

NEWS RELEASE



The Perfect Solution for the Public, Shareholders and the Company

Beijing Municipal Commission of Transport and Beijing Commission of Development and Reform recently announced that, in order to further reduce transportation costs and strive to maintain the normal operation of Beijing Capital Airport, following the adjustment of toll policy and reduction of toll schedule of Beijing Capital Airport Expressway on 1 October 2009, the toll policy of Capital Airport Expressway will be adjusted again and its toll fee schedule will be reduced significantly with effect from 1 July 2011.

Beijing Capital Airport Expressway is an operating toll road approved by Beijing Municipal Government. In 1997, its 96% interest was approved to be injected into Beijing Enterprises Holdings Limited (“BEHL”) (Stock Code: HK0392), a listed company in Hong Kong. Once the decision about the toll policy adjustment was made known to BEHL, BEHL immediately disclosed this price sensitive information to the market. At the same time, it further disclosed that in the course of handling the toll reduction issue, the interests of BEHL’s shareholders would be considered.

In fact, the toll adjustment of Beijing Capital Airport Expressway is a very complicated issue. On one hand, the media and public show great concern over the toll of Beijing Capital Airport Expressway and called for toll reduction. On the other hand, being an asset of BEHL, Beijing Capital Airport Expressway’s move to cut its toll will directly affect investors’ interests. In this regard, major leaders of Beijing Municipal Government have shown great concern over the issue and repeatedly instructed the relevant governmental authorities to carry out earnest studies and requested that while considering toll reduction of Beijing Capital Airport Expressway as a benefit to the public, the interests of BEHL’s shareholders and the sustainable development of the company must also be considered. Therefore, it leads to two consecutive toll reductions of Beijing Capital Airport Expressway, one on 1 October 2009 and the other one in the recent attempt. It is noticed that the relevant authorities of Beijing Municipal Government will do rational research, select those businesses and assets that are suitable for the

development of BEHL and through assets swap, they try to mitigate the impact of decrease in revenue resulting from toll reduction of airport expressway, protect the interests of investors and achieve sustainable development for the Company.

In less than ten days after the State's five ministries called for toll road rectification, Beijing Municipal Government immediately took the lead to implement a toll adjustment proposal for Beijing Capital Airport Expressway and reduced the toll schedule significantly. Such move has set a model for other toll roads in the country and made a good start to enhance livelihood. At the same time, the idea of withdrawing Beijing Capital Airport Expressway from BEHL by way of assets swap safeguards the interests of investors, and the assets proposed to inject into BEHL will be in greater conformity with its sustainable development. All of the above have demonstrated that Beijing Municipal Government is capable of handling complicated issues, meeting commitments and protecting its reputation. This prefect solution is set to benefit the public, protect investors' interests and promote scientific development of the Company.



About Beijing Enterprises Holdings Limited (0392.HK)

Beijing Enterprises Holdings Limited ("Beijing Enterprises") is the sole overseas listed conglomerate controlled by the Beijing Municipal Government for channeling capital, technology and management expertise from international markets into Beijing's development priorities. After a series of divestitures, Beijing Enterprises has successfully streamlined its assets portfolio and transformed itself into a diversified conglomerate with focus on infrastructure, utilities and consumer products. Its core assets include Beijing Gas Group Company Limited (the largest integrated citywide natural gas distributor in the PRC), Beijing Yanjing Brewery Co., Ltd., Beijing Enterprises Water Group Limited (0371.HK), Beijing Number 9 Water Treatment Plant concession, and Capital Airport Expressway, etc.

Currently, Beijing Enterprises holds 45.18% interest in the A Share listed Yanjing Brewery Stock Company Limited (000729.Shenzhen), 44.49% interest in Beijing Enterprises Water Group Limited (0371. HK) which is Beijing Enterprises' major vehicle for investing in regional water projects in mainland China, and 42.87% interest in Beijing Development (Hong Kong) Limited (0154. HK) whose major activity is developing Smart Card business in Beijing.

For more information, please visit the Group's website at: <http://www.behl.com.hk>

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