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# 東北電氣發展股份有限公司

**NORTHEAST ELECTRIC DEVELOPMENT CO., LTD.**

*(A joint stock limited company incorporated in the People's Republic of China with limited liability)*

**(Stock Code: 0042)**

## OVERSEAS REGULATORY ANNOUNCEMENT

It is predicted that Northeast Electric Development Co., Ltd (hereinafter referred to “the Company”) will turn losses into gains with a year-on-year accumulative net profit of approximately RMB500,000 and earnings per share of RMB0.0006 in the first half of this year according to the primary calculation from the financial management department. The accurate financial data will be disclosed in the interim report of 2010 on 18 August 2010. Now, an announcement is made in accordance with the provision specified in Article 13.09 (2) of the Listing Rule.

### **I. Period of Performance Prediction: from 1 January 2010 to 30 June 2010**

### **II. Situation of Performance Prediction: It is predicted the Company will turn losses into gains compared with the same period of last year.**

It is predicted that the Company will turn losses into gains with a year-on-year accumulative net profit of approximately RMB500, 000 and earnings per share of RMB0.0006 in the first half of this year according to the primary calculation from the financial management department. The accurate financial data will be disclosed in the interim report of 2010 on 18 August 2010.

### **III. Reasons for Performance Change**

The Company's business condition during the reporting period becomes better than it was in the first quarter, so that the Company can turn losses into gains, compared with the same period last year.

**IV. Did the certified public accountant audit the performance prediction? No.**

**V. The performance in the same period last year**

1. Net profit: RMB -10,312,741
2. Earnings per share: RMB -0.0118

**VI. Other Related Explanation**

The performance prediction has been primarily calculated by the financial management department of the Company. The board of directors confirms that the accurate financial data will be disclosed in the interim report of 2010 on 18 August 2010. We wish to call mass investors' attention to investment risks.

By order of the Board

**Su Weiguo**

*Chairman*

Shenyang, the People's Republic of China

14 July 2010

*The directors of the Company, having made all reasonable enquiries, confirm that, to the best of their knowledge and belief: (i) the information contained in this announcement is accurate and complete in all material respects and not misleading; (ii) there are no other matters the omission of which would make any statement in this announcement misleading; and (iii) all opinions expressed in this announcement have been arrived at after due and careful consideration and are founded on bases and assumptions that are fair and reasonable.*

*As at the date of the Statement, the Board of Directors comprises of four executive directors, namely Mr. Su Weiguo, Mr. Wang Shouguan, Mr. Bi Jianzhong and Mr. Liu Qingmin; and three independent non-executive directors, namely Mr. Wu Qicheng, Mr. Xiang Yongchun and Mr. Wang Yunxiao.*