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四川能投發展股份有限公司
Sichuan Energy Investment Development Co., Ltd.*

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

(Stock Code: 01713)

CONNECTED TRANSACTION
THE CONSTRUCTION AGREEMENT

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On 16 September 2025, after trading hours, Dege Gesaer Electric Power (a connected person of the Company) and Sichuan Energy Investment Development Construction (a wholly-owned subsidiary of the Company) entered into the Construction Agreement, pursuant to which Sichuan Energy Investment Development Construction agreed to provide certain construction services to Dege Gesaer Electric Power for the Project at the contract price of RMB4,436,243.02 (tax inclusive).

LISTING RULES IMPLICATIONS

As at the date of this announcement, Dege Gesaer Electric Power is a non wholly-owned subsidiary of Hydropower Group, which is in turn a controlling shareholder of the Company. Accordingly, Dege Gesaer Electric Power is an associate of Hydropower Group and therefore a connected person of the Company under Rule 14A.07, and the transactions contemplated under the Construction Agreement constitute connected transaction of the Company pursuant to Chapter 14A of the Listing Rules.

As the highest applicable percentage ratio with respect to the Construction Agreement and the transactions contemplated thereunder is less than 5% but the consideration exceeds HK$3 million, the Construction Agreement and the transactions contemplated thereunder is subject to the reporting and announcement requirements but are exempt from the circular and independent shareholders' approval requirements under Chapter 14A of the Listing Rules.

INTRODUCTION

On 16 September 2025, after trading hours, Dege Gesaer Electric Power (a connected person of the Company) and Sichuan Energy Investment Development Construction (a wholly-owned subsidiary of the Company) entered into the Construction Agreement, pursuant to which Sichuan Energy Investment Development Construction agreed to provide certain construction services to Dege Gesaer Electric Power for the Project at the contract price of RMB4,436,243.02 (tax inclusive).

THE CONSTRUCTION AGREEMENT

The principal terms of the Construction Agreement are set out below:

Date: 16 September 2025 (after trading hours)

Parties:

(i) Dege Gesaer Electric Power, as the principal

(ii) Sichuan Energy Investment Development Construction, as the contractor

Scope of service: Sichuan Energy Investment Development Construction shall provide construction services and procurement and installation services of major equipment and material in relation to the Project, and the scope of work shall comprise construction of cable line, distribution transformers, household meters, foundations for utility poles, electricity cable, box transformer foundation and voltage regulator foundation.

Construction period: 180 days

Defect liability period: 24 months

Contract price and payment terms: The total contract price under the Construction Agreement is RMB4,436,243.02 (tax inclusive), and shall be paid in the following manners:

(i) Advanced payment

15% of the total contract sum shall be paid by Dege Gesaer Electric Power to Sichuan Energy Investment Development Construction in one lot within 14 days upon execution of the Construction Agreement, establishment of the construction project team and due assignment of personnels, and after the receipt of the application for advanced payment from Sichuan Energy Investment Development Construction.

(ii) Progress payment

Monthly progress payment (including construction fee and equipment and material fee) based on 80% of the work done per month shall be made up to 80% of the total contract price. Payment up to 85% of the total contract price shall be paid after the completion and satisfactory inspection of work done. Payment up to 97% of the total audited settlement sum of the Construction Agreement shall be made upon completion of the project settlement audit. The remaining 3% of the total audited settlement sum of the Construction Agreement shall be retained as quality warranty money of the project, which shall be released back to Sichuan Energy Investment Development Construction after the expiry of the defect liability period.

BASIS OF DETERMINATION OF THE CONTRACT PRICE UNDER THE CONSTRUCTION AGREEMENT

The estimated contract price was the successful tender price offered by Sichuan Energy Investment Development Construction in the public tender and was accepted by the bid evaluation committee (評標委員會) after thorough evaluation pursuant to the relevant rules and regulations of the PRC and the tender documents. When selecting the successful bidder, the bid evaluation committee had considered a basket of factors including, among others, (i) from the business aspects, the bidders' background, experience, credibility and the bidding price for the required services; and (ii) from the technical aspects, the construction timeliness, quality control and assurance and the qualification(s) possessed by the professional team of the bidder to be engaged.

The tender price offered was determined by Sichuan Energy Investment Development Construction in accordance with the relevant laws and regulations and the pricing standards set out under the Standard of Bills of Quantities and Valuation for Construction Works (GB50500-2013)* (《建設工程工程量清單計價規範》(GB50500–2013), Sichuan Province Quota of Project Quantities Detailed Pricing List for Engineering Construction (2020 version)* (四川省建設工程工程量清單計價定額 (2020年版)) and the ancillary documents, and with reference to the scale and complexity of the works and the estimated costs to be incurred from rendering the relevant construction services.

REASONS FOR AND BENEFITS OF ENTERING INTO THE CONSTRUCTION AGREEMENT

The Company is a vertically integrated power supplier and service provider in Yibin City, Sichuan, and Sichuan Energy Investment Development Construction is primarily engaged in, among others, inspection and maintenance of transformer substations, hydropower stations and electricity transmission lines. The Project contemplated under the Construction Agreement falls within the ordinary and usual course of business of the Group, which, on one hand would continue to strengthen our relationship with our controlling shareholders, and on the other hand increase the income and earnings of the Company, which will provide long-term returns and value to the shareholders of the Company.

Sichuan Energy Investment Development Construction was selected as the contractor after completion of the public bidding process of the Project contemplated under the Construction Agreement. The bidding process fully complied with the provisions of the Tendering and Bidding Law of the People's Republic of China《中華人民共和國(招投標法》) and other relevant laws and regulations.

In light of the above, the Directors (including the independent non-executive Directors) are of the view that (i) the Construction Agreement was entered into in the ordinary and usual course of business of the Group; (ii) the transactions contemplated under the Construction Agreement are on normal commercial terms or better; and (iii) the terms and conditions contained under the Construction Agreement are fair and reasonable and in the interests of the Group and the Shareholders as a whole.

As Mr. He Jing, Mr. Wang Yuanchun and Ms. Xie Peixi are the Directors nominated by Hydropower Group (the holding company of Dege Gesaer Electric Power and a controlling shareholder of the Company), they have abstained from voting on the Board resolutions to approve the entering into of the Construction Agreement voluntarily. Save as disclosed above, none of the Directors has material interest in the abovementioned connected transaction and hence no other Director was required to abstain from voting on the relevant resolution approving the same.

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As the highest applicable percentage ratio with respect to the Construction Agreement and the transactions contemplated thereunder is less than 5% but the consideration exceeds HK$3 million, the Construction Agreement and the transactions contemplated thereunder is subject to the reporting and announcement requirements but are exempt from the circular and independent shareholders' approval requirements under Chapter 14A of the Listing Rules.

INFORMATION OF THE PARTIES INVOLVED

Sichuan Energy Investment Development Construction

Sichuan Energy Investment Development Construction is a limited liability company established in the PRC and a wholly-owned subsidiary of the Company. It is primarily engaged in inspection and maintenance of transformer substations, hydropower stations and electricity transmission lines.

The Company is a vertically integrated power supplier and service provider in Yibin City, Sichuan Province, with a full power supply value chain covering power generation and electricity distribution and sales.

Dege Gesaer Electric Power

Dege Gesaer Electric Power is a limited liability company established in the PRC. It is held as to 64.5% by Hydropower Group and 35.5% by Dege County Finance Bureau, Garze Tibetan Autonomous Prefecture, Sichuan Province (四川省甘孜藏族自治州德格縣財政局).

Hydropower Group is a limited liability company established in the PRC, and is owned as to approximately 77.74% by Sichuan Energy Development Group, 9.16% by China Construction Bank Corporation* (中國建設銀行股份有限公司) (a bank with state-owned background in the PRC dually listed on the Stock Exchange (stock code: 00939) and the Shanghai Stock Exchange (stock code: 601939)), approximately 6.55% by Agricultural Bank of China Limited* (中國農業銀行股份有限公司) (a bank with state-owned background in the PRC dually listed on the Stock Exchange (stock code: 01288) and the Shanghai Stock Exchange (stock code: 601288)), and approximately 6.55% by Bank of China Limited* (中國銀行股份有限公司) (a bank with state-owned background in the PRC dually listed on the Stock Exchange (stock code: 03988) and the Shanghai Stock Exchange (stock code: 601988)).

As at the date of the announcement, Sichuan Energy Development Group was owned as to 50.054% by State-owned Assets Supervision and Administration Commission of the Sichuan Provincial Government* (四川省政府國有資產監督管理委員會), 45.333% by Sichuan Development Co. and 4.613% by Sichuan Provincial Department of Finance* (四川省財政廳). Sichuan Development Co. was in turn owned as to 90% by the

State-owned Assets Supervision and Administration Commission of the Sichuan Provincial Government* (四川省政府國有資產監督管理委員會) and as to 10% by the Sichuan Provincial Department of Finance* (四川省財政廳), respectively.

DEFINITIONS

In this announcement, unless the context otherwise requires, the following expressions have the following meanings when used herein:

"Board"	the board of Directors
"Chairman"	the chairman of the Board
"Company"	Sichuan Energy Investment Development Co., Ltd.* (四川能投發展股份有限公司) (stock code: 01713), a company established in the PRC as a joint stock company with limited liability on 29 September 2011
"Construction Agreement"	the construction agreement of the electricity construction project of the Dege Province Industrial Park (德格縣產業園區用電建設項目供電工程施工合同) dated 16 September 2025 and entered into between Dege Gesaer Electric Power and Sichuan Energy Investment Development Construction, pursuant to which Sichuan Energy Investment Development Construction agrees to provide certain construction services for the Project at the total contract price of RMB4,436,243.02 (tax inclusive)
"Controlling Shareholders"	has the meaning ascribed to it under the Listing Rules
"Dege Gesaer Electric Power"	Sichuan Province Hydropower Investment and Management Group Dege Gesaer Electric Power Co., Ltd.* (四川省水電投資經營集團德格格薩爾電力有限公司), a company established in the PRC with limited liability, which is a non wholly-owned subsidiary of Hydropower Group
"Director(s)"	the director(s) of the Company
"Group"	the Company and its subsidiaries
"HK$"	Hong Kong dollars, the lawful currency of Hong Kong
"Hong Kong"	the Hong Kong Special Administrative Region of the PRC

"Hydropower Group"	Sichuan Province Hydropower Investment and Management Group Co., Ltd.* (四川省水電投資經營集團有限公司), a limited liability company established in the PRC and one of the controlling shareholders of the Company
"Listing Rules"	the Rules Governing the Listing of Securities on the Stock Exchange as amended from time to time
"Project"	the electricity construction project of the Dege Province Industrial Park contemplated under the Construction Agreement with the scope of service as set out in the paragraph headed "The Construction Agreement — Scope of service" in this announcement
"PRC"	the People's Republic of China, for the purposes of this announcement, exclude Hong Kong, the Macau Special Administrative Region of the PRC and Taiwan
"RMB"	Renminbi, the lawful currency of the PRC
"Share(s)"	the Domestic Share(s) and the H Share(s)
"Shareholder(s)"	holder(s) of the Shares
"Sichuan Development Co."	Sichuan Development (Holding) Co., Ltd.* (四川發展(控股)有限責任公司), a wholly state-owned enterprise with limited liability established under the laws of the PRC and one of the Controlling Shareholders
"Sichuan Energy Development Group"	Sichuan Energy Development Group Co., Ltd.* (四川能源發展集團有限責任公司), a limited liability company established in the PRC and one of the controlling shareholders of the Company
"Sichuan Energy Investment Development Construction"	Sichuan Energy Investment Development Construction Co., Ltd.* (四川能投發展建設有限公司) (formerly known as Sichuan Energy Yibin Electricity Engineering Co. Ltd.* (四川能投宜賓電力工程建設有限公司)), a company established in the PRC with limited liability and a wholly-owned subsidiary of the Company

By order of the Board
Sichuan Energy Investment Development Co., Ltd.*
He Jing
Chairman

Chengdu, Sichuan Province, the PRC
16 September 2025

As at the date of this announcement, the executive directors of the Company are Mr. He Jing, Mr. Wang Yuanchun and Ms. Xie Peixi; the non-executive directors of the Company are Mr. Yao Gengsheng, Ms. Xie Beidi, Mr. Gao Bin, Mr. Kong Ce and Mr. Xia Long; and the independent non-executive directors of the Company are Mr. Siu Chi Hung, Mr. Chen Chuan, Mr. Mou Yingshi, Prof. Li Jian and Ms. He Yin.

* *For identification purposes only*