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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
EFFECTIVE DATE AND WITHDRAWAL OF LISTING OF THE
SHARES**

**Financial adviser to Far Eastern Polychem Industries Limited
BNP PARIBAS PEREGRINE**

A copy of the order of the Court, issued under Section 99 of the Companies Act after the Scheme was sanctioned without modification by the Court on Monday, 14th November, 2005 (Bermuda time), was delivered to the Registrar of Companies in Bermuda for registration on Friday, 18th November, 2005 (Bermuda time). Accordingly, the Scheme became effective after 4:00 p.m. on Friday, 18th November, 2005 (Hong Kong time).

The listing of the Shares on GEM will be withdrawn with effect from 9:30 a.m. on Monday, 21st November, 2005. Cheques for cash entitlements under the Scheme will be sent on or before Wednesday, 23rd November, 2005.

INTRODUCTION

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, the joint announcement dated 31st October, 2005 and 15th November, 2005 made by YDIC and FEPI. Terms defined in the Scheme Document have the same meanings when used in this announcement.

EFFECTIVE DATE OF THE SCHEME

The directors of YDIC and the directors of FEPI jointly announce that a copy of the order of the Court, made under Section 99 of the Companies Act after the Scheme was sanctioned without modification by the Court on Monday, 14th November, 2005 (Bermuda time), was delivered to the Registrar of Companies in Bermuda for registration on Friday, 18th November, 2005 (Bermuda time). Accordingly, the Scheme became effective after 4:00 p.m. on Friday, 18th November, 2005 (Hong Kong time).

WITHDRAWAL OF LISTING

The listing of the Shares on GEM will be withdrawn with effect from 9:30 a.m. on Monday, 21st November, 2005.

DESPATCH OF CHEQUES FOR CASH ENTITLEMENTS UNDER THE SCHEME

Cheques for cash entitlements under the Scheme will be sent on or before Wednesday, 23rd November, 2005 to the Scheme Shareholders whose names appear on the Register at 4:00 p.m. on Friday, 18th November, 2005.

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, 18th 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*