FORM OF SHARE BUYBACK REPORT TO THE STOCK EXCHANGE OF HONG KONG LIMITED ("THE EXCHANGE")

FORM G

To: The Head of the Listing Division
The Listing Division
The Stock Exchange of Hong Kong Limited

17 October 2008

Dear Sir,

Name of Company: **Kingboard Chemical Holdings Limited**

Description of Securities: **Ordinary Shares**

A. Purchase Report

We hereby report the following purchases by our company of the above securities.

Trading Day/Date	Number of Securities Purchased	Method of Purchase*	Price per Share or Highest Price Paid HK$	Lowest Price Paid HK$	Total Paid HK$
17 October 2008	1,527,500	On the Exchange	13.50	13.06	20,153,224
Total	**1,527,500**				**20,153,224**

* Either on the Exchange, on another stock exchange (stating the name of the exchange), by private arrangement or by general offer.

B. Additional Information for company's whose primary listing is on the Exchange

1. Number of such securities purchased on the Exchange in the year to date (since ordinary resolution approving the repurchase mandate by the shareholders of the Company on 5 May 2008) (a) 8,734,500

2. % of issued share capital at time ordinary resolution passed acquired on the Exchange since date of resolution

$$\left(\frac{(a) \times 100}{\text{issued share capital}}\right)$$

1.03 %

We hereby confirm that the purchases set out in A above which were made on the Exchange were made in accordance with the listing rules of the Exchange entitled “Rules Governing the Listing of Securities” and that there have been no material changes to the particulars contained in the Explanatory Statement dated 9 April