



PEKING APPAREL INTERNATIONAL GROUP LIMITED

(Incorporated in Bermuda with limited liability)

(Stock code: 761)

CHANGES OF INDEPENDENT NON-EXECUTIVE DIRECTOR AND MEMBERS OF AUDIT COMMITTEE AND NOMINATION COMMITTEE

The board of the Company announces that Mr Woo Michael has resigned as an independent non-executive director and members of Audit Committee and Nomination Committee of the Company and Mr Kwok Chun Pong, Stephen has been appointed as an independent non-executive director and members of Audit Committee and Nomination Committee of the Company with effect from 22 December 2006.

The board of directors (the “Board”) of Peking Apparel International Group Limited (the “Company”) announces that Mr Woo Michael (“Mr Woo”) has resigned as an independent non-executive director and members of Audit Committee and Nomination Committee of the Company with effect from 22 December 2006 to pursue his personal interests. Mr Woo has confirmed that there is no disagreement between him and the Board and there are no matters that need to be brought to the attention of the shareholders of the Company in relation to his resignation.

Taking this opportunity, the Board would like to express its appreciation and gratitude to Mr Woo for his contribution and services to the Company in the past.

The Board further announces that Mr Kwok Chun Pong, Stephen (“Mr Kwok”) has been appointed as an independent non-executive director of the Company and members of Audit Committee and Nomination Committee with effect from 22 December 2006. Other than these positions, Mr Kwok does not hold any position with the Company or other members of the Company’s Group.

Mr Kwok, aged 37, is currently the principal and supervisor of a private education institute and the managing director of an investment company in Hong Kong. Mr Kwok has not held any other directorships in any listed public companies in the last three years.

Mr Kwok does not have any relationship with any other directors, senior management or substantial or controlling shareholders of the Company. As at the date of this announcement, Mr Kwok does not have any interest (within the meaning of Part XV of the Securities and Futures Ordinance) in any securities of the Company.

Mr Kwok has entered into a service contract with the Company for one year and shall continue thereafter on a yearly basis but is subject to retirement and re-election provisions set out in the Bye-laws of the Company. Mr Kwok is entitled to receive a fixed director’s fee of HK\$40,000 for the first year of service and thereafter the annual remuneration shall be determined by the Board or Remuneration Committee as authorized by the shareholders at the Annual General Meeting, which is determined with reference to his duties and responsibilities with the Company, the remuneration benchmark in the industry and the prevailing market conditions. Such remuneration will be paid in proportion to the period of service in the case he has not served the entire period.

In relation to the appointment of Mr Kwok as an independent non-executive director of the Company, there is no information which is discloseable nor is/was he involved in any of the matters required to be disclosed pursuant to any of the requirements under rules 13.51(2)(h) to 13.51(2)(v) of the Listing Rules, and there are no other matters that need to be brought to the attention of the shareholders of the Company.

The Board would like to welcome Mr Kwok for joining the Company.

By Order of the Board
Char On Man
Chairman and Managing Director

Hong Kong, 22 December 2006

As at the date of this announcement, the Executive Directors are Char On Man, So Choi Hing, Stella and Li Wing Tak and Independent Non-executive Directors are Ho Wai Chi, Paul, Chen Yeh Ming, Steve and Kwok Chun Pong, Stephen.

Please also refer to the published version of this announcement in China Daily.