



SOUTH EAST GROUP LIMITED

(東南國際集團有限公司) *

(Incorporated in Bermuda with limited liability)

(Stock Code: 726)

ANNOUNCEMENT

This announcement is made pursuant to Rule 3.11 of the Rules Governing the Listing of Securities (the “Listing Rules”) on The Stock Exchange of Hong Kong Limited (the “Stock Exchange”).

Reference is made to the announcement of South East Group Limited (the “Company”) dated 2 January 2008 in relation to, among other things, the resignation of Mr. Ng Chun Hung, Lawrence (“Mr. Ng”) as an independent non-executive director of the Company with effect from 1 January 2008.

Following the resignation of Mr. Ng, the Company has not been in compliance with the requirement for a minimum number of three independent non-executive directors as set out in Rule 3.10(1) of the Listing Rules since the Company currently has only two independent non-executive directors. The Company is very serious in the process of selecting the most appropriate person to fill the vacancy. However, the selection process has been delayed because of the long holidays falling in the first quarter of the year. Failure to meet with the minimum number of independent non-executive directors within three months from the date from which such requirement has not been fulfilled constitutes a breach of Rule 3.10(1) of the Listing Rules. The Company will make every effort to select the appropriate candidate to fill the vacancy as soon as possible but in any event not later than 15 April 2008.

Further announcement will be made by the Company upon fulfillment of the requirement of Rule 3.10(1) of the Listing Rules.

By order of the Board
South East Group Limited
Chan Sau Chee
Company Secretary

Hong Kong, 31 March 2008

The directors of the Company as at the date of this announcement are Mr. Wu Siu Chung (Chairman) and Mr. Chen Xiaoping as executive directors; Mr. Chen Yuan Shou, Budiman and Mr. Eduard Will as non-executive directors; and Mr. Lo Yuk Lam and Mr. Wong Kam Wah as independent non-executive directors.

** For identification purposes only*