



The Board of Directors of Shandong International Power Development Company Limited (the “Company”) hereby presents the unaudited interim financial report of the Company and its subsidiaries (the “Group”) and its jointly controlled entities for the six months ended 30 June 2002 (the “Period”) prepared in accordance with International Accounting Standard 34 “Interim Financial Reporting”. Although the financial report for the six months ended 30 June 2002 have not been audited, they have been reviewed by KPMG, Certified Public Accountants and the auditors of the Company, in accordance with the Statement of Auditing Standard 700 “Engagements to review interim financial reports” issued by Hong Kong Society of Accountants. KPMG’s independent review report to the Board of Directors is set out on page 22.

Interim results and interim dividend

During the Period, net profit of the Group amounted to RMB655 million, representing a decrease of 12.42 % when compared with that for the corresponding period of the previous year. Earnings per share were RMB0.125.

The Board of Directors resolved to distribute an interim dividend of RMB0.02 per share for the six months ended 30 June 2002. Dividend for domestic shares will be distributed and paid in Renminbi whereas dividend for H shares will be declared in Renminbi and paid in Hong Kong dollars (at the average exchange rate of converting Renminbi to Hong Kong dollars as quoted by the People’s Bank of China for the week immediately preceding Thursday, 15 August 2002). The interim dividend will be distributed to shareholders of the Company whose names appear on the register of members of the Company at the close of business on Monday, 9 September 2002. The register of members of the Company will be closed from Tuesday, 3 September 2002 to Monday, 9 September 2002 (both days inclusive) during which no share transfer will be registered. Registered holders of H shares of the Company should lodge their instruments of transfer and the relevant share certificates with the H share registrar of the Company, Hong Kong Registrars Limited, at Shops 1712-1716, 17/F, Hopewell Centre, 183 Queen’s Road East, Wan Chai, Hong Kong by not later than 4:00 p.m. on Monday, 2 September 2002 for the entitlement to receive the interim dividend. Dividend will be distributed on Wednesday, 30 October 2002.