



CHINA RESOURCES ENTERPRISE, LIMITED

(incorporated in Hong Kong with limited liability)

ANNOUNCEMENT

Further to the announcement dated 1st November 2001, the Directors of China Resources Enterprise, Limited are pleased to declare a Special Cash Dividend of HK\$0.25 per share of HK\$1.00 each in the share capital of the Company conditional upon completion of the conditional agreement entered into between the Company and Lippo China Resources Limited on 31st October 2001. The Company shall make a further announcement in respect of the date for the closure of register of members to determine the shareholders who will be entitled to the Special Cash Dividend. The Special Cash Dividend will be financed by part of the sale proceeds, which was designated partly for general working capital pursuant to the announcement dated 1st November 2001.

A circular containing, inter alia, details of the disposal will be dispatched to the shareholders of the Company on or before 20th November 2001.

At the request of the Company, trading in the Company's shares was suspended on 16th November 2001 at 10:00 a.m. Application has been made to the Stock Exchange for the resumption of trading of the Company's shares on 19th November 2001 effective from 10:00 a.m..

Further to the announcement dated 1st November 2001, the Directors of China Resources Enterprise, Limited are pleased to declare, pursuant to the board meeting held on 16th November 2001, a Special Cash Dividend of HK\$0.25 per share of HK\$1.00 each in the share capital of the Company, conditional upon completion of the Disposal. The Special Cash Dividend amounts to approximately HK\$503.8 million in total. The Special Cash Dividend will not be effected if the Disposal shall have become null and void when the conditions precedent, as mentioned in the announcement dated 1st November 2001, are not satisfied (or waived) by the Long Stop Date.

In the announcement dated 1st November 2001, the Company had indicated that the sale proceeds from the Disposal will be used partly for the purpose of expanding the Company's operations in the PRC, and the remainder of the proceeds shall be applied to satisfy the Company's general working capital. The Board of directors has subsequently approved a more detailed plan on the use of proceeds; (a) approximately HK\$700 million will be used for the purpose of expanding the Company's operations in the PRC; (b) approximately HK\$504 million will be used to finance the Special Cash Dividend; and (c) the remainder will be applied to satisfy the Company's general working capital requirements.

The Company shall make a further announcement in respect of the date for the closure of register of members to determine the shareholders, who will be entitled to the Special Cash Dividend after completion of the Disposal.

A circular containing, inter alia, details of the Disposal will be dispatched to the shareholders of the Company on or before 20th November 2001.

At the request of the Company, trading in the Company's shares was suspended on 16th November 2001 at 10:00 a.m. Application has been made to the Stock Exchange for the resumption of trading of the Company's shares on 19th November 2001 effective from 10:00 a.m..

Investors are advised to exercise extreme caution when dealing in the securities of the Company as the Disposal and the Special Cash Dividend may or may not proceed.

DEFINITION

"Company"	China Resources Enterprise, Limited, a company incorporated in Hong Kong, the shares of which are listed in the Stock Exchange;
"Disposal"	The conditional agreement entered into between the Company and Lippo China Resources Limited on 31st October 2001, whereby the Company has agreed to dispose of its interests in The HKCB Bank Holding Company Limited;
"Long Stop Date"	The same date as the "Long Stop Date" as defined under the terms of the HKCB Sale and Purchase Agreement, that is, 31st March 2002, or such other date as agreed between the parties to this agreement;
"Special Cash Dividend"	A special dividend of HK\$0.25 per share of HK\$1.00 per share each in the share capital of the Company; and
"Stock Exchange"	The Stock Exchange of Hong Kong Limited.

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