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SINO UNION PETROLEUM & CHEMICAL INTERNATIONAL LIMITED
中聯石油化工有限公司*

(incorporated in Bermuda with limited liabilities)

(Stock code: 346)

APPOINTMENT OF AN AGENT FOR POSSIBLE ACQUISITIONS IN INDONESIA

The board of directors (“Board”) of Sino Union Petroleum & Chemical International Limited (the “Company”) is pleased to announce that Allied Harvest Holdings Ltd. and Indonesia Petroleum Holdings Co. Ltd, both of which are wholly owned subsidiaries of the Company, have respectively entered into an agency agreement (the “Agency Agreement”) with Pride Global Holdings Ltd. (the “Agent”) on 30 April 2009. The Agent is engaged to assist the Company in negotiating with the shareholders of PT Harpindo Kharismai (“PTHK”) and PT Sumatera Persada Energi (“SPE”) respectively in entering into the agreement to acquire 100% of the equity interest in PTHK and SPE within a month from 30 April 2009.

PTHK

The Company is made aware that PTHK has been granted with the right to explore and exploit an oilfield comprising 4,540.2 sq. km in Lampung 3, Indonesia (“Lampung 3”) and sell the oil extracted therein and the products relating thereto. It is also made known to the Company that first phase of geological exploration has been performed on Lampung 3 where it contains feasible conditions for exploitation of oil and three oil wells are already producing. Pursuant to the agency agreement on PTHK, the Agent will (i) perform due diligence on PTHK; (ii) verify the right of operation in Lampung 3 by PTHK; and (iii) ensure the asset value of PTHK and Lampung 3 as valued by an internationally recognized valuer will be 100% premium or above to the consideration to be paid by the Company for the proposed acquisition of PTHK (the “PTHK Consideration”).

* *For identification purpose only*

SPE

The Company is made aware that SPE has been granted with the right to explore and exploit an oilfield comprising 3,500 sq. km in West Kampar, Indonesia (“West Kampar”) and sell the oil extracted therein and the products relating thereto. It is also made known to the Company that the geological exploration and earthquake testing have been performed on West Kampar where estimated reserves are proven and certain oil wells are producing. Pursuant to the agency agreement on SPE, the Agent will (i) perform due diligence on SPE; (ii) verify the right of operation in West Kampar by SPE; and (iii) ensure the asset value of SPE and West Kampar as valued by an internationally recognized valuer will be 100% premium or above to the consideration to be paid by the Company for the proposed acquisition of SPE (the “SPE Consideration”).

In consideration of the above, the Agent will receive a fee of 2% to each of the PTHK Consideration and the SPE Consideration, which will only be payable upon the entering of the respective sale and purchase agreement(s) relating to the proposed acquisition of PTHK and/or SPE by the Company and the respective parties.

To the best knowledge, information and belief of the directors of the Company and having made all reasonable enquiries, the Agent is independent of and not connected with the Company and its connected persons as defined in the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

By order of the Board
Sino Union Petroleum & Chemical International Limited
Chui Say Hoe
Executive Director

Hong Kong, 4 May 2009

As at the date of this announcement, the Board comprises of:

Executive Directors

Dr. Wang Tao

Dr. Hui Chi Ming

Mr. Cheung Shing

Dr. Chui Say Hoe

Dr. Ching Men Ky, Carl

Mr. Cui Yeng Xu

Non-executive Directors

Dr. Fok Chun Wan, Ian

Mr. Chow Charn Ki, Kenneth

Independent Non-executive Directors

Dr. Yu Sun Say

Mr. Ng Wing Ka

Mr. Edmund Siu