t as to any aspect of this circular or as to the action to be taken, you should consult a licensed securities dealer, bank manager, solicitor, professional accountant or other professional adviser.

v t all your shares in Harbin Power Equipment Company Limited (the "Company"), you should at once hand this circular to the purchaser or transferee or to the bank, stockbroker or other agent through whom the sale or transfer was effected for transmission to the

Company and its subsidiaries, and any remaining amounts may only be deployed for services or products provided by PBOC or one or more other PRC commercial banks in the ordinary course of their business.

C A

The Directors (including the independent non-executive Directors) are of the view that the Financial Services Framework Agreement was entered into in the ordinary and usual course of business of the Group on normal commercial terms and the terms of which (including the proposed maximum daily amount to be deposited with the Finance Company and the subsequent clarification mentioned above) are fair and reasonable and in the interests of the Company and the Shareholders as a whole.

A letter of recommendation from the Independent Board Committee which contains its