

NAN HAI CORPORATION LIMITED

(Incorporated in Bermuda with limited liability)

(Stock Code: 680)

RESIGNATION OF DIRECTOR

The board of directors (the “Board”) of Nan Hai Corporation Limited (the “Company”) announces that with effect from 31 December 2005, Dr. Zhao Liang resigned as an executive director of the Company due to personal reasons.

There is no disagreement between the resigning director and the Board, and no other matters regarding the resignation of Dr. Zhao need to be brought to the attention of the shareholders of the Company.

Members of the Board thank Dr. Zhao for his valuable contributions to the Company.

By order of the Board
Watt Ka Po James
Company Secretary

Hong Kong, 5 January 2006

As at the date of this announcement, the directors of the Company are as follows:

Executive directors:

Mr. Yu Pun Hoi and Mr. Zhang Hong Ren

Non-executive directors:

Mr. Yu Lin Hoi and Mr. Lam Bing Kwan

Independent non-executive directors:

Mr. Qin Tian Xiang, Ms. Wei Jingyun and Mr. Wu Chen

Please also refer to the published version of this announcement in China Daily.