

各位股東：

在本報告期內，公司監事會嚴格按照《公司法》與《公司章程》等規定所賦予的職責，堅持以最大限度地維護全體股東和公司的權益為宗旨，實事求是、客觀公正地履行了監督職責。

監事會成員通過列席公司董事會會議和其他方式，對公司董事會的經營決策和總經理及其他高級管理人員的經營行為進行了監督。監事會認為本公司董事、總經理及其他高級管理人員能夠執行股東大會、董事會的各項決議，決策程式符合法律和公司章程的規定，公司有較完善的內部控制制度。

監事會會議情況

1. 2001年3月8日，召開了第三屆監事會第三次會議，會議審查通過了董事會提交股東年會的2000年年度財務報告、營業報告和利潤分配方案。
2. 2001年7月30日召開了公司臨時股東大會，選舉產生了新監事（1999年10月26日公司職工民主選舉李育恩先生為監事繼續有效）。當日召開第三屆監事會第四次會議，選舉產生了新的監事會主席。
3. 2001年8月23日召開了第三屆監事會第五次會議，會議審議通過了董事會提交的公司2001年中期營業報告、財務報告及利潤分配方案。
4. 2001年11月12日召開了第三屆監事會第六次會議，會議對董事會提交的有關公司收購和出售資產的資料及決議進行了審查，監事會認為，本次公司的資產交易符合公開、公平、公正原則，未發現內幕交易，未損朗股東的權益或造成公司資產流失。

關聯交易情況

報告期內關聯交易以公平的原則進行，無損朗公司利益的情況。

Dear shareholders,

During the reporting period, all the member of the Supervisory Committee of the Company have based on the principles of acting in good faith, performed faithfully their duties prescribed in the Company Law of the People's Republic of China and the Article of Association of the Company to protect the interests of the Company and its shareholders.

The Supervisory Committee monitors the activities of the Board of Directors, the General Manager and other senior management personnel through various means including attendance at the Board of Directors' meetings. The Supervisory Committee considers that the Directors, General Manager and other senior management of the Company had executed all the resolutions passed during the shareholder meeting and director meeting and had acted carefully and diligently in accordance with their statutory power and by the relevant laws and regulations. The Company has proper internal control system.

DETAILS OF THE SUPERVISORY COMMITTEE MEETINGS ARE AS FOLLOWS:

1. On 8th March, 2001, the third Supervisory Committee held its third meeting during which the Committee passed the Company's audited 2000 financial statements, review of operations and appropriation scheme submitted by the Board of Directors.
2. On 30th July, 2001, the Company's extraordinary meeting was held and the members of the Supervisory Committee were elected (Mr. Li Yuen, who elected as the staff representative in the 26th October, 1999, continued in office). On the same day, the third Supervisory Committee held its fourth meeting during which Chairman of the Supervisory Committee was elected.
3. On 23rd August, 2001, the third Supervisory Committee held its fifth meeting during which the Committee passed the Company's 2001 interim financial report, review of operation and appropriation scheme submitted by the Board of Directors.
4. On 12th November, 2001, the third Supervisory Committee held its sixth meeting during which the Supervisory Committee reviewed the term for acquisition and disposal of assets of the Company. The Supervisory Committed considers that such transactions were made in public, conducted at arm's length, fair and in good faith. There was no insider trading nor any acts which would be detrimental to the interests of shareholders or the Company.

CONNECTED PARTY TRANSACTION

During the reporting period, connected transactions of the Company were made on a fair and reasonable basis and no acts detrimental to the interests of the Company were found.