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中海石油化学股份有限公司
China BlueChemical Ltd.*

(a joint stock limited company incorporated in the People's Republic of China with limited liability)

(Stock Code: 3983)

**RESIGNATION OF NON-EXECUTIVE DIRECTOR AND CHAIRMAN
RESIGNATION OF CHIEF EXECUTIVE OFFICER AND PRESIDENT
APPOINTMENT OF CHAIRMAN
APPOINTMENT OF CHIEF EXECUTIVE OFFICER AND PRESIDENT
ELECTION OF DIRECTORS AND SUPERVISORS
PROPOSED CHANGE OF AUDITORS
AND
PROPOSED AMENDMENTS TO THE ARTICLES OF ASSOCIATION**

RESIGNATION OF NON-EXECUTIVE DIRECTOR AND CHAIRMAN

Mr. Chen Bi has resigned from his position as a non-executive Director, the Chairman, as well as a member and chairman of nomination committee of the Board due to other work commitment with effect from 28 March 2018.

RESIGNATION OF CHIEF EXECUTIVE OFFICER AND PRESIDENT

Mr. Xia Qinglong has resigned from his position as the CEO and President due to other work commitment with effect from 28 March 2018.

APPOINTMENT OF CHAIRMAN

Mr. Xia Qinglong was appointed as the Chairman as well as a member and chairman of nomination committee of the Board with effect from 28 March 2018. Mr. Xia Qinglong will receive an aggregated remuneration of not higher than RMB1.5 million per annum during his term of office, which was determined by the remuneration committee of the Board according to his qualifications, abilities, responsibilities and experience as authorised by the Board.

APPOINTMENT OF CHIEF EXECUTIVE OFFICER AND PRESIDENT

The Board has passed a resolution to appoint Mr. Wang Weimin as the CEO and President with effect from 28 March 2018. His term of office will last till the date of re-appointment of a new CEO and President by the next session of the Board. Mr. Wang Weimin will receive an aggregated remuneration of not higher than RMB1.5 million per annum during his term of office, which was determined by the remuneration committee of the Board according to his qualifications, abilities, responsibilities and experience as authorised by the Board.

ELECTION OF DIRECTORS AND SUPERVISORS

Mr. Xia Qinglong (Chairman), Mr. Meng Jun, Mr. Guo Xinjun, Ms. Lee Kit Ying, Mr. Lee Kwan Hung and Mr. Yu Changchun who are members of the Board in the fourth session, have been nominated as candidates for re-election as members of the Board in the fifth session.

Mr. Wang Weimin is a new candidate nominated for election as a member of the Board of the fifth session.

Mr. Tang Quanrong and Mr. Li Xiaoyu, who are members of the Supervisory Committee of the fourth session, have been nominated as candidates for re-election as members of the Supervisory Committee of the fifth session.

As announced by the Company in the announcement dated 30 January 2018, Ms. Liu Lijie was re-elected at the employees representative meeting of the Company as the supervisor representing the employees of the Company. Her term of office commenced on 30 January 2018.

PROPOSED CHANGE OF AUDITORS

Deloitte Touche Tohmatsu Certified Public Accountants and Deloitte Touche Tohmatsu Certified Public Accountants LLP have been serving as the overseas and the domestic auditors of the Company since 2013 respectively, and their service terms for providing auditing services to the Company have achieved the prescribed time limit. According to the requirements of the Ministry of Finance of the PRC and SASAC and after due consideration, as recommended by the audit committee of the Board, the Board has resolved to appoint BDO Limited and BDO China Shu Lun Pan CPAs as the Company's overseas and domestic auditors for the year 2018, respectively. Such proposed appointments are subject to the approval of the Shareholders at the AGM.

PROPOSED AMENDMENTS TO THE ARTICLES OF ASSOCIATION

In order to adapt to the needs of the Company's operation management while taking into consideration of the practical situation of the Company, the Board proposed to make certain amendments to the Articles of Association.

RESIGNATION OF NON-EXECUTIVE DIRECTOR AND CHAIRMAN

Mr. Chen Bi has resigned from his position as a non-executive Director, the Chairman, as well as a member and chairman of nomination committee of the Board due to other work commitment with effect from 28 March 2018.

Mr. Chen Bi confirmed that, as at the date of this announcement, he has no disagreement with the Board and there was no other matter in relation to his resignation that needs to be brought to the attention of the Shareholders. The Board would like to take this opportunity to express its sincere appreciation to Mr. Chen Bi for his valuable contribution to the Company during his term of office.

RESIGNATION OF CHIEF EXECUTIVE OFFICER AND PRESIDENT

Mr. Xia Qinglong has resigned from his position as the CEO and President due to other work commitment with effect from 28 March 2018.

Mr. Xia Qinglong confirmed that, as at the date of this announcement, he has no disagreement with the Board and there was no other matter in relation to his resignation that needs to be brought to the attention of the Shareholders. The Board would like to take this opportunity to express its sincere appreciation to Mr. Xia Qinglong for his valuable contribution to the Company during his term of office.

APPOINTMENT OF CHAIRMAN

Mr. Xia Qinglong was appointed as the Chairman as well as a member and chairman of nomination committee of the Board with effect from 28 March 2018. Mr. Xia Qinglong will receive an aggregated remuneration of not higher than RMB1.5 million per annum during his term of office, which was determined by the remuneration committee of the Board according to his qualifications, abilities, responsibilities and experience as authorised by the Board.

The Board welcomes Mr. Xia Qinglong as the Chairman as well as a member and chairman of nomination committee of the Board.

APPOINTMENT OF CHIEF EXECUTIVE OFFICER AND PRESIDENT

The Board has passed a resolution to appoint Mr. Wang Weimin as the CEO and President with effect from 28 March 2018. His term of office will last till the date of re-appointment of a new CEO and President by the next session of the Board. Mr. Wang Weimin will receive an aggregated remuneration of not higher than RMB1.5 million per annum during his term of office, which was determined by the remuneration committee of the Board according to his qualifications, abilities, responsibilities and experience as authorised by the Board.

Biographical details of Mr. Wang Weimin are set out as follows:

Mr. Wang Weimin (王維民), born in 1965, graduated from the department of Chemical Engineering of Hebei Institute of Technology (now known as Hebei University of Technology) in 1989 majoring in Organic Chemistry with a bachelor's degree. He obtained an MBA degree from the School of Management of Tianjin University in March 2001, an EMBA degree from China Europe International Business School in July 2001, and was later awarded the title of senior engineer (professor grade). He was a technician at Qinhuangdao SinoArab Chemical Fertilizer Corp. (秦皇島中阿化肥配套總公司) from July 1989 to January 1990 and served successively as shift leader of process workshop, section leader of finished product workshop and head of finished product workshop of Sino-Arab Chemical Fertilizers Co. Ltd. (中國-阿拉伯化肥有限公司, hereinafter referred to as "SACF") from January 1990 to June 1994; assistant to general manager of SAFC from June 1994 to December 1995; production plant manager of SAFC from December 1995 to June 1998; deputy general manager of SACF from June 1998 to August 2005; leader of the on-site initiation team of the mineral-fertiliser integration project at Dayukou, Hubei from November 2002 to August 2005; general manager of Hubei Dayukou Chemical Co., Ltd. (湖北大峪口化工有限責任公司) from August 2005 to July 2012; assistant to the president of the Company from July 2008 to July 2012. He was appointed as a vice president of the Company in August 2012. He has been served as the chairman of Hubei Dayukou Chemical Co., Ltd. since November 2012. He was appointed as an executive director of China BlueChemical (Hong Kong) Ltd. (中海化學(香港)有限公司) in October 2014; and a director of CNOOC Kingboard Chemical Limited in January 2015.

ELECTION OF DIRECTORS AND SUPERVISORS

Introduction

The terms of the existing Directors and Supervisors (excluding the Supervisor Representing the Employee) are due to expire on the date when new Directors and Supervisors are elected by the Shareholders at the AGM. The Directors nominated in the fifth session of the Board comprise two executive Directors, two non-executive Directors and three independent non-executive Directors, while the Supervisors nominated in the

fifth session of the Supervisory Committee comprise one Supervisor representing the Shareholders and one independent Supervisor while the remaining Supervisor in the fifth session is the Supervisor Representing the Employees.

The Directors and Supervisors (excluding the Supervisor Representing the Employees) in the fifth session will be elected at the AGM. The term of office of the Directors and the Supervisors in the fifth session will be for a period of three years, commencing from the date on which the Directors and Supervisors are elected by the Shareholders at the AGM. Pursuant to the Articles of Association, all Directors and Supervisors, if eligible, may offer themselves for re-election upon expiry of the relevant session.

Election of Directors

Mr. Xia Qinglong (Chairman), Mr. Meng Jun, Mr. Guo Xinjun, Ms. Lee Kit Ying, Mr. Lee Kwan Hung, and Mr. Yu Changchun who are members of the Board in the fourth session, have been nominated as candidates for re-election as members of the Board in the fifth session.

Mr. Wang Weimin is a new candidate nominated for election as a member of the Board of the fifth session.

Election of Supervisors

Mr. Tang Quanrong and Mr. Li Xiaoyu, who are members of the Supervisory Committee of the fourth session, have been nominated as candidates for re-election as members of the Supervisory Committee of the fifth session.

As announced by the Company in the announcement dated 30 January 2018, Ms. Liu Lijie was re-elected at the employees representative meeting of the Company as the Supervisor Representing the Employees of the Company. Her term of office commenced on 30 January 2018.

Biographical Details of the Candidates of Directors

Proposed Executive Director

Mr. Xia Qinglong (夏慶龍), born in 1964, obtained a bachelor's degree majoring in oil exploration from Chengdu Geology Institute in 1986 and a doctoral degree specialising in solid earth geophysics from University of Chinese Academy of Sciences in 2007, and then held the title of professor-grade senior engineer. From July 1986 to March 1994, he had worked as assistant engineer and project manager at the Computation Centre of Bohai Oil Corporation. From March 1994 to November 1995, he had served as project manager at Bohai Oil Research Institute. Thereafter, he was the deputy chief engineer (geophysical prospect) at the Exploration Department of CNOOC China Limited Tianjin Branch from November 1995 to May 2000; chief engineer (geophysical prospect) at Bohai Oil Research Institute from May 2000 to August 2003; manager at the Technology Department of CNOOC China Limited Tianjin Branch from August 2003 to

November 2005; chief geologist of CNOOC China Limited Tianjin Branch from November 2005 to April 2013; chief geologist and deputy general manager of CNOOC China Limited Tianjin Branch and deputy director of CNOOC Bohai Petroleum Administrative bureau from April 2013 to August 2013; deputy general manager of CNOOC China Limited Tianjin Branch and deputy director of CNOOC Bohai Petroleum Administrative bureau from August 2013 to November 2015; executive deputy general manager of CNOOC China Limited Tianjin Branch and executive deputy director of CNOOC Bohai Petroleum Administrative bureau from November 2015 to May 2016. He was appointed as the Chief Executive Officer and president of the Company from June 2016 to March 2018, and was appointed as the executive director of the Company in July 2016. Mr. Xia served as chairman of CBC (Canada) Holding Corp. (中海化學(加拿大)控股公司) and chairman of CNOOC Kingboard Chemical Limited in August 2016. He was appointed as director of Western Potash Corp. (西部鉀肥公司) (a company listed on the Main Board of Toronto Stock Exchange, Canada) in September 2016.

Mr. Wang Weimin (王維民), biographical details are set out as above.

Proposed Non-executive Directors

Mr. Meng Jun (孟軍), Mr. Meng Jun, born in 1960, graduated with a MBA degree from Open University of Hong Kong in December 2004 and an EMBA degree from Sun Yat-sen University in June 2007. He was awarded the title of senior accountant in December 2003. He worked successively as accountant, leader of the finance group, deputy section chief, section chief and chief accountant of the finance department of CNOOC Nanhai West Corporation from April 1978 to January 1997. He worked as manager of the planning and finance department of CNOOC Chemical Limited and chief accountant of CNOOC Fudao Limited from January 1997 to June 2001. He worked as chief financial officer of CNOOC Fudao Limited from June 2001 to October 2005. He worked as Chief Financial Officer of CNOOC Chemical Limited from October 2005 to April 2006. He worked as vice president, secretary to the board of directors and company secretary of China BlueChemical Ltd. from April 2006 to April 2007. He worked as deputy general manager of the financial management department of CNOOC from April 2007 to December 2011. He worked as deputy general manager of the financial and assets management department of CNOOC from December 2011 to July 2017. He has been a director of Offshore Oil Engineering Co., Ltd. (listed on the Main Board of the Shanghai Stock Exchange, stock code: 600583) since January 2014. He has been the general manager of the financial and assets department of CNOOC since July 2017. He was appointed as a non-executive Director of the Company in October 2017. And he has been a non-executive director of China Oilfield Services Limited (listed on the Main Board of the Hong Kong Stock Exchange, stock code: 2883; the Main Board of the Shanghai Stock Exchange, stock code: 601808) since December 2017.

Mr. Guo Xinjun (郭新軍), born in 1964, graduated from Wuhan University with a bachelor's degree majoring in law in 1986. In 2008, he obtained a master's degree in business administration from Peking University, and subsequently qualified as a senior

economist. From July 1986 to September 1989, he worked as a clerk in the Operation Division of the Supply and Sales Bureau of Ministry of Chemical Industry. From September 1989 to December 1997, he worked in China National Chemical Supply & Sales Corporation successively as chief of the General Office, deputy head of General Office, deputy head of the Inorganic Chemicals Department, and deputy head of the Administrative Department. From January 1998 to November 2003, he worked for China National Chemical Supply & Sales (Group) Corporation as head of the Administrative Department, head of General Office, head of the Auditing and Supervising Department, and assistant to general manager successively. From November 2003 to March 2008, he was the deputy general manager of China National Chemical Supply & Sales (Group) Company. He was the deputy general manager of China Oil & Gas Development & Utilization Company from March 2008 to January 2016. Since January 2016, he was the deputy general manager of the Strategy and Planning Department of China National Offshore Oil Corporation. He was appointed as a non-executive Director of the company in May 2016.

Proposed Independent Non-executive Directors

Ms. Lee Kit Ying (李潔英), born in 1948, obtained a bachelor's degree from City of London Polytechnic, U.K. (now known as London Metropolitan University) in 1979 majoring in accountancy and a master's degree from City University of Hong Kong in 1998 majoring in Financial Engineering. Ms. Lee is a senior fellow of the Institute of Chartered Accountants in England and Wales. She previously held a number of senior positions in Hong Kong Futures Exchange, the Hong Kong Stock Exchange and Hong Kong Exchanges and Clearing Limited. Ms. Lee has over 20 years' experience in derivative products and the operation, supervision and risk management of securities markets. Currently, Ms. Lee is the chairman of Virtus Foundation Limited. She was appointed as an independent executive Director of the Company in June 2012. Currently, Ms. Lee is also an independent non-executive director of Century Global Commodities Corporation (世紀全球商品有限公司) (listed on Toronto Stock Exchange, Canada) and an independent non-executive director of Gemilang International Limited (彭順國際有限公司) (listed on the main board of the Hong Kong Stock Exchange, stock code: 06163). Ms. Lee served as an independent non-executive director of Tianjin Capital Environmental Protection Group Company Limited (listed on the Main Board of the Hong Kong Stock Exchange, stock code: 1065; the Main Board of the Shanghai Stock Exchange, stock code: 600874) in the past three years.

Mr. Lee Kwan Hung (李均雄), born in 1965, received his Law (LL.B (Honours)) degree and Postgraduate Certificate in Laws from the University of Hong Kong in 1988 and 1989 respectively. He was then admitted as a solicitor in Hong Kong in 1991 and the United Kingdom in 1997. Mr. Lee was a senior manager of the Listing Division of the Hong Kong Stock Exchange between December 1992 and April 1994; a partner of Philip KH Wong, Kennedy YH Wong Co. between April 1994 and March 2000; a partner and chief representative of Beijing office in Woo Kwan Lee & Lo between April 2001 and February 2011; a consultant in Cheung & Choy solicitor & notaries between November

2011 and June 2014. Mr. Lee was appointed as an independent non-executive Director of the Company in June 2012; and is a consultant in Howse Williams Bowers from July 2014; Mr. Lee served as an independent non-executive director of Vestate Group Holdings Limited (formerly known as “Walker Group Holdings Limited”) and Futong Technology Development Holdings Limited (both are companies listed on the Main Board of the Hong Kong Stock Exchange) in the past three years. Mr. Lee currently holds the positions of independent non-executive director respectively at Embry Holdings Limited, NetDragon Websoft Holdings Limited, Asia Cassava Resources Holdings Limited, Newton Resources Ltd., Tenfu (Cayman) Holdings Company Limited, Landsea Green Properties Co., Ltd. (now known as Landsea Green Group Co., Ltd., listed on the Main Board of the Hong Kong Stock Exchange, stock code: 106), Red Star Macalline Group Corporation Ltd., China Goldjoy Group Limited, FSE Engineering Holdings Limited and Ten Pao Group Holdings Limited, the shares of all of which are listed on the Hong Kong Stock Exchange.

Mr. Yu Changchun (余長春), born in 1969, graduated with a bachelor’s degree from Sichuan Normal College majoring in chemistry in 1990. He obtained a master’s degree of physical chemistry from Lanzhou Institute of Chemical Physics, Chinese Academy of Sciences in 1993, and a doctor’s degree of physical chemistry from the OSSO State Key Lab (OSSO國家重點實驗室) of Lanzhou Institute of Chemical Physics, Chinese Academy of Sciences in 1997 and obtained the assistant professor title afterward. From April 1997 to December 2002, Mr. Yu Changchun worked as a teacher in the Chemical Industry Institute of China University of Petroleum (Beijing). He was a visiting scholar in University of British Columbia, Canada from January 2003 to January 2004; from February 2004 to February 2012, he worked as a secretary to Academic Committee of China National Petroleum Corporation Catalyst Key Lab of China University of Petroleum (Beijing) and a teacher of the School of Chemical Engineering of China University of Petroleum (Beijing). He is a member of the Committee for Affairs of New Energy Research Center in China University of Petroleum (Beijing) and a teacher of this institute since March 2012. Mr. Yu Changchun’s main research areas include conversion and utilisation of natural gas, catalytic conversion of light hydrocarbons, Fischer-Tropsch synthesis, methanol and DME to chemicals, and substitute natural gas synthesis. He was appointed as an independent non-executive Director of the company in May 2016.

Subject to the approval of their appointments by the Shareholders at the AGM, Mr. Xia Qinglong, Mr. Wang Weimin, Mr. Meng Jun, Mr. Guo Xinjun, Ms. Lee Kit Ying, Mr. Lee Kwan Hung and Mr. Yu Changchun will enter into a service contract with the Company respectively. The Board will be authorised by the Shareholders, and the remuneration committee of the Board will be further delegated the responsibility by the Board to determine remuneration of the executive Directors according to their qualifications, abilities, responsibilities and experience; the Board will be authorised by the Shareholders to determine remuneration of the non-executive Directors based on recommendation by the remuneration committee of the Board according to the

qualifications, abilities, responsibility and experience of each of them. As soon as their remuneration is fixed by the Board or the remuneration committee of the Board, the Company will make an announcement(s) accordingly.

In accordance with the Articles of Association, the appointments of Mr. Xia Qinglong, Mr. Wang Weimin, Mr. Meng Jun, Mr. Guo Xinjun, Ms. Lee Kit Ying, Mr. Lee Kwan Hung, and Mr. Yu Changchun will be for three years.

Save as disclosed above, none of Mr. Xia Qinglong, Mr. Wang Weimin, Mr. Meng Jun, Mr. Guo Xinjun, Ms. Lee Kit Ying, Mr. Lee Kwan Hung, and Mr. Yu Changchun held any other directorships in other listed companies or took up any post in any members of the Group in the past three years and none of them (i) are related to any Directors, Supervisors, senior management or substantial or controlling shareholders of the Company; (ii) are interested in any Shares within the meaning of Part XV of the SFO; or (iii) held any other position with the Company or other members of the Group.

Save as disclosed herein, all of Mr. Xia Qinglong, Mr. Wang Weimin, Mr. Meng Jun, Mr. Guo Xinjun, Ms. Lee Kit Ying, Mr. Lee Kwan Hung, and Mr. Yu Changchun have confirmed that there are no matters that need to be brought to the attention of the Shareholders, and there is no other information in relation to the proposed appointments of them that is required to be disclosed pursuant to Rule 13.51(2)(h) to (v) of the Listing Rules in relation to their appointments herein.

Biographical Details of the Candidates of Supervisors

Proposed Supervisor representing Shareholders

Mr. Tang Quanrong (湯全榮), born in 1965, graduated with a bachelor's degree in Economics from Hunan Finance and Economics Institute (now known as Hunan University) in July 1987 majoring in finance and accounting in industrial enterprises. He was awarded the title of senior auditor in October 2000. He worked successively as staff member, senior staff member, principle staff member, deputy director, and director of the Wuhan Resident Office of the National Audit Office of the PRC from July 1987 to December 2006, during which Mr. Tang visited and worked at the Accounting Office of the National Audit Office of the PRC in the Ministry of Foreign Affairs. He worked as the director of the first office of audit and supervision department of CNOOC from December 2006 to December 2009. He worked successively as chairman of the supervisory committee and other positions in CNOOC Ningbo Daxie Petrochemical Co., Ltd., CNOOC Zhoushan Petrochemical Co., Ltd., CNOOC Chemical Import and Export Co., Ltd., Zhonghai Trust Co., Ltd., CNOOC Finance Co., Ltd., CNOOC Investment Holding Co., Ltd. and CNOOC Insurance Ltd. from December 2009 to December 2013. He worked successively as deputy general manager and chief accountant in Shandong Haihua Group Co., Ltd and chairman of the board of Shandong Haihua Company Limited (listed on the Main Board of the Shenzhen Stock Exchange, stock code: 000822) from December 2013 to November 2016. He has been a deputy general

manager of the audit department of CNOOC since November 2016. He was appointed as a supervisor representing the Shareholders and chairman of the Supervisory Committee of the Company in October 2017.

Proposed Independent Supervisor

Mr. Li Xiaoyu (李效玉), born in 1958, graduated from Shandong University, Department of Chemistry with a bachelor's degree of science majoring in Organic Chemistry in 1981. He graduated from the Major of Polymers Materials of the Department of Polymers of Beijing Institute of Chemical Technology (now known as Beijing University of Chemical Technology, (BUCT)) with a master's degree of engineering in 1985. He graduated from the Major of Materials Science of the Department of Materials Science of BUCT with a doctoral degree (on-the-job) of engineering and title of professor in 1998. From May 1985 to June 1987, he was a teaching assistant in the Department of Applied Chemistry of BUCT; from July 1987 to June 1994, he was a lecturer in the Department of Applied Chemistry and Department of Polymers of BUCT; from July 1994 to June 1998, he was an associate professor of the Department of Polymers of BUCT; from July 1997 to June 1999, he was an deputy dean of the College of Materials Science of BUCT; since July 1998, he has been the professor and Ph. D. candidate supervisor of the College of Materials Science of BUCT; from July 1999 to January 2003, he served as the director of Science and Technology Department in BUCT. In May 2015 he was appointed as an independent Supervisor of the Company.

Subject to the approval of their appointments by the Shareholders at the AGM, Mr. Tang Quanrong and Mr. Li Xiaoyu will enter into a service contract with the Company respectively. The Board will be authorised by the Shareholders, and the remuneration committee of the Board will be further delegated the responsibility by the Board to determine their remuneration according to the qualifications, abilities, responsibilities and experience of them. As soon as their remuneration is fixed by the remuneration committee of the Board, the Company will make an announcement(s) accordingly.

In accordance with the Articles of Association, the term of office of Mr. Tang Quanrong and Mr. Li Xiaoyu will be three years.

Save as disclosed above, none of Mr. Tang Quanrong and Mr. Li Xiaoyu held any other directorships in other listed companies or took up any post in any members of the Group in the past three years and none of them (i) are related to any Directors, Supervisors, senior management or substantial or controlling shareholders of the Company; (ii) are interested in any Shares within the meaning of Part XV of the SFO; or (iii) held any other position with the Company or other members of the Group.

Save as disclosed herein, both of Mr. Tang Quanrong and Mr. Li Xiaoyu have confirmed that there are no matters that need to be brought to the attention of the Shareholders, and there is no other information in relation to the proposed appointments of them that is required to be disclosed pursuant to Rule 13.51(2)(h) to (v) of the Listing Rules in relation to their appointments herein.

PROPOSED CHANGE OF AUDITORS

China National Offshore Oil Corporation, the controlling shareholder of the Company, is a central state-owned enterprise regulated by the SASAC. Pursuant to the relevant requirements issued by SASAC and the Ministry of Finance of the PRC, if the service term of an accounting firm to continuously undertake financial final account auditing work for a central state-owned enterprise exceeds the prescribed time limit, such accounting firm needs to be changed.

Deloitte Touche Tohmatsu Certified Public Accountants and Deloitte Touche Tohmatsu Certified Public Accountants LLP have been serving as the overseas and the domestic auditors of the Company since 2013 respectively, and their service terms for providing auditing services to the Company have achieved the prescribed time limit. According to the requirements of the Ministry of Finance of the PRC and SASAC and after due consideration, as recommended by the audit committee of the Board, the Board has resolved to appoint BDO Limited and BDO China Shu Lun Pan CPAs as the Company's overseas and domestic auditors for the year 2018 respectively. Such proposed appointments are subject to the approval of the Shareholders at the AGM.

The service terms of Deloitte Touche Tohmatsu Certified Public Accountants and Deloitte Touche Tohmatsu Certified Public Accountants LLP will expire at the conclusion of the AGM of the Company. Deloitte Touche Tohmatsu Certified Public Accountants and Deloitte Touche Tohmatsu Certified Public Accountants LLP have confirmed that, there were no matters regarding the proposed change of auditors of the Company that need to be brought to the attention of the Shareholders and the audit committee of the Board.

The Board was not aware of any matter regarding the proposed change of auditors that should be brought to the attention of the Shareholders. The Board and the audit committee of the Board confirmed that there were no disagreements or unresolved matters between the Company and Deloitte Touche Tohmatsu Certified Public Accountants and Deloitte Touche Tohmatsu Certified Public Accountants LLP regarding the proposed change of auditors.

The Board would like to express its appreciation for the services of Deloitte Touche Tohmatsu Certified Public Accountants and Deloitte Touche Tohmatsu Certified Public Accountants LLP provided to the Company in the past years.

PROPOSED AMENDMENTS TO THE ARTICLES OF ASSOCIATION

In order to adapt to the needs of the Company's operation management while taking into consideration of the practical situation of the Company, the Board proposed to make certain amendments to the Articles of Association. Details of the proposed amendments are set out as below:

Existing Provisions	Amended Provisions
<p>Article 4 The legal representative of the Company is the president of the Company.</p>	<p>Article 4 The legal representative of the Company is the president chairman of the Company.</p>
<p>Article 108 The chairman shall exercise the following functions and powers: ... (3) To exercise other powers conferred by the board of directors. ...</p>	<p>Article 108 The chairman shall exercise the following functions and powers: ... (3) To sign certificates of securities issued by the Company; (34) To exercise other powers conferred by the board of directors. ...</p>
<p>Article 123 The president of the Company shall be accountable to the board of directors and shall exercise the following functions and powers: ... (8) To sign certificates of securities issued by the Company; (9) Other functions and powers conferred by the Articles and the board of directors.</p>	<p>Article 123 The president of the Company shall be accountable to the board of directors and shall exercise the following functions and powers: ... (8) To sign certificates of securities issued by the Company; (98) Other functions and powers conferred by the Articles and the board of directors.</p>

Existing Provisions	Amended Provisions
<p>Article 160</p> <p>The financial statements of the Company shall, in addition to being prepared in accordance with the PRC accounting standards and regulations, be prepared in accordance with either the international accounting standards or the accounting standards of the place of overseas listing. If there are any material differences between the respective financial statements prepared in accordance with the two accounting standards, such difference shall be stated in the notes to financial statements. The allocation of profit after tax for the relevant accounting year of the Company shall be the lower of the profit after tax as shown in the two financial statements.</p>	<p>Article 160</p> <p>The financial statements of the Company shall, in addition to being prepared in accordance with the PRC accounting standards and regulations, be prepared in accordance with the PRC accounting standards and regulations, either or the international accounting standards or the accounting standards of the place of overseas listing. If there are any material differences between the respective financial statements prepared in accordance with the two accounting standards, such difference shall be stated in the notes to financial statements. The allocation of profit after tax for the relevant accounting year of the Company shall be the lower of the profit after tax as shown in the two financial statements.</p>
<p>Article 161</p> <p>Any interim results or financial information announced or disclosed by the Company shall be prepared in accordance with the PRC accounting standards and regulations, and also in accordance with either the international accounting standards or the accounting standards of the place of overseas listing.</p>	<p>Article 161</p> <p>Any interim results or financial information announced or disclosed by the Company shall be prepared in accordance with the PRC accounting standards and regulations, and also or in accordance with the international accounting standards or the accounting standards of the place of overseas listing, <u>subject to the accounting standards adopted by the Company.</u></p>

DEFINITIONS

In this announcement, the following expressions shall have the following meanings unless the context otherwise requires:

- “AGM” the 2017 annual general meeting of the Company which is scheduled to be held at the Meeting Room, 3rd Floor, Kaikang CNOOC Mansion, No. 15, Sanqu, Anzhenxili, Chaoyang District, Beijing, the PRC on Thursday, 31 May 2018
- “Articles of Association” the articles of association of the Company, as amended from time to time

“Board”	the board of Directors
“CEO”	chief executive officer of the Company
“Chairman”	the chairman of the Board
“Company”	中海石油化學股份有限公司 (China BlueChemical Ltd.*), a company incorporated in the PRC and a subsidiary of 中國海洋石油集團有限公司 (China National Offshore Oil Corporation*), the H shares of which are listed on the Stock Exchange
“Director(s)”	director(s) of the Company
“Group”	the Company and its subsidiaries from time to time
“Hong Kong”	the Hong Kong Special Administrative Region of the PRC
“Listing Rules”	the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (as amended from time to time)
“PRC” or “China”	the People’s Republic of China, which for the purpose of this announcement excludes Hong Kong, the Macau Special Administrative Region and Taiwan
“President”	president of the Company
“SASAC”	State-owned Assets Supervision and Administration Commission
“SFO”	the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong)
“Shareholder(s) ”	shareholder(s) of the Company
“Share(s)”	share(s) of the Company
“Stock Exchange”	The Stock Exchange of Hong Kong Limited
“Supervisor(s) ”	supervisor(s) of the Company
“Supervisory Committee”	the supervisory committee of the Company

“Supervisor
Representing the
Employees”

the Supervisor representing the employees of the Company

By order of the Board
China BlueChemical Ltd.*
WU Xiaoxia
Company Secretary

Hong Kong, the PRC
28 March 2018

As at the date of this announcement, the executive Director is Mr. Xia Qinglong, the non-executive Directors are Mr. Meng Jun and Mr. Guo Xinjun and the independent non-executive Directors are Ms. Lee Kit Ying, Mr. Lee Kwan Hung and Mr. Yu Changchun.

* *For identification purpose only.*