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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)

PROVISIONS FOR ASSET IMPAIRMENT

This announcement is made by Datang International Power Generation Co., Ltd. (the “Company”) pursuant to Part XIVA of the Securities and Futures Ordinance (Chapter 571, 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 following announcement is made by the board of directors (the “Board”) of the Company in respect of provisions for impairment.

I. PROVISION FOR BAD DEBTS

Pursuant to the Accounting Standards for Business Enterprises and the accounting policies of the Company, the Company wrote off and reconciled the account receivables of its subsidiaries. Given the relevant debtors’ poor financial status and the very poor repayment ability, the account receivables are under the risk of losses. In consideration of the operation status of the debtors and the possibility of realising the receivables, the Company intends to, based on the principle of prudence, make provision for bad debts of an aggregate of RMB197.48 million for receivables with collectability risk of Beijing Datang Fuel Co., Ltd..

II. PROVISIONS FOR INVENTORY IMPAIRMENT

(1) Provision for inventory impairment of Baochang Gas Company

According to the actual conditions of inventory of Shenzhen Datang Baochang Gas Power Generation Company Limited (“Baochang Gas Company”), a provision for diesel inventory impairment of RMB0.89 million is intended to be made for Baochang Gas Company for the year 2017.

(2) Provision for inventory impairment of Renewable Energy Resource Company

According to current conditions of the aluminum market and the actual inventory cost of Inner Mongolia Datang International Renewable Energy Resource Development Company Limited (“Renewable Energy Resource Company”), the book value of inventory of the Renewable Energy Resource Company as at 31 December 2017 amounted to RMB645.16 million. Upon calculation, a provision for inventory impairment of RMB305.79 million shall be made for 2017.

Based on the foregoing, a provision of inventory impairment in an aggregate amount of RMB306.68 million is intended to be made for 2017.

III. PROVISION FOR IMPAIRMENT OF CONSTRUCTION IN PROGRESS

Yunnan Datang International Hengjiang Hydropower Development Company Limited (“Hengjiang Hydropower Company”) entered into the Agreement on Development of Ladder Power Stations between Daganhecha and Shasha Hillside (《大關河岔至沙沙坡段階梯電站開發協議》) with the People’s Government of Dagan County in October 2007. After the execution of the aforesaid agreement, due to the slow progress of the Hengjiang hydropower project caused by various reasons, the People’s Government of Dagan County decided to withdraw the rights to develop the hydropower project. Thus, there is impairment in the construction in progress for the Hengjiang hydropower project of the Hengjiang Hydropower Company. Upon calculation, a provision for impairment of construction in progress of RMB19.65 million is intended to be made for Hengjiang Hydropower Company for 2017 in accordance with the relevant requirements of the Accounting Standards for Business Enterprises.

IV. IMPACT OF PROVISIONS FOR IMPAIRMENT ON THE FINANCIAL POSITION OF THE COMPANY

Based on the foregoing, for the year 2017, the Company intended to make provisions for bad debts of RMB197.48 million, inventory impairment of RMB306.68 million and impairment of construction in progress of RMB19.65 million, respectively. The foregoing provisions for impairment resulted in a decrease in the Company's consolidated total profit for 2017 by RMB523.81 million and a decrease in net profit attributable to the parent company by RMB269 million.

V. PROCEDURES FOR CONSIDERATION AND APPROVAL OF PROVISIONS FOR IMPAIRMENT

The Company convened the twenty-third meeting of the ninth session of the Board and the fourteenth meeting of the ninth session of the supervisory committee on 29 March 2018, at which the "Resolution on Provisions for Asset Impairment of Certain Subsidiaries" was considered and approved.

The directors (including independent directors) are of the view that the provisions for asset impairment are in compliance with the provisions of the Accounting Standards for Business Enterprises and the relevant accounting policies of the Company, fairly reflect the assets value of the Company, and ensure the standardized operation of the Company without prejudicing the legitimate interests of the shareholders of the Company.

The supervisory committee is of the view that the provisions for asset impairment made by the Company are in compliance with the provisions of the Accounting Standards for Business Enterprises and the relevant financial policies of the Company, and reflect the actual conditions of the Company and provide a fair presentation of the assets value of the Company as at 31 December 2017.

By Order of the Board
Ying Xuejun
Company Secretary

Beijing, the PRC, 29 March 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 Directors*