



News Release

PYI Calls SGM to Approve the Disposal of 50.1% interest in Yangkou Port

(25 February 2011, Hong Kong) – Bulk cargo port and infrastructure group **PYI Corporation Limited** (“PYI”) (0498.HK) despatched today a circular containing information on the disposal of 50.1% interest in Yangkou Port and a notice to convene a special general meeting (SGM) to approve it.

On 31 January 2011, PYI entered into a conditional agreement with Rudong County Ritai Infrastructure Development and Investment Co., Ltd., for the disposal of 50.1% interest in Yangkou Port at a consideration of RMB1,507 million (HK\$1,773 million), which will be payable in cash by instalments. Upon completion, PYI’s equity interest in Yangkou Port will decrease from 60% to 9.9%. The sale proceeds will be used to reduce corporate debt, to finance working capital and investments in other areas of operations as well as to finance a possible return of capital to or share repurchase from the PYI shareholders.

Mr. Tom Lau, Managing Director of PYI, said, “This disposal will enable PYI to realize an estimated total gain of HK\$193 million, which comprises a disposal gain of some HK\$22 million and currency exchange gain of some HK\$171 million.”

Dr. Joseph Chow, Chairman of PYI, concluded, “The Board considers the disposal is fair, reasonable and in the interest of the PYI shareholders; and therefore, recommends them to vote in favour of the resolution at the SGM.”

Shareholders are encouraged to attend the SGM at 11:00am on 14 March 2011.

For full detail of the circular and the notice of SGM, please click [here](#).

For the form of proxy for use at the SGM, please click [here](#).

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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 29 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 Xiao 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 opening in October 2008. For more information, please visit www.yangkouport.com.