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HSBC 
THE HSBC CHINA FUND LIMITED

(Incorporated as an exempted company in the Cayman Islands with limited liability)

(Hong Kong Stock Code : 504)

ANNOUNCEMENT

Reference is made to the announcement dated 11 March 2004 in which the Directors proposed that an extraordinary general meeting be held on or before 30 June 2004 for the purpose of seeking Shareholders' approval to withdraw the listings of the Shares on the Hong Kong Stock Exchange and the London Stock Exchange and to have the Company wound up. Terms used in this announcement shall have the same meaning given to them in the 11 March 2004 announcement.

The Directors are exploring possible courses of action to be adopted by the Company including, but not limited to, the prospects of recapitalising the Company by third party investors (and in which case, the Directors will not seek Shareholders' approval to withdraw the listings of the Shares on the Hong Kong Stock Exchange and the London Stock Exchange and to have the Company wound up, and, depending on the terms of any such recapitalisation, it may be treated as a new listing by the Hong Kong Stock Exchange) and also considering different views which the Shareholders have expressed to the Company recently. Accordingly, the Directors propose that the extraordinary general meeting be postponed and be held on or before 30 September 2004.

A circular and notice of meeting will be dispatched to Shareholders for the purpose of convening the extraordinary general meeting in due course.

CHANGE OF DIRECTOR

Further to the Company's announcement dated 17 June 2004 in respect of the resignation of Mr. Donald Liao as a Director of the Company, the Company announces that Mr. Donald Liao resigned for personal reasons and Mr. Donald Liao has confirmed that there is no matter that needs to be brought to the attention of the Shareholders.

The board of directors of the Company as at the date of this announcement comprises of Mr. Vincent Warner, being an executive director, Dr. K. S. Lo, Sir Alan Donald and Mr. Nigel Tulloch, being independent non-executive directors and Mr. Jack Mayer, being a non-executive director.

By Order of the Board
The HSBC China Fund Limited
Dr K S Lo
Director

30 June 2004

Please also refer to the published version of this announcement in The Standard.