

Stock Abbreviation: Yue Dian Li A Yue Dian Li B; Stock Code: 000539, 200539 Announcement No.: 2006-24

## **Guangdong Electric Power Development Co., Ltd.**

### **Notice on Electricity Rate Adjustment**

The Company and its directors hereby guarantee that the content of information disclosure is real, accurate, complete and free from any false record, misleading representation or material omissions.

The Company and its directors hereby guarantee that the content of information disclosure is real, accurate, complete and free from any false record, misleading representation or material omissions.

As per Document [2006] No. 144 of Guangdong Price Bureau "Notice on adjusting on-grid electricity rate", the subsidiary power plants of our company will have the following on-grid electricity rate adjustment starting from July 1, 2006: the on-grid electricity rate of units #1-#4 of the wholly owned Shajiao A Power Plant is RMB0.4184/kwh (previous one was RMB0.40416/kwh); on-grid electricity rate of unit #5 (including desulfuration expenses) is RMB0.4534/kwh (previous one was RMB0.41916/kwh temporarily); the on-grid electricity rate of Zhanjiang Power Co., Ltd. (Zhanjiang Power Plant) for which our company holds 76% share is RMB0.4578/kwh (previous one was RMB0.44359/kwh); the on-grid electricity rate of units #3 & #4 of Meixian Power Plant under Guangdong Yuejia Power Co., Ltd. for which our company holds 58% share is RMB0.4617/kwh (previous one was RMB0.44745/kwh, and on-grid electricity rate of units #5 & #6 of Meixian Power Plant (including desulfuration expenses) is RMB0.4533/kwh (previous one for unit #5 was RMB0.4391/kwh); the on-grid electricity rate for unit #10 of Shaoguan Power Plant under Guangdong Shaoguan Yuejiang Power Co., Ltd. for which our company holds 65% share is RMB0.4909/kwh (previous one was RMB0.47670/kwh), and on-grid electricity rate of unit #11 of Shaoguan Power Plant (including desulfuration expenses) is RMB0.4532/kwh (previous one was RMB0.439/kwh); the on-grid electricity rate for unit #5 of Maoming Thermal Power Plant under Guangdong Maoming Ruineng Thermal Power Co., Ltd. for which our company holds 51% share is

RMB0.4383/kwh (previous one was RMB0.42410/kwh); the on-grid electricity rate for unit #6 of Maoming Thermal Power Plant under Guangdong Maoming Zhenneng Thermal Power Co., Ltd. for which our company holds 51% share (including desulfuration expenses) is RMB0.4532/kwh. All the above electricity rates are inclusive of tax. The on-grid electricity rate including desulfuration expense of RMB0.015/kwh (including tax) of units #5 & #6 of Meixian Power Plant, unit #11 of Shaoguan Power Plant, and unit #6 of Maoming Thermal Power Plant will take effect as of the starting date of the commercial operation of desulfuration equipment. According to the estimate based on the on-grid electricity volume approved by the Provincial Development & Reform Commission, the above electricity rate adjustment can increase our sales income of 2006 by about RMB160 million, which will have positive influence on our performance in 2006, but the specific influential value is hard to estimate accurately due to the change of power generation cost.

The Board of Directors of Guangdong Electric Power Development Co., Ltd.

July 8, 2006