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COMPANY PROFILE





Huadian Power International Corporation Limited (the "Company"), its subsidiaries (together, the "Group") and jointly controlled entities are one of the largest listed power producers in the People's Republic of China (the "PRC"). The Group is primarily engaged in the construction and operation of power plants and other business related to power generation. By the end of 2004, the total installed capacity in which the Group has interests amounted to 7,416.2MW, while the total installed capacity managed by the Group amounted to 8,635MW, of which the installed capacity managed by the Group in Shandong Province amounted to 7,435MW, representing approximately 22.6% of the total installed capacity of Shandong Province. The total number of employees amounted to 13,016.

The Company was incorporated in Jinan, Shandong Province, the PRC on 28 June 1994. On 30 June 1999, the Company issued approximately 1,431 million H shares in its initial offering, representing 27.22% of its then total share capital comprising 5,256,084,200 shares

of the Company, and the H shares were listed on The Stock Exchange of Hong Kong Limited on the same day. The Company's A shares were listed on the Shanghai Stock Exchange on 3 February 2005. Pursuant to its A share issue, the Company issued 765,000,000 shares in January 2005 at an issue price of RMB2.52 per share. Out of such 765,000,000 shares, 196,000,000 shares were allocated and issued to China Huadian Corporation, which were in the form of unlisted State-owned shares and will not be listed until such time when the PRC government releases any new policy regulating the exchange trading of State-owned shares and legal-person shares. The remaining 569,000,000 shares issued under the Company's A share issue are listed A shares, representing approximately 9.45% of the Company's total enlarged issued share capital comprising 6,021,084,200 shares. Total proceeds raised from the A share issue amounted to RMB1,927,800,000.

At present, there are a total of 12 power plants controlled or invested and wholly-owned by the Group.

COMPANY PROFILE (continued)

The power plants of the Group are all strategically located in the vicinity of major coal mines or electricity load centers. Details of the Group's power plants are as follows:

Power Plants	Installed Capacity (MW)	Equity Interest	Generating Units	Notes
Zouxian Plant	2,540	100%	2 x 600MW+ 4 x 335MW	2 x 1,000MW generating units approved
Shiliquan Plant (Note 2)	1,285	100%	2 x 300MW+ 4 x 140MW + 1 x 125MW	
Laicheng Plant	1,200	100%	4 x 300MW	
Weifang Plant	660	30%	2 x 330MW	
Huadian Qingdao Power Company Limited (the original Qingdao Power Plant, "Qingdao Company") (Note 1)	660	55%	2 x 300MW + 60MW	2 x 300MW generating units under construction
Huadian Zibo Power Company Limited ("Zibo Company") (Note 2)	467	100%	2 x 145MW+ 2 x 88.5MW	
Huadian Zhangqiu Power Company Limited ("Zhangqiu Company") (Note 2)	290	70%	2 x 145MW	
Huadian Tengzhou Xinyuan Power Company Limited (formerly known as Shandong Tengzhou Xinyuan Power Company Limited, "Tengzhou Company")	333	54.49%	2 x 150MW+ 1 x 33MW	
Sichuan Guangan Power Generation Company Limited ("Guangan Company")	1,200	80%	4 x 300MW	2 x 600MW generating units approved
Total capacity managed by the Group (Note 3)	<u>8,635</u>			
Ningxia Yinglite Zhongning Power Company Limited ("Zhongning Company")	—	50%	—	1 x 330MW generating unit commenced commercial operation on 22 January 2005; 1 x 330MW generating unit under construction
Ningxia Power Generation Company (Group) Limited ("Ningxia Power Group")	60	31.11%	60MW	Wind power generation
Anhui Chizhou Jiu Hua Power Generation Company Limited ("Chizhou Company")	—	40%	—	2 x 300MW generating units under construction
Total interested capacity (Note 4)	<u>7,416.2</u>			

Note 1: The original Qingdao Power Plant was restructured from a jointly controlled entity into a limited liability company known as Huadian Qingdao Power Company Limited in 2004, which became a subsidiary of the Company following completion of the relevant procedures for change in registration on 28 December 2004.

Note 2: Pursuant to the notification obtained from the relevant government authorities on 24 December 2004, the implementation of capacity expansion for Unit 5 of Shiliquan Plant, Units 1 and 2 of Zhangqiu Company and Units 3 and 4 of Zibo Company have passed the tests and appraisals by the relevant examination institution and experts. The increase in capacity has been approved by the relevant government authorities, details of the adjustment are as follows: The installed capacity of Unit 5 of Shiliquan Plant expanded from 125 MW to 140 MW; the installed capacity of each of Units 1 and 2 of Zhangqiu Company expanded from 135 MW to 145 MW; and the installed capacity of each of Units 3 and 4 of Zibo Company expanded from 135 MW to 145 MW.

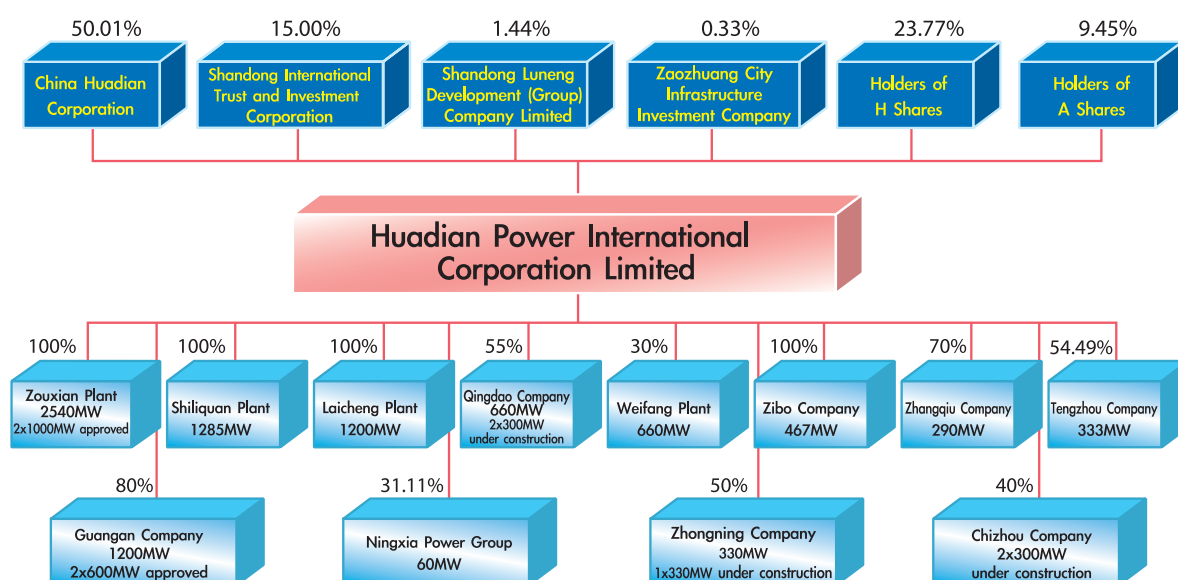
Note 3: It is calculated based on total capacities of the power plants managed by the Company, its subsidiaries and jointly controlled entity.

Note 4: It is calculated based on proportionate total interested capacities of the Company, its subsidiaries, jointly controlled entity and associates in the relevant power plants.

In August 2004, a total of 255 generating units of the State participated in the 33rd Large-scale Thermal Power Units Competition of the PRC for the Year 2003 (with unit capacity of 300MW and above). The generating units were examined in accordance with such capabilities as operating efficiency, safe operating period and production rate of the units. Altogether 53 generating units won awards in the competition. The overall rate of prize winning was about 20.8%. A total of sixteen 300MW or 600MW generating units of the Group participated in this competition, and seven of these generating units of the Group won awards. The rate of prize winning attained by the Group was about 43.8%. The 6th generating unit of Shiliquan Plant won top-rank prize (No.1) under the category of domestically produced 300MW generating units and the 6th generating unit of Zouxian Plant won second-class prize under the category of 600MW generating units.

SHAREHOLDING STRUCTURE

The shareholding structure of the Company and its power plants, principal subsidiaries, associated companies and jointly controlled entity as at 22 March 2005 is set out as follows:



Particulars of the Company's subsidiaries, associated companies and jointly controlled entity as at 31 December 2004 are set out in notes 18, 19 and 20 respectively of the financial statements prepared in accordance with International Financial Reporting Standards ("IFRS") included in this annual report.