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大唐国际发电股份有限公司
DATANG INTERNATIONAL POWER GENERATION CO., LTD.

(a sino-foreign joint stock limited company incorporated in the People's Republic of China)

(Stock Code: 00991)

**ANNOUNCEMENT
CONNECTED TRANSACTION
SUPPLEMENTAL ENTRUSTED LOAN AGREEMENT (DUOLUN)**

SUPPLEMENTAL ENTRUSTED LOAN AGREEMENT (DUOLUN)

Reference is made to the Announcement of the Company. Unless otherwise indicated, capitalized terms used herein shall have the same meaning as those defined in the Announcement.

On 11 July 2016, the Company, Duolun Coal Chemical Company and Construction Bank Railway Sub-branch entered into the Entrusted Loan Agreement (Duolun). On 8 August 2016, the above three parties entered into the Supplemental Entrusted Loan Agreement (Duolun), pursuant to which, the amount of the entrusted loan to be provided to Duolun Coal Chemical Company by the Company through Construction Bank Railway Sub-branch as the lending agent was adjusted from RMB1.1 billion to RMB900 million.

LISTING RULES IMPLICATIONS

As at the date of this announcement, CDC, together with its subsidiaries, holds approximately 34.77% of the issued share capital of the Company, and Duolun Coal Chemical Company is owned as to 40% by CDC. Duolun Coal Chemical Company is therefore a connected person of the Company, and the transaction under the Supplemental Entrusted Loan Agreement (Duolun) constitutes a connected transaction of the Company under Chapter 14A of the Listing Rules.

After communication with the Stock Exchange, the Supplemental Entrusted Loan Agreement (Duolun) is to be aggregated with the Entrusted Loan Agreement (Xilinhaote). As one or more of the applicable percentage ratios (as defined in Rule 14.07 of the Listing Rules) in respect of the aggregated afore-mentioned entrusted loan amount is more than 0.1% but all the applicable percentage ratios are less than 5%, the Supplemental Entrusted Loan Agreement (Duolun) is subject to the reporting and announcement requirements, but exempt from the approval by the independent shareholders of the Company under Chapter 14A of the Listing Rules.

SUPPLEMENTAL ENTRUSTED LOAN AGREEMENT (DUOLUN)

Date and Subject Matter

On 11 July 2016, the Company, Duolun Coal Chemical Company and Construction Bank Railway Sub-branch entered into the Entrusted Loan Agreement (Duolun). For details, please refer to the Announcement.

On 8 August 2016, the above three parties entered into the Supplemental Entrusted Loan Agreement (Duolun) to make adjustments to certain terms of the Entrusted Loan Agreement (Duolun), including the amount of the entrusted loan to be provided and the term of the agreement.

Principal Terms of the Supplemental Agreement

Amount of the entrusted loan

Pursuant to the Supplemental Entrusted Loan Agreement (Duolun), the three parties agreed to adjust the amount of the entrusted loan to be provided to Duolun Coal Chemical Company by the Company through Construction Bank Railway Sub-branch as the lending agent from RMB1.1 billion to RMB900 million.

Term

The term of the agreement shall be from 8 August 2016 to 5 December 2016.

Effective date

The Supplemental Entrusted Loan Agreement (Duolun) shall become effective on 8 August 2016 upon signing by the three parties.

Other terms

Save and except those terms as revised in the Supplemental Entrusted Loan Agreement (Duolun), all the terms under the Entrusted Loan Agreement (Duolun) shall remain unchanged.

REASONS FOR AND BENEFITS OF ENTERING INTO THE SUPPLEMENTAL ENTRUSTED LOAN AGREEMENT (DUOLUN)

Reference is made to the announcement on the connected transactions dated 11 July 2016. According to the Announcement, in order to ensure the demand for funds by Duolun Coal Chemical Company incurred from repayment of principal, payment of interests and rigid expenses of production and operation, the Company provides entrusted loans of RMB1.1 billion to Duolun Coal Chemical Company. In light of the current actual needs of funds of Duolun Coal Chemical Company, the amount of entrusted loans to be provided by the Company to Duolun Coal Chemical Company is adjusted from RMB1.1 billion to RMB900 million.

The Company is of the view that the entrusted loan, which will be primarily utilised by Duolun Coal Chemical Company for, repayment of principal, payment of interests and rigid expenses of production and operation, are beneficial for the smooth progress of the production and operation activities of Duolun Coal Chemical Company.

The Directors (including the independent non-executive Directors) are of the view that the terms of the Supplemental Entrusted Loan Agreement (Duolun) are fair and reasonable, have been entered into after arm's length negotiation between all parties thereto and determined on normal commercial terms in ordinary and usual course of business and are in the interests of the Company and its Shareholders as a whole.

LISTING RULES IMPLICATIONS

As at the date of this announcement, CDC, together with its subsidiaries, holds approximately 34.77% of the issued share capital of the Company, and Duolun Coal Chemical Company is owned as to 40% by CDC. Duolun Coal Chemical Company is therefore a connected person of the Company, and the transaction under the Supplemental Entrusted Loan Agreement (Duolun) constitutes a connected transaction of the Company under Chapter 14A of the Listing Rules.

After communication with the Stock Exchange, the Supplemental Entrusted Loan Agreement (Duolun) is to be aggregated with the Entrusted Loan Agreement (Xilinhaote). As all of the applicable percentage ratios (as defined in Rule 14.07 of the Listing Rules) in respect of the aggregated afore-mentioned entrusted loan amount are more than 0.1% but less than 5%, the Supplemental Entrusted Loan Agreement (Duolun) is subject to the reporting and announcement requirements, but exempt from the approval by the independent shareholders of the Company under Chapter 14A of the Listing Rules.

INFORMATION RELATING TO THE PARTIES OF THE AGREEMENT

The Company

The Company is principally engaged in the construction and operation of power plants, the sale of electricity and thermal power, and the repair, testing and maintenance of power equipment as well as the provision of power-related technical services. The main service areas of the Company are in the PRC.

Duolun Coal Chemical Company

Duolun Coal Chemical Company, a subsidiary of the Company, was duly established on 19 August 2009 with a paid-in capital of RMB4,050 million. Duolun Coal Chemical Company is principally responsible for the construction and operation of the coal-based olefin project with an annual output of 460,000 tonnes. The equity-holding structure of Duolun Coal Chemical Company is as follows: 60% of its equity interest is held by Datang Energy and Chemical Company Limited, a wholly-owned subsidiary of the Company and 40% of its equity interest is held by CDC.

Construction Bank Railway Sub-branch

Construction Bank Railway Sub-branch is Beijing Railway Sub-branch of China Construction Bank Corporation, a commercial bank incorporated in Fengtai District, Beijing on 28 March 1997. It is principally engaged in the provision of RMB deposits, loans and settlement business, import bill discounting, agency issue of financial bonds, agency issue, agency acceptance and underwriting of government bonds, trading of government bonds, agency collection and payment, and insurance agency.

BOARD'S APPROVAL

None of the Directors has any material interests in the Supplemental Entrusted Loan Agreement (Duolun). Those connected Directors at the material time, namely Chen Jinhang, Hu Shengmu and Liang Yongpan (all of whom are the key management personnel of CDC), have abstained from voting for approval of such resolution in accordance with the listing rules of the Shanghai Stock Exchange.

DEFINITIONS

In this announcement, unless the context otherwise requires, the following expressions shall have the meanings below:

“Announcement”	the announcement of the Company dated 11 July 2016 in relation to the Entrusted Loan Agreements
“CDC”	China Datang Corporation, a state-owned enterprise established under the laws of the PRC and the substantial shareholder of the Company under the Listing Rules, which holds approximately 34.77% of the issued share capital of the Company as at the date of this announcement
“Company”	Datang International Power Generation Co., Ltd., a sino-foreign joint stock limited company incorporated in the PRC on 13 December 1994, whose H Shares are listed on the Stock Exchange and the London Stock Exchange and whose A Shares are listed on the Shanghai Stock Exchange
“Construction Bank Railway Sub-branch”	Beijing Railway Sub-branch of China Construction Bank Corporation
“Duolun Coal Chemical Company”	Datang Inner Mongolia Duolun Coal Chemical Company Limited, a subsidiary of the Company
“Entrusted Loan Agreement (Duolun)”	the entrusted loan agreement entered into on 11 July 2016 by and between the Company, Construction Bank Railway Sub-branch and Duolun Coal Chemical Company in respect of the entrusted loan arrangement

“Entrusted Loan Agreement (Xilinhaote)”	the entrusted loan agreement entered into on 11 July 2016 between the Company, Construction Bank Railway Sub-branch and Xilinhaote Mining Company in respect of the entrusted loan arrangement, details of which please refer to the Announcement
“Xilinhaote Mining Company”	Inner Mongolia Datang International Xilinhaote Mining Company Limited, a subsidiary of the Company

By Order of the Board
Ying Xuejun
Company Secretary

Beijing, the PRC, 8 August 2016

As at the date of this announcement, the Directors of the Company are:

Chen Jinhang, Liu Chuandong, Wang Xin, Liang Yongpan, Ying Xuejun, Zhu Shaowen, Cao Xin, Zhao Xianguo, Liu Haixia, Guan Tiangang, Feng Genfu, Luo Zhongwei*, Liu Huangsong*, Jiang Fuxiu**

** Independent non-executive Directors*