

TAI PING CARPETS INTERNATIONAL LIMITED

(Incorporated in Bermuda with limited liability)

(Stock Code: 00146)



CHANGE OF AUDITORS

Further to the announcement of Tai Ping Carpets International Limited (the “Company”) of 17 May 2006 in relation to the proposed change of auditors, the Board of directors (the “Board”) announces that at the annual general meeting on 16 June 2006 (“AGM”), an ordinary resolution was passed to appoint BDO McCabe Lo Limited (“BDO”) as the Company’s auditors in place of PricewaterhouseCoopers (“PwC”) to hold office until the conclusion of the next annual general meeting at a fee to be fixed by the Board.

As stated in the announcement of 17 May 2006, PwC stated in their notification to the Board that they would not seek re-appointment as the Company’s auditors at the AGM because the Company had not reached a consensus with them on the audit fee for the year ending 31 December 2006. Other than this, there were no circumstances stated in the notification from PwC in connection with the cessation of their audit appointment with the Company. The Board confirms that there are no matters which it considers should be brought to the attention of the shareholders and creditors of the Company.

By Order of the Board
Tai Ping Carpets International Limited
Ernest P. L. Law
Company Secretary

Hong Kong, 16 June 2006

The names of Directors as at the date hereof are – Chairman: Mr. Nicholas T. J. Colfer, Chief Executive Officer: Mr. James H. Kaplan, Independent Non-executive Directors: Mrs. Yvette Y. H. Fung, Mr. Michael T. H. Lee, Mr. Roderic N. A. Sage, Mr. Lincoln C. K. Yung, Non-executive Directors: Mr. Ian D. Boyce, Mr. Lincoln K. K. Leong, Mr. David C. L. Tong, Mr. John J. Ying, Alternate Director: Mr. Nelson K. F. Leong (Alternate to Mr. Lincoln K. K. Leong).