



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)

CHANGE IN DIRECTORSHIP

APPOINTMENT OF EXECUTIVE DIRECTOR AND INDEPENDENT NON-EXECUTIVE DIRECTOR

The Board of Directors (the "Board") of Chinese People Gas Holdings Company Limited (the "Company") announces that Mr. Wang Zheng and Mr. Sin Ka Man have been appointed as executive director and independent non-executive director of the Company both with effect from 23 December 2006.

Mr. Wang Zheng, aged 51, was graduated from Department of Automation, Tsinghua University. He had participated in the establishment of various enterprises and has extensive experience in business operation and management, trading, financing and related markets. He was the deputy chief executive officer of Beijing Zhong Zheng Hai Financial Consultancy Company Limited* (北京中政海投資顧問有限公司) and chief executive officer of Beijing Xin You Shi Tong Financial Consultancy Company Limited* (北京信郵世通投資顧問有限公司). Mr. Wang had established jointly with foreign leading banks UBS Warburg and financial institutions and venture capital funds ("Rui Zhong Venture Capital Investment Seminar"), and acted as the PRC consultant of various foreign investment institutions.

Mr. Wang had also joined Dreamer d3y Group* (夢想家d3y集團) with experience in network industry, and established China Business Joint Networking Development (Beijing) Company Limited* (中商聯合網絡發展(北京)有限公司), drawing into venture capital funds and joined with China General Chamber of Commerce* (中國商業聯合會) in establishing CNBCC* (中國商業聯合網). Mr. Wang has been the executive director, chief executive officer of U.K. Fantasy Entertainment Group Company* (英國夢幻娛樂集團公司), as well as the executive director and chief executive officer of U.K. Fantasy Entertainment Company in Shanghai, Guangzhou, Chengdu and Wuhan * (英國夢幻樂園上海、廣州、成都、武漢公司), in which he was responsible for investment and management of British companies in PRC, focusing on large-scale chained theme park entertaining industry.

Save as disclosed above, Mr. Wang has not previously held and is not holding any other position with the Company and any of its subsidiaries (the "Group"). He does not have other relationships with any directors, senior management, or other substantial or controlling shareholder(s) of the Company for the purpose of the Listing Rules. Mr. Wang did not have any interest in Shares of the Company within the meaning of Part XV of the SFO. There is no service contract entered into between the Company and Mr. Wang. He is not appointed for a specific term and is subject to retirement by rotation and re-election in accordance with the provision of the bye-laws of the Company. Mr. Wang will receive a director's emolument of HK\$70,000 per month, which is determined with reference to his duties and responsibilities with the Company, the Company's business performance, profitability and market conditions and to be authorized by the Shareholders at the annual general meeting.

Mr. Sin Ka Man, aged 39, has over 15 years of professional experience in auditing, accounting and financial management for both private and listed corporations. Mr. Sin is an associate member of The Hong Kong Institute of Certified Public Accountants, a fellow member of The Association of Chartered Certified Accountants and a certified practising accountant of the CPA Australia. Mr. Sin is currently an Assistant General Manager who is responsible for the accounting and financial management of China Velocity Group Limited, a company listed on the Main Board of the The Stock Exchange of Hong Kong Limited. Mr. Sin holds a bachelor degree in Social Sciences from the University of Hong Kong, a master degree in Finance from the University of Strathclyde, the United Kingdom and a master degree in accounting from Curtin University of Technology, Australia.

Save as disclosed above, Mr. Sin has not previously held and is not holding any other position with the Company and any of its subsidiaries. Mr. Sin is an independent non-executive director of Sino Haijing Holdings Limited and was an independent non-executive director of Shine Software (Holdings) Limited, both companies listed on Growth Enterprise Market. He does not have other relationships with any directors, senior management, or other substantial or controlling shareholder(s) of the Company for the purpose of the Listing Rules. Mr. Sin did not have any interest in Shares of the Company within the meaning of Part XV of the SFO. There is no service contract entered into between the Company and Mr. Sin. Mr. Sin is not appointed for a specific term and is subject to retirement by rotation and re-election in accordance with the provision of the bye-laws of the Company. Mr. Sin will receive a director's emolument of HK\$10,000 per month, which is determined with reference to his duties and responsibilities with the Company, the Company's business performance, profitability and market conditions and to be authorized by the Shareholders at the AGM.

RESIGNATION OF EXECUTIVE DIRECTOR AND INDEPENDENT NON-EXECUTIVE DIRECTOR

The Board announces that Mr. Yan Wing Cheung ("Mr. Yan") and Mr. Chan Chuk Cheung, Ivan, ("Mr. Chan") have tender their resignations as an executive director and an independent non-executive director of the Company with effect from 23 December 2006.

Mr. Yan and Mr. Chan have confirmed that they have no disagreement with the Board and there are no other matters in respect of their resignations that need to be brought to the attention of the shareholders of the Company.

The Board takes this opportunity to express its gratitude to Mr. Yan and Mr. Chan for their valuable contribution to the Company during their tenures of office.

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

Hong Kong, 27 December 2006

* for identification purpose only

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. Wang Zheng, and three independent non-executive directors, namely, Mr. Liu Junmin, Mr. Tan Qinglian and Mr. Sin Ka Man.

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