

ACTIVELY SEEKING TO ISSUE ADDITIONAL A SHARES

According to the Administration Measures for the Issuance of New Shares by the Listed Companies promulgated by China Securities Regulatory Commission in March 2001, the Company is qualified for the offering of RMB-denominated ordinary shares (A Shares) to the public in the securities market of the PRC to raise funding for its future investment and development. On 19th May 2001, the class meeting for the A shareholders and the H shareholders of the Company and the first extraordinary general meeting in 2001 were held. The resolution to issue an addition of not more than 250,000,000 A Shares was approved thereon. In addition, prolonging the resolution's period of validity to 19th May 2003 was approved at the annual general meeting, which was held on 20th April 2002. The proceeds from the issue will be used to acquire and construct the entire section of Lianyungang to Huoerguosi Expressway in Anhui Province.

The Company expects the issue of A Shares to complete in the latter half of this year. The Company intends to achieve an organic integration of internal resources with external funding, thereby extending the scope of the Company.