

2004 Major Events Calender

February

- Kelon won the “Best Small Cap Company (China)” award and the “Most Improved in Corporate Governance (China)” award in the 12th “Best Managed Companies” poll by *AsiaMoney*, an international renowned financial magazine.

March

- Kelon held the first “Kelon Cup Industrial Design Competition” with “Boundless Innovation and Fantasies” as the theme.

April

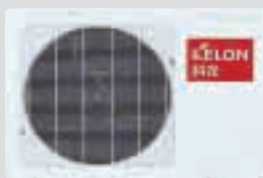
- According to the survey conducted by the Industry Information Center of the National Bureau of Statistics of China, sales volume of Kelon’s refrigerators topped the domestic market in 2004. Kelon Group was recognized as winner for the 11th time in terms of refrigerator sales volume after topping the market for nine consecutive years from 1991 to 1999.
- Kelon commenced the operation of “One Dial”, the country’s unified service hotline, to replace the traditional local customer service hotlines. This indicated Kelon’s information management capability has reached international standards.

May

- An expert panel comprising representatives from the State Administration of Environmental Protection, the China Household Electrical Appliance Association and China Association of Refrigeration granted professional accreditation to HFC-245fa, the third generation foaming agent developed by Kelon. This accreditation celebrates another breakthrough of Kelon in developing energy saving technology for refrigerators following its naming by the United Nations for the “Energy Saving Grand Prix” in late 2003.

June

- According to the findings of the first “Product Quality Customer Satisfaction Survey in China” conducted by the Market Information Center of the *People’s Daily*, customers ranked Kelon’s “Energy Saving Grand Prix” series of refrigerators number one among all energy saving refrigerators and its “Shuang Xiao Wang” series of air conditioners number one among all energy saving air conditioners in China.
- Subsequent to the joint evaluation by World Brand Laboratory and World Economic Forum, which are brand equity evaluation organizations, the value of the Kelon brand surged from RMB14.8 billion in 2000 to RMB34.7 billion, ranking second in China’s domestic appliances industry, and was the domestic appliances brand boasting the most robust growth in China.



July

- Kelon’s fourth generation “Shuang Xiao Wang” air-conditioner KFR-22GW passed the cooling efficiency test of national authorities. Its coefficient of performance reached 6.65, breaking world record at the time.

August

- Kelon was awarded the “2004 Energy Saving Award” by the China Standard and Certification Center (formerly known as CECP), commending Kelon’s contribution to energy saving in domestic appliances industry in China.

September

- Ronshen refrigerator and Kelon split type air-conditioner were named “China’s Famous Brand Products” again by China Promotion Committee for Top Brand Strategy.
- Kelon was awarded the gold prize of “Ozone Layer Protection Award” jointly by the State Administration of Environmental Protection and China Environmental and Cultural Promotion Association.
- Kelon was named the “China Credible Quality Enterprises AAA+” by the China Quality Credibility Evaluation Center.

October

- Kelon successfully developed air conditioners with coefficient of performance reaching 7.0, breaking world record again.
- Kelon celebrated its 20th anniversary.
- Kelon established Guangdong Kelon Weili Electrical Appliances Company Limited, marking its entry into the washing machine industry.
- Guangdong Greencool Enterprise Development Company Limited, the single largest shareholder of Kelon, completed its increase in shareholding in the Company from 204,775,755 shares to 262,212,194 shares, and the proportion of shareholding was increased from 20.64% to 26.43%.



November

- Kelon was included in the list of “2004 China’s Top 100 Most Vibrant Enterprises” in the “China’s Most Vibrant Enterprises” election organized by the Federation of Industry and Commerce.
- The Board of Directors of Kelon resolved to seek from shareholders general authority to repurchase not exceeding 10% of the issued H shares of the Company with its internal resources. The resolution was approved at the Extraordinary General Meeting on 15 January 2005.