

Appendix A

CGNPC International Limited Green Financing Management Statement

CGNPC International Limited (the “Company”) is responsible for the preparation and fair presentation of this Green Financing Management Statement (the “Statement”) as of 17 June 2019, and China General Nuclear Power Corporation (the “CGN Group”) is the Company's parent company. CGN Energy International Holdings Co., Limited (the "CGNEI") is the Company's wholly owned subsidiary.

Purpose

This *Statement* is developed to demonstrate how the Company funds existing and new projects with environmental benefits by issuing Green Bonds in compliance with the *Green Bond Principles* 2018 (the "GBP") and borrowing Green Loans in compliance with the *Green Loan Principles* (the "GLP").

Assertions from management

For the Company's Green Bonds to be issued and the Company's Green Loans to be borrowed in 2019, the Company Management asserts that it will adopt (1) Use of Proceeds (2) Project Evaluation and Selection (3) Management of Proceeds (4) Reporting as set out in this *Statement*.

1. Use of Proceeds

With reference to the GBP and GLP, proceeds raised through the Green Bond issuances and/or via Green Loans will be exclusively used to Eligible Green Projects, and will not be used to finance nuclear-related projects. Eligible Green Projects refer to new or existing projects in the conception, construction and installation of renewable energy production units and associated expenses for the acquisition and the construction. It covers energy produced from renewable energy sources and only includes wind and solar as sources of energy.

The Eligible Green Projects shall comply with specific Environmental, Social and Governance (“ESG Criteria”) and are highly scrutinized through the following process:

- Review of in-depth due diligence provided by technical advisors analyzing the environmental aspects of the project and its compliance with local regulation for environmental and labor matters.
- Dedicated teams within CGN Group including the “Health, Safety and Environment” and the “Organization and Management” (“O&M”) departments reviewing the due diligence reports and providing recommendations on the environmental and social aspects. These departments are in charge of the compliance and monitoring of the ESG Criteria during the construction and operating phases of the project.

The main ESG Criteria, which are highly scrutinized include among other factors are the following:

- Monitor the environmental impact of the projects and improve energy efficiency of the facilities and resources utilization rate to achieve energy saving in response to the climate change.
- Promote the compliance with environmental protection regulations, and encourage suppliers to observe best practices in operating in an environmentally responsible manner to reduce carbon emission and waste production and enhance recycling effort to mitigate the effects on environment.
- Manage of the environmental impact of the project, and carry forward the sophisticated conservation policy and protect surrounding biology diversity of the source of energy.

- Protect human and labor rights, and establish ethical, transparent and sustainable human resources practices and processes.
- Promote health and safety of all employees and contractors.
- Build and improve consultation and communication mechanism for the territory's stakeholders including suppliers, constructors, and contractors through various channels such as transparent disclosure, consulting, visit and communities activities, responding to the expectation of stakeholders effectively, all of which help form the mutual trust and reciprocal relationship.
- Commit to proactive dialogue and actively contribute to local communities and their economic development.

2. Project Evaluation and Selection

CGN Group will adopt the following evaluation procedures to identify and select Eligible Green Projects:

Strictly following the ESG Criteria, CGNEI makes the preliminary screening of Eligible Green Projects. Other technical parameters such as project scale, financial return, construction progress and risk assessment etc. are also considered in parallel in formulating the investment plan which is submitted to CGNEI's CEO Working Meeting for pre-approval, upon which the Eligible Green Projects will be reported to CGNEI's Board Meeting for formal approval. Eligible Green Projects are reviewed from multi perspectives including compliance to the ESG Criteria, environmental impact, strategic planning, stress testing, financial budget and financing plan, etc.

CGNEI has been authorized to give formal approval to Eligible Green Projects within certain levels of budget. Eligible Green Projects exceeding such budgets will need to obtain final approval from i) CGN Group's General Manager Working Meeting and ii) CGN Group's Board of Directors.

3. Management of Proceeds

The Proceeds will be deposited to a dedicated account and tracked through a formal internal process. For each Green Financing Instrument, the funds will be specially earmarked within internal accounting systems to ensure that such funds will finance only disbursements related to Eligible Green Projects as defined under the Use of Proceeds. The Finance Department of CGN Group Head Office will implement the account supervision and fund flow tracking through the centralized electronic banking system, and CGNEI will report to its Board of Directors and Investment Assessment Center of CGN Group's Finance Department on a regular basis about the progress of the allocation of proceeds.

Any balance of issuance proceeds not allocated to Eligible Green Projects will be held in accordance with CGN Group's Treasury strategy and invested in cash, cash equivalent and/or money market instruments. CGN Group will provide an audit report by an independent third-party on an annual basis until the full allocation of proceeds into Eligible Green Projects.

The Company will retain necessary records of the amount of the net proceeds that has been allocated to Eligible Green Projects and the amount of the net proceeds, if any, which remains in the specific account for future allocation to Eligible Green Projects.

The use of proceeds and the allocation of the proceeds will be strictly in accordance with this Statement, as well as the Company's fund management system.

CGN Group intends to allocate the proceeds within 24 months from the issuance or drawdown date of each Green Financing Instrument.

4. Reporting

So long as the Green Bonds are outstanding and until such time as all of the net proceeds have been allocated to Eligible Green Projects, CGN Group will prepare a Green Bond report, on an annual basis, that will provide an overview of the projects financed through the proceeds raised from Green Bond issuance. The following information about the Eligible Green Projects financed will be provided:

- Amount of the proceeds allocated to each Eligible Green Project;

- Project description including location, type of technology, installation capacity, etc;
- Amount of proceeds yet to be allocated as of the end of the reporting period.
- Environmental Impact

For each Green Loan, the CGN Group commits to provide lenders a Green Loan Report, consists of reporting on allocation and environmental impact.

The allocation of proceeds raised through the Green Bonds will be audited on an annual basis by an independent third-party auditor until the full allocation of proceeds into Eligible Green Projects.

CGNPC International Limited

17 June 2019