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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 IMPAIRMENT

This announcement is made by Datang International Power Generation Co., Ltd. (the “**Company**” or “**Datang International**”) 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 Company convened the sixth meeting of the tenth session of the board of directors (the “**Board**”) on 20 December 2019 during which the “Resolution on the Provisions for Asset Impairment of Datang International as the Parent Company and Renewable Resource Company as the Subsidiary” was considered and approved. To give an objective view of the financial positions and operation results of the Company and ensure the truthfulness and reliability of the accounting information, in accordance with Accounting Standards for Business Enterprises and requirements of relevant financial and accounting policies of the Company, after carrying out necessary impairment test and assessment, necessary provisions are intended to be made for impairment of the long-term equity investment and the fixed assets of Datang International as the parent company and Inner Mongolia Datang International Renewable Resource Company Limited (“**Renewable Resource Company**”).

Details in respect of the provisions for impairment are set out below:

I. PROVISION FOR IMPAIRMENT OF LONG-TERM EQUITY INVESTMENT

Given that the absorption and merger of Inner Mongolia Datang International Hohhot Thermal Power Generation Company Limited (“**Hohhot Thermal Power Generation Company**”) with Renewable Resource Company has been considered and approved at the fourth meeting of the tenth session of the Board, there were signs that the long-term equity investment of Renewable Resource Company held by Datang International as its parent company (after the absorption and merger of Hohhot Thermal Power Generation Company) was impaired as a result of the impairment of certain assets of the alumina production of the Renewable Resource Company. A test has been conducted on the cash flow generated subsequent to the absorption and merger in accordance with the relevant provisions of the Accounting Standards for Business Enterprises and there were signs of impairment of the long-term equity investment of Datang International as the parent company. A provision for impairment of long-term equity investment of approximately RMB750 million was therefore made.

II. PROVISION FOR IMPAIRMENT OF FIXED ASSETS

There were signs of impairment in certain assets of the alumina production workshop of the Renewable Resource Company. Upon assessment, a provision for impairment of approximately RMB1,258 million was made for certain assets of the Renewable Resource Company's alumina production workshop.

III. IMPACT OF PROVISIONS FOR IMPAIRMENT ON THE PROFIT OF THE COMPANY FOR THE CURRENT PERIOD

In light of the above, the above-mentioned provisions for impairment resulted in a decrease in the net profit of the Company as the parent company for 2019 by approximately RMB750 million, a decrease in the total consolidated profit of the Company by approximately RMB1,258 million in 2019, and a decrease in net profit attributable to the parent company in the consolidated financial statements by approximately RMB1,258 million. The actual amount of the above-mentioned provisions for impairment shall be subject to the final impairment test and audit results at the end of the year.

IV. PROCEDURES FOR CONSIDERATION AND APPROVAL OF THE PROVISIONS FOR IMPAIRMENT

The Company convened the sixth meeting of the tenth session of the Board and the fifth meeting of the tenth session of the supervisory committee on 20 December 2019, at which the "Resolution on the Provisions for Asset Impairment of Datang International as the Parent Company and Renewable Resource Company as the Subsidiary" was considered and approved.

The Directors (including the independent Directors) is of the view that the provisions for impairment are in compliance with the requirements of the Accounting Standards for Business Enterprises and the relevant financial accounting systems of the Company, and they can fairly reflect the assets value of the Company and ensure the truthfulness and accuracy of the accounting information without prejudicing the legitimate interests of the shareholders of the Company.

The supervisory committee is of the view that the provisions for impairment made by the Company are in compliance with the requirements of the Accounting Standards for Business Enterprises and the relevant financial accounting policies of the Company, and they reflect the actual conditions of the Company. Upon completion of the provisions for impairment, it can provide a fair presentation of the assets value of the Company.

By Order of the Board
Jiang Jinming
Company Secretary

Beijing, the PRC, 20 December 2019

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

Chen Feihu, Wang Sen, 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*