China Power International Development Limited
中國電力國際發展有限公司

(incorporated in Hong Kong with limited liability)

(Stock Code: 2380)

CONNECTED TRANSACTION

Battery Energy Storage System Equipment Procurement Contract

On 14 August 2026, Xinyuan Smart Storage, a non wholly-owned subsidiary of the Company, as the Seller, entered into the BESS Procurement Contract with Xinjiang Shengyuan. Pursuant to the Contract, Xinyuan Smart Storage will provide a fully integrated battery energy storage system, including the required equipment materials and its related services for the Hamibei Project at a consideration of RMB114,739,795.37 (equivalent to approximately HK$131,884,800).

As at the date of this announcement, SPIC owns approximately 65.81% of the issued share capital of the Company and is the ultimate controlling shareholder of the Company. SPIC, its subsidiaries and associates are connected persons of the Company within the meaning of the Listing Rules.

Xinjiang Shengyuan is an indirect non wholly-owned subsidiary of SPIC and therefore a connected person of the Company. Accordingly, the BESS Procurement Contract constitutes a connected transaction of the Company under the Listing Rules.

As the highest applicable percentage ratio as defined under Rule 14.07 of the Listing Rules in respect of the BESS Procurement Contract when aggregated with the Battery Cells Procurement Contract exceeds 0.1% but is less than 5%, the transaction contemplated under the BESS Procurement Contract is therefore subject to the announcement and reporting requirements but is exempt from the independent shareholders' approval requirement under Chapter 14A of the Listing Rules.

BACKGROUND

Xinyuan Smart Storage, a non wholly-owned subsidiary of the Company, was awarded the BESS Procurement Contract through an open public tender. Pursuant to the tender requirements, Xinyuan Smart Storage is required to procure battery cells (one of the core components for BESS) from the nominated energy storage battery cells supplier(s).

The Board announces that Xinyuan Smart Storage entered into the BESS Procurement Contract with Xinjiang Shengyuan on 14 August 2026 in relation to the provision of a fully integrated BESS, including the required equipment materials and its related services for the Hamibei Project held by Xinjiang Shengyuan.

On the same date of entering into the BESS Procurement Contract, Xinyuan Smart Storage entered into the Battery Cells Procurement Contract with Guoning Technology, the nominated battery cells supplier pursuant to the tender requirements, at a consideration of RMB74,291,838 (please refer to the Company's announcement dated 14 August 2026 for details of the Battery Cells Procurement Contract).

BESS PROCUREMENT CONTRACT

Date

14 August 2026

Parties

(i) Xinyuan Smart Storage, as the Seller; and

(ii) Xinjiang Shengyuan, as the Buyer.

Equipment and services to be provided by Xinyuan Smart Storage

Xinyuan Smart Storage has agreed to provide the BESS with required equipment materials and its related services for the Hamibei Project. This includes lithium iron phosphate battery cells, battery cabins, battery management systems, power conversion and transformer booster integrated stations, energy management systems, internal cabling and ancillary equipment, and the provision of installation, commissioning, performance evaluation, trial operation, as well as follow-up services throughout the warranty period (being five years from the day of the preliminary performance acceptance). During the warranty period, the Seller is obliged to rectify any defects and damages that may arise.

Consideration

The consideration under the BESS Procurement Contract payable to Xinyuan Smart Storage is RMB114,739,795.37 (inclusive of all taxes).

Payment terms

The consideration under the BESS Procurement Contract shall be payable by Xinjiang Shengyuan to Xinyuan Smart Storage in the following manner:

- following signing of the BESS Procurement Contract and upon provision of a banker's letter of guarantee by the Seller, the Buyer shall pay 10% as prepayment deposit;

- upon receipt of the Seller's production commencement notice, the Buyer shall pay 20% as advance payment for material procurement;

- upon delivery of all the equipment by the Seller and acceptance thereof by the Buyer, the Buyer shall pay 30% as delivery payment;

- upon completion of the grid connection, commencement of commercial operation and passing the preliminary performance acceptance of the Project, the Buyer shall pay 30% as commissioning and acceptance payment; and

- upon the expiry of one year after the preliminary performance acceptance and the Seller's provision of an irrevocable, unconditional and on-demand bank guarantee for the warranty period, the Buyer shall pay the remaining 10% as warranty payment.

PRICING PRINCIPLES

Xinyuan Smart Storage was awarded the BESS Procurement Contract through public tendering process. The consideration under the BESS Procurement Contract was the successful tender price submitted by Xinyuan Smart Storage and concluded at the public tender, having regard to, among other things, the following factors:

- the recent publicly available data in relation to the tender prices of the successful bids for contracting similar type of energy storage system projects as published at the websites of China Energy Storage Alliance (中關村儲能產業技術聯盟) (www.cnesa.org) and China Energy Storage Network (儲能中國網) (www.cnnes.cc);

- the consideration for comparable projects that involve the supply of the same type of BESS and its related services by Xinyuan Smart Storage to independent third parties; and

- the prevailing cost of battery cells, one of the core components for BESS, which was determined with reference to the prevailing price of lithium carbonate (99.5% battery grade) as published at the website of Shanghai Metals Market (上海有色網) (www.smm.cn).

REASONS FOR AND BENEFITS OF THE CONNECTED TRANSACTION

The provision of the BESS for the Hamibei Project will enable Xinyuan Smart Storage to gain market share and to accumulate its incumbency in the field of energy storage, and thus is advantageous to the Group in building an all-rounded new energy supply chain which is in line with the Group's strategic goal to transform itself towards a green and low carbon energy supplier and service provider.

The consideration of the BESS Procurement Contract conforms with the prevailing rates or on better terms than those obtained by other companies for provision of energy storage systems in the market. The Directors are of the view that the consideration of the BESS Procurement Contract and its respective terms are no less favorable to the Group than those from independent third parties.

The Directors (including the independent non-executive Directors) are of the view that, as far as the shareholders of the Company are concerned, the BESS Procurement Contract has been entered into in the ordinary and usual course of business of the Group, on normal commercial terms, fair and reasonable and in the interests of the Company and its shareholders as a whole.

None of the Directors has material interest in the BESS Procurement Contract or is required to abstain from voting on the relevant Board resolutions.

INFORMATION OF THE COMPANY AND THE GROUP

The Company is the core and flagship listed subsidiary of SPIC. The Group is principally engaged in generation and sales of electricity in Chinese Mainland, including investment, development, operation and management of hydropower, wind power, photovoltaic power and thermal power plants, and provision of energy storage, integrated intelligent energy solution services, environmental protection and pollution control businesses. Its businesses are located in various major power grid regions of China.

INFORMATION OF THE SELLER

Xinyuan Smart Storage is a non wholly-owned subsidiary of the Company established in July 2021 and is owned as to 55.32% by the Company and 44.68% by three independent third parties (which are ultimately owned and controlled by various individuals and private companies independent of the Company and its connected persons). Xinyuan Smart Storage is mainly engaged in energy storage system investment, system integration research and development and application.

INFORMATION OF THE BUYER

Xinjiang Shengyuan was incorporated in the PRC in September 2023 and is principally engaged in the research and development of emerging energy technologies and provision of technical services for wind power generation. It is a wholly-owned subsidiary of SPIC Xinjiang Energy and is ultimately controlled by SPIC.

SPIC Xinjiang Energy is owned as to 67.9401% by SPIC and as to 32.0599% by Xinjiang Investment Development, a third party independent of the Company and its connected person.

INFORMATION OF SPIC

SPIC, the ultimate controlling shareholder of the Company, is an investment holding company principally engaged in businesses that cover various sectors, including power, coal, aluminum, logistics, finance, environmental protection and high-tech industries in the PRC and abroad. SPIC, together with its subsidiaries, is an integrated energy group which simultaneously owns thermal power, hydropower, nuclear power and renewable energy resources in the PRC.

LISTING RULES IMPLICATIONS

As at the date of this announcement, SPIC owns approximately 65.81% of the issued share capital of the Company and is the ultimate controlling shareholder of the Company. SPIC, its subsidiaries and associates are connected persons of the Company within the meaning of the Listing Rules.

Xinjiang Shengyuan is an indirect non wholly-owned subsidiary of SPIC and therefore is a connected person of the Company. Accordingly, the BESS Procurement Contract constitutes a connected transaction of the Company under the Listing Rules.

Pursuant to Rule 14A.81 of the Listing Rules, connected transactions shall be aggregated if they are completed within a 12-month period or are otherwise related. In substance, the BESS Procurement Contract (RMB114,739,795.37) and the Battery Cells Procurement Contract (RMB74,291,838) constitute a single transaction. The aggregation of the BESS Procurement Contract and the Battery Cells Procurement Contract will not result in a change in the classification of this transaction under Chapter 14 or Chapter 14A of the Listing Rules.

As the highest applicable percentage ratio as defined under Rule 14.07 of the Listing Rules in respect of the BESS Procurement Contract when aggregated with the Battery Cells Procurement Contract exceeds 0.1% but is less than 5%, the transaction contemplated under the BESS Procurement Contract is therefore subject to the announcement and reporting requirements but is exempt from the independent shareholders' approval requirement under Chapter 14A of the Listing Rules.

DEFINITIONS

In this announcement, unless the context otherwise requires, the following expressions have the following meanings:

"Battery Cells Procurement Contract"	the procurement contracts entered into between Xinyuan Smart Storage and Guoning Technology on 14 August 2026 in relation to the procurement of energy storage battery cells pursuant to the tender requirements of the BESS Procurement Contract (for further details, please refer to the Company's announcement dated 14 August 2026)
"BESS"	battery energy storage system
"BESS Procurement Contract" or "Contract"	the procurement contract dated 14 August 2026 entered into between Xinyuan Smart Storage and Xinjiang Shengyuan in relation to the provision of a fully integrated BESS, inclusive of battery cells, battery cabins, energy management systems and other ancillary equipment for the Hamibei Project
"Board"	the board of Directors of the Company
"Company"	China Power International Development Limited (中國電力國際發展有限公司), a company incorporated in Hong Kong with limited liability whose shares are listed on the Main Board of the Stock Exchange
"Director(s)"	director(s) of the Company
"Group"	the Company and its subsidiaries from time to time
"Guoning Technology"	國寧新儲(福建)科技有限公司 (Guoning New Storage (Fujian) Technology Co., Ltd.*), the nominated energy storage battery cells supplier pursuant to the tender requirements of the BESS Procurement Contract

"Hamibei Project" or "Project"	a 100MW/200MWh energy storage project held by Xinjiang Shengyuan, located in Hami City, Xinjiang Uygur Autonomous Region, the PRC, which is designated to deliver backup power for an onshore wind power generation project of an estimated installed capacity of 1,000MW
"HK$"	Hong Kong dollars, the lawful currency of Hong Kong
"Hong Kong"	Hong Kong Special Administrative Region of the PRC
"Listing Rules"	the Rules Governing the Listing of Securities on the Stock Exchange
"MW"	megawatt, that is, one million watts. The installed capacity of a power plant is generally expressed in MW which is a unit of measurement for the output of power generation
"MWh"	a megawatt-hour or one thousand kilowatt-hour, is a standard unit of energy used in the electric power industry. One megawatt-hour is the amount of energy produced or consumed at one megawatt (or 1,000 kilowatts) over one hour
"PRC" or "China"	the People's Republic of China
"RMB"	Renminbi, the lawful currency of the PRC
"SPIC"	國家電力投資集團有限公司 (State Power Investment Corporation Limited*), the ultimate controlling shareholder of the Company, a wholly State-owned enterprise established by the approval of the State Council
"SPIC Xinjiang Energy"	國家電投集團新疆能源化工有限責任公司 (SPIC Xinjiang Energy Chemical Co., Ltd.*), a company incorporated in the PRC with limited liability, is a non wholly-owned subsidiary of SPIC and is owned as to 67.9401% by SPIC and 32.0599% by Xinjiang Investment Development
"Stock Exchange"	The Stock Exchange of Hong Kong Limited
"Xinjiang Investment Development"	新疆投資發展（集團）有限責任公司 (Xinjiang Investment Development (Group) Co., Ltd.*), a company established in the PRC with limited liability, which is ultimately controlled by the State-owned Assets Supervision and Administration Commission and the Department of Finance of the Xinjiang Uygur Autonomous Region

"Xinjiang Shengyuan" or "Buyer"	新疆電投盛元能源有限公司 (Xinjiang SPIC Shengyuan Energy Co., Ltd.*), a company incorporated in the PRC with limited liability and is a wholly-owned subsidiary of SPIC Xinjiang Energy
"Xinyuan Smart Storage" or "Seller"	新源智儲能源發展(北京)有限公司 (Xinyuan Smart Storage Energy Development (Beijing) Co., Ltd.*), a company incorporated in the PRC with limited liability, which is owned as to 55.32% by the Company and 44.68% by independent third parties

* *English or Chinese translation, as the case may be, is for identification purposes only*

This announcement contains translation between Renminbi and Hong Kong dollars at RMB0.87 to HK$1.00. The translation shall not be taken as a representation that the Renminbi could actually be converted into Hong Kong dollars at that rate, or at all.

By Order of the Board
China Power International Development Limited
GUI Xude
Chairman

Hong Kong, 14 August 2026

As at the date of this announcement, the directors of the Company are: executive directors GUI Xude and ZHAO Yonggang, non-executive directors HU Jiandong, ZHOU Jie and HUANG Qinghua and CHEN Pengjun, and independent non-executive directors LI Fang, YAU Ka Chi and HUI Hon Chung, Stanley.