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BEAUFORTE INVESTORS CORPORATION LIMITED

寶福集團有限公司

(incorporated in Hong Kong with limited liability)

(Stock code: 21)

PLACING OF NEW SHARES UNDER GENERAL MANDATE

Placing Agent & Financial Adviser



金鼎綜合證券(香港)有限公司

TIS Securities (HK) Limited

On 30 May 2005, the Company has entered into the Placing Agreement with the Placing Agent & Financial Adviser in relation to the placing of New Shares.

Placing of 58,564,000 New Shares

Pursuant to the Placing Agreement, the Company agreed to place, through the Placing Agent & Financial Adviser on a best-efforts basis, 58,564,000 new shares to independent investor(s) at the Placing Price of HK\$0.40 per Share.

The Placing Agent & Financial Adviser has procured and will conditionally place a total of 58,564,000 new shares to an individual investor, namely Mr. Christian Emil Toggenburger, who, to the best knowledge of the Directors, are not connected with the Company or its subsidiaries nor any of their directors, chief executives or substantial shareholders nor any of their respective associates (as defined in the Listing rules). As at the date of this announcement, Mr. Christian Emil Toggenburger holds 1,600,000 Shares or 0.55% issued share capital in the Company. Immediately after the Placing, Mr. Christian Emil Toggenburger will hold approximately 17.12% in the enlarged issued share capital of the Company. The New Shares represent approximately 20.0% of the existing issued share capital of the Company and approximately 16.67% of the Company's issued share capital as enlarged by the Placing.

The Placing Price represents (i) a premium of approximately 33.33% to the closing price of HK\$0.30 per share as quoted on the Stock Exchange on 30 May 2005, being the last trading day before this announcement; and (ii) a premium of approximately 32.01% to the average of the closing price per share of HK\$0.303 as quoted on the Stock Exchange for the last 10 trading days ended 30 May 2005, being the last trading day before this announcement.

The net proceeds receivable by the Company under the Placing are estimated to be approximately HK\$22.1 million after deducting placing commission and documentation fee received by the Placing Agent & Financial Adviser. It is presently intended that such net proceeds will be used as general working capital of the Company.

The Placing is conditional upon the Stock Exchange granting listing of and permission to deal in the New Shares.

The Placing Agreement

Date: 30 May 2005

Issuer

Beauforte Investors Corporation Limited

Placing Agent & Financial Adviser

TIS Securities (HK) Limited

Placee

The Company agreed to place, through the Placing Agent & Financial Adviser on a best-efforts basis, 58,564,000 new shares to independent investor(s) at the Placing Price of HK\$0.40 per Share. The Placing Agent & Financial Adviser has procured an individual investor, namely Mr. Christian Emil Toggenburger to subscribe a total of 58,564,000 new shares. As at the date of this announcement, Mr. Christian Emil Toggenburger holds 1,600,000 Shares or 0.55% issued share capital in the Company. Immediately after the Placing, Mr. Christian Emil Toggenburger will hold approximately 17.12% in the enlarged issued share capital of the Company. To the best knowledge of the Directors, Mr. Christian Emil Toggenburger is not connected with the Company or its subsidiaries nor any of their directors, chief executives or substantial shareholders nor any of their respective associates (as defined in the Listing rules). Mr. Christian Emil Toggenburger does not have any present intention to appoint any representative to the board of directors of the Company or to take part in the management of the Company. Mr. Christian Emil Toggenburger is the client of the Placing Agent & Financial Adviser. It is usual for Mr. Christian Emil Toggenburger to hold a significant interest in a listed company while not participating in the Board.

New Shares

The New Shares represent (i) approximately 20.0% of the existing issued share capital of the Company of 292,820,000 Shares as at the date of this announcement; and (ii) approximately 16.67% of the issued share capital of the Company of 351,384,000 Shares as enlarged by the Placing. The New Shares will rank, upon issue, pari passu in all respect with the Shares in issue on the date of allotment and issue of New Shares.

Placing Price

The Placing Price represents (i) a premium of approximately 33.33% to the closing price of HK\$0.30 per share as quoted on the Stock Exchange on 30 May 2005, being the last trading day before this announcement; and (ii) a premium of approximately 32.01% to the average of closing price per Share of HK\$0.303 as quoted on the Stock Exchange for the last 10 days ended 30 May 2005, being the last trading day before this announcement.

The Placing Price was negotiated on an arm's length basis between the Company and the Placing Agent & Financial Adviser with reference to the recent trading price and trading volume of the Shares. Given the existing market conditions in Hong Kong and the general economic environment, the Directors consider that the timing of the Placing is appropriate. Based on the current market condition, the Directors consider that the Placing Price is fair and reasonable and in the interest of the Company and its Shareholders as a whole.

Condition Precedent

Completion of the Placing is conditional upon the Listing Approval to be obtained on or before 22 June 2005 (or such later date as may be agreed between the Company and the Placing Agent & Financial Adviser in writing).

Completion of Placing

Completion of the Placing Agreement shall take place on the second Business Day after the Company obtaining the Listing Approval or such later date as may be agreed by the Company and the Placing Agent & Financial Adviser.

General mandate

The New Shares will be issued under the general mandate to allot, issue and deal with Shares granted to the Directors by resolution of the Shareholders passed at the annual general meeting of the Company held on 30 June 2004. The Directors confirmed that such general mandate has not been utilized as at the date of the Placing Agreement and no Shares have been repurchased by the Company within 30 days prior to the date of this announcement.

Independence of the Placing Agent & Financial Adviser

TIS Securities (HK) Limited is an independent third party not connected with the directors, chief executive or substantial shareholders of the Company or any of its subsidiaries or any of their respective associates (as defined in the Listing Rules).

Use of net proceeds

The gross proceeds from the Placing will be approximately HK\$23,425,600. The net proceeds from the Placing after netting off all fees and expenses to be borne by the Company (amounting to HK\$1.3 million), is approximately HK\$22.1 million (with net issue price calculated to be approximately HK\$0.377 per share) after deducting placing commission and documentation fee received by the Placing Agent & Financial Adviser. It is presently intended that such net proceeds will be used as general working capital of the Company. As at the date of this announcement, the Company has not identified any projects for acquisition.

Effect of the Placing

The existing shareholding structure of the Company and the shareholding structure of the Company upon the issue of New Shares and completion of Placing are as follows:

	Existing shareholding structure of the Company prior to completion of the Placing		Shareholding structure of the Company after the completion of the Placing	
	Number of Shares held	% of issued Shares held (approximately)	Number of Shares held	% of issued Shares held (approximately)
Mr. SHEN Song Ning	87,800,000	29.98	87,800,000	24.99
Max Team Investments Limited (Note)	87,800,000	29.98	87,800,000	24.99
Honourable International Holdings Limited (Note)	87,800,000	29.98	87,800,000	24.99
Public shareholders				
Mr. Christian Emil Toggenburger	1,600,000	0.55	60,164,000	17.12
Other public shareholders	203,420,000	69.47	203,420,000	57.89
Total	292,820,000	100	351,384,000	100

Note: Honourable International Holdings Limited is wholly owned by Max Team Investments Limited which is in turn wholly owned by Mr. SHEN Song Ning.

Fund raising exercise by the Company in the past twelve months

The Company has not conducted any fund raising exercise in the past twelve months.

Information of the Company

The Company is an investment holding company with its subsidiaries engaged in property investment and treasury and investment in listed and unlisted securities.

Application for listing

Application will be made by the Company to the Stock Exchange for the listing of, and permission to deal in, the New Shares.

Terms and definitions

"associate"	has the meaning ascribed thereto in the Listing Rules
"Board"	the board of Directors
"Business Day"	any day (excluding Saturday) on which commercial banks are generally open for normal banking business in Hong Kong
"Company"	Beauforte Investors Corporation Limited, a company incorporated in Hong Kong with limited liability and the Shares are listed on the Stock Exchange
"Director(s)"	director(s) of the Company
"Hong Kong"	Hong Kong Special Administrative Region of the People's Republic of China
"Listing Approval"	the approval of the listing of, and permission to deal in, the New Shares on the Stock Exchange granted by the Stock Exchange
"Listing Rules"	the Rules Governing the listing of Securities on the Stock Exchange
"New Shares"	an aggregate of 58,564,000 Shares to be placed pursuant to the terms of the Placing Agreement
"Placing"	the placing of New Shares pursuant to the terms of Placing Agreement
"Placing Agent & Financial Adviser"	TIS Securities (HK) Limited, a licensed corporation to carry on types 1, 2, 4 and 6 regulated activities (dealing in securities, dealing in futures contracts, advising on securities and advising on corporate finance respectively), under the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong)
"Placing Agreement"	the placing agreement dated 30 May 2005 entered into between the Company and the Placing Agent & Financial Adviser in relation to the placing of the New Shares
"Placing Price"	HK\$0.40 per New Share
"Shares"	ordinary shares of HK\$0.40 each in the share capital of the Company
"Shareholder(s)"	holder(s) of the Shares
"Stock Exchange"	The Stock Exchange of Hong Kong Limited
"HK\$"	Hong Kong dollar, the lawful currency of Hong Kong
"%"	per cent.

By order of the Board
Beauforte Investors Corporation Limited
Li Guanghao
Chairman

Hong Kong, 30 May 2005

As at the date of this announcement, the Board comprises Mr. Li Guanghao, Mr. Chen Baodong and Mr. Li Zhaohui as executive directors and Mr. Cheung Hok Fung, Alexander, Ms. Leung Fung Yee, Alice and Ms. Lou Aidong as independent non-executive directors.