



OUHUA ENERGY HOLDINGS LIMITED
(Incorporated in Bermuda with Registration Number 37791)

TERMINATION OF SERVICES OF MOORE STEPHENS LLP

The Board of Directors (the “Board”) of Ouhua Energy Holdings Limited (“the Company”) refers to the Company’s prospectus dated 26 October 2006 wherein it was stated that the Company has engaged a professional firm to assist the Company in reviewing the quarterly group consolidated financial accounts in accordance with the International Financial Reporting Standards and the Singapore Exchange Securities Trading Limited (the “SGX-ST”) Listing Requirements. Prior to the termination of the professional firm, the Audit Committee shall provide a confirmation to the SGX-ST that the Company’s accounting function has sufficient experience and expertise to satisfy its financial reporting obligations (the “Confirmation”).

Accordingly, the Audit Committee of the Company has provided the Confirmation to the SGX-ST and the SGX-ST has responded to the Company that based on the information provided by the Company, the SGX-ST has no objection to the Company’s proposal to terminate the services of Moore Stephens LLP subject to the Company making an SGXNET announcement on the termination of the services of Moore Stephens LLP (the “Services”) and the basis for the decision.

The Board wishes to announce that, upon the Board having satisfied itself that the Company has sufficient manpower with experience and expertise to satisfy the Company’s financial reporting obligations, the Company shall terminate the services of Moore Stephens LLP with effect from 31 January 2012.

Basis for the termination of the Services

The Audit Committee has provided the Confirmation based on the following reasons:

- a) Mr Jia Bin, was appointed as the chief financial officer (“CFO”) of the Company on 20 August 2010. He has working experience of approximately 9 years (4 of which was with Deloitte Touche Tohmatsu CPA Ltd, Guangzhou Branch) as audit manager prior to joining the Company;
- b) having worked with the professional team from Moore Stephens LLP, Mr Jia has familiarised himself with the financial reporting obligations of the Company as a listed company on the SGX-ST;
- c) Nexia TS Pte. Ltd. shall continue its engagement as the Internal Auditors of the Company and render such support as may be instructed by the Audit Committee;
- d) both Nexia TS Pte. Ltd. (internal auditors of the Company) and BDO LLP (external Auditors of the Company) have not discovered or reported any significant issues with the ability of the accounting and financial reporting functions of the Company since Mr Jia joined the Company as CFO;
- e) prior to his appointment as CFO, he has been assisting Ms Eleanor Xia, the former Deputy CFO of the Company, for approximately 6 months in order to familiarise himself and to receive relevant training. Upon being satisfied with his performance, the management of the Company had recommended his appointment as CFO for the approval of the Audit Committee and the Board of Directors; and

- f) the Audit Committee has been reviewing his performance, including the preparation of financial announcements of the Company, and has no reasons to doubt his competence and capability.

By Order of the Board
Liang Guo Zhan
Executive Chairman
16 January 2012