

*Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.*



**Datang Environment Industry Group Co., Ltd.\***  
**大唐環境產業集團股份有限公司**

*(A joint stock company incorporated in the People's Republic of China with limited liability)*

**(Stock Code: 1272)**

**PROPOSED CHANGE OF AUDITORS**

This announcement is made by Datang Environment Industry Group Co., Ltd.\* (the “**Company**”) pursuant to Rule 13.51(4) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

The board (the “**Board**”) of directors (the “**Directors**”) of the Company announces that pursuant to the Circular on the Issues Relating to Accounting Firms Undertaking Audit of Final Financial Accounts of Central State-Owned Enterprises (Cai Kuai [2011] No. 24) (《關於會計師事務所承擔中央企業財務決算審計有關問題的通知》(財會[2011]24號)) issued by the Ministry of Finance of the People's Republic of China and the State-owned Assets Supervision and Administration Commission of the State Council in respect of the restrictions on the term of years of audit services that an accounting firm can provide, the service terms of Ernst & Young and Ernst & Young Hua Ming LLP (“**EY & EY Hua Ming**”) will expire soon. They will retire respectively as the international and domestic auditors of the Company upon expiration of their current term of office at the conclusion of the 2021 annual general meeting of the Company to be held on 30 June 2022 (the “**2021 AGM**”) and will not be re-appointed.

According to the result of tender organised by the Company under the Company's internal regulations in relation to procurement management and upon the recommendation from the audit committee of the Company (the “**Audit Committee**”), the Board resolved to propose the appointment of Moore Stephens CPA Limited and Da Hua CPAs (Special General Partnership), the accounting firms with the highest overall score during the tender process, as the new international and domestic auditors of the Company for 2022, respectively (the “**Proposed Appointment**”), following the retirement of EY & EY Hua Ming and to hold office until the conclusion of the 2022 annual general meeting of the Company, subject to the approval of shareholders of the Company (the “**Shareholders**”) at the 2021 AGM. The Board will also propose to the Shareholders at the 2021 AGM to approve the grant of authority to the Board, which further grants such authority to the senior management of the Company, to determine the auditors' remunerations based on the actual auditing works performed by the auditors.

EY & EY Hua Ming have confirmed to the Company that there are no matters relating to their retirement that need to be brought to the Shareholders' attention. The Board and the Audit Committee have confirmed that there are no disagreement or outstanding matters between EY & EY Hua Ming and the Company, and they were not aware of any matters relating to the proposed change of auditors that need to be brought to the attention of the Shareholders.

A supplemental circular containing, among other things, details of the Proposed Appointment together with the supplemental notice convening the 2021 AGM will be despatched to the Shareholders in due course.

The Board would like to take this opportunity to express its sincere gratitude to EY & EY Hua Ming for their professional services provided to the Company during the past years.

By order of the Board  
**Datang Environment Industry Group Co., Ltd.\***  
**Wang Yanwen**  
*Chairman*

Beijing, the PRC, 15 June 2022

*As of the date of this announcement, the executive Director is Mr. Wang Yanwen; the non-executive Directors are Mr. Tian Dan, Mr. Wang Junqi, Mr. Wu Daqing, Mr. Chen Kan and Mr. Song Yunpeng; and the independent non-executive Directors are Mr. Ye Xiang, Mr. Mao Zhuanjian and Mr. Gao Jiexiang.*

\* *For identification purposes only*