

(Stock code: 3983)

**ANNOUNCEMENT
PRICE-SENSITIVE INFORMATION**

As announced on 6 November 2007, the Group's Fudao Phase II urea plant and CNOOC Jiantao methanol plant in Hainan Province of the PRC were shut down from 6 November 2007 onwards due to suspension in the supply of natural gas. Based on CNOOC Limited's preliminary repair schedule conveyed to the Company, the Board expects at this stage that the two plants may resume production on or about 1 January 2008. The Board estimates that the suspension would result in a loss of production volume of approximately 135,000 tonnes of urea and 55,600 tonnes of methanol, and will have an adverse financial impact on the Company.

Shareholders of the Company and potential investors are advised to exercise caution when dealing in the shares of the Company.

This announcement is made pursuant to Rule 13.09 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

As announced on 6 November 2007, the Group's Fudao Phase II urea plant and CNOOC Jiantao methanol plant in Hainan Province of the PRC have to be shut down from 6 November 2007 onwards due to suspension in the supply of natural gas from Dongfang 1-1 Offshore Gas Field which is operated by CNOOC Limited. The suspension was caused by the damage done to the under-water natural gas transmission pipes operated by CNOOC Limited during certain engineering work conducted by third party contractors nearby such pipes.

The recovery plan for the two plants depends on the progress of CNOOC Limited in repairing the affected natural gas transmission pipes. Based on CNOOC Limited's preliminary repair schedule conveyed to the Company, the Board expects at this stage that the two plants may resume production on or about 1 January 2008. The Board estimates that the suspension would result in a loss of production volume of approximately 135,000 tonnes of urea and 55,600 tonnes of methanol, and will have an adverse financial impact on the Company.

Shareholders of the Company and potential investors are advised to exercise caution when dealing in the shares of the Company.

DEFINITIONS

In this announcement, the following words and expressions shall, unless the context otherwise requires, have the following respective meanings:

“ Board ”	the board of directors of the Company
“ CNOOC Jiantao ”	CNOOC Kingboard Chemical Limited (中海石油建滔化工有限公司), the equity interest of which is owned as to 60% by the Company
“ CNOOC Limited ”	CNOOC Limited (中國海洋石油有限公司)
“ Company ”	China BlueChemical Ltd.
“ Group ”	China BlueChemical Ltd. and its subsidiaries and jointly-controlled entities
“ PRC ”	the People’s Republic of China

By order of the Board of Directors of
China BlueChemical Ltd.*
Quan Changsheng
Company Secretary

Haikou, the People’s Republic of China

23 November 2007

As at the date of this announcement, the Executive Directors are Mr. Yang Yexin, Mr. Fang Yong and Mr. Chen Kai, the Non-executive Director is Mr. Wu Mengfei, and the Independent Non-executive Directors are Mr. Wang Wenshan, Mr. Zhang Xinzhi, Mr. Wu Xiaohua and Mr. Tsui Yiu Wa, Alec.

* *for identification purpose only*