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In connection with the Global Offering, Merrill Lynch Far East Limited, as stabilizing manager, or any person acting for it, on behalf of the International Underwriters, may over-allocate and/or effect transactions which stabilize or maintain the market price of the Shares at a level higher than that which might otherwise prevail for a limited period after the day on which dealing in Shares first commences on the Hong Kong Stock Exchange. However, there is no obligation on Merrill Lynch Far East Limited or any person acting for it to do this. Such stabilization may be effected in all jurisdictions where it is permissible to do so, in each case in compliance with all applicable laws and regulatory requirements, including the Securities and Futures (Price Stabilizing) Rules made under the Securities and Futures Ordinance. Such stabilization, if commenced, will be conducted at the absolute discretion of Merrill Lynch Far East Limited or any person acting for it and may be discontinued at any time, and must be brought to an end after a limited period. The details of the intended stabilization and how it will be regulated under the Securities and Futures Ordinance are contained in the Prospectus. The number of Shares being offered in the Global Offering may be increased by up to an aggregate of 148,500,000 Shares through the exercise of the Over-allotment Option granted to the Global Coordinator by China Power International Development Limited (the "Company") and the Selling Shareholder solely to cover over-allocations (if any) in the International Placing, which option is exercisable at any time from the date of the International Underwriting Agreement until 30 days from the last day for lodging applications under the Hong Kong Public Offering. In the event that such Over-allotment Option is exercised, a press announcement will be made.

Unless otherwise defined in this announcement, terms defined in the prospectus of the Company dated October 4, 2004 (the "Prospectus") have the same meanings when used in this announcement.



# China Power International Development Limited

## 中國電力國際發展有限公司

(incorporated in Hong Kong with limited liability under the Companies Ordinance)

### GLOBAL OFFERING

Number of Shares offered pursuant to the Global Offering	:	990,000,000 (comprising 900,000,000 Offer Shares to be offered by the Company and 90,000,000 Offer Shares to be offered by the Selling Shareholder, each subject to adjustment and the Over-allotment Option)
Number of International Placing Shares	:	891,000,000 (subject to adjustment and the Over-allotment Option)
Number of Hong Kong Offer Shares	:	99,000,000 (subject to adjustment)
Maximum Offer Price	:	HK\$2.60 per Share payable in full on application in Hong Kong dollars subject to refund on final pricing
Nominal Value	:	HK\$1.00 each
Stock Code	:	2380

Global Coordinator, Sole Bookrunner, Sponsor



**Merrill Lynch**  
Merrill Lynch Far East Limited

Joint Lead Managers



**Merrill Lynch**



招商證券(香港)有限公司  
CHINA MERCHANTS SECURITIES (HK) CO., LTD.

Application has been made to the Listing Committee of the Hong Kong Stock Exchange for the listing of, and permission to deal in, the Shares as described in the Prospectus. Dealings in the Shares on the Hong Kong Stock Exchange are expected to commence on Friday, October 15, 2004. Applications for the Shares will only be considered on the basis of the terms and conditions set out in the Prospectus and in the white or yellow Application Forms. It should be noted that multiple applications or suspected multiple applications or any application for more than 49,500,000 Shares, being approximately 50 per cent. of the Hong Kong Offer Shares initially comprised in the Hong Kong Public Offering, will be rejected. Only one application on a white or yellow Application Form or by way of giving electronic application instructions to HKSCC may be made for the benefit of any person. Applicants for any Hong Kong Offer Shares under the Hong Kong Public Offering are required to undertake and confirm that they or the relevant beneficial owner(s) have not applied for or taken up, or indicated an interest for, and will not apply for or take up, or indicate an interest for, International Placing Shares under the International Placing. Subject to the granting of the listing of, and permission to deal in, the Shares on the Hong Kong Stock Exchange as well as compliance with the stock admission requirements of HKSCC, the Shares will be accepted as eligible securities by HKSCC for deposit, clearance and settlement in CCASS with effect from the commencement date of dealings in the Shares on the Hong Kong Stock Exchange or such other date as determined by HKSCC. All activities under CCASS are subject to the General Rules of CCASS and CCASS Operational Procedures in effect from time to time.

The Company is initially offering 99,000,000 Hong Kong Offer Shares for subscription by the public in Hong Kong at the Offer Price, representing approximately 10% of the total number of Offer Shares initially available under the Global Offering. The allocation of the Offer Shares between the Hong Kong Public Offering and the International Placing is subject to adjustment as stated in the section in the Prospectus entitled "Structure of the Global Offering – The Hong Kong Public Offering".

Acceptance of all applications for the Hong Kong Offer Shares pursuant to the Hong Kong Public Offering is conditional on the conditions as stated in the section entitled "Structure of the Global Offering – Conditions of the Global Offering" in the Prospectus. The Offer Price is expected to be fixed by agreement between the Global Coordinator, on behalf of the Underwriters, the Selling Shareholder and the Company on or around Friday, October 8, 2004 and, in any event, not later than Wednesday, October 13, 2004. Investors applying for Hong Kong Offer Shares under the Hong Kong Public Offering must pay, on application, the maximum Offer Price of HK\$2.60 for each Share together with a brokerage of 1%, SFC transaction levy of 0.005%, investor compensation levy of 0.002% and Hong Kong Stock Exchange trading fee of 0.005%. The Global Coordinator, on behalf of the Underwriters, may with the consent of the Company, reduce the number of Offer Shares being offered under the Global Offering and/or the indicative offer price range below that stated in the Prospectus (which is HK\$2.10 to HK\$2.60 per

Share) at any time on or prior to the morning of the last day for lodging applications under the Hong Kong Public Offering. In such a case, notices of the reduction in the number of Offer Shares and/or the indicative offer price range will be published in the South China Morning Post (in English) and the Hong Kong Economic Times (in Chinese) not later than the morning of the day which is the last day for lodging applications under the Hong Kong Public Offering. If applications pursuant to the Hong Kong Public Offering have been submitted prior to the day which is the last day for lodging applications under the Hong Kong Public Offering, then even if the number of Offer Shares and/or the offer price range is so reduced, such applications cannot be subsequently withdrawn. If, for any reason, the Offer Price is not agreed between the Company, the Selling Shareholder and the Global Coordinator (on behalf of the Underwriters), the Global Offering will not proceed.

If the Global Offering does not become unconditional, all application monies received from applicants under the Hong Kong Public Offering will be refunded, without interest, on the terms set out in the section entitled "How to Apply for Hong Kong Offer Shares – Dispatch/Collection of share certificates and Refund of Application Monies" in the Prospectus. Refund will be made in respect of wholly or partially successful applications in the event that the Offer Price is less than the offer price per Share initially paid and in respect of wholly or partially unsuccessful applications. Applicants for 1,000,000 Hong Kong Offer Shares or more who have elected on their Application Forms to collect their (where relevant) refund cheques and/or (where relevant) share certificates in person may do so from the Company's share registrar, Computershare Hong Kong Investor Services Limited from 9:00 a.m. to 1:00 p.m. on Thursday, October 14, 2004. Applicants being individuals must not authorise any other person to make collection on their behalf. You must show identification documents (which must be acceptable to Computershare Hong Kong Investor Services Limited) to collect your (where relevant) refund cheque(s) and/or (where relevant) share certificate(s). Applicants being corporations must attend by their authorised representatives each bearing a letter of authorisation from such corporation stamped with the corporation's chop. Both individuals and authorised representatives (if applicable) must produce at the time of collection evidence of identity acceptable to Computershare Hong Kong Investor Services Limited. Uncollected share certificates and/or refund cheques will be despatched promptly thereafter by ordinary post at the applicants' own risk to the addresses specified in the relevant Application Forms. For enquiries, please call the hotline of Computershare Hong Kong Investor Services Limited at (852) 2862 8628. Share certificates will only become valid certificates of title at 8:00 a.m. on Friday, October 15, 2004 provided that the Hong Kong Public Offering has become unconditional in all respects and the right of termination described in the section entitled "Underwriting – Underwriting Arrangements and Expenses – Hong Kong Public Offering – Grounds for Termination" of the Prospectus has not been exercised.

In relation to applicants who have applied for less than 1,000,000 Hong Kong Offer Shares, or applicants who have applied for 1,000,000 or more Hong Kong Offer Shares and have not elected to collect their (where relevant) refund cheque(s) and/or (where relevant) share certificate(s), their refund cheque(s) and/or share certificate(s) will be sent by ordinary post at the applicants' own risk to the addresses specified in the relevant Application Forms on or around Thursday, October 14, 2004.

Applicants who would like to be allotted Hong Kong Offer Shares in their own names should complete and sign the **white** Application Forms. Applicants who would like to have the allotted Hong Kong Offer Shares issued in the name of HKSCC Nominees Limited and deposited directly into CCASS for credit to their CCASS Investor Participant stock accounts or the stock accounts of their designated CCASS Participants maintained in CCASS should either (i) complete and sign the **yellow** Application Forms, copies of which, together with the Prospectus, may be obtained during normal business hours from 9:00 a.m. on Monday, October 4, 2004 until 12:00 noon on Thursday, October 7, 2004 at the Depository Counter of HKSCC at 2/F, Vicwood Plaza, 199 Des Voeux Road Central, Hong Kong or the Customer Service Centre of HKSCC at Upper Ground Floor, V-Heun Building, 128-140 Queen's Road Central, Hong Kong; or (ii) give **electronic application instructions** to HKSCC via CCASS.

Copies of the Prospectus, together with the **white** Application Forms, may be obtained during business hours in the same period from:

1. Merrill Lynch Far East Limited, 17/F, Asia Pacific Finance Tower, Citibank Plaza, 3 Garden Road, Hong Kong
2. China Merchants Securities (HK) Co., Limited, 48th Floor, One Exchange Square, 8 Connaught Place, Central, Hong Kong
3. BOCI Asia Limited, 10th Floor, Bank of China Tower, 1 Garden Road, Central, Hong Kong
4. CITIC Capital Markets Limited, 26th Floor, CITIC Tower, 1 Tim Mei Avenue, Central, Hong Kong
5. Credit Suisse First Boston (Hong Kong) Limited, 21st Floor, Three Exchange Square, 8 Connaught Place, Central, Hong Kong
6. DBS Asia Capital Limited, 16th Floor, Man Yee Building, 68 Des Voeux Road Central, Hong Kong
7. J.P. Morgan Securities (Asia Pacific) Limited, 28th Floor, Chater House, 8 Connaught Road Central, Hong Kong
8. VC Capital Limited, 38th Floor, The Centrium, 60 Wyndham Street, Central, Hong Kong
9. China Everbright Securities (HK) Limited, 36th Floor, Far East Finance Centre, 16 Harcourt Road, Hong Kong
10. Dao Heng Securities Ltd., 12th Floor, The Centre, 99 Queen's Road Central, Hong Kong
11. ICEA Capital Limited, 42nd Floor, Jardine House, 1 Connaught Place, Central, Hong Kong
12. Any of the following branches of Bank of China (Hong Kong) Limited:

	<b>Branch Name</b>	<b>Address</b>
<b>Hong Kong Island:</b>	Bank of China Tower Branch	3/F., 1 Garden Road
	Central District (Wing On House) Branch	71 Des Voeux Road Central
	409 Hennessy Road Branch	409-415 Hennessy Road, Wan Chai
	Taikoo Shing Branch	Shop G1012, Yiu Sing Mansion, Taikoo Shing
	Aberdeen Branch	25 Wu Pak Street, Aberdeen
<b>Kowloon:</b>	North Point (Kiu Fai Mansion) Branch	413-415 King's Road, North Point
	Hoi Yuen Road Branch	55 Hoi Yuen Road, Kwun Tong
	Mong Kok (President Commercial Centre) Branch	608 Nathan Road, Mong Kok
	Whampoa Garden Branch	Shop G8B, Site 1, Whampoa Garden, Hung Hom
	Yau Ma Tei Branch	471 Nathan Road, Yau Ma Tei
<b>New Territories:</b>	Stage 6 Mei Foo Branch	Shop N47-49 Mount Sterling Mall, Mei Foo Sun Chuen
	Tsim Sha Tsui East Branch	Shop G02-03, Inter-Continental Plaza, 94 Granville Road, Tsim Sha Tsui
	Castle Peak Road (Tsuen Wan) Branch	201-207 Castle Peak Road, Tsuen Wan
	Lek Yuen Branch	No. 1, Fook Hoi House, Lek Yuen Estate, Shatin
	Tuen Mun Town Plaza Branch	Shop 2, Tuen Mun Town Plaza Phase II

Both **white** and **yellow** Application Forms completed in all respects (to which one cheque or banker's cashier order should be securely stapled) should be deposited in the special collection boxes provided at any of the branches of Bank of China (Hong Kong) Limited referred to above at the following times on the following dates:

<b>Monday, October 4, 2004</b>	–	<b>9:00 a.m. to 4:00 p.m.</b>
<b>Tuesday, October 5, 2004</b>	–	<b>9:00 a.m. to 4:00 p.m.</b>
<b>Wednesday, October 6, 2004</b>	–	<b>9:00 a.m. to 4:00 p.m.</b>
<b>Thursday, October 7, 2004</b>	–	<b>9:00 a.m. to 12:00 noon</b>

#### **Applications by giving electronic application instructions to HKSCC**

Investors can apply for Hong Kong Offer Shares by giving **electronic application instructions** to HKSCC as follows:

1. CCASS Investor Participants can give **electronic application instructions** to HKSCC through the CCASS Phone System by calling 2979 7888 or through the CCASS Internet System (<https://ip.ccass.com>) (using the procedures contained in HKSCC's "An Operating Guide for Investor Participants" in effect from time to time). HKSCC can also input **electronic application instructions** on behalf of CCASS Investor Participants if they go to the Customer Service Centre of HKSCC at Upper Ground Floor, V-Heun Building, 128-140 Queen's Road Central, Hong Kong and complete an input request form. Prospectuses are also available for collection at the Customer Service Centre of HKSCC; and

2. those who are not CCASS Investor Participants can instruct their brokers or custodians who are CCASS Broker Participants or CCASS Custodian Participants to give **electronic application instructions** to HKSCC via CCASS terminals to apply for Hong Kong Offer Shares on their behalf.

CCASS Broker/Custodian Participants can input **electronic application instructions** at the following times on the following dates:

<b>Monday, October 4, 2004</b>	–	<b>9:00 a.m. to 8:30 p.m.<sup>(1)</sup></b>
<b>Tuesday, October 5, 2004</b>	–	<b>9:00 a.m. to 8:30 p.m.<sup>(1)</sup></b>
<b>Wednesday, October 6, 2004</b>	–	<b>9:00 a.m. to 8:30 p.m.<sup>(1)</sup></b>
<b>Thursday, October 7, 2004</b>	–	<b>9:00 a.m. to 12:00 noon</b>

*(1) These times are subject to change as HKSCC may determine from time to time with prior notification to CCASS Broker/Custodian Participants.*

CCASS Investor Participants can input **electronic application instructions** from 9:00 a.m. on Monday, October 4, 2004 until 12:00 noon on Thursday, October 7, 2004 (24 hours daily, except the last application day).

Subject to the terms and conditions set out in the Prospectus and the Application Forms relating thereto, applications must be received no later than 12:00 noon on Thursday, October 7, 2004 (or if the application lists are not open on that day, then by 12:00 noon on the next business day the lists are open). Please see the section entitled “How to Apply for Hong Kong Offer Shares” in the Prospectus for further details. No temporary documents or evidence of title will be issued. No receipt will be issued for application monies.

**The total number of Offer Shares available under the Hong Kong Public Offering is to be divided into two pools for allocation purposes: pool A and pool B. The Offer Shares in pool A will be allocated on an equitable basis to applicants who have applied for Offer Shares with an aggregate price of HK\$5 million (excluding the brokerage, SFC transaction levy, investor compensation levy and Hong Kong Stock Exchange trading fee payable) or less. The Offer Shares in pool B will be allocated on an equitable basis to applicants who have applied for Offer Shares with an aggregate price of more than HK\$5 million (excluding the brokerage, SFC transaction levy, investor compensation levy and Hong Kong Stock Exchange trading fee payable). Investors should be aware that applications in pool A and applications in pool B may receive different allocation ratios. If Offer Shares in one (but not both) of the pools are under subscribed, the surplus Offer Shares will be transferred to the other pool to satisfy demand in this other pool and be allocated accordingly. For the purpose of this paragraph only, the “price” for Offer Shares means the price payable on application therefor (without regard to the Offer Price as finally determined). Applicants can only receive an allocation of Offer Shares from either pool A or pool B but not from both pools.**

It is expected that the level of indication of interest in the International Placing, the Offer Price, the results of applications and the basis of allotment of Hong Kong Offer Shares will be published on Thursday, October 14, 2004 in the South China Morning Post (in English) and the Hong Kong Economic Times (in Chinese).

If you are applying using a **yellow** Application Form or by giving **electronic application instructions** to HKSCC and your application is wholly or partially successful, your share certificate will be issued in the name of HKSCC Nominees Limited and deposited into CCASS for credit to your CCASS Investor Participant stock account or the stock account of any designated CCASS Participant giving **electronic application instructions** on your behalf or as instructed by you in your **yellow** Application Form at the close of business on Thursday, October 14, 2004 or under contingent situations, on any other date as shall be determined by HKSCC or HKSCC Nominees Limited. If you are applying through a designated CCASS Participant (other than a CCASS Investor Participant), you can check the number of Hong Kong Offer Shares allocated to you with that CCASS Participant. If you are applying as a CCASS Investor Participant, you should check the announcement published by the Company on Thursday, October 14, 2004 and report any discrepancies to HKSCC before 5:00 p.m. on Thursday, October 14, 2004 or such other date as shall be determined by HKSCC or HKSCC Nominees Limited. Such applicants can also check their new account balance via the CCASS Phone System and CCASS Internet System immediately after the credit of the Hong Kong Offer Shares to their stock accounts (under the procedures contained in HKSCC’s “An Operating Guide for Investor Participants” in effect from time to time). HKSCC will also make available to you an activity statement showing the number of Hong Kong Offer Shares credited to your CCASS Investor Participant stock account.

By order of the Board  
**Wang Binghua**  
Chairman

Hong Kong, October 4, 2004