



MEXAN LIMITED

茂盛控股有限公司*

(Incorporated in Bermuda with limited liability)

(Stock Code: 22)

APPOINTMENT OF INDEPENDENT NON-EXECUTIVE DIRECTOR

The Board hereby announces that Mr. Chan Wai Dune has been appointed as an independent non-executive director and a member of the audit committee of the Company with effect from 30th September, 2004.

The board of directors (the "Board") of MEXAN LIMITED (the "Company") is pleased to announce that Mr. Chan Wai Dune ("Mr. Chan") has been appointed as an independent non-executive director and a member of the audit committee of the Company with effect from 30th September, 2004.

Mr. Chan, aged 52, has over 22 years of experience in the finance sector, especially in auditing and taxation areas. He is a certified public accountant and is a fellow member of the Hong Kong Institute of Certified Public Accountants, the Association of Chartered Certified Accountants and the Taxation Institute of Hong Kong. He has served a number of committees of the Hong Kong Institute of Certified Public Accountants and is also a member of the Executive Council of the Shanghai Chinese Overseas Friendship Association. He was a member of the Selection Committee for the establishment of the First Government of the Hong Kong Special Administrative Region. Mr. Chan is currently principally employed as the Managing Director of CCIF CPA Limited.

In the past three years, Mr. Chan has had, at different times, held directorships at NewOcean Green Energy Holdings Limited, Shanghai Zendai Property Limited, Tai Shing International (Holdings) Limited and China Treasure (Greater China) Investments Limited and as of the date of this announcement, he has resigned from all of the above companies. Mr. Chan also has been, at different times, an independent non-executive director of Sam Woo Holdings Limited, Hualing Holdings Limited, IIN International Limited, Oriental Metals (Holdings) Company Limited and Zhongda International Holdings Limited during the past three years.

According to the letter of appointment between Mr. Chan and the Company, Mr. Chan has been appointed for an initial term of one year with the Company, which will continue thereafter until terminated by either party giving not less than three months' prior notice. He will be entitled to an annual salary of HK\$200,000, which is determined with reference to his duties and responsibilities with the Company and the remuneration benchmark in the industry.

Mr. Chan has not previously held any position with the Company or any of its subsidiaries. As at the date of this announcement, Mr. Chan does not have any relationships with any director, senior management or substantial or controlling shareholder of the Company, and he does not have any interest in the shares of the Company within the meaning of Part XV of the Securities and Futures Ordinance.

Save as disclosed above, the Board is not aware of any other matters that should be brought to the attention of the shareholders of the Company.

The Board would like to take this opportunity to welcome Mr. Chan to the Board.

As at the date of this announcement, the Board comprises of Mr. Lau Kan Shan, Mr. Yan Sheng, Mr. Yuen Hiu Kwan and Ms. Ching Yung, all of whom are executive directors, Mr. Lau Wai, Mr. Cheng Chun Pong, Paul and Mr. Chan, all of whom are independent non-executive directors.

By order of the Board
Yan Sheng
Chief Executive Officer

Hong Kong, 30th September, 2004

* For identification purpose only