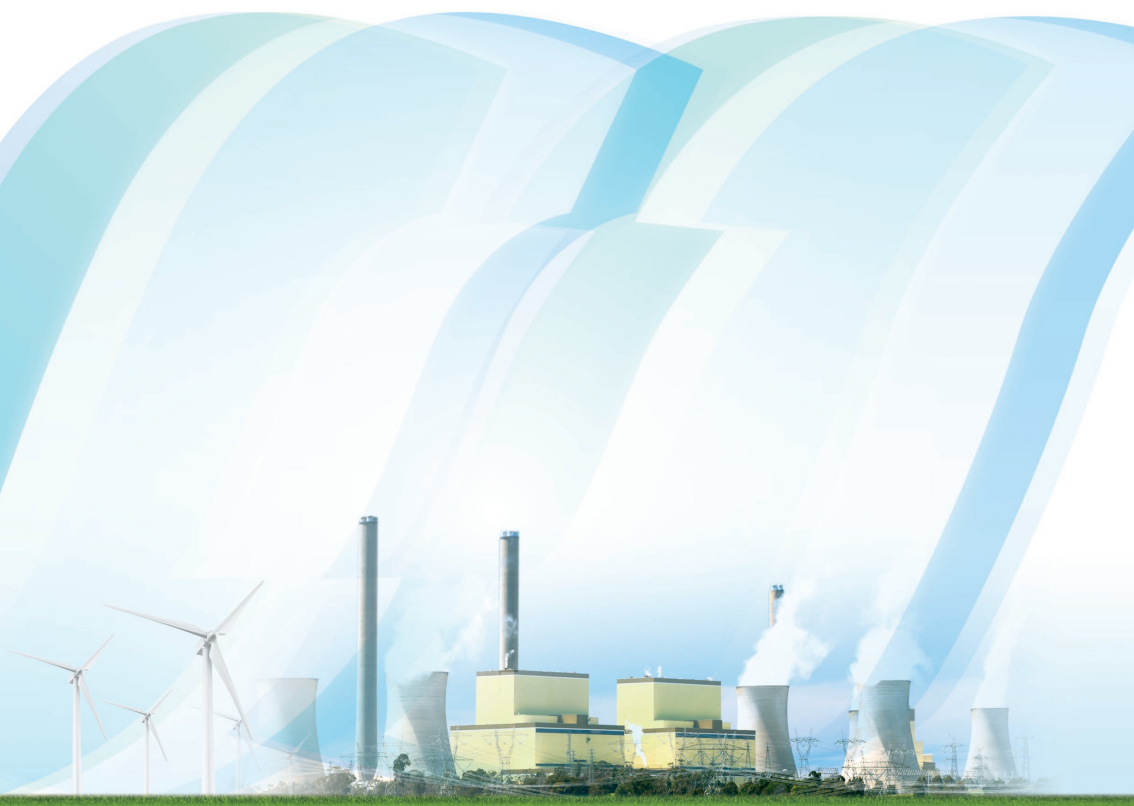




華電國際電力股份有限公司
HUADIAN POWER INTERNATIONAL CORPORATION LIMITED *

Stock Code : 1071

2015 Interim Report



www.hdpi.com.cn

* For identification purposes only

The board of directors (the “**Board**”) of Huadian Power International Corporation Limited* (the “**Company**”) hereby announces the unaudited interim consolidated financial results of the Company and its subsidiaries (the “**Group**”) for the six months ended 30 June 2015 (the “**Period**”) prepared in accordance with the International Accounting Standard 34 “Interim Financial Reporting”. The Group’s interim financial report for the Period is unaudited, but it has been reviewed by Deloitte Touche Tohmatsu, the auditor of the Company, in accordance with the Hong Kong Standard on Review Engagements 2410 “Review of Interim Financial Information Performed by the Independent Auditor of the Entity” issued by the Hong Kong Institute of Certified Public Accountants. The unamended review report addressed to the Board is set out on page 24. The audit committee of the Company has also reviewed the 2015 interim report and its relevant financial information.

BUSINESS REVIEW

During the Period, turnover amounted to approximately RMB30,357 million, representing a decrease of approximately 9.43% over the corresponding period in 2014; profit for the Period attributable to equity shareholders of the Company amounted to approximately RMB3,559 million, representing an increase of approximately 28.73% over the corresponding period in 2014; earnings per share were approximately RMB0.404; net asset value per share (excluding non-controlling interests) amounted to approximately RMB3.74.

INTERIM DIVIDEND

The Board did not recommend declaring any interim dividend for the Period.

POWER GENERATION

During the Period, the power generated by the Group amounted to approximately 81.53 million MWh, representing a decrease of approximately 7.29% over the corresponding period in 2014; on-grid power sold amounted to approximately 76.31 million MWh, representing a decrease of approximately 7.33% over the corresponding period in 2014; the average utilization hours of generating units was 2,132 hours, of which the average utilization hours of coal-fired generating units was 2,399 hours and the coal consumption for power supply was approximately 302.18 g/kWh, which were significantly lower than the national average.

MAJOR ASSETS

The Group is one of the largest comprehensive energy companies in the People’s Republic of China (the “**PRC**”), primarily engaging in the construction and operation of power plants, including large-scale efficient coal- or gas-fired generating units and various renewable energy projects, and the development, construction and operation of coal mines. The power plants and companies affiliated with the Group are mostly strategically located in the vicinity of electricity load centers or coal mining regions.

As at the date of this report, the number of controlled power plants of the Group which have commenced operations totaled 49, with the total controlled installed capacity amounting to 43,560.3 MW, including 39,171 MW of controlled installed capacity attributable to coal- or gas-fired generating units, and 4,389.3 MW of controlled installed capacity attributable to renewable energy generating units such as hydropower, wind power, solar power and biomass energy power generating units. The number of coal mining enterprises controlled or invested by the Company totaled 16, with coal resources reserves of approximately 2.2 billion tonnes and expected coal production capacity of approximately 10 million tonnes/year. The details are as follows:

MAJOR ASSETS (CONTINUED)

1) Details of controlled coal- or gas-fired generating units are as follows:

	Name of power plant/company	Installed capacity (MW)	Equity interest held by the Group	Generating units
1	Zouxian Plant	2,575	100%	1 x 635 MW + 1 x 600 MW + 4 x 335 MW
2	Shiliquan Plant	800	100%	2 x 330 MW + 1 x 140 MW
3	Laicheng Plant	1,200	100%	4 x 300 MW
4	Huadian Zouxian Power Generation Company Limited (" Zouxian Company ")	2,000	69%	2 x 1,000 MW
5	Huadian Laizhou Power Generation Company Limited (" Laizhou Company ")	2,000	75%	2 x 1,000 MW
6	Huadian Weifang Power Generation Company Limited (" Weifang Company ")	2,000	45%	2 x 670 MW + 2 x 330 MW
7	Huadian Qingdao Power Generation Company Limited (" Qingdao Company ")	1,220	55%	1 x 320 MW + 3 x 300 MW
8	Huadian Zibo Thermal Power Company Limited (" Zibo Company ")	950	100%	2 x 330 MW + 2 x 145 MW
9	Huadian Zhangqiu Power Generation Company Limited (" Zhangqiu Company ")	925	87.5%	1 x 335 MW + 1 x 300 MW + 2 x 145 MW
10	Huadian Tengzhou Xinyuan Thermal Power Company Limited (" Tengzhou Company ")	930	93.257%	2 x 315 MW + 2 x 150 MW
11	Huadian Longkou Power Generation Company Limited (" Longkou Company ")	880	84.31%	4 x 220 MW
12	Huadian Ningxia Lingwu Power Generation Company Limited (" Lingwu Company ")	3,320	65%	2 x 1,060 MW + 2 x 600 MW
13	Ningxia Zhongning Power Generation Company Limited (" Zhongning Company ")	660	50%	2 x 330 MW
14	Sichuan Guang'an Power Generation Company Limited (" Guang'an Company ")	2,400	80%	2 x 600 MW + 4 x 300 MW

MAJOR ASSETS (CONTINUED)

1) Details of controlled coal- or gas-fired generating units are as follows: (Continued)

	Name of power plant/company	Installed capacity (MW)	Equity interest held by the Group	Generating units
15	Huadian Xinxiang Power Generation Company Limited (" Xinxiang Company ")	1,320	90%	2 x 660 MW
16	Huadian Luohe Power Generation Company Limited (" Luohe Company ")	660	75%	2 x 330 MW
17	Huadian Qudong Power Generation Company Limited (" Qudong Company ")	660	90%	2 x 330 MW
18	Anhui Huadian Suzhou Power Generation Company Limited (" Suzhou Company ")	1,260	97%	2 x 630 MW
19	Anhui Huadian Wuhu Power Generation Company Limited (" Wuhu Company ")	1,320	65%	2 x 660 MW
20	Anhui Huadian Lu'an Power Generation Company Limited (" Lu'an Company ")	1,320	95%	2 x 660 MW
21	Hangzhou Huadian Banshan Power Generation Company Limited (" Hangzhou Banshan Company ")	2,545	64%	3 x 415 MW + 3 x 390 MW + 1 x 130 MW
22	Hangzhou Huadian Xiasha Thermal Power Company Limited (" Xiasha Company ")	246	56%	1 x 88 MW + 2 x 79 MW
23	Hebei Huadian Shijiazhuang Thermal Power Company Limited (" Shijiazhuang Thermal Power Company ")	475	82%	2 x 200 MW + 3 x 25 MW
24	Hebei Huadian Shijiazhuang Yuhua Thermal Power Company Limited (" Yuhua Company ")	600	100%	2 x 300 MW
25	Hebei Huadian Shijiazhuang Luhua Thermal Power Company Limited (" Luhua Company ")	660	90%	2 x 330 MW
26	Hebei Huarui Energy Group Corporation Limited (" Huarui Company ") (Note 1)	1,544.36	100%	–
27	Shaoguan City Pingshi Electric Power Plant Company Limited (Plant B) (" Pingshi Power Company ")	725	100%	2 x 300 MW + 1 x 125 MW
28	Tianjin Huadian Fuyuan Thermal Power Company Limited (" Fuyuan Thermal Power Company ")	400	100%	2 x 200 MW
29	Huadian Hubei Power Generation Company Limited (" Hubei Company ") (Note 2)	5,120	82.56	2 x 680 MW + 2 x 640 MW + 6 x 330 MW + 1 x 300 MW + 1 x 200 MW

- Note: 1. As at the date of this report, the interested installed capacity of Huarui Company held by the Group amounted to 1,544.36 MW. The installed capacity of wind power of Hebei Huadian Yuzhou Wind Power Company Limited, a wholly-owned subsidiary of Huarui Company, amounted to 99 MW.
2. The Group purchased 82.56% equity interest in Hubei Company and completed the equity transfer on 1 July 2015. Since then, Hubei Company was included in the consolidated financial statements of the Group.

MAJOR ASSETS (CONTINUED)

2) Details of controlled renewable energy generating units are as follows:

	Name of power plant/company	Installed capacity (MW)	Equity interest held by the Group	Generating units
1	Huadian Suzhou Biomass Energy Power Company Limited (" Suzhou Biomass Energy Company ")	25	78%	2 x 12.5 MW
2	Sichuan Huadian Luding Hydropower Company Limited (" Luding Hydropower Company ")	920	100%	4 x 230 MW
3	Sichuan Huadian Za-gunao Hydroelectric Development Company Limited (" Za-gunao Hydroelectric Company ")	591	64%	3 x 65 MW + 3 x 56 MW + 3 x 46 MW + 3 x 30 MW
4	Lixian Xinghe Ganbao Power Company Limited (" Ganbao Company ")	34	100%	4 x 8.5 MW
5	Lixian Xinghe Power Company Limited (" Lixian Company ")	33	100%	3 x 11 MW
6	Sichuan Liangshan Shuiluohe Hydropower Development Company Limited (" Shuiluohe Company ")	324	57%	3 x 70 MW + 3 x 38 MW
7	Hebei Huadian Complex Pumping-storage Hydropower Company Limited (" Hebei Hydropower Company ")	57	100%	1 x 16 MW + 2 x 15 MW + 1 x 11 MW
8	Huadian Inner Mongolia Kailu Wind Power Company Limited (" Kailu Wind Power Company ")	399	100%	262 x 1.5 MW + 2 x 3 MW
9	Huadian Kezuozhongqi Wind Power Company Limited (" Kezuozhongqi Wind Power Company ")	49.5	100%	33 x 1.5 MW
10	Huadian Power International Ningxia New Energy Power Company Limited (" Ningxia New Energy Company ")	1,112.5	100%	73 x 2 MW + 631 x 1.5 MW + 20 MW
11	Hebei Huadian Guyuan Wind Power Company Limited (" Guyuan Wind Power Company ")	250.5	100%	167 x 1.5 MW
12	Hebei Huadian Kangbao Wind Power Company Limited (" Kangbao Wind Power Company ")	99	100%	48 x 2 MW + 2 x 1.5 MW
13	State Development Zhangjiakou Wind Power Company Limited (" Zhangjiakou Wind Power Company ")	100.5	100%	67 x 1.5 MW
14	Huadian Laizhou Wind Power Company Limited (" Laizhou Wind Power Company ")	40.5	55%	27 x 1.5 MW

MAJOR ASSETS (CONTINUED)

2) Details of controlled renewable energy generating units are as follows: (Continued)

	Name of power plant/company	Installed capacity (MW)	Equity interest held by the Group	Generating units
15	Huadian Laizhou Wind Power Generation Company Limited (“ Laizhou Wind Company ”)	48	100%	24 x 2 MW
16	Huadian Laizhou Wind Energy Power Company Limited (“ Laizhou Wind Energy Company ”)	49.8	55%	24 x 2 MW + 1x 1.8 MW
17	Huadian Changyi Wind Power Company Limited (“ Changyi Wind Power Company ”)	49.5	100%	33 x 1.5 MW
18	Huadian Zibo Wind Power Company Limited (“ Zibo Wind Power Company ”)	48	100%	24 x 2 MW
19	Huadian Longkou Wind Power Company Limited (“ Longkou Wind Power Company ”)	49.5	65%	23 x 1.5 MW + 6 x 2.5 MW
20	Huadian Ningxia Ningdong Shangde Solar Power Company Limited (“ Shangde Solar Company ”)	10	60%	10 x 1 MW

MAJOR ASSETS (CONTINUED)

3) Details of the coal mining enterprises controlled or invested by the Group are as follows:

	Name of company	Percentage of equity interest held by the Group	Resources	Interested resources	Capacity (thousand tonnes/year)
			reserve (million tonnes)	reserve (million tonnes)	
1	Shanxi Shuozhou Pinglu Maohua Bailu Coal Company Limited	100%	395	395	1,200
2	Shanxi Shuozhou Pinglu Maohua Wantongyuan Coal Company Limited	70%	373	261	2,100
3	Shanxi Shuozhou Pinglu Maohua Dongyi Coal Company Limited	70%	128	90	900
4	Shunge Mining Industry Company Limited of Inner Mongolia Alxa League Shunge Mining Group	100%	28	28	450
5	Inner Mongolia Haoyuan Coal Company Limited	85%	77	65	1,200
6	Inner Mongolia Huatong Ruisheng Energy Company Limited	90%	116	104	3,000
7	Anhui Wenhui New Products Promotion Company Limited	51%	39	20	600
8	Ningxia Yinxing Coal Company Limited	50%	1,037	519	4,000
9	Sichuan Huayingshan Longtan Coal Power Company Limited ("Longtan Company") (Note)	45%	97	44	1,500
10	Otog Front Banner Changcheng Mine Company Limited	35%	111	39	600
11	Inner Mongolia Fucheng Mining Company Limited	35%	238	83	2,400
12	Otog Front Banner Zhengtai Trading Company Limited	35%	216	76	2,400
13	Otog Front Banner Changcheng No. 3 Mining Company Limited	35%	723	253	3,000
14	Otog Front Banner Changcheng No. 5 Mining Company Limited	35%	199	70	1,800
15	Huadian Coal Industry Group Company Limited	12.72%	-	-	-
16	Shandong Luneng Heze Coal Power Development Company Limited	12.27%	-	-	-

Note: The Group holds 45% equity interests in Longtan Company through its non-wholly-owned subsidiary, Guang'an Company.

ADDITIONAL INSTALLED CAPACITY

From 1 January 2015 up to the date of this report, the capacity of the Group's newly-installed generating units amounted to 5,832.3 MW:

Name of company	Capacity (MW)
Ningxia New Energy Company	466
Laizhou Wind Energy Company	49.8
Changyi Wind Power Company	49.5
Zibo Wind Power Company	48
Longkou Wind Power Company	49.5
Kangbao Wind Power Company	49.5
Hubei Company	5,120
Total	5,832.3

PROJECTS APPROVED AND UNDER CONSTRUCTION

As at the date of this report, the Group's principal generating units approved and under construction are as follows:

No.	Generating Units Approved and Under Construction	Planned installed capacity
1	Chongqing Fengjie Project	2 x 600 MW generating units
2	Shiliquan Plant Expansion Project	1 x 600 MW generating unit
3	Shuozhou Thermal Power Branch Project	2 x 300 MW heat-power co-generating units
4	Tianjin Huadian Nanjiang Thermal Power Company Limited Project	900 MW gas-fired generating units
5	Hangzhou Huadian Jiangdong Thermal Power Company Limited Project	2 x 400 MW gas-fired generating units
6	Huadian Zhejiang Longyou Thermal Power Company Limited Project	2 x 200 MW gas-fired generating units
7	Shenzhen Huadian Pingshan Distributed Energy Resources Project	3 x 100 MW gas-fired generating units
8	Shijiazhuang Thermal Power Company Natural Gas Thermal Co-generating Project	2 x 400 MW gas-fired generating units
9	Distributed Energy Resources Project of Guangdong Shunde West Eco-industrial Park	3 x 59 MW gas-fired generating units
10	Thermal Power Co-generating Project in Nanxiong, Guangdong	2 x 350 MW heat-power co-generating units
11	Natural Gas Generating Project of Sanshui Industrial Park in Foshan, Guangdong	3 x 59 MW gas-fired generating units
12	Jiangling Project of Hubei Company	2 x 660 MW generating units
13	Project of Shuiluohe Company	492 MW hydroelectric generating units
14	Project of Ningxia New Energy Company	99.5 MW wind power generating units
15	Jincheng Wind Power Phase II Project of Laizhou Wind Company	48 MW wind power generating units
16	Phase I Project of Huadian Tai'erzhuang Wind Farm	50 MW wind power generating units
17	Project of Huadian Xuwen Wind Power Company Limited	99 MW wind power generating units

PROJECTS APPROVED AND UNDER CONSTRUCTION *(CONTINUED)*

No.	Generating Units Approved and Under Construction	Planned installed capacity
18	Project of Huadian Feicheng New Energy Power Company Limited	99.8 MW wind power generating units
19	Phase I Project of Huadian Laixi Nanshu Wind Power Farm	49.8 MW wind power generating units
20	Yaotaishan Project of Huadian Xiaxian Wind Power Company Limited	100 MW wind power generating units
21	Phase I of Wind Power Project in Inner Mongolia Shangdu Xijingzi	49.5 MW wind power generating units
22	Wind Power Project in Xujiazhuang, Yiyuan, Zibo	48 MW wind power generating units
23	Phase II of Project of Laizhou Wind Energy Company	49.8 MW wind power generating units
24	Solar Power Generation Project in Saibei, Zhangjiakou, Hebei	4 MW solar power generating units
25	Solar Power Generation Project in Baituyao, Guyuan, Hebei	20 MW solar power generating units
26	Solar Power Generation Project in Naobaotu, Kangbao, Hebei	30 MW solar power generating units
27	Solar Power Generating Project of Huadian Tai'erzhuang	10 MW solar power generating units
28	Solar Power Generating Project in Yuanbaoshan, Guyuan, Hebei	20 MW solar power generating units
29	Solar Power Generating Project of Hudian, Zhangqiu, Xianggongzhuang	10 MW solar power generating units
Total		9,253.4 MW

MANAGEMENT DISCUSSION AND ANALYSIS

(1) *Macroeconomic Conditions and Electricity Demand*

According to the relevant information and statistics, in the first half of 2015, the gross domestic product ("**GDP**") of the PRC amounted to RMB29,686.8 billion, representing an increase of 7.0% over the corresponding period in 2014 based on comparable prices. Power consumption of the entire society in the PRC totaled 2,662.4 million MWh, representing an increase of 1.3% over the corresponding period in 2014, with a year-on-year decrease of approximately 4.01 percentage point in the growth rate. From an industry perspective, consumption by the primary industry represented a year-on-year increase of 0.9%, consumption by the secondary industry represented a year-on-year decrease of 0.5% and consumption by the tertiary industry represented a year-on-year increase of 8.1%, while the consumption by urban and rural residents represented a year-on-year increase of 4.8%.

(2) *Power Generation*

During the Period, power generated by the Group amounted to approximately 81.53 million MWh, representing a decrease of approximately 7.29% over the corresponding period in 2014; on-grid power sold amounted to approximately 76.31 million MWh, representing a decrease of approximately 7.33% over the corresponding period in 2014; the average utilization hours of generating units was 2,132 hours, of which the average utilization hours of coal-fired generating units was 2,399 hours and the coal consumption for power supply was 302.18 g/kWh, which were significantly lower than the national average.

(3) *Turnover and Profit*

Turnover of the Group for the Period amounted to approximately RMB30,357 million, representing a decrease of approximately 9.43% over the corresponding period in 2014. This was mainly due to a year-on-year decrease in the amount of on-grid power sold as well as power price. Revenue generated from the sale of electricity amounted to approximately RMB28,318 million, representing a decrease of approximately 9.31% over the corresponding period in 2014. Revenue generated from the sale of heat amounted to approximately RMB1,819 million, representing an increase of approximately 4.16% over the corresponding period in 2014. Revenue generated from the sale of coal amounted to approximately RMB220 million, representing a decrease of approximately 59.61% over the corresponding period in 2014.

The Group's operating profit for the Period amounted to approximately RMB8,065 million, representing an increase of approximately 15.66% over the corresponding period in 2014. Profit for the Period attributable to equity shareholders of the Company amounted to approximately RMB3,559 million, representing an increase of approximately 28.73% over the corresponding period in 2014, mainly due to the decrease in the cost of unit fuel for power generation of the Group. Earnings per share were approximately RMB0.404.

MANAGEMENT DISCUSSION AND ANALYSIS (CONTINUED)

(4) *Major Operating Expenses*

Fuel cost is the major operating expense of the Group. Fuel cost of the Group for the Period amounted to approximately RMB12,566 million, representing a decrease of approximately 26.48% over the corresponding period in 2014. Fuel cost accounted for approximately 56.37% of the operating expenses of the Group. The unit fuel cost of coal-fired generating units of the Group decreased by 20.89% on a year-on-year basis.

During the Period, depreciation and amortization expenses of the Group amounted to approximately RMB4,256 million, representing an increase of approximately 7.92% over the corresponding period in 2014, mainly due to the operation of new units and the increase in the transfer of capital for technological upgrading.

During the Period, repair, maintenance and inspection costs of the Group amounted to approximately RMB1,586 million, representing an increase of approximately 6.30% over the corresponding period in 2014, mainly due to the operation of new units and the increase in the cost of expendable materials caused by equipment upgrading for environmental protection purpose.

During the Period, administration expenses of the Group amounted to approximately RMB1,005 million, representing an increase of approximately 11.19% over the corresponding period in 2014, mainly due to impairment loss in respect of assets.

During the Period, tax and levies on operation of the Group amounted to approximately RMB292 million, representing an increase of approximately 10.97% over the corresponding period in 2014, mainly due to the decrease in relevant deducted levies as a result of the fall in coal price.

(5) *Finance Costs*

During the Period, finance costs of the Group amounted to approximately RMB2,939 million, representing a decrease of approximately 7.21% from the corresponding period in 2014, mainly due to the decrease in the average cost of capital and the reduction in borrowings from banks.

(6) *Share of Profit of Associates and a Joint Venture*

During the Period, the share of profit of associates and a joint venture attributable to the Group amounted to approximately RMB256 million, representing a decrease of approximately 25.66% over the corresponding period in 2014, mainly due to the decrease in the profits from coal mines invested by the Group.

MANAGEMENT DISCUSSION AND ANALYSIS (CONTINUED)

(7) *Income Tax*

Income tax of the Group during the Period amounted to approximately RMB1,307 million, representing an increase of approximately 41.76% over the corresponding period in 2014, mainly due to an increase in the Group's profit.

(8) *Pledge and Mortgage of Assets*

The Company and its subsidiaries, including Qingdao Company, Tengzhou Company, Guang'an Company, Lingwu Company, Suzhou Company, Luding Hydropower Company, Wuhu Company, Hangzhou Banshan Company, Za-gunao Hydroelectric Company, Laizhou Company, Zhongning Company, Shuiluohe Company, Ningxia New Energy Company, Changyi Wind Power Company, Zibo Wind Power Company and Zhangjiakou Wind Power Company, have together pledged their income streams in respect of the sale of electricity or trade receivables for the sale of electricity as security for loans amounting to approximately RMB18,363 million. In addition, the 75% equity interest held by the Company in Pingshi Power Company was pledged as security for repayment of the long term payables due within one year which was guaranteed by the Company.

The generating units, relevant equipments and land use rights of Pingshi Power Company were mortgaged to secure its loans amounting to RMB1,438 million. In addition, the plants and equipment of Shuiluohe Company were mortgaged as security for its loans amounting to RMB1,363 million. The mining rights of Shanxi Maohua Energy Investment Company were mortgaged as security for its long-term borrowings amounting to RMB460 million.

(9) *Indebtedness*

As at 30 June 2015, total borrowings of the Group amounted to approximately RMB82,335 million, of which borrowings denominated in US dollar and the Euro amounted to approximately US\$188 million and EUR21 million, respectively. The liability to asset ratio was approximately 76.70%. In addition, the closing balance of super short-term debentures payable, short-term debentures payable, medium-term notes payable (including those due within one year) and debentures issued through non-public offerings to target subscribers of the Group amounted to approximately RMB13,626 million, RMB5,143 million, RMB6,461 million and RMB5,986 million, respectively.

(10) *Contingent Liabilities*

As at 30 June 2015, Guang'an Company, a subsidiary of the Group, had provided guarantees to banks for loans amounting to RMB70,200,000 in respect of Longtan Company.

MANAGEMENT DISCUSSION AND ANALYSIS (CONTINUED)

(11) Cash and Cash Equivalents

As at 30 June 2015, the Group had cash and cash equivalents of approximately RMB5,936 million.

Save as the information disclosed herein, information with respect to the Group's other matters as set out in paragraph 32 of Appendix 16 to the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "Listing Rules") (The Stock Exchange of Hong Kong Limited is referred as the "Hong Kong Stock Exchange") has not changed materially from that included in the Company's 2014 annual report.

BUSINESS OUTLOOK

At present and in the not too distant future, the power generation industry is still robust amid a relatively relaxed business environment. Despite the power surplus and sluggish growth, coal price will remain low and there will be room for a decrease in the cost of capital. The Group will continue to operate with relatively good profitability. Our project development is in an important period of strategic opportunities. Meanwhile, the continuous progression in the reform of the power generation industry poses new challenges to the Group in areas such as business model, development model, energy savings and environmental protection, as well as corporate governance and relative competitiveness of the Group.

In the second half of year 2015, the Group will strengthen management and control of operations, improve the asset structure, accelerate the structural adjustment, upgrade the safety management of production and enhance environmental protection management in striving to achieve the objectives for the year. The Group will focus on building a market-oriented management and control system for production and operation as well as adapt to the new norm so as to further increase the market share of the Company and continuously improve on the development of quality and efficiency.

SIGNIFICANT EVENTS AND SUBSEQUENT EVENTS

(1) *Completion of 2015 Non-public Issuance of A Shares and 2015 A Shares Subscription*

On 29 December 2014, the Board of the Company resolved to propose a non-public issuance of A shares ("**2015 Non-public Issuance of A Shares**"). The non-public issuance is proposed to target not more than ten specified investors, including China Huadian Corporation ("**China Huadian**"). The shares to be issued under the 2015 Non-public Issuance of A Shares are RMB denominated ordinary shares of the Company with a nominal value of RMB1.00 per share, which will be listed in the PRC (i.e., A shares). The number of shares to be issued under the issuance will not exceed 1,418,000,000 A shares, and the issue price shall be not less than RMB5.04 per share (the minimum issue price was adjusted accordingly to RMB4.77 per share upon completion of 2014 profit distribution) and the final issue price will be determined by a book-building process. China Huadian will subscribe for an aggregate of not less than 20% of the number of A shares actually issued under the issuance ("**2015 A Shares Subscription**"). China Huadian is a connected person of the Company, and therefore, its subscription for A shares under the 2015 Non-public Issuance of A Shares constitutes a connected transaction of the Company. The 2015 Non-public Issuance of A Shares was approved by independent shareholders at an extraordinary general meeting of the Company held on 13 February 2015. On 7 August 2015, the Company received the "Approval of Non-Public Issuance of Shares by Huadian Power International Corporation Limited" (Zheng Jian Xu Ke [2015] No. 1864) from China Securities Regulatory Commission, in relation to the approval of the 2015 Non-public Issuance of A Shares by the Company. The approval is valid for a period of 6 months from the date of issue of the approval.

On 8 September 2015, the Company completed the 2015 Non-public Issuance of A Shares. The Company placed a total number of 1,055,686,853 A shares to ten specified investors at the issue price of RMB6.77 per share. China Huadian, i.e., the Company's controlling shareholder, subscribed for 211,137,371 A shares. The total proceeds raised from the 2015 Non-public Issuance of A Shares amounted to approximately RMB7,147 million, with the net amount of approximately RMB7,050 million, which will be used for the Chongqing Fengjie Project and the Shiliqian Plant Expansion Project and to supplement the working capital of the Company. Upon completion of the 2015 Non-public Issuance of A Shares, the total number of the shares of the Company increased from 8,807,289,800 shares to 9,862,976,653 shares. Upon completion of the 2015 A Shares Subscription, China Huadian directly and indirectly held 4,620,061,224 shares in aggregate, representing approximately 46.84% of the enlarged total issued share capital of the Company.

For details, please refer to the announcements of the Company dated 29 December 2014, 13 February 2015, 2 July 2015, 7 August 2015 and 9 September 2015; and the circular dated 20 January 2015.

SIGNIFICANT EVENTS AND SUBSEQUENT EVENTS *(CONTINUED)*

(2) *Re-designation and Change of Directors, Supervisors and Senior Management*

Pursuant to the provisions stipulated in laws and regulations, Mr. Chen Bin was re-designated as an executive director of the Board (formerly a non-executive director) and appointed as the general manager and authorized representative, effective upon conclusion of the seventh meeting of the seventh session of the Board of the Company on 30 March 2015. Mr. Chen Bin's term of office as an executive director will expire on the date when the seventh session of the Board expires.

Mr. Chen Jianhua has tendered his resignation as the general manager and authorized representative of the Company due to work rearrangement and was re-designated as a non-executive director (formerly an executive director) of the Company since 30 March 2015, with a term of office until the expiry of the seventh session of the Board.

For details, please refer to the announcement of the Company dated 30 March 2015.

Mr. Chen Dianlu resigned as a non-executive director of the Board and the Vice Chairman of the Company due to the reaching of retirement age. Pursuant to the provisions stipulated in laws and regulations, Mr. Zhang Ke was appointed as a non-executive director of the Company, with a term of office from 26 May 2015 upon the conclusion of the 2014 annual general meeting (the "AGM") to the date of expiry of the seventh session of the Board. Ms. Wang Yingli (a non-executive director) was appointed as the Vice Chairman of the Company, with a term of office from 26 May 2015 upon the conclusion of the 10th meeting of the seventh session of the Board to the date of expiry of the seventh session of the Board.

Each of the three independent non-executive directors of the Company, namely, Mr. Wang Yuesheng, Mr. Ning Jiming and Mr. Yang Jinguan has held his office for six years, and ceased to be the independent non-executive directors of the Company, with effect from the conclusion of the AGM. Mr. Wang Dashu, Mr. Wei Jian and Mr. Zong Wenlong were appointed as independent non-executive directors of the Company by the Board, each with a term of office from 26 May 2015 upon conclusion of the AGM to the date of expiry of the seventh session of the Board.

Pursuant to the relevant requirements of the laws, rules and regulations, and taking into account the actual condition of the Company, the Company appointed two new independent supervisors, namely, Mr. Li Jinghua and Mr. Zha Jianqiu, each with a term of office from 26 May 2015 upon conclusion of the AGM to the date of expiry of the seventh session of the supervisory committee. In accordance with laws, regulations and the Articles of Association, the employees of the Company elected Ms. Wei Aiyun as an employee representative supervisor of the Company, with a term of office from 25 May 2015 to the date of expiry of the seventh session of the supervisory committee.

For details, please refer to the announcement of the Company dated 26 May 2015.

SIGNIFICANT EVENTS AND SUBSEQUENT EVENTS (CONTINUED)

(3) *Acquisition of Equity Interest in Hubei Company (the “Acquisition”) and the Continuing Connected Transactions Resulting from the Acquisition and Adjustment of Annual Cap*

On 15 May 2015, the Company and China Huadian entered into the Agreement in relation to the Transfer of 82.5627% Equity Interest in Huadian Hubei Power Generation Company Limited (the “**Equity Transfer Agreement**”). China Huadian conditionally agreed to sell, and the Company agreed to purchase, 82.5627% equity interest in Hubei Company at a consideration of approximately RMB3,845.21 million, which will be paid by the Company in cash with its own funds. The transaction was considered and approved at the extraordinary general meeting of the Company held on 30 June 2015. On 1 July 2015, the equity transfer was completed and since then Hubei Company was included in the financial statements of the Company. China Huadian is a connected person of the Company. Therefore, the Acquisition constitutes a connected transaction of the Company.

Upon completion of the equity transfer, Hubei Company has become a subsidiary of the Company and the transactions below constitute connected transactions of the Company:

- (i) the existing continuing transactions between the Group on the one hand, and China Huadian and its associates on the other hand relating to the mutual provision of coal, equipments and other miscellaneous and related services constitute continuing connected transactions under the coal, equipments and services purchase (supply) framework agreement dated 6 November 2014 entered into between China Huadian and the Company;
- (ii) the continuing transactions between the Group and China Huadian Corporation Finance Company Limited (“**Huadian Finance**”) relating to provision of financial services constitute continuing connected transactions under financial services agreement dated 6 November 2014 entered into between Huadian Finance and the Company. On 15 May 2015, the Company and Huadian Finance entered into a supplemental agreement to the financial services agreement, with the existing annual cap increased to RMB7.5 billion;
- (iii) Hubei Huadian (Xiangyang) Power Generation Company Limited (“**Xiangyang Power Generation**”) (being the subsidiary of Hubei Company) became a subsidiary of the Company. Since Shaanxi Coal and Chemical Group Industry Group Co., Ltd. (“**Shaanxi Coal and Chemical Group**”) is a substantial shareholder of Xiangyang Power Generation, Shaanxi Coal and Chemical Group is a connected person of the Company at the subsidiary level for the purpose of the Listing Rules. As Shaanxi Coal Selling and Transportation (Group) Corporation (“**Shaanxi Coal Transportation**”) is a wholly-owned subsidiary of Shaanxi Coal and Chemical Group, Shaanxi Coal Transportation is also a connected person of the Company upon completion of the Acquisition for the purpose of the Listing Rules. On 15 May 2015, the Company and Shaanxi Coal Transportation entered into the Shaanxi coal purchase framework agreement. The continuing transactions between Shaanxi Coal Transportation and the Group relating to supply of coal under the Shaanxi coal purchase framework agreement constitute continuing connected transactions of the Company upon completion of the Acquisition.

SIGNIFICANT EVENTS AND SUBSEQUENT EVENTS *(CONTINUED)*

(3) *Acquisition of Equity Interest in Hubei Company (the “Acquisition”) and the Continuing Connected Transactions Resulting from the Acquisition and Adjustment of Annual Cap* *(Continued)*

For details, please refer to the announcements of the Company dated 6 November 2014, 15 May 2015 and 30 June 2015; and the circulars of the Company dated 27 November 2014 and 8 June 2015.

(4) *Convening the Extraordinary General Meeting*

The Company held the 2015 first extraordinary general meeting on 13 February 2015, which considered and approved the relevant resolutions in relation to the proposed 2015 Non-Public Issuance of A shares and 2015 A Shares Subscription of the Company.

For details, please refer to the announcement of the Company in relation to the voting results of the 2015 first extraordinary general meeting dated 13 February 2015.

The Company held the 2015 second extraordinary general meeting on 30 June 2015, at which the Equity Transfer Agreement entered into between the Company and China Huadian and the Acquisition and transactions contemplated thereunder were considered and approved; the entering into by the Company of the supplemental agreement to financial services agreement with Huadian Finance and the continuing connected transactions contemplated thereunder together with the cap increment were considered and approved.

For details, please refer to the announcement of the Company in relation to the voting results of the 2015 second extraordinary general meeting dated 30 June 2015.

SIGNIFICANT EVENTS AND SUBSEQUENT EVENTS (CONTINUED)

(5) Capital Increase in Huadian Jinsha River Upstream Hydropower Development Co., Ltd. (“Huadian Jinsha River”) (the “Capital Increase”)

On 7 July 2015, the Company entered into a capital increase agreement with Huadian Jinsha River, pursuant to which the Company will participate in the Capital Increase in Huadian Jinsha River. The Capital Increase was funded entirely by capital contributions by the existing shareholders of Huadian Jinsha River on a pro-rata basis. The Company will contribute an amount of RMB72 million in cash, and should pay up the outstanding unpaid capital contribution of RMB8.27 million to Huadian Jinsha River. Upon completion of the Capital Increase, the equity interests held by the Company in the then enlarged registered capital of Huadian Jinsha River are expected to remain as 20%. Huadian Jinsha River is a subsidiary of the Company’s controlling shareholder, i.e., China Huadian, and thus a connected person of the Company. The Capital Increase in Huadian Jinsha River by the Company constitutes a connected transaction of the Company.

For details, please refer to the announcement of the Company dated 7 July 2015.

(6) Finance Lease Framework Agreement Entered into with Huadian Financial Leasing Company Limited (“Huadian Financial Leasing”)

On 16 July 2015, the Company entered into the finance lease framework agreement with Huadian Financial Leasing, pursuant to which Huadian Financial Leasing has agreed to provide the Group with finance lease services subject to the terms and conditions provided therein. These services include direct leasing and leaseback services. In respect of each finance lease, the relevant members of the Group and Huadian Financial Leasing will enter into separate implementation contracts. The aggregate finance amount outstanding from time to time in respect of all finance leases will not exceed RMB1 billion. Huadian Financial Leasing is a subsidiary of the Company’s controlling shareholder, i.e., China Huadian, and thus a connected person of the Company. The continuing transactions under the finance lease framework agreement constitute continuing connected transactions of the Company under the Listing Rules.

For details, please refer to the announcement of the Company dated 16 July 2015.

SHAREHOLDINGS OF SUBSTANTIAL SHAREHOLDERS

So far as the directors of the Company are aware, each of the following persons, not being a director, supervisor, chief executive officer or members of the senior management of the Company, had an interest or short position as at 30 June 2015 in the Company's shares or underlying shares (as the case may be) which would fall to be disclosed to the Company and the Hong Kong Stock Exchange under the provisions of Divisions 2 and 3 of Part XV of the Securities and Futures Ordinance (the "SFO"), or was otherwise interested in 5% or more of any class of issued share capital of the Company as at 30 June 2015, or was a substantial shareholder (as defined in the Listing Rules) of the Company as at 30 June 2015:

Name of shareholder	Class of shares	Number of shares held	Equity Interest as at 30 June 2015		
			Approximate percentage of the total number of shares of the Company in issue	Approximate percentage of the total number of A shares of the Company in issue	Approximate percentage of the total number of H shares of the Company in issue
China Huadian	A Shares	4,604,661,853(L) <i>(Note 1)</i>	52.28%	64.95%	–
	H Shares	85,862,000(L) <i>(Note 2)</i>	0.97%	–	5.00%
Shandong International Trust Corporation	A Shares	800,766,729(L)	9.09%	11.29%	–
JPMorgan Chase & Co.	H Shares	135,355,054(L)	1.54%	–	7.88%
		4,550,000(S)	0.05%	–	0.26%
		64,790,791(P)	0.74%	–	3.77%
AllianceBernstein L.P.	H Shares	122,873,400(L)	1.40%	–	7.15%
Morgan Stanley	H Shares	96,699,666(L)	1.10%	–	5.62%
		5,243,505(S)	0.06%	–	0.30%
BlackRock, Inc.	H Shares	95,201,955(L)	1.08%	–	5.54%
		54,000(S)	0.00%	–	0.00%

(L): Long position

(S): Short position

(P): Lending pool

SHAREHOLDINGS OF SUBSTANTIAL SHAREHOLDERS (CONTINUED)

Note 1: As at 30 June 2015, these 4,604,661,853 A shares consisted of: (i) 4,321,061,853 A shares, representing approximately 49.06% of the Company's total issued shares and approximately 60.95% of the Company's total issued A shares, held by China Huadian (as beneficial owner) as at 30 June 2015; and (ii) China Huadian's interests under a conditional subscription agreement entered into between China Huadian and the Company on 29 December 2014, pursuant to which, China Huadian agreed to subscribe in cash and the Company agreed to place to China Huadian an aggregate of not less than 20% of the new A shares to be issued under the 2015 Non-public Issuance of A Shares of the Company (i.e. an aggregate of not more than 1,418,000,000 new A shares). Subsequent to 30 June 2015, on 8 September 2015, the Company completed the 2015 Non-public Issuance of A Shares. For details of shareholding structures of substantial shareholders immediately after completion of the 2015 Non-public Issuance of A Shares, please see "Significant Events and Subsequent Event – Completion of 2015 Non-public Issuance of A Shares and 2015 A Shares Subscription".

Note 2: So far as the directors of the Company are aware or are given to understand, these 85,862,000 H shares were directly held by a wholly-owned subsidiary of China Huadian, namely, China Huadian Hong Kong Company Limited through CCASS in the name of HKSCC Nominees Limited.

Save as disclosed above and so far as the directors are aware, as at 30 June 2015, no other person (other than the directors, supervisors, chief executive or members of senior management of the Company) had any interest or short position in the Company's shares or underlying shares (as the case may be) which would fall to be disclosed to the Company and the Hong Kong Stock Exchange under the provisions of Divisions 2 and 3 of Part XV of the SFO and as recorded in the register required to be kept under section 336 of the SFO, or was otherwise a substantial shareholder (as defined in the Listing Rules) of the Company.

SECURITIES INTERESTS OF DIRECTORS, SUPERVISORS, CHIEF EXECUTIVES OR SENIOR MANAGEMENT

As at 30 June 2015, the interests or short positions of the directors, supervisors or chief executives of the Company in the shares, underlying shares and debentures of the Company or any of its associated corporations (within the meaning of the SFO) which were notified to the Company and the Hong Kong Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests or short positions which they were taken or deemed to have under such provisions of the SFO), or which were recorded in the register required to be kept by the Company under section 352 of the SFO, or which were required, pursuant to the Model Code for Securities Transactions by Directors of Listed Issuers as set out in Appendix 10 to the Listing Rules adopted by the Company (the “**Model Code**”), to be notified to the Company and the Stock Exchange, were as follows:

Name	Position in the Company	Number of A Shares of the Company held as personal interest	Capacity in A Shares
Gou Wei	Non-executive director	10,000 (<i>Note</i>)	Beneficial owner

Note: Accounted for approximately 0.0001% of the total issued A shares of the Company on 30 June 2015.

Save as disclosed above, as at 30 June 2015, none of the directors, supervisors, chief executives or members of the senior management of the Company and their respective associates had any interest or short position in the shares, underlying shares and/or debentures (as the case may be) of the Company and/or any of its associated corporations (within the meaning of Part XV of the SFO) which was (i) required to be notified to the Company and the Hong Kong Stock Exchange pursuant to the provisions of Divisions 7 and 8 of Part XV of the SFO (including interest and short position which any such director, supervisor, chief executive or members of senior management of the Company was taken or deemed to have under such provisions of the SFO) or was (ii) required to be entered in the register of interests required to be kept by the Company pursuant to section 352 of the SFO, or which was otherwise (iii) required to be notified to the Company and the Hong Kong Stock Exchange pursuant to the Model Code (which for this purpose shall be deemed to apply to the supervisors of the Company to the same extent as it applies to the directors of the Company).

During the Period, the Company has adopted a code of conduct regarding transactions of the directors of the Company in the Company's securities on terms identical to those of the Model Code. Having made specific enquiries of all directors of the Company, the Company understands that all directors of the Company have complied with the required standard set out in the Model Code.

PURCHASE, SALE OR REDEMPTION OF LISTED SECURITIES

Saved as disclosed in this report, during the Period, neither the Company nor any of its subsidiaries had purchased, sold or redeemed any of its issued securities (“**securities**” having the meaning as ascribed thereto under paragraph 1 of Appendix 16 to the Listing Rules).

DESIGNATED DEPOSITS AND OVERDUE TIME DEPOSITS

As at 30 June 2015, the Group's deposits placed with financial institutions or other parties did not include any designated or trust deposits, or any material time deposits which could not be collected by the Group upon maturity.

MATERIAL LITIGATION

As at 30 June 2015, the Group was a party to certain litigations arising from the Group's ordinary course of business or acquisition of assets. The final outcome of these contingent liabilities, litigations or other legal proceedings cannot be ascertained at present, but the management of the Group believes that any possible legal liability which may incur from the aforesaid cases will not have material adverse effect on the financial position and operating results of the Group.

AUDIT COMMITTEE

The unaudited condensed consolidated financial statements for the Period prepared under the International Accounting Standard 34 "Interim Financial Reporting" have been reviewed by the Company's Audit Committee.

CORPORATE GOVERNANCE

The Company has always attached great importance to corporate governance and has continuously implemented management innovation. In strict compliance with the Company Law of the PRC, the Securities Law of the PRC, the Rules Governing the Listing of Stocks on Shanghai Stock Exchange, the Listing Rules and relevant provisions promulgated by domestic and overseas securities regulatory institutions, the Company has improved the structure of corporate governance, enhanced the level of the Company's governance and endeavored to achieve growth and harmonious development of the interests of the Company's shareholders.

The codes on corporate governance practices adopted by the Company include, but not limited to, its Articles of Association, Code on Shareholders' Meetings, Code on Board Practices, Code on Supervisory Committee, the Terms of Reference for the Audit Committee under the Board, the Terms of Reference for the Remuneration and Appraisal Committee under the Board, and the Terms of Reference for the Nomination Committee under the Board, etc.

The Company has established and improved the standardized operating systems of the general meetings, Board, supervisory committees of the Company and its subsidiaries. The independent directors, the Audit Committee and the Supervisory Committee have actively supervised the preparation of regular reports, whereas non-executive directors and supervisors have performed their duties by carrying out annual reviews and the Supervisory Committee has further improved its supervisory duties. The Company has upheld transparency and compliance with information disclosures. Trainings regarding corporate governance and regulatory compliance were provided to the directors, supervisors and secretaries to the board of subsidiaries of the Company. In accordance with the relevant requirements of internal control of the Company, regular assessments were made on the internal control of the Company.

CORPORATE GOVERNANCE (CONTINUED)

The Board is committed to the principles of corporate governance consistent with prudent management and enhancement of shareholders' value. Transparency, accountability and independence are enshrined under these principles. The Board has reviewed the relevant requirements prescribed under the codes on corporate governance practices adopted by the Company and its actual operations, and has taken the view that the corporate governance practices adopted by the Company during the Period have met the requirements under the code provisions in the Corporate Governance Code as contained in Appendix 14 to the Listing Rules, and adopted the Board Member Diversity Policy. In certain aspects, the corporate governance codes adopted by the Company are more stringent than the code provisions set out in the Corporate Governance Code, the major particulars of which are as follows:

- The Company has formulated the Code on Trading in Securities of Huadian Power International Corporation Limited by Directors and Supervisors and the Code on Trading in Securities of Huadian Power International Corporation Limited by Employees, which are on terms no less lenient than those set out in the Model Code.
- In addition to the Audit Committee, the Remuneration and Appraisal Committee and the Nomination Committee, the Company has established the Strategic Committee and has stipulated the Working Procedures for the Strategic Committee.
- The Audit Committee comprises five members, including two non-executive directors and three independent non-executive directors.

By order of the Board
Huadian Power International Corporation Limited*
Li Qingkui
Chairman

As at the date of this report, the Board comprises:

Li Qingkui (Chairman, Non-executive Director), Chen Jianhua (Vice Chairman, Non-executive Director), Wang Yingli (Vice Chairman, Non-executive Director), Chen Bin (Executive Director), Geng Yuanzhu (Executive Director), Gou Wei (Non-executive Director), Chu Yu (Non-executive Director), Zhang Ke (Non-executive Director), Ding Huiping (Independent Non-executive Director), Wang Dashu (Independent Non-executive Director), Wei Jian (Independent Non-executive Director) and Zong Wenlong (Independent Non-executive Director).

Beijing, the PRC
21 August 2015

* For identification purposes only

Deloitte. 德勤

TO THE BOARD OF DIRECTORS OF
HUADIAN POWER INTERNATIONAL CORPORATION LIMITED

INTRODUCTION

We have reviewed the condensed consolidated financial statements of Huadian Power International Corporation Limited (the "Company") and its subsidiaries (collectively referred to as the "Group") set out on pages 25 to 56, which comprise the condensed consolidated statement of financial position as of 30 June 2015 and the related condensed consolidated statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the six-month period then ended, and certain explanatory notes. The Main Board Listing Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited require the preparation of a report on interim financial information to be in compliance with the relevant provisions thereof and International Accounting Standard 34 "Interim financial reporting" ("IAS 34"). The directors of the Company are responsible for the preparation and presentation of these condensed consolidated financial statements in accordance with IAS 34. Our responsibility is to express a conclusion on these condensed consolidated financial statements based on our review, and to report our conclusion solely to you, as a body, in accordance with our agreed terms of engagement, and for no other purpose. We do not assume responsibility towards or accept liability to any other person for the contents of this report.

SCOPE OF REVIEW

We conducted our review in accordance with Hong Kong Standard on Review Engagements 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Hong Kong Institute of Certified Public Accountants. A review of these condensed consolidated financial statements consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Hong Kong Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

CONCLUSION

Based on our review, nothing has come to our attention that causes us to believe that the condensed consolidated financial statements are not prepared, in all material respects, in accordance with IAS 34.

Deloitte Touche Tohmatsu
Certified Public Accountants
Hong Kong

21 August 2015

Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income

For the six months ended 30 June 2015
(Prepared Under International Financial Reporting Standards)

	Notes	Six months ended 30 June	
		2015	2014
		RMB'000 (unaudited)	RMB'000 (unaudited)
Turnover	4	30,357,031	33,516,736
Operating expenses			
Fuel costs		(12,566,164)	(17,092,593)
Cost of coal sold		(158,155)	(385,338)
Depreciation and amortisation		(4,256,457)	(3,944,262)
Repairs, maintenance and inspection		(1,586,316)	(1,492,286)
Personnel costs		(2,006,289)	(1,927,185)
Administrative expenses		(1,005,456)	(904,292)
Tax and levies on operation		(291,610)	(262,779)
Other operating expenses		(421,388)	(534,660)
		(22,291,835)	(26,543,395)
Operating profit		8,065,196	6,973,341
Investment income	5	23,816	2,050
Other revenue and net income		263,245	255,608
Interest income from bank deposits		36,352	33,801
Finance costs	6	(2,938,824)	(3,167,110)
Share of profits less losses of associates and a joint venture		255,967	344,307
Profit before taxation		5,705,752	4,441,997
Income tax	7	(1,307,202)	(922,135)
Profit for the period	8	4,398,550	3,519,862
Other comprehensive income for the period (net of tax):	9	23,165	574
<i>Items that may be subsequently reclassified to profit or loss:</i>			
Net fair value gain on available-for-sale investments		8,515	237
Share of net fair value gain on available-for-sale investments of associates		14,650	337
Total comprehensive income for the period		4,421,715	3,520,436

Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income (Continued)

For the six months ended 30 June 2015

(Prepared Under International Financial Reporting Standards)

	Notes	Six months ended 30 June	
		2015	2014
		RMB'000 (unaudited)	RMB'000 (unaudited)
Profit for the period attributable to:			
Equity shareholders of the Company		3,558,874	2,764,566
Non-controlling interests		839,676	755,296
		4,398,550	3,519,862
Total comprehensive income for the period attributable to:			
Equity shareholders of the Company		3,581,548	2,765,129
Non-controlling interests		840,167	755,307
		4,421,715	3,520,436
Basic earnings per share	10	RMB0.404	RMB0.375

The notes on pages 33 to 56 form part of these condensed consolidated financial statements.

Condensed Consolidated Statement of Financial Position

At 30 June 2015

(Prepared Under International Financial Reporting Standards)

	Notes	At 30 June 2015	At 31 December 2014
		RMB'000 (unaudited)	RMB'000 (audited)
Non-current assets			
Property, plant and equipment	11	127,301,643	127,014,543
Construction in progress	12	18,588,574	19,744,389
Lease prepayments		2,134,816	1,976,102
Intangible assets		5,290,681	5,308,476
Goodwill		1,021,112	1,021,112
Interests in associates and a joint venture		10,046,075	10,226,885
Available-for-sale investments		398,186	386,832
Other non-current assets	13	4,079,935	2,048,035
Deferred tax assets		217,715	388,527
		169,078,737	168,114,901
Current assets			
Inventories		2,170,102	3,262,816
Trade debtors and bills receivable	14	6,964,860	8,954,117
Deposits, other receivables and prepayments	15	2,804,246	2,769,304
Tax recoverable		100,071	154,271
Restricted deposits	16	297,867	319,493
Lease prepayments		79,240	70,168
Cash and cash equivalents	17	5,935,764	5,204,959
		18,352,150	20,735,128

Condensed Consolidated Statement of Financial Position (Continued)

At 30 June 2015

(Prepared Under International Financial Reporting Standards)

	Notes	At 30 June 2015	At 31 December 2014
		RMB'000 (unaudited)	RMB'000 (audited)
Current liabilities			
Bank loans		19,219,127	18,843,245
Loans from shareholders	18(a)	–	550,000
State loans		9,026	9,633
Other loans	18(b)	2,919,920	3,530,120
Short-term debentures payable	18(c)	18,769,421	16,805,230
Long-term debentures payables – current portion	18(d)	5,390,759	7,392,270
Amount due to the parent company		31,382	65,073
Obligations under finance leases	19	599,269	581,562
Trade creditors and bills payable	20	13,283,139	14,481,887
Other payables	21	6,661,061	7,241,535
Dividend payable		417,394	–
Tax payable		344,432	579,543
		<u>67,644,930</u>	<u>70,080,098</u>
Net current liabilities		<u>(49,292,780)</u>	<u>(49,344,970)</u>
Total assets less current liabilities		<u>119,785,957</u>	<u>118,769,931</u>
Non-current liabilities			
Bank loans		53,902,630	53,501,585
Loans from shareholders	18(a)	750,000	550,000
State loans		77,091	86,712
Other loans	18(b)	5,457,599	5,653,348
Long-term debentures payable	18(d)	7,056,056	7,052,401
Obligations under finance leases	19	2,542,448	2,490,591
Long-term payables		372,286	410,447
Provisions		89,916	86,458
Deferred government grants		1,024,495	989,726
Deferred income		2,164,278	2,210,399
Deferred tax liabilities		2,681,913	2,801,802
		<u>76,118,712</u>	<u>75,833,469</u>
Net assets		<u>43,667,245</u>	<u>42,936,462</u>

Condensed Consolidated Statement of Financial Position (Continued)

At 30 June 2015

(Prepared Under International Financial Reporting Standards)

Notes	At 30 June 2015	At 31 December 2014
	<i>RMB'000</i> (unaudited)	<i>RMB'000</i> (audited)
Capital and reserves		
Share capital	8,807,290	8,807,290
Reserves	24,102,240	22,897,890
Total equity attributable to equity shareholders of the Company	32,909,530	31,705,180
Non-controlling interests	10,757,715	11,231,282
Total equity	43,667,245	42,936,462

The notes on pages 33 to 56 form part of these condensed consolidated financial statements were approved and authorised for issue by the board of directors on 21 August 2015.

Chen Bin
Director

Geng Yuanzhu
Director

Condensed Consolidated Statement of Changes in Equity

For the six months ended 30 June 2015

(Prepared Under International Financial Reporting Standards)

	Attributable to equity shareholders of the Company								Non-controlling interests	Total equity
	Share capital	Capital reserve	Statutory surplus reserve	Discretionary surplus reserve	Revaluation reserve	Fair value reserve	Retained profits	Total		
	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000		
Balance at 1 January 2015 (audited)	8,807,290	8,889,067	1,883,798	68,089	44,726	26,812	11,985,398	31,705,180	11,231,282	42,936,462
Profit for the period	-	-	-	-	-	-	3,558,874	3,558,874	839,676	4,398,550
Other comprehensive income (Note 9)	-	-	-	-	-	22,674	-	22,674	491	23,165
Total comprehensive income for the period	-	-	-	-	-	22,674	3,558,874	3,581,548	840,167	4,421,715
Capital injection from non-controlling interests	-	-	-	-	-	-	-	-	23,541	23,541
Deemed acquisition of non-controlling interests	-	770	-	-	-	-	-	770	(770)	-
Appropriation of specific reserve	-	-	65,802	-	-	-	(65,802)	-	-	-
Utilisation of specific reserve	-	-	(13,121)	-	-	-	13,121	-	-	-
Dividends recognised as distribution (Note 22)	-	-	-	-	-	-	(2,377,968)	(2,377,968)	-	(2,377,968)
Dividends declared to non-controlling interests	-	-	-	-	-	-	-	-	(1,336,505)	(1,336,505)
Balance at 30 June 2015 (unaudited)	8,807,290	8,889,837	1,936,479	68,089	44,726	49,486	13,113,623	32,909,530	10,757,715	43,667,245

Condensed Consolidated Statement of Changes in Equity (Continued)

For the six months ended 30 June 2015
(Prepared Under International Financial Reporting Standards)

	Attributable to equity shareholders of the Company									
	Share capital	Capital reserve	Statutory surplus reserve	Discretionary surplus reserve	Revaluation reserve	Fair value reserve	Retained profits	Total	Non-controlling interests	Total equity
	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000
Balance at 1 January 2014 (audited)	7,371,084	5,957,900	1,616,562	68,089	44,726	77	7,952,083	23,010,521	10,469,186	33,479,707
Profit for the period	-	-	-	-	-	-	2,764,566	2,764,566	755,296	3,519,862
Other comprehensive income (Note 9)	-	-	-	-	-	563	-	563	11	574
Total comprehensive income for the period	-	-	-	-	-	563	2,764,566	2,765,129	755,307	3,520,436
Capital injection from non-controlling interests	-	-	-	-	-	-	-	-	76,938	76,938
Appropriation of specific reserve	-	-	91,069	-	-	-	(91,069)	-	-	-
Utilisation of specific reserve	-	-	(13,117)	-	-	-	13,117	-	-	-
Dividends recognised as distribution (Note 22)	-	-	-	-	-	-	(1,658,494)	(1,658,494)	-	(1,658,494)
Dividends declared to non-controlling interests	-	-	-	-	-	-	-	-	(746,935)	(746,935)
Early repayments of certain interest-free loans from China Huadian Corporation ("China Huadian") (Note 18(a))	-	(51,293)	-	-	-	-	-	(51,293)	(9,459)	(60,752)
Others	-	4,006	-	-	-	-	-	4,006	57	4,063
Balance at 30 June 2014 (unaudited)	7,371,084	5,910,613	1,694,514	68,089	44,726	640	8,980,203	24,069,869	10,545,094	34,614,963

The notes on pages 33 to 56 form part of these condensed consolidated financial statements.

Condensed Consolidated Statement of Cash Flows

For the six months ended 30 June 2015

(Prepared Under International Financial Reporting Standards)

	Notes	Six months ended 30 June	
		2015	2014
		RMB'000 (unaudited)	RMB'000 (unaudited)
Cash generated from operations		12,595,606	9,288,153
PRC enterprise income tax paid		(1,440,029)	(842,139)
Net cash generated from operating activities		11,155,577	8,446,014
Net cash used in investing activities	24	(6,940,314)	(8,478,479)
Net cash (used in)/generated from financing activities	24	(3,484,458)	2,642,511
Increase in cash and cash equivalents		730,805	2,610,046
Cash and cash equivalents at 1 January		5,204,959	2,920,016
Cash and cash equivalents at 30 June	17	5,935,764	5,530,062

The notes on pages 33 to 56 form part of these condensed consolidated financial statements.

Notes to the Condensed Consolidated Financial Statements

*For the six months ended 30 June 2015
(Prepared Under International Financial Reporting Standards)*

1. GENERAL

Huadian Power International Corporation Limited (the “Company”) was established in the People’s Republic of China (the “PRC”) on 28 June 1994 as a joint stock limited company.

The Company and its subsidiaries (together referred to as the “Group”) are principally engaged in the generation and sale of electricity, heat and coal. Majority of electricity generated is supplied to the local power grid companies where the power plants are located.

The condensed consolidated financial statements have been prepared in accordance with International Accounting Standard 34 (“IAS 34”), Interim Financial Reporting as well as with the applicable disclosure requirements of Appendix 16 to the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “Listing Rules”).

2. PRINCIPAL ACCOUNTING POLICIES

The condensed consolidated financial statements have been prepared on the historical cost basis except for certain financial instruments, which are measured at fair values.

Excepted as described below, the accounting policies and methods of computation used in the condensed consolidated financial statements for the six months ended 30 June 2015 are the same as those followed in the preparation of the Group’s annual financial statements for the year ended 31 December 2014.

In the current interim period, the Group has applied, for the first time, the following amendments to International Financial Reporting Standards (“IFRSs”) for the preparation of the Group’s condensed consolidated financial statements:

- Amendments to IAS 19 – Defined Benefit Plans: Employee Contributions
- Amendments to IFRSs – Annual Improvements to IFRSs 2010-2012 Cycle
- Amendments to IFRSs – Annual Improvements to IFRSs 2011-2013 Cycle

The application of the above amendments to IFRSs in the current interim period has had no material effect on the amounts reported in these condensed consolidated financial statements and/or disclosures set out in these condensed consolidated financial statements.

Notes to the Condensed Consolidated Financial Statements (Continued)

For the six months ended 30 June 2015

(Prepared Under International Financial Reporting Standards)

3. SEGMENT INFORMATION

The chief operating decision makers review the Group's revenue and profit as a whole, which is determined in accordance with the Group's accounting policies, for resources allocation and performance assessment. Therefore, the Group has only one operating and reportable segment and no further segment information is presented in these condensed consolidated financial statements.

4. TURNOVER

Turnover represents the sale of electricity, heat and coal. Major components of the Group's turnover are as follows:

	Six months ended 30 June	
	2015	2014
	RMB'000	RMB'000
Sale of electricity	28,318,144	31,225,230
Sale of heat	1,818,545	1,745,924
Sale of coal	220,342	545,582
	30,357,031	33,516,736

5. INVESTMENT INCOME

	Six months ended 30 June	
	2015	2014
	RMB'000	RMB'000
Dividend income from available-for-sale investments	20,898	2,050
Interest income from other long-term receivables	2,918	–
	23,816	2,050

Notes to the Condensed Consolidated Financial Statements (Continued)

For the six months ended 30 June 2015
(Prepared Under International Financial Reporting Standards)

6. FINANCE COSTS

	Six months ended 30 June	
	2015	2014
	RMB'000	RMB'000
Interest on loans and other financial liabilities	3,243,398	3,457,170
Less: interest capitalised	(298,001)	(323,108)
	2,945,397	3,134,062
Net foreign exchange (gain)/loss	(10,565)	17,134
Other finance costs	3,992	15,914
	2,938,824	3,167,110

The borrowing costs have been capitalised at an average rate of 5.97% per annum (six months ended 30 June 2014: 6.19% per annum) for construction in progress.

7. INCOME TAX

	Six months ended 30 June	
	2015	2014
	RMB'000	RMB'000
Current tax		
Charge for the PRC enterprise income tax for the period	1,248,579	816,946
Under provision in respect of previous years	10,539	11,805
	1,259,118	828,751
Deferred taxation		
Origination and reversal of temporary differences and tax losses	48,084	93,384
	1,307,202	922,135

The charge for PRC enterprise income tax is calculated at the statutory rate of 25% (six months ended 30 June 2014: 25%) on the estimated assessable profits of the Group for the six months ended 30 June 2015 determined in accordance with relevant enterprise income tax rules and regulations, except for certain subsidiaries of the Company which are tax exempted or taxed at preferential rates of 7.5%, 12.5% or 15% (six months ended 30 June 2014: 7.5%, 12.5% or 15%).

Notes to the Condensed Consolidated Financial Statements (Continued)

For the six months ended 30 June 2015

(Prepared Under International Financial Reporting Standards)

8. PROFIT FOR THE PERIOD

Profit for the period is arrived at after charging/(crediting):

	Six months ended 30 June	
	2015	2014
	RMB'000	RMB'000
Cost of inventories	14,105,388	18,822,893
Amortisation		
– lease prepayments	35,127	34,764
– intangible assets	91,452	70,835
Depreciation	4,129,878	3,838,663
Impairment losses (reversal of impairment loss)		
– deposits, other receivables and prepayments	13,980	(62)
– inventories	(72)	–
– property, plant and equipment	51,469	–
Operating lease charges in respect of land and buildings	54,045	58,075
Government grants included in other revenue and net income	(69,239)	(68,679)
Research and development costs recognised as expense	501	2,518
Net gain on disposal of property, plant and equipment	(5,582)	(4,159)
Net income from sale of materials	(173,397)	(180,947)

Notes to the Condensed Consolidated Financial Statements (Continued)

For the six months ended 30 June 2015
(Prepared Under International Financial Reporting Standards)

9. OTHER COMPREHENSIVE INCOME

	Six months ended 30 June	
	2015	2014
	RMB'000	RMB'000
Changes in fair value on available-for-sale investments	11,354	316
Net deferred tax charged to other comprehensive income	(2,839)	(79)
	8,515	237
Share of net fair value gain on available-for-sale investments of associates	14,650	337
Other comprehensive income, net of income tax	23,165	574

10. EARNINGS PER SHARE

(a) Basic earnings per share

The calculation of basic earnings per share is based on the profit attributable to equity shareholders of the Company for the six months ended 30 June 2015 of RMB3,559 million (six months ended 30 June 2014: RMB2,765 million) and the 8,807,289,800 ordinary shares in issue during the period (six months ended 30 June 2014: 7,371,084,200 shares).

(b) Diluted earnings per share

No diluted earnings per share were presented as there were no potential ordinary shares outstanding during the six months ended 30 June 2015 and 2014.

11. PROPERTY, PLANT AND EQUIPMENT

During the six months ended 30 June 2015, the Group acquired items of property, plant and equipment with an aggregate cost of RMB4,872 million (six months ended 30 June 2014: RMB7,240 million), including RMB4,788 million (six months ended 30 June 2014: RMB7,196 million) through transfer from construction in progress. Items of property, plant and equipment with carrying amounts of approximately RMB3 million (six months ended 30 June 2014: approximately RMB9 million) were disposed of during the current interim period.

Notes to the Condensed Consolidated Financial Statements (Continued)

For the six months ended 30 June 2015

(Prepared Under International Financial Reporting Standards)

12. CONSTRUCTION IN PROGRESS

The acquisition and transfer of items of construction in progress during the six months ended 30 June 2015 and 2014 are as follows:

	Six months ended 30 June	
	2015	2014
	RMB'000	RMB'000
Addition through acquisition of a subsidiary	–	12,693
Additions	3,632,684	9,156,062
Transfer from property, plant and equipment	–	133,082
Transfer to property, plant and equipment	(4,788,499)	(7,195,850)
	–	–

13. OTHER NON-CURRENT ASSETS

	At 30 June	At 31 December
	2015	2014
	RMB'000	RMB'000
Financial assets – other long-term receivables	197,325	194,417
Deductible VAT and other tax	1,819,134	1,688,077
Deferred differences arising from sale and leaseback arrangements (Note (i))	166,845	154,248
Deposit for acquisition of a subsidiary (Note 29)	1,961,059	–
Deposits for sales and leaseback arrangements and others	33,433	109,154
	4,177,796	2,145,896
Less: impairment loss	(97,861)	(97,861)
	4,079,935	2,048,035

Note:

- (i) Deferred differences arising from sale and leaseback arrangements represent the deficit of sale proceeds over the carrying amounts of the assets disposed under the sale and leaseback arrangements which resulted in finance leases. The differences are deferred and amortised as adjustments to the depreciation of the assets over their estimated useful lives.

Notes to the Condensed Consolidated Financial Statements (Continued)

For the six months ended 30 June 2015
(Prepared Under International Financial Reporting Standards)

14. TRADE DEBTORS AND BILLS RECEIVABLE

	At 30 June 2015	At 31 December 2014
	<i>RMB'000</i>	<i>RMB'000</i>
Trade debtors and bills receivable for sale of electricity	6,225,299	8,076,581
Trade debtors and bills receivable for sale of heat	331,226	377,171
Trade debtors and bills receivable for sale of coal	502,911	594,941
	<hr/>	<hr/>
	7,059,436	9,048,693
Less: allowance for doubtful debts	(94,576)	(94,576)
	<hr/>	<hr/>
	6,964,860	8,954,117
	<hr/> <hr/>	<hr/> <hr/>

Receivables from sale of electricity and heat are due within 30 days and 90 days from the date of billing, respectively. Receivables from sale of coal are due within 60 days from the date of billing.

The ageing analysis of trade debtors and bills receivable (net of allowance for doubtful debts), presented based on the invoice date, which approximated the revenue recognition date, is as follows:

	At 30 June 2015	At 31 December 2014
	<i>RMB'000</i>	<i>RMB'000</i>
Within 1 year	6,629,636	8,552,193
1 to 2 years	182,911	111,498
2 to 3 years	73,868	204,242
Over 3 years	78,445	86,184
	<hr/>	<hr/>
	6,964,860	8,954,117
	<hr/> <hr/>	<hr/> <hr/>

Notes to the Condensed Consolidated Financial Statements (Continued)

For the six months ended 30 June 2015

(Prepared Under International Financial Reporting Standards)

15. DEPOSITS, OTHER RECEIVABLES AND PREPAYMENTS

As at 30 June 2015, deposits, other receivables and prepayments of the Group with gross amounts of RMB2,912 million (31 December 2014: RMB2,864 million) mainly represent prepayment for purchasing inventories and materials, deductible VAT recoverable, dividends receivable and other receivables.

As at 30 June 2015, specific allowance for doubtful debts of the Group amounted to RMB108 million (31 December 2014: RMB95 million), including bad debt allowance on receivables on Certified Emission Reductions of RMB85 million (31 December 2014: RMB85 million).

16. RESTRICTED DEPOSITS

Restricted deposits mainly represent deposits at banks and a financial institution with maturity of over three months and as collateral for bills payable.

17. CASH AND CASH EQUIVALENTS

	At 30 June 2015	At 31 December 2014
	RMB'000	RMB'000
Cash at bank and in hand	1,309,085	1,708,016
Cash at an other financial institution	4,626,679	3,496,943
	5,935,764	5,204,959

Notes to the Condensed Consolidated Financial Statements (Continued)

For the six months ended 30 June 2015
(Prepared Under International Financial Reporting Standards)

18. BORROWINGS

(a) Loans from shareholders

During the prior interim period, the Group early repaid certain interest-free loans from China Huadian amounting to RMB602 million. The differences between the repayment and the carrying amount of the loans are debited to equity.

(b) Other loans

	At 30 June 2015	At 31 December 2014
	<i>RMB'000</i>	<i>RMB'000</i>
Due:		
Within 1 year		
– short term other loans	2,160,000	2,266,000
– current portion of long term other loans	759,920	1,264,120
	2,919,920	3,530,120
After 1 year but within 2 years	1,450,474	643,570
After 2 years but within 5 years	2,167,041	3,223,330
After 5 years	1,840,084	1,786,448
	5,457,599	5,653,348
	8,377,519	9,183,468

Other loans are borrowed from China Huadian Finance Corporation Limited (“China Huadian Finance”), an associate of the Company, a fellow subsidiary of the Company and other trust companies. Other loans bear interest rates ranging from 4.44% to 6.49% per annum as at 30 June 2015 (31 December 2014: 4.44% to 7.21% per annum), with maturities from 2015 to 2025 (31 December 2014: 2015 to 2025).

All of other loans are unsecured except for amounts totaling RMB270 million (31 December 2014: RMB281 million) in respect of certain subsidiaries, which are secured by the income stream in respect of the sale of electricity of these subsidiaries, and amounts totaling of RMB1,500 million (31 December 2014: RMB1,500 million) are secured by guarantee from China Huadian.

Notes to the Condensed Consolidated Financial Statements (Continued)

For the six months ended 30 June 2015

(Prepared Under International Financial Reporting Standards)

18. BORROWINGS (CONTINUED)

(c) Short-term debentures payable

	At 30 June 2015	At 31 December 2014
	RMB'000	RMB'000
First tranche of short-term debentures for the year of 2014	–	2,067,507
Second tranche of short-term debentures for the year of 2014	–	1,549,452
Third tranche of short-term debentures for the year of 2014	3,124,143	3,049,015
Second tranche of super short-term debentures for the year of 2014	–	3,077,397
Third tranche of super short-term debentures for the year of 2014	–	3,547,189
Fourth tranche of super short-term debentures for the year of 2014	3,593,216	3,514,670
First tranche of super short-term debentures for the year of 2015	3,035,755	–
Second tranche of super short-term debentures for the year of 2015	3,500,929	–
Third tranche of super short-term debentures for the year of 2015	3,496,242	–
First tranche of short-term debentures for the year of 2015	2,019,136	–
	18,769,421	16,805,230

On 12 March 2015, the Company issued the first tranche of super short-term debentures of 2015 in the PRC interbank debenture market. The super short-term debenture was issued at a total par value of RMB3,000 million with a maturity period of 270 days and bears interest at 4.50% per annum. The tranche is unsecured.

On 31 March 2015, the Company issued the first tranche of short-term debentures of 2015 in the PRC interbank debenture market. The short-term debenture was issued at a total par value of RMB2,000 million with a maturity period of 366 days and bears interest at 4.70% per annum. The tranche is unsecured.

Notes to the Condensed Consolidated Financial Statements (Continued)

For the six months ended 30 June 2015
(Prepared Under International Financial Reporting Standards)

18. BORROWINGS (CONTINUED)

(c) *Short-term debentures payable (Continued)*

On 28 May 2015, the Company issued the second tranche of super short-term debentures of 2015 in the PRC interbank debenture market. The super short-term debenture was issued at a total par value of RMB3,500 million with a maturity period of 270 days and bears interest at 3.10% per annum. The tranche is unsecured.

On 11 June 2015, the Company issued the third tranche of super short-term debentures of 2015 in the PRC interbank debenture market. The super short-term debenture was issued at a total par value of RMB3,500 million with a maturity period of 270 days and bears interest at 3.11% per annum. The tranche is unsecured.

During the current interim period, the Group repaid two tranches of short-term debentures and two tranches of super short-term debentures totally amounting to principal amount of RMB10,000 million (six months ended 30 June 2014: repaid one tranche of short-term debentures and three tranches of super short-term debentures totally amounting to principal amount of RMB11,000 million) at par value.

The effective interest rates of above debentures are ranging from 3.52% to 5.00% per annum (31 December 2014: from 4.54% to 5.37% per annum) after considering the effect of issue costs.

(d) *Long-term debentures payable*

On 27 February 2015, the Company issued the first tranche of non-public private placement bonds of 2015. These bonds were unsecured 3-year notes totally amounting RMB3,000 million which were issued at par value of RMB100 each and bear interest at 5.03% per annum.

During the current interim period, the Group repaid one tranche of non-public private placement bonds amounting to principal amount of RMB5,000 million (six months ended 30 June 2014: RMB1,500 million) at par value.

The effective interest rates of above long-term debentures are ranged from 4.14% to 6.29% (31 December 2014: from 4.14% to 6.29%) per annum after considering the effect of issue costs.

Notes to the Condensed Consolidated Financial Statements (Continued)

For the six months ended 30 June 2015

(Prepared Under International Financial Reporting Standards)

19. OBLIGATIONS UNDER FINANCE LEASES

The Group had obligations under finance leases payable as follows:

	At 30 June 2015		At 31 December 2014	
	Present value of the minimum lease payments	Total minimum lease payments	Present value of the minimum lease payments	Total minimum lease payments
	RMB'000	RMB'000	RMB'000	RMB'000
Within 1 year	599,269	744,568	581,562	752,876
After 1 year but within 2 years	607,825	740,757	621,549	772,655
After 2 years but within 5 years	1,774,623	1,945,427	1,669,042	1,872,776
After 5 years	160,000	167,975	200,000	216,115
	2,542,448	2,854,159	2,490,591	2,861,546
	3,141,717	3,598,727	3,072,153	3,614,422
Less: total future interest expenses		(457,010)		(542,269)
Present value of finance lease obligations		3,141,717		3,072,153

During the current interim period, the Group entered into two new agreements with independent leasing companies to sell certain of the Group's facilities to those leasing companies and leaseback the facilities for a 5-year period. The Group has an option to purchase these facilities at a nominal price of RMB1 at the end of the lease period. As at 30 June 2015, the carrying amounts of the facilities held under finance lease included in property, plant and equipment and concession assets amounted to RMB4,157 million and RMB257 million (31 December 2014: RMB3,924 million and RMB265 million), respectively.

Notes to the Condensed Consolidated Financial Statements (Continued)

For the six months ended 30 June 2015
(Prepared Under International Financial Reporting Standards)

20. TRADE CREDITORS AND BILLS PAYABLE

As at 30 June 2015, the ageing analysis of trade creditors and bills payable, presented based on the invoice date, is as follows:

	At 30 June 2015	At 31 December 2014
	RMB'000	RMB'000
Within 1 year	9,494,919	10,728,824
1 to 2 years	1,880,188	1,682,652
Over 2 years	1,908,032	2,070,411
	13,283,139	14,481,887

21. OTHER PAYABLES

	At 30 June 2015	At 31 December 2014
	RMB'000	RMB'000
Financial liabilities		
– Quality guarantee deposits	1,675,123	1,695,114
– Consideration payables on acquisitions	885,669	885,669
– Interest payables	373,558	697,465
– Wages payable	358,213	137,995
– Payables for installed capacity quota	273,530	273,530
– Payables for sewage charges	59,283	52,470
– Dividend payables to non-controlling interests	482,545	262,659
– Current portion of long-term payables (Note (i))	151,318	261,988
– Others (Note (ii))	1,391,366	1,146,704
	5,650,605	5,413,594
Other tax payables	456,774	478,774
Receipts in advance	553,682	1,349,167
	6,661,061	7,241,535

Notes to the Condensed Consolidated Financial Statements (Continued)

For the six months ended 30 June 2015

(Prepared Under International Financial Reporting Standards)

21. OTHER PAYABLES (CONTINUED)

Notes:

- (i) Current portion of long-term payables mainly represents the current portion of a long-term payable to a bank resulting from a financial guarantee provided by a subsidiary to an external party. The Company pledged its interest in the subsidiary to secure those long-term payables.
- (ii) Others mainly include payables on service fees, rental and other miscellaneous items.
- (iii) All of the other payables of the Group are expected to be settled or recognised as income within one year or are repayable on demand.

22. DIVIDENDS

- (a) During the current interim period, a final dividend of RMB0.270 per share in respect of the year ended 31 December 2014 (six months ended 30 June 2014: RMB0.225 per share in respect of the year ended 31 December 2013) was declared to the equity shareholders of the Company. The aggregate amount of the final dividend declared approximately amounted to RMB2,377,968,000 (six months ended 30 June 2014: approximately RMB1,658,494,000).
- (b) The directors of the Company do not recommend the payment of any interim dividend for the six months ended 30 June 2015 (six months ended 30 June 2014: nil).

Notes to the Condensed Consolidated Financial Statements (Continued)

For the six months ended 30 June 2015
(Prepared Under International Financial Reporting Standards)

23. CAPITAL COMMITMENTS

The Group had capital commitments as at 30 June 2015 and 31 December 2014 as follows:

	At 30 June 2015	At 31 December 2014
	<i>RMB'000</i>	<i>RMB'000</i>
Contracted for but not provided in the condensed consolidated financial statements		
– Development of power plants	12,028,580	12,037,472
– Investment in a subsidiary	1,884,155	–
– Improvement projects and others	603,643	641,954
	14,516,378	12,679,426
Authorised but not contracted for		
– Development of power plants	24,426,775	27,490,768
– Improvement projects and others	1,658,744	1,707,329
	26,085,519	29,198,097
	40,601,897	41,877,523

Notes to the Condensed Consolidated Financial Statements (Continued)

For the six months ended 30 June 2015

(Prepared Under International Financial Reporting Standards)

24. NOTES TO CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	Six months ended 30 June	
	2015	2014
	RMB'000 (unaudited)	RMB'000 (unaudited)
Investing activities		
Payment for the purchase of property, plant and equipment, construction in progress and intangible assets	(5,405,362)	(8,538,918)
Proceeds from sale of property, plant and equipment	8,266	4,689
Net cash outflow for the acquisition of a subsidiary (Note 26)	–	(218,702)
Deposit for acquisition of a subsidiary	(1,961,059)	–
Payment for additional investment in associates	(26,297)	(56,251)
Interest received	36,352	33,801
Withdrawal of restricted deposits	72,312	34,759
Placement of restricted deposits	(50,686)	(167,276)
Dividends received	375,770	307,420
Cash received from disposal of associates	4,310	–
Other investing activities	6,080	121,999
	(6,940,314)	(8,478,479)
Net cash used in investing activities		
Financing activities		
Debentures		
– Net proceeds from debentures	14,946,000	12,507,000
– Repayment of debentures	(15,000,000)	(12,500,000)
Loans		
– Proceeds from loans	20,821,054	23,453,662
– Repayment of loans	(21,203,666)	(20,889,425)
Obligation under finance leases		
– Proceeds obtained under sale and leaseback arrangement	378,688	2,054,383
– Lease payment under sale and leaseback arrangements	(389,488)	(408,030)
Bills financing		
– Proceeds from bank acceptance bills discounted	461,684	758,013
– Repayment of bank acceptance bills	(412,715)	(445,502)
Capital injection from non-controlling interests	23,541	76,938
Dividends paid to equity shareholders of the Company	(1,960,574)	(1,368,384)
Dividends paid to non-controlling interests	(1,116,619)	(522,266)
Other financing activities	(32,363)	(73,878)
	(3,484,458)	2,642,511
Net cash (used in)/generated from financing activities		

Notes to the Condensed Consolidated Financial Statements (Continued)

For the six months ended 30 June 2015
(Prepared Under International Financial Reporting Standards)

25. MATERIAL RELATED PARTY TRANSACTIONS

(a) Transactions with shareholders, fellow subsidiaries and associates

Shareholders, fellow subsidiaries and associates that had material transactions with the Group are as follows:

Name of related parties	Nature of relationship
China Huadian Shandong International Trust Corporation ("SITC")	Parent company of the Company A shareholder with significant influence over the Company
China Huadian Engineering (Group) Corporation and its subsidiaries	Fellow subsidiaries of the Company
Huadian Shanxi Energy Company Limited and its subsidiaries	Fellow subsidiaries of the Company
Guodian Nanjing Automation Company Limited and its subsidiaries	Fellow subsidiaries of the Company
China Huadian Materials Company Limited and its subsidiaries	Fellow subsidiaries of the Company
CHD Power Plant Operation Company Limited and its subsidiaries	Fellow subsidiaries of the Company
Huadian Sichuan Power Company Limited and its subsidiaries	Fellow subsidiaries of the Company
China Huadian Electrical Construction Technical and Economic Consulting Centre	A fellow subsidiary of the Company
Huadian Energy Company Limited	A fellow subsidiary of the Company
China Fortune International Trust Company Limited	A fellow subsidiary of the Company
Huadian New Energy Development Company Limited	A fellow subsidiary of the Company
Anhui Huadian Lu'an Power Generation Company Limited	A fellow subsidiary of the Company
Shanghai Huadian Power Development Generation Company Limited	A fellow subsidiary of the Company
Huadian Hubei Power Generation Company Limited	A fellow subsidiary of the Company
Guizhou Wujiang Hydropower Development Company Limited	A fellow subsidiary of the Company
CHD Advanced Training Centre	A fellow subsidiary of the Company
Huadian Property Company Limited	An associate of the Group
China Huadian Finance	An associate of the Group
Sichuan Huayingshan Longtan Coal Company Limited ("Longtan Coal Company")	An associate of the Group
Huadian Coal Industry Group Company Limited	An associate of the Group
Linfen Changfa Company	An associate of the Group
Beijing Huabin Investment Company Limited	A subsidiary of an associate of the Group
Huadian Technology & Trade Company Limited	A subsidiary of an associate of the Group
Ningxia Yinxing Coal Company Limited	An associate of the Group
Datang Derong Tangdian Hydropower Development Company Limited	An associate of the Group
Hebei Tianwei-huarui Electric Company Limited	An associate of the Group
Shanxi Huasheng Tongpei Coal Sales Company Limited	An associate of the Group
Hebei Xibaipo Second Power Generation Company Limited	An associate of the Group
Ningxia Ningdong Railway Corporation Limited	An associate of the Group
Otog Front Banner Changcheng Mine Company Limited	An associate of the Group
Inner Mongolia Fucheng Mining Company Limited	An associate of the Group
Shuozhou Tong-coal Wantongyuan Coal Transportation and Sales Company Limited	An associate of the Group
Datang Xiangcheng Tangdian Hydropower Development Company Limited	An associate of the Group
Huadian Jinshajiang Upstream Hydropower Development Company Limited	An associate of the Group
Hebei Nuclear Power	An associate of the Group
Sichuan Balanghe Hydropower	An associate of the Group

Notes to the Condensed Consolidated Financial Statements (Continued)

For the six months ended 30 June 2015

(Prepared Under International Financial Reporting Standards)

25. MATERIAL RELATED PARTY TRANSACTIONS (CONTINUED)

(a) Transactions with shareholders, fellow subsidiaries and associates (Continued)

The Group had the following material transactions with shareholders, fellow subsidiaries and associates during the six months ended 30 June 2015 and 2014:

	Six months ended 30 June	
	2015	2014
	RMB'000	RMB'000
<i>Sale of electricity to</i>		
Fellow subsidiaries	–	97,894
<i>Purchase of electricity from</i>		
Fellow subsidiaries	44,321	–
<i>Sale of coal to</i>		
Fellow subsidiaries	25,436	103,554
<i>Purchase of coal from</i>		
Associates	1,413,299	1,562,057
Fellow subsidiaries	142,051	170,344
<i>Purchase of construction service</i>		
<i>and equipment from</i>		
An associate	–	15,128
Fellow subsidiaries	442,077	746,239
<i>Loans obtained from</i>		
China Huadian	200,000	888,275
An associate	4,990,000	3,890,000
<i>Loans repaid to</i>		
China Huadian and SITC	550,000	2,291,818
An associate	4,922,051	1,870,300
A fellow subsidiary	1,000	1,000
<i>Loan provided to</i>		
An associate	96,411	–

Notes to the Condensed Consolidated Financial Statements (Continued)

For the six months ended 30 June 2015
(Prepared Under International Financial Reporting Standards)

25. MATERIAL RELATED PARTY TRANSACTIONS (CONTINUED)

(a) Transactions with shareholders, fellow subsidiaries and associates (Continued)

	Six months ended 30 June	
	2015	2014
	RMB'000	RMB'000
<i>Bills receivable discounted to</i>		
An associate	478,105	711,986
<i>Derecognised bills receivable collected by</i>		
An associate	432,161	220,000
<i>Lease payment under sales and leaseback arrangement to</i>		
An associate	28,602	30,539
<i>Interest expenses paid to</i>		
China Huadian and SITC	30,468	59,167
An associate	154,347	145,927
A fellow subsidiary	12,772	14,271
<i>Interest income from</i>		
Associates	30,454	22,234
<i>Repair and maintenance service income from</i>		
Fellow subsidiaries	391	–
<i>Rental and property management service expenses paid to</i>		
An associate	28,664	28,664
<i>Guarantee service expenses paid to</i>		
China Huadian	–	4,550
<i>Other services expenses paid to</i>		
China Huadian	26,875	–
Associates	57,597	58,679
Fellow subsidiaries	8,646	3,738
<i>Additional capital injection in</i>		
Associates	23,847	56,251

Notes to the Condensed Consolidated Financial Statements (Continued)

For the six months ended 30 June 2015

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25. MATERIAL RELATED PARTY TRANSACTIONS (CONTINUED)

(a) Transactions with shareholders, fellow subsidiaries and associates (Continued)

The balances due from/(to) shareholders, fellow subsidiaries and associates are as follows:

	At 30 June 2015	At 31 December 2014
	<i>RMB'000</i>	<i>RMB'000</i>
<i>Construction in progress-construction and construction material prepayment</i>		
Fellow subsidiaries	215,612	192,163
<i>Trade debtors and bills receivable</i>		
A fellow subsidiary	19,960	–
<i>Deposits, other receivables and prepayments</i>		
China Huadian	62	62
An associate	89,900	89,900
<i>Other long-term receivables</i>		
An associate	99,464	96,556
<i>Other non-current assets</i>		
China Huadian	1,961,059	–
<i>Cash and cash equivalents and restricted deposits</i>		
Deposits with an associate	4,895,231	3,752,397
<i>Loans from shareholders</i>		
China Huadian	(750,000)	(1,100,000)
<i>Other loans</i>		
An associate	(5,180,253)	(5,112,304)
A fellow subsidiary	(390,000)	(391,000)
<i>Trade creditors and bills payable</i>		
Associates	(570,100)	(217,120)
Fellow subsidiaries	(530,394)	(390,602)

Notes to the Condensed Consolidated Financial Statements (Continued)

For the six months ended 30 June 2015
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25. MATERIAL RELATED PARTY TRANSACTIONS (CONTINUED)

(a) Transactions with shareholders, fellow subsidiaries and associates (Continued)

	At 30 June 2015	At 31 December 2014
	<i>RMB'000</i>	<i>RMB'000</i>
<i>Other payables</i>		
Associates	(75)	(1,843)
Fellow subsidiaries	(562,397)	(365,115)
<i>Obligation under finance leases</i>		
An associate	(102,500)	(127,500)

Notes:

- (i) At 30 June 2015, Sichuan Guang'an Power Generation Company Limited, a subsidiary of the Company, provided guarantees to banks for loans granted to Longtan Coal Company amounting to RMB70 million (31 December 2014: RMB76 million).
- (ii) At 30 June 2015, China Huadian provided guarantee to banks for loans granted to the Group amounting to RMB3,161 million (31 December 2014: RMB3,171 million).

(b) Transactions with key management personnel

Remuneration for key management personnel, including amounts paid to the Company's directors and supervisors is as follows:

	Six months ended 30 June	
	2015	2014
	<i>RMB'000</i>	<i>RMB'000</i>
Salaries and other emoluments	408	407
Retirement benefits	213	187
Bonuses	1,284	1,420
	1,905	2,014

Notes to the Condensed Consolidated Financial Statements (Continued)

For the six months ended 30 June 2015

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25. MATERIAL RELATED PARTY TRANSACTIONS (CONTINUED)

(c) Contributions to defined contribution retirement plans

The Group participates in various defined contribution retirement plans organised by municipal and provincial governments and China Huadian for its staff. As at 30 June 2015 and 31 December 2014, there was no material outstanding contribution to post-employment benefit plans.

(d) Transactions with other government-related entities in the PRC

China Huadian is a PRC state-owned enterprise. Government-related entities, other than entities under China Huadian, over which the PRC government has control, joint control or significant influence are also considered as related parties of the Group ("other government-related entities"). The majority of the business activities of the Group are conducted with other government-related entities.

The transactions between the Group and other government-related entities are conducted in the ordinary course of the Group's business within normal business operations. The Group has established its approval process for sales of electricity, purchase of products and services and its financing policy for borrowing. Such approval processes and financing policy do not depend on whether the counterparties are government-related entities or not.

Having considered the potential for transactions to be impacted by related party relationships, the Group's approval processes and financing policy, and information that would be necessary for an understanding of the potential effect of the relationship on the condensed consolidated financial statements, the directors believe that the following transactions are collectively significant for disclosure purpose:

- sale of electricity to the grid

The Group sells substantially all its electricity to local government-related power grid companies, and the tariff of electricity is regulated by relevant government. For the six months ended 30 June 2015, management estimates that the aggregate amount of the Group's significant transactions with other government-related entities are at least 95% of its sale of electricity.

- depositing and borrowing

The Group deposits most of its cash in government-related financial institutions, and also obtains most of short-term and long-term loans from these banks in the ordinary course of business. The interest rates of the bank deposits and loans are regulated by the People's Bank of China.

- other transactions

Other collectively significant transactions with other government-related entities also included a large portion of fuel purchases, and property, plant and equipment construction. The pricing and the selection of suppliers and service providers are not dependent on whether the counterparties are government-related entities or not.

Notes to the Condensed Consolidated Financial Statements (Continued)

For the six months ended 30 June 2015
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25. MATERIAL RELATED PARTY TRANSACTIONS (CONTINUED)

(e) Commitment with related parties

Commitment with related parties is as follows:

	At 30 June 2015	At 31 December 2014
	RMB'000	RMB'000
Capital commitment	224,977	132,179
Commitment on properties rental and management fees	143,320	171,984

26. CONTINGENT LIABILITIES

As at 30 June 2015, certain entity of the Group was one of the parties to certain lawsuits for events incurred before the acquisition date. At the end of reporting period, above lawsuits were in progress whose final outcomes cannot be determined at present, the directors of the Company considered that the outcome of these outstanding lawsuits will not result in significant adverse effect on the financial position and operating results of the Group.

As at 30 June 2015, details of guarantees provided by the Group are set out in Note 25(a) (i).

27. FAIR VALUE MEASUREMENTS OF FINANCIAL INSTRUMENTS

Fair value of the Group's financial assets that are measured at fair value on a recurring basis

Some of the Group's financial assets are measured at fair value at the end of each reporting period. The following table gives information about how the fair values of these financial assets are determined (in particular, the valuation technique(s) and inputs used), as well as the level of the fair value hierarchy into which the fair value measurements are categorised (Levels 1 to 3) based on the degree to which the inputs to the fair value measurements is observable.

- Level 1 fair value measurements are those derived from quoted prices (unadjusted) in active market for identical assets or liabilities;
- Level 2 fair value measurements are those derived from inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices); and
- Level 3 fair value measurements are those derived from valuation techniques that include inputs for the asset or liability that are not based on observable market data (unobservable inputs).

Notes to the Condensed Consolidated Financial Statements (Continued)

For the six months ended 30 June 2015

(Prepared Under International Financial Reporting Standards)

27. FAIR VALUE MEASUREMENTS OF FINANCIAL INSTRUMENTS (CONTINUED)

Financial assets	Fair value as at		Fair value hierarchy	Valuation technique(s) and key input(s)
	At 30 June 2015	At 31 December 2014		
Available-for-sale investments-listed equity securities in the condensed consolidated statement of financial position	7,886,010 shares of the Bank of Communications Co., Ltd. – RMB65 million	7,886,010 shares of the Bank of Communications Co., Ltd. – RMB54 million	Level 1	Quoted bid prices in an active market

During the reporting period there is no transfer between instruments in Level 1 and Level 2.

The directors of the Company consider that the carrying amounts of financial assets and financial liabilities recorded at cost or amortised cost in these condensed consolidated financial statements approximate their fair values.

28. LIQUIDITY RISK MANAGEMENT

The Group expose to liquidity risks which arising in the normal course of the Group's business. The financial risk management policies and practices used by the Group to manage the risks are described below.

Individual operating entities within the Group are responsible for their own cash management, including the short term investment of cash surpluses and the raising of loans to cover expected cash demands, subject to approval by the parent company's board when the borrowings exceed certain predetermined levels of authority. The Group's policy is to regularly monitor its liquidity requirements to ensure that it maintains sufficient reserves of cash and readily realisable marketable securities and adequate committed lines of funding from major financial institutions to meet its liquidity requirements in the short and longer term.

At the end of reporting period, the Group had net current liabilities of RMB49,293 million (31 December 2014: RMB49,345 million). With regards to its future capital commitments and other financing requirements, the Group has unutilised banking facilities of RMB127.8 billion as at 30 June 2015 (31 December 2014: RMB110.1 billion) and an aggregate amount of debentures of RMB15.0 billion (31 December 2014: RMB16.5 billion) registered in the PRC interbank debenture market which has not been issued as at 30 June 2015.

29. EVENT AFTER THE REPORTING PERIOD

During the current interim period, the Company entered into an acquisition agreement with China Huadian to purchase 82.5627% equity interest in Huadian Hubei Power Generation Company Limited ("Hubei Power Generation") at a cash consideration of approximately RMB3.8 billion. Hubei Power Generation and its subsidiaries are a comprehensive power generation group, which are mainly engaged in the development, investment, construction, operation and management of electric power and new energy with existing installed capacity of 5,120 MW. As at 30 June 2015, according to the acquisition agreement, the Company has paid 51% of the consideration to China Huadian amounting to RMB1,961 million. The acquisition of Hubei Power Generation was completed on 1 July 2015. Pursuant to the acquisition agreement, Hubei Power Generation is required to distribute its profits during the period from 1 January 2015 to 30 June 2015 to China Huadian in term of dividends by adjusting the consideration upon the completion of audit for the accounts of Hubei Power Generation. Meanwhile, the process to identify and value these individual assets and liabilities of Hubei Power Generation has begun. The above tasks are not completed up to the date of approval for issuance of the condensed consolidated financial statements.

On 7 August 2015, the Company obtained an approval from China Securities Regulatory Commission for a non-public offering of no more than 1,418,000,000 A shares at an issue price not less than RMB4.77 per share.