



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)

ANNOUNCEMENT CHANGE OF DIRECTOR AND QUALIFIED ACCOUNTANT

The Board is pleased to announce that Mr. Yan Wing Cheung has been appointed as an executive director, financial controller and qualified accountant of the Company with effect from 15 July 2005.

The Board also wishes to announce that, Mr. Ong Chi King has resigned as an executive director, financial controller and qualified accountant of the Company with effect from 15 July 2005.

Appointment of Mr. Yan Wing Cheung

The board of directors (the “**Board**”) of Chinese People Gas Holdings Company Limited (the “**Company**”) is pleased to announce that Mr. Yan Wing Cheung (“**Mr. Yan**”) has been appointed as an executive director, financial controller and qualified accountant of the Company with effect from 15 July 2005. He is responsible for the overall supervision on the accounting and financial reporting procedures and internal controls and compliance of the Company and its subsidiaries. Mr. Yan, aged 40, is a qualified accountant and a fellow member of the Association of Chartered Certified Accountants and the Hong Kong Institute of Certified Public Accountants and associate member of the Chartered Institute of Management Accountants whom has over 16 years’ experience with regard to accounting-related, auditing and financial reporting issues.

No service contract has been entered into between the Company and Mr. Yan, and no specific term of service has been agreed. Mr. Yan will hold office until the next annual general meeting of the Company and will be eligible for re-election at the meeting and thereafter, he will be subject to retirement and re-election pursuant to the bye-laws of the Company. Mr. Yan is entitled to an annual salary of HK\$715,000 and an annual discretionary bonus and is also entitled to participate in the Company’s share options scheme.

Mr. Yan does not, as at the date of this announcement, has any relationship with any directors, senior management, or substantial or controlling shareholders (as defined in the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited) of the Company or any interest in the shares of the Company within the meaning of Part XV of the Securities and Futures Ordinance (Cap. 571 of the Laws of Hong Kong) and there are no other matters in relation to the appointment of Mr. Yan that the Board considers necessary to be brought to the attention of the shareholders of the Company.

The Board would like to extend its warmest welcome to Mr. Yan on his appointment as a director of the Company.

Resignation of Mr. Ong Chi King

The Board also wishes to announce that Mr. Ong Chi King (“**Mr. Ong**”) has resigned as an executive director, financial controller and qualified accountant of the Company with effect from 15 July 2005, due to his personal reasons. Save as the above, Mr. Ong will continue to act as the Company Secretary of the Company and is responsible for the regulatory and listing compliance of the Company.

Mr. Ong has confirmed that he has no disagreement with the Board and there are no matters relating to his resignation that need to be brought to the attention of the shareholders of the Company.

The Board would like to take this opportunity to express its gratitude to Mr. Ong for his contributions to the Company during his term of services.

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

Hong Kong, 15 July 2005

At the date of this announcement, the board of directors of the Company comprises seven executive directors, namely, Mr. Xu Ruixin, Mr. Liu Jing, Mr. Mo Shikang, Mr. Zhu Peifeng, Mr. Zhang Hesheng, Mr. Jin Song and Mr. Yan Wing Cheung, and three independent non-executive directors, namely, Mr. Liu Junmin, Mr. Tan Qinglian and Mr. Wong Shing Kay, Oliver.

** For identification only*

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