



CHINA RESOURCES ENTERPRISE, LIMITED

(incorporated in Hong Kong under Companies Ordinance)

ANNOUNCEMENT

The Board of Directors of China Resources Enterprise, Limited ("the Company") announces that Madam Zhu Youlan retired as the Chairman and a Director of the Company with effect from 31st August, 1998 and that Mr. Gu YongJiang was appointed the Chairman and a Director of the Company on the same day.

The Board of Directors of the Company would like to express its heartfelt thanks to Madam Zhu for her outstanding achievements and valuable contributions to the Company.

By order of the Board of
China Resources Enterprise, Limited
Lee Yip Wah, Peter
Secretary

Hong Kong, 31st August, 1998