

# Corporate Profile

The Company is principally engaged in the investment, construction, operation and management of toll highways and roads.

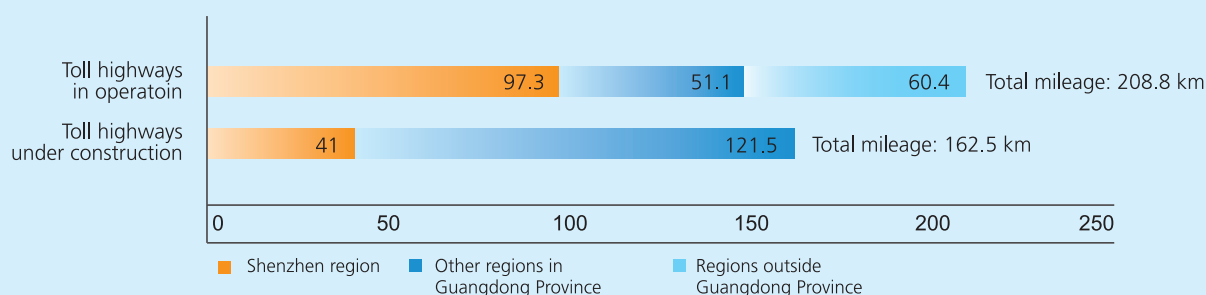
The Company adheres to the development strategy of focusing on toll highway operations as its core business and the investment strategy of expanding towards the Pearl River Delta region as well as other economically developed regions in the PRC through establishing a foothold in Shenzhen. It aims at bringing ever-improving returns to its shareholders and providing premier and efficient services to the public and government at reasonable costs.

The Company was established on 30 December 1996 with a total share capital of RMB1,268,200,000. In March 1997, the Company issued 747,500,000 foreign shares (H Shares), which were listed on HKEX on 12 March 1997 (stock code: 0548). In December 2001, the Company issued 165,000,000 Renminbi-denominated ordinary shares (A Shares), which were listed on SSE on 25 December 2001 (stock code: 600548).

The existing total share capital of the Company amounts to RMB2,180,700,000. The Share Segregation Reform Proposal of the Company was implemented on 27 February 2006, subsequent to which the total number of shares held by the former holders of non-circulating shares of the Company decreased from 1,268,200,000 shares to 1,215,400,000 shares, with the nature of such shares changed from non-circulating shares to restricted circulating shares, and the total number of circulating A Shares increased from 165,000,000 shares to 217,800,000 shares. The total number of shares of the Company before and after the implementation of the Share Segregation Reform Proposal remained unchanged. The largest shareholder of the Company is Xin Tong Chan Development (Shenzhen) Company Limited, a wholly-owned subsidiary of Shenzhen International Holdings Limited (stock code: 0152), which is listed on HKEX, holding approximately 30.03% of the Company.

The toll highways operated and invested in by the Group in Shenzhen City and other regions of Guangdong Province are major components of the national or provincial trunk highway networks. These toll highways not only connect the main ports, the airport, customs checkpoints and industrial zones that form a complete highway network in Shenzhen, but also constitute part of the major road passages between Shenzhen and Hong Kong leading towards the Pearl River Delta region. They have become important infrastructures especially after the implementation of CEPA and the establishment of the Pan Pearl River Delta Economic Zone.

As at the end of Reporting Period, the total mileage of the toll highways calculated on the basis of equity interests held by the Group is as follows:



The Shareholding and Business Structure of the Group (as at 31 December 2006):

