

SHAREHOLDER GENERAL MEETING

During the reporting period, the Company held one General Meeting.

On 15 April 2003, the Company issued the Notice of General Meeting 2002 to be held on 29 May 2003. Four shareholders and shareholders' proxies attended the General Meeting, who hold 520,590,128 shares representing 59.61% of the total share capital of the Company.

The meeting discussed and approved the following: 2002 financial budget report, directors' report, supervisors' report, profit appropriation plan, reappointment of auditors, acceptance of resignation of Deputy Chairman, Mr. Liu Jie, Director Mr. Zhang Dianjun, Mr. Liu Yongshun, Mr. Li Pixue, Mr. Li Jinbiao and Mr. Tang Xiaojiang from the position as a director due to work reasons; Independent director, Mr. Guan Weili resigned from the position of independent director; Chairman of Supervisory Committee, Mr. Wu Qingwei, supervisors Mr. Luo Guiliang and Mr. Zhang Hongliang resigned from the position of supervisor due to work reasons; appointment of Mr. Luo Hong, Madam Tian Li, Madam Lu Yue, Mr. He Wanjun, Mr. Zhang Deben and Mr. Liu Xin as director and appointment of Mr. Luo Qimao and Mr. Huang Chuan as shareholders' representative supervisors.

The Company's staff representative committee elected Mr. Yuan Limin and Mr. Chi Jinzhi as staff representative supervisors.

For details of the announcement, please refer to designated newspaper for information disclosure on 15 April and 30 May 2003.