

COMPANY PROFILE

Yanzhou Coal Mining Company Limited (“Yanzhou Coal” or “the Company”) is located in Shandong Province, the People’s Republic of China (the “PRC”). The Company is principally engaged in underground coal mining, preparation and processing, and sale and railway transportation of coal.

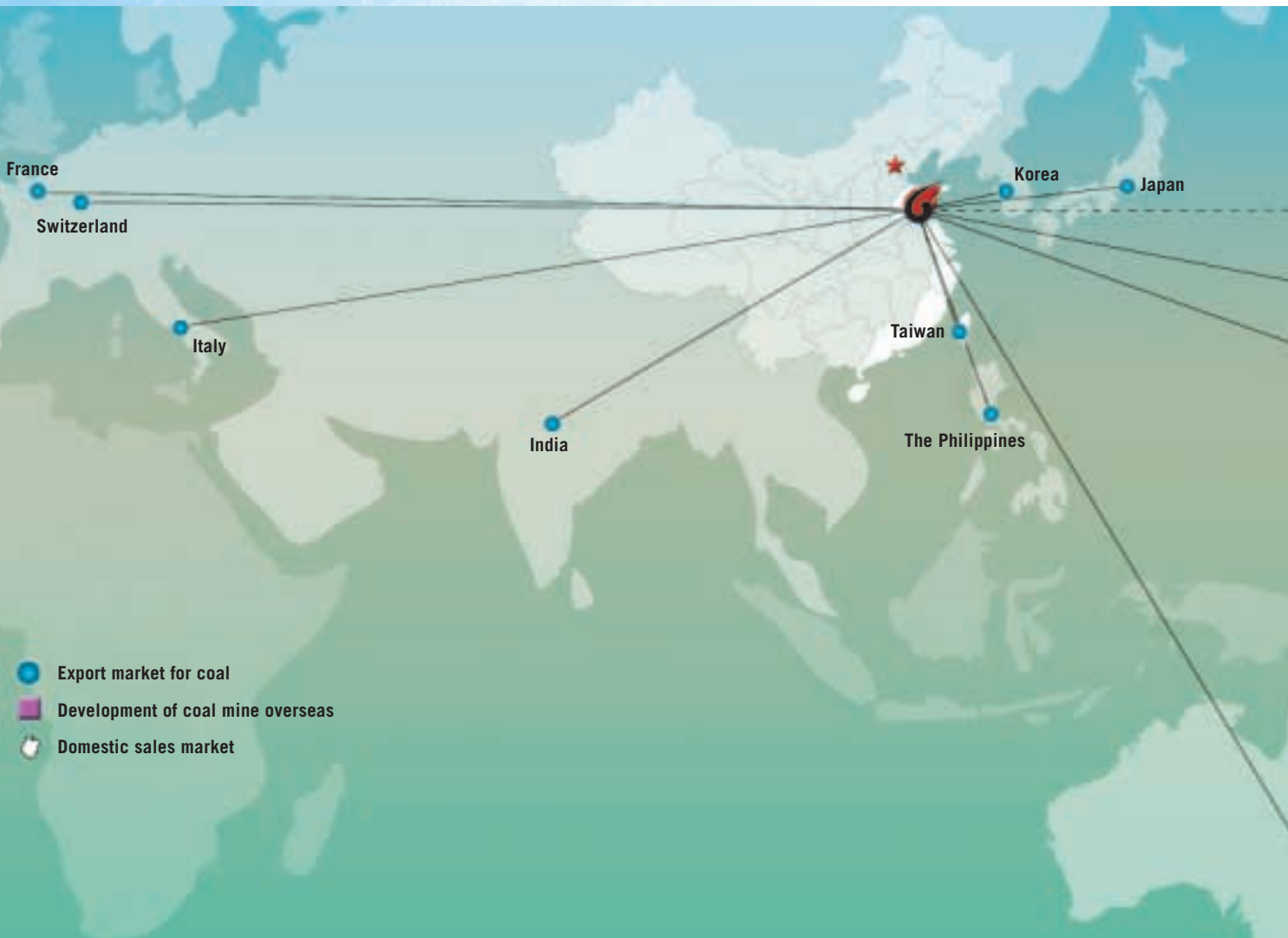
In 2005, the Company produced 34.66 million tonnes of raw coal, making it the largest coal producer in Eastern China; sold 32.48 million tonnes of saleable coal of which 7.25 million tonnes are export sales, making it the largest coal exporters in the PRC; and realized a income attributable to equity holders of the Company of RMB2,881.5 million, making it one of the most profitable coal enterprises in the PRC.

PRODUCTS

The Company’s products are mainly prime quality low-sulphur coal, which is suitable for large-scale power plant as steam coal, metallurgical production as coal to be used with coking coal and for use in pulverized coal injection (PCI).

CUSTOMERS

The customers of the Company are mainly located in countries or regions in East Asia such as Japan, Korea, Eastern China and South China.



MAJOR PRIZES IN 2005

- No.4 of the *China's Best Corporate Governance* as rated by the magazine *Asia Money* in Hong Kong.
- *CCTV 2004 China's Most Valuable Listed Companies* elected by China Central Television.
- *Shangzheng 50 Index Component Shares* elected by the Shanghai Stock Exchange
- No. 21 of the *Top 50 Listed Companies with Strongest Development Strength in China* rated by China Securities & Asian Business and No. 6 of the *Top 10 with Organizational and Execution Strength* among the *Top 50 Listed Companies with Strongest Development Strength in China* rated by China Securities & Asian Business.

IMPORTANT EVENTS

- Successfully listed in New York, Hong Kong and Shanghai stock markets in 1998.
- Successfully issued 100 million new A shares and 170 million new H shares in 2001 and 204 million new H shares in 2004.
- Acquired Jining II coal mine, Jining III coal mine and railway assets specifically used for the transportation of coal (the "Railway Assets") in 1998, 2001 and 2002, respectively.
- Successfully acquired Southland Coal Mine in Australia (now renamed as "Austar Coal Mine") in 2004, which is the first successful purchase of an overseas coal mine by a Chinese enterprise.
- Setting up Yanzhou Coal Yulin Nenghua Company Limited ("Yulin Nenghua Company") with a controlling stake by the Company in 2004 and started a 600,000 tonnes Methanol Project.
- Purchase of 95.67% shares of Yankuang Heze Nenghua Company Limited ("Heze Nenghua") in 2005.
- Patent of "Two-leg Shields Type" hydraulic support of the Company was transferred for consideration to DBT Germany in 2005 and achieved the first breakthrough of technique output from the PRC's coal industry to foreign countries.

