



## News Release

### **PYI WELCOMES PETROCHINA'S COMMITMENT TO YANGKOU PORT**

*Entrusted to build and transfer a portion of man-made island for a proposed LNG facility*

27 December 2006, Hong Kong - PYI Corporation Limited (0498.HK), the bulk cargo port and infrastructure group, announced today that PYI has been entrusted by PetroChina Company Limited (0857.HK) to manage, build and transfer a portion of a man-made island for a proposed LNG facility at the Yangkou Port.

Yangkou Port has been included in the National 11<sup>th</sup> 5-Year Plan as the only site in Jiangsu Province for the development of a LNG receiving station.

Tom Lau, Deputy Chairman and Managing Director of PYI, said, "We welcome PetroChina's commitment to Yangkou Port with its LNG facility, which is invaluable to the overall development of Yangkou Port."

#### **PYI Corporation Limited (0498.HK)**

Based in Hong Kong, PYI focuses on infrastructural investments in and operation of bulk cargo port facilities along the Yangtze River region in China. PYI also provides comprehensive engineering and construction services through its 65% owned Paul Y. Engineering Group Limited (0577.HK).

#### **PetroChina Company Limited (0857.HK)**

PetroChina was established in 1999 as part of the restructuring of China National Petroleum Corporation (CNPC). In the restructuring, CNPC injected into PetroChina most of the assets and liabilities of CNPC relating to its exploration and production, refining and marketing, chemicals and natural gas businesses. Being one of the largest companies in China in terms of sales, PetroChina is engaged in a broad range of activities related to petroleum and natural gas, including exploration, development and production of crude oil and natural gas; refining, transportation, storage and marketing of import and export, of crude oil and petroleum products; production and sale of chemical products; as well as transmission, marketing and sale of natural gas.

#### **Yangkou Port (75% owned by PYI)**

Yangkou Port is a natural deep-sea harbour on Jiangsu's eastern coast. The project comprises mainly a harbour-front industrial and logistics park of 42 square kilometers, a 13-kilometer Yellow Sea Crossing and a 1-square kilometer man-made island of 9 berths with expansion possibilities. PYI builds, owns and operates Yangkou Port, the construction of which has been under way for more than 2 years. Phase 1 completion is targeted for mid-2008. Strategically located at the mouth of the Yangtze River, Yangkou Port is ideally situated to become one of China's largest trans-shipment hubs, catering for rapidly growing dry and liquid bulk cargo volumes in strategic commodities such as oil & gas, coal, chemicals, minerals, agriculture, fertilizer, pulp and paper.