



PARKSON RETAIL GROUP LIMITED

百盛商業集團有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 3368)

RESIGNATION OF INDEPENDENT NON-EXECUTIVE DIRECTOR

The Board of Directors of Parkson Retail Group Limited announces that Mr Fong Ching, Eddy resigned as independent non-executive director and ceased to be the Chairman of the Audit Committee and a member of the Remuneration Committee of the Company with effect from 20 October 2006.

RESIGNATION OF INDEPENDENT NON-EXECUTIVE DIRECTOR

The board of directors (the “Board”) of Parkson Retail Group Limited (the “Company”) announces that Mr Fong Ching, Eddy (“Mr Fong”) has tendered his resignation as an independent non-executive director (“INED”) and ceased to be the Chairman of the Audit Committee and a member of the Remuneration Committee of the Company with effect from 20 October 2006 due to his recent appointment as the Chairman of the Securities & Futures Commission in Hong Kong (“new appointment”). Mr Fong’s resignation is to avoid any potential conflict of interests in respect of the new appointment.

Mr Fong has confirmed that he has no disagreement with the Board and there are no other matters in relation to his resignation that need to be brought to the attention of The Stock Exchange of Hong Kong Limited and the shareholders of the Company.

Pursuant to Rule 3.10(1) and Rule 3.21 of the Rules Governing the Listing of Securities of The Stock Exchange of Hong Kong Limited (“Listing Rules”), every board of directors of a listed issuer must include at least three INEDs and the Audit Committee must comprise a minimum of three non-executive directors respectively. The Board noted that, following the resignation of Mr Fong, the number of INEDs and the number of Audit Committee members both fall below the minimum number required. The Board shall use its best endeavour to look for a suitable candidate for appointment as our INED and member of the Audit Committee of the Company for compliance with Rule 3.11 and Rule 3.23 of the Listing Rules.

The Board would like to take this opportunity to express our sincere gratitude to Mr Fong for his contributions to the Company during the tenure of his office.

By Order of the Board
PARKSON RETAIL GROUP LIMITED
Cheng Yoong Choong
Managing Director

Hong Kong, 20 October 2006

As at the date of this announcement, Mr CHENG Yoong Choong and Mr CHEW Fook Seng are the executive directors of the Company, Tan Sri CHENG Heng Jem is the non-executive director of the Company, Mr STUDER Werner Josef and Mr KO Tak Fai, Desmond are the independent non-executive directors of the Company.

Please also refer to the published version of this announcement in South China Morning Post.