

Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.



CHINA SANJIANG FINE CHEMICALS COMPANY LIMITED
中國三江精細化工有限公司
(incorporated in the Cayman Islands with limited liability)
(stock code: 2198)

**CHANGE OF INDEPENDENT NON-EXECUTIVE DIRECTOR, MEMBER OF
AUDIT COMMITTEE AND MEMBER OF REMUNERATION COMMITTEE
AND
APPOINTMENT OF CHAIRMAN OF REMUNERATION COMMITTEE**

Mr. LI Zhihong will resign as an independent non-executive Director effective from 15 May 2011. Upon his resignation, Mr. LI will also cease to be a member of the audit committee and a member and the chairman of the remuneration committee. Mr. MUI Ho Cheung, Gary will be appointed as an independent non-executive Director and a member of the audit committee and a member of the remuneration committee effective from 15 May 2011. Mr. WANG Wanxu, an independent non-executive Director and a member of the audit committee and a member of the remuneration committee, is appointed as the chairman of the remuneration committee effective from 15 May 2011.

The board (“**Board**”) of directors (the “**Directors**”) of China Sanjiang Fine Chemicals Company Limited (the “**Company**”) wishes to announce that Mr. LI Zhihong (“Mr. LI”) will resign as an independent non-executive Director effective from 15 May 2011 due to the increasing demand of his time and focus for his other commitments. Upon his resignation, Mr. LI will also cease to be a member of the audit committee and a member and the chairman of the remuneration committee. Mr. LI confirmed that he had no disagreement with the Board and that there was no matter relating to his resignation that would need to be brought to the attention of The Stock Exchange of Hong Kong Limited (the “**Stock Exchange**”) and the shareholders of the Company.

Mr. WANG Wanxu (“Mr. WANG”), an independent non-executive Director and a member of the audit committee and a member of the remuneration committee, is appointed as the chairman of the remuneration committee effective from 15 May 2011.

Mr. WANG, aged 51, has been an independent non-executive Director since 24 August 2010. He is a member of the audit committee and remuneration committee of the Company. Mr. WANG graduated with a bachelor's degree in science from Shanxi University (山西大學) in 1982 and completed a master's degree in business administration from Xi'an Jiaotong University (西安交通大學) in 2004. Mr. WANG has extensive experience as an engineer and about 28 years of experience in the chemical industry. Mr. WANG is currently the dean of the China Research Institute of Daily Chemical Industry (中國日用化學工業研究院), a surfactant and detergent industry specialised research institute which he joined in August 1982 and where he has worked for about 28 years. Apart from his directorship with the Company, Mr. WANG did not hold any directorship in any public listed company in the last three years.

The appointment of Mr. WANG is for a term of two years and subject to retirement by rotation in accordance with the articles of association of the Company. Mr. WANG is entitled to an annual emolument of HK\$120,000 which has been determined by the Board with reference to his duties and experience. Save as disclosed above, Mr. WANG does not have any interests in the shares of the Company within the meaning of Part XV of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong) (the "SFO") and he does not have any relationship with the directors, senior management, management shareholders, substantial shareholders or controlling shareholders of the Company.

Save as disclosed herein, there are no other matters in relation to the appointment of Mr. WANG as chairman of the remuneration committee of the Company that need to be brought to the attention of the holders of securities of the Company and there is no information required to be disclosed in relation to Rule 13.51(2) of the Rules Governing the Listing of Securities on the Stock Exchange ("Listing Rules").

The Board also announced the appointment of Mr. MUI Ho Cheung, Gary ("Mr. MUI") as an independent non-executive Director and a member of the audit committee and the remuneration committee effective from 15 May 2011.

Mr. MUI, aged 36, is an executive director and the Head of IPO and Capital Markets of Quam Capital Limited ("Quam Capital") and also the registered staff on behalf of Quam Capital for Type 6 regulated activity of the SFO. Mr. MUI joined Quam Capital in early 2009. Mr. MUI has over 15 years of experience in the fields of accounting and investment banking. Mr. MUI holds a bachelor's degree in accounting and finance from the University of New South Wales and is a member of CPA Australia.

Mr. MUI did not hold any directorship in any public listed company in the last three years.

The appointment of Mr. MUI is for a term of two years and subject to retirement by rotation in accordance with the articles of association of the Company. Mr. MUI is entitled to an annual emolument of HK\$240,000 which has been determined by the Board with reference to his duties and experience. Save as disclosed above, Mr. MUI does not have any interests in the shares of the Company within the meaning of Part XV of the SFO and he does not have any relationship with the directors, senior management, management shareholders, substantial shareholders or controlling shareholders of the Company.

Save as disclosed herein, there are no other matters in relation to the appointment of Mr. MUI that need to be brought to the attention of the holders of securities of the Company and there is no information required to be disclosed in relation to Rule 13.51(2) of the Listing Rules.

The Board would like to take this opportunity to express its gratitude to Mr. LI for his contribution to the Company during his terms of services and to welcome Mr. MUI for joining the Board.

By order of the Board
China Sanjiang Fine Chemicals Company Limited
GUAN Jianzhong
Chairman and Executive Director

People's Republic of China, 15 May 2011

As at the date of this announcement (taking into account the changes set out herein), the Board comprises four executive Directors: Mr. GUAN Jianzhong, Ms. HAN Jianhong, Mr. NIU Yingshan, Mr. HAN Jianping and three independent non-executive Directors: Mr. WANG Wanxu, Mr. SHEN Kaijun and Mr. MUI Ho Cheung, Gary.