

*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.*



## **UNITED STRENGTH POWER HOLDINGS LIMITED**

**眾誠能源控股有限公司**

*(Incorporated in the Cayman Islands with limited liability)*

**(Stock Code: 2337)**

### **ADVANCES TO ENTITIES**

Under Rules 13.13 and 13.15 of the Listing Rules, where the relevant advance to an entity exceeds 8% under the assets ratio defined under Rule 14.07 of the Listing Rules, a general disclosure obligation for the Company will arise. Under Rules 13.14 and 13.15 of the Listing Rules, where the relevant advance to an entity increases from that previously disclosed under Rules 13.13 and 13.14 of the Listing Rules and such amount of increase since the previous disclosure is 3% or more under the assets ratio defined under Rule 14.07(1) of the Listing Rules, a general disclosure obligation for the Company will arise. Upon conducting internal review, certain prepayments (“**Prepayments**”) to certain suppliers (“**Entities**”) with which the balance at the relevant point in time exceeded 8% under the assets ratio defined under Rule 14.07 of the Listing Rules. Therefore, such Prepayments constituted advances to entities under Rule 13.13 of the Company, which is required to disclose details thereof in accordance with Rule 13.15 of the Listing Rules.

### **PREPAYMENTS TO THE ENTITIES**

The following table sets out details of the aggregate amount of Prepayments paid to the major suppliers as of the relevant date, when the Prepayments first exceeded 8% under the assets ratio, where the increase in the relevant aggregate amount of the Prepayments further paid

to the major suppliers resulting 3% or more of the Group's total assets, as compared to the previous transactions being required to be disclosed:

Name of the entity	Nature of transaction	Relevant date	Approximate balance of prepayment as at the relevant date (RMB'000)	The approximate percentage of the Group's total assets	The approximate percentage increment of the Group's total assets compared with the previous transaction being required to be disclosed
1. Zhongyou Xingang (Dalian) Petrochemical Co., Ltd.* (中油新港(大連)石化有限公司)	Independent third party supplier of petroleum products	1 March 2021	113,258	8.61% <sup>(Note 1)</sup>	N/A
		1 December 2021	183,648	13.16% <sup>(Note 2)</sup>	4.55%
		1 January 2023	273,918	16.94% <sup>(Note 3)</sup>	3.78%

(As at 31 December 2023, the balance of prepayment to Zhongyou Xingang (Dalian) Petrochemical Co., Ltd. was approximately RMB102,513,000, representing approximately 7.05% of the total assets of the Company as at 30 June 2023 (i.e., RMB1,454,435,000, being the amount disclosed in the interim report of the Company for the six months ended 30 June 2023.))

2. Baolai Petrochemical Sales (Liaoning) Co., Ltd.* (寶來石化銷售(遼寧)有限公司)	Independent third party supplier of petroleum products	1 November 2023	136,012	9.35% <sup>(Note 4)</sup>	N/A
---	--	-----------------	---------	---------------------------	-----

(As at 31 December 2023, the balance of prepayment to Baolai Petrochemical Sales (Liaoning) Co., Ltd. was approximately RMB103,413,000, representing approximately 7.11% of the total assets of the Company as at 30 June 2023 (i.e., RMB1,454,435,000, being the amount disclosed in the interim report of the Company for the six months ended 30 June 2023.))

*Notes:*

1. As compared with the amount of total assets as at 30 June 2020 of the Company (being the amount disclosed in corresponding latest published account of the Company as of 1 March 2021, i.e. being RMB424,811,000, plus the effect of increase in total assets of RMB890.2 million as a result of the reserve takeover transaction of the Company which was completed on 20 August 2020, equivalent to RMB1,315,011,000 (for further details, please refer to the circular of the Company dated 30 June 2020).
2. As compared with the amount of total assets as at 30 June 2021 of the Company (being the amount disclosed in corresponding latest published account of the Company as of 1 December 2021, i.e. being RMB1,395,927,000).
3. As compared with the amount of total assets as at 30 June 2022 of the Company (being the amount disclosed in corresponding latest published account of the Company as of 1 January 2023, i.e. being RMB1,617,445,000).
4. As compared with the amount of total assets as at 30 June 2023 of the Company (being the amount disclosed in corresponding latest published account of the Company as of 31 December 2023, i.e. being RMB1,454,435,000).

The Prepayments were without any interest or collateral. To the best of the Directors' information, knowledge and belief, after making all reasonable enquiries, the Entities and their ultimate beneficial owners are not connected persons of the Company and are independent of and not connected with the Directors, chief executive and substantial shareholders of the Company or any of its subsidiaries, or any of their respective associates. All the Prepayments as of 31 December 2023 have been utilized as at the date of this announcement.

The Directors consider that the Prepayments made from time to time were on normal commercial terms and in the ordinary course of business of the Company.

## **REMEDIAL ACTIONS**

The Directors are of the view that advance under Rule 13.13 of the Listing Rules may not include prepayments as it is not a kind of loan (貸款) as translated in the Chinese version of Rule 13.13 of the Listing Rules. The Directors consider that the non-compliance incident is a one-off misinterpretation of the application of Rule 13.13 of the Listing Rules and an isolated event and undertake to strengthen the relevant internal control procedures to avoid the re-occurrence of similar incidents in future.

In order to prevent the occurrence of similar inadvertent deviation from the Listing Rules in future, the Company will provide a detailed guideline relating to Rules 13.13, 13.14 and 13.15 of the Listing Rules for all the Directors as well as its management team in order to strengthen and reinforce their existing knowledge relating to disclosure requirements under Rules 13.13, 13.14 and 13.15 of the Listing Rules, as well as their ability to identify potential issues at early stage. The Company will enhance the coordination and reporting arrangements among various subsidiaries and departments of the Group, to oversee relevant transactions of the Group, and subsidiaries will be required to closely monitor the relevant transaction, including the advance to or payable balance with the suppliers to ensure that applicable requirements are compiled within a timely manner.

Save as disclosed above, as at the date of this announcement, the Company does not have any other disclosure obligations under Rules 13.13, 13.14 and 13.15 of the Listing Rules.

By order of the Board  
**United Strength Power Holdings Limited**  
**Mr. Zhao Jinmin**  
*Chairman and chief executive officer*

Hong Kong, 20 May 2024

*As at the date of this announcement, the Board comprises four executive Directors, being Mr. Zhao Jinmin, Mr. Liu Yingwu, Mr. Ma Haidong and Mr. Wang Zhiwei, and three independent non-executive Directors, being Ms. Su Dan, Mr. Lau Ying Kit and Mr. Zhang Zhifeng.*

*\* For identification purpose only*