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OCEAN GRAND CHEMICALS HOLDINGS LIMITED
(Provisional Liquidators Appointed)
海域化工集團有限公司*
(已委任臨時清盤人)
(Incorporated in Bermuda with limited liability)
(Stock code: 2882)

**RESULTS OF THE SCHEME MEETING AND
THE COURT SANCTION OF THE BERMUDA SCHEME
AND
RESIGNATION OF AUDITORS**

RESULTS OF THE SCHEME MEETING AND THE COURT SANCTION OF THE BERMUDA SCHEME

The Provisional Liquidators are pleased to announce that the scheme of arrangement for the Company under Section 99 of the Companies Act 1981 between the Company and its scheme creditors ("the Bermuda Scheme") was unanimously approved by the creditors, who either in person or by proxy attended the meeting of the scheme creditors held on 11 July 2008 and the Bermuda Scheme was subsequently sanctioned by the Supreme Court of Bermuda at a court hearing held on 8 August 2008 (Bermuda time).

The Bermuda Scheme, upon implementation, will take effect to bind on the Company and the scheme creditors and discharge in full all the indebtedness of the Company.

RESIGNATION OF AUDITORS

Further to the announcements made by the Company on 8 July 2008 and 31 July 2008 and in accordance with the letter of resignation dated 5 December 2007 from PricewaterhouseCoopers ("PwC"), PwC states that:

"[PwC's] audit work in connection with the financial statements of the Company and its subsidiaries for the year ended 31 March 2006 has been suspended for over one year as a result of events occurring at the Company which have been well publicised. The Provisional Liquidators [of the Company] have informed [PwC] that they believe the Company is in financial difficulties, and that they consider the addressing of this to be in the Company's best interests. One of the steps [the Provisional Liquidators of the Company] would like to take in this regard is to appoint another firm of certified public accountants to act as the Company's auditors (including the performance and completion of the audit of the Company's and its subsidiaries' financial statements for the year ended 31 March 2006). As a result, [PwC] have been requested to resign as auditors of the Company."

PwC is unable to provide any confirmation to the Company as to whether there are any matters that need to be brought to the attention of holders of the securities of the Company in respect of its resignation. PwC had at no time issued any opinion on the Company's accounts. Due to a lack of necessary further documentation and information from the Company required for the purposes of completing an audit, PwC had not undertaken and was not able to undertake any further audit work on the same since that which led to PwC's identification of potential issues as set out in the Company's announcement dated 12 July 2006.

Please note that the trading in the shares of the Company was suspended since 17 July 2006 and will remain suspended until further notice.

For and on behalf of

OCEAN GRAND CHEMICALS HOLDINGS LIMITED

(Provisional Liquidators Appointed)

Joseph Kin Ching Lo

Joint and Several Provisional Liquidator

*acting as an agent for and on behalf of Ocean Grand
Chemicals Holdings Limited without personal liability*

Hong Kong, 14 August 2008

As at the date of this announcement, the Board of the Company comprises five executive Directors, namely Dr. Yip Kim Po (Chairman), Mr. Lin Jianping and Dr. Hui Ho Ming, Herbert, J.P. (Deputy Chairman), Mr. Chin Chang Keng, Raymond and Ms. Ang Mei Lee, Mary.

** for identification purpose only*