



北京發展(香港)有限公司

**BEIJING DEVELOPMENT (HONG KONG) LIMITED**

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

**(Stock Code: 154)**

**CHANGE OF CHAIRMAN  
AND  
CHANGE OF MEMBER OF REMUNERATION COMMITTEE**

The Board announces that, with effect from 14 January 2008, Mr. Zhang Honghai resigned as the Chairman of the Board and a member of the Remuneration Committee but remains as an executive director of the Company due to change in division of labour; and on the same date, Mr. E Meng, the executive director of the Company, has been appointed as the Chairman of the Board and a member of the Remuneration Committee.

The board of directors (the “Board”) of Beijing Development (Hong Kong) Limited (the “Company”) announces that, with effect from 14 January 2008, Mr. Zhang Honghai (“Mr. Zhang”) resigned as the Chairman of the Board and a member of the remuneration committee of the Company (the “Remuneration Committee”) but remains as an executive director of the Company due to change in division of labour; and on the same date, Mr. E Meng (“Mr. E”) , the executive director of the Company, has been appointed as the Chairman of the Board and a member of the Remuneration Committee.

Mr. Zhang confirmed that he has no disagreement with the members of the Board and there is no circumstance related to his resignation which needs to be brought to the attention of the shareholders of the Company.

The Board would like to take this opportunity to thank Mr. Zhang for his valuable contributions to the Company during his service as the Chairman.

Mr. E, aged 49, is currently and since April 2001 an executive director of the Company. Mr. E graduated from China Science and Technology University with a master degree in engineering. He is a PRC senior accountant with the qualifications of PRC certified accountant, asset appraiser, certified real estate appraiser and tax appraiser. From 1988 to 1997, Mr. E was the deputy director of Beijing New Technology Development Zone, and concurrently acting as the director of the Department of Financial Auditing, the general manager of Investment Operation Company, the chief accountant of Beijing Tianping Accounting Firm and the deputy director of the State-owned Assets Management Office of Beijing Haidian District. Mr. E has extensive experience in economics, finance and enterprise management.

Mr. E is currently an executive director and a vice president of Beijing Enterprises Holdings Limited (“BEHL”) (stock code: 392), a substantial shareholder of the Company, an executive director of Xteam Software Holdings Limited (“Xteam”) (stock code: 8178), an associated corporation of the Company, and an independent non-executive director of Macro-Link International Holdings Limited

(stock code: 472). Save as disclosed herein, Mr. E does not have any relationship with any directors, senior management or substantial shareholders of the Company.

As of the date hereof, Mr. E beneficially owns 601,000 ordinary shares of the Company, options to subscribe for 4,500,000 ordinary shares of the Company at an exercise price of HK\$4.03 each, 38,000 ordinary shares of BEHL, and options to subscribe for 32,400,000 ordinary shares of Xteam at an exercise price of HK\$0.79 each. Apart from this, Mr. E does not have any other interests in the shares of the Company and its associated corporations within the meaning of Part XV of the Securities and Futures Ordinance.

Mr. E has not been appointed for a specified term except that he is subject to retirement by rotation and re-election in accordance with the articles of association of the Company. Save for the options granted by the Company as disclosed above, Mr. E does not receive any remuneration for serving as the Chairman and an executive director of the Company.

Saved as disclosed herein, there is no matter relating to the appointment of Mr. E that needs to be brought to the attention of the shareholders of the Company, nor is there any information requiring to be disclosed pursuant to Rule 13.51 (2)(h) to (v) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

By order of the Board  
Beijing Development (Hong Kong) Limited  
**Wong Kwok Wai, Robin**  
*Company Secretary*

Hong Kong, 14 January 2008

*As at the date of this announcement, the executive directors of the Company are Mr. E Meng, Mr. Zhang Honghai, Mr. Li Kangying, Mr. Wang Yong, Mr. Cao Wei, Dr. Yu Xiaoyang and Mr. Ng Kong Fat, Brian, and the independent non-executive directors of the Company are Mr. Cao Guixing, Prof. Lui Wei and Dr. Jin Lizuo.*