



SANYUAN GROUP LIMITED
三元集團有限公司

(Incorporated in Hong Kong with limited liability)

(Stock Code: 140)

CHANGE OF DIRECTOR AND AUTHORISED REPRESENTATIVE

The Board of Directors (the “Board”) of Sanyuan Group Limited (the “Company”) announces that Mr. Chan Peng Kuan (“Mr. Chan”) has submitted his resignation as Director of the Company for personal reason on 4th October, 2004. The last day of his service with the Company will be 4th December, 2004. Mr. Chan confirms that he has no disagreement with the Board and there are nothing that needs to be brought to the attention of the shareholders of the Company.

The Board also announces the resignation of Mr. Chan and the appointment of Mr. Zhao Tie Liu as the authorised representative of the Company, effective 28th October, 2004.

The Board would like to take this opportunity to thank Mr. Chan for his past service to the Company and wish him the best.

At the date of this announcement, the Board comprises four Executive Directors, namely Mr. Wu Kwai Yung, Mr. Zhao Tie Liu, Dr. Wan Kwong Kee and Mr. Chan Peng Kuan, and three independent Non-executive Directors, namely Mr. Zhou Haijun, Mr. Ng Wai Hung and Mr. Xu Zhi.

By order of the Board
Sanyuan Group Limited
Wu Kwai Yung
Chairman

Hong Kong, 29th October, 2004

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