



浙江滬杭甬高速公路股份有限公司
ZHEJIANG EXPRESSWAY CO., LTD.

(A joint stock limited company incorporated in the People's Republic of China with limited liability)
(Stock code: 0576)

PROPOSED CHANGE OF AUDITORS

The Board announces that the Board has resolved to propose to the Shareholders to appoint Deloitte as the new Hong Kong auditors of the Company until the holding of the next annual general meeting of the Company in 2006.

The board of directors of the Company ("Board") announces that it has resolved to propose to the shareholders of the Company ("Shareholders") to appoint Deloitte Touche Tohmatsu ("Deloitte") as the new Hong Kong auditors of the Company until the holding of the next annual general meeting of the Company in 2006.

The outgoing auditors of the Company, Ernst & Young ("EY"), has confirmed that there were no circumstances leading to the termination of their appointment as auditors which it considered ought to be brought to the attention of the Company. EY will not be involved in the preparation of the audited financial information of the Company for the financial year ended 31 December 2005.

To date, the directors of the Company are not aware of any matter that needs to be brought to the attention of the Shareholders in relation to the proposed change of auditors.

The decision to recommend Deloitte as the new auditors of the Company was arrived at after an open bidding process by the Company that was participated by a number of international qualifying auditing firms, including EY and Deloitte. The Board would like to express its gratitude for EY's past services to the Company.

A circular giving details of the proposed change of auditors of the Company will be despatched with a notice of the extraordinary general meeting to the Shareholders in due course. A further announcement will be made to announce the results of the extraordinary general meeting regarding the appointment of Deloitte as auditors of the Company.

By order of the Board
GENG Xiaoping
Chairman

Hangzhou, the PRC, August 26, 2005

As at the date of this announcement, the executive directors of the Company are: Messrs. GENG Xiaoping, FANG Yunti, ZHANG Jingzhong and XUAN Daoguang; the non-executive directors are: Messrs. ZHANG Luyun and ZHANG Yang; and the independent non-executive directors are: Messrs. TUNG Chee Chen, ZHANG Junsheng and ZHANG Liping.