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國電科技環保集團股份有限公司

GUODIAN TECHNOLOGY & ENVIRONMENT GROUP CORPORATION LIMITED*

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

(Stock code: 01296)

OVERSEAS REGULATORY ANNOUNCEMENT

This announcement is made pursuant to Rules 13.09 and 13.10B of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “**Listing Rules**”) and the Inside Information Provisions (as defined under the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

The document attached hereto is the announcement of Yantai Longyuan Power Technology Co., Ltd. (“**Longyuan Technology**”) in relation to the unaudited 2021 annual results forecast of Longyuan Technology (the “**Longyuan Technology Annual Results Forecast**”) published on the website of the Shenzhen Stock Exchange of the People’s Republic of China (the “**PRC**”). Longyuan Technology is a subsidiary of Guodian Technology & Environment Group Corporation Limited (the “**Company**”) and its shares are listed and traded on the Shenzhen Stock Exchange (stock code: SZ.300105).

The original of the Longyuan Technology Annual Results Forecast is prepared in Chinese. In case of any inconsistency between the Chinese version and the English version of the Longyuan Technology Annual Results Forecast, the Chinese version shall prevail.

TAKEOVERS CODE IMPLICATIONS

Pursuant to Rule 10 of the Code on Takeovers and Mergers (the “**Takeovers Code**”), the Longyuan Technology Annual Results Forecast constitutes a profit forecast which is required to be reported on by both the Company’s financial advisers and auditors or consultant accountants in accordance with the requirements set out in Rule 10.4 of the Takeovers Code. However, pursuant to Practice Note 2 issued by the Takeovers Executive, the Longyuan Technology Annual Results Forecast is permitted to be published without full compliance with Rule 10.4 due to the time constraints arising out of the Company’s obligation to issue an overseas regulatory announcement under Rule 13.10B of the Listing Rules.

Pursuant to Practice Note 2 issued by the Takeovers Executive, the Longyuan Technology Annual Results Forecast will be reported on as soon as reasonably practicable and the relevant reports will be contained in the next shareholders' document. As Longyuan Technology expects to announce its annual results of 2021 before 8 April 2022 in accordance with the listing rules of the Shenzhen Stock Exchange, the laws and regulations of the PRC and requirements of the China Securities Regulatory Commission and the Shenzhen Stock Exchange, the aforementioned reports under Rule 10.4 of the Takeovers Code will no longer be required if the annual results are issued prior to the next shareholders' document.

Shareholders and investors of the Company should note that the Longyuan Technology Annual Results Forecast does not meet the standard required by Rule 10 of the Takeovers Code. Shareholders and investors of the Company are advised to exercise caution in placing reliance on the Longyuan Technology Annual Results Forecast and when dealing in the shares of the Company and in assessing the merits and demerits of the proposed merger as disclosed in the announcement of the Company dated 24 January 2022. Persons who are in doubt as to the action they should take should consult their stockbroker, bank manager, solicitor or other professional adviser.

By order of the Board
Guodian Technology & Environment Group Corporation Limited*
Mr. CHEN Dongqing
Chairman

Beijing, PRC, 25 January 2022

As at the date of this announcement, the executive directors of the Company are Mr. Chen Dongqing and Mr. Li Caiyun; the non-executive directors are Mr. Song Chang, Mr. Jiang Jianwu, Mr. Zhang Wenjian, Mr. Gu Yuchun and Ms. Ge Xiaojing; and the independent non-executive directors are Mr. Shen Xiaoliu, Mr. Qu Jiuhui, Mr. Xie Qiuye and Mr. Yeung Chi Tat.

The directors of the Company jointly and severally accept full responsibility for the accuracy of the information contained in this announcement and confirm, having made all reasonable enquiries, that to the best of their knowledge, opinions expressed in this announcement have been arrived at after due and careful consideration and there are no other facts not contained in this announcement, the omission of which would make any of the statements in this announcement misleading.

* *For identification purposes only*

Yantai Longyuan Power Technology Co., Ltd. 2021 Results Forecast

The company and all members of the board of directors guarantee the truthfulness, accuracy and completeness of the information disclosure, and there are no false records, misleading statements or major omissions.

I. Results forecast for the current period

(I) Period for the results forecast:

1 January 2021 to 31 December 2021.

(II) The results forecast

Item	The current period	Same period of the previous year
Net profit attributable to shareholders of Longyuan Technology	Profit: RMB4,000,000-RMB6,000,000	Profit: RMB9,795,700
	Decrease as compared with the same period of the previous year: 38.75%-59.17%	
Net profit after deducting the non-recurring gain or loss	Loss: RMB787,400 - RMB2,787,400	Loss: RMB18,102,400
	Decrease in the loss as compared with the same period of the previous year: 84.60%-95.65%	
Operating income	RMB460,000,000 - RMB560,000,000	RMB458,294,100
Operating income after deduction	RMB450,000,000 - RMB550,000,000	RMB451,761,700

Note: ① The currency in this announcement is in Renminbi (RMB); ② The operating income after deductions refers to the operating income after deducting income from non-principal business and revenue that was not considered as commercial in nature.

II. Communication with the accounting firm

The relevant data of the results forecast is only a preliminary estimate made by the financial department of the Company and has not been audited by the accounting firm. However, the Company has communicated with the accounting

firm for annual report auditing in respect of the matters related to the results forecast, and there is no disagreement between the Company and the accounting firm in respect of the results forecast of this report.

III. Reasons for the change in the results

1. During the reporting period, on the premise of doing a good job in the prevention and control of normalization of COVID-19 pandemic, the Company took various measures to ensure the operation work in an orderly manner and made efforts to reduce the adverse impact of the pandemic on the Company. In 2021, the Company's operating income increased by approximately RMB89,130,000, representing an increase of 19.45%. The gross profit increased by approximately RMB21,170,000, representing an increase of 24.38%. The gross profit margin was basically fair as compared with the same period of the previous year.
2. During the reporting period, the reversal of credit impairment loss increased by approximately RMB4.4 million as compared with the corresponding period of the previous year, as the Company strengthened its collection of the accounts receivable. The Company's expenses of sales, management and R&D increased by approximately RMB3.0 million as compared with the corresponding period of the previous year due to the abolition of the national policy regarding the Temporary Reduction and Exemption of Social Insurance. Due to the decrease in bank interest rates, the Company's interest income decreased by approximately RMB7.65 million, representing a decrease of approximately 26.60%, and the investment income decreased by approximately RMB16.53 million, representing a decrease of approximately 92.07% as compared to the corresponding period of the previous year.
3. During the reporting period, the Company estimated that the impact of non-recurring profit or loss on net profit attributable to shareholders of the listed company would be approximately RMB6.7874 million, mainly due to the investment income, government subsidies and so on.

The net profit attributable to shareholders of the listed company, which has been affected by the above-mentioned factors, recorded a decrease as compared to the previous period.

IV. Other Relevant Information

The results expectation is the preliminary result estimated by the financial department of the Company and has not been audited by the auditing firm. The net profit attributable to shareholders of the listed company for 2019–2021 is

positive, and the net profit after non-recurring profit or loss is negative. The annual results for 2021 will be disclosed in details in the annual report of the Company for 2021. Investors are advised to make rational investments and pay attention to investment risks.

V. Reference Documents

Information provided by the board of directors on the results forecast for the period.

The board of directors of
Yantai Longyuan Power Technology Co., Ltd.

25 January 2022