

# Corporate Governance



The Company has been strictly complying with relevant domestic and overseas regulations and strengthening its internal management with a view to optimising shareholders' interests while diligently performing its obligations:

1. Plans were formulated to foster a corporate culture underpinned by the spirit of "unity, pragmatism, and the pursuit of excellence," with a view to enhancing unity.
2. Senior management of the Company (members of the Board of Directors) honoured their pledge and fulfilled their obligations by over-accomplishing the 5-year development plan set at the time of listing and increasing return on shareholders' investment year-by-year.
3. Transparency on the Company has been maintained. Several market promotion functions were organised each year. A Website was set up to provide investors with basic information on the Company, statutory announcements, management biographies and business updates. A special team was established to communicate with investors and analysts and to answer their questions.
4. An internal audit system was set up to regularly audit the internal control procedures of the Company to ensure proper practices on a problem prevention basis.
5. An audit committee was set up in accordance with the requirements of the Listing Rules to audit the interim and annual results and assist the Board of Directors in carrying out its duties in internal controls as well as financial and management reporting.
6. The Company has set up special groups to assist the President in managing the construction and regulation of various infrastructure projects and furnish proposals for major investments and fund applications with a view to optimising investments, cost controls and efficiency enhancement. These groups include:
  - The Fund Management Committee
  - The Production Safety Committee
  - The Project and Equipment Tender Steering Group
  - The Information Steering Group
7. The Company strengthened the systematisation of its management by establishing relevant governing systems to regulate its internal operation procedures and lower business risks.
8. The "4-5" legal knowledge campaign was launched in accordance with the State's requirement to enhance legal awareness throughout the Company's staff and to facilitate regulated management and decision-making processes.



"Best Corporate Governance in China — 2001" awarded by *The Asset Magazine*