CHINA SHIPPING DEVELOPMENT COMPANY LIMITED
中海發展股份有限公司

(a joint stock limited company incorporated in the People's Republic of China with limited liability)

(Stock Code: 1138)

Resolutions Passed at the Seventh Board Meeting of 2008

The Board is pleased to announce that the seventh Board meeting of 2008 was duly convened on 25 March 2008, during which the resolutions set out below were duly passed.

The board (the "Board") of directors of China Shipping Development Company Limited (the "Company") is pleased to announce that the seventh Board meeting (the "Meeting") of 2008 was held on 25 March 2008 at 700 Dong Da Ming Road, Shanghai, the People's Republic of China ("PRC").

A quorum of directors of the Company was present throughout the Meeting. Members of the supervisory committee and senior management were also present at the Meeting. The Meeting was chaired by Mr. Li Shaode, chairman of the Company. The Meeting was duly convened in accordance with the relevant provisions of the PRC Company Law and the articles of association of the Company. Resolutions relating to approval of the following matters which were considered and duly passed at the Meeting include, inter alia:

1. the 2007 audited financial report of the Company;

2. the proposed 2007 profit distribution plan of the Company;

3. the 2007 report of the Board;

4. the text and summary of the Company's 2007 Annual Report;

5. resolution regarding the remuneration for the directors, supervisors, senior management of the Company for 2008;

   The total remuneration of the Company's directors, supervisors, senior management amounted to RMB4,303,000 (before tax) for the year 2007. It was proposed that appropriate adjustments of not exceeding 7% shall be made to the remuneration standards of the Company's directors and senior management in

2008 by reference to the Company's economic efficiency and operation management for the year. The allowances for the Company's five independent directors and one external supervisor are proposed to adopt the same standards in 2007, being RMB80,000/year (before tax) respectively.

6. resolution regarding the unification of accounting handling of the Company's A Shares and H Shares;

   Pursuant to Accounting Standards for Enterprises Explanation No. 1, "For listed companies providing B share and H share financial reports under both PRC and International Financial Report Standards, if based on the related information obtained on the initial implementation date, retrospective adjustments shall be made on the results of transactions or matters involved in the change of accounting policies, the results after the retrospective adjustments shall be taken as the balance on the initial implementation date".

   Given that Mainland China and Hong Kong have entered into basic corresponding Statements for accounting principles, in order to enhance the quality of accounting information, during the 2007 consideration process, the Company has on the basis of compliance with the "Accounting Standards for Enterprises" and the accounting standards generally accepted in Hong Kong, made a retrospective adjustment on the discrepancies of the relevant accounting treatment on the Company's A shares and H shares left from the historical periods based on the principles of prudence, and which have been confirmed after audits by the Accountants. The actual situations were as follows: (1) retrospective adjustments on the discrepancies on the accounting treatment of A shares and H shares on the original values and depreciations of some of the vessels ; (2) unified the discrepancies on the accounting treatment of A shares and H shares on the housing turnover; (3) unified the discrepancies on the accounting handling of A shares and H shares on deferred income taxes.

   After adjustment to the above-mentioned major account items, Shareholders interests of A Shares and H Shares have been unified, while discrepancies in net profits for A Shares and H Shares in 2007 reduced to RMB49,668,000, realizing an effective integration accounting handling of A Shares and H Shares and further enhanced quality of accounting information.

7. resolution regarding related items of the balance sheet at the beginning of 2007 previously disclosed and the adjustment amounts;

   Pursuant to the newly issued "Accounting Standards for Enterprises" and Cai Kuai (2006) No. 3, the Company has fully implemented the "Accounting Standards for Enterprises" in 2007. Pursuant to the "Accounting Standards for

Enterprises No. 38 — Initial Implementation of the Accounting Standards for Enterprises", the Company has prepared the balance sheet as at the initial implementation date based on the various items and amounts of the balance sheet as at 31 December 2006, and disclosed in the various regular reports in the previous periods in 2007.

On 14 November 2007, the Ministry of Finance issued the "Accounting Standards for Enterprises Explanation No. 1", which required enterprises when preparing their first annual reports after the implementation of new accounting standards, to make verification on the balance of book values of the relevent assets, liabilities and owners' equity items on the initial implementation date, and to make adjustments after audits by the Accountants. Adjustments were hereby made on the discrepancies in respect of the shareholders' interests as at 1 January 2007 as disclosed in the 2006 domestic annual report and 2007 domestic annual report, and represented in the Company's 2007 domestic financial statements.

8. resolution regarding the disposal of four small finished product tankers "Jianshe 7" etc.;

   The Company's four small finished product tankers "Jianshe 7, 8", "Jianshe 31, 32", with total 29,000 DWT, have an average age of 20 years. Due to the following reasons: firstly, outdated vessel type, consecutive losses over the years, basically lost of operation values; secondly, defects in the designs of the vessels giving use to potential safety risks; thirdly, vessel reparation expenses remaining high, with increasing difficulty in cost control. Pursuant to these reasons, the Board approved the disposal of the four tankers. As appraised by China Tong Cheng Assets Appraisal Co., Ltd., a qualified asset appraisal institute, as at 30 October 2007, the appraisal base date, the nominal values of the four tankers were RMB3,207,867.50, RMB3,207,867.50, RMB25,164,354.89 and RMB25,943,722.62 respectively, and the appraised values were RMB9,097,576, RMB9,097,576, RMB65,385,617 and RMB65,385,617 respectively. The Company intends to sell the four tankers as second hand vessels based on the appraised values. Of these, "Jianshe 7, 8" shall be sold to Shanghai Yijia Logistics Co., Ltd., an independent third party, at RMB8,500,000/vessel, and a total price of RMB17,000,000; and intends to sell "Jianshe 31, 32" to Queenway Navigation Co., Ltd., an independent third party, at US$8,850,000, and a total price of US$17,700,000.

9. resolution regarding adjustments to the members of the Company's Strategic Committee of the Board;

10. resolution regarding adjustments to the members of the Company's Audit Committee of the Board;

11. resolution regarding adjustments to the members of the Company's Remuneration and Appraisal Committee of the Board;

    Currently, the Company's Board of directors comprised 12 directors, including 7 executive directors: Li Shaode, Ma. Zehua, Lin Jianqing, Wang Daxiong, Zhang Guofa, Mao Shijia, Wang Kunhe; 5 independent non-executive directors: Ma Xun, Xie Rong, Hu Honggao, Zhu Yongguang, Zhou Zhanqun.

    After adjustments, the structure of the Company's professional committees of the Board are as follows:

Strategic Committee:	Li Shaode, the Chairman as the chief member;
Members:	Ma Zehua, the vice Chairman, Lin Jianqing; directors Wang Daxiong, Zhang Guofa, Mao Shijia, Wang Kunhe; independent non-executive director: Zhu Yongguang.
Audit Committee:	independent non-executive director Xie Rong as the chief member;
Members:	independent non-executive directors Ma Xun, Hu Honggao, Zhu Yongguang, Zhou Zhanqun.
Remuneration and Appraisal Committee:	independent non-executive director Hu Honggao as the chief member;
Members:	independent non-executive directors: Ma Xun, Zhu Yongguang, Zhou Zhanqun.

    The Nomination Committee of the Board has not formally commenced operations.

12. resolution regarding the establishment of the annual report work policy of the Company's independent non-executive directors; and

13. resolution regarding the establishment of the implementation method of the Company's internal audits.

    Of the above resolutions, resolutions No. 1, 2, 3, 5 shall be submitted for consideration in the Company's annual general meeting.

This announcement is made in compliance with the simultaneous dissemination of information requirement under Rule 13.09(2) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited. The Company's A shares are listed on the Shanghai Stock Exchange, and it has been requested by the Shanghai Stock Exchange to make an announcement similar to this announcement.

By order of the Board
Li Shaode
Chairman

25 March 2008
Shanghai, the PRC

* *As at the date of this announcement, the board of directors of the Company is comprised of Mr. Li Shaode, Mr. Ma Zehua, Mr. Lin Jianqing, Mr. Wang Daxiong, Mr. Zhang Guofa, Mr. Mao Shijia and Mr. Wang Kunhe as executive directors, Mr. Ma Xun, Mr. Xie Rong, Mr. Hu Honggao, Mr. Zhu Yongguang and Mr. Zhou Zhanqun as independent non-executive directors.*