

ANNOUNCEMENT OF ALLOTMENT RESULTS

SUMMARY

Net Proceeds from the Global Offering

- Based on the Offer Price of HK\$6.08 per Offer Share, the net proceeds from the Global Offering to be received by the Company, after deduction of the underwriting commissions, incentives and other estimated offering expenses payable by the Company in connection with the Global Offering and assuming that the Over-allotment Option is not exercised at all, are estimated to be approximately HK\$259.8 million (equivalent to approximately RMB222.1 million). The Company intends to use the net proceeds from the Global Offering in the manner as set out in the paragraph headed “Net Proceeds from the Global Offering” in this announcement.
- If the Over-allotment Option is exercised in full, the Company will receive additional net proceeds of approximately HK\$44.0 million for 7,500,000 additional H Shares to be issued and allotted upon the exercise of the Over-allotment Option, which will be allocated on a pro rata basis according to the use of proceeds as set out in the paragraph headed “Net Proceeds from the Global Offering” in this announcement.

Applications under the Hong Kong Public Offer

- The Hong Kong Offer Shares have been moderately over-subscribed. A total of 10,630 valid applications have been received under the Hong Kong Public Offer (being applications made through the **HK eIPO White Form** service or the **CCASS EIPO** service) for a total of 40,394,500 Hong Kong Offer Shares, representing approximately 8.08 times of the number of 5,000,000 Hong Kong Offer Shares initially available for subscription under the Hong Kong Public Offer.
- As the over-subscription in the Hong Kong Public Offer is less than 15 times of the number of Hong Kong Offer Shares initially available under the Hong Kong Public Offer, and BOCOM International Securities has decided not to exercise its authority to re-allocate Offer Shares originally included in the International Placing to the Hong Kong Public Offer in accordance with Guidance Letter HKEX-GL91-18, no reallocation procedure as described in the paragraph headed “Structure and Conditions of the Global Offering — The Hong Kong Public Offer — Reallocation” in the Prospectus has taken place. The final number of Offer Shares under the Hong Kong Public Offer is 5,000,000 Offer Shares, representing 10% of the total number of Offer Shares initially available under the Global Offering (before any exercise of the Over-allotment Option), which have been allocated to 3,194 successful applicants under the Hong Kong Public Offer, among which 2,612 applicants have been allotted with one board lot of Offer Shares.

International Placing

- The International Placing Shares have been over-subscribed, and the over-subscription in the International Placing represents approximately 1.18 times of the number of 45,000,000 International Placing Shares initially available under the International Placing. The final number of International Placing Shares available under the International Placing is 45,000,000 H Shares, representing 90% of the total number of Offer Shares initially available under the Global Offering (before any exercise of the Over-allotment Option).
- There are a total of 119 places under the International Placing. An over-allocation of 7,500,000 International Placing Shares has been made. A total of 104 places have been allotted three board lots of International Placing Shares or less, representing approximately 87.39% of the total number of places under the International Placing. These places have been allotted approximately 0.19% of the International Placing Shares initially available under the International Placing (before any exercise of the Over-allotment Option).

Cornerstone Investors

- Based on the Offer Price of HK\$6.08 per Offer Share (exclusive of brokerage of 1%, SFC transaction levy of 0.0027%, Stock Exchange trading fee of 0.005% and Financial Reporting Council transaction levy of 0.00015%), pursuant to the relevant cornerstone investment agreements, the Company's Cornerstone Investors have subscribed for a total of 31,500,000 H Shares, representing in aggregate (a) 15.75% of the issued share capital of the Company immediately upon completion of the Global Offering (assuming the Over-allotment Option is not exercised) and (b) approximately 15.19% of the total issued share capital immediately following the completion of the Global Offering (assuming the Over-allotment Option is exercised). For details of the information about the identities of the Cornerstone Investors, the number of Offer Shares subscribed for by them, the confirmation on their independence and the lock-up arrangement, please refer to the paragraph headed "International Placing — Cornerstone Investors" below.

Confirmations of public Shareholders in the Hong Kong Public Offer and places in the International Placing

- The Directors confirm that, to the best of their knowledge, (i) none of the Offer Shares subscribed by public Shareholders in the Hong Kong Public Offer and places in the International Placing has been directly or indirectly financed by the Company, the Directors, chief executives, Supervisors, existing Shareholders, substantial Shareholders, Controlling Shareholders or any of their subsidiaries or their respective close associates, and (ii) none of the public Shareholders in the Hong Kong Public Offer and places in the International Placing who has subscribed for the Offer Shares is accustomed to taking instructions from the Company, the Directors, chief executives, Supervisors, existing Shareholders, substantial Shareholders, Controlling Shareholders or any of their subsidiaries or their respective close associates in relation to the acquisition, disposal, voting or other disposition of the H Shares registered in their name or otherwise held by them. The International Placing is in compliance with the Placing Guidelines as set out in Appendix 6 to the Listing Rules (the “**Placing Guidelines**”).
- The Directors confirm that, to the best of their knowledge, no Offer Shares placed by or through the Joint Global Coordinators, the Joint Bookrunners, the Joint Lead Managers and the Underwriters under the Global Offering have been placed to any core connected person (as defined in the Listing Rules) of the Company or any connected clients (as set out in paragraph 5(1) of the Placing Guidelines) or persons set out in paragraph 5(2) of the Placing Guidelines, whether in their own names or through nominees, and none of the Joint Global Coordinators, the Joint Bookrunners, the Joint Lead Managers, the Underwriters or their respective affiliated companies or connected clients (as set out in the Placing Guidelines) has taken up any Offer Shares for its own benefit under the Global Offering.

Over-allotment Option

- In connection with the Global Offering, we have granted the Over-allotment Option to the International Underwriters, exercisable by BOCOM International Securities (for itself and on behalf of the International Underwriters), at any time from the Listing Date until Thursday, 4 August 2022, being the 30th day after the last day for lodging applications under the Hong Kong Public Offer, to require us to allot and issue up to an aggregate of 7,500,000 additional H Shares, representing 15% of the total number of Offer Shares initially available under the Global Offering, at the Offer Price to cover the over-allocations in the International Placing, if any. There has been an over-allocation of 7,500,000 Offer Shares in the International Placing. Such over-allocation may be covered by exercising the Over-allotment Option in full or in part or by making purchases in the secondary market or a combination of these means. In the event the Over-allotment Option is exercised, an announcement will be made on the Stock Exchange’s website at www.hkexnews.hk and the Company’s website at www.hzrqgf.com. As at the date of this announcement, the Over-allotment Option has not been exercised.

Lock-up Obligations

- The Company, the Controlling Shareholders and the Cornerstone Investors of the Company are subject to certain lock-up obligations as set out in the paragraph headed “Lock-up Obligations” in this announcement.

Results of Allocations

- The results of allocations and the Hong Kong identity card/passport/Hong Kong business registration/certificate of incorporation numbers of successful applicants under the Hong Kong Public Offer will be available at the times and date and in the manner specified below:
 - in the announcement to be posted on the Company’s website at www.hzrqgf.com and the Stock Exchange’s website at www.hkexnews.hk by no later than 9:00 a.m. on Tuesday, 12 July 2022;

This announcement contains a list of identification document numbers. Identification document numbers shown in the section headed “Results of Applications Made by **HK eIPO White Form**” in this announcement refer to the Hong Kong identity card numbers, passport numbers, Hong Kong business registration numbers, certificate of incorporation numbers or beneficial owner identification codes (if such applications are made by nominees as agent for the benefit of another person) whereas those displayed in the section headed “Results of Applications Made by Giving **Electronic Application Instructions** to HKSCC via CCASS” in this announcement are provided by CCASS Participants via CCASS. Therefore, the identification document numbers shown in the two sections are different in nature.

Please note that the list of identification document numbers set out in this announcement may not be a complete list of successful applicants, since only successful applicants whose identification document numbers are provided to HKSCC by CCASS Participants are disclosed. Applicants with beneficial names only but not identification document numbers are not disclosed due to personal privacy issue as elaborated below. Applicants who applied for the Hong Kong Offer Shares through their brokers can consult their brokers to enquire about their application results.

Since applications are subject to personal information collection statements, beneficial owner identification codes displayed in the sections headed “Results of Applications Made by **HK eIPO White Form**” and “Results of Applications Made by Giving **Electronic Application Instructions** to HKSCC via CCASS” are redacted and not all details of applications are disclosed in this announcement.

- from the “IPO Results” function in the **IPO App** or the designated results of allocations website at www.tricor.com.hk/ipo/result or www.hkeipo.hk/IPOResult with a “search by ID” function on a 24-hour basis from 8:00 a.m., Tuesday, 12 July 2022 to 12:00 midnight, Monday, 18 July 2022; and
- from the allocation results telephone enquiry line by calling (852) 3691 8488 between 9:00 a.m. and 6:00 p.m. from Tuesday, 12 July 2022 to Friday, 15 July 2022.

Despatch/Collection of H Share Certificates/e-Auto Refund Payment Instructions/Refund Cheques

- For each applicant applying for Hong Kong Offer Shares through the **HK eIPO White Form** service:
 - Where an application has been made for 1,000,000 Hong Kong Offer Shares or more and the application is wholly or partially successful, H Share certificate(s) may be collected from the H Share Registrar at Level 54, Hopewell Centre, 183 Queen’s Road East, Hong Kong, from 9:00 a.m. to 1:00 p.m. on Tuesday, 12 July 2022 or such other date as notified by the Company as the date of despatch/collection of H Share certificates/e-Auto Refund payment instructions/refund cheques.

An individual who is eligible for personal collection must not authorise any other person(s) to make collection on his behalf. A corporate applicant which is eligible for personal collection must attend through its authorised representative(s) bearing a letter of authorisation from such corporation stamped with the corporation’s chop. Both the individual and authorised representative(s) (if applicable) must produce, at the time of collection, evidence of identity acceptable to the H Share Registrar.

If H Share certificate(s) are not collected personally within the time specified for collection, they will be sent to the address specified in the application instructions by ordinary post at the applicant’s own risk.

- Where an application has been made for less than 1,000,000 Hong Kong Offer Shares, the H Share certificate(s) (where applicable) will be sent to the address specified in the application instructions on Tuesday, 12 July 2022 by ordinary post at the applicant’s own risk.
- Where the application monies have been paid from a single bank account, any refund monies will be despatched to that bank account in the form of e-Auto Refund payment instructions.
- Where the application monies have been paid from multiple bank accounts, any refund monies will be despatched to the address specified in the application instructions in the form of refund cheque(s) in favour of the applicant (or, in the case of joint applications, the first-named applicant) by ordinary post at the own risk of the applicant(s).

- For each applicant applying for Hong Kong Offer Shares through the **CCASS EIPO** service:
 - For the purposes of allocating Hong Kong Offer Shares, HKSCC Nominees will not be treated as an applicant. Instead, each CCASS Participant who gives **electronic application instructions** or each person for whose benefit instructions are given will be treated as an applicant.
 - Where the application is wholly or partially successful, the H Share certificate(s) will be issued in the name of HKSCC Nominees and deposited into CCASS for the credit of the designated CCASS Participant's stock account or the applicant's CCASS Investor Participant stock account on Tuesday, 12 July 2022, or on any other date determined by HKSCC or HKSCC Nominees.
 - The applicant should check the application results of CCASS Participants (and that where the CCASS Participant is a broker or custodian, information relating to the relevant beneficial owner is included) and the successful applicants' Hong Kong identity card number/passport number or other identification code (Hong Kong business registration number for corporations) published by the Company on Tuesday, 12 July 2022 in the manners specified in the paragraph headed "Results of Allocation" in this announcement, and report any discrepancies to HKSCC before 5:00 p.m. on Tuesday, 12 July 2022 or such other date as determined by HKSCC or HKSCC Nominees.
 - Where the applicant has instructed a broker or custodian to give **electronic application instructions** on his/her/its behalf, the applicant can also check the number of Hong Kong Offer Shares allotted to him/her/it and the amount of refund monies (if any) payable to him/her/it with that broker or custodian.
 - Where the applicant has applied as a CCASS Investor Participant, he/she/it can also check the number of Hong Kong Offer Shares allotted to him/her/it and the amount of refund monies (if any) payable to him/her/it via the CCASS Phone System and the CCASS Internet System (under the procedures contained in HKSCC's "An Operating Guide for Investor Participants" in effect from time to time) on Tuesday, 12 July 2022. Immediately following the credit of the Hong Kong Offer Shares to the applicant's stock account and the credit of refund monies to his/her/its bank account, HKSCC will also make available to him/her/it an activity statement showing the number of Hong Kong Offer Shares credited to his/her/its CCASS Investor Participant stock account and the amount of refund monies (if any) credited to his/her/its designated bank account.
 - Refund of the application monies (if any) in respect of wholly and partially unsuccessful applications and/or difference between the Offer Price and the maximum Offer Price per Offer Share initially paid on application (including brokerage, SFC transaction levy, Stock Exchange trading fee and Financial Reporting Council transaction levy but without interest) will be credited to the applicant's designated bank account or the designated bank account of the applicant's broker or custodian on Tuesday, 12 July 2022.

- H Share certificates will only become valid at 8:00 a.m. on Wednesday, 13 July 2022 provided that the Global Offering has become unconditional and the right of termination described in the paragraph headed “Underwriting — Underwriting Arrangements and Expenses — Hong Kong Public Offer — Grounds for termination” in the Prospectus has not been exercised.
- No temporary document of title will be issued in respect of the Offer Shares. No receipt will be issued for sums paid on application.

Public Float

- The Directors confirm that there will not be any new substantial Shareholder immediately after the Global Offering within the meaning of the Listing Rules and the number of H Shares to be held by the public will satisfy the minimum percentage prescribed under Rule 8.08 of the Listing Rules.
- The Directors confirm that:
 - (i) immediately following completion of the Global Offering (assuming no exercise of the Over-allotment Option), at least 25% of the total number of issued H Shares will be held by the public, in compliance with the requirement under Rule 8.08(1) of the Listing Rules;
 - (ii) the H Shares will be held by at least 300 Shareholders at the time of Listing, in compliance with Rule 8.08(2) of the Listing Rules; and
 - (iii) the three largest public Shareholders will not hold more than 50% of the H Shares held in public hands at the time of Listing, in compliance with Rule 8.08(3) of the Listing Rules.

Commencement of Dealings

The H Share certificates will only become valid evidence of title provided that the Global Offering has become unconditional in all respects and neither of the Hong Kong Underwriting Agreement nor the International Underwriting Agreement is terminated in accordance with its respective terms prior to 8:00 a.m. on the Listing Date. Investors who trade the H Shares on the basis of publicly available allocation details prior to the receipt of H Share certificates or prior to the H Share certificates becoming valid evidence of title do so entirely at their own risk.

Assuming that the Global Offering becomes unconditional in all respects at or before 8:00 a.m. on Wednesday, 13 July 2022, dealings in the H Shares on the Main Board of the Stock Exchange are expected to commence at 9:00 a.m. on Wednesday, 13 July 2022. H Shares will be traded in board lots of 500 H Shares each. The stock code of the H Shares is 6661.

In view of the high concentration of shareholding in a small number of Shareholders, Shareholders and prospective investors should be aware that the price of the H Shares could move substantially even with a small number of H Shares traded, and should exercise extreme caution when dealing in the H Shares.

NET PROCEEDS FROM THE GLOBAL OFFERING

Based on the Offer Price of HK\$6.08 per Offer Share, the net proceeds from the Global Offering to be received by the Company, after deduction of the underwriting commissions, incentives and other estimated offering expenses payable by the Company in connection with the Global Offering and assuming that the Over-allotment Option is not exercised at all, are estimated to be approximately HK\$259.8 million (equivalent to approximately RMB222.1 million).

The Company intends to apply the net proceeds as follows:

- approximately HK\$52.0 million (or approximately 20.0% of the net proceeds) will be used to enhance the Group's sales of PNG by upgrading its pipeline network and operational facilities;
- approximately HK\$77.9 million (or approximately 30.0% of the net proceeds) will be used to expand the Group's business to other geographical areas through strategic acquisition;
- approximately HK\$77.9 million (or approximately 30.0% of the net proceeds) will be used to expand into distributed photovoltaic power generation business;
- approximately HK\$26.0 million (or approximately 10.0% of the net proceeds) will be used to promote the use of heat energy from vapour generated by the Group's natural gas through natural gas boilers; and
- approximately HK\$26.0 million (or approximately 10.0% of the net proceeds) will be used for working capital and general corporate purposes.

If the Over-allotment Option is exercised in full, the Company will receive additional net proceeds of approximately HK\$44.0 million for 7,500,000 additional H Shares to be issued and allotted upon the exercise of the Over-allotment Option. In the event that the Over-allotment Option is exercised in full, the Company intends to adjust its allocation of the net proceeds for the above purposes on a pro rata basis. For further information, please refer to the section headed "Future Plans and Use of Proceeds" in the Prospectus.

APPLICATIONS UNDER THE HONG KONG PUBLIC OFFER

The Company announces that the Hong Kong Offer Shares initially available under the Hong Kong Public Offer have been moderately over-subscribed. At the close of the application lists at 12:00 noon on Tuesday, 5 July 2022, a total of 10,630 valid applications have been received under the Hong Kong Public Offer (being applications made through the **HK eIPO White Form** service or the **CCASS EIPO** service) for a total of 40,394,500 Hong Kong Offer Shares, representing approximately 8.08 times of the number of 5,000,000 Hong Kong Offer Shares initially available for subscription under the Hong Kong Public Offer, among which:

- 10,628 valid applications were made in respect of a total of 36,994,500 Hong Kong Offer Shares under the Hong Kong Public Offer, each with an aggregate subscription amount based on the Offer Price of HK\$6.08 per Offer Share (excluding brokerage of 1%,

SFC transaction levy of 0.0027%, Stock Exchange trading fee of 0.005% and Financial Reporting Council transaction levy of 0.00015%) of HK\$5 million or less, representing approximately 14.80 times of the number of 2,500,000 Hong Kong Offer Shares initially available in Pool A of the Hong Kong Public Offer; and

- Two valid applications were made in respect of a total of 3,400,000 Hong Kong Offer Shares under the Hong Kong Public Offer, each with an aggregate subscription amount based on the Offer Price of HK\$6.08 per Offer Share (excluding brokerage of 1%, SFC transaction levy of 0.0027%, Stock Exchange trading fee of 0.005% and Financial Reporting Council transaction levy of 0.00015%) of more than HK\$5 million, representing 1.36 times of the number of 2,500,000 Hong Kong Offer Shares initially available in Pool B of the Hong Kong Public Offer.

Under the Hong Kong Public Offer, (i) no application has been rejected due to dishonoured payments; (ii) no invalid application has been identified for not having been completed in accordance with the instructions; (iii) eight multiple applications or suspected multiple applications have been identified and rejected; and (iv) no application for more than 2,500,000 Hong Kong Offer Shares (being 50% of the 5,000,000 Hong Kong Offer Shares initially available under the Hong Kong Public Offer) has been identified.

As the over-subscription in the Hong Kong Public Offer is less than 15 times of the number of Hong Kong Offer Shares initially available under the Hong Kong Public Offer, and BOCOM International Securities has decided not to exercise its authority to re-allocate Offer Shares originally included in the International Placing to the Hong Kong Public Offer in accordance with Guidance Letter HKEX-GL91-18, no reallocation procedure as described in the section headed “Structure and Conditions of the Global Offering — The Hong Kong Public Offer — Reallocation” in the Prospectus has taken place. The final number of Offer Shares under the Hong Kong Public Offer is 5,000,000 Offer Shares, representing 10% of the total number of Offer Shares initially available under the Global Offering (before any exercise of the Over-allotment Option), which have been allocated to 3,194 successful applicants under the Hong Kong Public Offer, among which 2,612 applicants have been allotted with one board lot of Offer Shares.

The Offer Shares offered in the Hong Kong Public Offer were conditionally allocated on the basis set out in the paragraph headed “Basis of Allocation under the Hong Kong Public Offer” below.

INTERNATIONAL PLACING

The International Placing Shares have been over-subscribed, and the over-subscription in the International Placing represents approximately 1.18 times of the number of 45,000,000 International Placing Shares initially available under the International Placing. The final number of International Placing Shares available under the International Placing is 45,000,000 H Shares, representing 90% of the total number of Offer Shares initially available under the Global Offering (before any exercise of the Over-allotment Option).

There are a total of 119 places under the International Placing. An over-allocation of 7,500,000 International Placing Shares has been made. A total of 104 places have been allotted three board lots of International Placing Shares or less, representing approximately 87.39% of the total number of places under the International Placing. These places have been allotted approximately 0.19% of the International Placing Shares initially available under the International Placing (before any exercise of the Over-allotment Option).

Cornerstone Investors

Based on the Offer Price of HK\$6.08 per Offer Share (exclusive of brokerage of 1%, SFC transaction levy of 0.0027%, Stock Exchange trading fee of 0.005% and Financial Reporting Council transaction levy of 0.00015%) and pursuant to the relevant cornerstone investment agreements as disclosed in the paragraph headed “Cornerstone Investors — The Cornerstone Placing” in the Prospectus, the number of Offer Shares subscribed for by the Cornerstone Investors is determined as set out below:

	Total subscription amount ⁽¹⁾ HK\$'000	Number of Offer Shares subscribed for	Approximate percentage of Offer Shares in the Global Offering (assuming that the Over-allotment Option is not exercised)	Approximate percentage of Offer Shares in the Global Offering (assuming that the Over-allotment Option is exercised in full) ⁽²⁾	Approximate percentage of total issued share capital immediately following the completion of the Global Offering (assuming that the Over-allotment Option is not exercised)	Approximate percentage of total issued share capital immediately following the completion of the Global Offering (assuming that the Over-allotment Option is exercised in full) ⁽²⁾
Zhejiang Jiening Equity Investment Co., Ltd.* (浙江捷寧股權投資有限公司)	51,680	8,500,000	17.00%	14.78%	4.25%	4.10%
Zhejiang Lichen Equity Investment Co., Ltd.* (浙江麗宸股權投資有限公司)	51,072	8,400,000	16.80%	14.61%	4.20%	4.05%
Huzhou Erqing Asset Operation Co., Ltd.* (湖州市二輕資產經營 有限公司)	48,640	8,000,000	16.00%	13.91%	4.00%	3.86%
Zhejiang Caixu Equity Investment Co., Ltd.* (浙江彩旭股權投資有限公司)	40,128	6,600,000	13.20%	11.48%	3.30%	3.18%
Total	191,520	31,500,000	63.00%	54.78%	15.75%	15.19%

Notes:

- (1) The investment amount is exclusive of brokerage of 1%, SFC transaction levy of 0.0027%, Stock Exchange trading fee of 0.005% and Financial Reporting Council transaction levy of 0.00015% which the Cornerstone Investors will pay in respect of such H Shares.
- (2) The percentage figures are subject to rounding adjustments.

To the best of the knowledge, information and belief of the Directors having made all reasonable enquiry, (i) each of the Cornerstone Investors and their respective ultimate beneficial owners is independent of the Company and its connected persons; (ii) none of the Cornerstone Investors is accustomed to taking instructions from the Company, its Directors, chief executive of the Company, existing Shareholders, substantial Shareholders, Controlling Shareholders, any of the Company's subsidiaries, or any director, chief executive or shareholder of any of the Company's subsidiaries, or their respective close associates in relation to the acquisition, disposal, voting, or other disposition of H Shares registered in its name or otherwise held by it; and (iii) none of the Cornerstone Investors is financed directly or indirectly by the Company, its Directors, chief executive of the Company, existing Shareholders, substantial Shareholders, Controlling Shareholders, any of the Company's subsidiaries, or any director, chief executive or shareholder of any of the Company's subsidiaries, or their respective close associates for the purpose of subscription of the Offer Shares. There are no side agreements or arrangements between the Group and the Cornerstone Investors or any benefit, direct or indirect, conferred on the Cornerstone Investors by virtue of or in relation to the Cornerstone Placing, other than a guaranteed allocation of the relevant Offer Shares at the Offer Price.

Each of the Cornerstone Investors has agreed that it will not, whether directly or indirectly, at any time during the period of six months from the Listing Date (the "**Lock-up Period**"), dispose of any of the Offer Shares they have purchased pursuant to the relevant cornerstone investment agreements, save for certain limited circumstances, such as transfers to any of its wholly-owned subsidiaries who will be bound by the same obligations of such Cornerstone Investor, including the Lock-up Period restriction.

Please refer to the section headed "Cornerstone Investors" in the Prospectus for further details relating to the Cornerstone Investors.

Confirmations of public Shareholders in the Hong Kong Public Offer and places in the International Placing

The Directors confirm that, to the best of their knowledge, (i) none of the Offer Shares subscribed by public Shareholders in the Hong Kong Public Offer and places in the International Placing has been directly or indirectly financed by the Company, the Directors, chief executives, Supervisors, existing Shareholders, substantial Shareholders, Controlling Shareholders or any of their subsidiaries or their respective close associates, and (ii) none of the public Shareholders in the Hong Kong Public Offer and places in the International Placing who has subscribed for the Offer Shares is accustomed to taking instructions from the Company, the Directors, chief executives, Supervisors, existing Shareholders, substantial Shareholders, Controlling Shareholders or any of their subsidiaries or their respective close associates in relation to the acquisition, disposal, voting or other disposition of the H Shares registered in their names or otherwise held by them. The International Placing is in compliance with the Placing Guidelines.

The Directors confirm that, to the best of their knowledge, no Offer Shares placed by or through the Joint Global Coordinators, the Joint Bookrunners, the Joint Lead Managers and the Underwriters under the Global Offering have been placed to any core connected person (as defined in the Listing Rules) of the Company or any connected clients (as set out in paragraph 5(1) of the Placing Guidelines) or persons set out in paragraph 5(2) of the Placing Guidelines, whether in their own names or through nominees, and none of the Joint Global Coordinators, the Joint Bookrunners, the Joint Lead Managers, the Underwriters or their respective affiliated companies or connected clients (as set out in the Placing Guidelines) has taken up any Offer Shares for its own benefit under the Global Offering.

Over-allotment Option

In connection with the Global Offering, we have granted the Over-allotment Option to the International Underwriters, exercisable by BOCOM International Securities (for itself and on behalf of the International Underwriters), at any time from the Listing Date until Thursday, 4 August 2022, being the 30th day after the last day for lodging applications under the Hong Kong Public Offer, to require us to allot and issue up to an aggregate of 7,500,000 additional H Shares, representing 15% of the total number of Offer Shares initially available under the Global Offering, at the Offer Price to cover the over-allocations in the International Placing, if any. There has been an over-allocation of 7,500,000 Offer Shares in the International Placing. Such over-allocation may be covered by exercising the Over-allotment Option in full or in part or by making purchases in the secondary market or a combination of these means. In the event the Over-allotment Option is exercised, an announcement will be made on the Stock Exchange's website at www.hkexnews.hk and the Company's website at www.hzrqgf.com. As at the date of this announcement, the Over-allotment Option has not been exercised.

LOCK-UP OBLIGATIONS

Pursuant to the respective agreements, applicable rules and/or the undertakings given by the Shareholders, each of the following Shareholders is subject to certain lock-up undertakings in respect of Shares directly held by them which will expire on respective dates as set forth below:

Name of Shareholder	Number of Shares subject to the lock-up undertakings upon Listing	Approximate percentage of shareholding in the Company following the completion of the Global Offering subject to the lock-up undertakings after Listing ⁽¹⁾	Last day of the lock-up period
The Company (<i>subject to lock-up obligations pursuant to the Listing Rules, the Hong Kong Underwriting Agreement and the International Underwriting Agreement</i>)	N/A	N/A	13 January 2023 ⁽²⁾
Controlling Shareholders (<i>subject to lock-up obligations pursuant to the Listing Rules and the lock-up undertakings</i>)			
City Group	89,457,540 Domestic Shares	44.73%	13 July 2023 ⁽³⁾
ENN (China)	60,542,460 Domestic Shares	30.27%	13 July 2023 ⁽³⁾
ENN Energy	60,542,460 Domestic Shares	30.27%	13 July 2023 ⁽³⁾
Cornerstone Investors (<i>subject to lock-up obligations pursuant to the relevant cornerstone investment agreements</i>)			
Zhejiang Jiening Equity Investment Co., Ltd.* (浙江捷寧股權投資有限公司)	8,500,000 H Shares	4.25%	13 January 2023 ⁽⁴⁾
Zhejiang Lichen Equity Investment Co., Ltd.* (浙江麗宸股權投資有限公司)	8,400,000 H Shares	4.20%	13 January 2023 ⁽⁴⁾
Huzhou Erqing Asset Operation Co., Ltd.* (湖州市二輕資產經營有限公司)	8,000,000 H Shares	4.00%	13 January 2023 ⁽⁴⁾
Zhejiang Caixu Equity Investment Co., Ltd.* (浙江彩旭股權投資有限公司)	6,600,000 H Shares	3.30%	13 January 2023 ⁽⁴⁾

Notes:

- (1) Assuming the Over-allotment Option is not exercised.
- (2) The Company may issue H Shares without any lock-up obligations after the indicated date in accordance with Rule 10.08 of the Listing Rules.
- (3) In accordance with Rule 10.07 of the Listing Rules, the Controlling Shareholders shall not (a) dispose of any Shares in the First Six-month Period; and (b) dispose of Shares in the Second Six-month Period if immediately following such disposal the Controlling Shareholders would cease to be a controlling shareholder of the Company for the purpose of the Listing Rules.
- (4) Save for certain limited circumstances (such as transfer to its wholly-owned subsidiaries) as set out in the cornerstone investment agreements, each of the Cornerstone Investors shall not dispose of any of the Offer Shares acquired in the Global Offering pursuant to the relevant cornerstone investment agreement for a period of six months from the Listing Date.

BASIS OF ALLOCATION UNDER THE HONG KONG PUBLIC OFFER

Subject to satisfaction of the conditions set out in the paragraph headed “Structure and Conditions of the Global Offering — Conditions of the Global Offering” in the Prospectus, 10,630 valid applications made by the public through the **HK eIPO White Form** service or the **CCASS EIPO** service will be conditionally allocated on the basis set out below:

Pool A

Number of H Shares applied for	Number of valid applications	Basis of allocation/ballot	Approximate percentage allotted of the total number of H Shares applied for
500	6,948	1,043 out of 6,948 applicants to receive 500 H Shares	15.01%
1,000	381	100 out of 381 applicants to receive 500 H Shares	13.12%
1,500	1,528	506 out of 1,528 applicants to receive 500 H Shares	11.04%
2,000	136	58 out of 136 applicants to receive 500 H Shares	10.66%
2,500	129	66 out of 129 applicants to receive 500 H Shares	10.23%
3,000	70	42 out of 70 applicants to receive 500 H Shares	10.00%
3,500	46	31 out of 46 applicants to receive 500 H Shares	9.63%
4,000	42	31 out of 42 applicants to receive 500 H Shares	9.23%
4,500	46	37 out of 46 applicants to receive 500 H Shares	8.94%
5,000	193	169 out of 193 applicants to receive 500 H Shares	8.76%
6,000	31	500 H Shares	8.33%
7,000	23	500 H Shares plus 3 out of 23 applicants to receive an additional 500 H Shares	8.07%
8,000	551	500 H Shares plus 139 out of 551 applicants to receive an additional 500 H Shares	7.83%
9,000	13	500 H Shares plus 5 out of 13 applicants to receive an additional 500 H Shares	7.69%
10,000	112	500 H Shares plus 54 out of 112 applicants to receive an additional 500 H Shares	7.41%

Number of H Shares applied for	Number of valid applications	Basis of allocation/ballot	Approximate percentage allotted of the total number of H Shares applied for
15,000	69	1,000 H Shares	6.67%
20,000	42	1,000 H Shares plus 22 out of 42 applicants to receive an additional 500 H Shares	6.31%
25,000	19	1,500 H Shares	6.00%
30,000	127	1,500 H Shares plus 61 out of 127 applicants to receive an additional 500 H Shares	5.80%
35,000	8	2,000 H Shares	5.71%
40,000	15	2,000 H Shares plus 8 out of 15 applicants to receive an additional 500 H Shares	5.67%
45,000	4	2,500 H Shares	5.56%
50,000	12	2,500 H Shares plus 4 out of 12 applicants to receive an additional 500 H Shares	5.33%
60,000	16	3,000 H Shares	5.00%
70,000	2	3,000 H Shares plus 1 out of 2 applicants to receive an additional 500 H Shares	4.64%
80,000	5	3,500 H Shares	4.38%
90,000	7	3,500 H Shares plus 4 out of 7 applicants to receive an additional 500 H Shares	4.21%
100,000	24	4,000 H Shares	4.00%
200,000	14	7,000 H Shares	3.50%
300,000	3	10,000 H Shares	3.33%
400,000	4	13,000 H Shares	3.25%
500,000	5	16,000 H Shares	3.20%
800,000	3	25,000 H Shares	3.13%
Total	10,628	Total number of Pool A successful applicants: 3,192	

Pool B

Number of H Shares applied for	Number of valid applications	Basis of allocation/ballot	Approximate percentage allotted of the total number of H Shares applied for
900,000	1	662,000 H Shares	73.56%
2,500,000	1	1,838,000 H Shares	73.52%
Total	2	Total number of Pool B successful applicants: 2	

The final number of Hong Kong Offer Shares available under the Hong Kong Public Offer is 5,000,000 H Shares, representing 10% of the total number of Offer Shares initially available under the Global Offering (before any exercise of the Over-allotment Option).

RESULTS OF ALLOCATIONS

The results of allocations and the Hong Kong identity card/passport/Hong Kong business registration/certificate of incorporation numbers of successful applicants under the Hong Kong Public Offer will be available at the times and date and in the manner specified below:

- in the announcement to be posted on the Company’s website at www.hzrqgf.com and the Stock Exchange’s website at www.hkexnews.hk by no later than 9:00 a.m. on Tuesday, 12 July 2022;

This announcement contains a list of identification document numbers. Identification document numbers shown in the section headed “Results of Applications Made by **HK eIPO White Form**” in this announcement refer to the Hong Kong identity card numbers, passport numbers, Hong Kong business registration numbers, certificate of incorporation numbers or beneficial owner identification codes (if such applications are made by nominees as agent for the benefit of another person) whereas those displayed in the section headed “Results of Applications Made by Giving **Electronic Application Instructions** to HKSCC via CCASS” in this announcement are provided by CCASS Participants via CCASS. Therefore, the identification document numbers shown in the two sections are different in nature.

Please note that the list of identification document numbers set out in this announcement may not be a complete list of successful applicants, since only successful applicants whose identification document numbers are provided to HKSCC by CCASS Participants are disclosed. Applicants with beneficial names only but not identification document numbers are not disclosed due to personal privacy issue as elaborated below. Applicants who applied for the Hong Kong Offer Shares through their brokers can consult their brokers to enquire about their application results.

Since applications are subject to personal information collection statements, beneficial owner identification codes displayed in the sections headed “Results of Applications Made by **HK eIPO White Form**” and “Results of Applications Made by Giving **Electronic Application Instructions** to HKSCC via CCASS” are redacted and not all details of applications are disclosed in this announcement.

- from the “IPO Results” function in the **IPO App** or the designated results of allocations website at www.tricor.com.hk/ipo/result or www.hkeipo.hk/IPOResult with a “search by ID” function on a 24-hour basis from 8:00 a.m., Tuesday, 12 July 2022 to 12:00 midnight, Monday, 18 July 2022; and
- from the allocation results telephone enquiry line by calling (852) 3691 8488 between 9:00 a.m. and 6:00 p.m. from Tuesday, 12 July 2022 to Friday, 15 July 2022.

SHAREHOLDING CONCENTRATION ANALYSIS

A summary of allotment results under the International Placing is set out below:

- Top 1, 5, 10, 20 and 25 of the placees out of the International Placing:

Placee	Number of H Shares subscribed for	Number of H Shares held upon Listing	Number of Shares held upon Listing	Subscription	Subscription	Subscription	Subscription	Number of H	Number of H	Number of	Number of
				as % of International Placing (assuming no exercise of the Over-allotment Option)	as % of International Placing (assuming the Over-allotment Option is exercised in full)	as % of total Offer Shares (assuming the Over-allotment Option is not exercised)	as % of total Offer Shares (assuming the Over-allotment Option is exercised in full)	Shares as % of total H Shares (assuming no exercise of the Over-allotment Option)	Shares as % of total H Shares (assuming full exercise of the Over-allotment Option)	Shares as % of total share capital in issue (assuming no exercise of the Over-allotment Option)	Shares as % of total share capital in issue (assuming the Over-allotment Option is exercised in full)
Top 1	8,500,000	8,500,000	8,500,000	18.89%	16.19%	17.00%	14.78%	17.00%	14.78%	4.25%	4.10%
Top 5	39,200,000	39,200,000	39,200,000	87.11%	74.67%	78.40%	68.17%	78.40%	68.17%	19.60%	18.89%
Top 10	52,300,000	52,300,000	52,300,000	116.22%	99.62%	104.60%	90.96%	104.60%	90.96%	26.15%	25.20%
Top 20	52,405,500	52,405,500	52,405,500	116.46%	99.82%	104.81%	91.14%	104.81%	91.14%	26.20%	25.26%
Top 25	52,413,000	52,413,000	52,413,000	116.47%	99.83%	104.83%	91.15%	104.83%	91.15%	26.21%	25.26%

- Top 1, 5, 10, 20 and 25 of the Shareholders upon Listing:

Shareholder	Number of H Shares subscribed for ⁽¹⁾	Number of H Shares held upon Listing	Number of Shares held upon Listing	Subscription	Subscription	Subscription	Subscription	Number of H	Number of H	Number of	Number of
				as % of International Placing (assuming no exercise of the Over-allotment Option) ⁽²⁾	as % of International Placing (assuming the Over-allotment Option is exercised in full) ⁽²⁾	as % of total Offer Shares (assuming the Over-allotment Option is not exercised)	as % of total Offer Shares (assuming the Over-allotment Option is exercised in full)	Shares as % of total H Shares (assuming no exercise of the Over-allotment Option)	Shares as % of total H Shares (assuming full exercise of the Over-allotment Option)	Shares as % of total share capital in issue (assuming no exercise of the Over-allotment Option)	Shares as % of total share capital in issue (assuming the Over-allotment Option is exercised in full)
Top 1	0	0	89,457,540	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	44.73%	43.11%
Top 5	24,900,000	24,900,000	174,900,000	55.33%	47.43%	49.80%	43.30%	49.80%	43.30%	87.45%	84.29%
Top 10	52,100,000	52,100,000	202,100,000	115.78%	99.24%	104.20%	90.61%	104.20%	90.61%	101.05%	97.40%
Top 20	54,972,500	54,972,500	204,972,500	116.40%	99.77%	109.95%	95.60%	109.95%	95.60%	102.49%	98.78%
Top 25	55,049,500	55,049,500	205,049,500	116.40%	99.77%	110.10%	95.74%	110.10%	95.74%	102.52%	98.82%

- Top 1, 5, 10, 20 and 25 of all holders of the H Shares of the Company upon Listing:

Shareholder	Number of H Shares subscribed for ⁽¹⁾	Number of H Shares held upon Listing	Number of Shares held upon Listing	Subscription as % of the total number of H Shares allocated under the International Placing (assuming no exercise of the Over-allotment Option) ⁽³⁾	Subscription as % of the total number of H Shares allocated under the International Placing (assuming the Over-allotment Option is exercised in full) ⁽³⁾	Subscription as % of the total number of H Shares allocated under the Global Offering (assuming no exercise of the Over-allotment Option)	Subscription as % of the total number of H Shares allocated under the Global Offering (assuming the Over-allotment Option is exercised in full)	Number of H Shares as % of total H Shares (assuming no exercise of the Over-allotment Option)	Number of H Shares as % of total H Shares (assuming full exercise of the Over-allotment Option)	Number of Shares as % of total share capital in issue (assuming no exercise of the Over-allotment Option)	Number of Shares as % of total share capital in issue (assuming the Over-allotment Option is exercised in full)
				exercise of the Over-allotment Option) ⁽³⁾	exercised in full) ⁽³⁾	no exercise of the Over-allotment Option)	exercised in full)	exercise of the Over-allotment Option)	exercise of the Over-allotment Option)	exercise of the Over-allotment Option)	exercise of the Over-allotment Option)
Top 1	8,500,000	8,500,000	8,500,000	18.89%	16.19%	17.00%	14.78%	17.00%	14.78%	4.25%	4.10%
Top 5	39,200,000	39,200,000	39,200,000	87.11%	74.67%	78.40%	68.17%	78.40%	68.17%	19.60%	18.89%
Top 10	54,600,000	54,600,000	54,600,000	115.78%	99.24%	109.20%	94.96%	109.20%	94.96%	27.30%	26.31%
Top 20	55,004,500	55,004,500	55,004,500	116.40%	99.77%	110.01%	95.66%	110.01%	95.66%	27.50%	26.51%
Top 25	55,075,500	55,075,500	55,075,500	116.40%	99.77%	110.15%	95.78%	110.15%	95.78%	27.54%	26.54%

Notes:

- (1) It includes the number of H Shares subscribed for by (i) successful applicants under the Hong Kong Public Offer; and (ii) places under the International Placing.
- (2) It represents the subscription level as percentage of the International Placing without taking into account the subscription by successful applicants under the Hong Kong Public Offer.
- (3) It represents the subscription level as percentage of the total number of H Shares allocated under the International Placing without taking into account the subscription by successful applicants under the Hong Kong Public Offer.

In view of the high concentration of shareholding in a small number of Shareholders, Shareholders and prospective investors should be aware that the price of the H Shares could move substantially even with a small number of H Shares traded, and should exercise extreme caution when dealing in the H Shares.