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SINOPEC KANTONS HOLDINGS LIMITED
（中石化冠德控股有限公司）*

(incorporated in Bermuda with limited liability)

(Stock Code: 934)

(1) RENEWAL OF NON-EXEMPT CONTINUING CONNECTED TRANSACTIONS IN RELATION TO (I) THE NEW CRUDE OIL JETTY AND STORAGE SERVICES FRAMEWORK MASTER AGREEMENT; AND (II) THE NEW SINOPEC FUEL OIL SALES COMPANY LIMITED FRAMEWORK MASTER AGREEMENT

(2) RENEWAL OF DISCLOSEABLE TRANSACTIONS AND NON-EXEMPT CONTINUING CONNECTED TRANSACTIONS IN RELATION TO (I) THE NEW SINOPEC FINANCE FINANCIAL SERVICES FRAMEWORK MASTER AGREEMENT; AND (II) THE NEW CENTURY BRIGHT FINANCIAL SERVICES FRAMEWORK MASTER AGREEMENT

(3) RENEWAL OF EXEMPT CONTINUING CONNECTED TRANSACTIONS IN RELATION TO THE NEW OIL PRODUCT PURCHASE FRAMEWORK MASTER AGREEMENT

(4) ENTERING INTO OF NEW EXEMPT CONTINUING CONNECTED TRANSACTIONS IN RELATION TO THE ENGINEERING SERVICES FRAMEWORK MASTER AGREEMENT

RENEWAL OF THE EXISTING NON-EXEMPT CONTINUING CONNECTED TRANSACTIONS AND DISCLOSEABLE TRANSACTIONS

References are made to the 2022 Announcement and the 2022 Circular, in relation to, among others, the Existing Framework Master Agreements and the transactions contemplated thereunder.

As the Existing Framework Master Agreements and the annual caps thereunder will expire on 31 December 2025, and the Group will continue to carry out the transactions contemplated thereunder after 31 December 2025, the Group entered into the following New Framework Master Agreements on 29 September 2025:

NON-EXEMPT CONTINUING CONNECTED TRANSACTIONS

On 29 September 2025, the Group entered into the following New Non-exempt Framework Master Agreements, with a term of three years commencing on 1 January 2026 and ending on 31 December 2028:

(i) the New Crude Oil Jetty and Storage Services Framework Master Agreement entered into by Huade Petrochemical and Sinopec Guangzhou Branch, Sinopec Petroleum Reserve Company and Sinopec Petroleum Marketing Company in relation to the provision of crude oil jetty and storage services by Huade Petrochemical to Sinopec Guangzhou Branch, Sinopec Petroleum Reserve Company and Sinopec Petroleum Marketing Company and/or their respective subsidiaries;

(ii) the New Sinopec Fuel Oil Sales Company Limited Framework Master Agreement entered into between Huade Petrochemical and Sinopec Fuel Oil in relation to the provision of fuel oil jetty and storage services by Huade Petrochemical to the Sinopec Fuel Oil Group;

(iii) the New Sinopec Finance Financial Services Framework Master Agreement entered into by Huade Petrochemical and Sinopec Finance Guangzhou Branch in relation to the provision of financial services by the Sinopec Finance Guangzhou Branch to Huade Petrochemical; and

(iv) the New Century Bright Financial Services Framework Master Agreement entered into by the Company and Century Bright in relation to the provision of financial services by the Century Bright Group to the Group.

EXEMPT CONTINUING CONNECTED TRANSACTIONS

On 29 September 2025, Huade Petrochemical entered into the New Oil Product Purchase Framework Master Agreement with Sinopec Fuel Oil and Guangdong Petroleum in relation to the sale of diesel from Sinopec Fuel Oil and Guangdong Petroleum to Huade Petrochemical, with a term of three years commencing on 1 January 2026 and ending on 31 December 2028.

ENTERING INTO OF NEW EXEMPT CONTINUING CONNECTED TRANSACTIONS

On 29 September 2025, the Group entered into the Engineering Services Framework Master Agreement with Sinopec Engineering in relation to the provision of engineering services by Sinopec Engineering to the Group, with a term of three years commencing on 1 January 2026 and ending on 31 December 2028.

LISTING RULES IMPLICATIONS

As at the date of this announcement, Sinopec Group Company is a controlling shareholder of Sinopec Corp., which indirectly held the entire issued share capital of SKI. Sinopec Group Company is therefore an indirect controlling Shareholder of the Company and holds approximately 60.33% of the issued share capital of the Company. As each of Sinopec Guangzhou Branch, Sinopec Petroleum Reserve Company, Sinopec Petroleum Marketing Company, Sinopec Finance Guangzhou Branch, Century Bright, Sinopec Fuel Oil, Guangdong Petroleum and Sinopec Engineering is either a branch company or a subsidiary (as the case may be) of Sinopec Group Company or Sinopec Corp. (as the case may be), it is an associate of SKI and is therefore a connected person of the Company under Chapter 14A of the Listing Rules.

Accordingly, the transactions contemplated under each of the New Framework Master Agreements and the Engineering Services Framework Master Agreement constitute continuing connected transactions of the Company under Chapter 14A of the Listing Rules.

Non-exempt Continuing Connected Transactions and Discloseable Transactions (where applicable)

As one or more of the applicable percentage ratios (as defined under Rule 14.07 of the Listing Rules) in respect of the annual caps for the transactions contemplated under each of the New Non-exempt Framework Master Agreements exceed 5%, such agreements are subject to the reporting, annual review, announcement and Independent Shareholders' approval requirements under Chapter 14A of the Listing Rules. The Company will also disclose the relevant details in its next published annual report in accordance with the relevant requirements as set out in Rule 14A.49 of the Listing Rules.

In respect of the New Sinopec Finance Financial Services Framework Master Agreement and the New Century Bright Financial Services Framework Master Agreement:

(i) the provision of deposit services to the Group by the Sinopec Finance Guangzhou Branch and the Century Bright Group (as the case may be) thereunder also constitute financial assistance to be provided by the Group to the Sinopec Finance Guangzhou Branch and the Century Bright Group (as the case may be) under Rule 14.04(1)(e) of the Listing Rules. As one or more of the applicable percentage ratios (as defined under Rule 14.07 of the Listing Rules) in respect of the aggregate transaction amounts for such transactions on an annual basis under such agreements exceed 5% but all of which are below 25%, such transactions also constitute discloseable transactions of the Company, and are therefore subject to the reporting and announcement requirements but exempt from the Shareholders' approval requirement under Chapter 14 of the Listing Rules;

(ii) in view that (a) the loan services and bill acceptance and discount services to be provided by Sinopec Finance Guangzhou Branch to Huade Petrochemical and (b) the credit limit services to be provided by the Century Bright Group to the Group will be on normal commercial terms or better than those offered by Independent Third Parties for comparable services in the PRC and outside the PRC (as the case may be), and will not be secured by assets of Huade Petrochemical and the Group (as the case may be), such services which also constitute financial assistance received by the Group are fully exempt under Rule 14A.90 of the Listing Rules from reporting, annual review, announcement and Independent Shareholders' approval requirements. As such, no annual caps have been set for such services; and

(iii) in view that (a) the entrustment loans and other financial services to be provided by Sinopec Finance Guangzhou Branch to Huade Petrochemical and (b) the settlement and similar services to be provided by the Century Bright Group to the Group will be on normal commercial terms and on terms similar to or even better than those offered by Independent Third Parties for comparable services in the PRC and outside the PRC (as the case may be), and that all of the relevant percentage ratios (as defined under Rule 14.07 of the Listing Rules) in respect of the total fees estimated to be paid by Huade Petrochemical to Sinopec Finance Guangzhou Branch and by the Group to the Century Bright Group (as the case may be) for such services on an annual basis fall below the de minimis threshold of 0.1% as stipulated under Rule 14A.76(1)(a) of the Listing Rules, such transactions are fully exempt from all reporting, annual review, announcement and Independent Shareholders' approval requirements. The Company will comply with the relevant requirements of the Listing Rules if and when such relevant percentage ratios (as defined under Rule 14.07 of the Listing Rules) exceed the relevant threshold.

Exempt Continuing Connected Transactions

As one or more of the applicable percentage ratios (as defined under Rule 14.07 of the Listing Rules) in respect of the annual caps for the transactions contemplated under the New Oil Product Purchase Framework Master Agreement exceed 0.1% but all are less than 5%, the transactions contemplated thereunder are subject to the reporting, annual review and announcement requirements but are exempt from the Shareholders' approval requirement under Chapter 14A of the Listing Rules.

As one or more of the applicable percentage ratios (as defined under Rule 14.07 of the Listing Rules) in respect of the annual caps for the transactions contemplated under the Engineering Services Framework Master Agreement exceed 0.1% but all are less than 5%, the transactions contemplated thereunder are subject to the reporting, annual review and announcement requirements but are exempt from the Shareholders' approval requirement under Chapter 14A of the Listing Rules.

GENERAL

The Company will convene the SGM to seek Independent Shareholders' approval for the New Non-exempt Framework Master Agreements and the transactions contemplated thereunder.

Since SKI is considered to have a material interest in the transactions contemplated under the New Non-exempt Framework Master Agreements, it will abstain from voting on the resolutions to approve the agreements at the SGM. In addition, as certain executive Directors, including Mr. Zhong Fuliang, Mr. Yang Yanfei, Mr. Ren Jiajun, Mr. Zou Wenzhi and Mr. Mo Zhenglin, are considered to have a material interest in the transactions contemplated under the New Framework Master Agreements and the Engineering Services Framework Master Agreement due to their other executive posts within the Sinopec Group, they have abstained from voting on the board resolutions to approve such agreements.

The Company has established the Independent Board Committee comprising the four independent non-executive Directors, namely Mr. Fong Chung, Mark, Dr. Wong Yau Kar, David, Ms. Wong Pui Sze, Priscilla and Mr. Ye, James Zheng to consider and advise the Independent Shareholders on the New Non-exempt Framework Master Agreements and the transactions contemplated thereunder (including the annual caps thereunder). The Company has appointed Maxa Capital Limited as the Independent Financial Adviser to advise and make recommendations to the Independent Board Committee and the Independent Shareholders in this regard.

A circular containing, among others, (1) further details of the New Non-exempt Framework Master Agreements and the transactions contemplated thereunder; (2) a letter from the Independent Board Committee; (3) a letter of advice from the Independent Financial Adviser; and (4) a notice of the SGM, is expected to be despatched to the Shareholders as soon as practicable in compliance with the Listing Rules.

RENEWAL OF THE EXISTING NON-EXEMPT CONTINUING CONNECTED TRANSACTIONS AND DISCLOSEABLE TRANSACTIONS

References are made to the 2022 Announcement and the 2022 Circular, in relation to, among others, the Existing Framework Master Agreements and the transactions contemplated thereunder.

As the Existing Framework Master Agreements and the annual caps thereunder will expire on 31 December 2025, and the Group will continue to carry out the transactions contemplated thereunder after 31 December 2025, the Group entered into the following New Framework Master Agreements on 29 September 2025:

A. NON-EXEMPT CONTINUING CONNECTED TRANSACTIONS

1. The New Crude Oil Jetty and Storage Services Framework Master Agreement

Date

29 September 2025

Parties

(a) Huade Petrochemical, a wholly-owned subsidiary of the Company;

(b) Sinopec Guangzhou Branch;

(c) Sinopec Petroleum Reserve Company; and

(d) Sinopec Petroleum Marketing Company.

Sinopec Guangzhou Branch is a branch company of Sinopec Corp., Sinopec Petroleum Marketing Company is a wholly-owned subsidiary of Sinopec Corp., and Sinopec Petroleum Reserve Company is a wholly-owned subsidiary of Sinopec Group Company. As Sinopec Group Company is the holding company of Sinopec Corp., which indirectly owns SKI, the controlling Shareholder, each of Sinopec Guangzhou Branch, Sinopec Petroleum Reserve Company and Sinopec Petroleum Marketing Company is an associate of SKI and a connected person of the Company under Chapter 14A of the Listing Rules.

Term

Subject to the approval of the Independent Shareholders at the SGM, the agreement is for a term of three years commencing on 1 January 2026 and ending on 31 December 2028.

Nature of the transactions

Pursuant to the New Crude Oil Jetty and Storage Services Framework Master Agreement, Huade Petrochemical shall provide the following services and facilities to Sinopec Guangzhou Branch, Sinopec Petroleum Reserve Company and Sinopec Petroleum Marketing Company, and/or their respective subsidiaries:

(i) unloading crude oil for oil tankers berthed at the terminal of Huade Petrochemical, oil tanker berthing and docking, and related services;

(ii) Huade Petrochemical shall provide crude oil storage tanks for the purpose of storing crude oil and related services; and

(iii) Huade Petrochemical shall provide oil pipeline transmission services and related services for facilities along the route.

Huade Petrochemical shall from time to time enter into definitive agreements with Sinopec Guangzhou Branch, Sinopec Petroleum Reserve Company and/or Sinopec Petroleum Marketing Company and/or their respective subsidiaries with respect to the above services, for which the parties shall negotiate with reference to, among other factors, laws and regulations, market conditions, normal commercial terms, trade customs and the principle of fairness.

Pricing basis

Pursuant to the New Crude Oil Jetty and Storage Services Framework Master Agreement, the service fees payable by Sinopec Guangzhou Branch, Sinopec Petroleum Reserve Company and Sinopec Petroleum Marketing Company and/or their respective subsidiaries to Huade Petrochemical shall be determined on the following basis:

(i) if the services are governed by the State-prescribed prices of the PRC, the services fees shall be charged on the basis of State-prescribed prices;

(ii) if the services are governed by government-approved prices of the PRC, Huade Petrochemical may, after negotiation among the relevant parties and having considered the factors and basis in item (iii) below, apply to the competent government departments for approval to adjust the service fees, and Sinopec Guangzhou Branch, Sinopec Petroleum Reserve Company and Sinopec Petroleum Marketing Company shall provide (and shall procure their subsidiaries to provide) such assistance as may be required by Huade Petrochemical;

(iii) if the service fees were previously charged on the basis of the State-prescribed prices or government-approved prices, but subsequently, (I) there are no applicable State-prescribed prices or government-approved prices; or (II) such State-prescribed prices or government-approved prices are abolished or declared invalid, the service fees shall be based on:

a. the market price determined in accordance with item (iv) below; or

b. if no market price is available, the service fees shall be based on the State-prescribed prices or government-approved prices at which Huade Petrochemical provided services in the preceding year, plus a margin not exceeding the product of the rate of increase of the price index for the most recent year as announced by the relevant PRC authority and the State-prescribed prices or government-approved prices for the preceding year;

(iv) the service fees shall be determined by the parties after arm's length negotiations based on the market price. When setting the market price, the primary factors and pricing basis that all parties should take into account are:

a. the actual and direct costs incurred by Huade Petrochemical in providing the crude oil terminal services;

b. the prevailing market price charged by any third party providing the same or similar services in the vicinity; and

c. the fees charged by Huade Petrochemical for providing the same services to any third party, or (if not available) the fees charged by Huade Petrochemical for providing similar services to any third party.

In any case, the final market price determined shall be (A) no less than the actual and direct costs incurred by Huade Petrochemical in providing the crude oil terminal services; and (B) no less than the prevailing market price charged by any third party providing the same or similar services in the vicinity, or, if applicable, no less than the fees charged by Huade Petrochemical for providing the same or similar services to any third party.

Historical transaction amounts

The following table sets out the transaction amounts received by Huade Petrochemical under the Existing Crude Oil Jetty and Storage Services Framework Master Agreement for each of the two years ended 31 December 2023 and 31 December 2024 and the six months ended 30 June 2025, based on unaudited management accounts:

	For the year ended		**For the six months**
	31 December 2023	**31 December 2024**	**ended 30 June 2025**
	(approx. RMB (approx. HK$))		
Transaction amounts received by Huade Petrochemical	RMB446,180,000 (HK$487,674,740)	RMB489,200,000 (HK$534,695,600)	RMB241,900,000 (HK$264,396,700)

None of these transaction amounts has exceeded the relevant annual caps for the corresponding financial years.

Annual caps

The following table sets out the existing annual caps of the transaction amounts estimated to be received by Huade Petrochemical under the Existing Crude Oil Jetty and Storage Services Framework Master Agreement for each of the two years ended 31 December 2023 and 31 December 2024 and the year ending 31 December 2025:

	For the year ended		**For the year ending**
	31 December 2023	**31 December 2024**	**31 December 2025**
	(approx. RMB (approx. HK$))		
Existing annual caps	RMB550,000,000 (HK$601,150,000)	RMB550,000,000 (HK$601,150,000)	RMB550,000,000 (HK$601,150,000)

The following table sets out the annual caps of the transaction amounts estimated to be received by Huade Petrochemical under the New Crude Oil Jetty and Storage Services Framework Master Agreement for each of the three years ending 31 December 2026, 31 December 2027 and 31 December 2028:

	For the year ending		
	31 December 2026	**31 December 2027**	**31 December 2028**
	(approx. RMB (approx. HK$))		
Annual caps	RMB550,000,000 (HK$601,150,000)	RMB550,000,000 (HK$601,150,000)	RMB550,000,000 (HK$601,150,000)

In arriving at the aforesaid annual caps, the following factors were taken into account: (i) the historical transaction amounts; (ii) the State-prescribed prices and the government-approved prices for these services; (iii) in light of the demand for petroleum products in the PRC market, Sinopec Guangzhou Branch, Sinopec Petroleum Reserve Company and Sinopec Petroleum Marketing Company and their respective subsidiaries are expected to import a stable quantity of crude oil and therefore will consume and require a stable amount of crude oil jetty services and facilities; and (iv) given the nature of mutual reliance on the supply and consumption of the services and facilities by Sinopec Guangzhou Branch, Sinopec Petroleum Reserve Company and/or Sinopec Petroleum Marketing Company and their respective subsidiaries, demand for such volume and quantity of services and facilities of the Group will remain stable.

The payment terms of these transactions will be determined by the parties on a transaction-by-transaction basis, in accordance with market norms and on normal commercial terms, and with reference to prescriptions by and approvals of the PRC government.

Reasons and benefits of the transactions

As the existing jetty and crude oil storage facilities of Huade Petrochemical are close to Sinopec Guangzhou Branch with a crude oil pipeline connected between Huade Petrochemical and Sinopec Guangzhou Branch, and the business operations of Sinopec Petroleum Reserve Company, Sinopec Petroleum Marketing Company and Sinopec Guangzhou Branch are from time to time conducted closely and simultaneously. As a result, Huade Petrochemical has been regularly providing crude oil jetty unloading, transshipment and pipeline transmission services to Sinopec Guangzhou Branch, Sinopec Petroleum Reserve Company and Sinopec Petroleum Marketing Company and/or their respective subsidiaries, with Sinopec Guangzhou Branch being a major customer of Huade Petrochemical for crude oil jetty unloading, transshipment and pipeline transmission.

Currently, the business income of Huade Petrochemical is primarily derived from Sinopec Guangzhou Branch. The provision of crude oil jetty unloading, transshipment and pipeline transmission services to Sinopec Guangzhou Branch, Sinopec Petroleum Reserve Company and/or Sinopec Petroleum Marketing Company can enable Huade Petrochemical to continue capturing the business opportunities and utilise the business value of its crude oil jetty and facilities, and create economic benefits for Huade Petrochemical, and therefore is in the interests of the Company and the Shareholders as a whole.

Internal control measures for the transactions

(i) **Effective connected transaction management system:** The Company has formulated and strictly implemented policies such as the Listing Affairs Management System of Sinopec Kantons Holdings Limited and the Management Measures of Connected Transactions of Sinopec Kantons Holdings Limited to make regular assessment on connected transactions and the effectiveness of the related internal control systems, thereby ensuring that the connected transactions are conducted on a regulated basis under fair and reasonable pricing principles and transaction methods and in the interests of the Company and the Shareholders as a whole, and therefore the connected transactions entered into by the Company will be conducted under effective control and regulation via the Company's connected transaction management systems.

(ii) **Daily management of connected transactions:** The risk control department and finance department of the Company conduct monthly inspection in relation to types of connected transactions and transaction amount to assure the consistency of the types and transaction data of the connected transactions with what actually occurred, and by setting up a transaction cap warning alert, which is usually set at 80% of the annual cap set for connected transactions, the risk of exceeding the annual cap on connected transactions is effectively avoided.

(iii) **Review on risk management and internal control by the management and the audit committee of the Board:** The relevant personnel of the Company report regularly to the audit committee of the Board on the execution of connected transactions. The risk control department of the Company includes connected transactions in its scope of annual internal control assessment and includes connected transactions in its regularly prepared risk management and internal control reports to the audit committee, which also conducts an annual review of the Company's risk management and internal control systems.

(iv) **Annual review by independent non-executive Directors:** The independent non-executive Directors of the Company conduct an annual review of the continuing connected transaction agreements and the transactions thereunder and confirm that the agreements and transactions are (a) in the ordinary course of the Group's business; (b) on normal or better commercial terms; and (c) that the terms of the agreements governing the transactions are fair and reasonable and in the interests of the Company and the Shareholders as a whole.

(v) **Annual review and confirmation by the Auditor:** The Auditor of the Company will review the continuing connected transactions of the Company annually and confirm to the Board that nothing has come to its attention that causes it to believe that such transactions (a) have not been approved by the Board; (b) were not, in all material respects, in accordance with the pricing policies provided in the transactions involving the provision or receipt of goods or services by the Group; (c) were not carried out, in all material respects, in accordance with the relevant agreements governing such transactions; and (d) have exceeded the respective applicable annual caps.

2. The New Sinopec Fuel Oil Sales Company Limited Framework Master Agreement

Date

29 September 2025

Parties

(a) Huade Petrochemical, a wholly-owned subsidiary of the Company; and

(b) Sinopec Fuel Oil.

Sinopec Fuel Oil is a wholly-owned subsidiary of Sinopec Marketing, which is held as to approximately 70.42% by Sinopec Corp. and approximately 29.58% by a group of investors who are all Independent Third Parties each holding less than 3%. Accordingly, Sinopec Fuel Oil is a non wholly-owned subsidiary of Sinopec Corp., which indirectly wholly owns SKI, the controlling Shareholder. Sinopec Fuel Oil is therefore an associate of SKI and hence a connected person of the Company under Chapter 14A of the Listing Rules.

Term

Subject to the approval of the Independent Shareholders at the SGM, the agreement is for a term of three years commencing on 1 January 2026 and ending on 31 December 2028.

Nature of the transactions

Pursuant to the New Sinopec Fuel Oil Sales Company Limited Framework Master Agreement, Huade Petrochemical shall provide the following services and facilities to the Sinopec Fuel Oil Group:

(i) unloading fuel oil for oil tankers berthed at the terminal of Huade Petrochemical, oil tanker berthing and docking, and related services; and

(ii) provision of storage tanks for fuel oil storage purpose and the provision of blending and heating services and related services.

Huade Petrochemical shall from time to time enter into definitive agreements with the Sinopec Fuel Oil Group with respect to the above services, for which the parties shall negotiate with reference to, among other factors, laws and regulations, market conditions, normal commercial terms, trade customs and the principle of fairness.

Pricing basis

Pursuant to the New Sinopec Fuel Oil Sales Company Limited Framework Master Agreement, the service fees payable by the Sinopec Fuel Oil Group to Huade Petrochemical shall be determined on the following basis:

(i) if the services are governed by the State-prescribed prices of the PRC, the services fees shall be charged on the basis of State-prescribed prices;

(ii) if the services are governed by government-approved prices of the PRC, upon negotiations between both parties and taking into account the factors and basis in item (iii) below, Huade Petrochemical may apply to the competent government authorities for approval to adjust the service fees, and the Sinopec Fuel Oil Group shall provide (and shall procure their subsidiaries to provide) such assistance as may be required by Huade Petrochemical;

(iii) if the service fees were previously charged on the basis of the State-prescribed prices or government-approved prices, but subsequently, (I) there are no applicable State-prescribed prices or government-approved prices; or (II) such State-prescribed prices or government-approved prices are abolished or declared invalid, the service fees shall be based on:

a. the market price determined in accordance with item (iv) below; or

b. if no market price is available, the service fees shall be based on the State-prescribed prices or government-approved prices at which Huade Petrochemical provided services in the preceding year, plus a margin not exceeding the product of the rate of increase of the price index for the most recent year as announced by the relevant PRC authority and the State-prescribed prices or government-approved prices for the preceding year;

(iv) the service fees shall be determined by the parties after arm's length negotiations based on the market price. When setting the market price, the primary factors and pricing basis that both the parties should take into account:

a. the actual and direct costs incurred by Huade Petrochemical in providing the fuel oil terminal services;

b. the prevailing market price charged by any third party providing the same or similar services in the vicinity; and

c. the fees charged by Huade Petrochemical for providing the same services to any third party, or (if not available) the fees charged by Huade Petrochemical for providing similar services to any third party.

In any case, the final market price determined shall be (A) no less than the actual and direct costs incurred by Huade Petrochemical in providing the fuel oil terminal services; and (B) no less than the prevailing market price charged by any third party providing the same or similar services in the vicinity, or, if applicable, no less than the fees charged by Huade Petrochemical for providing the same or similar services to any third party.

Historical transaction amounts

The following table sets out the transaction amounts received by Huade Petrochemical under the Existing Sinopec Fuel Oil Sales Company Limited Framework Master Agreement for each of the two years ended 31 December 2023 and 31 December 2024 and the six months ended 30 June 2025, based on unaudited management accounts:

	For the year ended		**For the six months**
	31 December 2023	**31 December 2024**	**ended 30 June 2025**
	(approx. RMB (approx. HK$))		
Transaction amounts received by Huade Petrochemical	RMB44,510,000 (HK$48,649,430)	RMB47,990,000 (HK$52,453,070)	RMB23,430,000 (HK$25,608,990)

None of these transaction amounts has exceeded the relevant annual caps for the corresponding financial years.

Annual caps

The following table sets out the existing annual caps of the transaction amounts estimated to be received by Huade Petrochemical under the Existing Sinopec Fuel Oil Sales Company Limited Framework Master Agreement for each of the two years ended 31 December 2023 and 31 December 2024 and the year ending 31 December 2025:

	For the year ended		**For the year ending**
	31 December 2023	**31 December 2024**	**31 December 2025**
	(RMB (approx. HK$))		
Existing annual caps	RMB80,000,000 (HK$87,440,000)	RMB80,000,000 (HK$87,440,000)	RMB80,000,000 (HK$87,440,000)

The following table sets out the annual caps of the transaction amounts estimated to be received by Huade Petrochemical under the New Sinopec Fuel Oil Sales Company Limited Framework Master Agreement for each of the three years ending 31 December 2026, 31 December 2027 and 31 December 2028:

		For the year ending	
	31 December 2026	**31 December 2027**	**31 December 2028**
	(RMB (approx. HK$))		
Annual caps	RMB70,000,000 (HK$76,510,000)	RMB70,000,000 (HK$76,510,000)	RMB70,000,000 (HK$76,510,000)

In arriving at the aforesaid annual caps, the following factors were taken into account: (i) the historical transaction amounts; (ii) the actual and direct costs of providing such services is expected to increase in the next three years; (iii) in view of the demand for petroleum products in the PRC market, Sinopec Fuel Oil is expected to import a greater volume of fuel oil, and will thus require more fuel oil terminals and storage services and facilities; and (iv) the per-unit service fees may be raised during 2026-2028 after arm's length negotiations between Huade Petrochemical and Sinopec Fuel Oil based on the recent development of the Group's fuel oil terminal and storage business.

The payment terms of these transactions will be determined by the parties on a transaction-by-transaction basis, in accordance with market norms and on normal commercial terms, and with reference to prescriptions by and approvals of the PRC government.

Reasons and benefits of the transactions

Aiming to expand the storage and logistics business and increase the service income as well as enhance the economic benefits and profitability, Huade Petrochemical had invested in the construction of its new fuel oil terminal in Huizhou and the terminal had been put into operation in 2021.

The Sinopec Fuel Oil Group is specialised in fuel oil trading, which has a huge demand for fuel oil storage services. The provision of fuel oil storage services to the Sinopec Fuel Oil Group by Huade Petrochemical is conducive to capturing business opportunities and bringing in operating income, which creates economic benefits for Huade Petrochemical, and is therefore in the interests of the Company and the Shareholders as a whole.

Internal control measures for the transactions

(i) **Effective connected transaction management system:** The Company has formulated and strictly implemented policies such as the Listing Affairs Management System of Sinopec Kantons Holdings Limited and the Management Measures of Connected Transactions of Sinopec Kantons Holdings Limited to make regular assessment on connected transactions and the effectiveness of the related internal control systems, thereby ensuring that the connected transactions are conducted on a regulated basis under fair and reasonable pricing principles and transaction methods and in the interests of the Company and the Shareholders as a whole, and therefore the connected transactions entered into by the Company will be conducted under effective control and regulation via the Company's connected transaction management systems.

(ii) **Daily management of connected transactions:** The risk control department and finance department of the Company conduct monthly inspection in relation to types of connected transactions and transaction amount to assure the consistency of the types and transaction data of the connected transactions with what actually occurred, and by setting up a transaction cap warning alert, which is usually set at 80% of the annual cap set for connected transactions, the risk of exceeding the annual cap on connected transactions is effectively avoided.

(iii) **Review on risk management and internal control by the management and the audit committee of the Board:** The relevant personnel of the Company report regularly to the audit committee of the Board on the execution of connected transactions. The risk control department of the Company includes connected transactions in its scope of annual internal control assessment and includes connected transactions in its regularly prepared risk management and internal control reports to the audit committee, which also conducts an annual review of the Company's risk management and internal control systems.

(iv) **Annual review by independent non-executive Directors:** The independent non-executive Directors of the Company conduct an annual review of the continuing connected transaction agreements and the transactions thereunder and confirm that the agreements and transactions are (a) in the ordinary course of the Group's business; (b) on normal or better commercial terms; and (c) that the terms of the agreements governing the transactions are fair and reasonable and in the interests of the Company and the Shareholders as a whole.

(v) **Annual review and confirmation by the Auditor:** The Auditor of the Company will review the continuing connected transactions of the Company annually and confirm to the Board that nothing has come to its attention that causes it to believe that such transactions (a) have not been approved by the Board; (b) were not, in all material respects, in accordance with the pricing policies provided in the transactions involving the provision or receipt of goods or services by

the Group; (c) were not carried out, in all material respects, in accordance with the relevant agreements governing such transactions; and (d) have exceeded the respective applicable annual caps.

B. NON-EXEMPT CONTINUING CONNECTED TRANSACTIONS AND DISCLOSEABLE TRANSACTIONS

1. The New Sinopec Finance Financial Services Framework Master Agreement

Date

29 September 2025

Parties

(a) Huade Petrochemical, a wholly-owned subsidiary of the Company; and

(b) Sinopec Finance Guangzhou Branch.

Sinopec Finance Guangzhou Branch is a branch company of Sinopec Finance, which is owned as to 51% by Sinopec Group Company and 49% by Sinopec Corp. As Sinopec Group Company is the holding company of Sinopec Corp., which indirectly wholly owns SKI, the controlling Shareholder, Sinopec Finance Guangzhou Branch is therefore an associate of SKI and a hence connected person of the Company under Chapter 14A of the Listing Rules.

Term

Subject to obtaining the approval by the Independent Shareholders at the SGM, the agreement is for a term of three years commencing on 1 January 2026 and ending on 31 December 2028.

Nature of the transactions

Pursuant to the New Sinopec Finance Financial Services Framework Master Agreement, Sinopec Finance Guangzhou Branch shall provide financial services to Huade Petrochemical, including loan services, deposit services, entrusted loan services, bill acceptance and discount services, and transfer settlement and relevant settlement services, and other financial services as requested or instructed by Huade Petrochemical, provided that the provision of the relevant services by Sinopec Finance Guangzhou Branch has been approved by the NFRA and is within the business scope of Sinopec Finance Guangzhou Branch as registered with relevant Administration for Market Regulation.

Huade Petrochemical shall from time to time enter into definitive agreements with Sinopec Finance Guangzhou Branch with respect to the above services, for which the parties shall negotiate with reference to, among other factors, laws and regulations, market conditions, normal commercial terms, trade customs and the principle of fairness.

Pricing basis

Sinopec Finance Guangzhou Branch shall comply with the following principles when providing the aforementioned financial services to Huade Petrochemical:

(i) loan services: Sinopec Finance Guangzhou Branch shall provide loan services to Huade Petrochemical, and the interest rates for loans shall be referenced to the relevant lending rate standards uniformly promulgated by the PBOC at the time; and in compliance with the relevant laws and regulations, the lending rates may be adjusted downward by a certain percentage, but shall not be higher than the interest rates applicable to the same type of loan services offered by independent commercial banks to other members of the Sinopec Group.

(ii) deposit services: when Sinopec Finance Guangzhou Branch provides deposit services to Huade Petrochemical, the deposit interest rate shall be referenced to the relevant deposit interest rate standards uniformly promulgated by the PBOC at the time, but shall not be lower than the interest rates applicable to the same type of deposit services offered by independent commercial banks to other members of the Sinopec Group.

(iii) entrusted loan services: when Sinopec Finance Guangzhou Branch provides entrusted loan services to Huade Petrochemical, it shall charge an annual entrusted loan handling fee calculated based on the outstanding principal balance of the loan, which shall not be higher than the fees applicable to the same type of services offered by independent commercial banks to other members of the Sinopec Group.

(iv) bill acceptance and discount services: when Sinopec Finance Guangzhou Branch provides acceptance and discount of acceptance bills and bank acceptance bill discount services to Huade Petrochemical, the discount rates shall be determined based on the rediscount rate prescribed by the PBOC with a spread determined according to market conditions, but shall not be higher than the interest rates applicable to the same type of loan services offered by independent commercial banks to other members of the Sinopec Group.

(v) transfer settlement and relevant settlement services: Sinopec Finance Guangzhou Branch shall handle the accounts opened by Huade Petrochemical at Sinopec Finance Guangzhou Branch and the settlement business conducted with the members of the Sinopec Group, without charging Huade Petrochemical any fees. Nevertheless, if independent commercial banks charge Sinopec Finance Guangzhou Branch service fees for transfer and settlement services and corresponding settlement in the future, Sinopec Finance Guangzhou Branch may charge Huade Petrochemical the same amount of service fees for such services.

Historical transaction amounts – Deposit services

The following table sets out the maximum outstanding balance at any time (including any interest accrued therefrom) for the deposits placed by Huade Petrochemical with Sinopec Finance Guangzhou Branch under the Existing Sinopec Finance Financial Services Framework Master Agreement for each of the two years ended 31 December 2023 and 31 December 2024 and the six months ended 30 June 2025 based on unaudited management accounts:

	For the year ended		**For the six months**
	31 December 2023	**31 December 2024**	**ended 30 June 2025**
	(approx. RMB (approx. HK$))		
Maximum outstanding balance (including any interest accrued therefrom)	RMB398,210,000 (HK$435,243,530)	RMB356,530,000 (HK$389,687,290)	RMB381,677,000 (HK$417,172,961)

None of the above amounts exceeded the relevant annual caps for the corresponding financial years.

Annual caps – Deposit services

The following table sets out the existing annual caps in respect of the maximum outstanding balance at any time (including any interest accrued therefrom) for the deposits estimated to be placed by Huade Petrochemical with Sinopec Finance Guangzhou Branch under the Existing Sinopec Finance Financial Services Framework Master Agreement for each of the two years ended 31 December 2023 and 31 December 2024 and the year ending 31 December 2025:

	For the year ended		**For the year ending**
	31 December 2023	**31 December 2024**	**31 December 2025**
	(RMB (approx. HK$))		
Existing annual caps	RMB400,000,000 (HK$437,200,000)	RMB400,000,000 (HK$437,200,000)	RMB400,000,000 (HK$437,200,000)

The following table sets out the annual caps in respect of the maximum outstanding balance at any time (including any interest accrued therefrom) for the deposits estimated to be placed by Huade Petrochemical with Sinopec Finance Guangzhou Branch under the New Sinopec Finance Financial Services Framework Master Agreement for each of the three years ending 31 December 2026, 31 December 2027 and 31 December 2028:

	For the year ending		
	31 December 2026	**31 December 2027**	**31 December 2028**
	(RMB (approx. HK$))		
Annual caps	RMB400,000,000 (HK$437,200,000)	RMB400,000,000 (HK$437,200,000)	RMB400,000,000 (HK$437,200,000)

In arriving at the aforesaid annual caps, the future business expansion plans, the expected increase of business volume, the expected increase of cash flow movement of Huade Petrochemical and the following factors have been considered by Huade Petrochemical:

(i) For each of the two years ended 31 December 2023 and 31 December 2024 and for the six months ended 30 June 2025, the maximum outstanding balance at any time (including any interest accrued therefrom) for the deposits placed by Huade Petrochemical with Sinopec Finance Guangzhou Branch under the Existing Sinopec Finance Financial Services Framework Master Agreement was RMB398,210,000, RMB356,530,000 and RMB381,677,000, respectively, representing 99.55%, 89.13% and 95.42% of the existing annual caps in respect of the estimated maximum balance (including any interest accrued therefrom) under the Existing Sinopec Finance Financial Services Framework Master Agreement. Given the PRC government's control over the remittance of funds out of Mainland China, it may take some time for Huade Petrochemical to obtain approval from relevant departments for distribution of dividends to the Company. Therefore, it is expected that the deposits placed by Huade Petrochemical with Sinopec Finance Guangzhou Branch will remain at the current level for the three financial years ending 31 December 2028.

(ii) In order to strengthen the centralised management of funds and monitor the use of funds, the Sinopec Group (including the Group) will utilise the "funding pool" platform with the assistance of Sinopec Finance Guangzhou Branch. Such platform amasses the funds of the Sinopec Group (including the Group) and enables loans to be granted within the Sinopec Group (including the Group) by capitalising on the leeway arising from the difference in the time for receipt and payment of funds of members of the Sinopec Group (including the Group), with an aim to support the development of the Sinopec Group and the Group.

(iii) Sinopec Finance and Sinopec Finance Guangzhou Branch are under the supervision of the NFRA and have been maintaining satisfactory operating results and financial positions with good risk control and well-regulated management in the past three years. The safety standards of their settlement system reach the standards of domestic commercial banks. The collaboration between Huade Petrochemical and Sinopec Finance Guangzhou Branch reduces finance costs, increases interest income of deposits, lowers settlement costs and controls risks.

(iv) There will be interest income from the deposits of Huade Petrochemical with Sinopec Finance Guangzhou Branch at a rate no less favourable than those offered by other independent commercial banks in the PRC.

(v) In respect of Huade Petrochemical's funds settlement business at Sinopec Finance Guangzhou Branch, settlement expenses will be undertaken by Sinopec Finance Guangzhou Branch while Huade Petrochemical has no obligations to pay for the settlement expenses to Sinopec Finance Guangzhou Branch, provided that other independent commercial banks charge Sinopec Finance Guangzhou Branch for such fees, Sinopec Finance Guangzhou Branch will charge Huade Petrochemical the same accordingly.

Loan services and bill acceptance and discount services

In view that the loan services and bill acceptance and discount services to be provided by Sinopec Finance Guangzhou Branch to Huade Petrochemical will be on normal commercial terms or better than those offered by Independent Third Parties for comparable services in the PRC, and will not be secured by assets of Huade Petrochemical, such services which also constitute financial assistance received by the Group are fully exempt under Rule 14A.90 of the Listing Rules from all reporting, annual review, announcement and Independent Shareholders' approval requirements. As such, no annual caps have been set for such services.

Entrustment loans and other services

The entrustment loans and other financial services which may be provided by Sinopec Finance Guangzhou Branch to Huade Petrochemical will be on normal commercial terms and on terms similar to or even better than those offered by Independent Third Parties for comparable services in the PRC. As all of the relevant percentage ratios (as defined under Rule 14.07 of the Listing Rules) in respect of the total fees to be paid by Huade Petrochemical to Sinopec Finance Guangzhou Branch for the entrustment loans and other financial services on an annual basis will fall below the de minimis threshold of 0.1% as stipulated under Rule 14A.76(1)(a) of the Listing Rules, such transactions are fully exempt from all reporting, annual review, announcement and Independent Shareholders' approval requirements. The Company will comply with the relevant requirements of the Listing Rules if and when such relevant percentage ratios (as defined under Rule 14.07 of the Listing Rules) exceed the relevant threshold.

Reasons and benefits of the transactions

The New Sinopec Finance Financial Services Framework Master Agreement was entered into on the following basis:

(i) the interest rates on loans and deposits to be offered by Sinopec Finance Guangzhou Branch to Huade Petrochemical will be no less favourable than those offered by other independent commercial banks in the PRC;

(ii) Sinopec Finance and Sinopec Finance Guangzhou Branch are regulated by the PBOC and the NFRA and Sinopec Finance Guangzhou Branch will provide its services in accordance with the rules and operational requirements of these regulatory authorities;

(iii) Sinopec Finance Guangzhou Branch fully understands and is familiar with the business nature and needs of Huade Petrochemical. As Sinopec Finance Guangzhou Branch and Huade Petrochemical are both members of the Sinopec Group, Sinopec Finance Guangzhou Branch can better foresee the funding needs of Huade Petrochemical and can offer flexible and cost-effective services to Huade Petrochemical;

(iv) it is beneficial for the settlement operations for members of the Sinopec Group (including the Group) and strengthening Huade Petrochemical's capital management and control in order to mitigate and avert operational risks;

(v) it will reduce the time of capital in transit for Huade Petrochemical. It will also accelerate the turnover of cash flow and reduce transaction costs and expenses, thereby further enhancing the quality and efficiency of capital utilisation;

(vi) Sinopec Finance Guangzhou Branch will also provide diversified financial services for Huade Petrochemical, which is in line with the interests of the Company and the Shareholders as a whole. The financial services provided by Sinopec Finance Guangzhou Branch are in line with market norms and are on normal commercial terms, with reference to arrangements with other independent commercial banks in the PRC;

(vii) pursuant to the relevant regulations of the PBOC and the NFRA, the customers of Sinopec Finance Guangzhou Branch are limited to entities within the Sinopec Group and its subsidiaries, including the Group, thereby reducing the risks that Sinopec Finance Guangzhou Branch may otherwise be exposed to if its customers include other entities unrelated to the Sinopec Group (including the Group); and

(viii) Sinopec Finance Guangzhou Branch undertakes to repay deposits (including the interest income) and grant loans or entrustment loans to Huade Petrochemical upon Huade Petrochemical's requests in a timely manner.

The Group and Sinopec Finance Guangzhou Branch have been implementing the following internal control measures to control the risks involved in depositing funds with Sinopec Finance Guangzhou Branch:

Internal control measures for the transactions – Sinopec Finance Guangzhou Branch

(i) in accordance with the PRC laws and regulations, Sinopec Finance Guangzhou Branch will ensure the safe and stable operation of its fund management information system, which has undergone the security test in respect of connections to online commercial banking platforms and has reached the national security standards for commercial banks;

(ii) Sinopec Finance and Sinopec Finance Guangzhou Branch will ensure their compliance with the risk monitoring indicators for financial institutions issued by the NFRA and in accordance with the PRC laws and regulations. In particular, Sinopec Finance Guangzhou Branch is required to comply with the Measures for the Administration of Finance Companies of Enterprise Groups (《企業集團財務公司管理辦法》) (the "**Measures**") promulgated by the Original CBIRC to regulate the activities of group finance companies. Pursuant to the Measures, Sinopec Finance Guangzhou Branch shall comply with (i) certain compliance and risk control requirements/ measures relating to the operation of group finance companies such as maintaining certain financial ratios; and (ii) the statutory deposit reserve in accordance with the provisions of the PBOC;

(iii) Sinopec Group Company has also made a commitment to the NFRA for increasing the share capital of Sinopec Finance in the event of an emergency situation where Sinopec Finance has payment difficulties;

(iv) in accordance with the PRC laws and regulations, Sinopec Finance Guangzhou Branch will allow Huade Petrochemical to check the status of its deposits with Sinopec Finance Guangzhou Branch to enable Huade Petrochemical to monitor and ensure that the maximum outstanding balance at any time (including any interest accrued therefrom) for Huade Petrochemical's deposits with Sinopec Finance Guangzhou Branch does not exceed the relevant cap;

(v) if there is a breach of laws or regulations, Sinopec Finance Guangzhou Branch will inform Huade Petrochemical immediately and ascertain the procedures and plans to rectify and mitigate the situation; and

(vi) Sinopec Finance Guangzhou Branch only provides financial services to the Sinopec Group and it has no record of default in payments to the Group in the past.

Internal control measures for the transactions – the Group

(i) **Effective connected transaction management system:** The Company has formulated and strictly implemented policies such as the Listing Affairs Management System of Sinopec Kantons Holdings Limited and the Management Measures of Connected Transactions of Sinopec Kantons Holdings Limited to make regular assessment on connected transactions and the effectiveness of the related internal control systems, thereby ensuring that the connected transactions are conducted on a regulated basis under fair and reasonable pricing principles and transaction methods and in the interests of the Company and the Shareholders as a whole, and therefore the connected transactions entered into by the Company will be conducted under effective control and regulation via the Company's connected transaction management systems.

(ii) **Daily management of connected transactions:** The risk control department and finance department of the Company conduct monthly inspection in relation to types of connected transactions and transaction amount to assure the consistency of the types and transaction data of the connected transactions with what actually occurred, and by setting up a transaction cap warning alert, which is usually set at 80% of the annual cap set for connected transactions, the risk of exceeding the annual cap on connected transactions is effectively avoided.

(iii) Huade Petrochemical is not precluded from using the services of other financial institutions pursuant to the New Sinopec Finance Financial Services Framework Master Agreement.

(iv) **Review on risk management and internal control by the management and the audit committee of the Board:** The relevant personnel of the Company report regularly to the audit committee of the Board on the execution of connected transactions. The risk control department of the Company includes connected transactions in its scope of annual internal control assessment and includes connected transactions in its regularly prepared risk management and internal control reports to the audit committee, which also conducts an annual review of the Company's risk management and internal control systems.

(v) **Annual review by independent non-executive Directors:** The independent non-executive Directors of the Company conduct an annual review of the continuing connected transaction agreements and the transactions thereunder and confirm that the agreements and transactions are (a) in the ordinary course of the Group's business; (b) on normal or better commercial terms; and (c) that the terms of the agreements governing the transactions are fair and reasonable and in the interests of the Company and the Shareholders as a whole.

(vi) **Annual review and confirmation by the Auditor:** The Auditor of the Company will review the continuing connected transactions of the Company annually and confirm to the Board that nothing has come to its attention that causes it to believe that such transactions (a) have not been approved by the Board; (b) were not, in all material respects, in accordance with the pricing policies provided in the transactions involving the provision or receipt of goods or services by the Group; (c) were not carried out, in all material respects, in accordance with the relevant agreements governing such transactions; and (d) have exceeded the respective applicable annual caps.

The Directors consider that the above internal control measures are adequate to cover the risks involved in depositing funds with Sinopec Finance Guangzhou Branch.

2. The New Century Bright Financial Services Framework Master Agreement

Date

29 September 2025

Parties

(a) the Company; and

(b) Century Bright.

Century Bright is a wholly-owned subsidiary of Sinopec Group Company, the holding company of Sinopec Corp., which indirectly wholly owns SKI, the controlling Shareholder. Century Bright is therefore an associate of SKI and hence a connected person of the Company under Chapter 14A of the Listing Rules.

Term

Subject to obtaining the approval by the Independent Shareholders at the SGM, the agreement is for a term of three years commencing on 1 January 2026 and ending on 31 December 2028.

Nature of the transactions

Pursuant to the New Century Bright Financial Services Framework Master Agreement, the Century Bright Group shall provide deposit services, credit facility services and settlement and similar financial services to the Group outside the PRC.

Pricing basis

(i) Deposit services: When the Group deposits funds with the Century Bright Group, the interest payable by the Century Bright Group to the Group on such deposits shall be referenced to the most favourable interest rate generally published by commercial banks in Hong Kong for similar deposits from time to time, or a more favourable interest rate. Accordingly, the deposit interest rate provided by the Century Bright Group shall be the higher of: (a) the interest rate equal to or higher than the interest rate paid by the Century Bright Group to the Sinopec Group and its subsidiaries or any third party (if any) for similar deposits; or (b) the interest rate equal to or higher than the most favourable interest rate generally published by other independent commercial banks in Hong Kong for similar deposits from time to time.

(ii) Credit facility services: The loan services to be provided by the Century Bright Group to the Group will be on normal commercial terms or better, and the interest rates will be referenced to the interest rates generally charged by commercial banks in Hong Kong for similar loans, or a more favourable interest rate. Accordingly, the lending interest rate offered by the Century Bright Group shall be the lower of: (a) the interest rate equal to or lower than the interest rate charged by the Century Bright Group to the Sinopec Group and its subsidiaries or any third party (if any) for similar loans; or (b) the interest rate equal to or lower than the interest rate generally charged by other independent commercial banks in Hong Kong for similar loans from time to time. Such loans will not be secured by assets of the Group.

(iii) Settlement and similar services: The settlement fees payable by the Group to the Century Bright Group for settlement and similar services shall be referenced to the most favourable fees generally published by commercial banks in Hong Kong for similar services from time to time, or more favourable fees. Accordingly, the fees charged by the Century Bright Group for settlement and similar financial services shall be the lower of: (a) the fees equal to or not higher than the fees for settlement and similar financial services charged by the Century Bright Group for similar services to the Sinopec Group and its subsidiaries or any third parties (if any); or (b) the fees equal to or not higher than the most favourable fees generally published by other independent commercial banks in Hong Kong for similar services from time to time.

Historical transaction amounts – Deposit services

The following table sets out the maximum outstanding balance at any time (including any interest accrued therefrom) for the deposits placed by the Group with the Century Bright Group under the Existing Century Bright Financial Services Framework Master Agreement for each of the two years ended 31 December 2023 and 31 December 2024 and the six months ended 30 June 2025, based on unaudited management accounts:

	For the year ended		**For the six months**
	31 December 2023	**31 December 2024**	**ended 30 June 2025**
Maximum outstanding balance (including any interest accrued therefrom)	HK$899,610,000	HK$899,910,000	HK$884,661,000

None of the above amounts exceeded the relevant annual caps for the corresponding financial years.

The following table sets out the existing annual caps in respect of the maximum outstanding balance at any time (including any interest accrued therefrom) for the deposits estimated to be placed by the Group with the Century Bright Group under the Existing Century Bright Financial Services Framework Master Agreement for each of the two years ended 31 December 2023 and 31 December 2024 and the year ending 31 December 2025:

	For the year ended		For the year ending
	31 December 2023	**31 December 2024**	**31 December 2025**
Existing annual caps	HK$900,000,000	HK$900,000,000	HK$900,000,000

The following table sets out the annual caps in respect of the maximum outstanding balance at any time (including any interest accrued therefrom) for the deposits estimated to be placed by the Group with the Century Bright Group under the New Century Bright Financial Services Framework Master Agreement for each of the three years ending 31 December 2026, 31 December 2027 and 31 December 2028:

	For the year ending		
	31 December 2026	**31 December 2027**	**31 December 2028**
Annual caps	HK$900,000,000	HK$900,000,000	HK$900,000,000

In arriving at the aforesaid annual caps, the historical figures of the transactions, the level of the Group's cash and cash equivalents and time deposits with original maturity of more than three months over the past three years, the Group's anticipated cash flow movements, anticipated business volume and financial control and treasury management, and the requirement to settle accounts receivables from members of the Sinopec Group or any Independent Third Party through the deposit accounts of the Group with the Century Bright Group have been considered by the Group.

Credit facility services

In view that the loan services to be provided by the Century Bright Group to the Group will be on normal commercial terms or better than those offered by Independent Third Parties for comparable services outside the PRC, and will not be secured by assets of the Group, such services which also constitute financial assistance received by the Group are fully exempt under Rule 14A.90 of the Listing Rules from all reporting, annual review, announcement and Independent Shareholders' approval requirements. As such, no annual caps have been set for such services.

Settlement and similar services

The settlement and similar services which may be provided by the Century Bright Group to the Group will be on normal commercial terms and on terms similar to or even better than those offered by Independent Third Parties for comparable services outside the PRC. As all of the relevant percentage ratios (as defined under Rule 14.07 of the Listing Rules) in respect of the total fees estimated to be paid by the Group to the Century Bright Group for such settlement and similar

services on an annual basis will fall below the de minimis threshold of 0.1% as stipulated under Rule 14A.76(1)(a) of the Listing Rules, such transactions are fully exempt from all reporting, annual review, announcement and Independent Shareholders' approval requirements. The Company will comply with the relevant requirements of the Listing Rules if and when such relevant percentage ratios (as defined under Rule 14.07 of the Listing Rules) exceed the relevant threshold.

Reasons for and benefits of the transactions

The New Century Bright Financial Services Framework Master Agreement was entered into on the following basis:

(i) the deposit interest rates to be offered by the Century Bright Group to the Group will be no less favourable than those offered by commercial banks in Hong Kong;

(ii) it will reduce the time of capital transit for the Group, and will accelerate the turnover of cash flow and reduce transaction costs and expenses, thereby further enhancing the quality and efficiency of capital utilisation;

(iii) the interest rate of the credit facility to be offered by the Century Bright Group to the Group will be no less favourable than those offered by the Independent Third Parties in Hong Kong and the credit facility will not be secured by assets of the Group; and

(iv) the Century Bright Group will provide diversified financial services for the Group, which is in line with the interests of the Company and the Shareholders as a whole.

Internal control measures for the transactions

(i) **Effective connected transaction management system:** The Company has formulated and strictly implemented policies such as the Listing Affairs Management System of Sinopec Kantons Holdings Limited and the Management Measures of Connected Transactions of Sinopec Kantons Holdings Limited to make regular assessment on connected transactions and the effectiveness of the related internal control systems, thereby ensuring that the connected transactions are conducted on a regulated basis under fair and reasonable pricing principles and transaction methods and in the interests of the Company and the Shareholders as a whole, and therefore the connected transactions entered into by the Company will be conducted under effective control and regulation via the Company's connected transaction management systems.

(ii) **Daily management of connected transactions:** The risk control department and finance department of the Company conduct monthly inspection in relation to types of connected transactions and transaction amount to assure the consistency of the types and transaction data of the connected transactions with what actually occurred, and by setting up a transaction cap warning alert, which is usually set at 80% of the annual cap set for connected transactions, the risk of exceeding the annual cap on connected transactions is effectively avoided. In addition, prior to the Company accepting any financial services from Century Bright, the Company will obtain quotations for similar services with the same term from independent financial institutions, compare such quotations with those offered by Century Bright, and determine whether to accept the services offered by Century Bright accordingly.

(iii) Century Bright only provides financial services to the Sinopec Group (including its subsidiaries and joint ventures) and holds a Hong Kong money lender's licence and is regulated by the licensing regulatory bodies such as the Hong Kong Companies Registry and the Commissioner of Police in Hong Kong. Sinopec Group Company, the wholly-owned controlling party of Century Bright, entered into a keepwell deed with Century Bright, under which Sinopec Group Company undertook to ensure the payment of Century Bright's debts through various means in the event of an emergency situation where Century Bright has payment difficulties; Century Bright itself has also been awarded credit ratings of A/A2 from Standard & Poor's and Moody's, respectively.

(iv) The Group is not precluded from using the services of other financial institutions pursuant to the New Century Bright Financial Services Framework Master Agreement.

(v) **Review on risk management and internal control by the management and the audit committee of the Board:** The relevant personnel of the Company report regularly to the audit committee of the Board on the execution of connected transactions. The risk control department of the Company includes connected transactions in its scope of annual internal control assessment and includes connected transactions in its regularly prepared risk management and internal control reports to the audit committee, which also conducts an annual review of the Company's risk management and internal control systems.

(vi) **Annual review by independent non-executive Directors:** The independent non-executive Directors of the Company conduct an annual review of the continuing connected transaction agreements and the transactions thereunder and confirm that the agreements and transactions are (a) in the ordinary course of the Group's business; (b) on normal or better commercial terms; and (c) that the terms of the agreements governing the transactions are fair and reasonable and in the interests of the Company and the Shareholders as a whole.

(vii) **Annual review and confirmation by the Auditor:** The Auditor of the Company will review the continuing connected transactions of the Company annually and confirm to the Board that nothing has come to its attention that causes it to believe that such transactions (a) have not been approved by the Board; (b) were not, in all material respects, in accordance with the pricing policies provided in the transactions involving the provision or receipt of goods or services by the Group; (c) were not carried out, in all material respects, in accordance with the relevant agreements governing such transactions; and (d) have exceeded the respective applicable annual caps.

C. EXEMPT CONTINUING CONNECTED TRANSACTIONS

RENEWAL OF EXEMPT CONTINUING CONNECTED TRANSACTIONS

1. The New Oil Product Purchase Framework Master Agreement

Date

29 September 2025

Parties

(a) Huade Petrochemical, a wholly-owned subsidiary of the Company;

(b) Sinopec Fuel Oil; and

(c) Guangdong Petroleum.

Sinopec Fuel Oil is a wholly-owned subsidiary of Sinopec Marketing, and Guangdong Petroleum is a branch of Sinopec Marketing. Sinopec Marketing is held as to approximately 70.42% by Sinopec Corp. and approximately 29.58% by a group of investors who are all Independent Third Parties each holding less than 3%. As Sinopec Corp. indirectly wholly owns SKI, the controlling Shareholder, each of Sinopec Fuel Oil and Guangdong Petroleum is therefore an associate of SKI and hence a connected person of the Company under Chapter 14A of the Listing Rules.

Term

The agreement is for a term of three years commencing on 1 January 2026 and ending on 31 December 2028.

Nature of the transactions

Pursuant to the New Oil Product Purchase Framework Master Agreement, Sinopec Fuel Oil (and/or its associates) and Guangdong Petroleum shall sell diesel to Huade Petrochemical as boiler fuel and bunker fuel for tugboats for the Huizhou Jetty.

Pricing basis

With reference to the diesel prices published by the National Development and Reform Commission of China as the benchmark from time to time, the final transaction price under the same region, same time period and same batch shall not exceed the price benchmark published by the National Development and Reform Commission, the fees charged by Sinopec Fuel Oil and Guangdong Petroleum for providing the same products to any third party, and shall be no less favourable than the price obtained by Huade Petrochemical from any Independent Third Party, in accordance with applicable laws and regulations.

Historical transaction amounts

The following table sets out the transaction amounts paid by Huade Petrochemical under the Existing Oil Product Purchase Framework Master Agreement for each of the two years ended 31 December 2023 and 31 December 2024 and the six months ended 30 June 2025, based on unaudited management accounts:

	For the year ended		For the six months
	31 December 2023	**31 December 2024**	**ended 30 June 2025**
	(approx. RMB (approx. HK$))		
Transaction amounts paid by Huade Petrochemical	RMB3,730,000 (HK$4,076,890)	RMB3,340,000 (HK$3,650,620)	RMB1,820,000 (HK$1,989,260)

None of these transaction amounts has exceeded the relevant annual caps for the corresponding financial years.

Annual caps

The following table sets out the existing annual caps of the transaction amounts estimated to be paid by Huade Petrochemical under the New Oil Product Purchase Framework Master Agreement for each of the two years ended 31 December 2023 and 31 December 2024 and the year ending 31 December 2025:

	For the year ended		For the year ending
	31 December 2023	**31 December 2024**	**31 December 2025**
	(RMB (approx. HK$))		
Existing annual caps	RMB10,000,000 (HK$10,930,000)	RMB10,000,000 (HK$10,930,000)	RMB10,000,000 (HK$10,930,000)

The following table sets out the annual caps of the transaction amounts estimated to be paid by Huade Petrochemical under the New Oil Product Purchase Framework Master Agreement for each of the three years ending 31 December 2026, 31 December 2027 and 31 December 2028:

	For the year ending		
	31 December 2026	**31 December 2027**	**31 December 2028**
	(RMB (approx. HK$))		
Annual caps	RMB10,000,000 (HK$10,930,000)	RMB10,000,000 (HK$10,930,000)	RMB10,000,000 (HK$10,930,000)

In arriving at the aforesaid annual caps, the following factors were taken into account: (i) the State-prescribed prices for diesel; (ii) the estimated business volume of Huade Petrochemical; (iii) the expected stable-to-rising demand of Huade Petrochemical's customers for blending and heating services of fuel oil; (iv) the expected increase in demand for tugboats for providing services for loading and unloading of naphtha tankers in the future, with such business officially commencing trial operations in 2025; and (v) making of reasonable provisions in accordance with the principle of prudence to address fluctuations arising from the potential increase in demand or pricing movements in the future.

The payment terms of these transactions will be determined by the parties on a transaction-by-transaction basis, in accordance with market norms and on normal commercial terms, and with reference to prescriptions by and approvals of the PRC government.

Reasons for and benefits of the transactions

Diesel is used as fuel for tugboats or other mechanical equipment in the oil and petrochemical terminal business. Huade Petrochemical has entered into the New Oil Product Purchase Framework Master Agreement for the purchase of marine fuel oil products from Sinopec Fuel Oil and Guangdong Petroleum to ensure that there will be a stable supply of diesel for the business needs of Huade Petrochemical.

Internal control measures for the transactions

(i) **Effective connected transaction management system:** The Company has formulated and strictly implemented policies such as the Listing Affairs Management System of Sinopec Kantons Holdings Limited and the Management Measures of Connected Transactions of Sinopec Kantons Holdings Limited to make regular assessment on connected transactions and the effectiveness of the related internal control systems, thereby ensuring that the connected transactions are conducted on a regulated basis under fair and reasonable pricing principles and transaction methods and in the interests of the Company and the Shareholders as a whole, and therefore the connected transactions entered into by the Company will be conducted under effective control and regulation via the Company's connected transaction management systems.

(ii) **Daily management of connected transactions:** The risk control department and finance department of the Company conduct monthly inspection in relation to types of connected transactions and transaction amount to assure the consistency of the types and transaction data of the connected transactions with what actually occurred, and by setting up a transaction cap warning alert, which is usually set at 80% of the annual cap set for connected transactions, the risk of exceeding the annual cap on connected transactions is effectively avoided.

(iii) **Review on risk management and internal control by the management and the audit committee of the Board:** The relevant personnel of the Company report regularly to the audit committee of the Board on the execution of connected transactions. The risk control department of the Company includes connected transactions in its scope of annual internal control assessment and includes connected transactions in its regularly prepared risk management and internal control reports to the audit committee, which also conducts an annual review of the Company's risk management and internal control systems.

(iv) **Annual review by independent non-executive Directors:** The independent non-executive Directors of the Company conduct an annual review of the continuing connected transaction agreements and the transactions thereunder and confirm that the agreements and transactions are (a) in the ordinary course of the Group's business; (b) on normal or better commercial terms; and (c) that the terms of the agreements governing the transactions are fair and reasonable and in the interests of the Company and the Shareholders as a whole.

(v) **Annual review and confirmation by the Auditor:** The Auditor of the Company will review the continuing connected transactions of the Company annually and confirm to the Board that nothing has come to its attention that causes it to believe that such transactions (a) have not been approved by the Board; (b) were not, in all material respects, in accordance with the pricing policies provided in the transactions involving the provision or receipt of goods or services by the Group; (c) were not carried out, in all material respects, in accordance with the relevant agreements governing such transactions; and (d) have exceeded the respective applicable annual caps.

ENTERING INTO OF NEW EXEMPT CONTINUING CONNECTED TRANSACTIONS

1. THE ENGINEERING SERVICES FRAMEWORK MASTER AGREEMENT

Date

29 September 2025

Parties

(a) the Company; and

(b) Sinopec Engineering.

Sinopec Engineering is a subsidiary of Sinopec Group Company. As Sinopec Group Company indirectly controls SKI, the controlling Shareholder of the Company, Sinopec Engineering is an associate of SKI and a connected person of the Company under Chapter 14A of the Listing Rules.

Term

The agreement is for a term of three years commencing on 1 January 2026 and ending on 31 December 2028.

Nature of the transactions

Pursuant to the Engineering Services Framework Master Agreement, the Sinopec Engineering Group shall provide engineering services to the Group: engineering consulting; project management; engineering supervision; EPC (engineering, procurement and construction) contracting; engineering design; engineering construction; commissioning and maintenance services; mechanical equipment processing and manufacturing services; procurement services and equipment leasing; technology licensing, technology transfer and engineering technical services; labour services; and other engineering support services.

Pricing basis

Pricing of the services provided under the Engineering Services Framework Master Agreement shall be determined in accordance with the following principles in the order of priority below:

(i) government-prescribed prices and government-guided prices: if at any time, the government-prescribed prices are applicable to any particular product or service, such product or service shall be provided at the applicable government-prescribed prices. Where a government-guided fee standard is available, the prices will be determined within the range of the government-guided prices;

(ii) tender and bidding prices: where applicable laws, regulations and rules require the use of tender and bidding procedures, the prices shall be determined based on the prices finally determined in the tender and bidding procedures;

(iii) market prices: the price of the same or similar products, techniques or services provided by an Independent Third Party during the ordinary course of business on normal commercial terms; and

(iv) agreed prices: to be determined based on reasonable costs plus reasonable margin.

In determining whether the consideration factors are in line with the prevailing market prices, the Group will refer to the bid prices quoted by at least two Independent Third Parties providing services for projects of comparable scale where such services were provided under normal trading conditions. In case it is not feasible to obtain quotes from more than two Independent Third Parties due to the proprietary nature of engineering design techniques, the Group will compare the quotes from at least two transactions of similar nature. Upon receipt of the quotes, multiple factors will be considered, such as the quoted prices, quality of the products and services, special requirements of the project, technical advantages of the service providers, ability to meet the delivery schedules and to continuously provide the services as well as qualifications and relevant experiences of the service providers, and the prices and terms of the quotes will be compared and negotiated on an arm's length basis to determine the service provider.

Historical transaction amounts

On 9 November 2023, Huade Petrochemical and Sinopec Guangzhou Engineering entered into the Construction Agreement in relation to the Mabianzhou jetty facilities upgrade and transformation, and Sinopec Guangzhou Engineering is a wholly-owned subsidiary of Sinopec Engineering. The following table sets out the transaction amounts paid by the Group under the Construction Agreement for each of the two years ended 31 December 2023 and 31 December 2024 and the six months ended 30 June 2025:

	For the year ended		**For the six months**
	31 December 2023	**31 December 2024**	**ended 30 June 2025**
	(approx. RMB (approx. HK$))		
Transaction amounts paid by the Group	RMB4,850,000 (HK$5,301,050)	RMB20,150,000 (HK$22,023,950)	RMB2,310,000 (HK$2,524,830)

Note: The total consideration under the Construction Agreement payable by Huade Petrochemical is approximately RMB27.39 million (inclusive of all applicable taxes).

Annual caps

The following table sets out the annual caps of the transaction amounts estimated to be paid by the Group under the Engineering Services Framework Master Agreement for each of the three years ending 31 December 2026, 31 December 2027 and 31 December 2028:

	For the year ending		
	31 December 2026	**31 December 2027**	**31 December 2028**
	(RMB (approx. HK$))		
Annual caps	RMB26,000,000 (HK$28,418,000)	RMB26,000,000 (HK$28,418,000)	RMB26,000,000 (HK$28,418,000)

In arriving at the aforesaid annual caps, the following factors were taken into account: (i) the historical transaction amounts; (ii) the relevant transaction amounts are expected to increase as the Group expects to continue procuring engineering services from Sinopec Engineering Group in the next three years for certain engineering projects, mainly including engineering projects relating to safety hazard rectification and technical improvement measures; (iii) to address the increase in the transaction amounts arising from possible new engineering projects, project scale adjustments or pricing changes in the future; and (iv) making of reasonable provisions for the annual caps in accordance with the principle of prudence so as to leave sufficient headroom for potential trading demands and strengthen the flexibility of business arrangements.

The payment terms of these transactions will be determined by the parties on a transaction-by-transaction basis, in accordance with market norms and on normal commercial terms, and with reference to prescriptions by and approvals of the PRC government.

Reasons for and benefits of the transactions

Reference is made to the announcement of the Company dated 9 November 2023, in relation to the Construction Agreement entered into between Huade Petrochemical and Sinopec Guangzhou Engineering in relation to the Mabianzhou jetty facilities upgrade and transformation for naphtha unloading construction project, pursuant to which Sinopec Guangzhou Engineering agreed to provide related construction services to Huade Petrochemical. Given that the relevant works has entered the implementation phase and both parties have maintained good cooperation, in order to ensure that the potential engineering projects can proceed in an orderly manner in the next three years and be completed as scheduled, Sinopec Engineering (Sinopec Guangzhou Engineering is a wholly-owned subsidiary of Sinopec Engineering) and the Company intend to continue to sign the Engineering Services Framework Master Agreement in relation to the relevant engineering services, so as to regulate the cooperation arrangements for the next three years.

As the Sinopec Engineering Group has extensive experience and technical advantages in the design, construction and management of petrochemical engineering and is able to provide efficient and reliable integrated solutions according to the business needs of the Group, engaging the Sinopec Engineering Group to provide relevant engineering services will help ensure the quality and progress of the project and also support the continuous operation and value enhancement of the Group's overall assets.

The signing of the Engineering Services Framework Master Agreement can further solidify the existing cooperation relationship between both parties and enhance the transparency and compliance of the transaction arrangements, and is in the interests of the Company and its Shareholders as a whole.

Internal control measures for the transactions

(i) **Effective connected transaction management system:** The Company has formulated and strictly implemented policies such as the Listing Affairs Management System of Sinopec Kantons Holdings Limited and the Management Measures of Connected Transactions of Sinopec Kantons Holdings Limited to make regular assessment on connected transactions and the effectiveness of the related internal control systems, thereby ensuring that the connected transactions are conducted on a regulated basis under fair and reasonable pricing principles and transaction methods and in the interests of the Company and the Shareholders as a whole, and therefore the connected transactions entered into by the Company will be conducted under effective control and regulation via the Company's connected transaction management systems.

(ii) **Daily management of connected transactions:** The risk control department and finance department of the Company conduct monthly inspection in relation to types of connected transactions and transaction amount to assure the consistency of the types and transaction data of the connected transactions with what actually occurred, and by setting up a transaction cap warning alert, which is usually set at 80% of the annual cap set for connected transactions, the risk of exceeding the annual cap on connected transactions is effectively avoided.

(iii) **Review on risk management and internal control by the management and the audit committee of the Board:** The relevant personnel of the Company report regularly to the audit committee of the Board on the execution of connected transactions. The risk control department of the Company includes connected transactions in its scope of annual internal control assessment and includes connected transactions in its regularly prepared risk management and internal control reports to the audit committee, which also conducts an annual review of the Company's risk management and internal control systems.

(iv) **Annual review by independent non-executive Directors:** The independent non-executive Directors of the Company conduct an annual review of the continuing connected transaction agreements and the transactions thereunder and confirm that the agreements and transactions are (a) in the ordinary course of the Group's business; (b) on normal or better commercial terms; and (c) that the terms of the agreements governing the transactions are fair and reasonable and in the interests of the Company and the Shareholders as a whole.

(v) **Annual review and confirmation by the Auditor:** The Auditor of the Company will review the continuing connected transactions of the Company annually and confirm to the Board that nothing has come to its attention that causes it to believe that such transactions (a) have not been approved by the Board; (b) were not, in all material respects, in accordance with the pricing policies provided in the transactions involving the provision or receipt of goods or services by the Group; (c) were not carried out, in all material respects, in accordance with the relevant agreements governing such transactions; and (d) have exceeded the respective applicable annual caps.

LISTING RULES IMPLICATIONS

As at the date of this announcement, Sinopec Group Company is a controlling shareholder of Sinopec Corp., which indirectly held the entire issued share capital of SKI. Sinopec Group Company is therefore an indirect controlling Shareholder of the Company and holds approximately 60.33% of the issued share capital of the Company.

As each of Sinopec Guangzhou Branch, Sinopec Petroleum Reserve Company, Sinopec Petroleum Marketing Company, Sinopec Finance Guangzhou Branch, Century Bright, Sinopec Fuel Oil, Guangdong Petroleum and Sinopec Engineering is either a branch company or a subsidiary (as the case may be) of Sinopec Group Company or Sinopec Corp. (as the case may be), it is an associate of SKI and is therefore a connected person of the Company under Chapter 14A of the Listing Rules.

Accordingly, the transactions contemplated under each of the New Framework Master Agreements and the Engineering Services Framework Master Agreement constitute continuing connected transactions of the Company under Chapter 14A of the Listing Rules.

Non-exempt Continuing Connected Transactions and Discloseable Transactions (where applicable)

As one or more of the applicable percentage ratios (as defined under Rule 14.07 of the Listing Rules) in respect of the annual caps for the transactions contemplated under each of the New Non-exempt Framework Master Agreements exceed 5%, such agreements are subject to the reporting, annual review, announcement and Independent Shareholders' approval requirements under Chapter 14A of the Listing Rules. The Company will also disclose the relevant details in its next published annual report in accordance with the relevant requirements as set out in Rule 14A.49 of the Listing Rules.

In respect of the New Sinopec Finance Financial Services Framework Master Agreement and the New Century Bright Financial Services Framework Master Agreement:

(i) the provision of deposit services to the Group by the Sinopec Finance Guangzhou Branch and the Century Bright Group (as the case may be) thereunder also constitute financial assistance to be provided by the Group to the Sinopec Finance Guangzhou Branch and the Century Bright Group (as the case may be) under Rule 14.04(1)(e) of the Listing Rules. As one or more of the applicable percentage ratios (as defined under Rule 14.07 of the Listing Rules) in respect of the aggregate transaction amounts for such transactions on an annual basis under such agreements exceed 5% but all of which are below 25%, such transactions also constitute discloseable transactions of the Company, and are therefore subject to the reporting and announcement requirements but exempt from the Shareholders' approval requirement under Chapter 14 of the Listing Rules;

(ii) in view that (a) the loan services and bill acceptance and discount services to be provided by Sinopec Finance Guangzhou Branch to Huade Petrochemical and (b) the credit limit services to be provided by the Century Bright Group to the Group will be on normal commercial terms or better than those offered by Independent Third Parties for comparable services in the PRC and outside the PRC (as the case may be), and will not be secured by assets of Huade Petrochemical and the Group (as the case may be), such services which also constitute financial assistance received by the Group are fully exempt under Rule 14A.90 of the Listing Rules from reporting, annual review, announcement and Independent Shareholders' approval requirements. As such, no annual caps have been set for such services; and

(iii) in view that (a) the entrustment loans and other financial services to be provided by Sinopec Finance Guangzhou Branch to Huade Petrochemical and (b) the settlement and similar services to be provided by the Century Bright Group to the Group will be on normal commercial terms and on terms similar to or even better than those offered by Independent Third Parties for comparable services in the PRC and outside the PRC (as the case may be), and that all of the relevant percentage ratios (as defined under Rule 14.07 of the Listing Rules) in respect of the total fees estimated to be paid by Huade Petrochemical to Sinopec Finance Guangzhou Branch and by the Group to the Century Bright Group (as the case may be) for such services on an annual basis fall within the de minimis threshold of 0.1% as stipulated under Rule 14A.76(1)(a) of the Listing Rules,

such transactions are fully exempt from all reporting, annual review, announcement and Independent Shareholders' approval requirements. The Company will comply with the relevant requirements of the Listing Rules if and when such relevant percentage ratios (as defined under Rule 14.07 of the Listing Rules) exceed the relevant threshold.

Exempt Continuing Connected Transactions

As one or more of the applicable percentage ratios (as defined under Rule 14.07 of the Listing Rules) in respect of the annual caps for the transactions contemplated under the New Oil Product Purchase Framework Master Agreement exceed 0.1% but all are less than 5%, the transactions contemplated thereunder are subject to the reporting, annual review and announcement requirements but are exempt from the Shareholders' approval requirement under Chapter 14A of the Listing Rules.

As one or more of the applicable percentage ratios (as defined under Rule 14.07 of the Listing Rules) in respect of the annual caps for the transactions contemplated under the Engineering Services Framework Master Agreement exceed 0.1% but all are less than 5%, the transactions contemplated thereunder are subject to the reporting, annual review and announcement requirements but are exempt from the Shareholders' approval requirement under Chapter 14A of the Listing Rules.

GENERAL

The Company will convene the SGM to seek Independent Shareholders' approval for the New Non-exempt Framework Master Agreements and the transactions contemplated thereunder.

Since SKI is considered to have a material interest in the transactions contemplated under the New Non-exempt Framework Master Agreements, it will abstain from voting on the resolutions to approve the agreements at the SGM. In addition, as certain executive Directors, including Mr. Zhong Fuliang, Mr. Yang Yanfei, Mr. Ren Jiajun, Mr. Zou Wenzhi and Mr. Mo Zhenglin, are considered to have a material interest in the transactions contemplated under the New Framework Master Agreements and the Engineering Services Framework Master Agreement due to their other executive posts within the Sinopec Group, they have abstained from voting on the board resolutions to approve such agreements.

The Company has established the Independent Board Committee comprising the four independent non-executive Directors, namely Mr. Fong Chung, Mark, Dr. Wong Yau Kar, David, Ms. Wong Pui Sze, Priscilla and Mr. Ye, James Zheng, to consider and advise the Independent Shareholders on the New Non-exempt Framework Master Agreements and the transactions contemplated thereunder (including the annual caps thereunder). The Company has appointed Maxa Capital Limited as the Independent Financial Adviser to advise and make recommendations to the Independent Board Committee and the Independent Shareholders in this regard.

A circular containing, among others, (1) further details of the New Non-exempt Framework Master Agreements and the transactions contemplated thereunder; (2) a letter from the Independent Board Committee; (3) a letter of advice from the Independent Financial Adviser; and (4) a notice of the SGM, is expected to be despatched to the Shareholders as soon as practicable in compliance with the Listing Rules.

THE DIRECTORS' VIEWS

The Directors (other than the Directors who have abstained from voting) are of the view that the New Non-exempt Framework Master Agreements are on normal commercial terms and are entered into in the ordinary and usual course of business of the Group on arm's length basis, the terms of which are fair and reasonable and in the interests of the Company and the Shareholders as a whole, after taking into account the factors stated in this announcement.

The Directors (including the independent non-executive Directors but excluding the Directors who have abstained from voting) are of the view that the New Oil Product Purchase Framework Master Agreement and the Engineering Services Framework Master Agreement are on normal commercial terms and entered into in the ordinary and usual course of business of the Group on arm's length basis, the terms of which are fair and reasonable and in the interests of the Company and the Shareholders as a whole, after taking into account the factors stated in this announcement.

INFORMATION OF PARTIES TO THE NEW FRAMEWORK MASTER AGREEMENTS

The Group

The Company, a non wholly-owned subsidiary of Sinopec Corp., was an exempted company incorporated in Bermuda with limited liability and the Shares are listed on the Stock Exchange. The principal activities of the Group are, among others, the operation of crude oil and oil products terminals and their ancillary facilities and the provision of logistics services including storage, logistics, transportation and terminal services on a global basis.

Huade Petrochemical, a wholly-owned subsidiary of the Company, was incorporated under the laws of the PRC with limited liability. It is principally engaged in the provision of crude oil transportation, unloading, storage and other jetty services for oil tankers.

Other parties

Sinopec Guangzhou Branch is a branch company of Sinopec Corp. incorporated under the laws of the PRC, which is principally engaged in the business of oil refining and petrochemical productions. Its marketing distribution network covers the whole South China area with some of the products exported to Southeast Asian countries.

Sinopec Petroleum Reserve Company is a company incorporated under the laws of the PRC with limited liability and a wholly-owned subsidiary of Sinopec Group Company, which is principally engaged in the sale and storage of crude oil, the import and export of petrochemical products and the construction of oil reserve facilities.

Sinopec Petroleum Marketing Company is a company incorporated under the laws of the PRC with limited liability and a wholly-owned subsidiary of Sinopec Corp., which is principally engaged in the wholesale of crude oil and the storage and distribution of crude oil, petroleum, natural gas and other oil products.

Sinopec Finance Guangzhou Branch is a branch company of Sinopec Finance. Sinopec Finance Guangzhou Branch and Sinopec Finance were established in the PRC as non-banking financial institutions and are regulated by the PBOC and the NFRA. Sinopec Finance Guangzhou Branch is principally engaged in the provision of financial services, including but not limited to deposit services, loan services, entrusted loan services and entrusted investment services, in accordance with the rules and operational requirements of the relevant regulatory authorities.

Century Bright is a company incorporated in Hong Kong with limited liability and a wholly-owned subsidiary of Sinopec Group Company, which is principally engaged in providing settlement and similar services and taking deposits from members of the Sinopec Group outside the PRC, and conducting intra group loan transactions. It is a money lender registered under the Money Lenders Ordinance (Chapter 163 of the Laws of Hong Kong).

Sinopec Fuel Oil is a company incorporated under the laws of the PRC with limited liability and a wholly-owned subsidiary of Sinopec Marketing, which is held as to approximately 70.42% by Sinopec Corp., and approximately 29.58% by a group of investors who are all Independent Third Parties each holding less than 3%. Sinopec Fuel Oil is principally engaged in the marketing and distribution of refined petroleum products. It also optimises markets and resources domestically and internationally, which broadens resource channels, and promotes fuel oil purchase and distribution. Its extensive marketing network includes branch companies in coastal provinces and municipalities of Tianjin, Shandong, Shanghai, Jiangsu, Zhejiang, Fujian and Guangdong in the PRC as well as regional companies and sales subsidiaries.

Guangdong Petroleum is a branch of Sinopec Marketing, which is principally engaged in retail, direct sales and wholesale of refined oil and lubricating oil as well as non-fuel businesses. It is one of the top oil product suppliers in Guangdong province.

Sinopec Engineering is a joint stock limited liability company established in the PRC, which is principally engaged in providing overall solutions for petrol refining, petrochemicals, aromatics, new-type coal chemicals, inorganic chemicals, pharmaceutical chemicals, clean energy, storage and transportation facilities, environmental protection and energy saving, and other industry sectors. It can provide overall industry chain services including engineering consulting, technology licensing, project management contracting, financing assistance, EPC (engineering, procurement and construction) contracting, as well as design, procurement, construction and installation, lifting and transportation of large equipment, pre-commissioning and start-up, etc.

In this announcement, unless the context otherwise requires, the following expressions shall have the following meanings:

"2022 Announcement"	the announcement of the Company dated 26 October 2022 in relation to, among others, the Existing Framework Master Agreements and the transactions contemplated thereunder
"2022 Circular"	the circular of the Company dated 14 November 2022 in relation to, among others, the Existing Framework Master Agreements and the transactions contemplated thereunder
"Auditor"	the auditor of the Company
"Board"	the board of Directors
"Century Bright"	Sinopec Century Bright Capital Investment Limited (中國石化盛駿國際投資有限公司), a company incorporated in Hong Kong with limited liability and a wholly-owned subsidiary of Sinopec Group Company
"Century Bright Group"	Century Bright and its subsidiaries
"China Shipping & Sinopec Shenzhen"	中石化中海深圳船舶燃料有限公司 (China Shipping & Sinopec Shenzhen Marine Bunker Co., Ltd.*), a limited liability company established in the PRC and owned as to 50% by each of China Shipping & Sinopec Suppliers and Sinopec Fuel Oil
"China Shipping & Sinopec Suppliers"	中石化中海船舶燃料供應有限公司 (China Shipping & Sinopec Suppliers Co., Ltd.*), a limited liability company established under the laws of the PRC and owned by Sinopec Corp., COSCO Shipping Group and a group of investors who are all Independent Third Parties
"Company"	Sinopec Kantons Holdings Limited (中石化冠德控股有限公司*), an exempted company incorporated in Bermuda with limited liability, the Shares of which are listed on the Main Board of the Stock Exchange
"Construction Agreement"	the construction agreement dated 9 November 2023 entered into between Huade Petrochemical and Sinopec Guangzhou Engineering in relation to the upgrade and transformation of Mabianzhou jetty facilities

"COSCO Shipping Group"	China COSCO SHIPPING Corporation Limited (中國遠洋海運集團有限公司), a PRC state-owned enterprise with limited liability, was formed by the merger of China Ocean Shipping (Group) Company and China Shipping (Group) Company
"Director(s)"	the director(s) of the Company
"Engineering Services Framework Master Agreement"	the agreement dated 29 September 2025 entered into between the Company and Sinopec Engineering, details of which are disclosed in the paragraph headed "ENTERING INTO OF NEW EXEMPT CONTINUING CONNECTED TRANSACTIONS – 1. THE ENGINEERING SERVICES FRAMEWORK MASTER AGREEMENT" in this announcement
"Existing Century Bright Financial Services Framework Master Agreement"	the agreement dated 26 October 2022 entered into between the Company and Century Bright, details of which are disclosed in the 2022 Announcement and the 2022 Circular
"Existing Crude Oil Jetty and Storage Services Framework Master Agreement"	the agreement dated 26 October 2022 entered into between Huade Petrochemical, Sinopec Guangzhou Branch, Sinopec Petroleum Reserve Company and Sinopec Pipeline Storage and Transportation Branch Company, details of which are disclosed in the 2022 Announcement and the 2022 Circular
"Existing Framework Master Agreements"	collectively, the Existing Crude Oil Jetty and Storage Services Framework Master Agreement, the Existing Sinopec Fuel Oil Sales Company Limited Framework Master Agreement, the Existing Sinopec Finance Financial Services Framework Master Agreement, the Existing Century Bright Financial Services Framework Master Agreement, and the Existing Oil Product Purchase Framework Master Agreement
"Existing Oil Product Purchase Framework Master Agreement"	the agreement dated 26 October 2022 entered into between Huade Petrochemical and China Shipping & Sinopec Shenzhen, details of which are disclosed in the 2022 Announcement
"Existing Sinopec Finance Financial Services Framework Master Agreement"	the agreement dated 26 October 2022 entered into between Huade Petrochemical and Sinopec Finance, details of which are disclosed in the 2022 Announcement and the 2022 Circular
"Existing Sinopec Fuel Oil Sales Company Limited Framework Master Agreement"	the agreement dated 26 October 2022 entered into between Huade Petrochemical and Sinopec Fuel Oil, details of which are disclosed in the 2022 Announcement and the 2022 Circular

"Group"	the Company and its subsidiaries
"Guangdong Petroleum"	中國石化銷售股份有限公司廣東石油分公司 (Sinopec Marketing Co., Ltd. Guangzhou Petroleum Branch*), a branch company of Sinopec Marketing incorporated under the laws of the PRC
"Hong Kong"	the Hong Kong Special Administrative Region of the PRC
"HK$"	Hong Kong dollars, the lawful currency of Hong Kong
"Huade Petrochemical"	惠州市大亞灣華德石化有限公司 (Huizhou Daya Bay Huade Petrochemical Company Limited*), a company incorporated under the laws of the PRC with limited liability, and a wholly-owned subsidiary of the Company
"Huizhou Jetty"	the Huizhou Crude Oil Jetty Complex, including its oil tanker handling, crude oil unloading, storage and pipeline transmission facilities, which are located on Mabianzhou Island (馬鞭洲島) in the Daya Bay Economic and Technological Development Zone (大亞灣經濟技術開發區) in Huizhou (惠州), Guangdong Province, the PRC, which is owned and operated by the Group through Huade Petrochemical
"Independent Board Committee"	the independent board committee of the Board, comprising all independent non-executive Directors, namely Mr. Fong Chung, Mark, Dr. Wong Yau Kar, David, Ms. Wong Pui Sze, Priscilla and Mr. Ye, James Zheng, established for the purpose of considering and advising the Independent Shareholders on the New Non-exempt Framework Master Agreements and the transactions contemplated thereunder
"Independent Financial Adviser"	Maxa Capital Limited, a corporation licensed to carry out type 1 (dealing in securities) and type 6 (advising on corporate finance) regulated activities under the Securities and Futures Ordinance (Cap 571 of the laws of Hong Kong), being the independent financial adviser to the Independent Board Committee and the Independent Shareholders in respect of the New Non-exempt Framework Master Agreements and the transactions contemplated thereunder
"Independent Shareholders"	Shareholders other than SKI and, if any, any other Shareholder(s) who has a material interest and is required to abstain from voting on the relevant resolution(s) at the SGM pursuant to the Listing Rules

"Independent Third Party(ies)"	independent third party(ies) who is/are not connected person(s) of the Company and is/are independent of and not connected with the Company and Directors, chief executives, controlling Shareholders and substantial Shareholders of the Company or any of its subsidiaries or their respective associates
"Listing Rules"	the Rules Governing the Listing of Securities on the Stock Exchange
"New Century Bright Financial Services Framework Master Agreement"	the agreement dated 29 September 2025 entered into between the Company and Century Bright, details of which are disclosed in the paragraph headed "RENEWAL OF THE EXISTING NON-EXEMPT CONTINUING CONNECTED TRANSACTIONS AND DISCLOSEABLE TRANSACTIONS – B. DISCLOSEABLE TRANSACTIONS AND NON-EXEMPT CONTINUING CONNECTED TRANSACTIONS – 2. The New Century Bright Financial Services Framework Master Agreement" in this announcement
"New Crude Oil Jetty and Storage Services Framework Master Agreement"	the agreement dated 29 September 2025 entered into between Huade Petrochemical and Sinopec Guangzhou Branch, Sinopec Petroleum Reserve Company and Sinopec Petroleum Marketing Company, details of which are disclosed in the paragraph headed "RENEWAL OF THE EXISTING NON-EXEMPT CONTINUING CONNECTED TRANSACTIONS AND DISCLOSEABLE TRANSACTIONS – A. NON-EXEMPT CONTINUING CONNECTED TRANSACTIONS – 1. The New Crude Oil Jetty and Storage Services Framework Master Agreement" in this announcement
"New Framework Master Agreements"	collectively, the New Crude Oil Jetty and Storage Services Framework Master Agreement, the New Sinopec Fuel Oil Sales Company Limited Framework Master Agreement, the New Sinopec Finance Financial Services Framework Master Agreement, the New Century Bright Financial Services Framework Master Agreement, and the New Oil Product Purchase Framework Master Agreement
"New Non-exempt Framework Master Agreements"	collectively, the New Crude Oil Jetty and Storage Services Framework Master Agreement, the New Sinopec Fuel Oil Sales Company Limited Framework Master Agreement, the New Sinopec Finance Financial Services Framework Master Agreement, and the New Century Bright Financial Services Framework Master Agreement

"New Oil Product Purchase Framework Master Agreement"	the agreement dated 29 September 2025 entered into between Huade Petrochemical, Sinopec Fuel Oil and Guangdong Petroleum, details of which are disclosed in the paragraph headed "RENEWAL OF THE EXISTING NON-EXEMPT CONTINUING CONNECTED TRANSACTIONS AND DISCLOSEABLE TRANSACTIONS – C. EXEMPT CONTINUING CONNECTED TRANSACTIONS – 1. The New Oil Product Purchase Framework Master Agreement" in this announcement
"New Sinopec Finance Financial Services Framework Master Agreement"	the agreement dated 29 September 2025 entered into between Huade Petrochemical and Sinopec Finance Guangzhou Branch, details of which are disclosed in the paragraph headed "RENEWAL OF THE EXISTING NON-EXEMPT CONTINUING CONNECTED TRANSACTIONS AND DISCLOSEABLE TRANSACTIONS – B. DISCLOSEABLE TRANSACTIONS AND NON-EXEMPT CONTINUING CONNECTED TRANSACTIONS – 1. The New Sinopec Finance Financial Services Framework Master Agreement" in this announcement
"New Sinopec Fuel Oil Sales Company Limited Framework Master Agreement"	the agreement dated 29 September 2025 entered into between Huade Petrochemical and Sinopec Fuel Oil, details of which are disclosed in the paragraph headed "RENEWAL OF THE EXISTING NON-EXEMPT CONTINUING CONNECTED TRANSACTIONS AND DISCLOSEABLE TRANSACTIONS – A. NON-EXEMPT CONTINUING CONNECTED TRANSACTIONS – 2. The New Sinopec Fuel Oil Sales Company Limited Framework Master Agreement" in this announcement
"NFRA"	National Financial Regulatory Administration (國家金融監督管理總局)
"Original CBIRC"	originally China Banking and Insurance Regulatory Commission (中國銀行保險監督管理委員會), currently known as National Financial Regulatory Administration
"PBOC"	People's Bank of China (中國人民銀行)
"PRC"	the People's Republic of China, which for the purposes of this announcement and for geographical reference purposes (unless otherwise indicated) excludes Taiwan, the Macau Special Administrative Region and Hong Kong
"RMB"	Renminbi, the lawful currency of the PRC
"SGM"	the special general meeting to be convened for the purpose of considering, and if thought fit, passing ordinary resolutions regarding the entering into of the New Non-exempt Framework Master Agreements
"Share(s)"	the ordinary share(s) of the Company with a nominal value of HK$0.10 each

"Shareholder(s)"	the holder(s) of the Share(s)
"Sinopec Corp."	China Petroleum & Chemical Corporation (中國石油化工股份有限公司) (stock code: 386), a joint stock limited liability company incorporated in the PRC, the shares of which are listed on the Stock Exchange and the stock exchange of Shanghai, the indirect controlling Shareholder holding approximately 60.33% of the issued share capital of the Company
"Sinopec Engineering"	中石化煉化工程(集團)股份有限公司 (SINOPEC Engineering (Group) Co., Ltd.*), a company established in the PRC, the H shares of which are listed on the Main Board of the Stock Exchange (stock code: 2386), and a non wholly-owned subsidiary of the Sinopec Group
"Sinopec Engineering Group"	Sinopec Engineering and its subsidiaries
"Sinopec Finance"	中國石化財務有限責任公司 (Sinopec Finance Company Limited*), a company incorporated under the laws of the PRC with limited liability and is owned as to 51% by Sinopec Group Company and 49% by Sinopec Corp.
"Sinopec Finance Group"	Sinopec Finance and its subsidiaries
"Sinopec Finance Guangzhou Branch"	中國石化財務有限責任公司廣州分公司 (Sinopec Finance Company Limited Guangzhou Branch*), a branch company of Sinopec Finance
"Sinopec Fuel Oil"	中國石化燃料油銷售有限公司 (Sinopec Fuel Oil Sales Company Limited*), a company incorporated under the laws of the PRC with limited liability and a non wholly-owned subsidiary of Sinopec Corp.
"Sinopec Fuel Oil Group"	Sinopec Fuel Oil and its subsidiaries
"Sinopec Group"	Sinopec Group Company, its subsidiaries and its associated companies and affiliates, and "member of the Sinopec Group" shall mean any one of them (including the Company) unless otherwise stated in this announcement
"Sinopec Group Company"	China Petrochemical Corporation (中國石油化工集團有限公司, formerly known as 中國石油化工總公司), an enterprise established under the laws of the PRC, being the controlling shareholder of Sinopec Corp. and the ultimate controlling Shareholder of the Company
"Sinopec Guangzhou Branch"	中國石油化工股份有限公司廣州分公司 (China Petroleum & Chemical Corporation Guangzhou Branch*), a branch company of Sinopec Corp. incorporated under the laws of the PRC

"Sinopec Guangzhou Engineering"	中石化廣州工程有限公司 (Sinopec Guangzhou Engineering Co., Ltd.*), a company incorporated under the laws of the PRC with limited liability and a wholly-owned subsidiary of Sinopec Engineering
"Sinopec Marketing"	中國石化銷售股份有限公司 (Sinopec Marketing Co., Ltd.*), a company incorporated under the laws of the PRC and a non wholly-owned subsidiary of Sinopec Corp.
"Sinopec Petroleum Marketing Company"	中石化石油銷售有限責任公司 (Sinopec Petroleum Marketing Company Limited*), a company incorporated under the laws of the PRC and a wholly-owned subsidiary of Sinopec Corp.
"Sinopec Petroleum Reserve Company"	中國石化集團石油商業儲備有限公司 (Sinopec Petroleum Reserve Company Limited*), a company incorporated under the laws of the PRC with limited liability and a wholly-owned subsidiary of Sinopec Group Company
"SKI"	Sinopec Kantons International Limited, a company incorporated with limited liability in the British Virgin Islands, being the controlling Shareholder of the Company
"Stock Exchange"	The Stock Exchange of Hong Kong Limited
"%"	per cent

In this announcement, unless the context otherwise requires, the terms "associate(s)", "connected person(s)", "continuing connected transaction(s)", "controlling shareholder(s)" and "subsidiary(ies)" shall have the meanings given to such terms in the Listing Rules, as modified by the Stock Exchange from time to time.

Translation of RMB into HK$ is based on the approximate exchange rate of RMB1.000 to HK$1.093 for information purposes only. Such translation should not be construed as representations that the relevant amounts have been, could have been, or could be converted at that rate or any other rate or at all.

* *The English translation of the names of companies incorporated or established in the PRC referred to in this announcement is for reference only. The official names of those companies are in Chinese.*

By order of the Board
Sinopec Kantons Holdings Limited
Zhong Fuliang
Chairman

Hong Kong, 29 September 2025

As at the date of this announcement, the Board comprises the following:

Executive Directors:
Mr. Zhong Fuliang *(Chairman)*
Mr. Yang Yanfei
Mr. Ren Jiajun
Mr. Zou Wenzhi
Mr. Mo Zhenglin
Mr. Sang Jinghua *(General Manager)*

Non-executive Director:
Mr. Tu Yikai

Independent non-executive Directors:
Mr. Fong Chung, Mark
Dr. Wong Yau Kar, David
Ms. Wong Pui Sze, Priscilla
Mr. Ye, James Zheng

* *For identification purposes only*