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This announcement, for which the directors of ITE (Holdings) Limited (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 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.



ITE (HOLDINGS) LIMITED

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 8092)

PROPOSED CHANGE OF AUDITORS

The Board proposes to appoint Baker Tilly as new auditors of the Company to fill the vacancy following the resignation of RSM with effect from 16 March 2007. The appointment of Baker Tilly as auditors of the Company is subject to the approval of the shareholders of the Company at the EGM pursuant to the articles of association of the Company.

The board of directors (the “Board”) of ITE (Holdings) Limited (the “Company”) hereby announces that RSM Nelson Wheeler (“RSM”) resigned as auditors of the Company and its subsidiaries with effect from 16 March 2007, as the Board and RSM could not arrive at consensus on the audit fees for the year ended 31 March 2007.

As stated in RSM’s resignation letter dated 16 March 2007 addressed to the Board and the Company’s audit committee, they confirmed that there are no circumstances in respect of their resignation that they consider should be brought to the attention of the shareholders and creditors of the Company.

The Board confirms that there are no circumstances in respect of the change of auditors which should be brought to the attention of the shareholders and creditors of the Company.

The Board also confirmed that RSM have not commenced any audit work on the accounts of the Company and its subsidiaries for the year ended 31 March 2007. It is expected that the change of auditors of the Company will not affect the audit and the release of the annual results of the Company for the year ended 31 March 2007.

The Board has resolved to propose to appoint Baker Tilly as auditors of the Company to fill the vacancy and hold office until the conclusion of the next annual general meeting of the Company. The appointment of Baker Tilly as auditors of the Company is subject to the approval by the shareholders of the Company at an extraordinary general meeting (“EGM”) to be convened pursuant to the articles of association of the Company.

A circular containing information on the change of auditors of the Company together with a notice of the GEM will be dispatched to the shareholders of the Company as soon as practicable. Further announcement will be made after appointment of Baker Tilly as auditors of the Company has been approved by the shareholders of the Company.

The Board would like to thank RSM for their services rendered during its tenure as auditors of the Company.

By order of the Board
ITE (Holdings) Limited
Yeung Yuen Chun, Mona
Company Secretary

Hong Kong, 22 March 2007

The Board as of the date of this announcement comprises Mr. Lau Hon Kwong, Vincent, Mr. George Roger Manho, Mr. Cheng Kwok Hung and Mr. Liu Hoi Wah as executive directors; Dr. Lee Peng Fei, Allen, Mr. Tang Siu, Henry and Mr. Kam Hau Choi, Anthony as independent non-executive directors.

This announcement will remain on the “Latest Company Announcements” page of the GEM website at www.hkgem.com for at least 7 days from its date of publication and on the website of the Company at www.hkite.com.