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INTEGRATED DISTRIBUTION SERVICES GROUP LIMITED

(Incorporated in Bermuda with limited liability)

(Stock Code: 2387)

RE-DESIGNATION OF DIRECTOR

The Board of Directors of Integrated Distribution Services Group Limited (the “**Company**”) hereby announces that with effect from 1 January 2008, Mr. Rajesh Vardichand Ranavat will be re-designated as a non-executive director of the Company.

Mr. Ranavat, aged 48, prior to the re-designation, had been an executive director of the Company since 17 August 2004. He was also the Chief Financial Officer of the Group from 1 May 2003 to 31 May 2007 and assumed a role focusing on merger & acquisitions and strategy development for the Group with effect from 1 June 2007. He has over 24 years’ experience in auditing, accounting and financial management as well as merger & acquisition projects. He is a Commerce graduate from the University of Poona and a Chartered Accountant from India and is an associate of the Institute of Chartered Accountants of India. As from 1 January 2008, Mr. Ranavat will focus on the merger & acquisitions and private equity for the affiliates of Li & Fung (1937) Limited, the controlling shareholder of the Company. Mr. Ranavat did not hold any directorship in any other listed public companies in the last three years.

Save as disclosed herein, Mr. Ranavat has no relationship with any directors, senior management, substantial shareholders or controlling shareholders of the Company. As at the date of this announcement, Mr. Ranavat has a personal interest in 2,115,000 share options of the Company within the meaning of Part XV of the Securities and Futures Ordinance (“**SFO**”). Apart from this, Mr. Ranavat does not have any other interests in the shares of the Company within the meaning of Part XV of the SFO. Mr. Ranavat has entered into a service contract with the Company for a fixed term of three years, but will be subject to retirement by rotation and re-election at annual general meeting pursuant to the Company’s Bye-laws. For the financial year ended 31 December 2006, he has received a director’s fee of HK\$80,000 as an executive director. The basis of determining such director’s fee is set out in the Corporate Governance section of the Company’s 2006 annual report. Under another service contract with Mr. Ranavat, he is entitled to a basic salary of HK\$1,938,084 per annum and bonus based on performance. The remuneration of Mr. Ranavat is determined on the basis of his relevant experience, responsibility and workload.

Save as disclosed above, the Company is not aware of any matter in relation to the re-designation of Mr. Ranavat that is required to be disclosed pursuant to Rule 13.51(2)(h) to (v) of the Rules Governing the Listing of Securities on the Stock Exchange and any other matter that need to be brought to the attention of the shareholders of the Company.

By Order of the Board
Victor FUNG Kwok King
Chairman

Hong Kong, 28 December 2007

As at the date hereof, the executive directors of the Company are Mr. Benedict CHANG Yew Teck, Mr. Joseph Chua PHI and Mr. Rajesh Vardichand RANAVAT; the non-executive directors of the Company are Dr. Victor FUNG Kwok King, Dr. William FUNG Kwok Lun, Mr. Jeremy Paul Egerton HOBBS, Mr. LAU Butt Farn and Mr. William Winship FLANZ; and the independent non-executive directors of the Company are Mr. John Estmond STRICKLAND, Dr. FU Yu Ning and Prof. LEE Hau Leung.