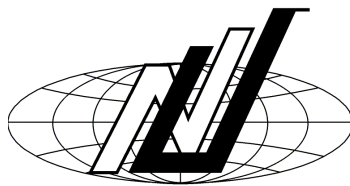


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New Universe International Group Limited

新宇國際實業（集團）有限公司*

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 8068)

CHANGE OF AUDITORS

The Board announces that E&Y resigned as auditors of the Company and its subsidiaries with effect from 6 December 2004 and the Board recommends to appoint CCIF as auditors of the Company to fill the casual vacancy following the resignation of E&Y and to hold office until the conclusion of the next annual general meeting of the Company.

The appointment of CCIF as auditors of the Company is subject to the approval of the members of the Company at an extraordinary general meeting to be held pursuant to the articles of association of the Company.

The board of directors (“Board”) of New Universe International Group Limited (“Company”) announces that:

1. Messrs. Ernst & Young (“E&Y”) resigned as auditors of the Company and its subsidiaries (“Group”) with effect from 6 December 2004 and confirmed in their letter of resignation that there were no circumstances connected with their resignation which they considered should be brought to the attention of the members or creditors of the Company or its subsidiaries; and
2. the Board recommends to appoint CCIF CPA Limited (“CCIF”) as auditors of the Company to fill the casual vacancy following the resignation of E&Y and to hold office until the conclusion of the next annual general meeting of the Company, subject to the appointment being approved by the members of the Company at an extraordinary general meeting to be held pursuant to the articles of association of the Company.

The Board of the Company confirms that:

1. the Company intends to substantially reduce the audit fees which is in line with the Group’s policy to control and reduce its operating expenses; and the Company and E&Y could not reach an agreement on the audit fees for the financial year ending 31 December 2004 as the audit fees

verbally indicated by E&Y was substantially higher than that formally quoted by CCIF at HK\$395,000;

2. other than the reasons stated above, there were no circumstances which they considered should be brought to the attention of the members or creditors of the Company in respect of the change of auditors; and
3. E&Y have not yet commenced the audit for the Group's financial statements for the year ending 31 December 2004, and have not yet issued their letter of professional clearance to CCIF.

A circular giving details of the change of auditors of the Company and containing a notice of the extraordinary general meeting will be dispatched to the shareholders of the Company in due course. Further announcements will be made once the appointment of CCIF as auditors of the Company has been approved by the members of the Company and/or after CCIF receive letter of professional clearance from E&Y.

By order of the Board
New Universe International Group Limited

TANG Kwok Yuen
Vice-Chairman

Hong Kong, 6 December 2004

** for identification purposes only*

The Board as of the date of this announcement comprises of Mr. HUA Zhixiang, Mr. TANG Kwok Yuen and Mr. XI Yu, who are the executive directors of the Company; Dr. CHAN Yan Cheong, Mr. YUEN Kim Hung, Michael and Mr. HO Yau Hong, Alfred, who are the independent non-executive directors of the Company.

This announcement, for which the directors of the Company ("Directors") collectively and individually accept full responsibility, includes particulars given in compliance with the Rules Governing The Listing of Securities on the Growth Enterprises Market of The Stock Exchange of Hong Kong Limited 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:

- (i) the information contained in this announcement is accurate and complete in all material respects and not misleading;*
- (ii) there are no other matters the omission of which would make any statements in this announcement misleading; and*
- (iii) 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 at www.hkgem.com for at least 7 days from the day of its posting.