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**CGN Power Co., Ltd.\***  
**中國廣核電力股份有限公司**

*(A joint stock company incorporated in the People's Republic of China with limited liability)*  
**(Stock Code: 1816)**

**ANNOUNCEMENT ON  
PRELIMINARY ANNUAL RESULTS FOR THE YEAR 2019**

This announcement is made by CGN Power Co., Ltd.\* (the “**Company**”) pursuant to Rule 13.09 and Rule 13.10B of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited and the Inside Information Provisions under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of The Laws of Hong Kong).

The following information is also published on the website of Shenzhen Stock Exchange. Please refer to the “CGN Power Co., Ltd.\* Announcement on Preliminary Annual Results for the Year 2019” published by the Company on the website of Shenzhen Stock Exchange in Chinese.

By Order of the Board  
**CGN Power Co., Ltd.\***  
**Zhang Shanming**  
*Chairman*

The PRC, February 26, 2020

*As of the date of this announcement, the Board comprises Mr. Gao Ligang as executive Director; Mr. Zhang Shanming, Mr. Tan Jiansheng, Mr. Shi Bing and Mr. Zhang Yong, as non-executive Directors; Mr. Na Xizhi, Mr. Hu Yiguang and Mr. Francis Siu Wai Keung, as independent non-executive Directors.*

\* *For identification purpose only*

## CGN Power Co., Ltd.\*

### Announcement on Preliminary Annual Results for the Year 2019

The Company and its board of directors confirm the truth, accuracy and completeness of the information disclosed, and that there is no false statement, misleading representation or material omission.

Special notice: Annual financial data for the year 2019 contained in this announcement are the preliminary financial data that have been audited by the internal audit department of the Company but have not been audited by the accounting firm. There may be discrepancies between information contained herein and the final data to be disclosed in the annual report. Investors are advised to beware of the investment risks.

#### I. Major Financial Data and Indicators for the Year 2019

Unit: Renminbi (RMB million)

Item	The Reporting Period	The same period last year	Change (%)
Total operating revenue	60,875.18	50,827.92	19.77
Operating profit	16,587.61	14,945.77	10.99
Total profit	16,555.10	14,899.48	11.11
Net profit attributable to shareholders of the Company	9,465.70	8,702.63	8.77
Basic earnings per share (in RMB/share)	0.201	0.191	5.24
Weighted average return on net Assets (%)	12.2	13.0	Decrease by 0.8 percentage point
	As at the end of the Reporting Period	As at the beginning of the Reporting Period	Change (%)
Total assets	387,999.86	369,660.10	4.96
Owners' equity attributable to shareholders of the Company	89,827.99	71,114.92	26.31
Share capital (share million)	50,498.61	45,448.75	11.11
Net assets per share attributable to shareholders of the Company (in RMB/share)	1.78	1.56	14.10

Note 1: The above data are prepared based on the consolidated statements of the Company.

Note 2: From January 1, 2019, the Company commenced the adoption of the Accounting Standards for Business Enterprises No. 21 – Leases (Cai Kuai [2018] No. 35, the “New

**Standards for Leases**”)《企業會計準則第21號—租賃》(財會[2018]35號)), which was revised by the Ministry of Finance in 2018. In accordance with the New Standards for Leases, for operating leases subsisting prior to the date of initial adoption, the Company as lessees shall measure lease liabilities on the date of initial adoption based on remaining lease payments discounted to present value using the incremental borrowing rate for lessees prevailing on the date of initial adoption, and where the amount of each lease is equivalent to the amount of lease liabilities, necessary adjustments are made based on rental prepayments for the measurement of right-of-use assets. At the beginning of the reporting period, right-of-use assets of RMB 1,202,135,473.97 was recognized, which items reclassified into right-of-use assets such as prepayments amounted RMB 97,704,700.97, excluding the affect of re-classification , the net assets at the beginning of the reporting period recorded a net increase of RMB 1,104,430,773.00 when compared with the end of last year.

Note 3: In August 2019, the Company issued 5,049,861,100 RMB-denominated ordinary shares (A shares) via its initial public offering on the Shenzhen Stock Exchange. After the issuance, the total number of shares increased to 50,498,611,100, and net proceeds amounted to RMB12,389,775,559.44 after deducting issuance expenses.

## **II. Discussion of Operating Results and Financial Position**

1. The Company achieved an operating revenue of RMB 60.875 billion in 2019, representing an increase of 19.77% as compared with 2018; operating profit was RMB 16.588 billion, representing an increase of 10.99% as compared with 2018; net profit attributable to shareholders of the listed company was RMB 9.466 billion, representing an increase of 8.77% as compared with 2018. During the reporting period, the growth in the Company’s results was mainly attributable to substantial increase in on-grid power generation as compared with the last year resulting from Units 5 and 6 of Yangjiang Nuclear, our subsidiary, commenced commercial operation in July 2018 and July 2019, respectively, and Units 1 and 2 of Taishan Nuclear, our subsidiary, commenced commercial operation in December 2018 and September 2019, respectively. In 2019, the subsidiaries and associates of the Company achieved total on-grid power generation of 178.97 billion kWh, representing an increase of 13.96% as compared with 2018. Increase in operating revenue, operating profit and net profit attributable to shareholders of the listed company were in line with the growth in on-grid power generation.

2. At the end of the reporting period, owner's equity attributable to shareholders of the listed company increased by 26.31% as compared with the beginning of the reporting period, mainly due to the Company initiated the initial public offering of RMB ordinary shares (A shares) of 5.05 billion shares on the Shenzhen Stock Exchange in August 2019, the net proceeds excluding issuing expenses amounted to RMB 12.39 billion.

### **III. Discussion of Differences with Previously Disclosed Results Forecast**

Before the disclosure of this preliminary annual results, the 2019 operating results were not disclosed in accordance with relevant regulations.

### **IV. Documents Available for Inspection**

1. The comparative balance sheet and profit and loss statements signed by the legal representative, the chief financial officer, and the head of financial section of the Company, and stamped with the corporate seal.

2. The internal audit report signed by the head of the internal audit department.

The Board of Directors of  
CGN Power Co., Ltd. \*  
February 26, 2020