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(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 01250)

DISCLOSEABLE TRANSACTION FINANCE LEASE AGREEMENT

THE FINANCE LEASE AGREEMENT

On 25 July 2025, Wenshui Shangao Heat Supply, as lessee, entered into the Finance Lease Agreement with CR Leasing, as lessor, pursuant to which CR Leasing shall purchase the Leased Assets from Wenshui Shangao Heat Supply for a total consideration of RMB250,000,000; and the Leased Assets would then be leased to Wenshui Shangao Heat Supply for a term of 96 months. The ownership of the Leased Assets under the Finance Lease Agreement will be vested in CR Leasing throughout the lease period. At the end of the lease period and subject to payments by Wenshui Shangao Heat Supply of (i) all amounts due under the Finance Lease Agreement; and (ii) a nominal consideration of RMB100 for the Leased Assets, the ownership of the Leased Assets will be returned to Wenshui Shangao Heat Supply.

IMPLICATIONS UNDER THE LISTING RULES

As the highest applicable percentage ratio sets out in Rule 14.07 of the Listing Rules in respect of the Finance Lease Agreement and the transactions contemplated therein is more than 5% and all of the applicable percentage ratios are below 25%, the execution of the Finance Lease Agreement and the transactions contemplated therein constitute a discloseable transaction for the Company under Chapter 14 of the Listing Rules and are therefore subject to the notification and announcement requirements under Chapter 14 of the Listing Rules.

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Date

25 July 2025

Parties

Lessor: CR Leasing
Lessee: Wenshui Shangao Heat Supply

The Finance Lease Agreement comprised (i) the purchase of the Leased Assets by CR Leasing from Wenshui Shangao Heat Supply; and (ii) the lease arrangements, details of which are set out below.

Sale and purchase arrangements

Pursuant to the Finance Lease Agreement, CR Leasing shall purchase the Leased Assets from Wenshui Shangao Heat Supply for a total consideration of RMB250,000,000. The consideration to be paid by CR Leasing was determined after arm's length negotiations between parties to the Finance Lease Agreement by reference to the market value of the Leased Assets.

The payment of the consideration is conditional upon the fulfilment of certain conditions under the Finance Lease Agreement, including, among others:

- (i) execution and completion of the applicable procedures in respect of the controlled account agreement by Wenshui Shangao Heat Supply as collateral of the Finance Lease Agreement;
- (ii) CR Leasing having received an independent valuation report of the Leased Assets approved by CR Leasing;
- (iii) relevant insurance policy(ies) covering the Leased Assets taken out by Wenshui Shangao Heat Supply being delivered to CR Leasing;
- (iv) CR Leasing having received an undertaking from the shareholder of Wenshui Shangao Heat Supply that it will not create any charges over the equity interest of Wenshui Shangao Heat Supply to any other parties;
- (v) CR Leasing having received the document from the relevant government authority approving the transaction contemplated under the Finance Lease Agreement, where the form of such document is approved by CR Leasing;
- (vi) CR Leasing having received the relevant documentary proof for confirming the ownership of the Leased Assets;
- (vii) Wenshui Shangao Heat Supply having passed the relevant resolutions for approving the execution and performance of the Finance Lease Agreement according to its articles of association; and
- (viii) Wenshui Shangao Heat Supply coordinating the registration of the change of title of the Leased Assets.

Lease back arrangements

Pursuant to the Finance Lease Agreement, CR Leasing agreed to lease the Leased Assets to Wenshui Shangao Heat Supply for a term of 96 months. The commencement date of the lease period shall be notified by CR Leasing in writing.

Lease payments

Pursuant to the Finance Lease Agreement, the total estimated aggregate lease payments payable by Wenshui Shangao Heat Supply to CR Leasing shall be approximately RMB291,985,895.23 (excluding tax), being the principal lease cost of RMB250,000,000 plus the estimated aggregate interest of approximately RMB41,985,895.23.

The principal lease cost and the estimated aggregate interest shall be payable in 32 quarterly instalments. The initial interest rate for the first year of the lease period shall be 4.1% per annum, and the subsequent the interests are calculated at a floating rate and shall be adjusted with reference to the loan prime rate (LPR) for loans with a maturity of above 5 years as promulgated by the National Interbank Funding Centre of the People's Bank of China in the first lease payment in every calendar year plus the agreed margin rate at 0.6% per annum, which was fixed as at the date of the Finance Lease Agreement, during the lease period. Wenshui Shangao Heat Supply shall enter into a controlled account agreement in favour of CR Leasing as security under the Finance Lease Agreement during the lease period.

Ownership of the Leased Assets

The ownership of the Leased Assets under the Finance Lease Agreement will be vested in CR Leasing throughout the lease period. At the end of the lease period and subject to payments by Wenshui Shangao Heat Supply of (i) all amounts due under the Finance Lease Agreement; and (ii) a nominal consideration of RMB100 for the Leased Assets, the ownership of the Leased Assets will be returned to Wenshui Shangao Heat Supply.

The estimated aggregate lease payments under the Finance Lease Agreement were determined after arm's length negotiations between parties to the Finance Lease Agreement by reference to the principal amounts of the lease and the prevailing market interest rate for finance lease of comparable size and subject matter of the finance lease (including the nature and quality of machines, equipment and ancillary facilities).

REASONS FOR AND BENEFITS OF THE FINANCE LEASE AGREEMENT

The Finance Lease Agreement and the transactions contemplated therein have been agreed under normal commercial terms and after arm's length negotiations between the relevant parties and provide the Group with long-term financial resources for development and construction of second phase of the heat supply construction project at Wenshui County, Shanxi Province, the PRC and provide additional liquidity to the Group. It is expected that the finance lease arrangement under the Finance Lease Agreement can reduce the cost of funding of the Group as a whole and streamline the asset structure of the Group, which will enhance the operation efficiency of the Group as a whole. The Directors therefore consider that the terms of the Finance Lease Agreement and the transactions contemplated therein are fair and reasonable and in the interests of the Company and the Shareholders as a whole.

INFORMATION ON THE LEASED ASSETS

As at 31 March 2025, the unaudited book value (prepared under the PRC GAAP) of the Leased Assets was approximately RMB251,455,200. The Leased Assets did not record any revenue and net profits (before and after taxation) for the years ended 31 December 2023 and 2024.

It is expected that according to the Hong Kong Financial Reporting Standards, the transactions contemplated under the Finance Lease Agreement shall be accounted for as financing arrangements and would not be regarded as a disposal of assets, and therefore would not give rise to any gain or loss to the Group.

INFORMATION OF THE COMPANY AND THE GROUP

The Company is a company incorporated in the Cayman Islands with limited liability and its shares are listed on the Main Board of the Stock Exchange (Stock Code: 1250). The principal activity of the Company is investment holding. The Group is principally engaged in the investment, development, construction, operation and management of photovoltaic power businesses, wind power businesses and clean heat supply businesses in the PRC.

INFORMATION OF THE LESSEE

Wenshui Shangao Heat Supply is a indirect wholly-owned subsidiary of the Company. It is principally engaged in operation and management for provision of clean heat supply services.

INFORMATION OF THE LESSOR

CR Leasing is a non-banking financial institution established in the PRC, which principally engaged in financial leasing, leasing, factoring and other related consultancy and guarantee services. As at the date of this announcement, to the best knowledge, information and belief of the Directors having made all reasonable enquiries, CR Leasing is owned as to (i) 54.75% by China Resources Leasing (HK) Company Limited (“**CR Leasing (HK)**”), a company incorporated in Hong Kong with limited liability; (ii) 18.25% by China Resources Pharmaceutical Holdings Company Limited (華潤醫藥控股有限公司) (“**CR Pharmaceutical Holdings**”), a limited company established in the PRC; (iii) 18.25% by China Resources Pharmaceutical Commercial Group Company Limited (華潤醫藥商業集團有限公司) (“**China Resources Pharmaceutical Commercial**”), a limited company established in the PRC; and (iv) 8.75% by Shenzhen Guangju Investment Holdings (Group) Co., Ltd.* (深圳市廣聚投資控股(集團)有限公司) (“**Shenzhen Guangju**”), a limited company established in the PRC. CR Leasing (HK) is ultimately owned by State-owned Assets Supervision and Administration Commission of the State Council of the PRC. CR Pharmaceutical Holdings and China Resources Pharmaceutical Commercial are indirect subsidiaries of China Resources Pharmaceutical Group Limited, the shares of which are listed on the Stock Exchange (stock code: 3320). Shenzhen Guangju is ultimately owned as to approximately 68.6% by State-owned Assets Supervision and Administration Commission of Nanshan District of Shenzhen.

To the best knowledge, information and belief of the Directors having made all reasonable enquiries, CR Leasing and its ultimate beneficial owners are Independent Third Parties.

IMPLICATIONS UNDER THE LISTING RULES

As the highest applicable percentage ratio sets out in Rule 14.07 of the Listing Rules in respect of the Finance Lease Agreement and the transactions contemplated therein is more than 5% and all of the applicable percentage ratios are below 25%, the execution of the Finance Lease Agreement and the transactions contemplated therein constitute a discloseable transaction for the Company under Chapter 14 of the Listing Rules and are therefore subject to the notification and announcement requirements under Chapter 14 of the Listing Rules.

DEFINITIONS

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

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| “Board” | the board of Directors |
| “Company” | Shandong Hi-Speed New Energy Group Limited, a company incorporated in the Cayman Islands with limited liability, the Shares of which are listed on the main board of the Stock Exchange (Stock Code: 1250) |
| “connected person(s)” | has the meaning ascribed to it under the Listing Rules |
| “CR Leasing” | China Resources Financial Leasing Co., Ltd (華潤融資租賃有限公司), a company established in the PRC with limited liability, whose principal business is finance leasing |
| “Directors” | the director(s) of the Company |
| “Finance Lease Agreement” | the finance lease agreement dated 25 July 2025 entered into between Wenshui Shangao Heat Supply, as lessee, and CR Leasing, as lessor, for the Leased Assets for a total consideration of RMB250,000,000, details of which are set out in the section headed “The Finance Lease Agreement” in this announcement |
| “Group” | the Company and its subsidiaries |
| “Hong Kong” | the Hong Kong Special Administrative Region of the PRC |
| “Independent Third Party(ies)” | any person(s) or company(ies) and their respective ultimate beneficial owner(s), to the best of the Directors’ knowledge, information and belief having made all reasonable enquiries, are not connected persons of the Company and are third parties independent of the Company and its connected persons in accordance with the Listing Rules |

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| “Leased Assets” | the heating equipment and ancillary facilities at Wenshui County, Shanxi Province, the PRC, which are owned and operated by Wenshui Shangao Heat Supply |
| “Listing Rules” | the Rules Governing the Listing of Securities on the Stock Exchange |
| “PRC” | the People’s Republic of China |
| “PRC GAAP” | generally accepted accounting principles of the PRC |
| “RMB” | Renminbi, the lawful currency of the PRC |
| “Shareholder(s)” | holder(s) of the Shares |
| “Shares” | ordinary shares of HK\$0.05 each in the share capital of the Company |
| “Stock Exchange” | The Stock Exchange of Hong Kong Limited |
| “Wenshui Shangao Heat Supply” | 文水山高供熱有限公司 (Wenshui Shangao Heat Supply Company Limited*), a company established in the PRC with limited liability and an indirect wholly-owned subsidiary of the Company as at the date of this announcement |
| “%” | per cent. |

By Order of the Board
Shandong Hi-Speed New Energy Group Limited
Li Tianzhang
Chairman

Hong Kong, 25 July 2025

As at the date of this announcement, the Board comprises Mr. Li Tianzhang, Mr. Zhu Jianbiao, Mr. Wang Wenbo, Mr. Liu Zhijie, Ms. Liao Jianrong, Mr. Li Li and Mr. Wang Meng as executive Directors; and Professor Qin Si Zhao, Mr. Victor Huang, Mr. Yang Xiangliang and Mr. Chiu Kung Chik as independent non-executive Directors.

* For identification purposes only