



Incorporated in Hong Kong on 27 August 2001 with an authorised capital of HK\$10 billion, China Resources Power Holdings Company Limited (the "Company" or "CR Power") is a flagship subsidiary of China Resources (Holdings) Company Limited ("CRH"). The Company is engaged in the investment, development, operation and management of power plants. CR Power was listed on the Main Board of The Stock Exchange of Hong Kong Limited on 12 November 2003 (Stock Code: 0836).

CR Power holds shares in the following power plants and companies: China Resources (Xuzhou) Electric Power Co., Ltd., Hebei Harv Power Generation Co., Ltd., Zhejiang Wenzhou Telluride Power Generating Co., Ltd., Guangdong Guanghope Power Co., Ltd., China Resources Power Hunan Liyujiang Co., Ltd., China Resources Power (Changshu) Co., Ltd., Puqi Site Power Generating Co., Ltd., China Resources (Dengfeng Henan) Electric Power Development Co., Ltd., China Resources (Luoyang) Thermal Power Co., Ltd., China Resources (Jiaozuo) Thermal Power Co., Ltd., Tangshan China Resources Thermal Power Co., Ltd. and Huaneng International Power Development Corporation. As at 31 December 2003, the attributable installed capacity of CR Power (including power plants in commercial operation and under construction) is 4,438MW, of which 1,545MW is in commercial operation.

CRH, the parent company of CR Power, is one of the most diversified conglomerates in Mainland China and Hong Kong. CRH is principally engaged in the businesses of real estate, foodstuff, brewery, petrochemicals, retail, textile, cement, power generation and micro-electronics, and has strategic investments in telecommunications and infrastructures. CRH has six subsidiaries listed in Hong Kong, China Resources Enterprise, Limited (Stock Code: 291), China Resources Land Limited (Stock Code: 1109), China Resources Logic Limited (Stock Code: 1193), China Resources Cement Holdings Limited (Stock Code: 712), CR Power (Stock Code: 836) and China Resources Peoples Telephone Company Limited (Stock Code: 331).

A. CORPORATE PHILOSOPHY

Our goal is to become one of the leading independent power generators in China. We endeavour to be a cost leader in the industry, to operate on the basis of extensive market-oriented principles, to achieve the best customer relationships and to maximise shareholder value.



We have been working towards such a goal since the first day of our establishment. During the past years, we have achieved rapid development which lays a solid foundation for our expansion in the future. Such success is attributable to not only our corporate culture, management system, business strategy and ability of execution, but also our credibility which has been established by the China Resources Group in the last sixty years.

We believe that a company without credibility can never last long. Credibility is one of our core beliefs in pursuing our goal and ensuring our growth. We strive to adhere to such principle in all our commercial activities, including corporate governance, business operations and social responsibilities.

We value our customers. We endeavor to satisfy our customers' needs and to maximise their value, which in turn will enable us to maximise our shareholders' value through a win-win relationship between our customers as our partners and us.

We treasure our talented personnel, respect individual differences and encourage creativity. All employees have equal opportunities and can grow up with our Company, where talented personnel can have the highest level of job satisfaction.

As a member of our community, we have been providing continuous services to the communities in our service areas to improve their economic and living environment, including construction of infrastructures, creating employment opportunities and dedicating ourselves to the growth of regional consumption and economy. Moreover, we strive to provide our community with safe, economical and stable electricity supply. Should there be a standard for electricity supply, then safety, stability and reliability will be the key components. Accordingly, the power plants we invested and operated must have the best safety records and be highly trusted by the power grids, our customers. This is the fundamental goal of quality for our investments in the power industry.

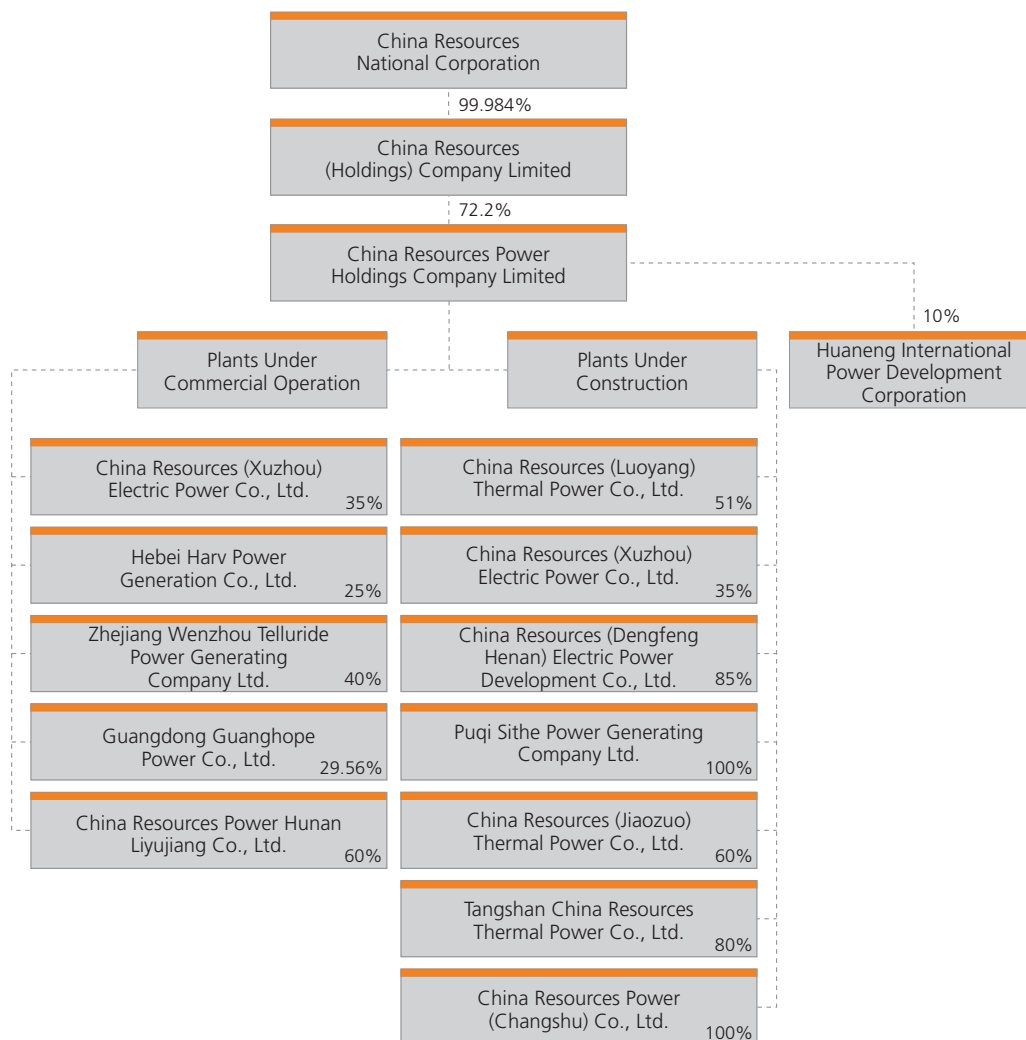
Our credibility is also reflected in our sense of environmental responsibilities. All projects we invested and operated have achieved or exceeded the prevailing environmental standards or requirements of the relevant law and regulations, and are in full compliance with the government policies on industry development and environmental protection. All our newly constructed power plants have installed desulphurisation units to reduce environmental pollution so that residents in our service areas can enjoy a clean and reliable power supply.

We endeavour to create and maximise shareholder value, respect shareholders' wills and are committed to shareholders' interests, thereby creating and maximising the wealth of our shareholders on an ongoing basis.



B. CORPORATE STRUCTURE

The corporate structure of CR Power and its subsidiaries, associates and jointly controlled entity as at 31 December 2003 is as follows:





C. LOCATION OF OUR POWER PLANTS

