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 TRANSACTIONS

Battery Cells Procurement Contracts

On 14 August 2026, Xinyuan Smart Storage, a non wholly-owned subsidiary of the Company entered into four New Battery Cells Procurement Contracts with Guoning Technology, pursuant to which, Xinyuan Smart Storage agreed to purchase, and Guoning Technology agreed to sell, energy storage battery cells for BESS projects.

As at the date of this announcement, SPIC owns approximately 65.81% of the issued share capital of the Company. As SPIC 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. Guoning Technology is a non wholly-owned subsidiary of SPIC and therefore a connected person of the Company. Accordingly, the Procurement Contracts constitute connected transactions of the Company under the Listing Rules.

Pursuant to Rule 14A.81 of the Listing Rules, as the transactions contemplated under the four New Battery Cells Procurement Contracts and the Previous Transactions were entered into with the same counterparty, Guoning Technology within a 12-month period, the transactions are required to be aggregated. The Previous Transactions, whether considered on a stand-alone or an aggregated basis on the date of entering into the transactions, were fully exempt by virtue of falling within the *de minimis* thresholds under Rule 14A.76 of the Listing Rules.

As the highest applicable percentage ratio as defined under Rule 14.07 of the Listing Rules in respect of the aggregate consideration of RMB174,626,116 (equivalent to approximately HK$200,719,700) payable under the Procurement Contracts exceeds 0.1% but is less than 5%, the transactions contemplated under the Procurement Contracts are therefore subject to the announcement and reporting requirements but are exempt from the independent shareholders' approval requirement under Chapter 14A of the Listing Rules.

BACKGROUND

Xinyuan Smart Storage acquires battery cells, one of the core components for BESS, for the BESS projects which it acts as the supplier and/or the contractor for provision of BESS in its ordinary course of business. Pursuant to the tender requirements for some of the BESS contracts concluded through open public tenders, Xinyuan Smart Storage as the successful bidder is required to procure battery cells from the nominated battery cells supplier(s).

The Board announces that Xinyuan Smart Storage entered into the Procurement Contracts with Guoning Technology, one of the nominated energy storage battery cells suppliers, pursuant to the tender requirements for certain BESS contracts recently awarded to Xinyuan Smart Storage through open public tenders.

Among the aforesaid BESS contracts is the BESS Procurement Contract entered into between Xinyuan Smart Storage and Xinjiang Shengyuan on the date of this announcement (please refer to the Company's announcement dated 14 August 2026 for details).

THE PROCUREMENT CONTRACTS

The four New Battery Cells Procurement Contracts

Date:	14 August 2026
Parties:	Xinyuan Smart Storage, as the Buyer; and Guoning Technology, as the Seller.
Considerations (tax inclusive):	(i) RMB74,291,838 * (ii) RMB14,825,735 (iii) RMB30,058,954 (iv) RMB25,996,936

The Previous Transactions

Date:	15 June 2026
Parties:	Xinyuan Smart Storage, as the Buyer; and Guoning Technology, as the Seller.
Considerations (tax inclusive):	(i) RMB14,229,036 (ii) RMB15,223,617

* *The Battery Cells Procurement Contract that entered into between Xinyuan Smart Storage and Guoning Technology pursuant to the tender requirements of the BESS Procurement Contract concluded through an open public tender (for further details of the BESS Procurement Contract, please refer to the Company's announcement dated 14 August 2026).*

Supply and Services to be provided by the Seller

Under each of the Procurement Contracts, the Seller shall provide all energy storage battery cells and cell caps and, where applicable, quality testing batteries, together with technical documentation, special tools, spare parts, personnel training, technical coordination, technical support and guidance, transportation (including transit insurance), as well as follow-up services throughout the warranty period (being five years from the day of delivery arrival and acceptance of the goods). During such period, the Seller is obliged to rectify any defects and damages that may arise.

Payment Terms

The consideration under each of the Procurement Contracts shall be payable by Xinyuan Smart Storage in the following manner:

- within 30 days after the execution of the Procurement Contract and upon the provision of a banker's letter of guarantee by the Seller, the Buyer shall pay 30% as prepayment deposit;

- upon delivery of all the goods to the designated delivery location and acceptance thereof by the Buyer, or 30 days after the delivery arrival of the goods, whichever is earlier, the Buyer shall pay 30% as delivery payment;

- upon completion of the installation and commissioning of all the equipment, successful grid connection, completion of the preliminary performance acceptance, or 90 days after the delivery arrival of the goods, whichever is earlier, the Buyer shall pay 30% as acceptance payment; and

- upon the expiry of one year after the delivery arrival and acceptance of the goods 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

The same as Xinyuan Smart Energy was awarded certain BESS contracts through open public tenders as the project supplier and contractor, Guoning Technology was awarded as the nominated energy storage battery cell supplier through public tendering process. In determining the final purchase price for each of the Procurement Contracts, references were made to the benchmark price offered by Guoning Technology during the public tendering process, after taking into considerations of the following factors:

(i) the prevailing price of lithium carbonate (99.5% battery grade) published by Shanghai Metals Market (上海有色網) (www.smm.cn);

(ii) public market price data published at the websites of China Energy Storage Alliance (中關村儲能產業技術聯盟) (www.cnesa.org) and TrendForce (集邦諮詢) (www.trendforce.cn); and

(iii) the consideration for comparable transactions of the same type of energy storage battery cells purchased by Xinyuan Smart Storage from independent third parties.

REASONS FOR AND BENEFITS OF THE CONNECTED TRANSACTIONS

The Procurement Contracts enable Xinyuan Smart Storage to secure a stable and reliable supply of high-quality battery cells from Guoning Technology, an established battery cell manufacturer with proven technical expertise and the support of CATL, a leading battery manufacturer in the PRC, which holds a 40% equity interest in Guoning Technology. As battery cells are the core component of BESS, maintaining a stable and secure source of supply is essential to ensuring the quality, timely delivery and overall performance of the supply and related services of BESS products provided by Xinyuan Smart Storage.

As the final purchase price of each of Procurement Contracts is subject to the prevailing market prices of battery cell raw materials, thereby ensuring that the battery cells are procured on competitive and market-based terms, the Directors are of the view that the consideration of the Procurement Contracts and their respective terms are no less favorable to the Group than those available 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 Procurement Contracts have been conducted 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 any material interest in the transactions contemplated under the Procurement Contracts 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 BUYER

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 principally engaged in energy storage system investment, system integration research and development and application.

INFORMATION OF THE SELLER

Guoning Technology is a limited liability company incorporated in the PRC in April 2024, which is owned as to 60% by SPIC and 40% by CATL (a third party independent of the Company and its connected persons). It is a non wholly-owned subsidiary of and ultimately controlled by SPIC. Guoning Technology is principally engaged in the provision of energy storage technical services, the research and development of emerging energy technologies, and the manufacture and sale of new energy power equipment and related materials.

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. As SPIC 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. Guoning Technology is a non wholly-owned subsidiary of SPIC and therefore a connected person of the Company. Accordingly, the Procurement Contracts constitute connected transactions of the Company under the Listing Rules.

Pursuant to Rule 14A.81 of the Listing Rules, as the transactions contemplated under the four New Battery Cells Procurement Contracts and the Previous Transactions were entered into with the same counterparty, Guoning Technology within a 12-month period, the transactions are required to be aggregated. The Previous Transactions, whether considered on a stand-alone or an aggregated basis on the date of entering into the transactions, were fully exempt by virtue of falling within the *de minimis* thresholds under Rule 14A.76 of the Listing Rules.

As the highest applicable percentage ratio as defined under Rule 14.07 of the Listing Rules in respect of the aggregate consideration of RMB174,626,116 (equivalent to approximately HK$200,719,700) payable under the Procurement Contracts exceeds 0.1% but is less than 5%, the transactions contemplated under the Procurement Contracts are therefore subject to the announcement and reporting requirements but are 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:

"BESS"	battery energy storage system
"BESS Procurement 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 further details, please refer to the Company's announcement dated 14 August 2026)
"Board"	the board of Directors of the Company
"CATL"	Contemporary Amperex Technology Co., Limited (寧德時代新能源科技股份有限公司), a company incorporated in the PRC with limited liability, whose shares are listed on the Shenzhen Stock Exchange and the Stock Exchange, is principally engaged in the research, development, manufacture and sale of electric vehicle and energy storage batteries
"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" or "Seller"	國寧新儲（福建）科技有限公司 (Guoning New Storage (Fujian) Technology Co., Ltd.*), a company incorporated in the PRC with limited liability, is a non wholly-owned subsidiary of SPIC and is owned as to 60% by SPIC and as to 40% by CATL
"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
"New Battery Cells Procurement Contracts"	the four new battery cells procurement contracts dated 14 August 2026, entered into between Xinyuan Smart Storage and Guoning Technology
"PRC" or "China"	the People's Republic of China
"Previous Transactions"	the two battery cells procurement contracts dated 15 June 2026 entered into between Xinyuan Smart Storage and Guoning Technology
"Procurement Contracts"	the New Battery Cells Procurement Contracts and the Previous Transactions entered into between Xinyuan Smart Storage and Guoning Technology in relation to the procurement of energy storage battery cells and ancillary services for use in the BESS supplied and provided by Xinyuan Smart Storage
"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
"Stock Exchange"	The Stock Exchange of Hong Kong Limited
"Xinjiang Shengyuan"	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 an indirect subsidiary of SPIC
"Xinyuan Smart Storage" or "Buyer"	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, and a non wholly-owned subsidiary 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, HUANG Qinghua and CHEN Pengjun, and independent non-executive directors LI Fang, YAU Ka Chi and HUI Hon Chung, Stanley.