

C Y FOUNDATION GROUP LIMITED
(incorporated in Bermuda with limited liability)
(Stock code #1182)

APPOINTMENT OF NEW NON-EXECUTIVE DIRECTOR

The board of directors (“Board”) of C Y Foundation Group Limited (“Company”) is pleased to announce that Mr Cao Dongxin has been appointed as non-executive director of the Company with effect from 6 July 2007.

Mr CAO Dongxin, aged 56, graduated from the Politics stream of Shijiazhuang Senior Troops College of the People’s Liberation Army of China 中國人民解放軍石家莊高級陸軍學校. He had many years of participation in various divisions of the Communist Youth League of China. Currently, Mr Cao is an officer of Network Movie Centre of the Communist Youth League of China. He is also holding senior positions in various organizations and investment vehicles of the Communist Youth League of China, as well as the managing director and legal representative of C Y Foundation Culture Company Limited, an 80% variable interest entity of the Company established in China. Mr Cao has not held directorship in any listed companies in the past three years.

Mr Cao has accepted the letter of appointment offered by the Company and is entitled to an annual director’s fee of HK\$200,000 per annum. His directorship will be subject to retirement and re-election at every annual general meeting of the Company.

Save as disclosed above, Mr Cao is not connected with any director, senior management or substantial or controlling shareholder of the Company, nor does he have any interests (within the meaning of Part XV of the Securities and Futures Ordinance) in the securities of the Company as at the date hereof.

The Board is not aware of any matter in relation to Mr Cao that is required to be disclosed pursuant to paragraphs (h) to (v) of Rule 13.51(2) of the Listing Rules or any other matter that needs to be brought to the attention of shareholders of the Company in relation to the above appointments.

The Board would like to take this opportunity to welcome Mr Cao to join the Board.

On behalf of the Board
Cheng Chee Tock Theodore
Chairman

Hong Kong, 6 July 2007

As at the date hereof (after the change of the directorate taking effect), the executive directors of the Company are Mr Cheng Chee Tock Theodore (Chairman), Dato Poh Po Lian and Mr Woelm Samuel (chief executive officer); non-executive directors are Mr Wu Chuang John and Mr Cao Dongxin; and the independent non-executive directors are Mr Sze Tsai Ping Michael, Dr Chow Steven and Mr Wang Shan Chuan.