



Announcement on the Successful Commissioning of the First Zhanjiang FGD Device

We are excited to announce that the FGD device for Unit 2 power generator in Zhanjiang Power Plant successfully passed the key milestone – 168-hour test-run and officially began its regular operation on December 28, 2006. Zhanjiang project is the first large FGD project which Tinci undertakes. A special test-run ceremony was held at FGD site. Ceremony participants included Zhanjiang City Committee members, Deputy Mayor of Zhanjiang City, Zhanjiang Environmental Protection Authority, Zhanjiang Construction Committee, and heads of other governmental agencies, the Deputy General Manager and other division heads from Yuedian Power, as well as Tinci CEO Mr. Xu Jinfu and General Manager Ms. Wang Keer. The regular operation of Zhanjiang FGD device marked that Tinci has its first track record of commercially operating large FGD device with wet limestone-gypsum FGD technology. This achievement is of great significance to Tinci because it enables the Company to form a systematic management model for project construction process and to be qualified for tendering new projects with such requirement.