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

(Stock Code: 00916)

ANNOUNCEMENT

PROPOSED CHANGE OF AUDITORS

This announcement is made by China Longyuan Power Group Corporation Limited* (the “**Company**”) pursuant to Rule 13.51(4) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

China Guodian Corporation, the controlling shareholder of the Company, is a central state-owned enterprise regulated by the State-owned Assets Supervision and Administration Commission of the State Council of the People’s Republic of China (the “**PRC**”) (the “**SASAC**”). Pursuant to the relevant requirements issued by SASAC and the Ministry of Finance of the PRC, if the service term of an external accounting firm to continuously undertake financial auditing work for a central state-owned enterprise exceeds the prescribed time limit, the enterprise should consider changing or per request change such accounting firm.

Since 2009, KPMG has been acting as the international auditor of the Company, and the number of years that it can provide audit services to the Company has reached the prescribed time limit. According to the above-mentioned requirements issued by SASAC and the Ministry of Finance of the PRC and after due consideration, the board of directors of the Company (the “**Board**”) has resolved, with the recommendation from the Audit Committee of the Board, to appoint Ernst & Young Hua Ming LLP as the Company’s international auditor for the year 2017. Such proposed appointment is subject to the approval of the shareholders of the Company (the “**Shareholders**”) at the general meeting.

The term of service for Ruihua Certified Public Accountants (special general partner) and KPMG will expire at the conclusion of the 2016 annual general meeting of the Company. Ruihua Certified Public Accountants (special general partner) and KPMG have respectively confirmed that there were no matters regarding the proposed change of auditors of the Company that need to be brought to the attention of the Shareholders and the Audit Committee of the Board. The Board was not aware of any matter regarding the proposed change of auditors that should be brought to the attention of the Shareholders. The Board and the Audit Committee of the Board confirmed that there were no disagreements or unresolved matters between the Company and Ruihua Certified Public Accountants (special general partner) and KPMG regarding the proposed change of auditors.

The appointment of the Company's PRC auditor for the year 2017 will be announced separately and proposed at the general meeting for Shareholders to approve upon the Board considers the appropriate propositions.

By Order of the Board
China Longyuan Power Group Corporation Limited*
Li Enyi
Executive Director and President

Beijing, the PRC, 26 May 2017

As at the date of this announcement, the non-executive directors of the Company are Mr. Qiao Baoping, Mr. Wang Baole, Mr. Luan Baoxing and Mr. Yang Xiangbin; the executive directors are Mr. Li Enyi and Mr. Huang Qun; and the independent non-executive directors are Mr. Zhang Songyi, Mr. Meng Yan and Mr. Han Dechang.

* *For identification purpose only*