

On 11 June 2003, the Company held its 2002 Annual General Meeting at the Company's Conference Room at the Office Building, No. 15, Ye Jin Road, Guixi City, Jiangxi Province. This meeting was presided by Mr. Ho Changming, the Company's Chairman. This meeting considered and approved the following: 2002 Report of the Directors, 2002 Report of the Supervisory Committee, 2002 Audited Financial Statements and Audit Report, 2002 Profit Appropriation Plan and the reappointment of Deloitte Touche Tohmatsu Certified Public Accountants Ltd. and Deloitte Touche Tohmatsu as the Company's PRC and international auditors for the year of 2003, the resignation of the second board of directors, directors whose term of office in the Supervisory Committee expired, supervisors; and the formation of the third directors, directors of the Supervisory Committee and supervisors.

Notice of 2002 Annual General Meeting and announcement of the resolutions passed at such meeting were published in China Security Journal, Shanghai Security Journal on 9 April 2002 and Hong Kong Economic Times and The Standard on 12 June 2003 respectively.