



# DAQING PETROLEUM AND CHEMICAL GROUP LIMITED

## 大慶石油化工集團有限公司

*(Incorporated in the Cayman Islands with limited liability)*

**(Stock Code: 362)**

### APPOINTMENT OF INDEPENDENT NON-EXECUTIVE DIRECTOR

Further to the Company's announcement dated 24 December 2004, announcing that Mr. Wong Kai Tat has resigned as an independent non-executive director of Daqing Petroleum and Chemical Group Limited (the "Company") with effect from 21 December 2004, the board of directors of the Company (the "Board") is pleased to announce that Mr. Yau Chung Hong has been appointed as an independent non-executive director and a member of the audit committee of the Company with effect from 22 March 2005 as replacement.

Mr. Yau Chung Hong, aged 34, is an associated member of the Hong Kong Institute of Certified Public Accountants and a fellow member of the Association of Chartered Certified Accountants. He is currently an executive director of China Northern Enterprises Investment Fund Ltd. and an independent non-executive director of Chitaly Holdings Limited. He is also a financial advisor to Shenyang City SME Bureau of the People's Republic of China (the "PRC") on overseas listing and financial matters for Shenyang enterprises in the PRC. There is no service contract entered into between the Company and Mr. Yau. Mr. Yau will hold office until he retires from the Board at the next annual general meeting of the Company to be held in accordance with the Articles of Association of the Company. Mr. Yau will receive from the Company (a) a director's fee at the rate of HK\$10,000 per month with effect from 22 March 2005, and (b) all reasonable out-of-pocket expenses properly incurred by Mr. Yau in connection with the performance of his duties as an independent non-executive director of the Company. Mr. Yau's emoluments are determined by the Board with reference to the prevailing market conditions. Save as disclosed above, Mr. Yau does not hold any other positions with the Company or any of its subsidiaries.

Mr. Yau has no relationship with any director, senior management or substantial or controlling shareholders of the Company and as at the date hereof, does not have any interest in the shares of the Company within the meaning of Part XV of the Securities and Futures Ordinance. The Board is not aware of any matters relating to the appointment of Mr. Yau that need to be brought to the attention of the shareholders of the Company.

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

By order of the Board  
**Daqing Petroleum and Chemical Group Limited**  
**Chan Yuk Foebe**  
*Executive Director*

Hong Kong, 23 March 2005

*As at the date of this announcement, the Board comprises Ms. Chan Yuk Foebe, Mr. Chu Ki, Mr. Peng Zhanrong and Mr. Wang Hailou, all being executive directors and Mr. Ma Wing Yun Bryan, Mr. Meng Fanxi and Mr. Yau Chung Hong, all being independent non-executive directors.*