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**LIPPO LIMITED**  
**力寶有限公司**

*(Incorporated in Hong Kong with limited liability)*  
(Stock Code: 226)

**LIPPO CHINA RESOURCES LIMITED**  
**力寶華潤有限公司**

*(Incorporated in Hong Kong with limited liability)*  
(Stock Code: 156)

**THE HONG KONG BUILDING AND LOAN AGENCY LIMITED**  
**香港建屋貸款有限公司**

*(Incorporated in Hong Kong with limited liability)*  
(Stock Code: 145)

**JOINT ANNOUNCEMENT**

**POSSIBLE NOTIFIABLE TRANSACTION FOR  
LIPPO LIMITED AND LIPPO CHINA RESOURCES LIMITED  
RESULTING FROM POSSIBLE DISPOSAL OF SHARES IN  
THE HONG KONG BUILDING AND LOAN AGENCY LIMITED  
POSSIBLE MANDATORY GENERAL OFFER FOR SHARES IN  
THE HONG KONG BUILDING AND LOAN AGENCY LIMITED  
RESUMPTION OF TRADING IN SHARES IN  
THE HONG KONG BUILDING AND LOAN AGENCY LIMITED**

The respective boards of directors of Lippo, LCR and HKBLA jointly announce that HKCB Corporation, a company which currently holds 168,313,038 shares in HKBLA, representing approximately 74.8% of the issued share capital of HKBLA as at the date of this announcement, is currently in negotiations with an associate of a connected person of an intermediate holding company of HKCB Corporation to dispose of its shares in HKBLA. HKCB Corporation is a wholly-owned subsidiary of LCR which in turn is a 71.13% owned subsidiary of Lippo. Although the negotiations are at a reasonably advanced stage, there is no assurance that an agreement can be reached between the relevant parties, but which, if it materializes, may lead to a change in control of HKBLA and trigger a mandatory general offer to be made with regard to the shares in HKBLA under the Code.

The respective boards of directors of Lippo, LCR and HKBLA have noted a number of press articles relating to the possible privatization of HKBLA and the suspension of trading in the shares in each of Lippo, LCR and HKBLA which have appeared since 9th June, 2005. To the extent that the contents of those press articles are inconsistent with the description of the transactions described in this announcement, the press articles are inaccurate. In particular, the statement that LCR intends to make a mandatory general offer with regard to the shares in HKBLA and privatize HKBLA is not correct. The respective boards of directors of Lippo and LCR confirmed that none of Lippo and LCR (as the case may be) and their respective subsidiaries currently has any intention to privatize HKBLA.

At the request of HKBLA, trading in the shares in HKBLA on the Stock Exchange was suspended with effect from 9:40 a.m. on 9th June, 2005. An application has been made to the Stock Exchange for resumption of trading in the shares in HKBLA on the Stock Exchange with effect from 9:30 a.m. on 16th June, 2005.

In addition, at the request of each of Lippo and LCR, trading in the shares in each of Lippo and LCR on the Stock Exchange was suspended with effect from 9:40 a.m. on 9th June, 2005 pending the publication of a joint announcement of Lippo and LCR in relation to an acquisition of an interest in a commercial property in Indonesia by a listed subsidiary of LCR in Singapore. Trading in the shares in each of Lippo and LCR on the Stock Exchange will remain suspended pending the publication of the said joint announcement.

Lippo, LCR and HKBLA will monitor the trading in and the prices of their respective shares. **Shareholders and potential investors should exercise extreme caution when dealing in the shares of Lippo, LCR and HKBLA respectively.**

The respective boards of directors of Lippo Limited (“**Lippo**”), Lippo China Resources Limited (“**LCR**”) and The Hong Kong Building and Loan Agency Limited (“**HKBLA**”) jointly announce that HKCB Corporation Limited (“**HKCB Corporation**”), a company which currently holds 168,313,038 shares in the issued share capital of HKBLA, representing approximately 74.8% of the issued share capital of HKBLA as at the date of this announcement, is currently in negotiations with an associate (as defined in the Rules (the “**Listing Rules**”) Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “**Stock Exchange**”)) of a connected person (as defined in the Listing Rules) of an intermediate holding company of HKCB Corporation to dispose of its shares in HKBLA. HKCB Corporation is a wholly-owned subsidiary of LCR which in turn is a 71.13% owned subsidiary of Lippo. Although the negotiations are at a reasonably advanced stage, there is no assurance that an agreement can be reached between the relevant parties, but which, if it materializes, may lead to a change in control of HKBLA and trigger a mandatory general offer to be made with regard to the shares in HKBLA under the Hong Kong Code on Takeovers and Mergers (the “**Code**”). Since negotiations are still ongoing, there is no assurance that the said disposal will materialize. Further announcement(s) will be made when necessary.

This announcement is made by HKBLA under rule 3.7 of the Code and made by Lippo and LCR as a possible notifiable transaction of each of them under the Listing Rules.

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Lippo, LCR and HKBLA will monitor the trading in and the prices of their respective shares. **Shareholders and potential investors should exercise extreme caution when dealing in the shares of Lippo, LCR and HKBLA respectively.**

By Order of the Board  
**Lippo Limited**  
**Davy Lee**  
*Secretary*

By Order of the Board  
**Lippo China Resources Limited**  
**Millie Luk**  
*Secretary*

By Order of the Board  
**The Hong Kong Building and Loan Agency Limited**  
**Marisa Mak**  
*Secretary*

Hong Kong, 15th June, 2005

As at the date of this announcement, the board composition of each of Lippo, LCR and HKBLA is as follows:

**Lippo**

*Non-executive Director:*  
Mr. Leon Nim Leung Chan

*Executive Directors:*  
Mr. Stephen Riady  
Mr. John Luen Wai Lee  
Mr. Jark Pui Lee  
Mr. David T. Yeh

*Independent Non-executive Directors:*

Mr. Edwin Neo  
Mr. Victor Ha Kuk Yung  
Mr. King Fai Tsui

**LCR**

*Non-executive Directors:*  
Dr. Mochtar Riady  
Mr. Ning Gaoning  
Mr. Leon Nim Leung Chan

*Executive Directors:*  
Mr. James Riady  
Mr. Stephen Riady  
Mr. John Luen Wai Lee

*Independent Non-executive Directors:*

Mr. Edwin Neo  
Mr. Victor Ha Kuk Yung  
Mr. King Fai Tsui

**HKBLA**

*Non-executive Directors:*  
Mr. Ning Gaoning  
Mr. Leon Nim Leung Chan  
Mr. Wai Lam Chan

*Executive Directors:*  
Mr. David T. Yeh  
Mr. Jark Pui Lee  
Mr. Jonathan Miles Foxall  
Mr. Tai Chiu Ng

*Independent Non-executive Directors:*

Dr. Nai Kong Leung  
Mr. Victor Ha Kuk Yung  
Mr. King Fai Tsui

*The directors of HKBLA jointly and severally accept full responsibility for the accuracy of the information contained in this announcement, other than that relating to Lippo and LCR, and confirm, having made all reasonable enquiries, that to the best of their knowledge, opinions expressed in this announcement, other than that relating to Lippo and LCR, 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 statements in this announcement misleading.*

*The directors of Lippo jointly and severally accept full responsibility for the accuracy of the information contained in this announcement, other than that relating to HKBLA and LCR, and confirm, having made all reasonable enquiries, that to the best of their knowledge, opinions expressed in this announcement, other than that relating to HKBLA and LCR, 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 statements in this announcement misleading.*

*The directors of LCR jointly and severally accept full responsibility for the accuracy of the information contained in this announcement, other than that relating to Lippo and HKBLA, and confirm, having made all reasonable enquiries, that to the best of their knowledge, opinions expressed in this announcement, other than that relating to Lippo and HKBLA, 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 statements in this announcement misleading.*