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Water Oasis Group

奧 思 集 團

WATER OASIS GROUP LIMITED

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 1161)

RESIGNATION OF EXECUTIVE DIRECTOR AND APPOINTMENT OF ACTING CHIEF EXECUTIVE OFFICER

The Board announces that Ms. Yu Lai Si has tendered her resignation as executive director and chief executive officer of the Company and a member of the Company's Investment Advisory Committee, and that Mr. Yu Kam Shui, Erastus has been appointed as acting chief executive officer of the Company and member of the Company's Investment Advisory Committee, both with effect from 6 July 2012.

The board of directors (the "Board") of Water Oasis Group Limited (the "Company") announces that Ms. Yu Lai Si ("Ms. Yu") has tendered her resignation as executive director and chief executive officer of the Company and a member of the Company's Investment Advisory Committee with effect from 6 July 2012.

Ms. Yu has confirmed that she tendered her resignation due to ill health and she has no disagreement with the Board and she is not aware of any matter relating to her resignation that needs to be brought to the attention of the shareholders of the Company.

The Board further announces that Mr. Yu Kam Shui, Erastus ("Mr. Yu"), an executive director of the Company, has been appointed as acting chief executive officer of the Company and member of the Company's Investment Advisory Committee with effect from 6 July 2012.

Mr. Yu, aged 62, is one of the founders of the Company and its subsidiaries (the "Group") and the founder of the Group's Taiwan operations. He holds a Bachelor's Degree in Business Administration from the University of Hawaii. Mr. Yu started his career in trading in the United States in 1993. In 1999, he set up Water Babe Company Limited, through which the Group's Taiwan operations are run and is the managing director of that company. Mr. Yu is primarily responsible for the business development

of the Group. Mr. Yu is also a director of all the subsidiaries of the Company except five of the subsidiaries. Mr. Yu does not hold and has not held, in the last 3 years, any directorships in other listed public companies. As at the date of this announcement, Mr. Yu is interested in 8,000,000 shares of the Company, representing approximately 1.0% of the issued share capital of the Company, and does not have any other interest in the shares of the Company within the meaning of Part XV of the Securities and Futures Ordinance.

Mr. Yu is the husband of Ms. Lai Yin Ping, an executive director of the Company; and brother of Ms. Yu and Ms. Yu Lai Chu, Eileen, both are executive directors of the Company; and brother-in-law of Mr. Tam Chie Sang, executive director of the Company, and Ms. Lai Yin Ling, who is deemed to be a substantial shareholder of the Company by virtue of her being the shareholder of Advance Favour Holdings Limited and Billion Well Holdings Limited; and uncle of Mr. Tam Siu Kei, Alan, one of the senior management of the Group. Save as disclosed herein, he does not have any relationships with any other directors, senior management or substantial or controlling shareholders of the Company.

The Company and Mr. Yu entered into a service contract on 2 January 2002 in relation to Mr. Yu's appointment as an executive director. Mr. Yu's appointment is deemed to have commenced on 1 October 2001 for a period of 3 years and continues thereafter unless and until terminated in accordance with the terms of his service contract or by either party giving to the other not less than 3 calendar months' prior notice in writing. Pursuant to the service contract, Mr. Yu is entitled to receive a director's emolument of HK\$897,000 per annum and a discretionary year-end bonus of an amount to be determined by the Board, payable to him from any company within the Group. Mr. Yu's emolument is determined by reference to his qualifications, experience, work performance as well as market benchmarks and are subject to annual review by the Board by reference to market benchmarks.

Save as disclosed in this announcement, there is no other matters relating to the appointment of Mr. Yu that need to be brought to the attention of the holders of the securities of the Company nor any information to be disclosed pursuant to the requirements of Rule 13.51(2)(h) to 13.51(2)(v) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

The Board would like to take this opportunity to express its gratitude to Ms. Yu for her valuable contribution to the Group during her tenure of service.

By Order of the Board
WATER OASIS GROUP LIMITED
MO YUEN YEE
Company Secretary

Hong Kong, 21 June 2012

As at the date of this announcement, the executive directors of the Company are Yu Lai Si, Tam Chie Sang, Yu Lai Chu, Eileen, Yu Kam Shui, Erastus and Lai Yin Ping. The independent non-executive directors of the Company are Wong Lung Tak, Patrick, B.B.S., J.P., Wong Chun Nam, Duffy, J.P. and Wong Chi Keung.