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CHINA RESOURCES ENTERPRISE, LIMITED

(Incorporated in Hong Kong under the Companies Ordinance)

Announcement

The directors of China Resources Enterprise, Limited (the "Directors") announce that the Group is currently arranging for a HK\$2 billion (or US dollar equivalent) syndicated loan. Separately, the Group is studying the possibility of engaging in e-commerce business.

This announcement is made at the request of the Stock Exchange of Hong Kong Limited (the "Exchange").

The Board refers to several articles appearing in various newspapers recently on the Group's financing activity and e-commerce project. The Board would like to confirm that the Group is currently arranging a HK\$2 billion (or US dollar equivalent) syndicated loan for the purpose of financing the general corporate funding requirements of the Group. On a separate note, the Group is studying the possibility of engaging in e-commerce business. No final plan and timetable has been set for the Group's e-commerce initiative, therefore the Group currently does not anticipate to spin-off its e-commerce business in the short term.

The Board does not consider the current status of the above activities discloseable under Chapter 14 of the Listing Agreement and under the general obligation as imposed by paragraph 2 of the Listing Agreement.

Investors are advised to exercise extreme caution when dealing in the securities of the Company.

Please also refer to the published version of this announcement in South China Morning Post and Hong Kong Economic Times.

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

7th April, 2000