



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: 836).

As at 31 December 2004, CR Power holds shares in the following 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 (Luoyang) Thermal Power Co., Ltd., China Resources Power Dengfeng Co., Ltd., China Resources Power Hubei Co., Ltd., China Resources (Jiaozuo) Thermal Power Co., Ltd., Tangshan China Resources Thermal Power Co., Ltd., China Resources Power (Changshu) Co., Ltd., China Resources Power Henan Shouyangshan Co., Ltd., Yixing China Resources Thermal Power Co., Ltd., Guangdong Xingning Xingda Power Co., Ltd. and Huaneng International Power Development Corporation. As at 31 December 2004, the attributable installed capacity of CR Power (including power plants in commercial operation and under construction) is 5,542MW, of which 2,949MW 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 seven 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), China Resources Peoples Telephone Company Limited (Stock Code: 331) and CSMC Technologies Corporation (Stock Code: 597).

### A. CORPORATE PHILOSOPHY

Electric power generation is our business. "We do everything at our best efforts" is the cornerstone of our business philosophy. Our company mission is to become one of the leading independent power producers ("IPP"s) in the world and the best IPP in China. We are committed to accomplishing this mission.



Our corporate culture and management philosophy is value-creation-oriented. We are committed to maximizing value for our shareholders as well as our staff members. We wish our employees would grow with the Company.

We regard shareholder value as the best yardstick to measure company value. There is an inter-dependent relationship between shareholder value and employee value. On the one hand, maximization of shareholder value is the pre-condition of that of employee value. On the other hand, maximization of employee value warrants that of shareholder value.

We never cease challenging ourselves. We believe that there is always room for further improvement. We would not stop competing with ourselves. Pursuing excellence is our lifestyle.

We pursue continuous value creation for our stakeholders. What shareholders need is return. We would satisfy our shareholders through generating higher-than-industry average profitability and outstanding share price performance. What our customers need is steady, safe, reliable and economical electricity supply. We would satisfy our customers through excellent generation efficiency. What our employees need is monetary and mental satisfaction. We would satisfy our employees through human resources policies and career development opportunities. What our government needs is a clean environment, stable tax revenue and job opportunities for citizens. We would satisfy our government through maintaining an environmental friendly operation, being a responsible tax payer, and creating job opportunities for the society.

We exercise stringent performance appraisal system. We review, appraise and reward performance through economic value added and benchmarking mechanisms. We encourage employees' creation and addition of value.

We firmly believe that customer satisfaction generates mutual benefits to both our customers and the Company. We are of the view that customer satisfaction should be maximized before satisfactory returns are generated. Following funding and talents, customers are regarded as the third most important strategic resource of ours.

We encourage passion, morale, commitment, and dedication at work. Our staff members always do their best at work and are always in search of excellence.

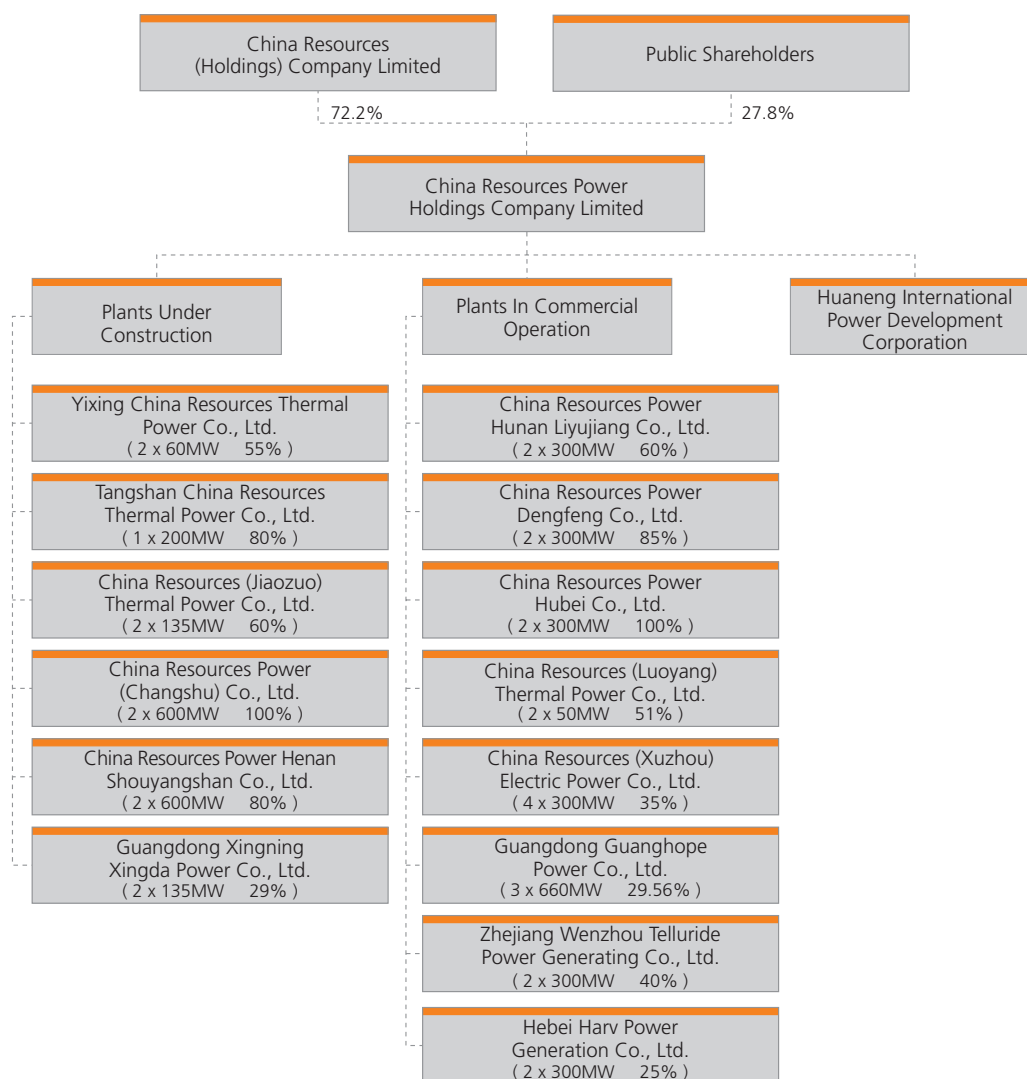
We view integrity as our core business principal. We believe integrity determines our survival and competitiveness. We consider integrity as equivalent to our reputation. We speak and act in a truthful and consistent manner.

We are a people-oriented company with strong focus on in team building. We care for and respect our employees' needs and welfare. We created a challenging and yet interesting work environment for our staff members whom are also provided with opportunities for personal development. We foster a learning culture within the Company and encourage our employees to learn and grow with the Company. We value team spirit. On the one hand, we accommodate individuality. On the other hand, we encourage teamwork because we believe in synergistic value.



## B. CORPORATE STRUCTURE

The corporate structure of CR Power and its subsidiaries, associates and jointly controlled entity as at 31 December 2004 is as follows:





### C. LOCATION OF OUR POWER PLANTS

