

Edgar Filing: HUANENG POWER INTERNATIONAL INC - Form 6-K

HUANENG POWER INTERNATIONAL INC

Form 6-K

August 11, 2005

FORM 6-K

SECURITIES AND EXCHANGE COMMISSION  
WASHINGTON, D.C. 20549

Report of Foreign Private Issuer  
Pursuant to Rule 13a-16 or 15d-16 of  
the Securities Exchange Act of 1934

For the month of August, 2005

(Indicate by check mark whether the registrant files or will file annual reports  
under cover of Form 20-F or Form 40-F.)

Form 20-F  Form 40-F

(Indicate by check mark whether the registrant by furnishing the information  
contained in this form is also thereby furnishing the information to the  
Commission pursuant to Rule 12g3-2(b) under the  
Securities Exchange Act of 1934.)

Yes  No

(If "Yes" is marked, indicate below the file number assigned to registrant  
in connection with Rule 12g3-2(b): 82-\_\_\_\_\_.)

N/A

Huaneng Power International, Inc.  
West Wing, Building C, Tianyin Mansion  
No. 2C Fuxingmennan Street  
Xicheng District  
Beijing, 100031 PRC

This Form 6-K consists of:

The press release on announced unaudited operating results for the six months  
period ended June 30, 2005 of Huaneng Power International, Inc. (the  
"Registrant"), made by the Registrant in English on August 9, 2005.

SIGNATURE

Pursuant to the requirements of the Securities Exchange Act of 1934,  
the registrant has duly caused this report to be signed on its behalf by the  
under-signed, thereunto duly authorized.

HUANENG POWER INTERNATIONAL, INC.

# Edgar Filing: HUANENG POWER INTERNATIONAL INC - Form 6-K

By /s/ Huang Long  
-----

Name: Huang Long

Title: Director

Date: August 9, 2005

[GRAPHIC OMITTED]

To: Business Editor  
[For Immediate Release]

## HUANENG POWER INTERNATIONAL, INC. Announces 2005 Interim Results

(Beijing, China, August 9, 2005) Huaneng Power International, Inc. (the Company) [NYSE: HNP; HKEx: 902; SSE: 600011] today announced its unaudited operating results for the six months period ended June 30, 2005.

Net operating revenues of the Company and its subsidiaries for the first half of 2005 were RMB18.800 billion (equivalent to approximately US\$2.272 billion), representing an increase of 45.02% compared to the same period last year. The net profit attributable to the equity holders of the Company was RMB1.679 billion (equivalent to approximately US\$0.203 billion), representing a decrease of 32.32% compared to the same period last year. Earnings per share was RMB0.14, or RMB5.60 (equivalent to US\$0.68) for each American Depositary Share. The board of directors does not recommend any interim dividends for year 2005.

The increase in the Companys net operating revenues was mainly attributable to the increase in power generation. In the first half of 2005, the Companys total power generation based on a consolidated basis amounted to 71.843 billion kWh, an increase of 47.1% over the same period last year, with such increase mainly attributable to the newly acquired power plants and newly operated generating units. The increase of settlement tariff rates of existing power plants also contributed to the revenues increase.

The decrease of the net profit attributable to the equity holders of the Company was mainly due to the substantial increase in fuel costs. The unit fuel cost of the Company for the first half of the year increased by 22% when compared to the same period last year. The increase in fuel costs was mainly attributable to the substantial increase in natural coal prices, increase in transportation costs and declining thermal coal quality.

In the first half of 2005, the Company continued to expand its operation scale. During the first half of the year, 2 x 330MW coal-fired generating units of Jiangsu Huaiyin Power Plant Phase II and two hydroelectric power stations of Jialingjiang Qingju and Fujiang Ziyili under Sichuan Hydro Power commenced commercial operation, bringing an additional generation capacity of 539MW on an equity basis. In addition, the Company entered into a transfer agreement with Jiangsu Yueda Investment Company Limited, pursuant to which the Company agreed to acquire the latters 26.36% equity interest in Huaiyin Power Plant Phase I (2 x 220MW coal-fired generating units). The equity interest of Huaiyin Power Plant Phase I owned by the Company was then increased to 90% and the generation

## Edgar Filing: HUANENG POWER INTERNATIONAL INC - Form 6-K

capacity on an equity basis of the Company was then increased by 116MW. As at June 30, 2005, the Company's power generation capacity on an equity basis amounted to 21,653MW.

In the second half of year 2005, the national economy will continue to maintain steady and rapid development which will bring about stable and rapid growth in electricity demand, thus providing favourable market conditions for the Company to undertake steady increase in power generation. The coal-electricity price linkage mechanism adopted by the State brought about an increase in the settlement tariff levels, which could minimize the negative impact on the generation and operation of the Company brought about by the rise in coal prices. The Company is confident about coping with the changes in the coal market and is determined that under the premises of ensuring an effective and timely supply of fuel, it will endeavour to reduce fuel costs and to complete various tasks set for the year.

Huaneng Power International, Inc. develops, constructs, operates and manages large power plants in China nationwide, with a total generation capacity of 21,653MW on an equity basis. The Company wholly owns sixteen operating power plants, and has controlling interests in ten operating power companies and minority interests in four operating power companies. Today, it is one of the largest independent power producers in China.

UANENG POWER INTERNATIONAL, INC. AND ITS SUBSIDIARIES  
CONDENSED CONSOLIDATED INTERIM BALANCE SHEET (UNAUDITED)  
AS AT 30TH JUNE, 2005

(Amounts expressed in thousands)

	As of 30th June, 2005	
	Rmb	US\$
<b>ASSETS</b>		
Non-current assets		
Property, plant and equipment, net	72,457,443	8,754,600
Investment in associates	4,297,427	519,232
Available-for-sale investment	254,990	30,809
Land use rights	1,698,673	205,241
Other non-current assets	357,750	43,225
Deferred income tax assets	133,298	16,106
Goodwill	671,293	81,108
Less: Negative goodwill	-	-
Total non-current assets	79,870,874	9,650,321
Current assets		
Inventories, net	2,538,944	306,765
Other receivables and assets, net	1,161,587	140,348
Accounts receivable, net	5,897,415	712,549
Due from Huaneng Group	8,461	1,022
Due from other related parties	16,357	1,976
Restricted cash	200,281	24,199
Temporary cash investments	7,641	923
Cash and cash equivalents	2,724,723	329,212

Edgar Filing: HUANENG POWER INTERNATIONAL INC - Form 6-K

Total current assets	12,555,409	1,516,994
	-----	-----
Total assets	92,426,283	11,167,315
	=====	=====
EQUITY AND LIABILITIES		
Capital and reserves attributable to the Company's equity holders		
8,500,000,000 (2004: 8,500,000,000) Domestic Shares, par value Rmb1.00 each, in form of legal person shares	8,500,000	1,027,004
500,000,000 (2004: 500,000,000) A Shares, par value Rmb1.00 each	500,000	60,412
3,055,383,440 (2004: 3,055,383,440) Overseas Listed Foreign Shares, par value Rmb1.00 each	3,055,383	369,164
Additional paid-in capital	8,972,184	1,084,055
Dedicated capital	4,065,970	491,267
Retained earnings		
Proposed dividend	-	-
Others	11,098,508	1,340,966
	-----	-----
	36,192,045	4,372,868
Minority interests	5,434,898	656,666
	-----	-----
Total equity	41,626,943	5,029,534
	-----	-----
Non-current liabilities		
Long-term loans from a shareholder	800,000	96,659
Long-term bank loans	24,986,539	3,018,974
Other long-term loans	767,143	92,689
Deferred income tax liabilities	1,124,071	135,815
Other non-current liabilities	14,500	1,752
	-----	-----
Total non-current liabilities	27,692,253	3,345,889
	-----	-----
Current liabilities		
Accounts payable and other liabilities	6,028,188	728,351
Dividends payable to shareholders of the Company	-	-
Taxes payable	748,430	90,428
Due to Huaneng Group	63,939	7,725
Due to HIPDC	51,044	6,167
Due to an associate	3,655	442
Due to other related parties	78,535	9,489
Staff welfare and bonus payables	210,613	25,447
Short-term bonds	4,856,433	586,774
Short-term loans	8,675,300	1,048,185
Current portion of long-term bank loans	1,964,677	237,380
Current portion of other long-term loans	426,273	51,504
	-----	-----
Total current liabilities	23,107,087	2,791,892
	-----	-----
Total equity and liabilities	92,426,283	11,167,315
	=====	=====

For the convenience of the reader, translation of amounts from Renminbi (Rmb) into United States dollars (US\$) has been made at the rate of US\$1.00=Rmb8.2765 announced by the People's Bank of China on 30th June, 2005. No representation is made that Renminbi amounts could have been, or could be,

## Edgar Filing: HUANENG POWER INTERNATIONAL INC - Form 6-K

converted into United States dollars at that rate as of 30th June 2005, or at any other certain rate.

HUANENG POWER INTERNATIONAL, INC. AND ITS SUBSIDIARIES  
 CONDENSED CONSOLIDATED INTERIM STATEMENT OF INCOME (UNAUDITED)  
 FOR THE SIX MONTHS ENDED 30TH JUNE, 2005

(Amounts expressed in thousands, except per share data)

	For the six months ended 30th June,		
	2005		2004
	Rmb	US\$	Rmb
Operating revenue, net	18,800,474	2,271,549	12,963,871
Operating expenses:			
Fuel	(10,353,644)	(1,250,969)	(6,026,598)
Maintenance	(606,883)	(73,326)	(410,573)
Depreciation	(3,174,402)	(383,544)	(2,124,463)
Labor	(1,129,565)	(136,479)	(799,292)
Service fees to HIPDC	(70,493)	(8,517)	(105,038)
Others	(797,341)	(96,338)	(305,036)
Total operating expenses	(16,132,328)	(1,949,173)	(9,771,000)
Profit from operation	2,668,146	322,376	3,192,871
Interest income	25,196	3,044	27,893
Interest expense	(723,260)	(87,387)	(244,085)
Bank charges and exchange losses, net	93,144	11,254	(10,500)
Total financial expenses	(604,920)	(73,089)	(226,692)
Share of profit of associates	238,741	28,846	81,080
Gain from disposal of investments	-	-	4
Other income, net	38,311	4,629	28,577
Profit before tax	2,340,278	282,762	3,075,840
Income tax expenses	(348,774)	(42,140)	(502,686)
Profit for the period	1,991,504	240,622	2,573,154
Attributable to:			
Equity holders of the Company	1,679,253	202,895	2,481,127
Minority interests	312,251	37,727	92,027
	1,991,504	240,622	2,573,154
Earnings per share for profit attributable to the equity holders of the Company during the period			
- basic	0.14	0.02	0.21
- diluted	N/A	N/A	0.21

=====

For the convenience of the reader, translation of amounts from Renminbi (Rmb) into United States dollars (US\$) has been made at the rate of US\$1.00=Rmb8.2765 announced by the People's Bank of China on 30th June, 2005. No representation is made that Renminbi amounts could have been, or could be, converted into United States dollars at that rate as of 30th June, 2005, or at any other certain rate.

Forward-looking Statement

In this press release, our use of the words "expect", "anticipate", "estimate", "project", "forecast", "plan", and similar expressions is intended to identify forward-looking statements. While these statements represent our current judgment on what the future may hold, and we believe these judgments are reasonable, actual results may differ materially due to numerous important factors that are described in the Company's most recent report on SEC Form 20-F which may be revised or supplemented in subsequent reports on SEC Form 20-F. Such factors include, among others, the following: changes in economic conditions; currency-exchange rates or political stability; shortages of fuel supplies, changes in the competitive environment; changes in laws, regulations and tax rates; and, the ability of the corporation to achieve reductions in cost levels to realize production efficiencies and implement capital expenditures at levels and times planned by management.

~ End ~

For any details regarding the interim results, please refer to the announcements published on Wen Wei Po and South China Morning Post dated August 10, 2005. The soft copy of the announcement will also be made available at the following websites: Hong Kong Stock Exchange: <http://www.hkex.com.hk> The Company: <http://www.hpi.com.cn>

Encl: The unaudited condensed consolidated balance sheet and condensed consolidated income statement of the Company and its subsidiary for the six months period ended June 30, 2005, prepared under International Financial Reporting Standards.

For further information, please contact:

Ms. Meng Jing / Ms. Zhao Lin  
Huaneng Power International, Inc.  
Tel: (8610) 6649 1856 / 1866  
Fax: (8610) 6649 1860  
Email: [ir@hpi.com.cn](mailto:ir@hpi.com.cn)

Ms. Christy Lai / Ms. Edith Lui  
Rikes Communications Limited  
Tel: (852) 2520 2201  
Fax: (852) 2520 2241