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北京控股有限公司
BEIJING ENTERPRISES HOLDINGS LIMITED

(Incorporated in Hong Kong with limited liability under the Companies Ordinance)

(website: www.behl.com.hk)

(Stock Code: 392)

ANNOUNCEMENT

PRICE-SENSITIVE INFORMATION

This announcement is made pursuant to Rule 13.09(1) of the Listing Rules.

The board of the Company is pleased to announce that on 18 September 2007, BCED, an indirect subsidiary of the Company, entered into a letter of intent with CDC. Pursuant to the letter of intent, BCED and CDC agree to establish a joint venture for the investment, construction and operation of expressway projects surrounding Beijing Capital Airport. Details of the joint venture are to be determined upon execution of the joint venture agreement between the parties.

In the event that entering into the joint venture agreement constitutes a notifiable transaction of the Company, further announcement will be made by the Company in compliance with the Listing Rules.

As entering into the joint venture agreement for the investment, construction and operation of the Airport Expressway Project may or may not be realised, shareholders of the Company are advised to exercise caution when dealing in shares of the Company.

This announcement is made pursuant to Rule 13.09(1) of the Listing Rules.

The board of the Company is pleased to announce that on 18 September 2007, BCED, an indirect subsidiary of the Company, entered into a letter of intent with CDC relating to a joint venture for the investment, construction and operation of expressway projects surrounding Beijing Capital Airport (“Letter of Intent”).

Pursuant to the Letter of Intent, the parties plan to invest in the construction of and operate Airport Expressway Project. The Southern Extensions of the Beijing Capital Airport will be approximately 20.47 km in length, starting from Huang Gang Flyover of Jingcheng Expressway on the west to Li Qiao of Northern 6th Ring Road on the east. The Northern Extensions of Beijing Capital Airport will start from Lutong Village of Beiqijia Town in Changping District to Northern Outer Ring Road of Beijing Capital Airport with a total length of 11.29 km. The initial estimation of investment amount in the Airport Expressway Project is approximately RMB6.58 billion. The parties will actively seek financial subsidies and the grant of a 25-year concession right of Airport Expressway Project in the form of investment, construction and operation from Beijing Municipal Government. The Airport Expressway Project will be transferred to the relevant institutions authorised by the Beijing Municipal Government with nil consideration upon the expiry of the concession. To ensure a reasonable investment return for BCED, CDC will not participate in dividend distribution for the first 10 years of the concession.

The Letter of Intent only sets out the general understanding of the joint venture, details of which are to be determined upon execution of the joint venture agreement between the parties. In the event that entering into the joint venture agreement constitutes a notifiable transaction of the Company, further announcement will be made by the Company in compliance with the Listing Rules.

The core business of the Group is construction and operation of infrastructure and public utilities. The Company will actively invest in expressway projects of Beijing. The Company’s investment in expressway network of Beijing Capital Airport will be enhanced upon the realisation of the Letter of Intent.

To the best knowledge of directors of the Company, CDC, other than beneficially holding 2% of equity interests in BCED, is a third party independent of the Company and its connected persons under the Listing Rules.

As entering into the joint venture agreement for the investment, construction and operation of the Airport Expressway Project may or may not be realised, shareholders of the Company are advised to exercise caution when dealing in shares of the Company.

For the purpose of this announcement, capitalised terms appearing herein shall, unless the context otherwise admits, have the meanings set out below:

“Airport Expressway Project”	the investment, construction and operation of Northern and Southern Extensions of Beijing Capital Airport
“CDC”	Beijing City Capital Highway Development Group Co., Ltd.* (北京市首都公路發展集團有限責任公司), a company established in the PRC with limited liability. Its principle activities are construction, operation and maintenance of highways
“BCED”	Beijing Capital Expressway Development Co., Ltd, a joint venture company established in the PRC and is beneficially held by each of the Company and CDC as to 96% and 2%
“Company”	Beijing Enterprises Holdings Limited, a company incorporated in Hong Kong and its shares are listed on the Main Board of the Stock Exchange
“Listing Rules”	the Rules Governing the Listing of Securities on the Stock Exchange of Hong Kong Limited
“PRC”	the People’s Republic of China
“RMB”	Renminbi, the lawful currency of the PRC
“Stock Exchange”	the Stock Exchange of Hong Kong Limited

By order of the Board
Tam Chun Fai
Executive Director & Company Secretary

* *for identification purpose only*

Hong Kong, 18 September 2007

The directors of the Company as at the date of this announcement are as follows:

Executive Directors:

Yi Xi Qun, Zhang Hong Hai, Li Fu Cheng, Bai Jin Rong, Zhou Si, Liu Kai, Guo Pu Jin, E Meng, Lei Zhen Gang, Jiang Xin Hao, Tam Chun Fai

Independent Non-executive Directors:

Lau Hon Chuen, Ambrose, Lee Tung Hai, Leo, Wang Xian Zhang, Wu Jiesi, Robert A. Theleen