



北京發展(香港)有限公司

BEIJING DEVELOPMENT (HONG KONG) LIMITED

(Incorporated in Hong Kong with limited liability under the Companies Ordinance)

(Stock Code: 154)

APPOINTMENT AND RESIGNATION OF EXECUTIVE DIRECTORS

The Board hereby announces that Mr. Zhao Jifeng has resigned as an executive director and a deputy general manager of the Company with effect from 15 March 2005.

The Board is pleased to announce that Mr. Li Kangying, Mr. Wang Yong, Mr. Cao Wei and Dr. Yu Xiaoyang have been appointed as executive directors of the Company with effect from 15 March 2005. Mr. Li Kangying and Mr. Wang Yong were appointed as deputy general managers of the Company on the same date.

The board of directors (the "Board") of Beijing Development (Hong Kong) Limited (the "Company") hereby announces that Mr. Zhao Jifeng has resigned as an executive director and a deputy general manager of the Company with effect from 15 March 2005 due to personal reasons. Mr. Zhao confirmed that he has no disagreement with the Board and there is no matter relating to this resignation that will need to be brought to the attention of the shareholders of the Company.

The Board is pleased to announce that Mr. Li Kangying, Mr. Wang Yong, Mr. Cao Wei and Dr. Yu Xiaoyang have been appointed as executive directors of the Company with effect from 15 March 2005. Mr. Li Kangying and Mr. Wang Yong were appointed as deputy general managers of the Company on the same date.

Li Kangying, aged 48, graduated from North China University of Electric Power majoring in telecommunications and is a qualified engineer in the PRC. Mr. Li held the post of university lecturer and member of the governmental research institute in the PRC and has been responsible for the management and operational affairs in the technological field for the past decade. Mr. Li joined the Company since 2001 and has been the assistant to president of Beijing Enterprises Holdings Limited ("Beijing Enterprises", shares of which are listed on the Main Board of The Stock Exchange of Hong Kong Limited) and the director of certain subsidiaries of the Company, including the chairman of B E Information Technology Group Limited ("B E Information") and the vice chairman of Xteam Software International Limited ("Xteam", shares of which are listed on the Growth Enterprises Market of The Stock Exchange of Hong Kong Limited).

Mr. Li has personal interests in options for subscription of 2,700,000 shares of the Company. The options were granted on 18 January 2002 at an exercise price of HK\$1 per share and is exercisable at any time up to 17 January 2007. Except for the options, Mr. Li do not has any interest in shares of the Company within the meaning of Part XV of the Securities & Futures Ordinance.

Wang Yong, aged 51, graduated from the Chinese faculty of Lanzhou University. From 1969 to 1989, he worked for the Chinese People's Liberation Army (Force 84501). From 1989 to 1993, he worked for the Office of Beijing Haidian District Government. From 1993 to 1998, he served as the secretary to the General Office of Beijing People's Municipal Government. Since 1998, he has been the assistant to general manager of Beijing Holdings Limited and assistant to president of Beijing Enterprises. Mr. Wang is presently the chairman of Beijing Municipal Administration & Communication Card Co., Ltd. (a jointly-controlled entity of the Company) and Shenzhen Guanshun Road & Bridge Co., Ltd. (a subsidiary of Beijing Enterprises). Mr. Wang has extensive experience in investment, corporate finance and management.

Mr. Wang has not previously held any positions in the Company or any of its subsidiaries. Mr. Wang do not has any interest in shares of the Company within the meaning of Part XV of the Securities & Futures Ordinance.

Cao Wei, aged 41, graduated from Harbin Industrial University and is one of the founding members of the underlying business of B E Information. Mr. Cao has over 15 years' experience in the telecommunications and information technology field. Mr. Cao joined the Company since 2001 and has been the director of certain subsidiaries of the Company, including the CEO of B E Information and the president of Xteam.

Mr. Cao has personal interests in 8,000,000 shares of the Company and options for subscription of 2,500,000 shares of the Company. The options were granted on 18 January 2002 at an exercise price of HK\$1 per share and is exercisable at any time up to 17 January 2007.

Dr. Yu Xiaoyang, aged 51, received his bachelor and master degrees from Peking University in 1982 and 1984, and obtained his Ph.D. and MBA degrees from Southern Illinois University, USA in 1991 and 1993. Dr. Yu worked for US consulting and telecommunication corporations in software development and information technology management. Dr. Yu is presently the deputy general manager of Beijing Ever Source Science & Technology Development Co., Ltd. (a subsidiary of Beijing Enterprises).

Dr. Yu has not previously held any positions in the Company or any of its subsidiaries. Dr. Yu do not has any interest in shares of the Company within the meaning of Part XV of the Securities & Futures Ordinance.

The four newly appointed directors are independent of the other existing directors, senior management, substantial shareholders or controlling shareholders of the Company. No service contract for their appointment has been entered into. Each newly appointed director has not been appointed with fixed terms of service, including length of services and emoluments and is subject to re-election in the next annual general meeting of the Company and retirement by rotation and re-election in accordance with the articles of association of the Company.

The Board takes this opportunity to welcome Mr. Li Kangying, Mr. Wang Yong, Mr. Cao Wei and Dr. Yu Xiaoyang to join the Board, and at the same time expresses its appreciation to Mr. Zhao for his contribution towards the Company during his term of service.

As at the date of this announcement, the Board comprises Mr. Zhang Honghai (Chairman), Mr. Ng Kong Fat, Brian, Mr. E Meng, Mr. Li Kangying, Mr. Wang Yong, Mr. Cao Wei and Dr. Yu Xiaoyang as executive directors, and Prof. Liu Wei, Dr. Jin Lizuo and Mr. Cao Guixing as independent non-executive directors.

By order of the Board
Wong Kwok Wai, Robin
Company Secretary

*Please also refer to the published version of this announcement in
The Standard and Hong Kong Economic Times.*