



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)

CHANGE OF DIRECTORSHIP

The Board of the Company announces that Mr. Chu Ki has resigned as an executive director of the Company and Mr. Chiau Che Kong has been appointed as an executive director of the Company, both with effect from 14 December, 2005. Mr. Chiau's appointment is to fill the vacancy created by Mr. Chu's resignation.

The board of directors (the "Board") of Daqing Petroleum and Chemical Group Limited (the "Company") announces that Mr. Chu Ki has resigned as an executive director of the Company with effect from 14 December, 2005 for personal reasons. Mr. Chu confirmed that has no disagreement with the Board. The Company expresses gratitude to Mr. Chu for his contribution during the tenure of his service with the Company.

The Company further announces that Mr. Chiau Che Kong has been promoted and appointed as an executive director of the Company with effect from 14 December, 2005 to fill the vacancy created by Mr. Chu's resignation and shall retire 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. Chiau, aged 37, has over 10 years of experience in the trading of consumer products in Hong Kong and the People's Republic of China. Mr. Chiau is also an executive director of Heng Tai Consumables Group Limited. Save as disclosed above, Mr. Chiau did not hold any directorship in other listed company in the past three years.

Mr. Chiau Che Kong has joined the Group in January 2004 and he has been appointed as a director of Mudanjiang Dongbei Chemical Engineering Company Limited, a subsidiary of the Company since 25 May 2004. As at the date of this announcement, Mr. Chiau has been granted 6,000,000 share options carrying the rights to subscribe for up to 6,000,000 shares in the Company at HK\$0.47 per share. Save as disclosed above, as at the date of this announcement, Mr. Chiau does not have any interest or is deemed to be interested in any share of the Company and its associated corporations within the meaning of Part XV of the Securities and Futures Ordinance. Other than being an executive director of the Company, Mr. Chiau also does not have any relationship with any directors, senior management or substantial or controlling shareholders of the Company. Mr. Chiau will be entitled to an emolument of (a) HK\$18,000 per month with effect from 14 December, 2005, and (b) all reasonable out-of-pocket expenses properly incurred by Mr. Chiau in connection with the performance of his duties as an executive director of the Company. Mr. Chiau's emoluments are determined by the Board with reference to the prevailing market conditions. His appointment shall, subject to the re-appointment as a director of the Company in accordance with the Company's article of association, continue until terminated by either party giving not less than three months' notice in writing to the other. The Board would like to take this opportunity to welcome Mr. Chiau to the Board.

Save as disclosed above, the Board and Mr. Chu are not aware of any other matters relating to Mr. Chu's resignation and Mr. Chiau's appointment that needs to be brought to the attention of the shareholders of the Company.

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

Hong Kong, 14 December, 2005

As at the date of this announcement, the executive directors of the Company are Ms. Chan Yuk Foebe, Mr. Wang Hailou, Mr. Peng Zhanrong and Mr. Chiau Che Kong, the independent non-executive directors of the Company are Mr. Ma Wing Yun Bryan, Mr. Meng Fanxi and Mr. Yau Chung Hong.