



CONVENIENCE RETAIL ASIA LIMITED

利亞零售有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 8052)

APPOINTMENT OF INDEPENDENT NON-EXECUTIVE DIRECTOR AND AUDIT COMMITTEE MEMBER AND RE-DESIGNATION OF INDEPENDENT NON-EXECUTIVE DIRECTOR

The Board of Directors (the "Board") of Convenience Retail Asia Limited (the "Company") hereby announce that with effect from 3 August 2005, Mr. Lo Kai Yiu, Anthony has been appointed as an independent non-executive director for a term of 3 years and a member of the Audit Committee of the Company, and that with effect from 3 August 2005, Mr. Godfrey Ernest Scotchbrook has been re-designated as non-executive director of the Company for a term of 3 years. He will remain as a member of the Audit Committee of the Company.

Appointment of Mr. Lo Kai Yiu, Anthony as independent non-executive director

Mr. Lo, aged 56, is a director of Advantage Limited, the holding company of consumer finance companies under the Prime Credit brandname. He has over 25 years of experience in banking, finance and investments. Mr. Lo serves as independent non-executive director of Playmates Holdings Limited, Tristate Holdings Limited and IDT International Limited. He is also a director of The Taiwan Fund, Inc., a company listed on the New York Stock Exchange. Since 1998, Mr. Lo has been a member of the listing committee of The Stock Exchange of Hong Kong Limited. From 1994 – 2001, he was a member of the Takeovers and Mergers Panel and Appeals Committee of the Securities and Futures Commission of Hong Kong. Mr. Lo is qualified as a chartered accountant with the Canadian Institute of Chartered Accountants and a member of the Hong Kong Institute of Certified Public Accountants. Mr. Lo will retire and be eligible for re-election at the next annual general meeting of the Company. Thereafter, he will be subject to retirement by rotation at annual general meeting of the Company in accordance with the Company's Articles of Association.

The Board would like to welcome Mr. Lo to the Board of the Company.

Re-designation of Mr. Godfrey Ernest Scotchbrook as non-executive director

Mr. Scotchbrook, aged 59, prior to the re-designation, had been an independent non-executive director of the Company since 1 November 2002. He presently serves as an independent director of Del Monte Pacific Limited and a non-executive director of Boustead Singapore Limited in Singapore. Mr. Scotchbrook was a founder of Scotchbrook Communications Limited, a firm specializing in investor relations, issues management, corporate positioning and public affairs; and is a veteran in corporate governance. He is a Fellow of the Hong Kong Management Association and also of the British Chartered Institute of Public Relations. Mr. Scotchbrook from time to time provides consulting services to controlling shareholders of the Company and their associates, in which Dr. Fung Kwok King, Victor and Dr. Fung Kwok Lun, William are interested. Mr. Scotchbrook will be subject to retirement by rotation at annual general meeting of the Company in accordance with the Company's Articles of Association.

Save as disclosed herein, none of Mr. Scotchbrook and Mr. Lo has any relationship with any directors, senior management, management shareholders, substantial shareholders, or controlling shareholders of the Company. Mr. Scotchbrook and Mr. Lo do not have any interest in the shares in the Company within the meaning of Part XV of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong) and there is no service contract entered into between the Company on the one part and Mr. Scotchbrook or Mr. Lo on the other part. Each of Mr. Scotchbrook and Mr. Lo is entitled to director's fee payable to each director in such an amount as determined by the Board from time to time and the amount payable to Mr. Lo is expected to be pro rata to the period during which he has held office. For the year ending 31 December 2005, the amount payable to each director who also serves on the Audit Committee is HK\$60,000. Save as disclosed above, the Company is not aware of any other matters that need to be brought to the attention of the shareholders of the Company in relation to Mr. Lo's appointment or Mr. Scotchbrook's re-designation.

On behalf of the Board
Fung Kwok King, Victor
Chairman

Hong Kong, 3 August 2005

As at the date of this announcement, the executive Directors of the Company are Yeung Lap Bun, Richard and Li Kwok Ho, Bruno; the non-executive Directors of the Company are Dr. Fung Kwok King, Victor, Dr. Fung Kwok Lun, William, Jeremy Paul Egerton Hobbins, Wong Yuk Nor, Louisa and Godfrey Ernest Scotchbrook; the independent non-executive Directors of the Company are Dr. Ch'ien Kuo Fung, Raymond, Au Man Chung, Malcolm and Lo Kai Yiu, Anthony.

This announcement, for which the directors of the Company collectively and individually accept full responsibility, includes particulars given in compliance with the Rules Governing the Listing of Securities on the Growth Enterprise Market (“GEM”) of The Stock Exchange of Hong Kong Limited for the purpose of giving information with regard to the Company. The directors of the Company, 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 statement 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 be available from the Company’s website at www.cr-asia.com and will remain on the GEM website on the “Latest Company Announcements” page for 7 days from the day of its posting.