

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

HUANENG POWER INTERNATIONAL INC
Form 6-K
October 19, 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 October, 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 announcement for performance in the first three quarters of 2005 of Huaneng Power International, Inc. (the "Registrant"), made by the Registrant in English on October 18, 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.

By /s/ Huang Long

Name: Huang Long

Title: Director

Date: October 18, 2005

[GRAPHIC OMITTED]

(a Sino-foreign joint stock limited company incorporated in the People's Republic of China) (Stock code : 902)

Overseas Regulatory Announcement

Performance in the First Three Quarters of 2005

Pursuant to the regulations of the China Securities Regulatory Commission, Huaneng Power International, Inc. (the "Company") is required to publish a quarterly report for each of the first and third quarters.

All financial information set out in this quarterly report is unaudited and prepared in accordance with the PRC Accounting Standards ("PRC GAAP").

This announcement is made pursuant to Rule 13.09(2) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

1. IMPORTANT NOTICE

- 1.1 The Directors of the Company guarantee that the information contained in this report does not contain any false statements, misleading representations or material omissions. The Directors collectively and individually accept responsibility as to the authenticity, accuracy and completeness of the content of this report.
- 1.2 For other business reasons, Mr. Huang Yongda (Executive Director), Mr. Wu Yusheng and Mr. Xia Donglin (both Independent Non-executive Directors) did not attend the meeting of the Board of Directors and appointed Mr. Li Xiaopeng (Chairman) to exercise their voting rights.
- 1.3 Each of Mr. Li Xiaopeng (Chairman), Mr. Huang Jian (Chief Accountant) and Ms. Zhou Hui (person in charge of Financial Department) declared to guarantee the accuracy and completeness of the content of the third quarterly report of 2005.
- 1.4 All financial information set out in this third quarterly report is unaudited and prepared in accordance with the PRC Accounting Standards.
- 1.5 This announcement is made pursuant to Rule 13.09(2) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

2. COMPANY PROFILE

2.1 Corporate Information

Stock Abbreviation at [GRAPHIC OMITTED]
Shanghai Stock Exchange

Stock Code	Shanghai Stock Exchange: 600011	The Stock Exchange of HongKong Limited: 902	New York Sto
------------	------------------------------------	--	--------------

	Company Secretary	Securities Repres
Name	Huang Long	Gu Biqian
Correspondence Address	West Wing, Building C, Tianyin Mansion, 2C Fuxingmennan Street, Xicheng District, Beijing	West Wing, Buildi Mansion, 2C Fuxin Xicheng District,
Telephone Number	8610-66491999	8610-66491021

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

Fax Number	8610-66491888	8610-66491860
E-mail	huangl @hpi.com.cn	gbq @hpi.com.cn

2.2 Financial Information (PRC GAAP)

2.2.1 Major Unaudited Financial Information and Financial Indicators (Amounts: In Rmb Yuan)

	End of current reporting period	End of last reporting period
Total Assets	90,916,575,350	71,324,970
Shareholders' equity (excluding: minority interests)	37,220,057,181	37,183,400
Net assets per share	3.09	
Adjusted net assets per share	3.05	
From the beginning of the current reporting period to the end of the current reporting period		
Net cash inflow from operating activities	4,472,073,632	7,347,730
Earnings per share	0.12	
Return on net assets (%)	3.84	
Return on net assets after deducting non-recurring items (%)	3.83	

Non-recurring items

Gains/(Losses) from disposal of assets other than the products of the Company	
Non-operating income/(expense), net, after deducting impairment provisions for assets	
Reversal for asset impairment	
Other non-recurring items recognized by CSRC	
Tax impact on non-recurring items	
Total	

2.2.2 Profit and Loss Accounts

UNAUDITED PROFIT AND LOSS ACCOUNTS (PRC GAAP)
FOR THE THIRD QUARTER ENDED 30TH SEPTEMBER, 2005

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

	Amount		
	For the third quarter ended 30th September, 2005 Consolidated	For the third quarter ended 30th September, 2005 The Company	For the t qua ended Septem
1. Revenues from principal operations	10,264,947,517	6,967,583,382	8,379,835
Less: Cost of principal operations	(7,906,533,310)	(5,520,126,664)	(6,355,764,
Tax and levies on principal operations	(29,713,556)	(1,351,227)	(18,217,
2. Profit from principal operations	2,328,700,651	1,446,105,491	2,005,853
Add: Profit from other operations	16,194,602	11,249,557	25,578
Less: General and administrative expenses	(182,889,342)	(154,694,935)	(171,648,
Financial expenses, net	(245,064,876)	(65,707,880)	(258,228,
3. Operating profit	1,916,941,035	1,236,952,233	1,601,555
Add: Investment income	66,681,900	354,442,158	69,143
Subsidy income	16,933,538	16,933,538	
Non-operating income	3,934,989	908,374	3,867
Less: Non-operating expenses	(9,865,930)	(2,107,876)	(2,836,
4. Profit before taxation and minority interests	1,994,625,532	1,607,128,427	1,671,730
Less: Income tax	(350,770,791)	(177,020,018)	(257,306,
Minority interests	(213,746,332)	-	(85,458,
5. Net profit	1,430,108,409	1,430,108,409	1,328,964

2.2.2 Profit and Loss Accounts (Cont'd)

UNAUDITED PROFIT AND LOSS ACCOUNTS (PRC GAAP) FOR THE NINE MONTHS ENDED 30TH SEPTEMBER, 2005

Item	For the nine months ended 30th September, 2005 Consolidated	For the nine months ended 30th September, 2005 The Company	For the months e 30th Septem
1. Revenues from principal operations	29,125,622,148	19,432,833,149	21,420,124
Less: Cost of principal operations	(23,287,828,606)	(16,103,720,747)	(15,854,404,
Tax and levies on principal operations	(84,694,084)	(4,745,129)	(43,514,
2. Profit from principal operations	5,753,099,458	3,324,367,273	5,522,204
Add: Profit from other operations	46,793,227	35,932,321	38,633
Less: General and administrative expenses	(627,786,410)	(446,150,999)	(381,739,

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

	Financial expenses, net	(932,220,309)	(407,871,582)	(513,612,)
3.	Operating profit	4,239,885,966	2,506,277,013	4,665,486
	Add: Investment income	165,354,074	915,170,311	149,002
	Subsidy income	16,933,538	16,933,538	
	Non-operating income	17,263,941	13,796,716	5,296
	Less: Non-operating expenses	(52,798,175)	(5,763,624)	(7,381,
4.	Profit before taxation and minority interests	4,386,639,344	3,446,413,954	4,812,402
	Less: Income tax	(751,231,119)	(396,017,396)	(767,510,
	Minority interests	(585,011,667)	-	(184,962,
5.	Net profit	3,050,396,558	3,050,396,558	3,859,929

2.3 Total number of shareholders and shareholding of the ten largest holders of shares in circulation as at the end of the reporting period (Non G-share companies)

Total number of shareholders as at the end of the reporting period: 37,801 (including 37,231 holders of A shares and 570 registered overseas holders)

Ten largest holders of shares in circulation

	Number of in circ as at the the r
Name	
Horizon Asset Management, Inc.	38
The Bank of China - Jiashi Services Value Added Industry Securities Investment Fund	23
Nanjing Municipal Investment Company	17
Industrial and Commercial Bank of China - Kaiyuan Securities Investment Fund	15
Kinetics Asset Management, Inc.	14
Xinghe Securities Investment Fund	13
Industrial and Commercial Bank of China - Tianyuan Securities Investment Fund	11
Yinfeng Securities Investment Fund	10
Industrial and Commercial Bank of China - Shanghai Stock Exchange 50 Open Trading Index Securities Investment Fund	10
State Social Welfare Fund No.103	10

3. MANAGEMENT'S DISCUSSION AND ANALYSIS

3.1 Brief analysis on the overall situation of the operating activities of the Company during the reporting period

In the first three quarters of 2005, the Company's management and all the staff worked hard together in seizing the opportunities of rapid growth in power consumption brought about by the rapid and steady growth of the national economy. The challenges from the rise of coal prices and the decline of coal quality were dealt with in a conscientious manner. Facing increasing competition in the power market, the management and all staff

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

of the Company strived to do their utmost, thereby having overcome the difficulties and completed the tasks. The Company achieved good progress in terms of safe generation, project construction, operation management and preparation work of projects.

Compared to the same period last year, newly acquired power plants and newly operated generating units brought an expansion of the overall operating scale of the Company as well as a significant increase in the Company's power generation during the first three quarters of 2005. The tariff hike under the coal-electricity price linkage mechanism during the year coupled with lower tariff rates for newly added generating units has resulted in commensurate growth of the Company's revenues and power generation. As the price of coal remained at a high level, the unit fuel cost amounted to RMB158.63/MWh, representing an increase of 15.61% over the same period last year. The increase in revenues could not fully offset the impact of fuel costs upon profits, and as a result, the Company's net profit decreased compared to the same period last year. Compared to the second quarter, the coal price was relatively lower in the third quarter, thus resulting in an increase of the Company's gross profit.

The Company's total power generation on a consolidated basis in the first three quarters of 2005 amounted to 110.956 billion kWh, an increase of 37.3% over the same period last year.

The power generation of each of the Company's power plants in the first three quarters of 2005 was listed below (in billion kWh):

Dalian	6.700	Changxing	1.443
Fuzhou	6.378	Taicang	3.061
Nantong	6.756	Huaiyin	4.289
Shangan	6.177	Yushe	3.851
Shanghai Shidongkou Second	6.238	Qinbei	5.610
Shantou Coal-fired	3.409	Xindian	2.032
Shantou Oil-fired	0.004	Yingkou	3.400
Dandong	3.197	Jinggangshan	2.506
Nanjing	3.208	Yueyang	3.266
Dezhou	10.997	Luohuang	6.122
Jining	2.512	Pingliang	6.026
Weihai	3.734	Sichuan Hydro Power	4.458
Shanghai Shidongkou First	5.582		

3.1.1 Principal operations or products contributing more than 10% of revenue or profit from principal operations (unaudited)

Applicable Not applicable

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

Sector	Revenues from principal operations	Co prin opera
Power	10,264,947,517	7,906,53

3.1.2 Seasonal or periodic characteristics of the Company's operations

Applicable Not applicable

3.1.3 Composition of profit for the reporting period (disclosure as to any material changes in the ratios of profit from principal operations, profit from other businesses, expenses for the period, investment income, subsidy income and net non-operating income/expenses to profit before taxation and minority interests, when compared with those of the previous reporting period) and the reasons therefor

Applicable Not applicable

3.1.4 Significant changes in principal operations and its structure when compared with those of the previous reporting period and the reasons therefor

Applicable Not applicable

3.1.5 Significant change in profitability (gross margins) of principal operations when compared with that of the previous reporting period and the reasons therefor

Applicable Not applicable

3.2 Significant matters and analysis on their impact and solutions

Applicable Not applicable

I. Regular Related Transactions During the Reporting Period:

Related Party	Classification by reference to products or services	Basis of pricing	Transaction amount (RMB/ton)	Transaction amount (RMB'000)	%
Hueneng International Trading	Coal purchase	market price	420	340,000	
Time Shipping	Maritime transportation	contract price	38.96	390,000	

1. General information of related persons

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

- 1) Huaneng International Economic Trading Corporation ("Huaneng International Trading")

Legal Representative: Xu Fangjie; Registered Capital: RMB30 million; Principal Scope of Business: Import and export, foreign economic co-operation, domestic trade, international tendering; Address: Huaneng Tower, No.23A, Fuxing Road, Haidian District, Beijing.

- 2) Shanghai Time Shipping Co. Ltd. ("Time Shipping")

Legal Representative: Jin Langchuan; Registered Capital: RMB200 million; Principal Scope of Business: maritime transportation along coastal regions and the middle and lower streams of Yangtze River ; Address: 16/F., No.139 Yincheng Road East, Pudong District, Shanghai.

2. Relationship

China Huaneng Group is the controlling shareholder of the Company. Huaneng International Trading and Time Shipping are controlled by China Huaneng Group. China Huaneng Group is regarded as a "related party" under item II of Rule 10.1.3 of the Listing Rules of the Shanghai Stock Exchange.

3. Ability of performance

The aforesaid related parties have strong ability to perform the relevant contracts. Throughout the past years, they have not failed to perform the relevant contracts. According to experience and based on reasonable judgement, such related parties will continue to perform their respective obligations under the relevant contracts.

4. The related transactions occurred during the reporting period are the same kind of transactions as estimated for the year of 2005.

5. Reasons of the transactions and impact on the Company

- (1) Purchasing coal from Huaneng International Trading will enable the Company to take advantage of the scale and expertise of China Huaneng Group, and will help the Company to reduce purchase costs.
- (2) Time Shipping is a company owned by China Huaneng Group specialising in maritime transportation. Compared with other similar companies, it has strengths in management and service qualities and enjoys good reputation. Therefore, transportation of part of the Company's coal was undertaken by Time Shipping.
- (3) Such related transactions will be conducted in strict compliance with the aforesaid pricing policy and basis of pricing. Such transactions will not have any adverse impact on the financial position and operating results of the reporting period as well as those in future.

II. Other Significant Related Transactions

As at 30th September, 2005, the Company and its subsidiaries deposited an amount of RMB1,756.4087 million at China Huaneng Finance Limited Company.

As at 30th September, 2005, China Huaneng Finance Limited Company provided an aggregate of RMB1,804 million long-term and short-term loans to the Company and its subsidiaries.

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

- 3.3 Disclosure as to and reasons for changes in accounting policies, accounting estimates, consolidation scope and significant accounting errors
- Applicable Not applicable
- 3.4 Relevant explanations by the Board of Directors and the Supervisory Committee in respect of "qualified" audit opinion
- Applicable Not applicable
- 3.5 Forecast of a probable loss in respect of the accumulated net profit from the beginning of the financial year to the end of the next reporting period or warning in respect of any significant changes in profit as compared with that of the corresponding period of last year and the reasons therefor
- Applicable Not applicable
- 3.6 Cumulative adjustments to the annual operating plan or budget previously disclosed by the Company
- Applicable Not applicable
- 3.7 (For G share companies) Special undertaking given by the holders of non-tradable shares regarding the share sale plan and the performance thereof
- Applicable Not applicable

For details of the unaudited balance sheets (PRC GAAP) as at 30th September, 2005, and the unaudited cash flow statements (PRC GAAP) for the nine months ended 30th September, 2005, please visit www.sse.com.cn.

By Order of the Board
Huaneng Power International, Inc.
Li Xiaopeng
Chairman

As at the date of this announcement, the Board comprises:

Li Xiaopeng (Executive director)	Qian Zhongwei (Independent non-executive director)
Huang Yongda (Executive director)	Xia Donglin (Independent non-executive director)
Wang Xiaosong (Non-executive director)	Liu Jipeng (Independent non-executive director)
\Na Xizhi (Executive director)	Wu Yusheng (Independent non-executive director)
Huang Long (Executive director)	Yu Ning (Independent non-executive director)
Wu Dawei (Non-executive director)	
Shan Qunying (Non-executive director)	
Xu Zujian (Non-executive director)	
Liu Shuyuan (Non-executive director)	

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

18th October, 2005
Beijing, the PRC