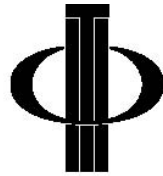


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**CITIC PACIFIC**

**CITIC Pacific Limited**

**中信泰富有限公司**

*(Incorporated in Hong Kong with limited liability)*

**(Stock Code: 267)**

## **ANNOUNCEMENT**

Reference is made to various press articles in relation to the proposed spin-off of Dah Chong Hong Holdings Limited.

The board of directors (the “**Board**”) of CITIC Pacific Limited (the “**Company**”) announces that it is currently considering a proposal (“**Proposal**”) to spin-off the Company’s interest in Dah Chong Hong Holdings Limited (currently a wholly owned subsidiary of the Company) by way of a separate listing on the main board of The Stock Exchange of the Hong Kong Limited (“**Stock Exchange**”).

The relevant proposal required under Practice Note 15 of the Listing Rules and the relevant Form A1 have not yet been lodged. No definite decision has been made on the timing of the Proposal and the Proposal may or may not materialise.

**Shareholders of the Company should be aware that there is no assurance whether and when the Proposal will materialise and should therefore exercise caution when dealing in securities of the Company.**

Reference is made to various press articles in relation to the proposed spin-off of Dah Chong Hong Holdings Limited.

The Board announces that it is currently considering a Proposal to spin-off the Company’s interests in Dah Chong Hong Holdings Limited (currently a wholly owned subsidiary of the Company) by way of a separate listing on the main board of the Stock Exchange.

The relevant proposal required under Practice Note 15 of the Listing Rules and the relevant Form A1 have not yet been lodged. No definite decision has been made on the timing of the Proposal and the Proposal may or may not materialise.

The Company will ensure compliance with the Listing Rules from time to time, and will make further announcement and seek shareholders approval as and when necessary.

**Shareholders of the Company should be aware that there is no assurance whether and when the Proposal will materialise and should therefore exercise caution when dealing in securities of the Company.**

By Order of the Board  
**CITIC Pacific Limited**  
**Stella Chan Chui Sheung**  
*Company Secretary*

Hong Kong, 10 July 2007

*As at the date of this announcement, the executive directors of the Company are Messrs Larry Yung Chi Kin (Chairman), Henry Fan Hung Ling, Peter Lee Chung Hing, Carl Yung Ming Jie, Leslie Chang Li Hsien, Vernon Francis Moore, Li Shilin, Liu Jifu, Chau Chi Yin, Milton Law Ming To and Wang Ande; the non-executive directors of the Company are Messrs Willie Chang, André Desmarais, Chang Zhenming and Peter Kruyt (alternate director to Mr. André Desmarais); and the independent non-executive directors of the Company are Messrs Hamilton Ho Hau Hay, Alexander Reid Hamilton, Hansen Loh Chung Hon and Norman Ho Hau Chong.*