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WEICHAI
濰柴動力股份有限公司
WEICHAI POWER CO., LTD.

(a joint stock company incorporated in the People's Republic of China with limited liability)
(Stock Code: 2338)

ANNOUNCEMENT
ISSUE OF MEDIUM-TERM DEBENTURES

SUMMARY

The Board is pleased to announce that Company has obtained the relevant approvals for the proposed issue of the Debentures in an aggregate principal amount of RMB1,400 million in the PRC, which, if it is proceeded with, is expected to take place on 28 July 2011.

At the extraordinary general meeting of the Company held on 11 February 2009, the Board was granted a general mandate to issue debentures (or other non-equity related debt instruments), in one or more tranches, with a principal amount of not more than RMB2,700 million, within a period of two years from the relevant registration in the People's Republic of China (the “**PRC**”).

According to 《中國銀行間市場交易商協會文件 — 接受註冊通知書》(中市協註[2009]MTN72) (“National Association of Financial Market Institutional Investors Document — Notification of Acceptance of Registration” (Zhong Shi Xie Zhu No. [2009]MTN72)) dated 3 August 2009 issued by the National Association of Financial Market Institutional Investors, it was approved, inter alia, that the Company may issue medium-term debentures in an aggregate principal amount of RMB2,700 million, within a period of two years from the date of the said notification, and the said debentures may be issued in one or more tranches and the issue of the first tranche of the same shall be completed within two months from registration.

Reference is made to the announcements of the Company dated 17 August 2009 and 26 August 2009, respectively, where it was announced that the Company issued medium-term debentures in an aggregate principal amount of RMB1,300 million on 24 August 2009.

The Company has formally mandated China Merchants Bank Co., Ltd. to form a syndicate for and underwrite the issue of medium-term debentures in an aggregate principal amount of RMB2,700 million. The first tranche of the debentures, in an aggregate principal amount of RMB1,300 million, was issued on 24 August 2009 as mentioned above and the second tranche of the debentures (the “**Debentures**”), in an aggregate principal amount of RMB1,400 million, is proposed to be issued (the “**Issue**”) on 28 July 2011, subject to certain conditions (the “**Conditions**”). The Debentures shall be marketed through book-building and centralised placing processes, and the unit face value of each debenture shall be RMB100. The subscription amount of the Debentures shall be a multiple of RMB5 million and not less than RMB5 million. The maturity period of the Debentures shall be five years and the Debentures shall be listed and transferable on the inter-bank debenture market in the PRC, with the redemption date falling on 29 July 2016. The Issue is subject to the Conditions and may or may not be proceeded with. For further details of the Issue, please refer to the relevant documents posted on the website of China Money (中國貨幣網) at www.chinamoney.com.cn and the website of China Bond (中國債券信息網) at www.chinabond.com.cn.

The Issue will not constitute any transaction under Chapter 14 and Chapter 14A of the Listing Rules.

The proceeds from the Issue will be used to supplement the normal medium-term working capital of the Company, ensuring the smooth operations of the Company’s production and business. The Debentures will be issued to institutional investors in the PRC banking industry.

The results of the Issue, if it is proceeded with, will be separately announced by the Board.

By order of the Board
Tan Xuguang
Chairman and CEO

Hong Kong, 26 July 2011

As at the date of this announcement, the executive Directors of the Company are Mr. Tan Xuguang, Mr. Xu Xinyu, Mr. Sun Shaojun and Mr. Zhang Quan; the non-executive Directors of the Company are Ms. Zhang Fusheng, Mr. Liu Huisheng, Mr. Yao Yu, Mr. Yeung Sai Hong, Mr. Chen Xuejian, Mr. Li San Yim, Mr. Julius G. Kiss, Ms. Han Xiaoqun, Mr. Gu Linsheng, Mr. Li Shihao and Mr. Liu Zheng; and the independent non-executive Directors of the Company are Mr. Zhang Xiaoyu, Mr. Koo Fook Sun, Louis and Mr. Fang Zhongchang.