

27<sup>th</sup> November 2024

Listing Division  
The Stock Exchange of Hong Kong Limited  
12/F, Two Exchange Square  
8 Connaught Place Central  
Hong Kong

Dear Sirs,

**RE: CIRCULAR —  
VERY SUBSTANTIAL DISPOSAL IN RELATION TO  
THE DISPOSAL OF 100% INTEREST IN THE TARGET COMPANY**

We, Yunnan Water Investment Co., Limited (the “**Company**”) (stock code: 6839), refer to the circular of the Company dated 27<sup>th</sup> November 2024 (the “**Circular**”) of which this letter forms part. Unless the context otherwise requires, terms defined in the Circular shall have the same meanings when used herein.

We refer to the Valuation conducted by Beijing Yachao Assets Valuation Co., Ltd. (北京亞超資產評估有限公司) (the “**Valuer**”), an independent valuer. The Valuation adopts the income approach, which is based on the discounted cash flow forecast and is regarded as a profit forecast under Rule 14.61 of the Listing Rules. We have discussed with the Valuer the different aspects upon which the Valuation was prepared (including the principal and commercial assumptions) and have reviewed the Valuation for which the Valuer is responsible.

Pursuant to Rule 14.60A of the Listing Rules, we have also engaged SHINEWING (HK) CPA Limited, acting as the Company’s reporting accountants, to report on the arithmetical accuracy of the calculations of the discounted cash flow forecast (which does not involve the adoption of accounting policies), and considered the report from SHINEWING (HK) CPA Limited which was prepared in accordance with the Hong Kong Standard on Assurance Engagements 3000 (Revised) “Assurance Engagements Other Than Audits or Reviews of Historical Financial Information” issued by the Hong Kong Institute of Certified Public Accountants, as set out in Appendix I to the Circular.

On the basis of the above, we confirm that the Valuation has been made after due and careful enquiry by us.

Yours faithfully,



On behalf of the Board  
**Yunnan Water Investment Co., Limited**  
**Mei Wei**  
*Chairman*