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## **FAR EASTERN POLYCHEM INDUSTRIES LIMITED**

**(遠東化聚工業股份有限公司)\***

*(Incorporated in Bermuda with limited liability)*

### **Result of the Extraordinary General Meeting**

At the extraordinary general meeting of the Company held on 11th June, 2003, the Company's entering into of the Framework Agreement and the Company's investment in Oriental Petrochemical (Shanghai) Corporation pursuant thereto were duly approved.

Reference is made to the announcement of the Company dated 7th May, 2003 and the circular of the Company dated 26th May, 2003 with respect to a connected and potential discloseable transaction of the Company. Capitalised expressions used in this document have the same meanings given to those expressions in the announcement dated 7th May, 2003.

The transaction in question is a joint venture with certain connected persons to develop a green-field PTA plant in the People's Republic of China on the terms outlined in the Framework Agreement. Equity investment in the project of approximately US\$50.7 million by the parties to the Framework Agreement, including an approximate US\$11 million equity investment by the Company, was conditional on the approval in general meeting of the independent shareholders of the Company. At the extraordinary general meeting of the Company held on 11th June, 2003, the Company's entering into of the Framework Agreement and the Company's investment in Oriental Petrochemical (Shanghai) Corporation pursuant thereto were duly approved.

As all conditions precedent to the equity investment of approximately US\$50.7 million by the parties to the Framework Agreement have been fulfilled, the parties have completed the injection of funds accordingly, with the Company

owning a 21.7% interest in PET Far Eastern (Holding) Limited, a single purpose investment holding company which, in turn, holds a 50% interest in Oriental Petrochemical (Shanghai) Corporation, being the company in the People's Republic of China that is to develop the PTA plant.

By order of the Board  
**Far Eastern Polychem Industries Limited**  
**Liu Shun Fai**  
Company Secretary

Hong Kong, 12th June, 2003

*\* for identification purposes only*

*This announcement, for which the Directors collectively and individually accept full responsibility, include particulars given in compliance with the GEM Listing Rules for the purpose of giving information with regard to the Company. The Directors, having made all reasonable enquiries, confirm that, to the best of their knowledge and belief: (i) information contained in this announcement is accurate and complete in all material respects and not misleading; (ii) there are no other matters the omission of which would make any statement in this announcement misleading; and (iii) all opinions expressed in this announcement have been arrived at after due and careful consideration and are founded on bases and assumptions that are fair and reasonable.*

*This announcement will remain on the GEM website on the "Latest Company Announcements" page for at least 7 days from the day of its posting and on the website of the Company at <http://www.fepi.com.hk/index1.htm>.*