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遠鼎投資股份有限公司
Yuang Ding Investment Corporation
(incorporated in Taiwan with limited liability)

遠東化聚工業股份有限公司*
Far Eastern Polychem Industries Limited
(incorporated in Bermuda with limited liability)
(Stock Code: 8012)

**JOINT ANNOUNCEMENT
PROPOSED PRIVATISATION OF
FAR EASTERN POLYCHEM INDUSTRIES LIMITED
BY WAY OF A SCHEME OF ARRANGEMENT
(UNDER SECTION 99 OF THE COMPANIES ACT)
AT THE CANCELLATION PRICE OF HK\$2.20 PER SCHEME SHARE
AND
SHARE REPURCHASE UNDER SHARE REPURCHASE CODE
SANCTION OF THE SCHEME BY THE COURT**

Financial Adviser to Far Eastern Polychem Industries Limited

BNP PARIBAS PEREGRINE

Independent financial adviser to Far Eastern Polychem Industries Limited



The Scheme as approved at the Court Meeting was sanctioned without modification by the Court on 14th November, 2005.

References are made to the joint announcements of YDIC and FEPI dated 30th August, 2005, 5th October, 2005, the document (the “Scheme Document”) dated 6th October, 2005 sent by FEPI to the Shareholders in relation to the Proposal, and the joint announcement dated 31st October, 2005 made by YDIC and FEPI. Terms defined in the Scheme Document have the same meanings when used in this announcement.

SANCTION OF THE SCHEME BY THE COURT

The directors of FEPI wish to announce that the Scheme as approved at the Court Meeting was sanctioned without modification by the Court on Monday, 14th November, 2005.

CURRENT STATUS OF THE CONDITIONS OF THE PROPOSAL

Shareholders and/or potential investors in FEPI should be aware that the implementation of the Proposal is still subject to part of condition (c) (the delivery to the Registrar of Companies in Bermuda of a copy of the order of the Court for registration) as set out on p. 40 of the Scheme Document being fulfilled. A copy of the order of the Court is expected to be delivered to the Registrar of Companies in Bermuda for registration on 18th November, 2005 (Bermuda time), thereby fulfilling the remaining part of condition (c). The Scheme as approved at the Court Meeting is expected to become effective on the Effective Date, which is expected to be on Friday, 18th November, 2005. The Scheme will lapse if it does not become effective on or before 31st March, 2006 (or such later date as YDIC and FEPI may agree or as the Court may allow) and the Shareholders will be notified accordingly by further announcement.

The directors of FEPI intend that the listing of the Shares on GEM will be withdrawn if the Scheme is implemented and be maintained in the event that the Scheme lapses.

Shareholders and/or potential investors in FEPI are advised to exercise extreme caution when dealing in the Shares.

APPLICATION FOR CESSATION IN DEALINGS AND WITHDRAWAL OF LISTING

An application for cessation in dealings in and withdrawal of the listing of the Shares has been made to the Stock Exchange. Subject to the approval of the Stock Exchange, the listing of the Shares on GEM will be withdrawn with effect from 9:30 a.m. on Monday, 21st November, 2005.

EXPECTED TIMETABLE

Shareholders should note that the expected timetable for the Proposal is as follows:

Last day for dealings in the Shares 4:00 p.m. on Tuesday, 15th November

Latest time for lodging transfers of the Shares to
qualify for entitlements under the Scheme 4:00 p.m. on Thursday, 17th November

Record Date 4:00 p.m. on Friday, 18th November

Effective Date after 4:00 p.m. on Friday, 18th November

Withdrawal of the listing of the Shares on GEM
becomes effective 9:30 a.m. on Monday, 21st November

Announcement on the Effective Date and withdrawal of
listing of the Shares on the GEM websiteMonday, 21st November

Cheques for cash entitlements under the Scheme
to be despatched on or beforeWednesday, 23rd November

Shareholders should note that the above timetable is subject to change. Further announcement(s) will be made in the event that there is any change.

Note:

All references in this announcement to times and dates are references to Hong Kong times and dates, other than references to dates for the Court hearing of the petition to sanction the Scheme, which are references to the relevant dates in Bermuda. Bermuda time is 12 hours behind Hong Kong time.

By Order of the board of
Yuang Ding Investment Corporation
Jar-Yi Shih, Shaw-Y Wang
Director

By Order of the board of
Far Eastern Polychem Industries Limited
Champion Lee, Chin-Sen Tu
Director

Hong Kong, 15th November, 2005

As at the date of this announcement, the board of directors of FEPI comprises: (1) executive directors: Shu-Tong HSU, Jar-Yi SHIH, Champion LEE, Lih-Teh CHANG, and Chin-Sen TU; (2) non-executive director: Shaw-Y WANG; and (3) independent non-executive directors: Tak-Lung TSIM, Ying-Ho WONG and Shih-Hung CHAN.

This announcement, for which the directors of FEPI collectively and individually accept full responsibility, includes particulars given in compliance with the rules governing the listing of securities on GEM for the purpose of giving information with regard to FEPI. The Directors, having made all reasonable enquiries, confirm that, to the best of their knowledge and belief: (1) the information contained in this announcement is accurate and complete in all material respects and not misleading; (2) there are no other matters that the omission of which would make any statement in this announcement misleading; and (3) 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.

The directors of YDIC jointly and severally accept full responsibility for the accuracy of the information contained in this announcement (other than that relating to FEPI and its subsidiaries) and confirm, having made all reasonable enquiries, that to the best of their knowledge, opinions expressed in this announcement have been arrived at after due and careful consideration and there are no other facts not contained in this announcement, the omission of which would make any statement in this announcement misleading.

This announcement will remain on the GEM website located at www.hkgem.com on the "Latest Company Announcement" page for at least 7 days from the day of its posting and on the website of FEPI at www.fepi.com.hk.

** for identification purpose only*