



Crocodile Garments Limited

(Incorporated in Hong Kong with limited liability)

(Stock Code: 122)

CHANGE OF AUDITORS

The Board announces that E&Y resigned as auditors of the Group with effect from 11th June, 2007 and Horwath have been appointed auditors of the Company and its subsidiaries.

The Board of Directors (the "Board") of Crocodile Garments Limited (the "Company") announces that Messrs. Ernst & Young ("E&Y") have resigned as auditors of the Company and its subsidiaries (the "Group") with effect from 11th June, 2007 due to reasons relating to auditors' remuneration.

The Board further announces that Horwath Hong Kong CPA Limited ("Horwath") have been appointed auditors of the Group to fill the casual vacancy arising from the resignation of E&Y to hold office until the conclusion of the next annual general meeting of the Company.

E&Y have confirmed in their letter dated 11th June, 2007 that there are no circumstances connected with their resignation which they consider should be brought to the attention of the shareholders or the creditors of the Group.

The Board would like to thank E&Y for their professional services and support in the past.

By Order of the Board
Crocodile Garments Limited
Yeung Kam Hoi
Company Secretary

Hong Kong, 11th June, 2007

As at the date hereof, the executive Directors of the Company are Mr. Lam Kin Ming (Chairman and Chief Executive Officer), Mr. Lam Kin Ngok, Peter, Mr. Lam Kin Hong, Matthew, Ms. Lam Wai Shan, Vanessa (Deputy Chief Executive Officer) and Ms. Cheng Suet Fei, Sophia; the non-executive Directors are Ms. Lam Suk Ying, Diana and Mr. Tong Ka Wing, Carl; and the independent non-executive Directors are Mr. Wan Yee Hwa, Edward, Mr. Yeung Sui Sang and Mr. Chow Bing Chiu.