

Corporate Profile.....

Yunnan Enterprises Holdings Limited is a company incorporated in the Cayman Islands with limited liability and is listed on The Stock Exchange of Hong Kong Limited. Its principal activity is investment holding. The principle activities of its subsidiaries are the trading of cigarette-related products and the provision of management and consultancy services. In order to diversify the business portfolio of the Group and to capture the opportunities brought about by the huge potential of new technology business, the Group entered into the biotechnology business by acquiring a 48% equity interest in Shenzhen Xinpeng Biotechnology Engineering Company Limited and a 49% equity interest in Yunnan Meng Sheng Pharmaceutical Co. Ltd. in 2000 and 2001 respectively.

South Hong Investment Limited ("South Hong") is the controlling shareholder of the Company, holding 57.1% of the issued share capital. South Hong is an investment company formed by a group of leading enterprises in Yunnan Province, the People's Republic of China, namely, China National Tobacco Corporation Yunnan Branch, Yuxi Hongta Tobacco (Group) Limited, Yunnan International Trust and Investment Corporation and Yunnan Provincial Cereals, Oils & Food Stuffs Import and Export Corporation.

The shareholding structure of the Group is shown as follows:-

