



Grandy Corporation
泓迪有限公司*

(incorporated in the Cayman Islands with limited liability)
(Stock code: 8143)

APPOINTMENT OF CHAIRMAN OF THE BOARD

The Board of Directors (the “**Board**”) of Grandy Corporation (the “**Company**”) announces that with effect from 29 April 2005, Mr. Yung Kwok Leong, an existing executive director of the Company, was appointed as chairman of the Board.

Mr. Yung, aged 40, is a registered economist in the Fujian Province in the PRC and has business experience in the manufacture, sale and distribution of environmental-related raw materials and related products, such as melamine materials and household wares as well as other business areas in the PRC for over 20 years. Easeglory Holding Limited, being a substantial shareholder of the Company, interested in approximately 16.67% shareholding in the Company, is wholly and beneficially owned by Mr. Yung. Save as disclosed above, he does not have any relationships with any directors, senior management, management shareholders, substantial shareholders or controlling shareholders of the Company (within the meaning of the Rules Governing the Listing of Securities on the Growth Enterprise Market (the “**GEM Listing Rules**”) of The Stock Exchange of Hong Kong Limited (the “**Stock Exchange**”)) and does not have any other interests in the Company within the meaning of Part XV of the Securities and Futures Ordinance.

Prior to the appointment as an executive director of the Company, Mr. Yung was appointed as a director of Able Developments Limited and Prime Source Trading Limited respectively, both of which are wholly owned subsidiaries of the Company. Saved as disclosed, he does not hold any other positions in the Company or any of its subsidiaries. Mr. Yung has not held any directorship in other listed public companies in the last three years and does not have any other major appointments and qualifications.

There is no service contract entered into between the Company and Mr. Yung. He has no fixed term of service with the Company but will be subject to retirement and re-election at the next annual general meeting of the Company (thereafter retirement by rotation) pursuant to the articles of association of the Company. At present, there is no director’s emoluments for Mr. Yung. Should director’s emoluments be considered appropriate for Mr. Yung in the future, Mr. Yung’s emoluments shall be determined and

* *for identification purpose only*

reviewed by the Board from time to time with reference to the prevailing market conditions. Mr. Yung is not aware of any other matters that should be brought to the attention of the Stock Exchange or the shareholders of the Company.

By order of the Board
Grandy Corporation
Chan Hon Chiu
Executive Director

Hong Kong, 29 April, 2005

At the date of this announcement, the executive directors are Mr. Yung Kwok Leong, Mr. Chan Hon Chiu and Mr. Yeung Kam Yan. The independent non-executive directors are Mr. Chan Ping Kuen, Francis, Mr. Hsu Shiu Foo, William and Mr. Yu Chai Mei.

This announcement, for which the directors collectively and individually accept full responsibility, includes particulars given in compliance with the GEM Listing Rules for the purpose of giving information with regard to the Company. The Directors, having made all reasonable enquiries, confirm that, to the best of their knowledge and belief: (1) the information contained in this announcement is accurate and complete in all material respects and not misleading; (2) there are no other matters the omission of which would make any statement in this announcement misleading; and (3) all opinions expressed in this announcement have been arrived at after due and careful consideration and are founded on bases and assumptions that are fair and reasonable.

This announcement will remain on the “Latest Company Announcements” page of the GEM website for at least seven days from the day of its posting and on the website of the Company at www.grandy.com.hk.