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SWIRE PACIFIC LIMITED

(Incorporated in Hong Kong with limited liability)

ANNOUNCEMENT

The Board of Swire Pacific Limited (the "Company") met today and resolved that the recommended final dividends of HK\$0.90 per A share and HK\$0.18 per B share for the year ended 31st December, 2002 should remain unchanged.

As announced on 23rd April 2003 the Board met today to review the business of the Swire Pacific Limited Group ("the Group") and reconsider its recommended final dividends for the year ended 31st December 2002.

The Board has noted that Cathay Pacific Airways Limited ("Cathay"), which is 46.19% owned by the Company, has today announced a reduction in its recommended final dividend for the year ended 31st December, 2002 from HK\$0.56 per share to HK\$0.28 per share.

In Cathay's announcement, it was stated that Cathay is currently suffering substantial losses due to a severe drop in passenger traffic caused by public concern over the SARS epidemic. The SARS epidemic is not currently having a material adverse impact on the Group's non-aviation businesses. Further, the Group has a strong balance sheet and adequate access to funding. The HK\$432 million reduction in the dividend it will receive from Cathay will not, therefore, significantly affect its financial position. Accordingly, the Board has resolved not to change the final dividends of HK\$0.90 per A share and HK\$0.18 per B share previously recommended for the year ended 31st December, 2002.

Subject to shareholders' approval of the final dividends at the Annual General Meeting on 15th May 2003, payment of the dividends will be made on 2nd June 2003 to shareholders registered on 15th May 2003.

The dates of closure of the Company's share register will remain unchanged from 12th-15th May 2003, both dates inclusive. The ex-dividend date will therefore be 7th May 2003.

Shareholders of the Company and investors should exercise caution when dealing in the shares of the Company.

By Order of the Board
Swire Pacific Limited

Margaret Yu
Company Secretary
Hong Kong, 5th May 2003