# 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)

# 2020 FIRST QUARTERLY RESULTS

All financial information set out in the 2020 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 the First 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 attended the Board meeting and considered the First Quarterly Report.

1.3 Mr. Wang Xuxiang (person in charge of the Company), Mr. Feng Rong (person in charge of the Company's accounting functions) and Mr. Ding Shengmin (person in charge of the accounting firms and 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 accounting data and financial indicators (under the China Accounting Standards for Business Enterprises) (unaudited)

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 (%) |
|---|---|---|---|---|
| | | After adjustment | Before adjustment | |
| Total assets | 228,954,827 | 229,875,595 | 229,875,595 | -0.4 |
| Net assets attributable to shareholders of the Company | 67,720,714 | 61,510,437 | 61,510,437 | 10.1 |
| | 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 (%) |
| | | After adjustment | Before adjustment | |
| Net cash flow from operating activities | 6,443,604 | 6,256,499 | 6,258,479 | 2.99 |
| | 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 (%) |
| | | After adjustment | Before adjustment | |
| Operating income | 22,116,437 | 23,530,424 | 23,380,037 | -6.01 |
| Net profit attributable to shareholders of the Company | 1,189,361 | 770,089 | 773,914 | 54.44 |
| Net profit attributable to shareholders of the Company after deducting extraordinary gain or loss | 1,127,712 | 721,903 | 721,903 | 56.21 |
| Return on net assets (weighted average) (%) | 2.13 | 1.52 | 1.54 | Increased by 0.61 percentage point |
| Basic earnings per share (RMB / share) | 0.099 | 0.067 | 0.067 | 47.76 |

**Extraordinary gain or loss items and amount:**

Unit:'000 Currency: RMB

| Item | Amount for the reporting period |
|---|---|
| Gain or loss on disposal of non-current assets | 8,060 |
| Government grants recognized in the gain or loss for the reporting period (other than grants which are closely related to the ordinary business of the Company and enjoyed on an ongoing basis under the state's policies according to certain standard amount or quantity) | 37,372 |
| Gain or loss from change in fair value of held-for-trading financial assets, derivative financial assets, held-for-trading financial liabilities and derivative financial liabilities, and investment gain from disposal of held-for-trading financial assets, derivative financial assets, held-for-trading financial liabilities, derivative financial liabilities and other debt investments, other than effective hedging business relating to the ordinary operations of the Company | 10,293 |

| | |
|---|---|
| Reversal of the provisions for impairment of receivables and contract assets subject to impairment test separately | 64 |
| Gain or loss from external entrusted loans | 3,799 |
| Other non-operating income and expenses other than the aforesaid items | 18,867 |
| Amount of effect on minority interests (after tax) | -5,901 |
| Amount of effect on income tax | -10,905 |
| Total | 61,649 |

**2.2 Total number of shareholders, particulars of shareholdings of 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 | | | | | | 120,507 |
|---|---|---|---|---|---|---|
| Particulars of shareholdings of top ten shareholders | | | | | | |
| Full name of shareholders | Shares held at the end of the period | Percentage of shareholding (%) | Number of shares held subject to trading moratorium | Shares pledged or frozen | | Shareholder's nature |
| | | | | Status | Number | |
| China Huadian Corporation Limited | 4,620,061,224 | 46.84 | 1,150,000,000 | Nil | - | State-owned legal person |
| HKSCC Nominees Limited | 1,817,175,944 | 18.42 | - | Unknown | | Foreign legal person |
| Shandong Development Investment Holding Group Co., Ltd. | 800,766,729 | 8.12 | - | Nil | - | State-owned legal person |
| China Securities Finance Corporation Limited | 397,071,140 | 4.03 | - | Nil | - | Unknown |
| Shenergy Company Limited | 142,800,000 | 1.45 | - | Nil | - | State-owned legal person |
| The National Social Security Fund 103 Composition | 99,999,392 | 1.01 | - | Nil | - | Unknown |
| China National Arts & Crafts (Group) Corp. | 91,000,000 | 0.92 | - | Nil | - | State-owned legal person |
| Central Huijin Asset Management Ltd. | 77,978,400 | 0.79 | - | Nil | - | State-owned legal person |
| Shanghai Electric Group Co., Ltd. | 75,000,005 | 0.76 | - | Nil | - | State-owned legal person |
| Caitong Fund – Bank of Ningbo – Cinda Guocui (Shanghai) Equity Investment Fund (Limited Partnership) | 43,780,292 | 0.44 | - | Nil | - | Unknown |

| Particulars of shareholdings 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 Limited | 3,470,061,224 | Ordinary shares denominated in RMB | 3,384,199,224 |
| | | Overseas listed foreign invested shares | 8,586,200 |
| HKSCC Nominees Limited | 1,817,175,944 | Ordinary shares denominated in RMB | 105,655,073 |

| | | | |
|---|---|---|---|
| | | Overseas listed foreign invested shares | 1,711,520,871 |
| Shandong Development Investment Holding Group Co., Ltd. | 800,766,729 | Ordinary shares denominated in RMB | 800,766,729 |
| China Securities Finance Corporation Limited | 397,071,140 | Ordinary shares denominated in RMB | 397,071,140 |
| Shenergy Company Limited | 142,800,000 | Ordinary shares denominated in RMB | 142,800,000 |
| The National Social Security Fund 103 Composition | 99,999,392 | Ordinary shares denominated in RMB | 99,999,392 |
| 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 |
| Caitong Fund – Bank of Ningbo – Cinda Guocui (Shanghai) Equity Investment Fund (Limited Partnership) | 43,780,292 | Ordinary shares denominated in RMB | 43,780,292 |

**2.3 Total number of preference shareholders, particulars of shareholdings of top ten preference shareholders and top ten preference shareholders 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 income for the first quarter amounted to RMB22,116 million, representing a year-on-year decrease of 6.01%, mainly due to the decrease in the volume of power generation as a result of the epidemic.

2. The Company’s operating cost for the first quarter amounted to RMB18,468 million, representing a year-on-year decrease of 9.51%, mainly due to the decrease in the volume of power generation and the decline in the price of thermal coal.

3. The Company’s investment income for the first quarter amounted to RMB174 million, representing a year-on-year increase of 36.34%, mainly due to the increase in revenue generated by power generation enterprises invested.

4. The Company's income tax for the first quarter amounted to RMB473 million, representing a year-on-year increase of 33.73%, mainly due to the increase in profit of the Company.

5. The Company's operating profit for the first quarter amounted to RMB2,043 million, representing a year-on-year increase of 46.09%; the net profit amounted to RMB1,600 million, representing a year-on-year increase of 45.82%; the net profit attributable to the shareholders of the parent company amounted to RMB1,189 million, representing a year-on-year increase of 54.44%. Excluding the income of RMB210 million attributable to the holders of equity instruments such as perpetual bonds, the actual net profit attributable to the shareholders of the parent company was RMB979 million, representing a year-on-year increase of 48.15%.

6. As of the end of the first quarter, the Company’s bills payable amounted to RMB456 million, representing a

decrease of 42.25% as compared with the beginning of the period, mainly due to the expiry and settlement of bank acceptance bills issued in fuel settlement.

7. As of the end of the first quarter, the Company's wages payable amounted to RMB507 million, representing an increase of 114.15% as compared with the beginning of the period, mainly due to the increase of personnel cost based on the increase in operating performance of the Company.

8. As of the end of the first quarter, the Company's bills receivable amounted to RMB3,160 million, representing an increase of 92.01% as compared with the beginning of the period, mainly due to the fact that more grid companies settled the electricity fees by bills.

9. As of the end of the first quarter, the Company's other current liabilities amounted to RMB582 million, representing a decrease of 83.71% as compared with the beginning of the period, mainly due to the repayment of super short-term debentures.

10. As of the end of the first quarter, the Company's other equity instruments amounted to RMB21,300 million, representing an increase of 32.06% as compared with the beginning of the period, mainly due to the additional issuance of perpetual medium-term notes.

**3.2 Analysis on the progress of significant events and their impact and solution**
□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 of last year**
□Applicable √Not Applicable

**For the Company's unaudited consolidated balance sheet and balance sheet as at 31 March 2020, consolidated income statement and income statement, consolidated cash flow statement and cash flow statement for the three months ended 31 March 2020 (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.**

By order of the Board
**Huadian Power International Corporation Limited***
**Zhang Gelin**
*Secretary to the Board*

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

*Wang Xuxiang (Chairman, Executive Director), Ni Shoumin (Vice Chairman, Non-executive Director), Gou Wei (Non-executive Director), Chen Haibin (Non-executive Director), Tao Yunpeng (Non-executive Director), Wang Xiaobo (Non-executive Director), Chen Cunlai (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 2020

** For identification purposes only*