

*Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.*



# 華電國際電力股份有限公司

## **Huadian Power International Corporation Limited \***

*(A Sino-foreign investment joint stock company limited by shares incorporated in the People's Republic of China (the "PRC"))*

(Stock Code: 1071)

### **2017 FIRST QUARTERLY RESULTS**

All financial information set out in the 2017 first quarterly report (the "**First Quarterly Report**") of Huadian Power International Corporation Limited\* (the "**Company**") is unaudited and prepared in accordance with the China Accounting Standards for Business Enterprises.

This announcement is made by the Company pursuant to Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong) and Rules 13.09(2)(a) and 13.10B of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "**Listing Rules**").

#### **1 IMPORTANT NOTICE**

1.1 The board of directors of the Company (the "**Board**"), the supervisory committee and the directors, supervisors and senior management of the Company warrant the truthfulness, accuracy and completeness of the contents of this quarterly report, and that it contains no false representation, misleading statements or material omission, and jointly and severally accept the legal responsibility.

1.2 All directors of the Company (the "**Director**") attended the Board meeting and considered the First Quarterly Report.

1.3 Mr. Zhao Jianguo (Chairman of the Company), Mr. Li Zengfang (person in charge of the Company's accounting functions) and Mr. Wang Kaixi (Head of the Company's Accounting Department) have confirmed the truthfulness, accuracy and completeness of the financial statements in the First Quarterly Report.

1.4 The financial statements in the First Quarterly Report of the Company are unaudited and prepared in accordance with the China Accounting Standards for Business Enterprises.

1.5 This announcement is made by the Company pursuant to Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong) and Rules 13.09(2)(a) and 13.10B of the Listing Rules.

## 2 COMPANY PROFILE

### 2.1 Major financial information

*Unit: '000 Currency: RMB*

	At the end of the reporting period	At the end of last year	Increase / decrease from the end of last year (%)
Total assets	205,467,768	210,111,953	(2.21)
Net assets attributable to equity shareholders of the Company	42,634,171	42,619,387	0.03
	From the beginning of this year to the end of the reporting period	From the beginning of last year to the end of the reporting period of last year	Increase / decrease from the corresponding period of last year (%)
Net cash flow from operating activities	2,302,424	6,641,125	(65.33)
	From the beginning of this year to the end of the reporting period	From the beginning of last year to the end of the reporting period of last year	Increase / decrease from the corresponding period of last year (%)
Operating income	19,109,043	16,854,380	13.38
Net profit attributable to the equity shareholders of the Company	11,836	1,818,815	(99.35)
Net profit attributable to equity shareholders of the Company after extraordinary gain or loss	(48,966)	1,776,807	(102.76)
Return on net assets (weighted average) (%)	0.03	4.21	Decreased by 4.18 percentage points
Basic earnings per share (RMB)	0.001	0.184	(99.46)

Extraordinary gain or loss items and amount:

Applicable Not Applicable

*Unit: '000 Currency: RMB*

Item	Amount for the reporting period
Gain or loss on disposal of non-current assets	1,111
Government grants recognized through profit or loss (other than grants which are closely related to the Company's business and are either in fixed amounts or determined under quantitative methods in accordance with the national standard)	30,498
Gain or loss from external entrusted loans	3,501
Other non-operating income and expenses other than the aforesaid items	40,322
Other gain or loss items falling within the definition of extraordinary gain or loss	6,450
Amount of effect on minority interests (after tax)	(5,349)
Amount of effect on income tax	(15,731)
Total	60,802

## 2.2 Total number of shareholders, top ten shareholders and top ten holders of tradable shares (or shares not subject to trading moratorium) as at the end of the reporting period

Unit: Share

Total number of shareholders				150,814		
Particulars of shareholdings of top ten shareholders						
Full name of shareholders	Shares held at the end of the period	Percentage of Share-holding (%)	Number of shares held subject to trading moratorium	Shares pledged or frozen		Shareholder's nature
				Status	Number	
China Huadian Corporation	4,620,061,224	46.84	1,361,137,371	Nil	-	State-owned legal person
HKSCC Nominees Limited	1,710,738,950	17.35	-	Unknown	-	Foreign legal person
Shandong International Trust Co., Ltd.	800,766,729	8.12	-	Nil	-	State-owned legal person
China Securities Finance Corporation Limited	359,845,438	3.65	-	Nil	-	Unknown
Shenergy Company Limited	142,800,000	1.45	-	Nil	-	State-owned legal person
China Galaxy Securities Co., Ltd.	103,200,000	1.05	-	Nil	-	Unknown
Dongxing Securities Co., Ltd.	93,500,000	0.95	-	Nil	-	Unknown
China National Arts & Crafts (Group) Corp.	91,000,000	0.92	-	Nil	-	Unknown
Central Huijin Asset Management Ltd.	77,978,400	0.79	-	Nil	-	Unknown
Shanghai Electric Group Co., Ltd	75,000,005	0.76	-	Nil	-	State-owned legal person
Particulars of top ten holders of shares not subject to trading moratorium						
Name of shareholders	Number of tradable shares held not subject to trading moratorium	Class and number of shares				
		Class	Number			
China Huadian Corporation	3,258,923,853	Ordinary shares denominated in RMB	3,173,061,853			
		Overseas listed foreign invested shares	85,862,000			
HKSCC Nominees Limited	1,710,738,950	Overseas listed foreign invested shares	1,710,738,950			
Shandong International Trust Co., Ltd.	800,766,729	Ordinary shares denominated in RMB	800,766,729			
China Securities Finance Corporation Limited	359,845,438	Ordinary shares denominated in RMB	359,845,438			
Shenergy Company Limited	142,800,000	Ordinary shares denominated in RMB	142,800,000			

China Galaxy Securities Co., Ltd.	103,200,000	Ordinary shares denominated in RMB	103,200,000
Dongxing Securities Co., Ltd.	93,500,000	Ordinary shares denominated in RMB	93,500,000
China National Arts & Crafts (Group) Corp.	91,000,000	Ordinary shares denominated in RMB	91,000,000
Central Huijin Asset Management Ltd.	77,978,400	Ordinary shares denominated in RMB	77,978,400
Shanghai Electric Group Co., Ltd	75,000,005	Ordinary shares denominated in RMB	75,000,005

**2.3 Total number of preference shareholders, top ten preference shareholders and top ten holders of preference shares not subject to trading moratorium as at the end of the reporting period**

Applicable Not Applicable

### 3 SIGNIFICANT EVENTS

3.1 The particulars of and reasons for material changes in major accounting items and financial indicators of the Company

Applicable Not Applicable

1. The Company's operating cost for the first quarter of 2017 (the “**First Quarter**”) amounted to RMB17,379 million, representing a year-on-year increase of 47.17%, mainly due to the increase in the cost of coal purchased by the Company.
2. The Company's finance cost for the First Quarter amounted to RMB1,184 million, representing a year-on-year decrease of 6.05%, mainly due to the decrease in the cost of capital of the Company.
3. The Company's investment income for the First Quarter amounted to RMB167 million, representing a year-on-year increase of 52.94%, mainly due to the rising profit generated by coal enterprises in which the Company holds equity interests.
4. The Company's non-operating income for the First Quarter amounted to RMB79 million, representing a year-on-year increase of 33.40%, mainly due to the increase in government grants received by the Company.
5. The Company's income tax for the First Quarter amounted to RMB151 million, representing a year-on-year decrease of 81.92%, mainly due to the decrease in total profit of the Company.
6. The Company's net profit attributable to the equity shareholders of the Company for the First Quarter amounted to RMB11.836 million, representing a year-on-year decrease of 99.35%, mainly due to a significant decrease in the profit of the Company as a result of the increase in coal price.
7. As at the end of the First Quarter, the Company’s short-term borrowings amounted to RMB26,936 million, representing an increase of 86.97% as compared with the beginning of the period, mainly due to the maturity of the short term debentures and super short term debentures which have not been renewed due to finance costs, thereby increasing the short term borrowings of the Company.
8. As at the end of the First Quarter, the Company’s advances from customers amounted to RMB319 million, representing a decrease of 76.05% as compared with the beginning of the period, mainly due to the decrease in advances for heating fees due to the end of the heating supply period.
9. As at the end of the First Quarter, the Company’s other current liabilities amounted to RMB7,009 million, representing a decrease of 64.57% as compared with the beginning of the period, mainly due to the maturity of the short term debentures and super short term debentures which have not been renewed due to finance costs.
10. The Company's net cash inflow generated from operating activities for the First Quarter amounted to RMB2,302 million, representing a year-on-year decrease of 65.33%, mainly due to

the increase in the cost of fuel purchased by the Company as a result of the increase in coal price.

11. The Company's net cash outflow generated from financing activities for the First Quarter amounted to approximately RMB1,221 million, representing a year-on-year decrease of 64.39%, mainly due to the increase in the amount of borrowings by the Company.

**3.2 Note and analysis on the progress of significant events and their impact and solutions**

Applicable Not Applicable

**3.3 Undertakings not performed during the reporting period**

Applicable Not Applicable

**3.4 Warning and explanation on reasons for accumulated net loss expected to be recorded from the beginning of the year to the end of the next reporting period or material changes as compared with the same period last year**

Applicable Not Applicable

Affected by the relatively high price of thermal coal, the Company estimates that the decrease in the accumulated net profit for the beginning of this year to the end of the next reporting period will exceed 50% as compared with the same period of last year.

For the Company's unaudited consolidated statement of financial position and statement of financial position as at 31 March 2017, consolidated income statement and income statement, consolidated cash flow statement and cash flow statement for the three months ended 31 March 2017 (all prepared in accordance with the China Accounting Standards for Business Enterprises), please refer to the website of the Shanghai Stock Exchange at [www.sse.com.cn](http://www.sse.com.cn).

By order of the Board

**Huadian Power International Corporation Limited\***

**Zhou Lianqing**

Secretary to the Board

As at the date of this announcement, the Board of the Company comprises the following Directors:

*Zhao Jianguo (Chairman, Non-executive Director), Chen Bin (Vice Chairman, Executive Director), Wang Yingli (Vice Chairman, Non-executive Director), Tian Hongbao (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), Wang Chuanshun (Independent Non-executive Director) and Zong Wenlong (Independent Non-executive Director).*

Beijing, the PRC

28 April 2017

\* For identification purposes only