

# Company Profile

Huaneng Power International, Inc. (the “Company” or “Huaneng Power”) and its subsidiaries are engaged in developing, constructing, operating and managing large-scale coal-fired power plants throughout China. As at 31 March 2007, the Company is China’s largest listed power producer with equity-based generation capacity of 28,187MW and a controlling generation capacity of 32,224MW under construction and planning.

The Company was incorporated on 30th June 1994. It completed its initial public offering of 1,250,000,000 overseas listed foreign shares (“foreign shares”) in October 1994 and such shares (represented by 31,250,000 American Depository Shares) were listed on the New York Stock Exchange (NYSE: HNP). In January 1998, the foreign shares of the Company were listed on The Stock Exchange of Hong Kong Limited (the “Hong Kong Stock Exchange”) by way of introduction (Stock Code: 902). Subsequently, in March 1998, the Company successfully completed a global placement of 250,000,000 foreign shares along with a private placement of 400,000,000 domestic shares. In November 2001, the Company successfully completed the issue of 350,000,000 A shares in the PRC, of which 250,000,000 shares were domestic public shares. Currently, the total share capital of the Company amounts to approximately 12.06 billion shares.

As at 31 March 2007, the Company and its subsidiaries wholly own 17 operating power plants and have controlling interests in 12 operating power plants and minority interests in 5 operating power companies. Its power plants have advanced equipment with high efficiency and stability and are located in 12 provinces and two municipalities in China. The core business of the Company is to develop, construct, and operate coal-fired power plants by making use of modern technology and equipment and financial resources available domestically and internationally. The Company was the first to introduce a 600MW supercritical coal-fired

generating unit into China while its Huaneng Dalian Power Plant was the first one to be awarded with the honor of “First Class Coal-fired Power Plant” in China. The generating unit No.1 of Huaneng Yuhuan Power Plant is the first operating 1,000 MW single ultra-supercritical coal-fired generating unit in China, thus Huaneng Yuhuan Power Plant being the first domestically made 1,000 MW ultra-supercritical coal-fired power plant in China that was put into commercial operation. The Company was the first power company in China to achieve listing status in New York, Hong Kong and Shanghai. The overall manpower efficiency of the Company has been remaining at the forefront in China’s power industry. In 2000, the Company was conferred the honor of “First Class Power Company in China” by the State Power Corporation.

Throughout the years, with efforts in seeking expansion and operating the business in a prudent manner, the Company has expanded gradually, with steady profit growth and increasing competitive strengths. The success of the Company is attributable to the following competitive advantages: (1) advanced equipment, highly efficient generating units and stable operation of power plants; (2) high-quality staff and experienced management; (3) a disciplined corporate governance structure and rationalised decision-making mechanisms; (4) geographical advantages of the locations of the power plants which present promising prospects in the power market; and (5) good credit standing and reputation domestically and internationally and rich experience in the capital markets.

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As regards future development, the Company will continue to explore development opportunities according to the principle of “emphasising both development and acquisition, both greenfield and expansion, both coal-fuel and other applicable fuels, and both domestic and overseas funds and resources”. At the same time, the Company will continue to focus on the improvement of management, cost controls and enhancement of efficiency, so as to increase shareholder value and maintain long-term stable growth.

Huaneng International Power Development Corporation (“HIPDC”), the Company’s parent company and controlling shareholder, was incorporated as a Sino-foreign joint venture enterprise in 1985. The Company was incorporated by way of joint promotion by HIPDC and local government investment companies in the regions where the power plants are located.