

Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.



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
REVISION OF ANNUAL CAPS OF
CONTINUING CONNECTED TRANSACTIONS**

REVISION OF ANNUAL CAPS FOR FRANCHISING CONTRACTS

Reference is made to the announcements of the Company dated 30 October 2017 and 29 March 2018 in relation to the continuing connected transactions for the Franchising Contracts.

Pursuant to the Franchising Contracts, certain subsidiaries and subordinated units of the Company agreed to engage certain subsidiaries and subordinated units of CDC to provide services in respect of flue gas denitrification franchising and flue gas desulfurisation franchising.

Due to the substantial increase of the volume of on-grid electricity of the power generation enterprises of the Company, it is anticipated that the original annual caps for the year ending 31 December 2018 contemplated under the Franchising Contracts cannot satisfy the business needs of the Company.

REVISION OF ANNUAL CAPS FOR COMPREHENSIVE PRODUCT AND SERVICE FRAMEWORK AGREEMENT

Reference is made to the announcement of the Company dated 30 January 2018 and the circular of the Company dated 28 February 2018 in relation to the continuing connected transactions for the Comprehensive Product and Service Framework Agreement.

Pursuant to the Comprehensive Product and Service Framework Agreement, the Company and the CDC Group agreed to engage in mutual supply of products and services, including but not limited to the provision of (i) Technical Supervision and Technical Services; and (ii) Property Management and Other Logistical Services by CDC to the Company.

Due to the expansion of the number and scale of enterprises of the Company receiving services, the original annual caps for the year ending 31 December 2018 contemplated under the Comprehensive Product and Service Framework Agreement cannot satisfy the business needs of the Company. Accordingly, the Company intends to revise the annual caps for (i) Technical Supervision and Technical Services; and (ii) Property Management and Other Logistical Services.

LISTING RULES IMPLICATIONS

As at the date of this announcement, CDC is the controlling shareholder of the Company, which together with its subsidiaries holds approximately 53.09% of the issued share capital of the Company. Each of CDC, Datang Environment Industry Company (a subsidiary of CDC) and Anhui Company (a subsidiary of CDC) is, therefore, a connected person of the Company pursuant to Chapter 14A of the Listing Rules. Accordingly, the transactions contemplated under each of the Franchising Contracts and the Comprehensive Product and Service Framework Agreement constitute continuing connected transactions of the Company.

As one or more of the applicable percentage ratios (as defined under Rule 14.07 of the Listing Rules) in respect of the revised annual caps under each of the Franchising Contracts (when aggregated with the January 2018 Franchising Contracts) and the provision of Technical Supervision and Technical Services under the Comprehensive Product and Service Framework Agreement is more than 0.1% but less than 5%, and all other applicable percentage ratios are less than 5%, the transactions contemplated under each of the Franchising Contracts and the provision of Technical Supervision and Technical Services under the Comprehensive Product and Service Framework Agreement are only subject to the reporting and announcement requirements under Chapter 14A of the Listing Rules and do not require the approval by the independent Shareholders of the Company.

As the highest of the applicable percentage ratios in respect of the revised annual cap of the provision of Property Management and Other Logistical Services under the Comprehensive Product and Service Framework Agreement is less than 0.1%, it is fully exempt from reporting, announcement and independent shareholders' approval requirement under Chapter 14A of the Listing Rules.

REVISION OF ANNUAL CAPS FOR FRANCHISING CONTRACTS

Reference is made to the announcements of the Company dated 30 October 2017 and 29 March 2018 in relation to the continuing connected transactions for the Franchising Contracts.

Pursuant to the Franchising Contracts, certain subsidiaries and subordinated units of the Company agreed to engage certain subsidiaries and subordinated units of CDC to provide services in respect of flue gas denitrification franchising and flue gas desulfurisation franchising.

Due to the substantial increase of the volume of on-grid electricity of the power generation enterprises of the Company, it is anticipated that the original annual caps for the year ending 31 December 2018 contemplated under the Franchising Contracts cannot satisfy the business needs of the Company.

Annual caps for the total desulfurisation and denitrification electricity fees (tax exclusive)

Accordingly, the Company intends to revise the annual caps for the total desulfurisation and denitrification electricity fees (tax exclusive) to be charged by certain subsidiaries and subordinated units of CDC for the provision of desulfurisation or denitrification services to certain subsidiaries and certain subsidiaries and subordinated units of the Company under the Franchising Contracts as follows:

	Original annual cap for the year ending 31 December 2018 (RMB Million)	Revised annual cap for the year ending 31 December 2018 (RMB Million)
2017 Franchising Contracts	1,357.83	1,690
March 2018 Franchising Contracts	<u>469.03</u>	<u>500</u>
Total	<u><u>1,919.11</u></u> <i>(Note 1)</i>	<u><u>2,282.25</u></u> <i>(Note 2)</i>

Note 1: The total original annual cap for the year ending 31 December 2018 (i.e., 1,919.11 million) is arrived at after aggregation of the original annual caps for the year ending 31 December 2018 for 2017 Franchising Contracts, January 2018 Franchising Contracts and March 2018 Franchising Contracts (i.e., (1,357.83 + 92.25 + 469.03) million = 1,919.11 million).

Note 2: The total revised annual cap for the year ending 31 December 2018 (i.e., 2,282.25 million) is arrived at after aggregation of the revised annual cap for the year ending 31 December 2018 for 2017 Franchising Contracts, January 2018 Franchising Contracts and March 2018 Franchising Contracts (i.e., (1,690 + 92.25 + 500) million = 2,282.25 million).

Annual caps for the total costs incurred for desulfurisation and denitrification, including water, electricity and gas costs

Furthermore, the Company intends to revise the annual caps for the total costs incurred for desulfurisation and denitrification, including water, electricity and gas costs, to be charged by certain subsidiaries and subordinated units of the Company on certain subsidiaries and subordinated units of CDC under the Franchising Contracts as follows:

	Original annual cap for the year ending 31 December 2018 (RMB Million)	Revised annual cap for the year ending 31 December 2018 (RMB Million)
2017 Franchising Contracts	242.47	380
March 2018 Franchising Contracts	<u>131.3</u>	<u>185</u>
Total	<u><u>388.49</u></u> <i>(Note 3)</i>	<u><u>579.71</u></u> <i>(Note 4)</i>

Note 3: The total original annual cap for the year ending 31 December 2018 (i.e., 388.49 million) is arrived at after aggregation of the original annual cap for the year ending 31 December 2018 for 2017 Franchising Contracts, January 2018 Franchising Contracts and March 2018 Franchising Contracts (i.e., (242.48 + 14.71 + 131.3) million = 388.49 million).

Note 4: The total revised annual cap for the year ending 31 December 2018 (i.e., 579.71 million) is arrived at after aggregation of the revised annual cap for the year ending 31 December 2018 for 2017 Franchising Contracts, January 2018 Franchising Contracts and March 2018 Franchising Contracts (i.e., (380 + 14.71 + 185) million = 579.71 million).

The above revised annual caps for the year ending 31 December 2018 in respect of each of the Franchising Contracts are determined after having taken into account the increase in fees and expenses relating to flue gas desulfurisation and/or flue gas denitrification as a result of increase in the total power consumption in 2018 compared with that in 2017, which caused the volume of on-grid electricity of the power generation enterprises of the Company to increase substantially.

The Board further confirms that the existing annual caps for the year ending 31 December 2018 in respect of each of the Franchising Contracts have not yet been exceeded as at the date of this announcement.

Reasons for the revised annual caps for the Franchising Contracts

The total power consumption in 2018 increased year-on-year. It is estimated that the volume of on-grid electricity of the subordinated power generation enterprises of the Company will increase substantially, which will cause an increase in fees relating to desulfurisation and denitrification.

The Directors (including the independent non-executive Directors) are of the view that the revised annual caps for the Franchising Contracts are fair, reasonable and in the interests of the Company and its Shareholders as a whole.

REVISION OF ANNUAL CAPS FOR COMPREHENSIVE PRODUCT AND SERVICE FRAMEWORK AGREEMENT

Reference is made to the announcement of the Company dated 30 January 2018 and the circular of the Company dated 28 February 2018 in relation to the continuing connected transactions for the Comprehensive Product and Service Framework Agreement.

Pursuant to the Comprehensive Product and Service Framework Agreement, the Company and the CDC Group agreed to engage in mutual supply of products and services, including but not limited to the provision of (i) Technical Supervision and Technical Services; and (ii) Property Management and Other Logistical Services by CDC to the Company.

Due to the expansion of the number and scale of enterprises of the Company receiving services, it is anticipated that the original annual caps for the year ending 31 December 2018 contemplated under the Comprehensive Product and Service Framework Agreement cannot satisfy the business needs of the Company. Accordingly, the Company intends to revise the annual caps for (i) Technical Supervision and Technical Services; and (ii) Property Management and Other Logistical Services.

	Original annual cap for the year ending 31 December 2018 (RMB Million)	Revised annual cap for the year ending 31 December 2018 (RMB Million)
Technical Supervision and Technical Services	180	300
Property Management and Other Logistical Services	20	31

In respect of Technical Supervision and Technical Services, the above revised annual caps for the year ending 31 December 2018 are determined after having taken into account: (i) the increase in the number of power generation enterprises as a result of the acquisition by the Company of the entire equity interest in each of Datang Hebei Power Generation Co., Ltd, Datang Anhui Power Generation Co., Ltd. and Datang Heilongjiang Power Generation Co., Ltd., details of which were disclosed in the major and connected transaction announcement and circular of the Company dated 14 December 2017 and 22 February 2018, respectively; (ii) the increase in technical supervision of wind power projects; and (iii) the increase in transactions amount as a result of special technical services that were carried out to facilitate the requirements of overhaul of power generation units and to satisfy the needs of the electrical grid.

In respect of Property Management and Other Logistical Services, the above revised annual caps for the year ending 31 December 2020 are determined after having taken into account the increase in transaction amount as a result of the increase in property management projects that are undertaken by Datang Xingyuan Property Company (大唐興源物業公司), which is an indirect wholly-owned company of China Datang Corporation Limited, the controlling shareholder of the Company.

The Board further confirms that the existing annual caps for the year ending 31 December 2018 in respect of each of the Technical Supervision and Technical Services and the Property Management and Other Logistical Services have not yet been exceeded as at the date of this announcement.

Reasons for the revised annual caps for Comprehensive Product and Service Framework Agreement

1. In respect of Technical Supervision and Technical Services, the increase in the number of power generation enterprises as a result of the acquisition by the Company of the entire equity interest in each of Datang Hebei Power Generation Co., Ltd, Datang Anhui Power Generation Co., Ltd. and Datang Heilongjiang Power Generation Co., Ltd.; the increase in technical supervision of wind power projects of the Company; some special technical services that were carried out to facilitate the requirements of overhaul of generation units and to satisfy the needs of the electrical grid, which resulted in a corresponding increase in the transaction amount.

2. In respect of Property Management and Other Logistical Services, the transaction amount increased as a result of the increase in property management projects of enterprises owned by the Company that are undertaken by Datang Xingyuan Property Company.

The Directors (including the independent non-executive Directors) are of the view that the revised annual caps for transactions in respect of each of the Technical Supervision and Technical Services and the Property Management and Other Logistical Services under the Comprehensive Product and Service Framework Agreement are fair, reasonable and in the interests of the Company and its Shareholders as a whole.

Information of the Relevant Parties

1. The Company was established in December 1994 and is principally engaged in the construction and operation of power plants, the sale of electricity and thermal power, the repair and maintenance of power equipment and power related technical services. The Company's major service area is in the PRC.
2. CDC was established on 9 April 2003 with a registered capital of RMB37.0 billion. It is principally engaged in the development, investment, construction, operation and management of power energy, organisation of power (thermal) production and sales; manufacturing, repair and maintenance of power equipment; power technology development and consultation; power engineering, contracting and consultation of environmental power engineering; development of new energy as well as development and production of power related coal resources.

3. Zhangjiakou Power Plant, a power plant in Zhangjiakou owned by the Company with an installed capacity of 2,400MW.
4. Chaozhou Power Generation Company, a controlled subsidiary of the Company with an installed capacity of 3,200MW. The equity holding structure of the company is as follows: 52.5% of its equity interest is held by the Company, 22.5% of its equity interest is held by CDC and 25% of its equity interest is held by other shareholders.
5. Lvsigang Power Generation Company, a controlled subsidiary of the Company with an installed capacity of 2,400MW. The equity holding structure of the company is as follows: 55% of its equity interest is held by the Company, 35% of its equity interest is held by CDC and 10% of its equity interest is held by other shareholders.
6. Shentou Power Company, a controlled subsidiary of the Company with an installed capacity of 1,000MW. The equity holding structure of the company is as follows: 60% of its equity interest is held by the Company and 40% of its equity interest is held by other shareholders.
7. Zhangjiakou Thermal Power Company, a wholly-owned subsidiary of the Company with an installed capacity of 600MW.
8. Wangtan Power Generation Company, a controlled subsidiary of the Company with an installed capacity of 1,200MW. The equity holding structure of the company is as follows: 70% of its equity interest is held by the Company and 30% of its equity interest is held by other shareholders.
9. Panshan Power Company, a controlled subsidiary of the Company with an installed capacity of 1,200MW. The equity holding structure of the company is as follows: 75% of its equity interest is held by the Company and 25% of its equity interest is held by other shareholders.
10. Tuoketuo Power Generation Company, a controlled subsidiary of the Company with an installed capacity of 3,600MW. The equity holding structure of the company is as follows: 60% of its equity interest is held by the Company and 40% of its equity interest is held by other shareholders.
11. Tuoketuo No. 2 Power Generation Company, a controlled subsidiary of the Company with an installed capacity of 2,520MW. The equity holding structure of the company is as follows: 40% of its equity interest is held by the Company, 20% of its equity interest is held by CDC and 40% of its equity interest is held by other shareholders.
12. Wushashan Power Company, a controlled subsidiary of the Company with an installed capacity of 2,400MW. The equity holding structure of the company is as follows: 51% of its equity interest is held by the Company and 49% of its equity interest is held by other shareholders.

13. Datang Environment Industry Company is a controlled subsidiary of CDC with a registered capital of RMB2,967.542 million. Its scope of business mainly includes the franchising of environmental protection facilities, denitrification catalysts, environmental protection facilities engineering, water treatment business, the energy conservation business and the renewable energy engineering business.
14. Project-based Branches and Subsidiaries for the 2017 Third Franchising Contracts and Project-based Branches and Subsidiaries for the 2017 Fourth Franchising Contracts are the branches or controlled subsidiaries set up by Datang Environment Company at respective project sites, which are mainly responsible for investments in and operation and management of environmental protection facilities.
15. Huludao Thermal Power Company, a wholly-owned subsidiary of the Company, with a registered capital of RMB10 million, is responsible for the construction of 2×350MW ultra-critical heat supply and coal-fired power generation units of Huludao thermal power project.
16. Leizhou Power Generation Company is a controlled subsidiary of the Company with a registered capital of approximately RMB441.14 million. The shareholding structure of Leizhou Power Generation Company is as follows: the Company holds 34%, Datang Huayin Electric Power Co., Ltd., holds 33%, CDC holds 30%, and Leizhou City Peicai Infrastructure Construction Co., Ltd. holds 3%. Leizhou Power Generation Company is responsible for construction of two sets of 1,000MW ultra-supercritical coal-fired power generation units.
17. Shendong Thermal Power Company, a wholly-owned subsidiary of the Company, with a registered capital of RMB99.72 million, is responsible for the construction of two sets of 350MW ultra-critical heat supply and coal-fired power generation units.
18. Tangshan Beijiao Thermal Power Company, a wholly-owned subsidiary of the Company, with a registered capital of RMB37.91 million, is responsible for the construction of two sets of 350MW ultra-critical heat supply and coal-fired power generation units.
19. Anhui Company is a company established in the PRC and a wholly-owned subsidiary of the Company. It is principally engaged in the production and sale of electricity.
20. Datang Huainan Luohe Power Plant is a power plant owned by Anhui Company with an installed capacity of 640MW.
21. Ma'anshan Dangtu Power Generation Co., Ltd. is a wholly-owned subsidiary of Anhui Company with an installed capacity of 1,320MW.
22. Anhui Huainan Luoneng Power Generation Co., Ltd. is a controlled subsidiary of Anhui Company with an installed capacity of 1,900MW, and has the equity holding structure as follows: 52.8% of its equity interest is held by Anhui Company and 47.2% of its equity interest is held by other shareholders.

23. Huainan Tianjia'an Power Plant of the Anhui Electric Power Co., Ltd. is a power plant owned by the Anhui Electric Power Co., Ltd. (a subsidiary of Anhui Company) with an installed capacity of 640MW, and has the equity holding structure as follows: 50% of its equity interest is held by Anhui Company and 50% of its equity interest is held by other shareholders.
24. Datang Huaibei Power Plant is a power plant owned by Anhui Company with an installed capacity of 1,530MW.
25. China Datang Technologies & Engineering Co., Ltd. is a subsidiary of Datang Environment Industry Company (a controlled subsidiary of CDC), and its business scope principally covers design and EPC contracting of coal and wind power generation system, design and EPC contracting of environmental protection project systems such as flue gas desulfurisation and denitrification in the fields of energy, metallurgy and chemical engineering.
26. Luohe Project Branch Company of Datang Environment Industry Company is a project-based branch company wholly-owned by Datang Environment Industry Company (formerly known as Datang Technology Industry Group Co., Ltd.) which is mainly responsible for investments on environmental protection facilities and operations management at the location of the Luohe project of Datang Environment Industry Company.

BOARD'S APPROVAL

The Board has approved the revised annual caps under the Franchising Contracts and the Comprehensive Product and Service Framework Agreement. None of the Directors has any material interest in the Franchising Contracts, except Chen Jinhang, Liu Chuandong and Liang Yongpan, all being connected Directors, who have abstained from voting on such resolution in accordance with the listing rules of the Shanghai Stock Exchange.

LISTING RULES IMPLICATIONS

As at the date of this announcement, CDC is the controlling shareholder of the Company, which together with its subsidiaries holds approximately 53.09% of the issued share capital of the Company. Each of CDC, Datang Environment Industry Company (a subsidiary of CDC) and Anhui Company (a subsidiary of CDC) is, therefore, a connected person of the Company pursuant to Chapter 14A of the Listing Rules. Accordingly, the transactions contemplated under each of the Franchising Contracts and the Comprehensive Product and Service Framework Agreement constitute continuing connected transactions of the Company.

As one or more of the applicable percentage ratios (as defined under Rule 14.07 of the Listing Rules) in respect of the revised annual caps under each of the Franchising Contracts (when aggregated with the January 2018 Franchising Contracts) and the provision of Technical Supervision and Technical Services under the Comprehensive Product and Service Framework Agreement is more than 0.1% but less than 5%, and all other applicable percentage ratios are less than 5%, the transactions contemplated under each of the Franchising Contracts and the provision of Technical Supervision and

Technical Services under the Comprehensive Product and Service Framework Agreement are only subject to the reporting and announcement requirements under Chapter 14A of the Listing Rules and do not require the approval by the independent Shareholders of the Company.

As the highest of the applicable percentage ratios in respect of the revised annual cap of the provision of Property Management and Other Logistical Services under the Comprehensive Product and Service Framework Agreement is less than 0.1%, it is fully exempt from reporting, announcement and independent shareholders' approval requirement under Chapter 14A of the Listing Rules.

DEFINITIONS

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

“2017 Franchising Contracts” collectively, (i) the 2017 First Franchising Contracts; (ii) the 2017 Second Franchising Contract; (iii) the 2017 Third Franchising Contracts; and (iv) the 2017 Fourth Franchising Contracts

“2017 First Franchising Contracts” collectively, the three contracts dated 31 October 2012 and entered into between China Datang Environmental Technology Company and each of (i) Zhangjiakou Power Plant; (ii) Chaozhou Power Generation Company; (iii) Lvsigang Power Generation Company in respect of flue gas desulfurisation franchising, details of which please refer to the announcements of the Company dated 2 November 2012 and 30 October 2017

“2017 Second Franchising Contract” the contract dated 22 January 2015 and entered into between (i) Lvsigang Power Generation Company and (ii) Datang Technology Industry Company in respect of the flue gas denitrification franchising, details of which please refer to the announcements of the Company dated 22 January 2015 and 30 October 2017

“2017 Third Franchising Contracts” collectively, the contract in respect of the flue gas desulfurisation franchising and the contract in respect of the flue gas denitrification franchising both dated 30 June 2015 and entered into between (i) Zhangjiakou Thermal Power Company; (ii) Wangtan Power Generation Company; (iii) Tuoketuo Power Generation Company; (iv) Tuoketuo No. 2 Power Generation Company; (v) Chaozhou Power Generation Company and (vi) the Project-based Branches and Subsidiaries for the Third Franchising Contracts, details of which please refer to the announcements of the Company dated 30 June 2015 and 30 October 2017

“2017 Fourth Franchising Contracts”	collectively, the contract in respect of the flue gas desulfurisation franchising and the contract in respect of the flue gas denitrification franchising both dated 30 October 2015 and entered between (i) Shentou Power Company; (ii) Panshan Power Company; (iii) Wushashan Power Company and (iv) the Project-based Branches and Subsidiaries for the Fourth Franchising Contracts, details of which please refer to the announcements of the Company dated 2 November 2015 and 30 October 2017
“Anhui Company”	Datang Anhui Power Generation Co., Ltd. (大唐安徽發電有限公司), a company established in the PRC and a wholly-owned subsidiary of the Company. For details, please refer to the section headed “Information of the Relevant Parties” in this announcement
“Anhui Huainan Luoneng Power Generation Co., Ltd.”	Anhui Huainan Luoneng Power Generation Co., Ltd., a controlled subsidiary of Anhui Company with an installed capacity of 1900MW, and has the equity holding structure as follows: 52.8% of its equity interest is held by Anhui Company and 47.2% of its equity interest is held by other shareholders. For details, please refer to the section headed “Information of the Relevant Parties” in this announcement
“Board”	the board of directors of the Company
“CDC”	China Datang Corporation Limited (formerly known as China Datang Corporation), a wholly state-owned company established under the laws of the PRC and is the controlling shareholder of the Company
“CDC Group”	CDC, its controlled subsidiaries, subsidiaries and/or their respective associates (but excluding the Group) and including the connected subsidiaries of the Group
“China Datang Technologies & Engineering Co., Ltd.”	China Datang Technologies and Engineering Co., Ltd., a subsidiary of CDC., details of which are set out in the section headed “Information of the Relevant Parties” in 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

“Comprehensive Product and Service Framework Agreement”	the agreement entered into between CDC and the Company on 30 January 2018 in relation to the mutual supply of products and services between CDC Group and the Group, details of which were disclosed in the announcement of the Company dated 30 January 2018 and the circular of the Company dated 28 February 2018
“connected person(s)”	has the meaning ascribed to it under the Listing Rules
“connected transaction(s)”	has the meaning ascribed to it under the Listing Rules
“controlling shareholder”	has the meaning ascribed to it under the Listing Rules
“Datang Environment Industry Company”	Datang Environment Industry Group Co., Ltd. is a controlled subsidiary of CDC, details of which are set out in the section headed “Information of the Relevant Parties” in this announcement
“Datang Huaibei Power Plant”	Datang Huaibei Power Plant is a power plant owned by Anhui Company with an installed capacity of 1,530MW, details of which are set out in the section headed “Information of the Relevant Parties” in this announcement
“Datang Huainan Luohe Power Plant”	Datang Huainan Luohe Power Plant owned by Anhui Company with an installed capacity of 640MW, details of which are set out in the section headed “Information of the Relevant Parties” in this announcement
“Director(s)”	the director(s) of the Company
“Franchising Contracts”	collectively, (i) the 2017 Franchising Contracts, and (ii) the March 2018 Franchising Contracts
“Group”	collectively, the Company, its controlled subsidiaries and its subsidiaries
“Huainan Tianjia’an Power Plant of the Anhui Electric Power Co., Ltd.”	Huainan Tianjia’an Power Plant owned by the Anhui Electric Power Co., Ltd. (a subsidiary of Anhui Company) with an installed capacity of 640MW, and has the equity holding structure as follows: 50% of its equity interest is held by Anhui Company and 50% of its equity interest is held by other shareholders. For details, please refer to the section headed “Information of the Relevant Parties” in this announcement

“Huludao Thermal Power Company”	Liaoning Datang International Huludao Thermal Power Company Limited (遼寧大唐國際葫蘆島熱電有限責任公司), a wholly-owned subsidiary of the Company, details of which are set out in the section headed “Information of the Relevant Parties” in this announcement
“January 2018 Franchising Contracts”	collectively, (i) two contracts on flue gas denitrification and desulfurisation franchising both dated 18 January 2018 entered into between Datang Environment Industry Company and each of Huludao Thermal Power Company and Shendong Thermal Power Company; (ii) two contracts on flue gas denitrification franchising both dated 18 January 2018 entered into between Datang Environment Industry Company and each of Leizhou Power Generation Company and Tangshan Beijiao Thermal Power Company; and (iii) two contracts on flue gas desulfurisation franchising both dated 18 January 2018 entered into between Datang Environment Industry Company and each of Leizhou Power Generation Company and Tangshan Beijiao Thermal Power Company. For details, please refer to the announcement of the Company dated 30 January 2018 and the circular of the Company dated 28 February 2018
“Leizhou Power Generation Company”	Guangdong Datang International Leizhou Power Generation Co., Ltd. (廣東大唐國際雷州發電有限責任公司), a controlled subsidiary of the Company, details of which are set out in the section headed “Information of the Relevant Parties” in this announcement
“Luohe Project Branch Company of Datang Environment Industry Company”	Luohe Project Branch Company of Datang Environment Industry Group Co., Ltd. (formerly known as Datang Technology Industry Group Co., Ltd.), a project-based branch company wholly-owned by Datang Environment Industry Company, details of which are set out in the section headed “Information of the Relevant Parties” in this announcement
“Luohe Project Branch Company of Datang Technology Industry Group Co., Ltd.”	Luohe Project Branch Company of Datang Technology Industry Group Co., Ltd., a branch company wholly-owned by Datang Technology Industry Group Co., Ltd., which changed its name to Datang Environment Industry Group Co., Ltd.
“Ma’anshan Dangtu Power Generation Co., Ltd.”	Ma’anshan Dangtu Power Generation Co., Ltd., a wholly-owned subsidiary of Anhui Company with an installed capacity of 1,320MW, details of which are set out in the section headed “Information of the Relevant Parties” in this announcement

<p>“March 2018 Franchising Contracts”</p>	<p>collectively, (i) the March 2018 First Franchising Contracts; (ii) the March 2018 Second Franchising Contract; (iii) the March 2018 Third Franchising Contracts; (iv) the March 2018 Fourth Franchising Contracts; (v) the March 2018 Fifth Franchising Contract; (vi) the March 2018 Sixth Franchising Contract; and (vii) the March 2018 Seventh Franchising Contract</p>
<p>“March 2018 First Franchising Contracts”</p>	<p>the contract in respect of flue gas desulfurisation dated 28 March 2009 entered into between Datang Huainan Luohe Power Plant and China Datang Technologies & Engineering Co., Ltd., details of which were disclosed in the announcement of the Company dated 29 March 2018</p>
<p>“March 2018 Second Franchising Contract”</p>	<p>the contract in respect of flue gas denitrification dated 1 May 2015 entered into between Datang Huainan Luohe Power Plant and Luohe Project Branch Company of Datang Technology Industry Group Co., Ltd., details of which were disclosed in the announcement of the Company dated 29 March 2018</p>
<p>“March 2018 Third Franchising Contract”</p>	<p>collectively, (i) the contract in respect of flue gas desulfurisation dated 30 August 2012; (ii) the contract in respect of flue gas denitrification dated 31 May 2015, both of which were entered into between Ma’anshan Dangtu Power Generation Co., Ltd. and Datang Technology Industry Group Co., Ltd., as amended by a supplemental contract dated 14 December 2015, details of which were disclosed in the announcement of the Company dated 29 March 2018</p>
<p>“March 2018 Fourth Franchising Contracts”</p>	<p>collectively, (i) the contract in respect of flue gas desulfurisation dated 18 January 2008, as amended by a supplemental contract dated 8 December 2015; and (ii) the contract in respect of flue gas denitrification dated 30 September 2015, all of which were entered into between Anhui Huainan Luoneng Power Generation Co., Ltd. and Luohe Project Branch Company of Datang Environment Industry Company, details of which were disclosed in the announcement of the Company dated 29 March 2018</p>
<p>“March 2018 Fifth Franchising Contract”</p>	<p>the contract in respect of flue gas desulfurisation dated 30 August 2012 entered into between Huainan Tianjia’an Power Plant of the Anhui Electric Power Co., Ltd. and Datang Environment Industry Company</p>

“March 2018 Sixth Franchising Contract”	the contract in respect of flue gas desulfurisation dated 21 March 2012 entered into between Datang Huaibei Power Plant and China Datang Group Environmental Technology Company, details of which were disclosed in the announcement of the Company dated 29 March 2018
“March 2018 Seventh Franchising Contract”	the contract in respect of flue gas denitrification dated 31 May 2015 entered into between Datang Huaibei Power Plant and Datang Technology Industry Company, details of which were disclosed in the announcement of the Company dated 29 March 2018
“Listing Rules”	the Rules Governing the Listing of Securities on the Stock Exchange
“PRC”	the People’s Republic of China
“Project-based Branches and Subsidiaries for the 2017 Fourth Franchising Contracts”	collectively, the Branch of Shentou Project of Datang Environment Company, Department of Jixian Project of Datang Environment Company and Zhejiang Datang Tiandi Environmental Protection Technology Co., Ltd., details of which are set out in the section headed “Information of the Relevant Parties” in this announcement
“Project-based Branches and Subsidiaries for the 2017 Third Franchising Contracts”	collectively, the Branch of Tuoketuo Project of Datang Technology Industry Company, Branch of Zhangjiakou Thermal Power Project of Datang Technology Industry Company, Branch of Raoping Project of Datang Technology Industry Company, Branch of Wangtan Project of Datang Technology Industry Company, details of which are set out in the section headed “Information of the Relevant Parties” in this announcement
“Property Management and Other Logistical Services”	the entrustment of property service enterprises for facilities related to buildings held by the Group to conduct various services such as logistic management on such facilities
“RMB”	Renminbi, the lawful currency of the PRC
“Shareholder(s)”	the shareholder(s) of the Company
“Shendong Thermal Power Company”	Liaoning Datang International Shendong Thermal Power Company Limited (遼寧大唐國際沈東熱電有限責任公司), a wholly-owned subsidiary of the Company, details of which are set out in the section headed “Information of the Relevant Parties” in this announcement
“Stock Exchange”	The Stock Exchange of Hong Kong Limited

“Tangshan Beijiao Thermal Power Company”	Hebei Datang International Tangshan Beijiao Thermal Power Generation Company Limited (河北大唐國際唐山北郊熱電有限公司), a wholly-owned subsidiary of the Company, details of which are set out in the section headed “Information of the Relevant Parties” in this announcement
“Technical Supervision and Technical Services”	the provision of regular technical proposals and guidance on measures upon discovery of issues on the operation and technical management of power generation equipment through supervision and analysis on relevant operation information and performance indicators of such power generation equipment, and the provision of various services for addressing a particular technical issue, such as unconventional calculation, design, surveying, analysis, installation, commissioning, provision of technical information, improvement on technical process, implementation of special experiment and technical diagnosis, etc
“%”	per cent.

By Order of the Board
Ying Xuejun
Company Secretary

Beijing, the PRC, 21 December 2018

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, Zhang Ping, Jin Shengxiang, Liu Jizhen, Feng Genfu*, Luo Zhongwei*, Liu Huangsong*, Jiang Fuxiu**

* *Independent non-executive director*