

The Company, the Board and the management deeply acknowledge that investor relations constitute a strategic management activity to enhance understanding between the investors and the Company, to upgrade the level of corporate governance, transparency and strategic credibility as well as to create values for shareholders.

Besides endeavors to optimize, operations, development and acquisitions, the management attaches great importance to the investors, securities analysts and financial media. By way of road-shows, results presentations, general meetings, one-on-one meetings, investor meetings, teleconferences, site visits and etc, the management strives to maintain excellent communications with all relevant external parties who are concerned about operations and development of the Company. The Directors of the Board and the chief executive officer of the Company also participate in the aforementioned activities regularly, keeping in good contact with the investors.

Such communication is a two-way process. While we duly report our operational development and updated information on the industry, the Company also open-mindedly absorbs opinions or advice from all external parties, including its shareholders. Based on such opinions and advice, we promptly improve our operations and adjust strategies for acquisitions and development.

In 2006, the Company held three meetings with analysts (on annual results, interim results and acquisition of Shanghai Power, one of which was a global teleconference) and two general meetings. To facilitate the issue of our annual results and interim results and the acquisitions, we launched several global road show campaigns in Hong Kong, Singapore, Europe, the US and Japan. In addition, we also attended investor meetings organized by international Investment Banks. Besides regular visits by the investors, the Company conducted over a hundred of one-on-one meetings or small group meetings with dozens of institutional investors in 2006, ensuring effective communication with securities analysts, investors and financial media.

In 2007, the Company will further improve investor relations with our commitment to provide services for investors, securities analysts and financial journalists. The Company will implement a scheme of "Improving Investor Relations Response" with the aim to ensure three "immediate responses": an immediate response to disclose information that various types of investors concern about, such as on power generation, commencing operations of new generation units, investments in and acquisitions of new projects; an immediate response to handle enquiries from the investors, securities analysts and financial journalists; and an immediate response to direct various opinions or advice from the investors to the management and the Board of the Company.