



中國製藥集團有限公司
**China Pharmaceutical
Group Limited**

(Incorporated in Hong Kong under the Companies Ordinance)

(Stock Code: 1093)

APPOINTMENT OF EXECUTIVE DIRECTORS

The Board of Directors (the “Board”) of China Pharmaceutical Group Limited (the “Company”) is pleased to announce that Mr. PAN Wei Dong, Mr. LI Zhi Biao and Mr. ZHANG Zheng have been appointed as executive directors of the Company with effect from 1st October, 2006.

Mr. PAN Wei Dong (“Mr. PAN”), aged 36, joined a member of the group in 1994 and is currently the Chief Accountant of the group. He is also a director of Shijiazhuang Pharmaceutical Group Company Limited, the Company’s ultimate holding company. Mr. PAN graduated from Shijiazhuang Post College and has more than 15 years of experience in financial management and accounting. Mr. PAN has not held any directorship in any public listed companies in the last three years.

Mr. LI Zhi Biao (“Mr. LI”), aged 42, joined a member of the group in 1991 and is currently the Deputy General Manager of a member of the group. Mr. LI holds a Master degree in Biology from Hebei Normal University and has more than 15 years of business development and marketing experience in the pharmaceutical industry. Mr. LI has not held any directorship in any public listed companies in the last three years.

Mr. ZHANG Zheng (“Mr. ZHANG”), aged 26, joined a member of the group in 2003 and is currently the Assistant to General Manager of a member of the group. Mr. ZHANG holds a Bachelor degree in Business Studies from Charles Sturt University. Mr. ZHANG has not held any directorship in any public listed companies in the last three years.

Save as disclosed above, Mr. PAN, Mr. LI and Mr. ZHANG do not have any relationship with any directors, senior management or substantial or controlling shareholders of the Company and do not hold any positions with the Company or other members of the group.

There is no service contract entered into between the Company and Mr. PAN, Mr. LI and Mr. ZHANG. They are not appointed for a specific term. They are subject to retirement by rotation and re-election at the annual general meetings of the Company in accordance with the Articles of Association of the Company.

Each of Mr. PAN, Mr. LI and Mr. ZHANG will receive a monthly remuneration (comprising salary and allowances) of HK\$15,311, HK\$39,000 and HK\$31,314 respectively plus discretionary bonus to be determined by the Board. In addition, each of Mr. PAN, Mr. LI and Mr. ZHANG will receive a director’s fee of HK\$30,000 per annum for acting as an executive director subject to the approval by the shareholders of the Company at the annual general meeting. The remuneration of the three newly appointed executive directors has been reviewed and approved by the remuneration committee of the Company with reference to the prevailing market practice, the Company’s remuneration policy, their duties and responsibilities with the group and their contribution to the group.

As at the date hereof, Mr. PAN, Mr. LI and Mr. ZHANG do not have any interests in the shares of the Company within the meanings of Part XV of the Securities and Futures Ordinance.

Mr. PAN, Mr. LI and Mr. ZHANG have confirmed that there are no other matters that need to be brought to the attention of the shareholders in connection with their appointment as executive directors and there are no information that should be disclosed pursuant to rules 13.51(2)(h) to (v) of the Listing Rules. The Board takes this opportunity to welcome Mr. PAN, Mr. LI and Mr. ZHANG to join the Board.

By Order of the Board
CAI Dong Chen
Chairman

Hong Kong, 1st October, 2006

As at the date of this announcement, the Board of Directors of the Company comprises nine executive directors, namely Mr. Cai Dong Chen, Mr. Wei Fu Min, Mr. Yue Jin, Mr. Ji Jian Min, Mr. Feng Zhen Ying, Mr. Chak Kin Man, Mr. Pan Wei Dong, Mr. Li Zhi Biao and Mr. Zhang Zheng; one non-executive director, namely Mr. Lee Ka Sze, Carmelo and four independent non-executive directors, namely Mr. Huo Zhen Xing, Mr. Qi Mou Jia, Mr. Guo Shi Chang and Mr. Chan Siu Keung, Leonard.