



OCEAN GRAND CHEMICALS HOLDINGS LIMITED

海域化工集團有限公司*

(Incorporated in Bermuda with limited liability)
(Stock Code: 2882)

INFORMATION ON RE-DESIGNATION OF A DIRECTOR

Reference was made to the announcement of Ocean Grand Chemicals Holdings Limited (the "Company") dated 8 September 2004 that with effect from 8 September 2004:

- (1) The Honorable Cheung Yu-yan, Tommy, *JP*, and Mr Wan Ngar Yin, David were appointed as Independent Non-Executive Directors of the Company; and
- (2) Mr Yeh V-nee re-designated to a Non-Executive Director of the Company.

Pursuant to rule 13.51(2) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "Stock Exchange"), this announcement provides information of Mr Yeh V-nee.

Reference was made to the announcement of the Company dated 8 September 2004 that with effect from 8 September 2004:

- (1) The Honorable Cheung Yu-yan, Tommy, *JP*, was appointed as an Independent Non-Executive Director and a member of the Audit Committee of the Company;
- (2) Mr Wan Ngar Yin, David was appointed as an Independent Non-Executive Director and the Chairman of the Audit Committee of the Company; and
- (3) Mr Yeh V-nee re-designated from an Independent Non-Executive Director to a Non-Executive Director of the Company. Accordingly, he ceased to act as the Chairman of the Audit Committee of the Company, but will continue to act as a member of the Audit Committee of the Company.

Pursuant to rule 13.51(2) of the Rules Governing the Listing of Securities on the Stock Exchange, this announcement provides information of Mr Yeh V-nee.

Information of Mr Yeh V-nee

Mr Yeh V-nee, aged 45, B.A., J.D., American Attorney-at-law, is a Non-executive Director and a member of the Audit Committee of the Company. Mr Yeh graduated from the school of law at Columbia University in the United States and was admitted as an attorney and counsellor at law of the State Bar of California in 1985. He was a co-founder of Value Partners Limited ("VPL") and chairman of Argyle Street Management Limited. Mr Yeh is also a member of the listing committee of the Stock Exchange, a member of Takeovers & Mergers Panel and the Takeovers Appeals Committee of the Securities and Futures Commission, and a member of the Listing Committee of the China Securities Regulatory Commission through 2003. He is also the chairman of Hsin Chong Construction Group Limited and a non-executive director of a number of listed companies in Hong Kong.

The Company is owned as to approximately 74.78% by Ocean Grand Holdings Limited ("OGHL"). So far as is known or can be ascertained after reasonable enquiry by the board of Directors (the "Board"), OGHL is currently in turn owned as to approximately 9.91% by collective investment schemes and discretionary accounts managed by VPL. Mr Yeh is a shareholder and non-executive director of VPL, holding less than 30% of the issued shares in VPL's capital. However, Mr Yeh is not entitled to exercise or control the exercise of one-third or more of the voting power at general meetings of VPL. VPL and/or its directors are not accustomed or obliged to act in accordance with the directions or instructions of Mr Yeh.

As at the date of this announcement, Mr Yeh is not connected with any Directors, senior management, substantial shareholders or controlling shareholders of the Company. He has no interests in shares of the Company within the meaning of Part XV of the Securities and Futures Ordinance. He entered into a service contract with the Company for a period of two years commencing from 8 September 2004. His emoluments is HK\$180,000 per annum which was agreed upon mutual agreement with reference to the experience, responsibilities, workload, the time to be devoted to the Company by Mr Yeh, and the range of prevailing directors' fee for non-executive director of listed companies in Hong Kong.

The Board of the Company is not aware that there are any other matters that need to be brought to the attention of holders of securities of the Company other than the information contained in the announcement dated 8 September 2004 and this announcement.

On behalf of the Board
Ocean Grand Chemicals Holdings Limited
Hui Ho Ming, Herbert *JP*
Deputy Chairman

Hong Kong, 9 September 2004

As at the date of this announcement, the Board comprises Mr Yip Kim Po (Chairman), Mr Hui Ho Ming, Herbert, *JP* (Deputy Chairman), Mr Lau Ping, and Mr Lin Jian Ping as Executive Directors; The Honorable Cheung Yu-yan, Tommy, *JP*, Dr Lo Wing Yan, William, *JP*, and Mr Wan Ngar Yan, David as Independent Non-Executive Directors; and Mr Yeh V-nee as Non-Executive Director.

* *for identification purposes only*

Please also refer to the published version of this announcement in The Standard dated 10 September 2004.