



News Release

PYI Disposes 15% Interest in Yangkou Port

Crystallizing the Value of the Yangtze Strategy and the Yangkou Port Development

(30 November 2009, Hong Kong) – Bulk cargo port and infrastructure group **PYI Corporation Limited** (“PYI”) (0498.HK) announced today that it has entered into an agreement for the disposal of an aggregate of 15% interest in Yangkou Port. The total consideration amounted at RMB300 million (HK\$341 million).

PYI owned 75% of Yangkou Port before the disposals. Yangkou Port will remain a 60% subsidiary of PYI after completion of the following disposals:

Purchaser	Interest Acquired	Consideration
Nantong SOA	10%	RMB200 million (HK\$227 million)
Ritai	5%	RMB100 million (HK\$114 million)

Mr. Tom Lau, Managing Director of PYI, said, “Since 2003, Yangkou Port has overcome various risks in its initial development stage, including scientific research, design, construction, financing, policy and commercial risks. It has also successfully completed major infrastructures for port development including man-made island, Yellow Sea Crossing, 10,000 ton class cargo berth and 10 sq km of coastal industrial zone, and has achieved soft opening of its navigation channel. Commitment by PetroChina to develop LNG import facility at Yangkou Port was also secured.”

Dr. Joseph Chow, Chairman of PYI, said, “In June 2009, the State Council of the PRC has approved the *Jiangsu Coastal Region Development Plan*, which raised the strategy on development of Jiangsu Coastal Region into national level, that further enhanced the significance of the Yangkou Port development. In response to the strategy, Jiangsu Provincial Government has issued the *Circular Addressing Issues in Supporting Faster Development Pace of Yangkou Port* and Nantong Municipal Government has also committed to accelerate the development of Yangkou Port as the spearhead of new growth for the city. In view of the current development, the Board believes it is suitable timing to broaden the shareholder base and enhance the shareholders background of Yangkou Port in order to support its future development needs. We welcome Nantong SOA and Ritai on board. Their participation will take the development of Yangkou Port to new height.”

Mr. Lau added, “The disposal is a good opportunity for PYI to crystallize the value of our investment in Yangkou Port while maintaining our controlling interest in it. Since the disposals are at net carrying value, they have no material effect on profit or loss before tax. We will continue to generate attractive returns from Yangkou Port for the PYI Shareholders.”

For more details, please click [here](#) to download the announcement issued by PYI Corporation Limited on 30 November 2009.

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Notes to editors:

PYI Corporation Limited (0498.HK)

Based in Hong Kong, PYI Corporation Limited focuses on infrastructure investment in and the operation of bulk cargo port and logistics facilities in the Yangtze River region of China. It also engages in land and property development in association with port facilities. In addition, PYI provides comprehensive engineering and property-related services through Paul Y. Engineering Group Limited (0577.HK). For more information about PYI, please visit www.pyicorp.com.

Yangkou Port (60% owned)

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 30 sq km, the 13 km Yellow Sea Crossing and a 1.4 sq km man-made island connected to 37 berths in the deep draft port district. Strategically located near the mouth of the Yangtze River, Yangkou Port is ideally situated to become one of China's largest trans-shipment hubs for dry and liquid bulk cargoes. The Little Yangkou development, with an area of 11.5 sq km, will position as a resort district. PYI builds, owns and operates Yangkou Port. The port has declared soft open in October 2008. For more information, please visit www.yangkouport.com/english/.