

China Resources Enterprise, Limited

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CHINA RESOURCES ENTERPRISE, LIMITED

(incorporated in Hong Kong under the Companies Ordinance)

**Voluntary unconditional offer by
Anglo Chinese Corporate Finance, Limited
on behalf of Best-Growth Resources Limited
a wholly owned subsidiary of China Resources Enterprise, Limited
to acquire all the issued shares in Ng Fung Hong Limited
other than those shares presently owned by
a subsidiary of China Resources Enterprise, Limited and
certain members of the China Resources (Holdings) Company Limited Group**

--- The Public Offer will close at 9:30 a.m. on Friday, 19th January, 2001. No acceptances for the cash alternative received after 4:00 p.m. on 18th January, 2001 are valid.

--- As at 4:00 p.m. on 18th January, 2001, such acceptances of the Public Offer have been received in respect of 343,453,967 shares in Ng Fung Hong. Together with the 116,426,000 shares in Ng Fung Hong purchased by the Offeror during the period from 11th December, 2000 to 5th January, 2001 and the acquisition of the 573,290,000 shares in Ng Fung Hong formerly owned and controlled by Rui Jun Investments Limited, a wholly owned subsidiary of China Resources Enterprise, and certain members of the China Resources Holdings Group, the Offeror owns, or has received acceptances in respect of 1,033,169,967 shares in Ng Fung Hong, representing approximately 98.7% of the issued share capital of Ng Fung Hong.

--- The Offeror intends to exercise its right of compulsory acquisition to acquire all the shares in Ng Fung Hong not already owned by it.

China Resources Enterprise, Limited

Reference is made to the composite offer document of China Resources Enterprise, Limited ("China Resources Enterprise") and Ng Fung Hong Limited ("Ng Fung Hong") dated 9th December, 2000. Terms defined in that composite offer document shall have the same meanings herein unless the context requires otherwise.

CLOSURE OF THE PUBLIC OFFER

The Public Offer will close at 9:30 a.m. on 19th January, 2001. No acceptances for the cash alternative received after 4:00 p.m. on 18th January, 2001 are valid. As at 4:00 p.m. on 18th January, 2001, such acceptances of the Public Offer have been received in respect of 343,453,967 shares in Ng Fung Hong. During the period from 11th December, 2000 to 5th January, 2001, the Offeror has purchased in aggregate 116,426,000 shares in Ng Fung Hong. Taking into account the acquisition by the Offeror of 573,290,000 shares in Ng Fung Hong formerly owned and controlled by Rui Jun Investments Limited, a wholly owned subsidiary of China Resources Enterprise, and certain members of the China Resources Holdings Group, the Offeror owns, or has received acceptances in respect of 1,033,169,967 shares in Ng Fung Hong, representing approximately 98.7% of the issued share capital of Ng Fung Hong.

COMPULSORY ACQUISITION

As the Offeror has received and acquired not less than 90% of the shares in Ng Fung Hong in respect of which the Public Offer was made, the Offeror intends to exercise its right of compulsory acquisition under section 168 and the Ninth Schedule of the Companies Ordinance to acquire the outstanding shares in Ng Fung Hong not owned by it. Notices of compulsory acquisition will be sent to the holders of the outstanding shares as soon as practicable.

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

Hong Kong, 18th January, 2001

All the directors of China Resources Enterprise jointly and severally accept full responsibility for the accuracy of the information contained in this announcement and confirm, having made all reasonable inquiries, that to the best of their knowledge, opinions expressed in this announcement have been arrived at after due and careful consideration and there are no other facts not contained in this announcement, the omission of which would make any statement in this announcement misleading.

Please also refer to the published version of this announcement in the South China Morning Post