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COSCO Pacific Limited

(Incorporated in Bermuda with limited liability)

(Stock code: 1199)

DISCLOSURE PURSUANT TO RULE 13.16 OF THE LISTING RULES

This announcement is made in compliance with the disclosure requirements under Rule 13.16 of the Listing Rules.

As at 10 September 2004, the loans advanced by the Group to its affiliated companies amounted to approximately US\$42.5 million which represents approximately 2.3% of the Total Asset Value and approximately 1.3% of the Market Capitalisation.

As at 10 September 2004, the committed capital injection (in the form of outstanding commitments to provide shareholders' loans and/or outstanding commitment to contribute registered capital) given by the Group to its affiliated companies amounted to approximately US\$165.59 million which represents approximately 8.9% of the Total Asset Value and approximately 5.0% of the Market Capitalisation.

Details of such loans and commitments are disclosed in this announcement pursuant to Rule 13.16 of the Listing Rules.

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Breakdown and details of the loans advanced, financial assistance and committed capital injection given by the Group as at 10 September 2004 are set out in the following table pursuant to Rule 13.16 of the Listing Rules:

Name of affiliated company	Attributable interest held by the Group	Outstanding committed registered capital (US\$ million) (Note 1)	Outstanding committed shareholders' loans (US\$ million) (Note 1)	Loans advanced (US\$ million)	Interest rate	Repayment terms and maturity date
1. Qingdao Qianwan Container Terminal Co., Ltd.	20%	11.98	94.94	33.10	(Note 5)	(Note 5)
2. COSCO-PSA Terminal Private Limited	49%	12.97 (Note 2)	30.26 (Note 2)	9.40 (Note 2)	(Notes 6 & 7)	(Notes 6 & 7)
3. Yangzhou Yuanyang International Ports Co. Ltd.	60%	6.75	—	—	—	—
4. Dalian Port Container Terminal Co., Ltd.	20%	1.93 (Note 3)	—	—	—	—
5. Dalian Automobile Terminal Co., Ltd.	30%	2.89 (Note 3)	—	—	—	—
6. Zhenjiang Jinyuan Container Terminals Co., Ltd.	25%	1.59 (Note 3)	2.28 (Note 3)	—	(Note 5)	(Note 5)
		Total:	38.11	127.48		
		38.11	127.48	42.50		

Notes:

- The committed capital injection and committed shareholders' loans will be funded by internal resources and/or bank borrowings of the Group.
- The figures are translated from Singapore dollars to US\$ by reference to the exchange rate of SGD1.00 = US\$0.58820
- The figures are translated from Renminbi to US\$ by reference to the exchange rate of RMB1.00 = US\$0.12044
- No guarantee has been given by the Group for facilities granted to affiliated companies.
- Committed shareholders' loans and loans advanced to affiliated companies are interest-free, unsecured and have no fixed repayment terms.
- Advance to COSCO-PSA Terminal Private Limited as at 10 September 2004 is unsecured and bears interest at 1.6% per annum above the applicable swap offer rate as determined by the Association of Banks in Singapore. The loan is wholly repayable on or before October 2013.
- The committed shareholders' loan to COSCO-PSA Terminal Private Limited is scheduled to be paid on 1 January 2008 and the terms of shareholders' loan has not yet been considered by all shareholders of the affiliated company.

Pursuant to Rule 13.16 of the Listing Rules, a general disclosure obligation will arise where any of the percentage ratios of the financial assistance to affiliated companies of an issuer, and guarantees given for facilities granted to affiliated companies of an issuer together in aggregate exceeds 8%. Accordingly, disclosure of details of the loan advanced and the financial assistance provided is made in this announcement in compliance with the said rule.

The Company will comply with the relevant disclosure requirements according to Rule 13.22 of the Listing Rules for so long as circumstances giving rise to such disclosure obligation continue to exist.

“Company”	COSCO Pacific Limited, a company incorporated in Bermuda with limited liability and the shares of which are listed on the Stock Exchange
“Group”	the Company and its subsidiaries
“Listing Rules”	the Rules Governing the Listing of Securities on the Stock Exchange
“Market Capitalisation”	The market capitalisation of the Company as at 10 September 2004 amounting to US\$3,334,371,000 based on the total number of shares in issue on 10 September 2004 and the average closing price of HK\$12.06 per share for the five trading days immediately preceding 13 September 2004
“Stock Exchange”	The Stock Exchange of Hong Kong Limited
“Total Asset Value”	the audited consolidated total assets of the Group as at 31 December 2003 being US\$1,850,684,000.

As at the date of this announcement, the board of directors of the Company comprises 20 executive directors, namely, Capt. WEI Jiafu (Chairman), Mr. LIU Guoyuan (Vice Chairman), Mr. ZHANG Fusheng, Mr. WANG Futian, Mr. GAO Weijie, Mr. CHEN Hongsheng, Mr. LI Jianhong, Mr. MA Zehua, Mr. MA Guichuan, Mr. LI Yunpeng, Ms. SUN Yueying, Mr. ZHOU Liancheng, Mr. SUN Jiakang (Managing Director), Mr. XU Lirong, Mr. HE Jiale, Mr. LIANG Yanfeng, Mr. WONG Tin Yau, Kelvin, Mr. MENG Qinghui, Mr. LU Chenggang and Mr. QIN Fuyan; four independent non-executive directors, namely, Dr. LI Kwok Po, David, Mr. LIU Lit Man, Mr. Alexander Reid HAMILTON and Mr. LEE Yip Wah, Peter and one non-executive director, namely, Mr. KWONG Che Keung, Gordon.

By Order of the Board
COSCO Pacific Limited
SUN Jiakang
Managing Director

Hong Kong, 15 September 2004

*Please also refer to the published version of this announcement in the (**The Standard**)*