



中国电力国际发展有限公司

CHINA POWER INTERNATIONAL DEVELOPMENT LIMITED

2007 Interim Results Presentation

(For the period 1 January to 30 June 2007)

6 September 2007



Agenda

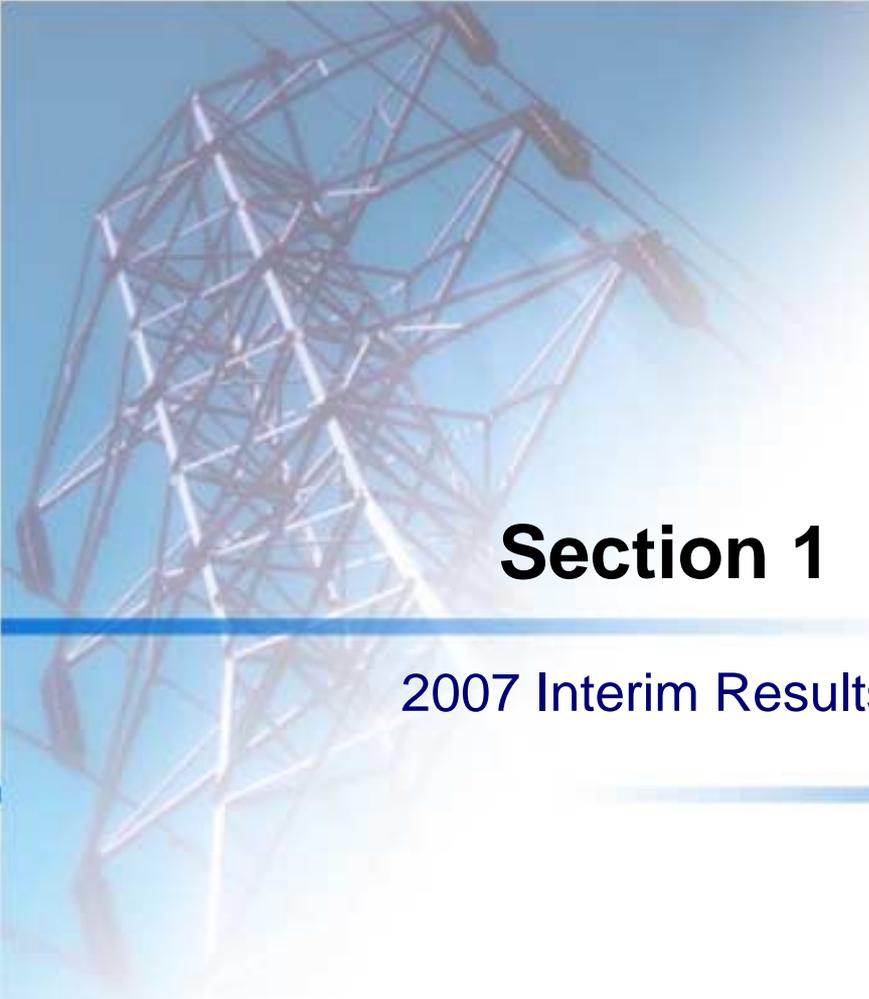
2007 Interim Results Highlights

Business Review & Updates

Future Outlook

Q & A





Section 1

2007 Interim Results Highlights



Operating Highlights

		<u>1H07</u>	<u>1H06</u>	<u>Change</u>
Attributable capacity	<i>MW</i>	5, 936	4, 255	39. 51%
Gross generation (a)	<i>MWh</i>	12, 323, 591	11, 884, 930	3. 69%
Net generation (a)	<i>MWh</i>	11, 430, 800	10, 988, 080	4. 03%
Average utilisation hours (a)(b)	<i>Hour</i>	3, 170	3, 265	-2. 91%
Average realised tariff (a)	<i>RMB/MWh</i>	240. 14	226. 72	5. 92%
Net coal consumption rate (a)	<i>g/kWh</i>	345. 4	351. 8	- 1. 82%

Note: (a) Data does not reflect the results of the associated companies;

(b) Data does not reflect the utilisation hours of the newly commissioned Pingwei II



Financial Highlights

<i>(RMB '000)</i>	<u>1H07</u>	<u>1H06</u>	<u>Change</u>
Turnover and Other Income	2,766,220	2,502,645	10.53%
Fuel Costs	(1,780,809)	(1,512,896)	17.71%
Other Operating Costs (net)	(757,234)	(655,028)	15.60%
Operating Profit	228,177	334,721	-31.83%
Finance Costs (net)	(53,774)	(28,656)	87.65%
Share of profit (loss) from associated	(105,530)	42,075	-350.81%
Gain on deemed disposal of interest in an associated company	28,847		
Pre-tax Profit	97,720	348,140	-71.93%
Tax	(28,385)	(41,509)	-31.62%
Minority Interest	268	582	-53.95%
Profit to Equity holders	69,603	307,213	-77.34%
Adjusted Profit to Equity holders	232,540	307,213	-24.31%
<i>Basic EPS</i>	<i>RMB0.02</i>	<i>RMB0.10</i>	
Adjusted Basic EPS (a)	<i>RMB0.06</i>	<i>RMB0.10</i>	

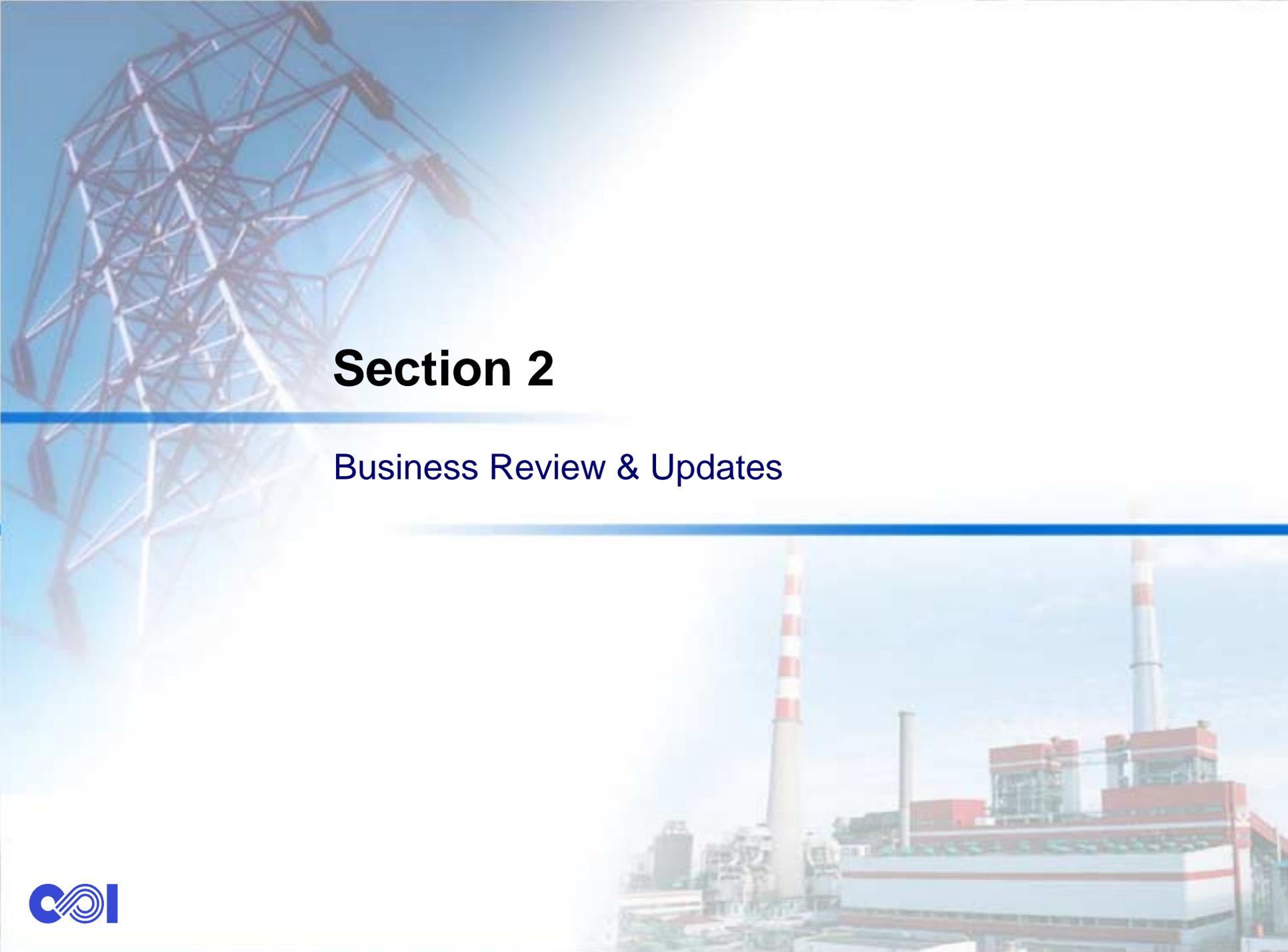
Note: (a) Adjusted by the loss on changes in fair value of derivative component of convertible bonds issued by Shanghai Power



Accounting for Shanghai Electric Power (Shanghai Power)

- Shanghai Power is treated as an associated company from **17 March 2007** in accordance with Hong Kong GAAP
- In 1H07, the company booked **162.9 million RMB** loss on changes in fair value of derivative component of convertible bonds issued by Shanghai Power, in accordance with the requirements of HKAS39, “Financial Instruments –Recognition and Measurement”
- Shanghai Power achieved **211.4 million RMB** net profits in 1H07 under PRC GAAP
- In 1H07, the company received **78.2 million RMB** dividends from Shanghai Power, which offset the acquisition cost of Shanghai Power
- On 23 August 2007, Shanghai Power announced that the majority of its convertible bonds has been converted into shares. The company’s stake in Shanghai Power is diluted to **21.92%**





Section 2

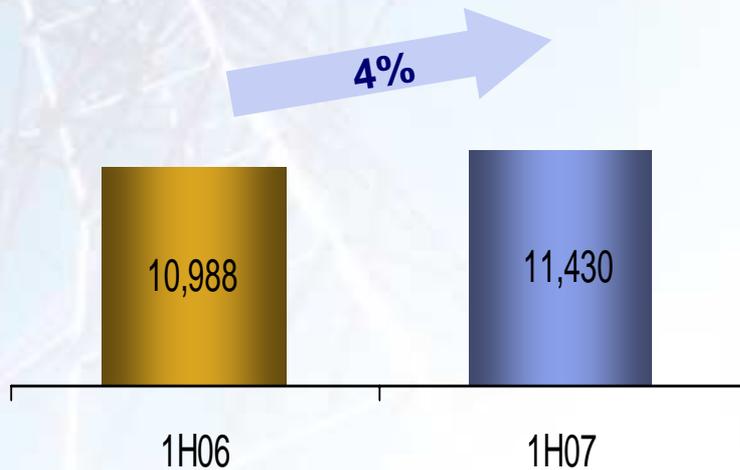
Business Review & Updates



Net Generation & Utilization Rate

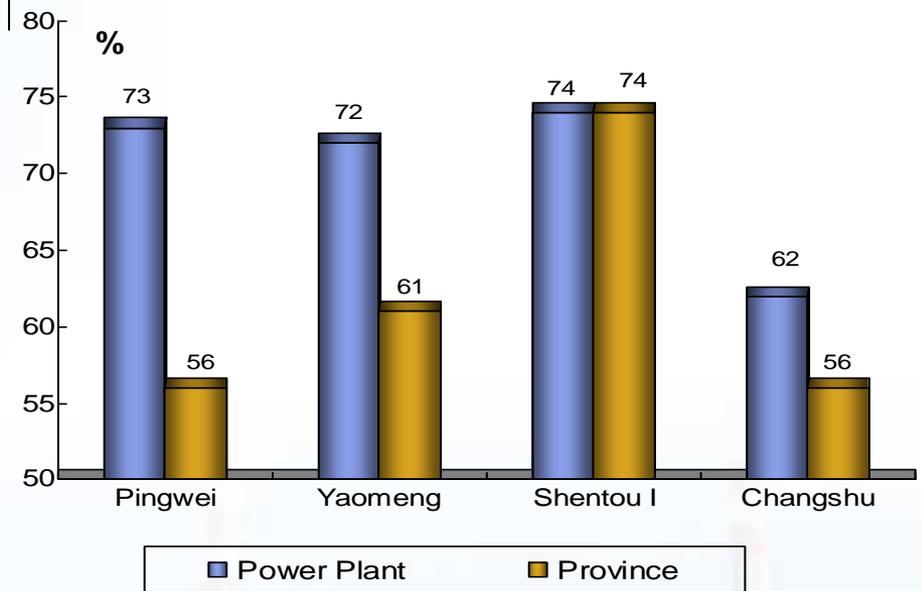
Net Generation⁽¹⁾

(Gwh)



Note: (1) Data does not reflect results of 50% owned Changshu Power Plant.

Utilization Rate Analysis



- Commence of operation of unit No.3 of Pingwei Power Plant II
- Proactive endeavor of producing more non-base generation
- Improved reliability of operation of units

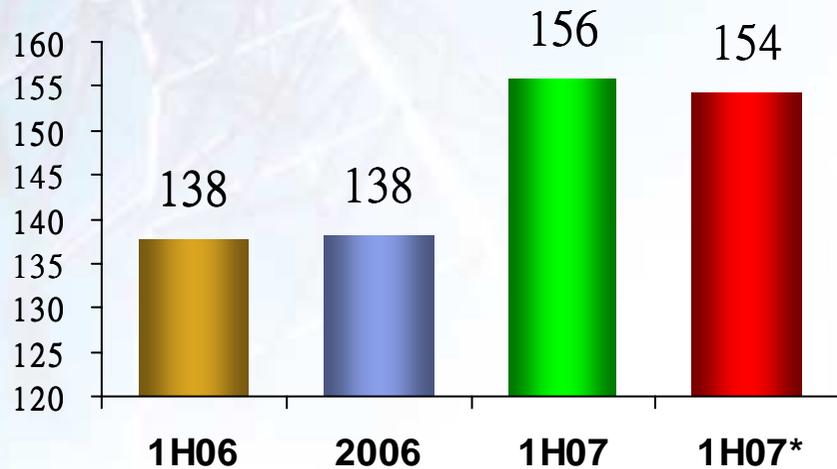
- Utilization rates of our plants are higher than the provincial thermal averages in 1H2007.



Fuel Cost

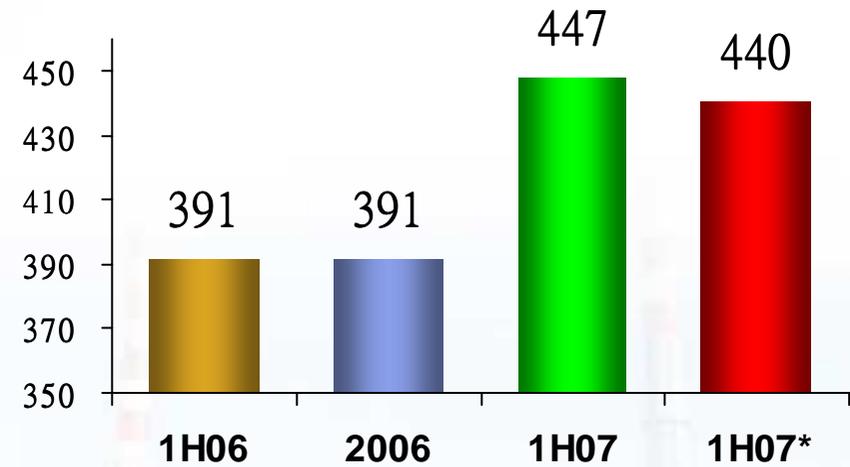
Unit Fuel Cost

RMB / MWh



Standard Coal Price

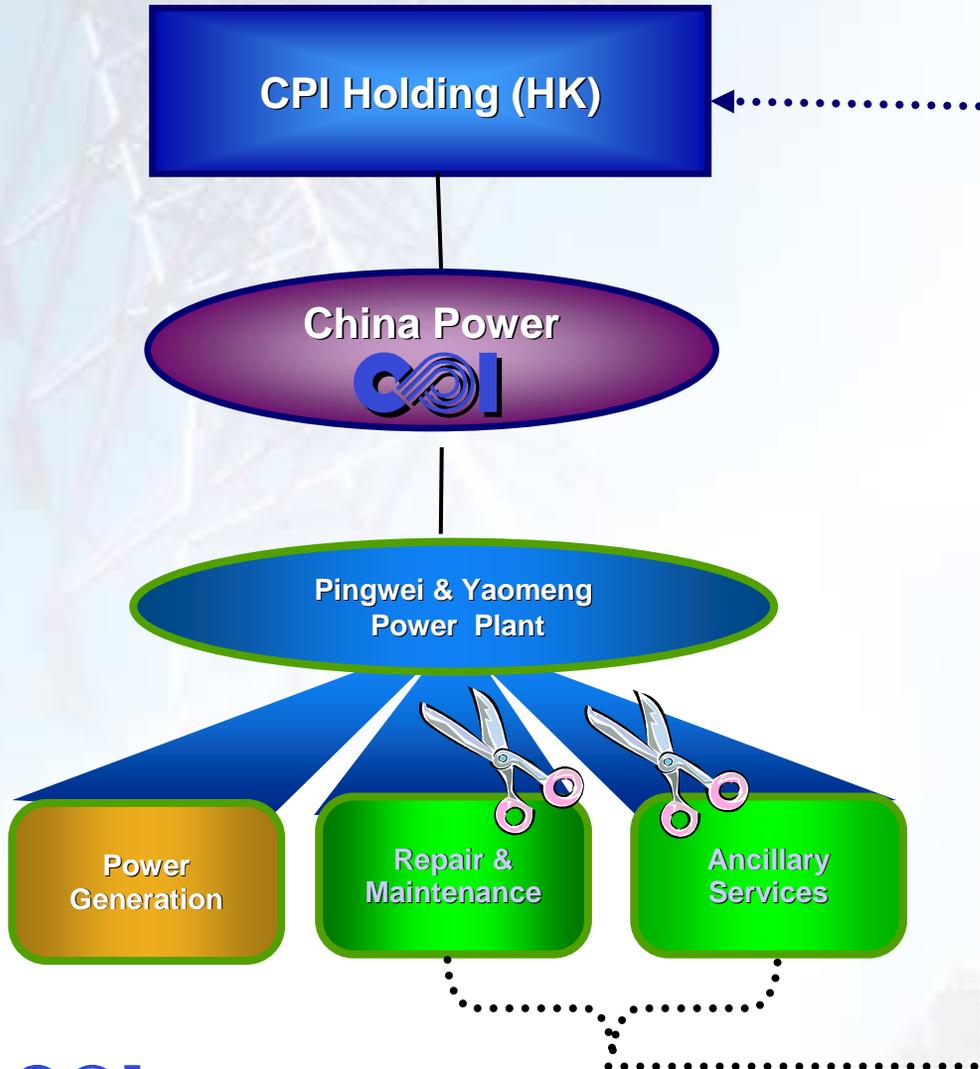
RMB / ton



1H07* figures do not reflect results of the newly commissioned unit.



Divesting Non-core Assets



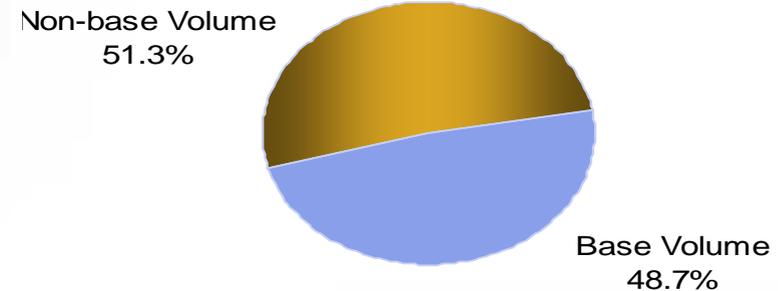
Outcomes of Restructuring

- Total consideration: RMB285m
- Staff reduced: 2378
- Achieve cost savings through future competition
- Alleviate future labor cost increase pressure

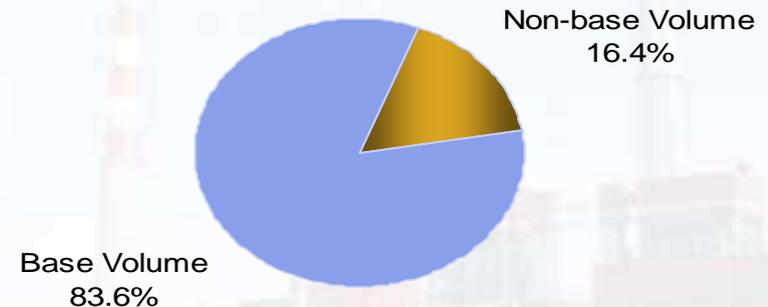
Unexpected Performance of Pingwei II in 1H06

- Unit 3# of Pingwei II is the first commissioned unit among the “Anhui to East” (“皖电东送”) Projects (totally 7,200MW)
- Pingwei II is commissioned ahead of schedule and the relevant policies for “Anhui to East” have not yet been available
- This resulted in relatively low base generation for Pingwei II, which is settled by the approved benchmark tariff

1H07 Net Generation Breakdown of Pingwei II



1H07 Net Generation Breakdown of the Company





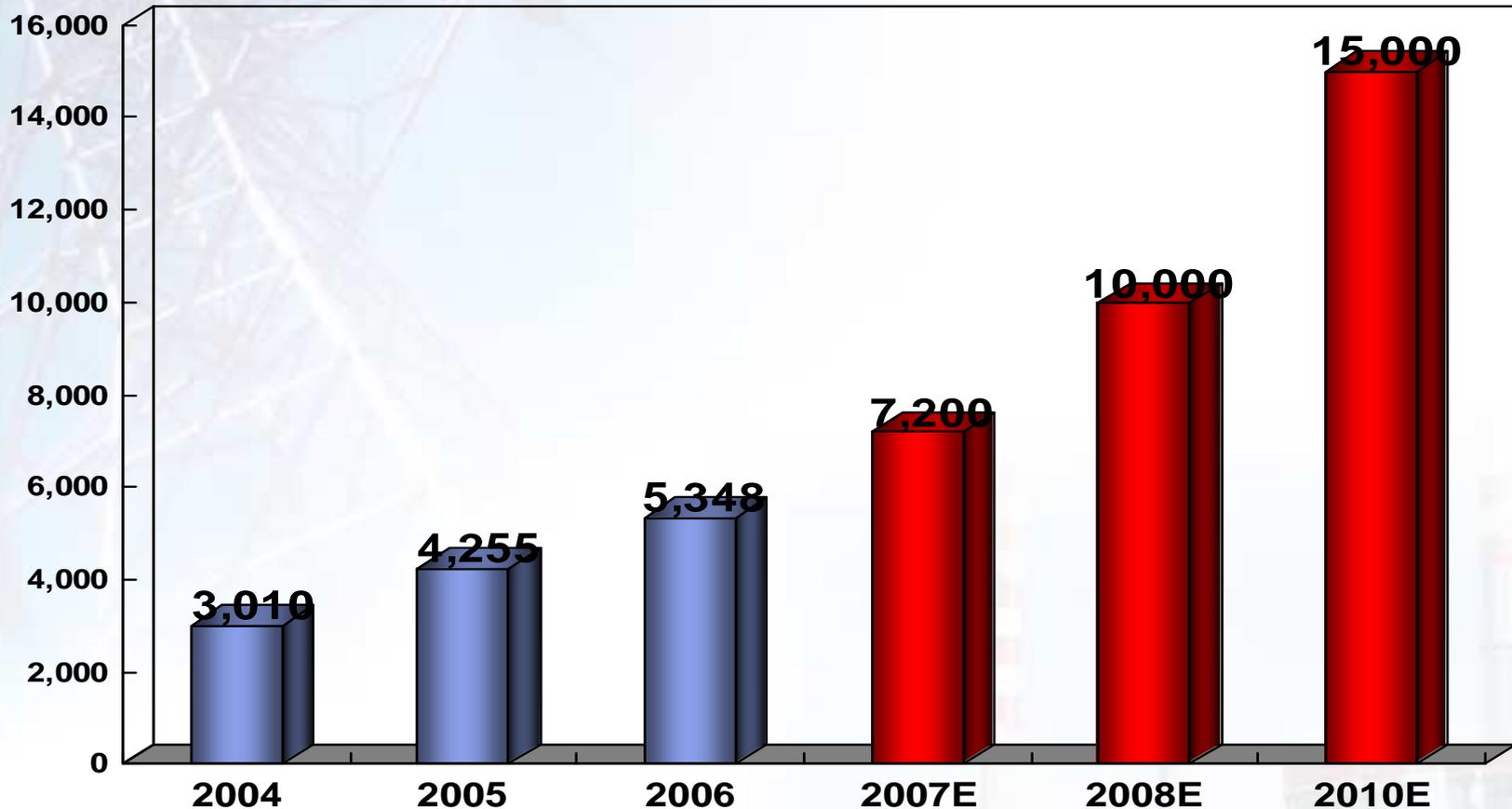
Section 3

Future Outlook



2010 Growth Roadmap

Attributable Capacity (MW)



■ The information are based on assumptions subject to various risks. No assurance can be given that future events will occur, that projections will be achieved, or that the company's assumptions are correct. Actual results may differ materially from those projected.



Power Plants Planned for Sustainable Growth

The company together with its direct parent, CPI Holding, are planning dozens of power plants, which are expected to be gradually approved during the 11th and the 12th “Five Year” plans



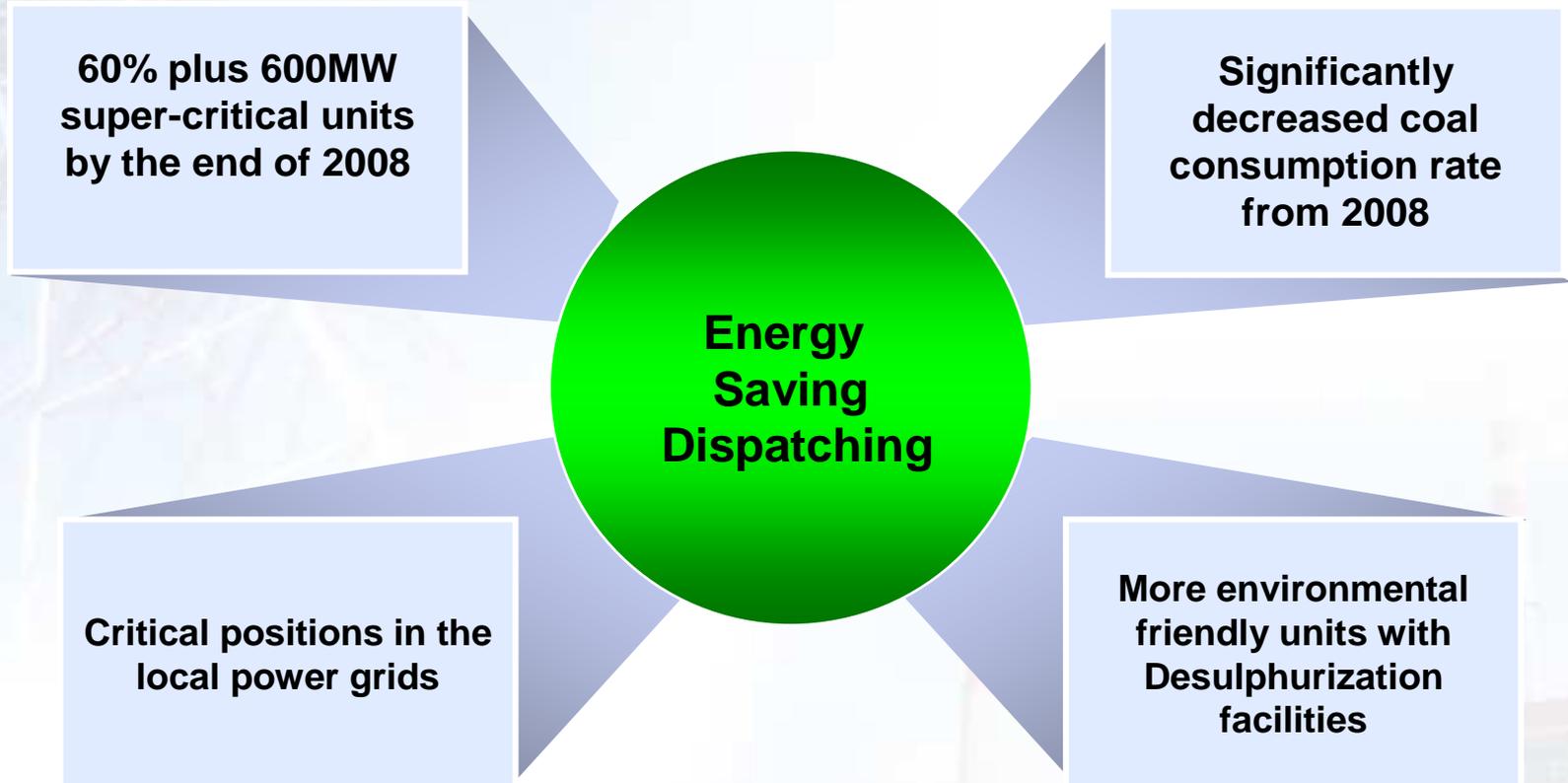
Planned Power Plants	
Qinghe	2x600MW
Guixi	2x600MW
Wuhu	2x600MW
Shentou	1x600MW
Changshu III	2x1,000MW
Xintang	2x300MW
Pingwei III	2x1,000MW
Yaomeng III	2x1,000MW
Dabieshan II	2x600MW
Others	



Fuel Cost Control Measures



Well Prepared for “Energy Saving Dispatching”



A Better Second Half

Controlled fuel cost

**Reduced
controllable
operating cost**



**Contribution
from Shanghai
Power**

**Better accounting results
for Shanghai Power**

Contribution from Pingwei II





2007 Interim Results Presentation

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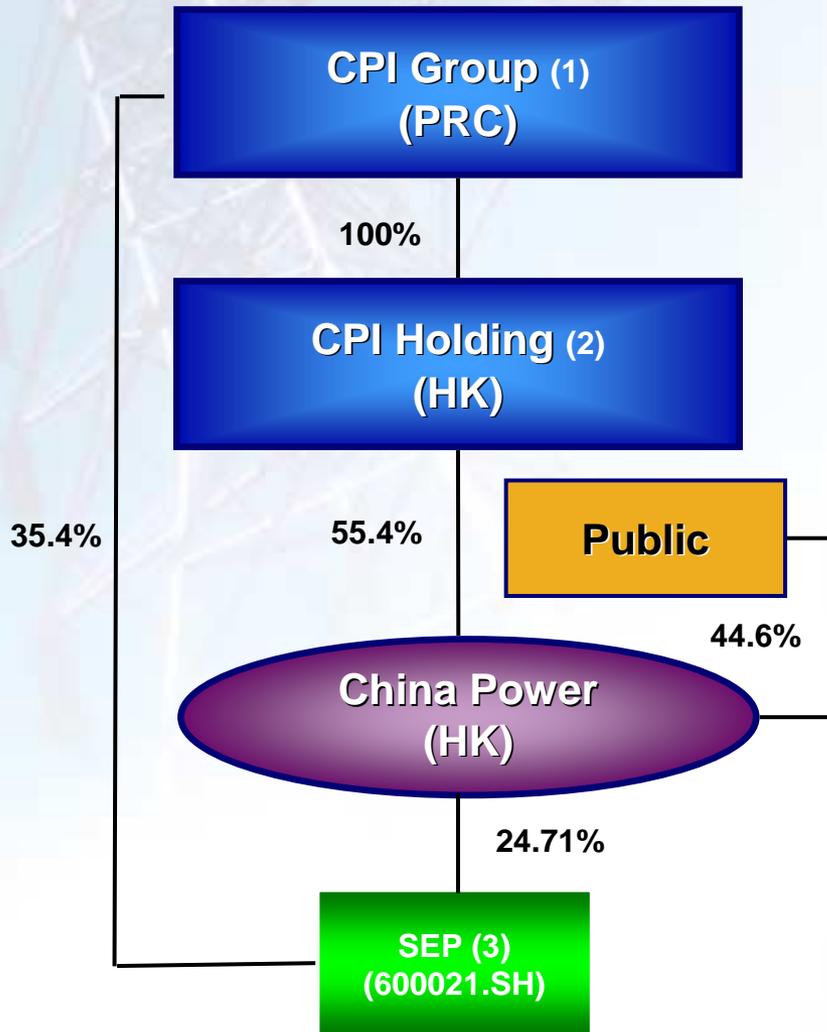




Appendices



Corporate Structure



- One of the 5 national Gencos
- Over 38GW controlled installed capacity spanning 24 provinces
- Having succeeded all the nuclear power assets from former SPCC

- Investment holding company
- New project Incubator company

- Flagship of CPI Group, platform for overseas financing
- Only Hong Kong based among 5 national Gencos
- Preferential right to develop and acquire power assets

- An A-share Company
- Growth platform in Shanghai and it's vicinity

Note: (1) CPI Group denotes China Power Investment Corporation
 (2) CPI Holding holds interest in China Power through wholly-owned CPDL, a BVI incorporated company
 (3) SEP denotes Shanghai Electric Power Co., LTD



China Power's Quality Asset Portfolio



Operational Power Plants		
Pingwei:	1,230 *100%	1,230 MW
Yaomeng:	1,210 * 100%	1,210 MW
Shentou I:	1,200 * 100%	1,200 MW
Changshu:	1,230 * 50%	615 MW
Total:		4,255 MW

25% Stake in Shanghai Electric Power		
SEP:	4,374 * 24.71%	1,081MW

Greenfield Power Plants		
Pingwei II:	1,200 *100%	1,200 MW
Yaomeng II:	1,200 * 100%	1,200 MW
Dabieshan:	1,200 * 93%	1,116 MW
Total:		3,516 MW

Managed Power Plants	
Qinghe:	1,200 MW
Guixi:	500 MW
Shaxikou:	300 MW (Hydro)
Wuhu:	127.5 MW
Wuhu Shaoda	112.5 MW
Total:	2,240 MW

