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HARBIN ELECTRIC CORP

8. the current and the future operator of Kunming Generator are responsible and its management of can implement its development plan steadily and maintain a good business trend;
9. the future operator of Kunming Generator will comply with the relevant laws and regulations in the PRC and there will not be any material breaches affecting the development and realization of income of Kunming Generator; and
10. the accounting policies adopted for preparing the historical financial information and revenue forecasts are substantially the same in material aspects as that for auditing.

A letter from the Board and a letter from the Company's auditor's prepared in accordance with the requirements of the Listing Rules have been lodged with the Stock Exchange.

The Board have reviewed the principal assumptions upon which the Profit Forecast is based and are of the view that the Profit Forecast has been made after due care and enquiry.

Pursuant to Rule 14.62 of the Listing Rules, Crowe Horwath (HK) CPA Limited ("Crowe"), the Company's auditors, has reviewed the accounting policies and calculation for the Profit Forecast.

#### EXPERT AND CONSENT

The following is the qualification of the expert who has given opinion or advice which is contained in this announcement:

<b>Name</b>	<b>Qualification</b>
Crowe Horwath (HK) CPA Limited	Certified public accountants

As at the date of this announcement, Crowe does not have any shareholding in the Company or its subsidiaries or any right (whether legally enforceable or not) to subscribe for or to nominate persons to subscribe for securities in the Company or its subsidiaries.

To the best of the Directors' knowledge, information and belief, Crowe is a third party independent of and not connected with the Company or the connected persons (as defined in the Listing Rules) of the Company and its subsidiaries. Crowe has given and has not withdrawn its written consent to the issue of this announcement with the inclusion herein of its references to its name in the form and context in which it is appears.

**By Order of the Board**  
**Harbin Electric Company Limited**  
**MA Sui**  
*Company Secretary*

Hong Kong, 29 December 2011

*As at the date of this announcement the non-executive directors of the Company are Mr Gong Jing-kun, Mr Zou Lei and Mr Du Jun Hong-yi, the executive Directors are Mr Wu Jie-hong and Mr Sheng Zhong-fu and the independent non-executive directors are Mr Sun Cheng-ji, Mr Ji Cheng-ying, Ms Li He-jun, Mr Yu Bo and Mr Liu Deng-qing.*