

Report on Commencement of Work

JJ --- 4

Project name	Project of construction and installation of 50MW fuel gas --- steam combined power generating unit of Thermal Energy Factory of Chongqing Iron and Steel		Project No.		Project place	Dapingshan, Chongqing Iron and Steel
Construction budget ¹ (10,000 Yuan)	3724 (10,000 Yuan)		Engineering structure	Comprehensive		
Construction period	209 days	Contracted date of commencement	April 6, 2006	Actual date of commencement	April 6, 2006	
1. "Three connections" (connection of water, electricity and communication) shall be solved by Party B, and as for "one leveling" (leveling of worksite), the original landform of the worksite is relatively good, and it is only necessary to make local slight adjustments, which shall be solved by Party B. 2. Partial drawings for civil construction have been obtained. 3. Machines, tools and equipment have arrived at worksite. 4. Construction personnel have been employed and arrived at worksite. 5. Related personnel have got familiar with the worksite. Hereby, an application is filed for commencement of work.						
Review opinions of construction unit: Agree with commencement of work. Chongqing Sanhuan Construction Supervision and Consulting Co., Ltd. Special Seal for Project Supervision (5) (Seal) Zhang Xianyi May 6, 2006						
Representative of building unit: Chongqing Iron and Steel Group Construction Engineering Co., Ltd. Project Department of 50MW Power Generating Unit Engineering Special Seal for Materials (Public Seal) May 8, 2006			Representative of construction unit: Zhou Li Thermal Power Factory of Chongqing Iron and Steel Co., Ltd. Combustion Engine Department (Public Seal) May 8, 2006			

Compiled by: He Zhongwen

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¹ [Does not include investment costs]