

Report of the Supervisory Committee

To all shareholders,

During the year ended 31st December 2000, the members of the Supervisory Committee have strictly discharged their duties, protected loyally the interests of the Company and the shareholders, complied with the faithful principles, and carried out their work actively, realistically and carefully according to the “PRC Company Law” and the provisions of the Articles of Association.

The Supervisory Committee, through attending the board meetings and the working meetings of the general managers and participating in important activities of the Company, reviews the working report of the Board of Directors and the report of the general managers, gives advice on the Company's production, business development and financial investment plans and ensures whether or not the decision-making and the specific decision made satisfy the State's law and regulations, the Company's Articles of Association, the resolutions of the general meeting and the interests of the shareholders. The Supervisory Committee is satisfied with the good results achieved by the Company in 2000.

The Supervisory Committee has reviewed the financial statements and the profit allocation plan submitted to the general meeting in a serious manner. It has also supervised and inspected the consistent implementation of the State's financial policies as well as laws and regulations by the Company, and the assets and incomes and expenditures of the Company. It considers that the operational results achieved by the Company are true, expenditures incurred are reasonable, the profit allocation plan satisfies the interests of the shareholders and the long-term interests for the Company's development, and the allocation, reserve and use of the public accumulative fund and the public welfare fund are in compliance with the provisions of the laws, the regulations and the Articles of Association.

The Supervisory Committee supervises the discharge of duties by the members of the board of directors and the senior management officers. It considers that the members of the board of directors, the general managers and other senior management officers have been complying with the diligent and fiduciary principles, acting in good faith with the interests of the Company as their primary consideration, faithfully discharging the duties as provided in the Articles of Association, implementing the various resolutions of the general meeting and the board meeting, and operating in accordance with the stipulations on international listed companies in a strict manner. The Company and the members of the board of directors of the Company have complied with the relevant provisions as set out in Appendix 14 of the Rules governing the Listing of Securities on The Stock Exchange of Hong Kong Limited and the relevant regulations of the China Securities Regulatory Commission and it is not aware of any activities in violation of the law, regulations and Articles of Association of the Company throughout the period of this report. Neither has any material litigation been brought against the Company, nor any negotiation or action been held with and or filed against the directors by the Supervisory Committee on the Supervisory Committee on the Company's behalf.

The Supervisory Committee is optimistic of the prospects of the Company. It will closely supervise the operation of the Company and make its contribution for the Company's growth.

May I take this opportunity to express my gratitude to the shareholders, the directors and the staff for their strong support to the work of the Supervisory Committee.

By order of the Supervisory Committee

Li Yun Gui

Chairman of the Supervisory Committee

Hefei, Anhui, the PRC

12th March, 2001

ANHUI EXPRESSWAY COMPANY LIMITED
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