

Immediate Release



JUN YANG SOLAR POWER INVESTMENTS LIMITED
君陽太陽能電力投資有限公司

**Jun Yang Subscribes Shares in State-Owned Power Company Beijing Sanjili to
Become the Second Largest Shareholder**
Create Decent Investment Returns and Collaboration Opportunities in New Energy

(Hong Kong , 1 July 2013) – Jun Yang Solar Power Investments Limited (“Jun Yang Solar” or the “Group”, SEHK: 397) announced today that Beijing Jun Yang Investment Ltd (“Beijing Jun Yang”, a non-wholly owned subsidiary of the Group) has entered into a share subscription agreement with Beijing Sanjili Energy Co., Ltd (“Beijing Sanjili”), a subsidiary of the State Development and Investment Corporation. According to the agreement, Beijing Jun Yang agreed to subscribe for a total of 350 million shares, representing approximately 25.735% of the enlarged share capital, at the price of RMB1.5015 per share. The aggregate consideration for the share subscription is RMB525,525,000 or equivalent to HK\$662,161,500. Upon completion of all transactions, Beijing Jun Yang will become the second largest shareholder of Beijing Sanjili following the State Development and Investment Corporation which holds 26.03% stake. Beijing Jun Yang will be entitled to nominate two directors as members of the board. The Group will settle the share subscription in cash by two installments and plans to fund the subscription with internal resources, bank borrowings, and/or further fund raising exercises.

In case of failure to obtain a listing status within five years as planned or Beijing Sanjili disposes assets exceed 50% of the latest audited net assets value, Beijing Guoli Energy Investment Co., Ltd, one of the shareholders of Beijing Sanjili, will be required to purchase all Sanjili shares held by Beijing Jun Yang and the Group can receive a yield of 12% per annum (including all dividends received by Beijing Jun Yang) after taxation or 15% per annum (including all dividends received by Beijing Jun Yang) before taxation for its investment in the Sanjili shares, whichever is higher.

Mr. Bai Liang, Chairman of Jun Yang Solar stated: “We are thrilled with the collaboration with Beijing Sanjili and its upside potential given the fact that Sanjili has strong position and capacity in power generation in China and Jun Yang can tap into international capital market with its status of Hong Kong listed company. The overall business strategy in energy generating industry of Beijing Sanjili is in line with our present development plan, being expansion of the new energy generating business in the PRC. In view of the recent great improvements in the profitability of power generation companies in China, this move not only broadens our investment portfolio and create reliable financial return, but also further develops our clean energy business. Looking ahead, our cooperation will focus on the areas of distributed gas-based power generation and distributed solar power development. We believe that it can increase our market presence in the new energy generating business in PRC, while maximizing returns for our shareholders.”

Approved by Beijing municipal government, Beijing Sanjili was established on 27 December 1999 and principally engages in investment, development, management and operation of power plants and investment of coal mines in the PRC. Beijing Sanjili is currently a PRC domestic company limited by shares with a registered capital of RMB960 million. For the year ended 2012, the total installed capacity of the operated coal-fired and gas-based power generating business were 4.64 GW while its total asset was RMB22.8 billion (HK\$28.7 billion) by the end of 2012. It recorded revenue RMB 8.65 billion (HK\$10.9 billion) and net profit RMB525 million (HK\$661.5 million). The largest shareholder of Beijing Sanjili is the State Development and Investment Corporation, a state-owned investment holding company approved by the State Council of the PRC, one of the backbone state-owned enterprises directly governed by the Central Government and established in 1995 with limited liability, which holds 36.875% of issued share capital of Beijing Sanjili.

Other shareholders of Beijing Sanjili include Beijing Guoli, Zhangjiagang Jinmao Investment and Development Company, Beijing Power Enterprises Development Company, North United Power Corporation and Jiangsu Electric Power Company. For more information about Beijing Sanjili and State Development and Investment Corporation, please visit www.sdic.com.cn

-End-



Photo: Mr. Bai Liang (left), Chairman of Jun Yang Solar signed the agreement with Zhang Jiying, General Manager of Beijing Sanjili.

About Jun Yang Solar Power Investments Limited (SEHK: 397)

Jun Yang Solar Power Investments Limited is mainly involved in the business of clean energy power generating projects and aiming to become a leading clean energy independent solar power producer (IPP) in the PRC and in the world.

For media enquiries, please contact PR ASIA Consultants Limited:

Viann Leung / Veronica Hui

Tel: (852) 3183 0241 / 0251

Fax: (852) 2583 9138

Email: junyangsolar@prasia.net