

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

浙江天潔環境科技股份有限公司
Zhejiang Tengy Environmental Technology Co., Ltd
(a joint stock company established in the People's Republic of China with limited liability)
(Stock Code: 1527)

**(1) TERMINATION OF MAJOR AND CONNECTED TRANSACTION
IN RELATION TO THE ACQUISITION
OF 95% EQUITY INTEREST IN A TARGET COMPANY; AND
(2) CANCELLATION OF EGM AND BOOK CLOSURE**

Reference is made to (i) the circular of Zhejiang Tengy Environmental Technology Co., Ltd (the “**Company**”) dated 7 July 2023 in relation to the major and connected transaction (the “**Circular**”); (ii) the notice of extraordinary general meeting (“**EGM**”) of the Company dated 7 July 2023 (the “**Notice**”); and (iii) the announcement of adjournment of the EGM and change of book closure period (the “**Announcement**”). Capitalised terms used herein shall have the same meanings as those defined in the Circular, the Notice and the Announcement unless the context requires otherwise.

(1) TERMINATION OF MAJOR AND CONNECTED TRANSACTION

The Board announces that after careful consideration, the Company and the Vendor decided not to proceed with the Acquisition. On 22 September 2023, the Company and the Vendor entered into a deed of termination (the “**Termination Deed**”) whereby the parties have mutually agreed to terminate the Agreement and to release and discharge each other from its respective obligations under the Agreement with effect from the date of the Termination Deed and none of the parties shall have any claim against the others thereafter. The Vendor also agreed to refund the earnest money in the amount of RMB3 million to the Company within 14 days from the date of the Termination Deed.

The Company decided not to proceed with the Acquisition such that it will not need to divert its internal resources on the development and management of the business of the Target Company and the Company can apply its internal resources to focus on its core business of sales of environmental protection equipment.

The Board considers that the termination of the Agreement is in the best interest of the Company and the Shareholders and will not have any material adverse impact on the financial position and operation of the Group.

(2) CANCELLATION OF EGM AND BOOK CLOSURE

As set out in the Notice and the Announcement, the EGM initially scheduled to be convened at 10:00 a.m. on 11 August 2023 was adjourned and scheduled to be held at 10:00 a.m. on 28 September 2023 (the “**Adjourned EGM**”).

Due to the termination of Agreement, the Board announces that the Adjourned EGM will be cancelled and the closure of the register of members in Hong Kong initially scheduled to be closed from Monday, 25 September 2023 to Thursday, 28 September 2023 (both days inclusive) will also be cancelled.

By order of the Board
Zhejiang Tengy Environmental Technology Co., Ltd
Mr. ZHU Xian Bo
Chairman and non-executive Director

Zhuji City, Zhejiang Province, the PRC
22 September 2023

As at the date of this announcement, the executive Directors are Mr. BIAN Yu, Mr. ZHANG Yuanyuan and Ms. BIAN Shu; the non-executive Directors are Mr. CHEN Jiancheng, Mr. ZHU Xian Bo and Mr. LAN Lei; and the independent non-executive Directors are Mr. ZHANG Bing, Mr. FUNG Kui Kei and Mr. LI Jiannan.