

Guangdong Brewery Holdings Limited (the "Company") has been listed on the main board of The Stock Exchange of Hong Kong Limited since 1997. The Company and its subsidiaries (the "Group") engage in the production and distribution of beer products under the brand name Kingway ("金威") with approximately 30 product variants. The Group is the market leader in Shenzhen and a top-three brewery group in Guangdong Province, the People's Republic of China (the "PRC").

The Group has two production plants in Shenzhen, each with an annual production capacity of 200,000 tonnes respectively. All of the key production facilities were imported from leading German equipment suppliers. The total annual production capacity of the Group is 400,000 tonnes.

A new brewing plant with a planned annual production capacity of 200,000 tonnes situated in Shantou, the PRC, is under construction with a total investment of RMB400 million. It is expected to commence operation in the year 2005.

The Kingway brand was awarded the "China Top Brand" title for the beer category in 2002, the highest award in the PRC beer industry. In 2003, the Group was the first brewer in the PRC promoting Formaldehyde-free brewing technology.

As at 15 April 2004, GDH Limited, the controlling shareholder which holds approximately 52.68% interests in the Company is an investment holding company incorporated in Hong Kong and is currently the largest conglomerate of Guangdong Province operating outside the Mainland China with total asset value amounting to approximately HK\$38.9 billion.

On 19 February 2004, Heineken Asia Pacific Breweries (China) Pte Ltd became the strategic partner of the Company and held approximately 21.46% interests in the Company's issued share capital.