

Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.



CHINA HIGH PRECISION AUTOMATION GROUP LIMITED

中國高精密自動化集團有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 591)

RETIREMENT OF AUDITORS

The Board announces that KPMG has retired as auditors of the Group with effect from the conclusion of the annual general meeting of the Company (“AGM”) held on 29 November 2011 and did not stand for re-appointment as auditors of the Company.

The Company will, as soon as practicable, identify a suitable replacement to fill the vacancy following the retirement of KPMG.

Reference is made to the announcement of China High Precision Automation Group Limited (the “Company”) dated 27 October 2011 (the “Clarification Announcement”). Terms used in this announcement shall have the same meanings as those defined in the Clarification Announcement unless the contexts herein require otherwise.

The board of directors (the “Board”) of the Company announces that KPMG has retired as auditors of the Group with effect from the conclusion of the annual general meeting of the Company (“AGM”) held on 29 November 2011 and did not stand for re-appointment as auditors of the Company.

As detailed in the Auditor’s Report dated 26 October 2011, KPMG issued a disclaimer of opinion in respect of the Group’s consolidated financial statements for the year ended 30 June 2011 since there was a limitation in the scope of its work as described under the heading of “Basis for disclaimer of opinion” and KPMG was therefore unable to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion. In such circumstances, KPMG did not stand for re-appointment as auditors of the Company.

The Company will, as soon as practicable, identify a suitable replacement to fill the vacancy following the retirement of KPMG and further announcement will be made by the Company in due course in relation to the appointment of the new auditors of the Group.

Save as disclosed above, KPMG confirmed that there are no circumstances connected with their retirement which they considered should be brought to the attention of the holders of securities of the Company.

Save as disclosed above, both the Board and the Audit Committee are not aware of any matters in relation to the proposed change of auditors that need to be brought to the attention of the holders of securities of the Company.

By Order of the Board
China High Precision Automation Group Limited
Wong Fun Chung
Chairman

Hong Kong, 29 November 2011

As at the date of this announcement, the executive Directors are Mr. Wong Fun Chung, Mr. Zou Chong, Mr. Su Fang Zhong and Mr. Cheung Chuen, and the independent non-executive Directors are Ms. Ji Qin Zhi, Dr. Hu Guo Qing, and Mr. Chan Yuk Hiu, Taylor.