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WEICHAI

潍柴动力股份有限公司

WEICHAI POWER CO., LTD.

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

(Stock Code: 2338)

POSSIBLE MAJOR TRANSACTION

POSSIBLE ACQUISITION OF SHARES IN KION THROUGH EXERCISE OF THE CALL OPTIONS

AND

EXERCISE OF THE KION CALL OPTION

EXERCISE OF THE KION CALL OPTION

Reference is made to (i) the announcement of the Company dated 7 March 2013, (ii) the notice convening the EGM issued by the Company on 7 March 2013, (iii) the circular issued by the Company dated 28 March 2013, and (iv) the poll results announcement of the Company dated 22 April 2013, and to the grant of the Shareholders' approval in advance in respect of the possible exercise of the Call Options with the aggregate exercise price of the Call Options not exceeding the Cap Amount.

The Board is pleased to announce that on 3 June 2013, Weichai Lux has served a notice on KION to exercise the KION Call Option and, subject to the satisfaction (or waiver) of the conditions as set out below, assuming the completion of the exercise of the KION Call Option, Weichai Lux's shareholding in KION will be increased in connection with and shortly before the IPO such that Weichai Lux will own 30% of KION's total issued shares immediately after the completion of the IPO. Based on the information provided by KION, the maximum consideration payable by Weichai Lux for the exercise of the KION Call Option is within the Cap Amount as approved by the Shareholders at the EGM.

INTRODUCTION

Reference is made to (i) the announcement of Weichai Power Co., Ltd. (the “**Company**”) dated 7 March 2013, (ii) the notice convening the EGM issued by the Company on 7 March 2013, (iii) the circular (the “**Circular**”) issued by the Company dated 28 March 2013; and (iv) the poll results announcement of the Company dated 22 April 2013, and to the grant of the Shareholders’ approval in advance in respect of the possible exercise of the Call Options with the aggregate exercise price of the Call Options not exceeding the Cap Amount.

Capitalised terms used in this announcement shall have the same meanings as those defined in the Circular unless the context requires otherwise.

POTENTIAL IPO OF KION AND EXERCISE OF THE KION CALL OPTION

Insofar as the Company is aware, KION has commenced the preparatory works in respect of the IPO and intends to list its shares on the Frankfurt Stock Exchange around this summer.

Based on the information provided by KION and taking into account the full exercise of the KION Call Option and the Capitalisation of the Superlift Funding Loan (details of which were set out in the Circular), the maximum consideration payable by Weichai Lux for the exercise of the KION Call Option is within the Cap Amount as approved by the Shareholders at the EGM. Since the IPO structure of KION is subject to finalisation, the Shareholders will be informed, by way of a further announcement to be published by the Company in due course on the Company’s website and the Stock Exchange’s website, of the exercise price payable by Weichai Lux for the exercise of the KION Call Option. Based on the information provided by KION, such final exercise price will be within the Cap Amount as approved by the Shareholders at the EGM.

Having considered the prevailing macro-economic environment, the growth and positive outlook of the forklift truck industry, the business performance and increase in profitability of KION, the expected economic parameters of the IPO, and the fact Weichai Lux will, upon the completion of the exercise of the KION Call Option, be entitled to request that three persons nominated by Weichai Lux will become board members of the supervisory board of KION within the given legal framework, with the objective of maintaining a long-term strategic investment in KION, the Board is pleased to announce that on 3 June 2013, pursuant to the authorisation granted by the Shareholders at the EGM, Weichai Lux has served a notice on KION to exercise the KION Call Option. Subject to the satisfaction (or waiver) of the relevant conditions as set out in the sub-paragraph headed “2. Possible exercise of the Call Options — (a) KION Call Option — Conditions” of the Circular, assuming the completion of the exercise of the KION Call Option, Weichai Lux’s shareholding in KION will be increased in connection with and shortly before the IPO such that Weichai Lux will own 30% of KION’s total issued shares immediately after the completion of the IPO.

The Board is also pleased to announce that the exercise period of the Superlift Call Option has been extended for an additional three months, such that the Superlift Call Option is exercisable by Weichai Lux (i) at any time until 30 June 2013, or (ii) during any time within the six months after the completion of the IPO. As at the date of this announcement, the Board is still in the course of forming a decision on the exercise of the Superlift Call Option. Further, as agreed by the relevant parties, the shareholder representatives on KION’s supervisory board will be increased from six to eight in number, and hence the employee representatives on the

supervisory board will also be increased from six to eight in number. As soon as Weichai Lux holds 30% or more of the shares in KION, KION and its current shareholders shall take, within the given legal framework, all actions in order to ensure that three out of the eight shareholder representatives of the supervisory board of KION are members nominated by Weichai Lux, among which one shall be an independent supervisory board member. Weichai Lux will therefore enjoy an increased representation on the supervisory board of KION.

As the exercise of the KION Call Option is subject to the satisfaction (or waiver) of certain conditions, the exercise of the KION Call Option may or may not be completed. Accordingly, Shareholders and potential investors are advised to exercise caution when dealing in the Shares.

By order of the Board of Directors
Weichai Power Co., Ltd.
Tan Xuguang
Chairman and CEO

The PRC, 3 June 2013

As at the date of this announcement, the executive Directors of the Company are Mr. Tan Xuguang, Mr. Xu Xinyu, Mr. Sun Shaojun, Mr. Zhang Quan, Mr. Li Dakai and Mr. Fang Hongwei; the non-executive Directors of the Company are Mr. Jiang Kui, Mr. Yeung Sai Hong, Mr. Chen Xuejian, Mr. Julius G. Kiss and Ms. Han Xiaoqun; and the independent non-executive Directors of the Company are Mr. Liu Zheng, Mr. Li Shihao, Mr. Loh Yih, Mr. Chu, Howard Ho Hwa, Mr. Zhang Zhenhua and Mr. Li Luwen.