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深圳高速公路股份有限公司
SHENZHEN EXPRESSWAY COMPANY LIMITED

(a joint stock limited company incorporated in the People's Republic of China with limited liability)
(Stock Code: 548)

ANNOUNCEMENT ON THE PROPOSED ISSUE OF
LONG-TERM CORPORATE BONDS IN THE PRC

This announcement is made pursuant to Rule 13.09(2) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

On 2 April 2007, the board of directors ("Board") of Shenzhen Expressway Company Limited ("Company") approved resolutions relating to the issue of the Long-Term Corporate Bonds (as defined hereinafter). Details of the resolutions are as follows:

- The Company is approved, subject to the final approval of 國家發展和改革委員會 (National Development and Reform Commission) ("ND&R"), to issue the long-term corporate bonds ("Long-Term Corporate Bonds") with an aggregate amount of RMB 800 million to PRC nationals holding valid identification documents and domestic qualified institutional investors. The principal terms of the proposal for the issue of Long-Term Corporate Bonds are to be as follows (subject to the final approval of the relevant governing authorities):-
 - Issue entity:** Shenzhen Expressway Company Limited
 - Total amount of the bonds:** RMB 800 million
 - Maturity of the bonds:** 15 years
 - Interest rate of the bonds and method of repayment for principal and payment of interests:** Interest rate of the bonds shall not exceed 140% of the prevailing bank deposit interest rate (subject to the approval of the People's Bank of China). The interest shall be paid annually. The principal will be repaid in full upon maturity.
 - Use of proceeds:** The net proceeds from the issue of bonds will be used to finance the reconstruction project of Qinglian Class 1 Highway into an expressway, which is held by 廣東清連公路發展有限公司 (Guangdong Qinglian Highway Development Company Limited), a subsidiary of the Company.
 - Method of issue:** Name of holders to be registered
 - Issue price:** Par value of the bonds to be issued
 - Issue coverage and targets:** To be issued to the public in the PRC. The issue targets will be the domestic qualified institutional investors and PRC nationals holding valid identification documents (except those prohibited by the laws and regulations of the PRC).
 - Underwriters:** Fully underwritten by a group of underwriters led by 廣發證券股份有限公司 (GF Securities Co., Ltd.) as lead underwriter.
 - Guarantee:** Unconditional and irrevocable guarantee by the bank for the full amount of principal and interests of the bonds; counter-guarantee in favour of the guarantee bank by the Company using credit and/or the equity interests or toll collection right of any toll highway of the Company for the full amount of principal and interests of the bonds.
 - Liquidity arrangement:** After the issue of the bonds, the Company will actively procure listing of the Long-Term Corporate Bonds on the stock exchange or other market approved by the State.
 - Validity of the resolutions:** 12 months from the date of the resolutions approving the issue of the Long-Term Corporate Bonds at shareholders' meeting.
- A resolution will be proposed to a shareholders' meeting to approve the Board or any director(s) of the Company ("Director(s)") so authorised to deal with all matters in relation to the issue of the Long-Term Corporate Bonds, including but not limited to:-
 - to determine the timing and specific terms of issue including interest rate, guarantee bank, specific terms of guarantees and other related matters, subject to the laws, regulations and other restrictive documents and to the extent of the scope as permitted by the Articles of Association, and in accordance with the requirements of the regulatory authorities and in view of the actual conditions of the Company and the market conditions. In the event of promulgation of any new regulations for corporate bonds in the PRC, the Board or any Director(s) so authorised will be authorised to adjust the issue proposal pursuant to the new regulations;
 - to deal with all other matters relating to the issue and listing of the Long-Term Corporate Bonds, including but not limited to, provision of necessary counter-guarantee using credit and/or pledge of the equity interest or toll collection right of any toll highway of the Company, determination of the market on which the Long-Term Corporate Bonds are listed, and completion of the procedures for the listing of the Long-Term Corporate Bonds, etc.;
 - to execute the agreements, deeds and documents (including but not limited to guarantee contracts and underwriting agreements) in relation to the issue and listing of the Long-Term Corporate Bonds, use of the proceeds and all other related matters.
- The Company is approved to provide counter-guarantee in favour of the guarantee bank using credit and/or the equity interests or toll collection right of any toll highway of the Company for the full amount of principal and interests of the bonds.
- The above-mentioned resolutions are to be proposed to shareholders' meeting to approve the above matters and the Chairman of the Company is authorised to deal with all matters relating to the convening of the shareholders' meeting, including but not limited to, determine timing and issue notice of shareholders' meeting.

The Board considers that the issue of the Long-Term Corporate Bonds will diversify its fund raising channels, lower its finance costs, control its interest rate risks, optimize its debt structure and enhance its corporate image, which is in the interests of the Company and its shareholders as a whole.

The ND&R has given a preliminary approval to the Company for the issue of the Long-Term Corporate Bonds on 19 March 2007. According to the relevant PRC laws, the Company is required to issue the Long-Term Corporate Bonds within 12 months from the date of such preliminary approval. The issue of the bonds shall be subject to the approval at shareholders' meeting and the final approval granted by the ND&R. The issue schedule of the Long-Term Corporate Bonds shall be subject to the final approval granted by the ND&R and the prevailing debt market conditions in the PRC.

By order of the Board
Wu Qian
Joint Company Secretary

Shenzhen, the PRC, 2 April, 2007

As at the date of this announcement, the directors of the Company are: Mr. Yang Hai (Chairman of the Board), Mr. Wu Ya De (Director and General Manager), Mr. Li Jing Qi (Non-executive Director), Mr. Wang Ji Zhong (Non-executive Director), Mr. Liu Jun (Non-executive Director), Mr. Lin Xiang Ke (Non-executive Director), Ms. Zhang Yang (Non-executive Director), Mr. Chiu Chi Cheong, Clifton (Non-executive Director), Mr. Li Zhi Zheng (Independent non-executive Director), Mr. Zhang Zhi Xue (Independent non-executive Director), Mr. Poon Kai Leung, James (Independent non-executive Director) and Mr. Wong Kam Ling (Independent non-executive Director).

This announcement is originally prepared in Chinese and the Chinese version shall prevail the English translation.