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GUANGDONG INVESTMENT LIMITED
(粵海投資有限公司)

(Incorporated in Hong Kong with limited liability)
(Stock Code: 270)

CLARIFICATION OF PRESS ARTICLES

This announcement is made by Guangdong Investment Limited (the “Company”) pursuant to Rule 13.09 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

The board of directors (the “Board”) of the Company has noted that various newspaper articles published on 11 December 2009 containing, amongst other matters, the following statements:

- (i) the Company expects to maintain a double-digit annual profit growth in the coming years;
- (ii) the Company considers a spin-off of its energy business for a separate listing;
- (iii) the Company will inject RMB7 billion for the expansion of Hui Lai power plant (惠來電廠);
- (iv) the generation capacity of Hui Lai power plant will be expanded to 5,000 - 6,000 MW; and
- (v) the Company will acquire assets from its parent companies, including water supplies, property and energy businesses.

The Board wishes to clarify that the Company had been misquoted in the above statements.

During the course of an informal discussion with the press immediately after the Company’s extraordinary general meeting held on 10 December 2009, Mr. Li Wenyue, the chairman of the Company, and Mr. Tsang Hon Nam, a director and the Chief Financial Officer of the Company, mentioned that:

- (i) the Company and its subsidiaries (the “Group”) had over the past few years recorded, on average, a double-digit historical annual profit before tax growth rate, and it was the Board’s target to strive to maintain an average double-digit profit before tax growth rate in the future;

- (ii) at present the Company has no plan to spin-off the Company's energy business;
- (iii) total investment for the construction of no. 3 and no. 4 power generation units was currently estimated to be approximately RMB7 billion, which would be financed by a combination of equity capital injection, bank financing and internal resources of Hui Lai power plant. The Group would have a minority interest in 廣東粵電靖海發電有限公司 (Guangdong Yudean Jinghai Power Generation Co., Ltd.*) (the "Project Co") and its total capital commitment for the construction of no. 3 and no. 4 power generation units was RMB 342.32 million (approximately HK\$400 million);
- (iv) the generation capacity of Hui Lai power plant was expected to increase to 3,200MW by the construction of no. 3 and no. 4 power generation units. The Company understood from the Project Co that it had no current business plan to further increase the generation capacity of Hui Lai power plant; and
- (v) the Company had no timetable on any acquisition of assets from its parent companies.

Shareholders and potential investors of the Company are advised to exercise due caution in dealing in the shares of the Company, and if they are in doubt about their position, they should consult their professional advisers.

By the Order of the Board
Tsang Hon Nam
Director

Hong Kong, 11 December 2009

** The English translation of the Chinese name of the relevant company included in this announcement is prepared by the Company for reference only, and such translation may not be accurate and such company may not have an official English translation/version of its Chinese name.*

As at the date of this announcement, the Board comprises three Executive Directors, Mr. LI Wenyue, Mr. ZHANG Hui and Mr. TSANG Hon Nam; seven Non-Executive Directors, Dr. CHENG Mo Chi, Moses, Mr. HUANG Xiaofeng, Mr. ZHAI Zhiming, Ms. XU Wenfang, Mr. LI Wai Keung, Mr. SUN Yingming and Ms. WANG Xiaofeng; and three Independent Non-Executive Directors, Mr. CHAN Cho Chak, John, Dr. The Honourable LI Kwok Po, David and Mr. FUNG, Daniel R.