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中国石油化工股份有限公司

CHINA PETROLEUM & CHEMICAL CORPORATION

(a joint stock limited company incorporated in the People's Republic of China with limited liability)

(Stock Code: 0386)

Announcement

The Sinopec Directors refer to the announcement dated 12 November 2005 to the effect that Sinopec Corp's wholly owned subsidiary, Ningbo Yonglian, entered into the Merger agreement with ZRCC, and the ZRCC Directors agreed to put forward to the ZRCC Shareholders the Proposal, which involves the cancellation of all the ZRCC H Shares in consideration of the Cancellation Price.

This announcement is made to confirm that Sinopec Corp. and Ningbo Yonglian do not intend to increase the Cancellation Price, and accordingly shareholders of ZRCC should note that the Cancellation Price is final.

The Sinopec Directors refer to the announcement dated 12 November 2005 to the effect that Sinopec Corp's wholly owned subsidiary, Ningbo Yonglian, entered into the Merger agreement with ZRCC, and the ZRCC Directors agreed to put forward to the ZRCC Shareholders the Proposal, which involves the cancellation of all the ZRCC H Shares in consideration of the Cancellation Price. Terms used in this announcement shall have the same meaning as contained in the joint announcement issued by Sinopec Corp. and ZRCC on 12 November 2005, unless otherwise defined.

This announcement is made to confirm that Sinopec Corp. and Ningbo Yonglian do not intend to increase the Cancellation Price, and accordingly shareholders of ZRCC should note that the Cancellation Price is final.

By Order of the Board
China Petroleum & Chemical Corporation
Chen Ge
Secretary to the Board of Directors

Beijing, PRC, 14 November 2005

The Sinopec Directors jointly and severally accept full responsibility for the accuracy of the information contained in this announcement 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.

As at the date hereof, the Sinopec Board comprises: Messrs. Chen Tonghai, Wang Jiming, Mou Shuling, Zhang Jiaren, Cao Xianghong, Liu Genyuan, Gao Jian and Fan Yifei, as executive directors; Messrs. Chen Qingtai, Ho Tsu Kwok Charles, Shi Wanpeng and Zhang Youcai, as independent non-executive directors; and Mr. Cao Yaofeng, as the employee representative director.

Please also refer to the published version of this announcement in South China Morning Post.