Press Releases

Proposed Privatisation of Beijing Yanhua by Sinopec Corp by way of Merger by Absorption

Disclosure of Dealings in Relevant Securities in Sinopec Beijing Yanhua Petrochemical Company Limited (Yanhua) — 16 February 2005

The Executive has received the following disclosure of dealings in the ordinary shares of Yanhua pursuant to Rule 22 of the Hong Kong Code on Takeovers and Mergers:

Date of Dealing	Identity of Company/Person Dealing	Bought/Sold	No. of Shares	Unit Price (HK$)
14 January 2005	Morgan Stanley Dean Witter Asia Limited	Bought	5,000,000 (Note 1)	$2.835
14 February 2005	Morgan Stanley Dean Witter Asia Limited	Bought	92,000 (Note 2)	$3.7
14 February 2005	Morgan Stanley Dean Witter Asia Limited	Sold	42,000 (Note 3)	$3.7
15 February 2005	Morgan Stanley Dean Witter Asia Limited	Sold	1,300,000 (Note 3)	$3.7

Note 1: represents exercising an existing option position expiring on 14 January 2005 arising from option trades entered into by clients.
Note 2: represents index arbitrage trading.
Note 3: represents delta hedging against existing option positions arising from option trades entered into by clients.

As a result of the above dealings, Morgan Stanley Dean Witter Asia Limited holds:

- 114,000 shares in Yanhua (representing 0.01% of the issued H shares of Yanhua) in relation to index arbitrage trading.
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