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長春達興藥業股份有限公司

CHANGCHUN DA XING PHARMACEUTICAL COMPANY LIMITED*

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

(Stock code: 8067)

ANNOUNCEMENT

We have noted today's increase in the volume of the shares of Changchun Da Xing Pharmaceutical Company Limited (the "Company"). Upon enquires by the board of directors (the "Board") of the Company, Mr. Dong Guo Jhi, a nominee for non-executive director as mentioned in the announcement of the Company dated 3 May 2005 informed the Board that he has disposed 10,540,000 shares ("Disposed Share") of the H Share of the Company in the market at the morning section at HK\$0.275 per share to an independent third party today. The Disposed Share represents approximately 6.5% of the H Share of the Company or approximately 1.9% of the total domestic shares and H Shares of the Company.

Save as disclosed above, the Board is not aware of any reasons for the increase in volume of shares of the Company.

We also confirm that there are no negotiations or agreements relating to intended acquisitions or realisations which are discloseable under Chapter 19 to 20 of the GEM Listing Rules, neither is the board of directors (the "Board") aware of any matter discloseable under the general obligation imposed by rule 17.10 of the GEM Listing Rules, which is or may be of a price-sensitive nature.

Made by the order of the Board, the directors of which collectively and individually accept responsibility for the accuracy of this announcement.

By order of the Board
Changchun Da Xing Pharmaceutical Company Limited
Feng Zhen Wen
Chairman

Jilin Province, the PRC
5 May 2005

* *For identification only*

As at the date of this announcement the Board comprises five executive directors, being Feng Zhen Wen, Yu Cheng Kun, Li Xiu Jie, Guo Bin and Lu Yin Hua; a non-executive director, Lu De Yi; and three independent non-executive directors, being Yang Shi Jie, Sun Xiao Bo and Zhang Zhong Sheng.

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