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Concord New Energy Group Limited
協合新能源集團有限公司*

(Incorporated in Bermuda with limited liability)

(Stock Code: 182)

SUPPLEMENTAL ANNOUNCEMENT

**THE DISCLOSEABLE TRANSACTION
DISPOSAL OF COMPANIES**

Reference is made to the announcement of Concord New Energy Group Limited (the “**Company**”) dated 2 November 2020 in relation to the Disposals (the “**Announcement**”). Unless the context otherwise requires, the terms and expressions used herein shall have the same meanings as those defined in the Announcement. The board of directors of the Company (the “**Board**”) wishes to provide additional information in relation to the Announcement.

THE PROFIT AND LOSS ARRANGEMENT

China Nuclear Shandong, and Yinhua Century Concord and Century Concord Wind Power (collectively, the “**sellers**”) agreed that 31 May 2020 shall be used as the reference date for the purposes of assessing the financial position of the Target Companies, and that the Consideration I and the Consideration II shall be determined on the basis that the sellers shall not enjoy the benefit of the profits (the “**Interim Profits**”) or be liable for the losses (the “**Interim Losses**”) of the Target Companies between 31 May 2020 and the date of the Disposal-I Registration or the Disposal-II Registration (where applicable). As a result, the sellers have no right to require the Target Companies to pay any dividends in respect of the Interim Profits, whereas China Nuclear Shandong cannot claim the sellers for damages for the Interim Losses save for extraordinary losses or devaluation of the assets of the Target Companies not attributable to any acts of China Nuclear Shandong. The Interim Profits and/or the Interim Losses will be consolidated and reflected in the Company’s consolidated financial statements. As the sellers have no right to require the payment of any dividends from the Interim Profits and have no liability for the Interim Losses as aforesaid, (i) any Interim Profits will increase the net asset value of the Target Companies as at the date of the Disposal-I Registration or the Disposal-II Registration (where applicable) and will thus increase the disposal loss by the same amount, whereas (ii) any Interim Losses will decrease the net asset value of the Target Companies as at the Disposal-I Registration or the Disposal-II Registration (where

applicable) and will thus reduce the disposal loss. As a result, the consolidation of the Interim Profits or the Interim Losses will be completely offset by the corresponding increase or decrease in disposal loss.

THE CONSIDERATION I AND THE CONSIDERATION II

The Total Consideration represented a discount of approximately 17% to the unaudited net asset value of the Target Companies as at 30 September 2020. The Directors noted that the Consideration I and the Consideration II represented a higher price-to-book ratio comparing with some of the other companies' sales of photovoltaic power plants in the market in the last 3 months as identified by the Company. These other sales were comparable to the Disposals as they were photovoltaic power plants with scale of operation and subject to market environment similar to these of Yongren Century Concord and Huaping Century Concord. The selling prices of those comparable sales representing discounts to their net asset value ranged between 20% to 30%, and were greater discounts to the discount to the net asset value of the Disposals.

THE BACKGROUND AND THE ULTIMATE BENEFICIAL OWNER(S) OF CHINA NUCLEAR SHANDONG

To the best of the Directors' knowledge and belief after having made all reasonable enquiries, the purchaser under the Disposal-I Agreement and the Disposal-II Agreement is China National Nuclear Power Co., Ltd.* (中國核能電力股份有限公司), which is a company listed on the Shanghai Stock Exchange (stock code: 601985) and is principally engaged in the development, investment, construction and operation of nuclear power. Insofar as the Directors are aware, as at the date of the Announcement, China National Nuclear Power Co., Ltd.* was owned as to 69.5% by the State-owned Assets Supervision and Administration Commission of the PRC and the remaining 30.5% was owned by independent third parties.

Save as supplemented and clarified above, all other information contained in the Announcement remains unchanged.

For and on behalf of
Concord New Energy Group Limited
Liu Shunxing
Chairman

Hong Kong, 13 November 2020

As at the date of this announcement, the Board comprises Mr. Liu Shunxing (Chairman), Ms. Liu Jianhong (Vice Chairperson), Mr. Gui Kai (Chief Executive Officer), Mr. Niu Wenhui, Dr. Shang Li and Mr. Zhai Feng (all of above are executive Directors), Mr. Wang Feng (who is a non-executive Director), and Mr. Yap Fat Suan, Henry, Dr. Jesse Zhixi Fang, Ms. Huang Jian and Mr. Zhang Zhong (who are independent non-executive Directors).

* *For identification purposes only*