



28 November 2012

**High Concentration of Shareholding
in
Haitian Hydropower International Limited (Stock Code: 8261)**

This announcement is made by the Securities and Futures Commission (“SFC”) in respect of the concentration of the shareholding of Haitian Hydropower International Limited (“the Company”) in the hands of a limited number of shareholders as at 22 November 2012.

In view of the high concentration of shareholding in a small number of shareholders, shareholders and prospective investors should be aware that the price of the shares of the Company (“Shares”) could fluctuate substantially even with a small number of shares traded, and should exercise extreme caution when dealing in the Shares.

The SFC has recently completed an enquiry into the shareholding of the Company. Our findings suggested that as at 22 November 2012, 17 shareholders held an aggregate of 247,790,000 Shares, representing 24.78% of the issued Shares. Such shareholding, together with 750,000,000 Shares (representing 75.00% of the issued Shares) held by a substantial shareholder of the Company, represented 99.78% of the issued Shares as at 22 November 2012. Therefore, only 2,210,000 Shares (representing 0.22% of the issued Shares) were held by other shareholders.

As at 22 November 2012, the shareholding structure of the Company was as follows:-

	Number of Shares held (Shares)	% of total number of issued Shares (%)
Victor River Limited (Note 1)	750,000,000	75.00
A group of 17 shareholders (Note 2)	247,790,000	24.78
Other shareholders	2,210,000	0.22
Total	1,000,000,000	100.00

Note 1: Victor River Limited is wholly and beneficially owned by Mr. Lin Yang (the Chairman and an Executive Director of the Company).

Note 2: 164,450,000 Shares (representing 16.45% of the issued Shares) were held by 15 shareholders who initially obtained 165,460,000 Shares through the Placing of the Company in July 2012.



The Company was listed on the Growth Enterprise Market of the Stock Exchange of Hong Kong Limited on 6 July 2012 by way of placing a total of 250,000,000 new Shares at \$0.30 per share.

Share price of the Company closed at \$0.56 on its first day of listing. Since 16 October 2012, share price of the Company started to increase significantly and rose 87.4% from \$0.475 on 15 October 2012 to \$0.89 on 22 November 2012. Share price closed at \$0.82 on 27 November 2012, an increase of 173.3% from its placing price.

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