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Shunfeng Photovoltaic International Limited
順風光電國際有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 01165)

CLARIFICATION ANNOUNCEMENT

The Company wishes to make this clarification announcement in relation to a number of incorrect news articles regarding the Pingluo 130MWp Solar Project.

At the request of the Company, trading and dealing of the Company's shares were halted with effect from 9:00 a.m. on 22 September 2014 pending the release of this announcement. An application has been made by the Company to resume trading and dealing of its shares with effect from 9:00 a.m. on 23 September 2014.

This announcement is made pursuant to Part XIVA of the Securities and Futures Ordinance (Cap. 571, Laws of Hong Kong) and Rule 13.10(1) of The Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

Shunfeng Photovoltaic International Limited (the "**Company**") noted a number of incorrect news articles were published recently relating to the solar power project situated at Pingluo County, Ningxia Hui Autonomous Region with a total capacity of 130MWp (the "**Pingluo 130MWp Solar Project**") of the Company and its subsidiaries (together the "**Group**"). In these news articles, it was alleged or otherwise implied that the commencement of construction of the Pingluo 130MWp Solar Project is illegal.

The Company strongly denies the above allegation. The Development and Reform Commission of the Ningxia Hui Autonomous Region has issued Notices of Registration and Filing (登記備案的通知) approving the construction of the Pingluo 130MWp Solar Project in accordance with the terms set out thereof. The Department of Land and Resources of the Ningxia Hui Autonomous Region has also given its preliminary approval for the use of the relevant land for the project and approval for the commencement of preparatory work, and such approvals are valid until, in respect 80MWp portion of the project, 27 December 2015 and, in respect of 50MWp portion of the project, 21 January 2016. Other approvals in relation to the construction of the project, such as approvals in relation to environmental protection, water and soil protection, have also been obtained. The Pingluo 130MWp Solar Project has also obtained the support of the People's Government of the Pingluo County. The Pingluo 130MWp Solar Project is one of the key 24 construction projects of the Pingluo County for 2014 and the People's Government of the Pingluo County has confirmed that the project meets the criteria for commencement of construction.

The Company also wishes to inform investors that it is currently in litigation with Zhongke Hengyuan Science Company Limited (中科恒源科技股份有限公司) ("**Zhongke Hengyuan**"). The litigation surrounds the alleged rejection by the Group of Zhongke Hengyuan to be engaged as the EPC (engineering, procurement and construction) contractor for the Pingluo 130MWp Solar Project and alleged payments of

approximately RMB206 million made by Zhongke Hengyuan under or otherwise relating to a supply contract entered into between Zhongke Hengyuan and a subsidiary of the Group. Zhongke Hengyuan is claiming for the repayment of the above sum together with payment of a termination fee. Parties are scheduled to next appear in Court on 21 October 2014 in relation to the above litigation. The Company intends to defend the above claim vigorously and is considering making counter-claims against Zhongke Hengyuan.

The Company notes that a number of statements from Zhongke Hengyuan and/or its agents or representatives were quoted on in the above news articles as the source of information, although the Company is unable to confirm whether such statements were made in connection or in contemplation of the litigation. The Company wishes to stress that it reserves all rights against parties who disseminate incorrect, malicious or frivolous information concerning the Group.

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By order of the Board
Shunfeng Photovoltaic International Limited
Zhang Yi
Chairman

Hong Kong, 22 September 2014

As at the date of this announcement, the executive directors are Mr. Zhang Yi, Mr. Shi Jianmin, Mr. Wang Yu, Mr. Luo Xin, Mr. Lei Ting and Mr. Lu Bin; the non-executive director is Mr. Yue Yang; and the independent non-executive directors are Mr. Tao Wenquan, Mr. Zhao Yuwen, Mr. Siu Wai Keung Francis and Mr. Kwong Wai Sun Wilson.