



ASIA POWER CORPORATION LIMITED
(Company Registration No:-199701487C)

ACQUISITION OF ADDITIONAL 20% INTEREST IN ASIA POWER (LEIBO) HYDROELECTRICITY CO., LTD

The Board of Directors of Asia Power Corporation Limited ("the Company") is pleased to announce that the Company has acquired an additional 20% interest (the "Interest") in its subsidiary, Asia Power (Leibo) Hydroelectricity Co., Ltd ("AP Leibo") from Chengdu Xing Chengyuan Hyrdopower Technology Development Co., Ltd (成都兴成源水电技术开发有限公司), Neijiang Xingyuan Power Group Co., Ltd (内江星原电力集团有限责任公司) and Zigong Southwest Steel Co., Ltd (自贡市西南铸钢有限公司) (the "Acquisition").

The Company's 100%-owned subsidiary, Asia Hydro Power Investment Pte Ltd and its 60%-owned subsidiary, Asia Power (Neijiang) Hydroelectricity Co., Ltd currently hold 55% and 20% equity interest in AP Leibo respectively.

The purchase consideration for the Acquisition of RMB2,765,137.98 (equivalent to approximately S\$568,792) (the "Purchase Consideration"), was arrived at on a willing seller-willing buyer basis after taking into account the value of the audited net tangible assets acquired through the Acquisition which amounted to RMB2,396,260 (equivalent to approximately S\$472,270) as at 31 December 2007. After the completion of the Acquisition, the Company will be required to contribute to the unpaid registered capital of AP Leibo in respect of the Interest, amounting to US\$1,191,999 (equivalent to approximately S\$1,677,262).

The Company shall make payment of the Purchase Consideration within 10 business days of the receipt of the Approval Certificate for Shares Transfer from the appropriate regulatory authority. Upon completion of the registration of the transfer of the Interest, the Company will be required to contribute US\$1,191,999 (equivalent to approximately S\$1,677,262) to the registered capital of AP Leibo, being the unpaid registered capital in respect of the Interest.

The Acquisition will be funded through part of the net proceeds from the placement of 40,000,000 new ordinary shares in the capital of the Company and is not expected to have any material impact on the earnings per share and net tangible assets per share of the Company for the financial year ending 31 December 2008.

None of the directors or controlling shareholders of the Company, has any interest, direct or indirect (other than through their shareholding in the Company), in the above transaction.

By Order of the Board

Sha Guangwen
Executive Director & Chief Executive Officer

25 August 2008