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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)

**ANNOUNCEMENT
MAJOR TRANSACTIONS,
DISCLOSEABLE TRANSACTIONS
AND
CONTINUING CONNECTED TRANSACTIONS
2024 COMPREHENSIVE FINANCIAL SERVICES
COOPERATION AGREEMENT**

2024 COMPREHENSIVE FINANCIAL SERVICES COOPERATION AGREEMENT

References are made to the announcements of the Company dated 16 December 2021, 16 June 2022 and 21 February 2023, and the circulars of the Company dated 10 January 2022, 28 July 2022 and 19 April 2023 in respect of, among other things, the 2021 Leasing and Factoring Business Cooperation Agreement, the 2022 Financial Business Cooperation Agreement and the 2023 Factoring Business Cooperation Agreement.

In order to further promote the Company's improved governance and regulated operation, improve fund management efficiency and level, and based on the actual needs for the Group's operation and development, the Board hereby announces that, on 1 March 2024, the Company and Datang Capital Holding (of which Datang Leasing Company, Shanghai Datang Financial Lease Company and Datang Factoring Company are subsidiaries) entered into the 2024 Comprehensive Financial Services Cooperation Agreement, pursuant to which, the Members of Datang Capital Holding will provide the Group with support on financial leasing, factoring, entrusted loans, property rights transactions and asset management and relevant businesses in an aggregate amount not exceeding RMB20 billion per annum from the effective date of the 2024 Comprehensive Financial Services Cooperation Agreement. The term of the 2024 Comprehensive Financial Services Cooperation Agreement is 36 months from the effective date. As the 2024 Comprehensive Financial Services Cooperation Agreement covers the counterparties and types of transactions of the Previous Transactions, upon the 2024 Comprehensive Financial Services Cooperation Agreement taking effect, the 2021 Leasing and Factoring Business Cooperation Agreement, the 2022 Financial Business Cooperation Agreement and the 2023 Factoring Business Cooperation Agreement shall be automatically terminated.

LISTING RULES IMPLICATIONS

As at the date of this announcement, CDC together with its subsidiaries hold approximately 53.09% of the issued share capital of the Company. Since Datang Capital Holding is a wholly-owned subsidiary of CDC, Datang Capital Holding is a connected person of the Company. Accordingly, the 2024 Comprehensive Financial Services Cooperation Agreement and the transactions contemplated thereunder constitute continuing connected transactions of the Company.

Pursuant to Rules 14.22 and 14A.81 of the Listing Rules, the transactions contemplated under the 2024 Comprehensive Financial Services Cooperation Agreement should be aggregated with the Previous Transactions and treated as if they were one transaction.

As the highest applicable percentage ratios (as defined in Rule 14.07 of the Listing Rules) in respect of the transactions contemplated under the categories of direct lease and sale and leaseback under the 2024 Comprehensive Financial Services Cooperation Agreement, when aggregated with the same category of transactions in the Previous Transactions, are more than 5%, such transactions are subject to the reporting, announcement, annual review and Independent Shareholders' approval requirements under Chapter 14A of the Listing Rules.

As the highest applicable percentage ratio (as defined in Rule 14.07 of the Listing Rules) in respect of the transactions contemplated under the category of direct lease under the 2024 Comprehensive Financial Services Cooperation Agreement, when aggregated with the same category of transactions in the Previous Transactions, is more than 25% but less than 100%, such transactions constitute major transactions of the Company, and are subject to the reporting, announcement and Shareholders' approval requirements under Chapter 14 of the Listing Rules.

As the highest applicable percentage ratio (as defined in Rule 14.07 of the Listing Rules) in respect of the transactions contemplated under the category of sale and leaseback under the 2024 Comprehensive Financial Services Cooperation Agreement, when aggregated with the same category of transactions in the Previous Transactions, is more than 5% but less than 25%, such transactions constitute discloseable transactions of the Company, and are subject to the reporting and announcement requirements under Chapter 14 of the Listing Rules.

As the highest applicable percentage ratio (as defined in Rule 14.07 of the Listing Rules) in respect of the transactions contemplated under the category of factoring business under the 2024 Comprehensive Financial Services Cooperation Agreement, when aggregated with the same category of transactions in the Previous Transactions, is more than 5%, such transactions are subject to the reporting, announcement, annual review and Independent Shareholders' approval requirements under Chapter 14A of the Listing Rules.

As the highest applicable percentage ratio (as defined in Rule 14.07 of the Listing Rules) in respect of the transactions contemplated under the category of factoring business under the 2024 Comprehensive Financial Services Cooperation Agreement, when aggregated with the same category of transactions in the Previous Transactions, is more than 5% but less than 25%, such transactions constitute discloseable transactions of the Company, and are subject to the reporting and announcement requirements under Chapter 14 of the Listing Rules.

According to the 2024 Comprehensive Financial Services Cooperation Agreement, the entrusted loan services to be provided by the Members of Datang Capital Holding to the Group will constitute financial assistance provided by a connected person for the benefit of the Group. As such entrusted loan services are entered into on normal commercial terms (or better commercial terms for the Group) and the Group will not pledge any assets in respect to the entrusted loan services, according to Rule 14A.90 of the Listing Rules, the entrusted loan services are fully exempted from the reporting, announcement, annual review and Independent Shareholders' approval requirements under Chapter 14A of the Listing Rules.

As the highest applicable percentage ratio (as defined in Rule 14.07 of the Listing Rules) in respect of the transactions contemplated under the category of other financial services under the 2024 Comprehensive Financial Services Cooperation Agreement is less than 0.1%, such transactions are fully exempt from the reporting, announcement, annual review and Independent Shareholders' approval requirements under Chapter 14A of the Listing Rules.

As the highest applicable percentage ratio (as defined in Rule 14.07 of the Listing Rules) in respect of the transactions contemplated under the category of other financial services under the 2024 Comprehensive Financial Services Cooperation Agreement is more than 5% but less than 25%, such transactions constitute discloseable transactions of the Company, and are subject to the reporting and announcement requirements under Chapter 14 of the Listing Rules.

INDEPENDENT BOARD COMMITTEE AND INDEPENDENT FINANCIAL ADVISER

The independent board committee (comprising all the independent non-executive Directors) will be formed to advise the Independent Shareholders on the terms of the Non-exempt Continuing Connected Transactions under the 2024 Comprehensive Financial Services Cooperation Agreement.

The Company has appointed Trinity Corporate Finance Limited as the Independent Financial Adviser to advise the independent board committee and the Independent Shareholders on the terms of the Non-exempt Continuing Connected Transactions under the 2024 Comprehensive Financial Services Cooperation Agreement.

DESPATCH OF CIRCULAR

A circular containing details of the 2024 Comprehensive Financial Services Cooperation Agreement, a letter from the independent board committee and a letter from the Independent Financial Adviser, both advising on the terms of the Non-exempt Continuing Connected Transactions under the 2024 Comprehensive Financial Services Cooperation Agreement, will be despatched to the Shareholders in compliance with the Listing Rules. As additional time is required by the Company to prepare the information to be included in the circular, the circular is expected to be despatched to the Shareholders on or before 31 May 2024. If it is expected that there will be a delay to the despatch of the circular, a further announcement will be published in accordance with the Listing Rules stating the reason for the delay and the new expected date of despatch of the circular.

2024 COMPREHENSIVE FINANCIAL SERVICES COOPERATION AGREEMENT

Date

1 March 2024

Parties

- (1) The Company; and
- (2) Datang Capital Holding, a wholly-owned subsidiary of CDC

Subject Matter

Pursuant to the 2024 Comprehensive Financial Services Cooperation Agreement, the Members of Datang Capital Holding shall provide the Group with support on financial leasing¹, factoring, entrusted loans, property rights transactions and asset management and relevant businesses in an aggregate amount not exceeding RMB20 billion per annum from the effective date of the 2024 Comprehensive Financial Services Cooperation Agreement.

The Group and the Members of Datang Capital Holding may, during the term of the agreement, enter into specific contracts in accordance with the terms of the 2024 Comprehensive Financial Services Cooperation Agreement, and such specific contracts shall be subject to the terms of the 2024 Comprehensive Financial Services Cooperation Agreement.

¹ The financial leasing methods to be provided by the lessors comprise sale and leaseback and the direct lease. In particular: sale and leaseback means that the lessors shall purchase the leased assets from the lessees based on the lessees' choice and lease them back to the lessees; and direct lease refers to the purchase by the lessors and the provision of the leased assets to the lessees as per the specifications and requirements of the lessees.

Major Terms of the Agreement

- (1) Subject to compliance with the state policy and the relevant laws and regulations, the Members of Datang Capital Holding shall provide the Group with support on financial leasing, factoring, entrusted loans, property rights transactions and asset management and relevant businesses in an aggregate amount not exceeding RMB20 billion per annum in respect of key investment and construction projects in sectors such as thermal power, hydropower, wind power, recycling economy, including but not limited to:
 - (i) Financial leasing business: the Members of Datang Capital Holding will give full play to the characteristics of flexible forms of financial leasing products, design and arrange treasury services for thermal power, hydropower, wind power, photovoltaic and recycling economy and other energy projects, revitalize the existing assets of completed projects of the Group through sale and leaseback business, adjust the debt structure and improve the financial condition; and ensure the needs of construction funds and guarantee the progress of project construction through direct lease of newly purchased equipment.
 - (ii) Factoring business: the Members of Datang Capital Holding will provide the Group with financing services of factoring business (including accounts receivable factoring and reverse factoring) for key projects in investment and construction in the fields of thermal power, hydropower, wind power, photovoltaic and recycling economy and others, to meet the daily operation and financing needs of the Group, relieve the cash flow pressure of projects and enhance the energy supply guarantee capacity.
 - (iii) Entrusted loan business: the Members of Datang Capital Holding will provide financial support to the projects invested and constructed by the Group and approved by the state by issuing entrusted loans so as to further enrich the financing channels of the Group.
 - (iv) Other financial services (including but not limited to relevant businesses such as property rights transactions, asset management and consulting services): the Members of Datang Capital Holding will give full play to their professional advantages and provide services such as plan design, policy consulting, open offer, analysis and evaluation, and entrusted management for the Group's property rights, asset disposal and revitalization and other asset management businesses.
- (2) Leveraging on their professional advantage in the financial business, the Members of Datang Capital Holding shall provide the Group with various economic consulting services, such as investment and financing consulting, financial advisory, financial leasing consulting, factoring consulting and transaction arrangements.
- (3) The Members of Datang Capital Holding shall, in accordance with the requirements of the Group and after comprehensively considering the factors such as relevant policies and laws and regulations of the PRC, the supply of and demand for capital in the market as well as the structural features of different products, provide the Group with most favourable financing rates

or service rates. The general fee rates shall be equivalent to or more favourable than the domestic industry level. The Members of Datang Capital Holding shall help the Group to reduce the fees and costs and optimize the financial structure while ensuring the construction capital needs of the Group's projects.

- (4) The Members of Datang Capital Holding shall, upon thorough negotiations with the Group, within the scope of the business development and planning of the Group, select appropriate lessees and projects and shall design and offer customized financial leasing, factoring, entrusted loans, property rights transactions and asset management and other business proposals.

Effective Date and Validity Period of the Agreement

The agreement shall become effective when it is duly signed by both parties and affixed with their respective company seals and upon the consideration and approval at the general meeting of the Company, with a validity period of 36 months from the effective date. As the 2024 Comprehensive Financial Services Cooperation Agreement covers the counterparties and types of transactions of the Previous Transactions, upon the 2024 Comprehensive Financial Services Cooperation Agreement taking effect, the 2021 Leasing and Factoring Business Cooperation Agreement, the 2022 Financial Business Cooperation Agreement and the 2023 Factoring Business Cooperation Agreement shall be automatically terminated.

Pricing Policy and Internal Control Measures

The Members of Datang Capital Holding shall, in accordance with the Group's needs and after comprehensively considering the factors such as relevant policies and laws and regulations of the PRC, the supply of and demand for capital in the market as well as the structural features of different products, provide the Group with most favourable financing rates or service rates. The general fee rates shall be equivalent to or more favourable than the domestic industry level. The Members of Datang Capital Holding shall help the Group to reduce the fees and costs and optimize the financial structure while ensuring the construction capital needs of the Group's projects.

Prior to business cooperation with the Members of Datang Capital Holding, the Group shall collect information about the terms of the relevant transactions and their respective interest rates from other domestic financial institutions that are independent of the Company and its connected persons, and make comparisons based on the benchmark interest rate for term loans issued by the People's Bank of China to ensure that the Company is offered with the most favourable transaction terms and the general fee rates of the relevant transactions are equivalent to or more favourable than those offered by other domestic financial institutions, and to strive for the maximisation of the Group's overall interests.

Implication of IFRS 16 (Leases) on the Finance Leasing Arrangement of the Company

The Company adopted, among others, the International Financial Reporting Standards (“IFRS”) 16 (Leases) in its consolidated statement of financial position in connection with leases and finance leases with effect from the beginning of its accounting period on 1 January 2019.

Pursuant to the IFRS 16 (Leases), the Company recognises right-of-use assets at the commencement date of the lease (i.e., the date when the underlying asset is available for use). Right-of-use assets are measured at cost, less any accumulated depreciation and impairment losses, and adjusted for any remeasurement of lease liabilities. At the commencement date of the lease, the Company recognises lease liabilities measured at the present value of lease payments to be made over the lease term. In calculating the present value of lease payments, the Company uses the incremental borrowing rate at the commencement date of the lease if the implicit interest rate in the lease is not readily determinable.

Accordingly, under the IFRS 16 (Leases), the Company will recognise the leased assets of relevant direct lease(s) which represents the right of the Company to use the leased assets (except short-term leases and low-value leases), subject to the specific lease terms and conditions as set out in each of lease agreements. For the sale and leaseback, the relevant transactions will be accounted for as a finance leasing arrangement between the Company and the lessors.

Annual Caps

The Company expects that the annual caps of the proposed transactions under the 2024 Comprehensive Financial Services Cooperation Agreement are as below:

	From the effective date of the agreement to 31 December 2024	From 1 January 2025 to 31 December 2025	From 1 January 2026 to 31 December 2026	From 1 January 2027 to the date of expiration of the agreement
Direct lease	RMB4.5 billion	RMB6 billion	RMB6 billion	RMB1.5 billion
Sale and leaseback	RMB4.5 billion	RMB6 billion	RMB6 billion	RMB1.5 billion
Factoring business	RMB4.5 billion	RMB6 billion	RMB6 billion	RMB1.5 billion
Entrusted loan business	RMB1.49 billion	RMB1.99 billion	RMB1.99 billion	RMB0.5 billion
Other financial services	RMB5 million	RMB10 million	RMB10 million	RMB5 million

In determining the abovementioned annual caps, the Company has considered the following factors, among others:

In respect of financial leasing (including direct lease and sale and leaseback), the proposed annual caps are determined with reference to the Company’s financing plan, which is derived from the expected capital needs of the Group in the next 36 months. Mainly taking into account the fact that the Group’s loans with an aggregate amount ranging from approximately RMB80 billion to RMB100

billion per annum are expected to mature between 2024 and 2027, the principal of financial leasing will be used to replace part of the existing maturing loans and for fulfilling part of the future capital needs for construction of existing projects. These projects (including but not limited to Datang Chaozhou Power Plant Units 5 and 6 Expansion Project, Datang Horinger Husbandry-photovoltaics Complementary Photovoltaic Power Generation Project, Alashan Base 400MW Wind Power Project and Jiangxi Xinyu Phase II Off-site Expansion Thermal Power Project) have been approved by the Board.

In respect of factoring business, the proposed annual caps are determined with reference to the fact that, after comprehensively considering the existing business and future business growth scale of the Group and other factors, (i) it is anticipated that the total amount of account receivables and account payables of the Group every year for the period between 2024 and 2027 will be approximately RMB50 billion; (ii) the financing term of factoring business is relatively short, which can meet the short-term working capital needs.

Taking into account (i) that lease financing is one of the important financing options under the context of the overall debt financing and taxation arrangements in the PRC; (ii) that the Group is an important customer and long-term business partner of the Members of Datang Capital Holding, and the Members of Datang Capital Holding provide more convenient, effective and efficient financial business services to the Group as compared to other financial institutions; (iii) future business growth factors, in order to adequately safeguard the Company's strategic development needs and expand alternate sources of funding for project construction, the Board is of the view that such annual caps and their determination basis are fair and reasonable as far as the Shareholders are concerned and are in the interests of the Company and the Shareholders as a whole.

Historical Transactions

As calculated in accordance with the IFRS 16 (Leases), the historical transaction amounts of the Company's transactions with Shanghai Datang Financial Lease Company, Datang Leasing Company and Datang Factoring Company under the 2021 Leasing and Factoring Business Cooperation Agreement, the 2022 Financial Business Cooperation Agreement and the 2023 Factoring Business Cooperation Agreement, respectively, for the three years ended 31 December 2023 are as below:

	From 1 January 2021 to 31 December 2021	From 1 January 2022 to 31 December 2022	From 1 January 2023 to 31 December 2023 <i>(Note)</i>
Direct lease			
With Shanghai Datang Financial Lease Company	RMB574 million	RMB621 million	RMB288 million
With Datang Leasing Company	RMB439 million	RMB679 million	RMB1.51 billion
Sale and leaseback			
With Shanghai Datang Financial Lease Company	RMB361 million	RMB716 million	RMB553 million
With Datang Leasing Company	RMB1.455 billion	RMB1.85 billion	RMB1.829 billion

	From 1 January 2021 to 31 December 2021	From 1 January 2022 to 31 December 2022	From 1 January 2023 to 31 December 2023 <i>(Note)</i>
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Factoring business

With Shanghai Datang Financial Lease Company	RMB0 million	RMB0 million	RMB0 million
With Datang Leasing Company	RMB0 million	RMB0 million	RMB0 million
With Datang Factoring Company	RMB554 million	RMB1.502 billion	RMB1.742 billion

Note: The transaction amounts for the year ended 31 December 2023 are preliminary accounting data and have not been audited or reviewed by the auditor. Specific and accurate data is subject to the 2023 annual report duly disclosed by the Company.

For the three years ended 31 December 2023, the Group did not enter into any other financial services transactions with Shanghai Datang Financial Lease Company, Datang Leasing Company and Datang Factoring Company.

The Company confirms that as of the date of this announcement, the existing annual caps for the above years and for the year ending 31 December 2024 under the 2021 Leasing and Factoring Business Cooperation Agreement, the 2022 Financial Business Cooperation Agreement and the 2023 Factoring Business Cooperation Agreement have not been exceeded.

REASONS FOR AND BENEFITS OF ENTERING INTO THE 2024 COMPREHENSIVE FINANCIAL SERVICES COOPERATION AGREEMENT

Currently, the Company has entered into agreements and conducted financing business with each of the three subsidiaries of Datang Capital Holding, namely Shanghai Datang Financial Lease Company, Datang Leasing Company and Datang Factoring Company. The 2024 Comprehensive Financial Services Cooperation Agreement entered into between the Company and Datang Capital Holding to unify the contracting of the relevant transactions is conducive to the Company's effective control of various connected transactions between both parties, which can effectively reduce the compliance risk and significantly improve the efficiency, and is a proactive measure for the Company to practically improve the quality of governance of listed company.

Entering into the 2024 Comprehensive Financial Services Cooperation Agreement will be beneficial for Datang Capital Holding to coordinate its subsidiaries in carrying out various businesses, fully utilize its investment capabilities and enhance the funding support to the Group, and will be conducive to further broadening the Group's financing channels, increasing the sources of corporate funding and improving the efficiency of the use of funds.

Pursuant to the 2024 Comprehensive Financial Services Cooperation Agreement, the Group will be able to obtain funding support and related financial services at rates equivalent to or lower than those in the domestic interbank market, and the Group's bargaining power in conducting related business with other financial institutions will be further enhanced, which will help reduce the overall operating costs of the Group.

Besides, the Members of Datang Capital Holding has a deeper understanding of the Group's business operations, which enables it to provide more convenient, efficient and customized financial services than other financial institutions, and effectively enhances the overall operation of the enterprises.

The Directors (including the independent non-executive Directors) are of the view that the relevant terms of the 2024 Comprehensive Financial Services Cooperation Agreement are fair and reasonable, have been entered into after arm's length negotiations and on normal commercial terms, and are in the interests of the Company and its Shareholders as a whole.

INTERNAL CONTROL

Internal Control Policy to Monitor Annual Caps

According to the requirements of management system of the connected transactions of the Company, the finance management department of the Company is responsible for monitoring the transaction amounts relating to the proposed annual caps under the 2024 Comprehensive Financial Services Cooperation Agreement by building up management accounts for continuing connected transactions and designating personnel for management and maintenance, and consolidating and preparing statistics for the transaction amounts incurred in the continuing connected transactions on a monthly basis. The Company will re-comply with the necessary approval procedures in accordance with the Listing Rules in respect of continuing connected transactions that are expected to exceed their annual caps.

Re-complying with the Listing Rules in respect of Revision of Annual Caps

If it is anticipated that any of the annual caps under the 2024 Comprehensive Financial Services Cooperation Agreement will be exceeded during the term of the 2024 Comprehensive Financial Services Cooperation Agreement, the Company will re-comply with the applicable compliance obligations at applicable percentage ratios under Chapter 14A of the Listing Rules based on revised annual caps under the 2024 Comprehensive Financial Services Cooperation Agreement.

Annual Review of Continuing Connected Transactions by External Auditors

The external auditors of the Company will issue a letter to the Board regarding the continuing connected transactions of the Company annually pursuant to the Listing Rules, reporting the Company's pricing policies and annual caps of continuing connected transactions conducted during the previous financial year (including the transactions contemplated under the 2024 Comprehensive Financial Services Cooperation Agreement).

Annual Review of Continuing Connected Transactions by Independent Non-executive Directors

The independent non-executive Directors of the Company will conduct an annual review on the continuing connected transactions conducted by the Company during the entire previous financial year in accordance with the requirements of the Listing Rules, and confirm the transaction amount and terms of the continuing connected transactions in the Company's annual report, and make sure that these transactions are entered into on normal commercial terms, are fair and reasonable, and are conducted in accordance with the relevant terms of the agreement governing continuing connected transactions.

APPROVAL OF THE BOARD

The twenty-fifth meeting of the eleventh session of the Board has considered and approved the Resolution on the Entering into of the Comprehensive Financial Services Cooperation Agreement with China Datang Group Capital Holding Co., Ltd., details of which were set out in the overseas regulatory announcement of the Company dated 1 March 2024.

None of the Directors has any material interest in the 2024 Comprehensive Financial Services Cooperation Agreement. Mr. Ying Xuejun, Mr. Ma Jixian and Mr. Tian Dan, the connected Directors, have abstained from voting on the relevant resolution in accordance with the requirements of the listing rules of the Shanghai Stock Exchange.

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 main service areas of the Company are in the PRC.
2. CDC was established on 9 April 2003 with registered capital of RMB37 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 commissioning of power equipment; power technology development and consultation; power engineering, contracting and consultation of environmental power engineering; development of new energy; self-operated and commissioned import and export business for commodities and technologies.
3. Datang Capital Holding was established on 30 November 2011 with registered capital of RMB2 billion, and is a wholly-owned subsidiary of CDC. It is principally engaged in investment management, asset management and investment consulting.

LISTING RULES IMPLICATIONS

As at the date of this announcement, CDC together with its subsidiaries hold approximately 53.09% of the issued share capital of the Company. Since Datang Capital Holding is a wholly-owned subsidiary of CDC, Datang Capital Holding is a connected person of the Company. Accordingly, the 2024 Comprehensive Financial Services Cooperation Agreement and the transactions contemplated thereunder constitute continuing connected transactions of the Company.

Pursuant to Rules 14.22 and 14A.81 of the Listing Rules, the transactions contemplated under the 2024 Comprehensive Financial Services Cooperation Agreement should be aggregated with the Previous Transactions and treated as if they were one transaction.

As the highest applicable percentage ratios (as defined in Rule 14.07 of the Listing Rules) in respect of the transactions contemplated under the categories of direct lease and sale and leaseback under the 2024 Comprehensive Financial Services Cooperation Agreement, when aggregated with the same category of transactions in the Previous Transactions, are more than 5%, such transactions are subject to the reporting, announcement, annual review and Independent Shareholders' approval requirements under Chapter 14A of the Listing Rules.

As the highest applicable percentage ratio (as defined in Rule 14.07 of the Listing Rules) in respect of the transactions contemplated under the category of direct lease under the 2024 Comprehensive Financial Services Cooperation Agreement, when aggregated with the same category of transactions in the Previous Transactions, is more than 25% but less than 100%, such transactions constitute major transactions of the Company, and are subject to the reporting, announcement and Shareholders' approval requirements under Chapter 14 of the Listing Rules.

As the highest applicable percentage ratio (as defined in Rule 14.07 of the Listing Rules) in respect of the transactions contemplated under the category of sale and leaseback under the 2024 Comprehensive Financial Services Cooperation Agreement, when aggregated with the same category of transactions in the Previous Transactions, is more than 5% but less than 25%, such transactions constitute discloseable transactions of the Company, and are subject to the reporting and announcement requirements under Chapter 14 of the Listing Rules.

As the highest applicable percentage ratio (as defined in Rule 14.07 of the Listing Rules) in respect of the transactions contemplated under the category of factoring business under the 2024 Comprehensive Financial Services Cooperation Agreement, when aggregated with the same category of transactions in the Previous Transactions, is more than 5%, such transactions are subject to the reporting, announcement, annual review and Independent Shareholders' approval requirements under Chapter 14A of the Listing Rules.

As the highest applicable percentage ratio (as defined in Rule 14.07 of the Listing Rules) in respect of the transactions contemplated under the category of factoring business under the 2024 Comprehensive Financial Services Cooperation Agreement, when aggregated with the same category of transactions

in the Previous Transactions, is more than 5% but less than 25%, such transactions constitute discloseable transactions of the Company, and are subject to the reporting and announcement requirements under Chapter 14 of the Listing Rules.

According to the 2024 Comprehensive Financial Services Cooperation Agreement, the entrusted loan services to be provided by the Members of Datang Capital Holding to the Group will constitute financial assistance provided by a connected person for the benefit of the Group. As such entrusted loan services are entered into on normal commercial terms (or better commercial terms for the Group) and the Group will not pledge any assets in respect to the entrusted loan services, according to Rule 14A.90 of the Listing Rules, the entrusted loan services are fully exempted from the reporting, announcement, annual review and Independent Shareholders' approval requirements under Chapter 14A of the Listing Rules.

As the highest applicable percentage ratio (as defined in Rule 14.07 of the Listing Rules) in respect of the transactions contemplated under the category of other financial services under the 2024 Comprehensive Financial Services Cooperation Agreement is less than 0.1%, such transactions are fully exempt from the reporting, announcement, annual review and Independent Shareholders' approval requirements under Chapter 14A of the Listing Rules.

As the highest applicable percentage ratio (as defined in Rule 14.07 of the Listing Rules) in respect of the transactions contemplated under the category of other financial services under the 2024 Comprehensive Financial Services Cooperation Agreement is more than 5% but less than 25%, such transactions constitute discloseable transactions of the Company, and are subject to the reporting and announcement requirements under Chapter 14 of the Listing Rules.

INDEPENDENT BOARD COMMITTEE AND INDEPENDENT FINANCIAL ADVISER

The independent board committee (comprising all the independent non-executive Directors) will be formed to advise the Independent Shareholders on the terms of the Non-exempt Continuing Connected Transactions under the 2024 Comprehensive Financial Services Cooperation Agreement.

The Company has appointed Trinity Corporate Finance Limited as the Independent Financial Adviser to advise the independent board committee and the Independent Shareholders on the terms of the Non-exempt Continuing Connected Transactions under the 2024 Comprehensive Financial Services Cooperation Agreement.

DESPATCH OF CIRCULAR

A circular containing details of the 2024 Comprehensive Financial Services Cooperation Agreement, a letter from the independent board committee and a letter from the Independent Financial Adviser, both advising on the terms of the Non-exempt Continuing Connected Transactions under the 2024 Comprehensive Financial Services Cooperation Agreement, will be despatched to the Shareholders in compliance with the Listing Rules. As additional time is required by the Company to prepare the information to be included in the circular, the circular is expected to be despatched to the

Shareholders on or before 31 May 2024. If it is expected that there will be a delay to the despatch of the circular, a further announcement will be published in accordance with the Listing Rules stating the reason for the delay and the new expected date of despatch of the circular.

DEFINITIONS

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

“2021 Leasing and Factoring Business Cooperation Agreement”	the Leasing and Factoring Business Cooperation Agreement entered into between the Company and Shanghai Datang Financial Lease Company on 16 December 2021. For details, please refer to the announcement of the Company dated 16 December 2021 and the circular of the Company dated 10 January 2022
“2022 Financial Business Cooperation Agreement”	the Financial Business Cooperation Agreement entered into between the Company and Datang Leasing Company on 16 June 2022. For details, please refer to the announcement of the Company dated 16 June 2022 and the circular of the Company dated 28 July 2022
“2023 Factoring Business Cooperation Agreement”	the Factoring Business Cooperation Agreement entered into between the Company and Datang Factoring Company on 21 February 2023. For details, please refer to the announcement of the Company dated 21 February 2023 and the circular of the Company dated 19 April 2023
“2024 Comprehensive Financial Services Cooperation Agreement”	the Comprehensive Financial Services Cooperation Agreement entered into between the Company and Datang Capital Holding on 1 March 2024
“associate(s)”	has the meaning ascribed to it under the Listing Rules
“Board”	the board of Directors
“CDC”	China Datang Corporation Ltd., a wholly state-owned company established under the laws of the PRC, whose ultimate beneficial owner is the State-owned Assets Supervision and Administration Commission of the State Council of the PRC, and is the controlling shareholder of the Company. For details, please refer to the section headed “Information of the Relevant Parties” of 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. For details, please refer to the section headed “Information of the Relevant Parties” of this announcement
“connected person”	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 Capital Holding”	China Datang Group Capital Holding Co., Ltd. (中國大唐集團資本控股有限公司), a company established under the laws of the PRC and a wholly-owned subsidiary of CDC
“Datang Factoring Company”	Datang Commercial Factoring Company Limited (大唐商業保理有限公司), a company established under the laws of the PRC and a subsidiary of Datang Capital Holding
“Datang Leasing Company”	Datang Finance Leasing Company Limited (大唐融資租賃有限公司), a company established under the laws of the PRC and a subsidiary of Datang Capital Holding
“Director(s)”	the director(s) of the Company
“Group”	the Company and its subsidiaries
“Independent Financial Adviser” or “Trinity Corporate Finance Limited”	Trinity Corporate Finance Limited, a licensed corporation under the SFO permitted to conduct type 6 (advising on corporate finance) regulated activities, being the independent financial adviser appointed by the Company to advise the independent board committee and the Independent Shareholders on the terms of the Non-exempt Continuing Connected Transactions under the 2024 Comprehensive Financial Services Cooperation Agreement
“Independent Shareholder(s)”	Shareholder(s) other than CDC and its associates as well as any other Shareholder who has a material interest in the transactions contemplated under the 2024 Comprehensive Financial Services Cooperation Agreement

“Listing Rules”	the Rules Governing the Listing of Securities on the Stock Exchange
“Members of Datang Capital Holding”	Datang Capital Holding and/or its subsidiaries
“Non-exempt Continuing Connected Transactions”	collectively, the transactions contemplated under the categories of financial leasing (including direct lease and sale and leaseback) and factoring business under the 2024 Comprehensive Financial Services Cooperation Agreement
“PRC”	the People’s Republic of China
“Previous Transactions”	the transactions respectively contemplated under the 2021 Leasing and Factoring Business Cooperation Agreement, the 2022 Financial Business Cooperation Agreement and the 2023 Factoring Business Cooperation Agreement
“RMB”	Renminbi, the lawful currency of the PRC
“SFO”	the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong)
“Shanghai Datang Financial Lease Company”	Shanghai Datang Financial Lease Co., Ltd. (上海大唐融資租賃有限公司), a company established under the laws of the PRC and a subsidiary of Datang Capital Holding
“Shareholders”	shareholders of the Company
“Stock Exchange”	The Stock Exchange of Hong Kong Limited
“%”	per cent

By order of the Board
Sun Yanwen
Joint Company Secretary

Beijing, the PRC, 1 March 2024

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

Wang Shunqi, Ying Xuejun, Xu Guang, Ma Jixian, Tian Dan, Zhu Shaowen, Cao Xin, Zhao Xianguo, Jin Shengxiang, Sun Yongxing, Niu Dongxiao, Zong Wenlong*, Zhao Yi*, Zhu Dahong*, You Yong**

** Independent non-executive Directors*