

Details of Shareholders' General Meeting

On 22 March 2004, the Board of Directors of the Company issued an announcement convening the annual general meeting for 2003. The annual general meeting for 2003 was held at the Company's conference room. The shareholders and proxies at the meeting represented a total of 232,330,200 shares with voting rights, which constitutes 51.63% of the total number of shares of the Company carrying voting rights.

Details of resolutions as approved at the shareholders' general meeting and the disclosure

The following resolutions were considered and passed as ordinary resolutions by showing of hands:

1. to approve the 2003 Report of the Board of Directors;
2. to approve the 2003 Report of the Supervisory Committee;
3. to approve the 2003 Audited Financial Statements;
4. to approve the 2004 Report of the Work Plan;
5. to approve the 2003 profit-after-taxation distribution plan of the Company, i.e. there will be neither distribution of profit nor any increase in share capital converted from capital reserve; and
6. to approve the appointment of the 2004 accountants and the re-appointment of Ho and Ho & Company, Certified Public Accountants, and Shenzhen Pan-China (Schinda), Certified Public Accountants, as the Company's international and domestic auditors respectively for the year 2004, and to authorize the Board of Directors to determine their remunerations.

The announcement of the resolutions passed at the annual shareholders' general meeting was published on Shanghai Securities News, China Securities Journal, Wen Wei Po and The Standard in Hong Kong on 11 May 2004.

