

# Report of the Supervisory Committee

To all shareholders,

During 2001, the Supervisory Committee carried out its monitoring duties honestly in a positive, pragmatic and prudent manner according to the provisions of the Company Law of the People's Republic of China and the Articles of Association of the Company based on the principle of fidelity in order to safeguard the interests of shareholders and the Company. The working report is mainly as follows:

1. We were present at general meetings and the board of directors meetings and learned about the Report of the Board of Directors. We monitored the operation decisions of the Company and no practice violating the national laws and regulations was found.
2. The execution of duties of senior management of the Company was monitored. They were considered exercising their rights within their terms of reference. No practice violating the Articles of the Company was found.
3. The Supervisory Committee concurs with the auditing opinions of Sichuan Jun He Accountants and Hong Kong Ernst and Young and considered that it truly reflected the financial situation and operating results of the Company. It has diligently reviewed the Annual Financial Report and the Profit Appropriation Plan to be tabled at the Annual General Meeting and the financial management, the transfer and the use of public surplus reserve and public welfare fund were complied with the laws and regulations of the State. The Company had healthy internal management system and significant effect on cost control.
4. The Company did not have any connected transactions, litigation and investment activities of material importance in the year.

*Supervisory Committee of*  
**Sichuan Expressway Company Limited**  
21 March 2002