**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)**

# ANNOUNCEMENT ON NEGATIVE PROFIT ALERT

This announcement is made by Huadian Power International Corporation Limited* (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 Company issues an announcement, which is simultaneously released to the Shanghai Stock Exchange on the same day, containing a negative profit alert. The Company reproduces such announcement below. The information referred to therein is only based on a preliminary estimate made pursuant to China Accounting Standards for Business Enterprises, which has not been audited or reviewed by the Company's auditors, and detailed relevant financial information will be disclosed by the Company in its 2022 interim report to be issued in compliance with applicable laws and rules in due course. Investors are advised to be aware of the investment risks involved, and to exercise caution when dealing in the Company's shares.

By order of the Board
**Huadian Power International Corporation Limited***
**Qin Jiehai**
*Secretary to the Board*

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

*Ding Huande (Chairman, Executive Director), Ni Shoumin (Vice Chairman, Non-executive Director), Peng Xingyu (Non-executive Director), Luo Xiaoqian (Executive Director), Zhang Zhiqiang (Non-executive Director), Li Pengyun (Non-executive Director), Wang Xiaobo (Non-executive Director), Feng Zhenping (Independent Non-executive Director), Li Xingchun (Independent Non-executive Director), Li Menggang (Independent Non-executive Director) and Wang Yuesheng (Independent Non-executive Director).*

Beijing, the PRC
14 July 2022

** For identification purposes only*

# HUADIAN POWER INTERNATIONAL CORPORATION LIMITED ANNOUNCEMENT ON ESTIMATED DECREASE IN THE 2022 INTERIM RESULTS



**IMPORTANT NOTICE:**

1. The Company is expected to record a profit of approximately RMB1.49 billion to RMB1.82 billion (RMB, the same below) for the first half of 2022 in its results.
2. After deducting non-recurring gain or loss, the Company is expected to record a profit of approximately RMB1.09 billion to RMB1.42 billion for the first half of 2022 in its results.

## I. ESTIMATED RESULTS FOR THE PERIOD

(I) Period to which the estimated results apply

1 January 2022 to 30 June 2022.

(II) Estimated results

1. Based on the preliminary estimate by the financial department of the Company in accordance with the Chinese Accounting Standards, it is expected that the net profit attributable to the shareholders of the Company would amount to RMB1.49 billion to RMB1.82 billion for the first half of 2022, a decrease of RMB1.497 billion to RMB1.827 billion or 45% to 55% as compared with the same period of the previous year; a decrease of RMB1.552 billion to RMB1.882 billion or 46% to 56% as compared with the same period of the previous year (after restatement).
2. Net profit attributable to the shareholders of the Company after deducting non-recurring gain or loss would amount to RMB1.09 billion to RMB1.42 billion, an increase of nil to RMB327 million or nil to 30% as compared with the same period of the previous year; an increase of RMB22 million to RMB352 million or 2% to 33% as compared with the same period of the previous year (after restatement).
3. The estimated results have not been audited by an accounting firm.

## II. OPERATING RESULTS FOR THE CORRESPONDING PERIOD OF THE PREVIOUS YEAR

(I) Net profit attributable to the shareholders of the Company (before restatement): RMB3.317 billion.

Net profit attributable to the shareholders of the Company after deducting non-recurring gain or loss (before restatement): RMB1.093 billion.

(II) Earnings per share (before restatement): RMB0.283.

## III. MAIN REASONS FOR THE ESTIMATED DECREASE IN RESULTS FOR THE PERIOD

The decrease in the Company's operating results in the first half of 2022 compared with the same period of the previous year was mainly due to the combined effects of the sharp increase in coal and gas prices as compared with the same period last year, the increase in income from equity participation and the large one-off amount of gain on disposal of assets in the same period of the previous year. Since this year, facing the severe operating conditions, such as coal prices remained at historically high levels and the growth rate of power demand slowed down, the Company has fully implemented the national energy supply assurance requirements and taxes and fees reduction policies, paid close attention to improving quality and efficiency, strived to tap into potentials and increase efficiency, gradually implemented the policy of coal and electricity price increase, and increased the income from equity participation, which effectively reduced the impact of the significant increase in coal and gas prices. In the first half of the year, the overall profitability was achieved, and the net profit after deducting non-recurring gain or loss achieved a year-on-year increase.

## IV. RISK WARNING

The estimated results are preliminary accounting data and have not been audited by certified public accountants. There are no material uncertainties in the Company that will affect the accuracy of the estimated results.

## V. OTHER INFORMATION

The foregoing estimated data are preliminary accounting data only. For the detailed and accurate financial data, please refer to the 2022 interim financial report to be formally disclosed by the Company. Investors are advised to pay attention to investment risks.

Announcement is hereby given.

Huadian Power International Corporation Limited

14 July 2022