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中國能源建設股份有限公司

CHINA ENERGY ENGINEERING CORPORATION LIMITED*

(A joint stock company incorporated in the People's Republic of China with limited liability)

(Stock Code: 3996)

**ANNOUNCEMENT REGARDING THE INVESTIGATION INTO THE
ACCIDENT OF COLLAPSE OF CONSTRUCTION PLATFORM FOR
COOLING TOWER OF FENGCHENG POWER PLANT IN JIANGXI
PROVINCE**

This announcement is made by China Energy Engineering Corporation Limited (the “**Company**”) pursuant to Rule 13.09 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited and the provisions of inside information under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

On 24 November 2016, a collapse was reported in the construction platform for the cooling tower of Fengcheng power plant phase III extension project in Jiangxi Province where 73 people were killed and 2 people injured (the “**Accident**”). The construction organization for the Accident project is Fengcheng Phase III Power Plant of Jiangxi Ganneng Co., Ltd.* (江西贛能股份有限公司豐城三期發電廠), the construction unit is Hebei Yineng Chimney & Tower Engineering Co., Ltd.* (河北億能煙塔工程有限公司) (“**Hebei Yineng**”), the supervising unit is Shanghai Snerdi Engineering Consulting Co., Ltd.* (上海斯耐迪工程諮詢有限公司), and the general contracting unit is Central Southern China Electric Power Design Institute Co., Ltd.* (中南電力設計院有限公司) (the “**CSEPDI**”). Among which, CSEPDI is a wholly-owned subsidiary of China Power Engineering Consulting Group Corporation* (中國電力工程顧問集團有限公司) (the “**CPECC**”), a wholly-owned subsidiary of the Company.

Pursuant to the investigation report on the Accident recently published by the investigation group (the “**Investigation Group**”) established with the approval of the State Council of the People's Republic of China and led by the State Administration of Work Safety, the Accident is a liability event of safety production. The Investigation Group affirms that the direct cause for the Accident is the form removal by the construction unit of the cooling tower, Hebei Yineng, in violation of the regulation, which led to the collapse.

* *For identification purpose only*

Based on the relevant information available to the public, the Investigation Group found out that the construction unit of the cooling tower, Hebei Yineng, had a chaotic management of the construction site, and failed to formulate administrative measures for form removal work as required, which led to its management of form removal procedure out of control. On the date of the Accident, under the circumstance of insufficient strength of the 50th section of the cylinder wall concrete of the No. 7 cooling tower, the form was removed in violation of the regulation, which led to the cylinder wall concrete lost the support by the form and then failed to bear the above load, and finally caused the continuous collapse and fall of the 50th section and above of the cylinder wall concrete and the form system. According to the affirmations of the Investigation Group on the relevant responsible parties, it includes: the general contracting unit, CSEPDI, failed to strictly review the construction plan, lacked effective management of the subcontractors, and failed to spot and prevent the illegal form removal and other behaviors of the project department of the construction unit, and its superior companies, CPECC and the Company, failed to effectively urge CSEPDI to earnestly execute the safety production regulations and standards.

Pursuant to the opinions of the Investigation Group, among other things, it is proposed to serve the punishment of demerit recording against Mr. Wang Jianping, an executive director and the chairman of the Company and it is proposed to serve the punishment of demerit recording against Mr. Ding Yanzhang, an executive director, vice chairman and general manager of the Company.

According to the audited financial data in 2016, the proportions of the operating revenue, profit before tax and value of newly-signed contracts of CSEPDI for 2016 in those of the Company are insignificant. As such, the board of directors of the Company considers that the Accident had no material and adverse financial impact on the Company.

The Company feels deeply grieved as to the material casualties and property losses caused by the Accident, and extends our deepest apologies to the public who are affected by the Accident.

After the occurrence of the Accident, the Company paid great attention to such event, profoundly introspected ourselves, proactively cooperated in the investigation, and worked on the afterward affairs, and further enhanced the safety production work of the Company. The Company will be committed to continuously improving safety production procedures, raising safety production awareness and strengthening supervision and check of safety production to prevent the occurrence of similar accidents so as to ensure the safety of our employees, partners and the society. We will be supervised by all sectors of the society.

By Order of the Board
CHINA ENERGY ENGINEERING CORPORATION LIMITED*
Wang Jianping
Chairman

Beijing, the PRC
18 September 2017

As at the date of this announcement, the executive directors of the Company are Mr. Wang Jianping, Mr. Ding Yanzhang and Mr. Zhang Xianchong; the non-executive director is Mr. Ma Chuanjing; and the independent non-executive directors are Mr. Ding Yuanchen, Mr. Wang Bin, Mr. Zheng Qiyu and Mr. Cheung Yuk Ming.