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Beijing Jingneng Clean Energy Co., Limited
北京京能清潔能源電力股份有限公司

(A joint stock company incorporated in the People's Republic of China with limited liability)
(Stock Code: 00579)

ANNOUNCEMENT
FURTHER INFORMATION ON PAYMENT OF
2011 FINAL DIVIDEND

Reference is made to the announcement of Beijing Jingneng Clean Energy Co., Limited (the “**Company**”) dated 28 March 2012 in respect of, among other things, the payment of the final dividend for the year ended 31 December 2011 (the “**2011 Final Dividend**”). The proposal for the payment of the 2011 Final Dividend is subject to the consideration and approval of the shareholders at the annual general meeting of the Company. The board of directors of the Company (the “**Board**”) hereby provides further information about the payment of the 2011 Final Dividend as follows.

Pursuant to the Enterprise Income Tax Law of the People's Republic of China (the “**PRC**”) and its implementation rules, which came into force since 1 January 2008 and other relevant rules, where the Company distributes the proposed 2011 Final Dividend to non-resident enterprise shareholders whose names appear on the register of members for H shares of the Company, it is required to withhold enterprise income tax at a rate of 10%. Any H shares registered in the name of non-individual registered shareholders, including HKSCC Nominees Limited, other nominees or trustees, or other organisations or groups, will be treated as shares being held by non-resident enterprise shareholders, and consequently will be subject to the withholding of the enterprise income tax.

Pursuant to the PRC Individual Income Tax Law, the Implementation Regulations of the Individual Income Tax Law, the Tentative Measures on Withholding and Payment of Individual Income Tax and other relevant laws and regulations, the foreign individuals who are the holders of H shares shall pay individual income tax at a tax rate of 20% upon their receipt of distribution of dividend from domestic enterprises which issued such H shares, which shall be withheld and paid by such domestic enterprises on behalf of the such individual H shareholders. However, the Notice of the Ministry of Finance and the State Administration of Taxation on Certain Policies Regarding Individual Income Tax effective from 13 May 1994 (the “**1994 Notice**”) grants exemption to foreign individuals from PRC individual income tax on dividend from foreign-invested enterprises. Since the Company has become a “foreign-invested enterprise” since August 2010 as approved by the relevant PRC authorities, the individual shareholders

who hold the Company's H shares and whose names appear on the register of members of H shares of the Company (the "**Individual H Shareholders**") are not required to pay PRC individual income tax when the Company distributes the 2011 Final Dividend based on the 1994 Notice. Therefore, the Company will not withhold any amount of the 2011 Final Dividend to be distributed to the Individual H Shareholders to pay the PRC individual income tax. The Company will publish further announcement if there are other developments on this matter.

Shareholders are recommended to consult their taxation advisors for advice on the PRC, Hong Kong and other tax effects with respect to the holding and disposing of H shares of the Company.

By order of the Board
Beijing Jingneng Clean Energy Co., Limited
LU Haijun
Chairman

Beijing, the PRC
1 April 2012

As at the date of this announcement, the non-executive directors of the Company are Mr. Lu Haijun, Mr. Guo Mingxing, Mr. Xu Jingfu, Mr. Liu Guochen and Mr. Yu Zhongfu; the executive director of the Company is Mr. Meng Wentao; and the independent non-executive directors of the Company are Mr. Liu Chaoan, Mr. Shi Xiaomin, and Ms. Lau Miu Man.