



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)

ISSUE OF US\$20,000,000 2 PER CENT. CONVERTIBLE BONDS DUE 2008

MONTHLY ANNOUNCEMENT

As one of the conditions of the listing approval granted by the Stock Exchange, the Company is required to make this announcement in respect of the number of Shares to be issued and allotted upon the conversion of the Bonds and the exercise of the Conversion Rights.

Reference is made to the Company's circular dated 12 October 2005 (the "Circular"). As one of the conditions of the listing approval granted by the Stock Exchange, the Company is required to make this announcement in respect of, amongst other things, the number of Shares to be issued and allotted upon the conversion of the Bonds and the exercise of the Conversion Rights on or before the 5th business day following the end of each calendar month. Unless the context herein otherwise requires, terms used in this announcement shall have the same meanings as in the Circular.

The Directors would like to report that no conversion of the Bonds was made by the holder of Bonds nor Shares were issued upon any such conversion and/or cancelled pursuant to other transactions during the month of December 2005.

The total issued share capital of the Company as at 1 December 2005 and 31 December 2005 was:

	Issued Share Capital (HK\$)	Number of Shares
As at 1 December 2005	183,030,000	2,614,715,736
As at 31 December 2005	183,030,000	2,614,715,736

This announcement is only released through the web-site of The Stock Exchange of Hong Kong Limited, and will not be published in any newspapers.

As at the date of this announcement, the Board 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.

On behalf of the board of
Chinese People Gas Holdings Company Limited
Mo Shikang
Managing and Executive Director

Hong Kong, 4 January, 2006

* for identification purpose only