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CHINESE PEOPLE GAS HOLDINGS COMPANY LIMITED

中民燃氣控股有限公司*

(Incorporated in Bermuda with limited liability)

(Stock Code: 681)

APPOINTMENT OF EXECUTIVE DIRECTORS AND DEPUTY CHAIRMEN

The board of directors (the “Board”) of Chinese People Gas Holdings Company Limited (“the Company”) is pleased to announce that Mr. Zhu Peifeng (“Mr. Zhu”), Mr. Zhang Hesheng (“Mr. Zhang”) and Mr. Ong Chi King (“Mr. Ong”) have been appointed as executive directors of the Company (the “Directors”) with effect from 21 March 2005 immediately following the despatch of a composite offer document in relation to securities of the Company on the same day. Each of Mr. Zhu and Mr. Zhang has also been appointed as a Deputy Chairman of the Company on the same day.

Mr. Zhu, aged 47, has been appointed as a Deputy Chairman of the Board and an executive Director. Mr. Zhu holds a Bachelor degree from Shanghai Maritime Transportation University, and a Master degree from Tongji University in Shanghai. Prior to joining the Company, he had worked as General Manager of the Shenzhen branch of Guotai Securities Company Limited, General Manager of the international business headquarter of Guotai Junan Securities Company Limited, General Manager of the institutional customer services headquarter of Guotai Junan Securities Company Limited, Executive Director of Guotai Junan Financial Holdings Company Limited, Director of Guotai Junan Securities (Hong Kong) Company Limited, Director of Guotai Junan Assets Management (Asia) Limited, and Chairman of the Board of Harvest China Equities Investment Company Limited. Mr. Zhu joined the financial securities industry in 1992 and has worked over 10 years for Bank of Communications, Guotai Securities Company Limited, and Guotai Junan Securities Company Limited. He has extensive practical experience in the capital markets of Mainland China and Hong Kong.

Mr. Zhang, aged 50, has been appointed as a Deputy Chairman of the Board and an executive Director. Mr. Zhang holds a MBA degree from the Latrobe University in Australia. He joined the financial securities industry in China in late 1980s, and had engaged in the middle and top management in the areas of securities and financial investment, securities brokerages, investment banking and finance, financial research and analysis for various companies such as Wanguo Holdings Limited, Guotai Securities Company Limited and Guotai Junan Securities Company Limited. He was the Deputy General Manager of the Shanghai branch of Guotai Junan Securities Company Limited prior to joining the Company. Mr. Zhang has extensive experience in the financial industry and substantial working experience in the financial capital market.

Mr. Ong, aged 31, has been appointed as an executive Director, joined the Company in August 2000. Currently, Mr. Ong is the financial controller, qualified accountant and company secretary of the Company. He is also the financial controller and company secretary of Deson Development International Holdings Limited, the previous holding company of the Company. He is responsible for the company secretarial and listing compliance functions of the Group. He holds a Master degree of Corporate Finance from the Hong Kong Polytechnic University and a Bachelor degree in Business Administration from the Hong Kong University of Science and Technology. He is a fellow of the Association of Chartered Certified Accountants and a Certified Public Accountant of the Hong Kong Institute of Certified Public Accountants. He has over 9 years’ experience in accounting, auditing and finance.

Save as disclosed above, Mr. Zhu, Mr. Zhang and Mr. Ong do not have any relationship with any Directors, senior management, substantial or controlling shareholders (as defined in the Rules Governing the Listing of Securities on the Stock Exchange) of the Company or any interest in the shares of the Company within the meaning of Part XV of the Securities and Futures Ordinance.

There is no service contract between the Company and Mr. Zhu, Mr. Zhang and Mr. Ong, respectively. Pursuant to the Byelaws of the Company, Mr. Zhu, Mr. Zhang and Mr. Ong will hold office and will be subject to rotation requirements as other Directors. Mr. Zhu, Mr. Zhang and Mr. Ong will be entitled to an annual salary of HK\$650,000, HK\$650,000 and HK\$715,000, respectively and each of them will be entitled to the contribution of mandatory provident funds of HK\$12,000 per annum. At the discretion of the Board, Mr. Zhu, Mr. Zhang and Mr. Ong will also be entitled to annual discretionary bonus and share options under employee share option scheme of the Company with reference to their scope of duties and responsibilities with the Company and the Company's performance and profitability.

Save as disclosed above, there are no other matters need to be brought to the attention to the shareholders of the Company.

The Board would like to express its warm welcome to Mr. Zhu, Mr. Zhang and Mr. Ong on their appointments to the Company.

By Order of the Board
Chinese People Gas Holdings Company Limited
Mo Shikang
Managing and Executive Director

Hong Kong, 21 March 2005

As at the date of this announcement, the executive Directors of the Company are Mr. Wang Ke Duan, Mr. Tjia Boen Sien, Mr. Wang Jing Ning, Mr. Keung Kwok Cheung, Mr. Kong Kwok Fai, Mr. Mo Shikang, Mr. Zhu Peijeng, Mr. Zhang Hesheng and Mr. Ong Chi King; and the independent non-executive directors of the Company are Mr. Siu Man Po, Ms. Wong Sin Yee and Mr. Wong Shing Kay, Oliver.

* *For identification only*

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