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蘇創燃氣
SUCHUANG GAS

SUCHUANG GAS CORPORATION LIMITED

蘇創燃氣股份有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 1430)

**INSIDE INFORMATION
AND
CONTINUED SUSPENSION OF TRADING**

This announcement is made by Suchuang Gas Corporation Limited (the “**Company**” together with its subsidiaries, the “**Group**”) pursuant to Part XIVA of the Securities and Futures Ordinance (Cap. 571 of the Laws of Hong Kong) and Rule 13.09 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “**Listing Rules**”).

Reference is made to the announcement of the Company dated 30 September 2021 (the “**Announcement**”) with respect to certain pledges over bank deposits that two of the Company’s subsidiaries had entered into (the “**Relevant Transactions**”). Unless otherwise defined, capitalised terms used herein shall have the same meanings given to them in the Announcement.

This announcement is made by the Company to update the Shareholders and the investing public of the development of the Company’s findings and other matters regarding the Relevant Transactions.

ESTABLISHMENT OF INDEPENDENT INVESTIGATION COMMITTEE

An independent investigation committee comprising Mr. Zhou Qingzu, Mr. Zhu Tong, and Mr. Feng Yijing has been established by the Board to investigate the Relevant Transactions. All the members of the investigation committee had confirmed to the Board that they are independent of and are not connected with the Relevant Transactions.

UPDATE ON RELEVANT TRANSACTIONS

The Group was informed by a Bank that on 23 October 2021, a Borrower defaulted on the obligation under a Bank Acceptance Bill Acceptance Agreement secured by the Deposit Pledge Contract dated 27 October 2020 entered into by Jiangsu Tengxu. As a result, the relevant Bank enforced such Deposit Pledge Contract and set off the Borrower's default against Jiangsu Tengxu's deposit held with the Bank in the amount of RMB50 million.

The Company has engaged its PRC legal adviser to discuss with the Bank as to the recoverability of the forfeited deposit and to chase the relevant Borrower for the repayment of the amount being forfeited by the Bank.

ASSESSMENT OF RELEVANT TRANSACTION'S FINANCIAL IMPACT

The Company has been working with its auditors, Ernst & Young, to assess the financial impact of the Deposit Pledge Contracts and the relevant guarantee provided by Taicang Natural Gas on the Group, including obtaining relevant bank confirmations and assessing the financial positions of the Borrower and the recoverability of the amount pledged under the Deposit Pledge Contracts.

The Company expects that the financial impact of the Relevant Contracts on the Group will be reflected in a further announcement in respect of the interim results for the six months ended 30 June 2021, which is expected to be published by the Company in or around mid-December 2021.

The Company will keep the shareholders of the Company and potential investors informed of any further material developments in connection with the Relevant Contracts by way of further announcement(s) as and when appropriate and in accordance with the Listing Rules.

CONTINUED SUSPENSION OF TRADING

At the request of the Company, trading in the shares of the Company on the Stock Exchange was suspended from 9:00 a.m. on Monday, 27 September 2021 and will remain suspended until further notice.

WARNING: Shareholders and potential investors of the Company are advised to pay attention to investment risks and exercise caution when they deal or contemplate dealing in the securities of the Company.

By Order of the board of
Suchuang Gas Corporation Limited
Su Yi
Chairman and Executive Director

Hong Kong, 9 November 2021

As at the date of this announcement, the executive directors are Ms. Su Yi, Mr. Du Shaozhou, Mr. Li Jianyi, and Ms. Su Wen; the non-executive directors are Mr. Xu Lei and Mr. Jin Bo; and the independent non-executive directors are Mr. Zhou Qingzu, Mr. Zhu Tong, and Mr. Feng Yijing.