



北京發展(香港)有限公司
BEIJING DEVELOPMENT (HONG KONG) LIMITED

(Incorporated in Hong Kong with limited liability)

(Stock Code: 154)

RE-DESIGNATION OF DIRECTORS

The board of directors (the “Board”) of Beijing Development (Hong Kong) Limited (the “Company”) announces that with effect from 3 March 2006, Mr. Li Kangying, an executive director, has been re-designated as managing director of the Company in place of Mr. Ng Kong Fat, Brian. Mr. Ng Kong Fat, Brian remains as an executive director of the Company.

Mr. Li Kangying, aged 49, joined the Group in October 2001 and appointed as an executive director of the Company in March 2005. Mr. Li graduated from North China University of Electric Power majoring in telecommunications and is a PRC qualified engineer. Mr. Li was an university lecturer and a member of the PRC governmental research institute in the PRC and has been responsible for the management and operational affairs in the technological field for the past decade. Mr. Li is an executive director and vice chairman of Xteam Software International Limited (“Xteam”) (Stock Code: 8178). Mr. Li has personal interests in options for subscription of 2,700,000 shares of the Company. The options were granted on 18 January 2002 at an exercise price of HK\$1 per share and is exercisable at any time up to 17 January 2007.

Mr. Ng Kong Fat, Brian, aged 50, joined the Company in July 1993 as managing director. Mr. Ng graduated from the University of Stirling in Scotland in 1983 and is a member of the Institute of Chartered Accountants of Scotland. Mr. Ng has over 20 years’ experience in corporate, investment and financial management. Mr. Ng is an executive director of Xteam. Mr. Ng has corporate interests in 8,792,755 shares of the Company and has personal interests in options for subscription of 3,500,000 shares of the Company. The first portion of options for 2,300,000 shares were granted on 19 June 2001 at an exercise price of HK\$1 per share and is exercisable at any time up to 26 June 2006. The second portion of options for 1,200,000 shares were granted on 18 January 2002 at an exercise price of HK\$1 per share and is exercisable at any time up to 17 January 2007.

Both Mr. Li and Mr. Ng do not have any relationship with any director or the senior management of the Company or with any substantial or controlling shareholders of the Company. Both Mr. Li and Mr. Ng do not have service contract with the Company and their respective emoluments would be subject to determination by the Board by reference to their duties and responsibilities, the Company’s remuneration policy and market benchmark. In accordance with the articles of association of the Company, Mr. Ng is subject to retirement by rotation and be eligible for re-election at the annual general meeting of the Company.

Mr. Ng has confirmed that he is not aware of any matter relating to his re-designation that needs to be brought to the shareholders of the Company.

As at the date of this announcement, the Board comprises Mr. Zhang Honghai (Chairman), Mr. Li Kangying, Mr. E Meng, Mr. Wang Yong, Mr. Cao Wei, Dr. Yu Xiaoyang and Mr. Ng Kong Fat, Brian as executive directors, and Mr. Cao Guixing, Prof. Liu Wei and Dr. Jin Lizuo as independent non-executive directors.

By order of the Board
Wong Kwok Wai, Robin
Company Secretary

Hong Kong, 3 March 2006