

Other Information

DIRECTORS' AND SUPERVISORS' INTEREST IN SHARES

Based on the register maintained by the Company as required under Section 352 of the Securities and Futures Ordinance, as at 30 June 2006, none of the directors, supervisors had any interest in the shares, underlying shares and debentures of the Company or its associated corporations (within the meaning of Part XV of the Securities and Futures Ordinance) that is required to be disclosed to the Company and the Stock Exchange of Hong Kong Limited under Divisions 7 and 8 of Part XV of the Securities and Futures Ordinance (including interests and short positions which any such director or supervisor is taken or deemed to have under such provisions of the Securities and Futures Ordinance), or as required by the Model Code for Securities Transactions by Directors of Listed Companies for directors of listed companies in dealing in securities.

SHARE CAPITAL

Share capital of the Company as at 30 June 2006 was as follows:

Nature of shares	Number of Shares	% of Total Issued Share Capital
Domestic Shares	2,461,596,200	57.93%
H Shares	1,787,406,000	42.07%

Other Information

SUBSTANTIAL SHAREHOLDERS

Based on the register maintained by the Company as required under Section 336 of the Securities and Futures Ordinance, as at 30 June 2006, so far as was known to the directors of the Company, the following persons (other than a director or supervisor) had an interest or short position in the shares and underlying shares of the Company which would fall to be disclosed to the Company and the Stock Exchange of Hong Kong Limited under the provisions of Divisions 2 and 3 of Part XV of the Securities and Futures Ordinance.

Name	Corporate Interest	Short Position	Class of Shares	Percentage of the Company's Total Issued Share Capital	Percentage of the Company's Issued H Share Capital
China National Foreign Trade Transportation (Group) Corporation	2,461,596,200	—	Domestic	57.93%	—
Deutsche Post AG	237,468,000	—	H shares	5.59%	13.30%
UPS Air Couriers of America Limited	124,657,000	—	H shares	2.93%	6.97%
Invesco Hong Kong Limited in its capacity as manager/ advisor of various accounts	107,283,000	—	H shares	2.52%	6.00%
DWS Invest SICAV	97,932,000	—	H share	2.3%	5.48%
Deutsche Bank Aktiengesellschaft	95,995,946	—	H shares	2.26%	5.37%
	2,141	(S)	H shares	0.00%	0.00%
Oppenheimer Developing Markets Fund	91,900,000	—	H shares	2.16%	5.14%

(S) — Short Position

Save as disclosed above, based on the register maintained by the Company as required under section 336 of the Securities and Futures Ordinance, as at 30 June 2006, so far as was known to the directors of the Company, there were no other person (other than a director or supervisor) who had any interest or short position in the shares and underlying shares of the Company which would fall to be disclosed to the Company under the provisions of Divisions 2 and 3 of Part XV of the Securities and Futures Ordinance.

PURCHASE, SALE AND REDEMPTION OF LISTED SECURITIES OF THE COMPANY

There was no purchase, sale or redemption of the listed securities of the Company by any members of the Group during the six months ended 30 June 2006.

Other Information

SIGNIFICANT RELATED PARTY TRANSACTIONS

The significant related party transactions undertaken by the Group during the six months ended 30 June 2006 are set out in Note 22 to the unaudited condensed consolidated interim financial statements.

ACQUISITIONS AND DISPOSALS

On 25 January 2006, the Group acquired a 100% equity interest in Man Shun Shipping Company Limited for a cash consideration of RMB32,433,000.

On 28 February 2006, the Group acquired a 47.08% equity interest in Sinotrans Foshan Warehouse & Terminal Co., LTD in which 40% was held by through Man Shun Shipping. For the rest of 7.08% equity interest, the cash consideration was RMB2,301,000.

On 1 January 2006, the Group via a non wholly-owned subsidiary, Sinotrans Eastern Company Limited has obtained control of Shanghai Sinotrans Chemical International Logistics Co., LTD ("Shanghai Chemical") as a result of the changes to the composition of the Board of Directors. The Group is now represented by 6 directors out of 9 directors in the Board (as at 31 December 2005, 5 directors out of 8 directors). Accordingly, the Group has the power to govern the financial and operating policies of Shanghai Chemical as the Group has more than two-thirds of the voting rights in Shanghai Chemical. With effect from 1 January 2006, the Group has accounted for the results of operations and the share attributable to minority interest of Shanghai Chemical in the consolidated financial statements.

Save as disclosed above, there were no material acquisitions and disposals of subsidiaries or jointly controlled entities or associated companies of the Group for the six months ended 30 June 2006.

CORPORATE GOVERNANCE

Compliance with the Code on Corporate Governance Practices

The Company is committed to high standards of corporate governance and has adopted the Code on Corporate Governance Practices (the "Code") issued by Hong Kong Stock Exchange as the code of Corporate Governance Practices of the Company. The Company has complied with all the code provisions in effect as set out in the Code throughout the 6 months' period ended 30 June 2006 except for the deviations as mentioned in the section "Report on Corporate Governance" contained in the Company's annual report for the year ended 31 December 2005.

Other Information

Board of directors

As at 30 June 2006, the board of directors of the Company comprised 12 directors. The members were as follows:

Chairman:	Mr. Zhao Huxiang
Executive directors:	Mr. Zhao Huxiang, Mr. Zhang Jianwei, Ms. Tao Suyun, Mr. Li Jianzhang
Non-executive directors:	Mr. Yang Yuntao, Ms. Liu Jinghua, Mr. Jerry Hsu, Mr. Ken Torok, Mr. Peter Landsiedel
Independent non-executive directors:	Mr. Sun Shuyi, Mr. Lu Zhengfei, Mr. Miao Yuexin

Audit committee

The principal functions of the audit committee include the appointment of external auditors, review and supervision of the Group's financial reporting process and internal controls as well as to offer advice and recommendations to the Board of Directors. The current committee members are Mr. Sun Shuyi, Mr. Lu Zhengfei, Mr. Miao Yuexin and Ms. Liu Jinghua, with Mr. Sun Shuyi acting as the chairman of the audit committee.

The unaudited condensed consolidated interim financial statements as contained in this interim report have been reviewed by the audit committee.

Remuneration committee

The principal functions of the remuneration committee include reviewing the remuneration policies of the Company, assessing the performance of the directors and senior management of the Company and determining policies in respect to their remuneration packages. The current committee members are Mr. Lu Zhengfei, Mr. Sun Shuyi, Mr. Miao Yuexin and Ms. Tao Suyun, with Mr. Lu Zhengfei acting as the chairman of the remuneration committee.

Model Code for Securities Transactions by Directors of Listed Issuer

The Company has adopted the Model Code for Securities Transactions by Directors of Listed Issuers (the "Model Code") contained in Appendix 10 to the Listing Rules as the code of conducting securities transactions by Company's directors.

The directors of the Company have confirmed, following specific enquiry by the Company, that they have complied with the required standards set out in the Model Code throughout the period from 1 January to 30 June 2006.

MAJOR SUBSEQUENT EVENTS

Details of major subsequent events are set out in Note 23 to the unaudited condensed consolidated interim financial statements.