

Summary of Shareholders' Meetings

During the Reporting Period and up to the date of this report, one AGM has been convened

A resolution to convene the 2002 AGM of the Company was passed at the 22nd meeting of the Second Section of the Board and a notice to convene such meeting was published on Shanghai Securities, Hong Kong Economic Daily and The Standard on 24 March 2003. The 2002 AGM was held at the conference room of the Company on 16 May 2003. Three shareholders and authorized representatives holding a total of 513,216,000 shares, representing approximately 63.29% of the total issued share capital of the Company, were present and were sufficient to form a quorum for the meeting in accordance with the PRC Company Law and the Company's Articles of Association. The 2002 AGM was chaired by Mr. Cai Zhixiang, the Chairman of the Board and the Directors, Supervisors and Senior Management of the Company as well as the Company's lawyers were present at the meeting.

The following matters were considered and passed at the 2002 AGM:

- (1) the 2002 Directors' Report;
- (2) the 2002 Report of the Supervisory Committee;
- (3) the 2002 audited financial accounts;
- (4) the 2002 auditors' reports;
- (5) the re-appointment of Guangzhou Yangcheng Certified Public Accountants Co., Ltd. and PricewaterhouseCoopers as domestic and international auditors respectively, and the authorization to the Board to determine the auditors' remunerations;
- (6) the scheme of profit distribution and dividend payment for 2002;
- (7) the authorization to the Board to determine the remuneration of the Directors for 2003;
- (8) the authorization to the Board to determine the remuneration of the Supervisors for 2003;
- (9) the authorization to the Board to allot and issue new shares in accordance with the relevant rules and regulations during the relevant period and the authorization to the Board to make any necessary amendments to the Company's Articles of Association and to register such changes with the relevant authorities.

The resolutions of the 2002 AGM were published on Shanghai Securities, Hong Kong Economic Daily and The Standard on 19 May 2003.