

## Shareholders' General Meetings Convened in 2003

The Company's Annual General Meeting for 2002 was held at No. 9 Longtan Street, Longtan District, Jilin City, Jilin Province, the PRC on June 24, 2003. One shareholder/proxy attended the meeting, representing 2,464,522,800 shares or 69.21% of the Company's registered share capital comprised of 3,561,078,000 shares. The annual general meeting was convened in accordance with the articles of association of the Company and the relevant laws and regulations of the PRC. The reports of the directors and supervisors of the Company for 2002, the audited financial statements prepared in accordance with PRC GAAP and IFRS and profit appropriation plan of the Company for 2002, the remuneration of directors and supervisors of the Company for 2003 were approved at the meeting. The appointment of PricewaterhouseCoopers (certified public accountants in Hong Kong) and PricewaterhouseCoopers Zhong Tian CPAs Company Limited (registered accountants in the PRC) as the Company's international and domestic auditors was approved. Wang Peirong was elected as an independent non-executive director of the Company. The Board was authorized to conduct matters concerning the Company's A shares suspension and possible de-listing. Amendments to the Articles of Association of the Company were also considered and approved.

The Company's Extraordinary General Meeting was held at No. 9 Longtan Street, Longtan District, Jilin City, Jilin Province, the PRC on December 30, 2003. One shareholder/proxy attended the meeting, representing 3,273,805,653 shares or 91.93% of the Company's registered share capital comprised of 3,561,078,000 shares. At the meeting, an ordinary resolution was passed in accordance with the articles of association of the Company and relevant laws and regulations of the PRC. The agreement dated November 13, 2003 entered into between the Company and JCGC for the purchase of certain assets including equipment and machinery, at an aggregate consideration of RMB159.50 million to be satisfied by way of set off against accounts receivables of the Company from JCGC, and the directors of the Company (or any of them) were authorized to take such actions and execute such documents as they may consider necessary or desirable to carry out and complete the transaction.

Further details of the above-mentioned general meetings were disclosed in the China Securities, the Securities Times, Wen Wei Bo and The Standard on June 25, 2003 and December 31, 2003, respectively.