OVERVIEW

We are a company that provides specialized solutions in integrated waste treatment and resource utilization, including the investment, management, and operation of green energy and environmental services projects. Our core business comprises (i) clean waste-to-energy incineration; (ii) the integrated treatment of various types of waste (including sludge, food waste, sewage and leachate, fly ash, and others); (iii) the interim treatment and transfer of household waste; and (iv) the collection, harmless treatment, compression, and resource utilization of food waste. Our journey can be traced back to September 2011 when Hunan Junxin Sludge Treatment Co., Ltd.* (湖南軍信污泥處置有限公司) ("**Junxin Sludge Treatment**"), the predecessor of our Company, was established in the PRC as a limited liability company. In April 2017, our Company was converted into a joint stock limited company and renamed as Hunan Junxin Environmental Protection Co., Ltd.* (湖南軍信環保股份有限公司).

Under the leadership of Mr. Dai, we have developed into a top-ranked waste-to-energy enterprise in China and the market leader in Hunan Province, committed to environmental stewardship and technological excellence. For the biography of Mr. Dai, please see the section headed "Directors and Senior Management" in this Document.

We have demonstrated our ability to replicate our success across regions by both organic expansion and strategic acquisitions. Our business in the interim treatment and transfer of household waste, and the harmless treatment and resource utilization of food waste was consolidated in our Group in November 2024 through the Acquisition of Renhe. Not only has such acquisition broadened our service footprint — particularly in Changsha and surrounding areas — it also deepened our capabilities across the solid waste treatment value chain. We have also launched overseas initiatives that underscore our ability to deliver scalable environmental infrastructure in Kyrgyzstan. Furthermore, we have entered into the relevant investment agreement for jointly developing a green energy and environmental services project in Kazakhstan.

BUSINESS DEVELOPMENT MILESTONES

The following table illustrates the key milestones of our business development since our establishment:

Year	Milestone
2011	The predecessor of our Company was established.
2017	We converted into a joint-stock liability company.
	Pursuant to a Concession Business and Asset Transfer Agreement, we took over the sewage treatment, and landfill concession operations and related assets from Junxin Group, and commenced providing relevant services to our customers. Please refer to the sub-section headed "Major acquisitions" in this section for further details.
2018	Our Changsha Waste-to-energy Incineration Project (phase I) commenced with a daily design capacity of 5,000 tons of waste, and was subsequently recognized as a benchmark project in Hunan Province's environmental sanitation industry.
2019	Our Changsha Waste-to-energy Incineration Project (phase I) was awarded the 2018-2019 China Construction Engineering Luban Prize (National Quality Project).
2021	Our Changsha Waste-to-energy Incineration Project (phase II) commenced with a daily treatment capacity of 2,800 tons of waste and 500 tons of sludge, making Changsha the first city in China to achieve full-volume incineration of municipal solid waste.
2022	We were listed on the Shenzhen Stock Exchange.

Year	Milestone
2023	Our Changsha Waste-to-energy Incineration Project (phase II) was awarded the 2022-2023 China Construction Engineering Luban Prize (National Quality Project).
2024	Pingjiang Waste-to-Energy Incineration Project commenced with a daily treatment capacity of 600 tons of waste.
	We completed the Acquisition of Renhe.
	We signed a concession agreement and a power purchase agreement for Bishkek Project in Kyrgyzstan.
2025	Liuyang Project commenced with a daily treatment capacity of 1,200 tons of waste.
	We entered into the relevant investment agreement with the local government authorities of Almaty, Kazakhstan to jointly develop a green energy and environmental services project in Almaty, Kazakhstan.
	Phase I of the Bishkek project commenced operation.
2026	We entered into a service concession agreement to develop a green energy and environmental services project in Osh City, Kyrgyzstan.
	We entered into a waste supply agreement and a power purchase agreement in April 2026 in relation to a green energy and environmental services project with the local government authorities of Almaty, Kazakhstan.
	We received a notice of award for the Changsha Hexi Waste-to-Energy Incineration Power Plant Project (with a planned treatment capacity of 4,000 tons per day).

OUR MAJOR OPERATING SUBSIDIARIES

The following subsidiaries of our Group had made material contribution to our results of operations during the Track Record Period.

Name of major subsidiary[1]	Principal business activities	Shareholding controlled by our Company	Date and jurisdiction of establishment
Renhe Environmental Protection[2]	Interim treatment, compression, and transfer of household waste in the PRC	63%	July 1, 2004, PRC
Renhe Environment Technology[2]	Collection, harmless treatment and resource utilization of food waste in the PRC	63%	November 23, 2011, PRC
Pingjiang Junxin	Operation of waste-to-energy projects for co-incineration of waste and sludge in the PRC	100%	July 31, 2012, PRC
Puxiang Bioenergy	Operation of waste-to-energy incineration projects in the PRC	80%	December 28, 2015, PRC
Puxiang Environmental Energy	Operation of waste-to-energy projects for co-incineration of waste and sludge in the PRC	70%	April 23, 2019, PRC

Name of major subsidiary[1]	Principal business activities	Shareholding controlled by our Company	Date and jurisdiction of establishment
Liuyang Junxin	Operation of waste-to-energy incineration projects in the PRC	70%	March 21, 2023, PRC

Notes:

(1) Each of these major subsidiaries contribute to 10% or more of our Group's total revenue during the Track Record Period.

(2) Renhe Environment Technology is directly owned as to 63% by our Company and Renhe Environmental Protection is a direct wholly-owned subsidiary of Renhe Environment Technology.

CORPORATE DEVELOPMENT OF OUR COMPANY

Early development of our Company

On September 22, 2011, the predecessor of our Company Junxin Sludge Treatment was established as a limited liability company under the laws of the PRC, with an initial registered capital of RMB30,000,000. As of the date of its establishment, Junxin Sludge Treatment was owned as to 75% by Junxin Group and 25% by Changsha Drainage Co., Ltd.* (長沙市排水有限責任公司).

Conversion of our Company into a joint stock company

On April 25, 2017, our Company was converted into a joint stock company and was renamed as Hunan Junxin Environmental Protection Co., Ltd* (湖南軍信環保股份有限公司), with Junxin Group, Mr. Dai and He Yingpin (何英品) being our promoters and the registered capital of our Company being RMB50,000,000. Upon the completion of such conversion, our Company was held as to 90.0% by Junxin Group, 5.5% by Mr. Dai and 4.5% by He Yingpin.

Listing on the Shenzhen Stock Exchange

With the approval of the CSRC, we completed our initial public offering of 68,340,000 A Shares and became listed on the Shenzhen Stock Exchange (stock code: 301109.SZ) on April 13, 2022. We raised approximately RMB2,265.13 million from the listing of A Shares after deducting the underwriting commissions and offering-related expenses. Upon completion of the listing of A Shares, our Company had a registered capital of RMB273,340,000 divided into 273,340,000 A Shares.

Acquisition of Renhe and raising supporting funds

Pursuant to an agreement for the purchase of assets by share issue and cash payment (《發行股份及支付現金購買資產協議》 (the "**Agreement for the Purchase of Assets by Share Issue and Cash Payment**") dated March 3, 2023 and the subsequent supplemental agreements, our Company agreed to acquire a total of 63% equity interest in Renhe Environment Technology from 19 counterparties, including Hunan Renjing, Hunan Renlian, Hong Yefan (洪也凡), Hunan Renyi and Hu Shiti (胡世梯). As part of the consideration of the above equity transfers, our Company issued a total of 105,615,853 A Shares to the 19 counterparties, which was approved by the CSRC in July 2024 and were listed in December 2024.

For further details of the Acquisition of Renhe, please refer to the sub-section headed "Major acquisitions" in this section.

Alongside with the above, our Company conducted a non-public offering of 48,017,606 A Shares to 14 specified investors for fund raising of the Acquisition of Renhe and supplementing the working capital of the Company. Upon the completion of the Acquisition of Renhe and such non-public offering, the total registered capital of our Company increased to RMB563,643,459.

2025 share repurchase plan

In April 2025, our Board of Directors resolved a plan to repurchase, in the next 12 months, A Shares from the secondary market using our internal capital, with a total budget between RMB200 million to RMB300 million and a target price of not more than RMB30.57 per A Share (revised on June 17, 2025 to RMB21.19 per A Share with effect from June 17, 2025) (the "**2025 Share Repurchase Plan**"), for the purpose of granting such repurchased A Shares under any future employee stock ownership plans or share incentive scheme. The 2025 Share Repurchase Plan was completed on April 1, 2026, and as of the date of its completion, 18,889,311 A Shares were repurchased and held in our Company's stock repurchase account, representing approximately 2.39% of our Shares as at the Latest Practicable Date. Please see the "Statutory and General Information — 4. 2025 Share repurchase plan" in Appendix VI to this Document for further details. As of the Latest Practicable Date, our Company had a registered capital of RMB789,100,842.

MAJOR ACQUISITIONS

Major acquisitions prior to the Track Record Period

Acquisition of Puxiang Bioenergy and concession business from Junxin Group

Puxiang Bioenergy was established in the PRC as a limited liability company on December 28, 2015, which was principally engaged in the business of operation of waste-to-energy incineration projects in the PRC. On June 29, 2017, our Company entered into a capital increase agreement with Junxin Group, pursuant to which our Company agreed to acquire 80% of the equity interest in Puxiang Bioenergy, in consideration for Junxin Group's subscription of RMB113,055,552 of the registered capital of our Company. The consideration was determined on the basis of arm's length negotiation, taking into account (i) an audit report of Puxiang Bioenergy prepared by an independent auditor; and (ii) a valuation report issued by an independent valuer. After the above acquisition, Puxiang Bioenergy became a direct non-wholly owned subsidiary of our Company.

Our Company also entered into a concession business and asset transfer agreement ("**Concession Business and Asset Transfer Agreement**") with Junxin Group on June 29, 2017, pursuant to which Junxin Group agreed to transfer its concession business of sewage treatment and waste landfill, together with the related assets, rights and liabilities, and personnel, to our Company at a consideration of approximately RMB197.2 million. The consideration was determined on the basis of arm's length negotiation, taking into account (i) an audit report of the relevant assets and liabilities prepared by an independent auditor; (ii) a valuation report issued by an independent valuer; and (iii) the then audited net asset value of our Company.

The acquisitions were properly and legally completed and settled on June 30, 2017, and all relevant approval required from the relevant authorities have been obtained. The acquisitions were driven by our Company's need to integrate solid waste treatment-related business, improve operational efficiency and eliminate competition with Junxin Group.

Acquisition of Pingjiang Junxin

Pingjiang Junxin was established in the PRC as a limited liability company on July 31, 2012, which was principally engaged in the business of operating waste-to-energy projects for co-incineration of waste and sludge in the PRC. On June 30, 2020, our Company entered into an equity transfer agreement with each of Junxin Group and Leng Chaoqiang, pursuant to which Junxin Group and Leng Chaoqiang agreed to transfer 94% and 6% of the equity interest in Pingjiang Junxin to our Company at a consideration of approximately RMB24.2 million and RMB1.5 million, respectively. The consideration was determined on the basis of arm's length negotiation, taking into account (i) an audit report of Pingjing Junxin prepared by an independent auditor; and (ii) a valuation report issued by an independent valuer. After the above acquisition, Pingjiang Junxin became a direct wholly-owned subsidiary of our Company.

The acquisition was properly and legally completed and settled by cash on June 30, 2020, and all relevant approval required from the relevant authorities have been obtained. The acquisition was also driven by our Company's need to eliminate competition with Junxin Group.

Major acquisition during the Track Record Period

Acquisition of Renhe

Renhe Environment Technology was established in the PRC as a limited liability company on November 23, 2011, which was principally engaged in the business of collection, harmless treatment and resource utilization of food waste in the PRC. Pursuant to the Agreement for the Purchase of Assets by Share Issue and Cash Payment dated March 3, 2023 entered into between the Company and the then shareholders of Renhe Environment Technology, as well as the relevant subsequent supplemental agreements, the Company agreed to acquire a total of 63% equity interest in Renhe Environment Technology from 19 counterparties, including Hunan Renjing, Hunan Renlian, Hong Yefan, Hunan Renyi and Hu Shiti. The total consideration of the acquisition of Renhe Environment Technology comprised the issuance of 105,615,853 A Shares by our Company with fair value of RMB1,537,767,000 and the cash payment of RMB659,043,000, equivalent to a total value of RMB2,196,810,000. The consideration was determined on the basis of arm's length negotiation, taking into account (i) the then average share price of our Company; and (ii) a valuation report for the equity interest of Renhe Environment Technology issued by an independent valuer. After the above acquisition, Renhe Environment Technology became a direct non-wholly owned subsidiary of our Company.

The acquisition was executed through a combination of share issuance and cash payment, which were fully settled in November 2024 and January 2025, respectively. All relevant approval required from the relevant authorities have been obtained, including the approval by CSRC in July 2024. The acquisition was driven by our Company's business plan to enter into the food waste business and household waste transfer business, and deepen our capabilities across the solid waste treatment value chain.

As one or more of the applicable ratios exceed 25% but less than 100%, the Acquisition of Renhe is considered as a major transaction, and the relevant pre-acquisition financial information is required to be disclosed pursuant to Rule 4.05A of the Hong Kong Listing Rules. For details of certain pre-acquisition financial information of Renhe Environment Technology from January 1, 2023 to November 30, 2024, please refer to Note 34 to the Accountants' Report included in Appendix I to this Document. We have consolidated the results of operations of Renhe Environment Technology since December 2024. For details, please refer to Note 15 to the Accountants' Report included in Appendix I to this Document.

Pursuant to the Agreement for the Purchase of Assets by Share Issue and Cash Payment, the Company also entered into a performance pledge and compensation agreement and relevant supplemental agreements (the "**Performance Pledge and Compensation Agreements**") with Hunan Renlian, Hunan Renjing, Hong Yefan, Yi Zhigang (易志剛), Hu Shiti, Zu Zhu (祖柱) and Hunan Renyi (collectively, the "**Agreements for Acquisition of Renhe**"). The following sets out a summary of the major terms of the Agreements for Acquisition of Renhe:

Governance of Renhe Environment Technology:	The board of directors of Renhe Environment Technology shall comprise seven directors, and our Company shall have the right to nominate four directors.
Profit guarantee:	Each of Hunan Renlian, Hunan Renjing, Hong Yefan, Yi Zhigang, Hu Shiti, Zu Zhu and Hunan Renyi (the "**Profit Guarantors**") guarantees that, during the years of 2023, 2024, 2025, 2026 and 2027 (the "**Profit Guarantee Period**"), the annual net profit of Renhe Environment Technology shall not be less than RMB412,312,600, RMB416,321,500, RMB436,089,200, RMB458,268,100 and RMB475,248,400, respectively (the "**Profit Guarantees**", each a "**Profit Guarantee**"). It is agreed that the determination of annual net profit of Renhe Environment Technology shall exclude the non-recurring profit or loss items and shall not consider the impact of (i) the share-based payment expenses incurred by Renhe Environment Technology due to share incentives implemented by our Company, and (ii) the profit or loss generated from newly initiated investment projects of Renhe Environment Technology after the completion of acquisition.

	Upon the expiration of the Profit Guarantee Period, a special audit will be performed by a qualified auditor on the actual aggregate net profit of Renhe Environment Technology. If the actual aggregate net profit for the Profit Guarantee Period is lower than the aggregate amount of Profit Guarantees for the Profit Guarantee Period, each of the Profit Guarantors shall proportionately compensate our Company with the Shares issued to him/it in the Acquisition of Renhe with reference to (i) the shortfall between the actual aggregate net profit and the aggregate Profit Guarantees for the Profit Guarantee Period; (ii) the issue price of Shares in the Acquisition of Renhe; and (iii) the total consideration for the Acquisition of Renhe. In the event that the number of Shares subject to compensation exceeds the number of Shares actually issued to the Profit Guarantors, the shortfall shall be compensated by cash. Since the completion of the Acquisition of Renhe, each of the Profit Guarantees for the years of 2023, 2024 and 2025 has been achieved.
Lock-up period:	According to applicable PRC regulatory requirements, the Shares issued by our Company to the counterparties for the Acquisition of Renhe shall be subject to a lock-up period of 12 months or 24 months, commencing from the date of issuance. Upon arms' length negotiations between the parties, in addition to the above and subject to a special audit performed for the relevant period, the Shares issued to the Profit Guarantors shall be further subject to the lock-up and release arrangement that, if the net profit achieved by Renhe Environment Technology for the period of 2023 to 2025, 2023 to 2026 and 2023 to 2027 exceeds the aggregate amount of Profit Guarantees for the respective period, a total of 30%, 60% and 100% of the Shares issued to the Profit Guarantors shall be unlocked at the end of the aforesaid respective period.
Right of first refusal:	The Company shall have the right of first refusal for the potential acquisition of the remaining 37% equity interest in Renhe Environment Technology, provided that the actual aggregate net profit for the Profit Guarantee Period achieves no less than 80% of the aggregate amount of Profit Guarantees for the Profit Guarantee Period. The purchase price for the remaining equity interest will be determined based on a valuation report jointly commissioned by both parties at the time of the transaction.

ACTING IN CONCERT

On October 12, 2020, Mr. Dai and Ms. Li, the mother-in-law of Mr. Dai, entered into the AIC Agreement, pursuant to which (i) Mr. Dai and Ms. Li acknowledged and agreed that they have acted and will continue to act in concert for all management affairs of our Group, and they have casted and will continue to cast votes unanimously for or against all resolutions in all general meetings of the Company; (ii) if either Mr. Dai and Ms. Li is unable to attend a general meeting, he/she shall appoint the other party as his/her proxy to attend and exercise voting rights on his/her behalf, and if both Mr. Dai and Ms. Li are unable to attend a general meeting, they shall jointly appoint a third-party representative to attend and vote on their behalf; and (iii) if Mr. Dai and Ms. Li are unable to reach a consensus on relevant matters after extensive discussion, Mr. Dai's opinion shall take precedence. The AIC Agreement took effect on October 12, 2020 with an indefinite term. Please see the section headed "Substantial Shareholders" in this Document for details of the shareholding interest of our Controlling Shareholders.

VOTING RIGHTS PROXY AGREEMENT

In light of the Acquisition of Renhe, on June 26, 2023, Hong Yefan, Hunan Renlian, Hunan Renjing, Hunan Renyi, being the Proxy Grantors, entered into the Voting Rights Proxy Agreement with Mr Dai, pursuant to which Mr Dai, for an indefinite term, was appointed as the exclusive, irrevocable and unconditional proxy of the Proxy Grantors to exercise in his sole discretion at the general meetings of the Company all voting rights attached to the Shares held by the Proxy Grantors. On October 24, 2023, the Proxy Grantors and Mr. Dai entered into a supplemental agreement to amend the term of the Voting Rights Proxy Agreement, such that it would be effective for a term commencing from the date on which the Shares were registered under the name of the Proxy Grantors and ending on December 31, 2027. By entrusting such voting rights to Mr. Dai, the Proxy Grantors affirm their support and faith in the leadership and management of Mr. Dai to act in a manner that is aligned with the interests of our Group and Shareholders as a whole. Furthermore, the execution of the Voting Rights Proxy Agreement enhanced Mr. Dai's control over the Company after the completion of the Acquisition of Renhe. Thus, the voting proxy arrangement will be beneficial to the overall strategic planning and decision-making process of the Company.

OUR LISTING ON THE SHENZHEN STOCK EXCHANGE AND REASONS FOR THE PROPOSED [REDACTED] ON THE [REDACTED]

To the best knowledge of the Directors, we have been operating in compliance with the Shenzhen Stock Exchange Listing Rules and other applicable securities laws and regulations of the PRC in all material aspects during the Track Record Period and up to the Latest Practicable Date. As of the Latest Practicable Date, we had no instance of material non-compliance with the Shenzhen Stock Exchange Listing Rules and other applicable securities laws and regulations of the PRC, and, to the best knowledge of our Directors having made all reasonable enquiries, there was no material matter that should be brought to the [**REDACTED**] attention in relation to our compliance record on the Shenzhen Stock Exchange. Our PRC Legal Adviser advised us that during the Track Record Period and up to the Latest Practicable Date, we have not been subject to any substantial administrative penalties or regulatory measures imposed by PRC securities regulatory authorities and we have complied with the relevant laws and regulations on A share listings applicable to us in all material respects. Based on the filings on the website of the Shenzhen Stock Exchange, the information available in the public domain and the independent due diligence performed by the Joint Sponsors, the Joint Sponsors do not disagree with the above confirmation provided by the Directors with regard to the Company's compliance record on the Shenzhen Stock Exchange in all material respects since the A Share Offering and there are no material issues in relation to its compliance record since the A Share Offering that should be brought to the [**REDACTED**] attention.

Our Company seeks to be [**REDACTED**] on the Hong Kong Stock Exchange in order to promote our globalization strategy, improve our international brand image and competitiveness. See "Business — Our Strategies" and "Future Plans and [**REDACTED**]" for more details.

[**REDACTED**]

Pursuant to Rule 8.08(1) (as amended and replaced by Rule 19A.13A of the Listing Rules) of the Listing Rules, where a new applicant is a PRC issuer with other listed shares at the time of listing, this will normally mean that the portion of H shares for which [**REDACTED**] is sought that are held by the [**REDACTED**], at the time of [**REDACTED**], must (a) represent at least 10% of the issuer's total number of issued shares in the class to which H shares belong (excluding treasury shares); or (b) have an expected market value of not less than HK$3.0 billion.

Our A Shares are listed on the Shenzhen Stock Exchange. Assuming that (i) [**REDACTED**] H Shares are [**REDACTED**] in the [**REDACTED**] and none of which will be [**REDACTED**] to any core connected person of our Company, (ii) the [**REDACTED**] is not exercised, and (iii) 789,100,842 A Shares are in issue upon completion of the [**REDACTED**], [**REDACTED**] H Shares, representing approximately [**REDACTED**]% of our total issued share capital immediately upon [**REDACTED**] (excluding any treasury Shares), will be counted towards the [**REDACTED**]. Based on the above, it is expected that our Company will satisfy the [**REDACTED**] requirements as required under Rule 19A.13A(2) of the Listing Rules. With respect to the [**REDACTED**] of HK$[**REDACTED**] per [**REDACTED**], the expected [**REDACTED**] of our H Shares held by the [**REDACTED**] would be HK$[**REDACTED**].

[**REDACTED**]

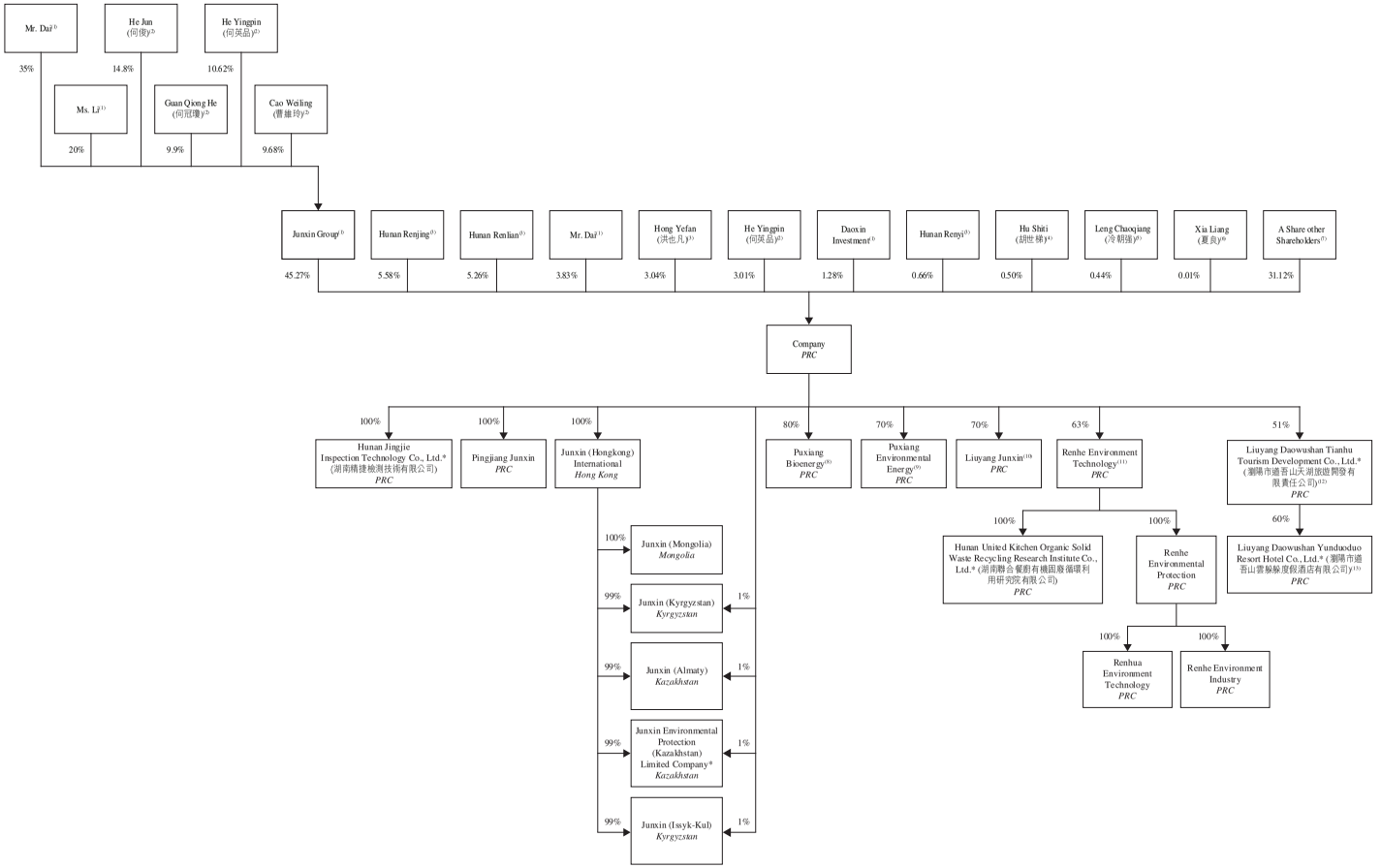
Pursuant to Rule 8.08A (as amended and replaced by Rule 19A.13C) of the Listing Rules, where a new applicant is a PRC issuer with other listed shares at the time of [**REDACTED**], this will normally mean that the portion of H shares for which [**REDACTED**] is sought that are held by the [**REDACTED**] and not subject to any disposal restrictions (whether under contract, the Listing Rules, applicable laws or otherwise), at the time of [**REDACTED**], must: (a) represent at least 5% of the total number of issued shares in the class to which H shares belong at the time of [**REDACTED**] (excluding treasury shares), with an expected [**REDACTED**] value at the time of [**REDACTED**] of not less than HK$50.0 million; or (b) have an expected [**REDACTED**] value at the time of [**REDACTED**] of not less than HK$600.0 million.

Assuming that the [**REDACTED**] is not exercised, and based on the [**REDACTED**] of HK$[**REDACTED**] per [**REDACTED**], save for [**REDACTED**] H Shares (representing [**REDACTED**]% of our total issued Shares immediately upon completion of the [**REDACTED**]) to be issued to the [**REDACTED**] that are subject to disposal restrictions for a period of six months from the [**REDACTED**], the remaining [**REDACTED**] H Shares with an expected [**REDACTED**] of HK$[**REDACTED**] will be held by the [**REDACTED**] and will not be subject to any disposal restrictions (whether under contract, the Listing Rules, applicable laws or otherwise) at the time of the [**REDACTED**]. Our Company will satisfy the [**REDACTED**] requirement under Rule 19A.13C of the Listing Rules.

CORPORATE STRUCTURE

Corporate structure immediately prior to the [REDACTED]

The chart below sets out the shareholding structure of our Group immediately before completion of the [**REDACTED**] (assuming that no changes are made to the issued share capital of our Company between the Latest Practicable Date and [**REDACTED**]):



Notes:

(1) Mr. Dai, Ms. Li, Junxin Group and Daoxin Investment are a group of our Controlling Shareholders. Ms. Li is the mother-in-law of Mr. Dai and has entered into the AIC Agreement with Mr. Dai. Please see the sub-section headed "Acting in concert" in this section. Mr. Dai is also the executive partner of Daoxin Investment, an employee shareholding platform of our Company. As of the Latest Practicable Date, the partnership interests of Daoxin Investment were held as to approximately 20.61% by Mr. Dai and 79.39% by the other 29 limited partners, who are employees, former employees and the heirs of a former employee of our Group. None of the limited partners holds 30% or more of the partnership interests of Daoxin Investment.

(2) He Yingpin is our non-executive Director. He Jun, Guan Qiong He and Cao Weiling is the sister, the daughter and the spouse of He Yingpin, respectively. Pursuant to the Minority Shareholders' Undertakings, each of He Yingpin, He Jun, Guan Qiong He and Cao Weiling undertook not to proactively seek the de facto control of the Company or Junxin Group. Please see the section headed "Relationship with our Controlling Shareholders" in this Document for further details.

(3) As of the Latest Practicable Date, Hunan Renjing was owned as to approximately 93.98% by Hong Yefan and 6.02% by Hong Yejia (洪也佳), the sister of Hong Yefan. Hunan Renlian was owned as to 38% by Hunan Renjing and 62% by Hunan Renlun Technology Co., Ltd.* (湖南仁倫科技有限公司), the interest of which was owned as to approximately 40.88% by Hong Yefan, 22.00% by Alan Yilun Hong, 22.00% by Yi Ke Hong, 9.25% by Hu Shiti and 5.87% by Tian Jieyu (田倢宇), Alan Yilun Hong, Yi Ke Hong, and Tian Jieyu are respectively the son, daughter, and nephew of Hong Yefan. Hunan Renjing is the executive partner of Hunan Renyi, an employee shareholder platform of Renhe Environment Technology. As of the Latest Practicable Date, the partnership interests of Hunan Renyi were held as to approximately 0.75% by Hunan Renjing and 99.25% by the other 11 limited partners, who are employees and former employees of our Group. Except Yi Zhigang who holds approximately 51.94% of the partnership interests, none of the other limited partners holds 30% or more of the partnership interests of Hunan Renyi.

(4) Hu Shiti is our executive Director and the uncle of Hong Yefan. Please see the section headed "Directors and Senior Management" in this Document for further details.

(5) Leng Chaoqiang is our executive Director and the general manager of our Company. Please see the section headed "Directors and Senior Management" in this Document for further details.

(6) Xia Liang is our non-executive Director (employee representative Director). Please see the section headed "Directors and Senior Management" in this Document for further details.

(7) As of the Latest Practicable Date, 18,889,311 A Shares were held by the Company as treasury Shares, which did not carry any Shareholders' rights, including but not limited to voting rights at the Shareholders' meeting and dividend rights.

(8) As of the Latest Practicable Date, the remaining interest in Puxiang Bioenergy was owned as to 10% by Shanghai Pudong Environmental Energy Development Co., Ltd.* (上海浦東環保能源發展有限公司) ("**Pudong Environmental Energy**") and 10% by Yonker Environmental Protection Co., Ltd.* (永清環保股份有限公司) ("**Yonker Environmental Protection**"). Each of Pudong Environmental Energy and Yonker Environmental Protection is an Independent Third Party.

(9) As of the Latest Practicable Date, the remaining interest in Puxiang Environmental Energy was owned as to 15% by Pudong Environmental Energy and 15% by Changsha Wangcheng District Urban Construction Investment Group Co., Ltd.* (長沙市望城區城市建設投資集團有限公司) ("**Wangcheng Urban Construction**"). Wangcheng Urban Construction is an Independent Third Party.

(10) As of the Latest Practicable Date, the remaining interest in Liuyang Junxin was owned by Liuyang Urban and Rural Development Group Co., Ltd.* (瀏陽市城鄉發展集團有限責任公司) ("**Liuyang Urban Development**"). Liuyang Urban Development is an Independent Third Party.

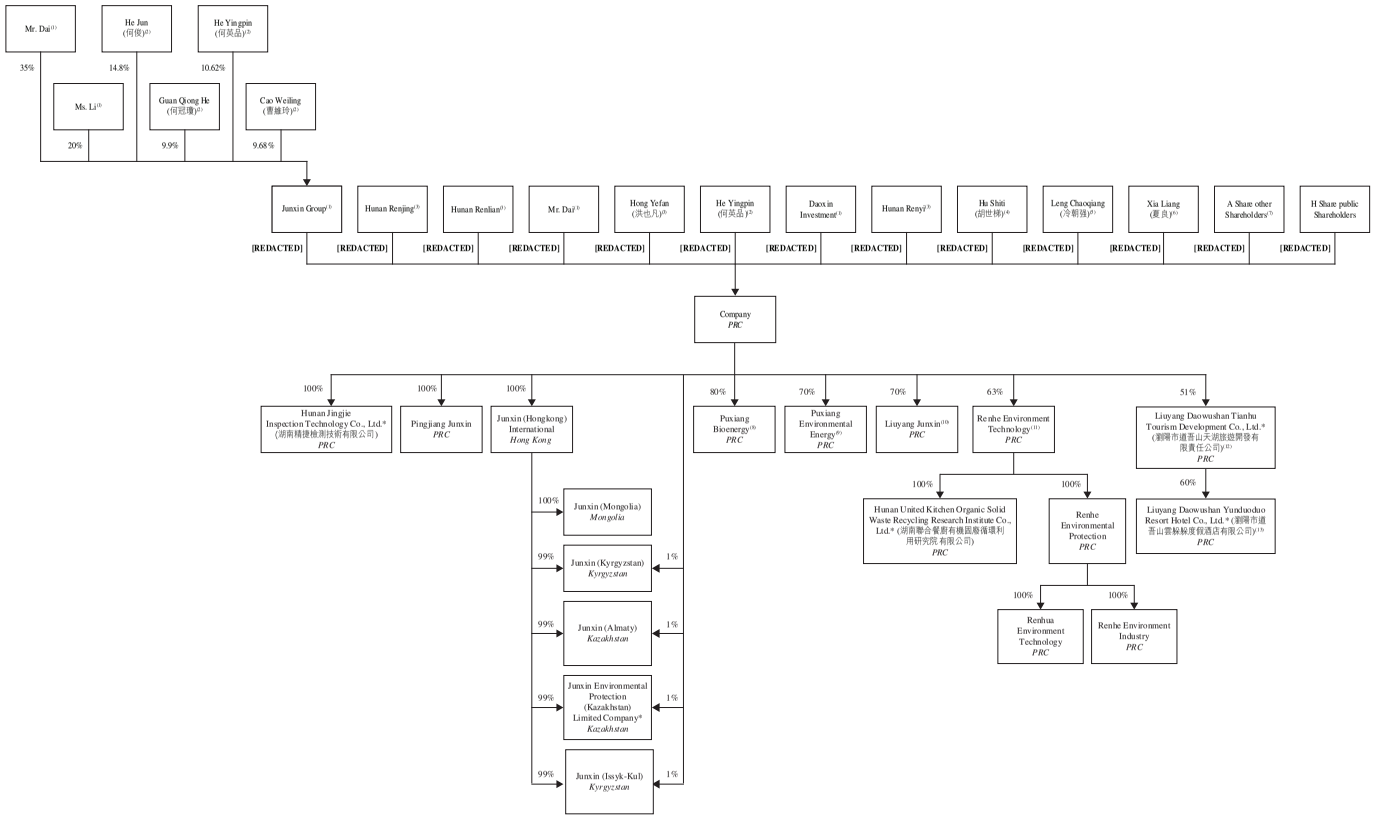
(11) As of the Latest Practicable Date, the remaining interest in Renhe Environment Technology was owned as to approximately 23.14% by Hunan Renlian, 5% by Hong Yefan, 3.19% by Alan Yilun Hong, 3.19% by Yi Ke Hong, 0.91% by Yi Zhigang, 0.90% by Hu Shiti, 0.42% by Yang Jianzeng (楊建增) and 0.25% by Zu Zhu. Alan Yilun Hong and Yi Ke Hong is respectively the son and the daughter of Hong Yefan. Yi Zhigang serves different positions in certain members of our Group, namely a director and the general manager of Renhe Environment Technology, the executive director of Hunan United Kitchen Organic Solid Waste Recycling Research Institute Co., Ltd.* (湖南聯合餐廚有機固廢循環利用研究院有限公司) ("**Hunan United Kitchen Research**") and the chairman of the board of directors of Renhe Environmental Industry. Hu Shiti is an executive Director of our Company and the uncle of Hong Yefan. Yang Jianzeng is a former director of Renhe Environment Technology. Zu Zhu is the general manager of Hunan United Kitchen Research.

(12) As of the Latest Practicable Date, the remaining interest in Liuyang Daowushan Tianhu Tourism Development Co., Ltd.* (瀏陽市道吾山天湖旅遊開發有限責任公司) was owned by Liuyang Cultural Tourism Industry Development Co., Ltd.* (瀏陽市文化旅遊產業發展有限責任公司) ("**Liuyang Cultural Tourism**"). Liuyang Cultural Tourism is an Independent Third Party.

(13) As of the Latest Practicable Date, the remaining interest in Liuyang Daowushan Yunduoduo Resort Hotel Co., Ltd.* (瀏陽市道吾山雲躲躲度假酒店有限公司) was owned by Hunan Yunduoduo Resort Hotel Co., Ltd.* (湖南雲躲躲度假酒店有限責任公司) (**"Hunan Yunduoduo**"), which is owned as to 51% by Bu Duo (卜多), 39% by Liu Cai (劉彩), being the two shareholders who holds 30% or more of the equity interests of Hunan Yunduoduo. Each of Hunan Yunduoduo, Bu Duo (卜多) and Liu Cai (劉彩) is an Independent Third Party.

Corporate structure immediately following completion of the [REDACTED]

The chart below sets out the shareholding structure of our Group immediately following completion of the [**REDACTED**] (assuming no exercise of the [**REDACTED**] and no changes are made to the issued share capital of the Company between the Latest Practicable Date and [**REDACTED**]):



Notes:

See notes (1) to (13) of sub-section headed "— Corporate structure immediately prior to the [**REDACTED**]" above for details.