

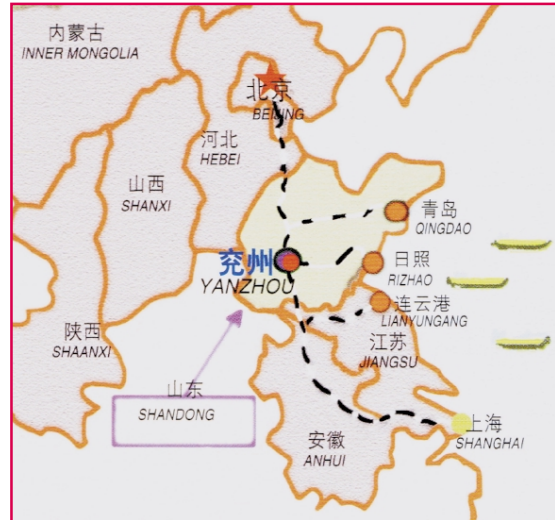
The most profitable coal enterprise in China
The largest coal producer in China
One of the largest coal exporters in China

The Company is engaged in underground mining, preparation and sales of coal. The Company mainly produces prime quality, low-sulphur coal.

Major customers include:

- Domestic: Shandong Electric Power, Shanghai Baoshan Iron & Steel, and Shanghai Power
- Overseas: Tokyo Electric Power Co. and Nippon Steel Co.

- In 1998, the Company was listed on the New York Stock Exchange, the Hong Kong Stock Exchange and the Shanghai Securities Exchange, respectively
- In January, 2001, 100 million new A shares were successfully issued
- The Company was ranked as the No. 10 of the top 50 listed companies by *Listed Companies* in 2000
- The Company was ranked as the No. 4 of China's best managed companies by *Asia Money* in January, 2000



Jining III coal mine

The Company initially owned four coal mines, that is Nantun, Xionglongzhuang, Baodian and Dongtan. The Company acquired Jining II coal mine and Jining III coal mine on 1st January, 1998 and 1st January, 2001, respectively.

In 2000, Jining II produced 4.75 million tonnes of coal and has exceeded the designed output capacity. Jining III was regarded as one of the world's lowest cost export coal mines by international mining experts. The Company's raw coal production in 2000 was 27.46 million tonnes.

The Company successfully developed mechanized comprehensive top caving mining method, which won the First Class National Sci-Tech Advance Award. This world class technology has significantly improved the Company's efficiency and productivity.



Jining II coal mine



Mechanized comprehensive top caving mining method