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COSCO Pacific Limited

(Incorporated in Bermuda with limited liability)

(Stock Code : 1199)

DISCLOSEABLE TRANSACTION DISPOSAL OF MARINE CONTAINERS

The Board wishes to announce that Florens Maritime and Florens Macao entered into the Purchase Agreements with SLI Dritte on 20 November 2007. Pursuant to such agreements, Florens Maritime has agreed to sell certain marine containers to SLI Dritte, and Florens Macao has agreed to manage the same containers and the related customer leases pursuant to the November CMSA.

The purchase price payable under Purchase Agreement I is approximately US\$68.7 million and shall be paid by SLI Dritte on 20 November 2007. The purchase price payable under Purchase Agreement II is approximately US\$126.0 million and shall be paid by SLI Dritte on 14 December 2007.

On 20 November 2007, SLI Dritte, Florens Macao and FCHL (as the guarantor of the payment and performance by Florens Macao of all of its obligations under such agreement) and certain affiliated companies of Florens Macao entered into the November CMSA, pursuant to which Florens Macao has agreed to (a) manage and administer the November and December Sale Assets; and (b) act as agent in managing and disposing of containers for SLI Dritte and handling all rentals and other payments in respect of such containers which belong to SLI Dritte, based on a fees-for-services arrangement.

Florens Macao is an indirect wholly-owned subsidiary of the Company primarily engaged in the business of managing and administering marine container leases.

The terms and conditions of the Purchase Agreements have been negotiated on an arm's length basis. The Board considers that the Purchase Agreements are on normal commercial terms, fair and reasonable, and in the interests of the Company and the Shareholders as a whole.

To the best of the Directors' knowledge, information and belief, having made all reasonable enquiries, SLI Dritte and its ultimate beneficial owners are third parties independent of the Company and any connected persons of the Company. As certain applicable percentage ratio (as defined in the Listing Rules) in respect of the transactions under the Purchase Agreements, when aggregated with the June Disposal pursuant to Rule 14.22 of the Listing Rules, is more than 5% but less than 25%, the aggregated transaction constitutes a discloseable transaction of the Company under the Listing Rules. Such transaction is subject to the notification and publication (both announcement and circular) requirements set out in Rule 14.33 of the Listing Rules. A circular in relation to the transaction will be dispatched to the Shareholders as soon as practicable.

A. THE PURCHASE AGREEMENTS

I. November and December Disposal

1. Date

20 November 2007

2. Parties

(a) Seller: Florens Maritime

(b) Purchaser: SLI Dritte

(c) Manager: Florens Macao

To the best of the Directors' knowledge, information and belief, having made all reasonable enquiries, SLI Dritte and its ultimate beneficial owners are third parties independent of the Company and any connected persons of the Company.

3. **Transaction Nature**

Florens Maritime, Florens Macao and SLI Dritte entered into the Purchase Agreements on 20 November 2007. Pursuant to the Purchase Agreements, Florens Maritime has agreed to sell certain marine containers to SLI Dritte and Florens Macao has agreed to manage such containers and related customer leases pursuant to the November CMSA.

4. **November and December Sale Assets**

The November and December Sale Assets comprise marine containers with an aggregate capacity of approximately 104,663 TEUs, representing approximately 8.37% of the marine containers operated by the Group as at 31 December 2006 and used for its container leasing business.

Prior to the completion of the Purchase Agreements, the November and December Sale Assets have been owned by Florens Maritime, which is principally engaged in the business of container leasing.

The net book value (cost less accumulated depreciation) of the containers comprising the November and December Sale Assets as at 30 June 2007 was approximately US\$177.0 million.

The unaudited net profits (before and after taxation) attributable to the November and December Sale Assets for the two years ended 31 December 2006 (as extracted from the management accounts of Florens Maritime) were as follows:

	For the year ended 31 December 2005 Approximately	For the year ended 31 December 2006 Approximately
Net profit before and after taxation	US\$ Nil	US\$172,000

5. Consideration and Payment Terms

- (a) The purchase price payable under Purchase Agreement I is approximately US\$68.7 million and shall be paid by SLI Dritte on 20 November 2007 in the following manner:
- (i) approximately US\$67.9 million shall be paid to Florens Maritime; and
 - (ii) approximately US\$0.8 million shall be paid to Florens Macao as a deal management fee (in addition to the other fees payable to Florens Macao pursuant to the November CMSA) in consideration of Florens Macao's provision of management services in relation to the transactions contemplated under Purchase Agreement I and the November CMSA.

Such consideration has been determined after arm's length negotiations between Florens Maritime, Florens Macao and SLI Dritte with reference to the estimated net book value of the November Sale Assets as at 31 October 2007 plus a premium of approximately 10.7%.

- (b) The purchase price payable under Purchase Agreement II is approximately US\$126.0 million and shall be paid by SLI Dritte on 14 December 2007 in the following manner:
- (i) approximately US\$124.5 million shall be paid to Florens Maritime; and
 - (ii) approximately US\$1.5 million shall be paid to Florens Macao as a deal management fee (in addition to the other fees payable to Florens Macao pursuant to the November CMSA) in consideration of Florens Macao's provision of management services in relation to the transactions contemplated under Purchase Agreement II and the November CMSA.

Such consideration has been determined after arm's length negotiations between Florens Maritime, Florens Macao and SLI Dritte with reference to the estimated net book value of the December Sale Assets as at 31 December 2007 plus a premium of approximately 14.3%.

Payments under the Purchase Agreements shall be made by wire transfer of immediately available US dollar funds to an account specified by Florens Maritime and Florens Macao, respectively.

6. Delivery

The delivery dates for all containers covered by the Purchase Agreements will be the dates when Florens Maritime receives the above consideration.

II. June Disposal

1. Date

29 June 2007

2. Parties

(a) Seller: Florens Delaware

(b) Purchaser: SLI Zweite

(c) Manager: Florens USA

To the best of the Directors' knowledge, information and belief, having made all reasonable enquiries, SLI Zweite and its ultimate beneficial owners are third parties independent of the Company and any connected persons of the Company.

3. Transaction Nature

Florens Delaware, Florens USA and SLI Zweite entered into the June Purchase Agreement on 29 June 2007, pursuant to which Florens Delaware has agreed to sell certain marine containers to SLI Zweite, and Florens USA has agreed to manage such containers under June CMSA.

4. June Sale Assets

The June Sale Assets comprise marine containers with an aggregate capacity of 31,352 TEUs, representing approximately 2.51% of the marine containers operated by the Group as at 31 December 2006 and used for its container leasing business.

Prior to the completion of the June Purchase Agreement, the June Sale Assets have been owned by Florens Delaware, an indirect wholly-owned subsidiary of the Company, which is principally engaged in the business of container leasing.

The net book value (cost less accumulated depreciation) of the containers comprising the June Sale Assets as at 30 June 2007 was approximately US\$40.5 million.

The unaudited net profits (before and after taxation) attributable to the June Sale Assets for the two years ended 31 December 2006 (as extracted from the management accounts of Florens Delaware) were as follows:

	Before taxation	After taxation
Net profit for the year ended 31 December 2005	US\$ Nil	US\$ Nil
Net profit for the year ended 31 December 2006	Approximately US\$799,000	Approximately US\$510,000

5. Consideration and Payment Terms

The total purchase price under June Purchase Agreement was approximately US\$46.5 million and was paid by SLI Zweite to Florens Delaware on 29 June 2007.

Such purchase price was determined after arm's length negotiations between Florens Delaware and SLI Zweite with reference to the net book value of the June Sale Assets as at 30 June 2007 plus a premium of approximately 14.9%.

6. Delivery

The delivery date was 29 June 2007.

B. CONTAINER MANAGEMENT SERVICES AGREEMENTS

I. The November CMSA

On 20 November 2007, SLI Dritte, Florens Macao and FCHL (as the guarantor of the payment and performance by Florens Macao of all of its obligations under such agreement) and certain affiliated companies of Florens Macao entered into the November CMSA, pursuant to which Florens Macao has agreed to act as agent for and on behalf of SLI Dritte, to manage

and administer the November and December Sale Assets, to use commercially reasonable efforts to arrange the leasing and re-leasing of the same as the case may be and enter into the Lease for such containers, and administer such Lease. Florens Macao has also agreed to act as agent in managing and disposing of containers for SLI Dritte and handling all rentals and other payments in respect of such containers which belong to SLI Dritte.

The November CMSA took effect as of 20 November 2007 and, subject to the termination provisions thereof, shall remain in effect with respect to each container until the earlier of (a) a Casualty Loss event, (b) the sale or other disposition of containers due to a Container Disposal or Container Sale, (c) the date a container is sold as described and permitted, or (d) the date such container becomes a Terminated Container.

The transaction under the November CMSA is of a revenue nature in the ordinary and usual course of business of Florens Macao, which is an indirect wholly-owned subsidiary of the Company primarily engaged in the business of the provision of container management service.

II. The June CMSA

On 29 June 2007, SLI Zweite and Florens USA entered into the June CMSA pursuant to which the Florens USA has agreed to act as agent for and on behalf of SLI Zweite, to manage and administer the June Sale Assets, to use commercially reasonable efforts to arrange the leasing and re-leasing of the same as the case may be and enter into Lease for such containers, and administer such Lease. Florens USA has also agreed to act as agent in managing and disposing of containers for SLI Zweite and handling all rentals and other payments in respect of such containers which belong to SLI Zweite.

June CMSA took effect on 29 June 2007 and, subject to the termination provisions thereof, shall remain in effect with respect to each container until the earlier of (a) a Casualty Loss event, (b) the sale or other disposition of such container due to a Container Disposal or Container Sale, (c) the date a container is sold as described and permitted, or (d) the date such container becomes a Terminated Container.

The transaction under the June CMSA is of a revenue nature in the ordinary and usual course of business of Florens USA, which is an indirect wholly-owned subsidiary of the Company primarily engaged in the business of the provision of container management service.

C. REASONS FOR AND BENEFITS OF THE DISPOSAL

Most of the marine containers comprising the November and December Sale Assets and June Sale Assets are subject to long term leases. After the Disposal, the Manager will still retain a managerial role in respect of the containers under the November CMSA and the June CMSA. The Disposal will further strengthen the Group's management of container leasing business.

The Company considers that the Disposal will help the Group to improve the business model and capital structure of its container leasing business, to increase its sources of income and to lower the operational risks. At the same time, it will enable the Group to maintain a good and steady business relationship with its customers in the process of managing the related containers, and to provide more comprehensive and sound container leasing services to its customers.

The Manager and certain of its affiliated companies will remain principally engaged in the business of acquiring and leasing containers and managing container lease portfolios, including the November and December Sale Assets to be sold to the SLI Dritte pursuant to the Purchase Agreements, and the Manager and/or its affiliated companies expect to acquire additional containers and lease them to customers in the future consistent with its current practices.

By reference to the estimated net book value of the containers comprising the November and December Sale Assets as at 20 November 2007 and 14 December 2007, respectively, the Group is expected to realize an estimated gain of approximately US\$21.5 million (after taking into account taxes and direct expenses) from the November and December Disposal which is expected to be accounted for in the consolidated financial statements of the Company for the year ending 31 December 2007.

The Directors are of the view that the terms of the Purchase Agreements and the June Purchase Agreement are fair and reasonable and in the interests of the Group and the Shareholders as a whole.

D. USE OF PROCEEDS

The aggregate amount of proceeds received by Florens Delaware under the June Purchase Agreement is US\$46.5 million, and the aggregate amount of proceeds receivable by Florens Maritime and Florens Macao under the Purchase Agreements shall be approximately US\$194.7 million. The aggregate amount of proceeds received and receivable under the June Purchase Agreement and the Purchase Agreements is therefore US\$241.2 million. Such amounts will be used as working capital and for taking up investment opportunities of the Group as and when they arise.

E. DISCLOSEABLE TRANSACTION

To the best of the Directors' knowledge, information and belief, having made all reasonable enquiries, SLI Dritte, SLI Zweite and their respective ultimate beneficial owners are third parties independent of the Company and any connected persons of the Company.

As certain applicable percentage ratio (as defined in the Listing Rules) in respect of the transaction under the Purchase Agreements, when aggregated with the June Disposal pursuant to Rule 14.22 of the Listing Rules, is more than 5% but less than 25%, it constitutes a discloseable transaction of the Company under the Listing Rules. Such transaction is subject to the notification and publication (both announcement and circular) requirements set out in Rule 14.33 of the Listing Rules. A circular in relation to the transaction will be dispatched to the Shareholders as soon as practicable.

F. GENERAL

The Group is principally engaged in the businesses of managing and operating container terminals, container leasing, container management, the logistics, container manufacturing and related businesses and other investments.

Florens Maritime is an indirect wholly-owned subsidiary of the Company that is engaged principally in the business of container leasing.

Florens Macao is an indirect wholly-owned subsidiary of the Company mainly engaged in the business of the provision of container management service.

Florens Delaware is an indirect wholly-owned subsidiary of the Company that is primarily engaged in the business of container management and container leasing.

Florens USA is an indirect wholly-owned subsidiary of the Company that is principally engaged in the business of the provision of container management services.

SLI Dritte is a special purpose entity established for the purpose of (i) acquiring the November and December Sale Assets; and (ii) arranging the leasing out of the November and December Sale Assets. SLI Dritte is part of the Schroeder Group based in Hamburg, Germany.

SLI Zweite is a special purpose entity established for the purpose of (i) acquiring the June Sale Assets; and (ii) arranging the leasing out of the June Sale Assets. SLI Zweite is part of the Schroeder Group based in Hamburg, Germany.

G. DEFINITIONS

In this announcement, the following expressions shall have the respective meanings set opposite thereto:

“Affiliate”	when used with reference to a specified Person (i) any Person that directly or indirectly through one or more intermediaries controls or is controlled by or is under common control with the specified Person; (ii) any Person that is an executive officer or director of, partner in, or serves in a similar capacity to, the specified Person or of which the specified Person is an executive officer, director, or partner or with respect to which the specified Person serves in a similar capacity; or (iii) any Person owning or controlling more than 50% of the outstanding voting securities of such other entity. For the purposes of this definition, “control”, when used with respect to any specified Person, means the power to direct the management and policies of such Person, directly or indirectly, whether through the ownership of voting securities, by contract or otherwise; and the terms “controlling” and “controlled” have meanings correlative to the foregoing
“Board”	the board of directors of the Company

“Casualty Loss “	any of the following events: (a) loss, theft or destruction of a container, or (b) if such container is subject to a Lease, a depot contract, a transportation contract (including, but not limited to a bill of lading or a contract of affreightment), or otherwise in the possession or under the control of a party responsible for such container, such container shall have been deemed to have been damaged beyond repair or declared lost by the Lessee, depot, transporter, or other bailee under the terms of the applicable bailment contract
“Company”	COSCO Pacific Limited, a company incorporated in Bermuda with limited liability whose shares are listed on the main board of the Stock Exchange
“Container Disposal”	the normal sale of any container at the end of its useful economic life in its primary market as an intermodal cargo container offered for lease to end-users thereof as generally accepted within the container leasing industry. As at 20 November 2007, in the case of the November and December Disposal, such normal remaining useful life is expected to be between ten and thirteen (10-13) years. As at 29 June 2007, in the case of the June Disposal, such normal remaining useful life was expected to be between ten and thirteen (10-13) years
“Container Sale”	a completed transaction by which any container is sold, whether to a third party or to the Manager, with the prior written consent of the Owner, excluding the sale of any containers by the Owner to a third party at any time as part of a transaction in which the Owner assigns the November CMSA or the June CMSA (as the case may be), to such third party with the Manager’s consent and the Manager continues to manage such containers for the purchaser/assignee under the term of the November CMSA or the June CMSA (as the case may be)

“December Sale Assets”	the marine containers owned and operated by Florens Maritime which are transferred under Purchase Agreement II to SLI Dritte, together with the rights of lessor under the relevant customer leases relating to such containers (to the extent relating to such containers)
“Disposal”	the June Disposal and November and December Disposal collectively
“Director(s)”	the director(s) of the Company
“FCHL”	Florens Container Holdings Limited, a company established under the laws of the British Virgin Islands and a direct wholly-owned subsidiary of the Company
“Florens Delaware”	Florens Container Inc., a corporation incorporated in Delaware, the United States of America and an indirect wholly-owned subsidiary of the Company
“Florens Macao”	Florens Management Services (Macao Commercial Offshore) Limited, a company incorporated in the Macau Special Administrative Region of the PRC and an indirect wholly-owned subsidiary of the Company
“Florens Maritime”	Florens Maritime Limited, a company incorporated in Bermuda with limited liability and an indirect wholly-owned subsidiary of the Company
“Florens USA”	Florens Container Services (USA), Ltd., a corporation incorporated in Delaware, the United States of America and an indirect wholly-owned subsidiary of the Company
“Group”	the Company and its subsidiaries
“Hong Kong”	the Hong Kong Special Administrative Region of the PRC

“June CMSA”	the container management services agreement entered into between SLI Zweite and Florens USA on 29 June 2007 for the provision by the Florens USA of administrative services in respect of the June Sale Assets
“June Disposal”	the sale of the June Sale Assets by Florens Delaware to SLI Zweite pursuant to the June Purchase Agreement
“June Purchase Agreement”	the purchase agreement No. 1 entered into by the Florens Delaware, Florens USA and SLI Zweite on 29 June 2007 for the sale and purchase of certain containers
“June Sale Assets”	the marine containers owned and operated by Florens Delaware which are transferred under the June Purchase Agreement to SLI Zweite, together with the rights of lessor under the relevant customer leases relating to such containers (to the extent relating to such containers)
“Lease”	a lease for one or more containers between Florens Macao, Florens USA or Florens Delaware or other affiliate of Florens Macao from time to time (in any such case, on behalf of Owner), as Lessor, and the user of such container(s), as Lessee, which is administered by Manager as agent of Owner. A Lease may cover one or more containers owned by Owner together with containers owned, leased and/or managed by Florens Macao and its affiliates (including Florens Delaware and its direct subsidiaries)
“Lessee”	the party contractually entitled to use and possession of one or more containers under a Lease
“Lessor”	Florens Macao, Florens USA or Florens Delaware, as lessor under a Lease

“Listing Rules”	The Rules Governing the Listing of Securities on the Stock Exchange
“Manager”	Florens Macao, in the case of the November and December Disposal; Florens USA, in the case of June Disposal
“November and December Disposal”	the sale of the November and December Sale Assets by Florens Maritime to SLI Dritte pursuant to the Purchase Agreements
“November CMSA”	the container management services agreements entered into among SLI Dritte, Florens Macao, FCHL and certain affiliated companies of Florens Macao on 20 November 2007 for the provision by the Florens Macao of administrative services in respect of the November and December Sale Assets
“November Sale Assets”	the marine containers owned and operated by Florens Maritime which are transferred under Purchase Agreement I to SLI Dritte, together with the rights of lessor under the relevant customer leases relating to such containers (to the extent relating to such containers)
“November and December Sale Assets”	the November Sale Assets and December Sale Assets collectively
“Owner”	the Purchaser, its successors and assigns, as owners of the marine containers sold and purchased pursuant to the June Disposal or November and December Disposal, as the case may be
“Person”	an individual, partnership, joint venture, limited liability company, corporation, trust, estate, or other entity
“PRC”	the People’s Republic of China

“Purchaser”	(1) SLI Dritte, in case of the November and December Disposal, being a third party independent of the Company, its subsidiaries, their respective directors, chief executive and substantial shareholders or any of their respective associates, or its nominee; and (2) SLI Zweite, in case of June Disposal, being a third party independent of the Company, its subsidiaries, their respective directors, chief executive and substantial shareholders or any of their respective associates, or its nominee
“Purchase Agreement I”	the purchase agreement No. 1 entered into by Florens Maritime, Florens Macao and SLI Dritte on 20 November 2007 for the sale and purchase of certain containers
“Purchase Agreement II”	the purchase agreement No. 2 entered into by Florens Maritime, Florens Macao and SLI Dritte on 20 November 2007 for the sale and purchase of certain containers
“Purchase Agreements”	Purchase Agreement I and Purchase Agreement II
“Schroeder Group”	the group of companies based in Hamburg, Germany, headed by Mr Michael Schroeder. The group is engaged in arranging and managing container investments funds to individual private investors in Germany
“SLI Dritte”	SLI Dritte Verwaltungsgesellschaft mbH & Co. KG, a partnership registered in the Austrian companies register (Firmenbuch) under FN 300909p
“SLI Zweite”	SLI Zweite Verwaltungs GmbH & Co KG, a company registered under the laws of Austria

“Seller”	Florens Maritime, in the case of the November and December Disposal, an indirect wholly-owned subsidiary of the Company; Florens Delaware, in the case of June Disposal, an indirect wholly-owned subsidiary of the Company
“Shareholders”	holder(s) of the Share(s)
“Shares”	share(s) in the capital of the Company
“Stock Exchange”	The Stock Exchange of Hong Kong Limited
“Terminated Container”	a container which: (a) (i) on the date the November CMSA or the June CMSA (as the case may be) is terminated pursuant to the provisions therein is off-hire and in a depot, or (ii) after such date is off-hired and returned to a depot; or (b) is subject to a Casualty Loss or is a Container Disposal ; or (c) has been subject to a Container Sale; or (d) has been transferred to the Manager in return for a substitute container
“TEU”	twenty-foot equivalent unit, a standard unit of measurement of the volume of a container with a length of 20 feet, height of 8 feet and 6 inches and width of 8 feet
“US\$”	U.S. dollars, the lawful currency of the United States of America
“%”	per cent

On behalf of the Board
COSCO Pacific Limited
XU Minjie

Vice Chairman and Managing Director

Hong Kong, 20 November 2007

Notes:

As at the date of this announcement, members of the Board are Dr. WEI Jiafu² (Chairman), Mr. CHEN Hongsheng¹, Mr. LI Jianhong¹, Mr. XU Lirong², Ms. SUN Yueying¹, Mr. XU Minjie¹ (Vice Chairman & Managing Director), Dr. SUN Jiakang², Dr. WONG Tin Yau, Kelvin¹, Mr. WANG Zhi¹, Mr. QIN Fuyan¹, Dr. LI Kwok Po, David³, Mr. LIU Lit Man³, Mr. CHOW Kwong Fai, Edward³ and Mr. Timothy George FRESHWATER³.

¹ Executive Director

² Non-executive Director

³ Independent Non-executive Director