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BEIJING GAS BLUE SKY HOLDINGS LIMITED
北京燃氣藍天控股有限公司

(Incorporated in Bermuda with limited liability)

(Stock Code: 6828)

INSIDE INFORMATION
UPDATE ON LITIGATION

This announcement is made by Beijing Gas Blue Sky Holdings Limited (the "**Company**", together with its subsidiaries, the "**Group**") pursuant to Rule 13.09(2) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited and the Inside Information Provisions under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

Reference is made to the announcements (the "**Announcements**") of the Company (i) dated 19 April 2022 in relation to key findings of the Extended Forensic Investigation Report; (ii) dated 16 January 2023 regarding the claims of RMB25,088,000.00 (and the incidental damages and costs) by Yu Pengnian Management (Shenzhen) Co., Limited*（余彭年管理(深圳)有限公司）(the "**Claimant**") against the Company (the "**Litigation**"); (iii) dated 15 July 2024 regarding the Civil Judgement; and (iv) dated 25 July 2024 regarding the lodge of the Appeal against the Civil Judgement. Capitalised terms used herein shall have the same meanings as those defined in the Announcements unless otherwise defined herein.

THE MEDIATION AGREEMENT

The Company announces that on 22 October 2025, the Company received the sealed civil mediation agreement (the "**Mediation Agreement**") from the Higher People's Court of Zhejiang Province（浙江省高級人民法院）which sets out the agreement reached among the Company, the Claimant, Hangzhou Pengnian Qingran Equity Investment Partnership (Limited Partnership)*（杭州彭年清燃股權投資合夥企業(有限合夥)）(i.e. Fund 47), Zhangjiakou Qidi New Energy Co., Ltd.*（張家口啟迪新能源有限公司）(i.e. Target Company 47) and Zhejiang Xinxin Assets Management Co., Limited*（浙江信鑫資產管理有限公司）("**Zhejiang Xinxin**") (a third party to the Litigation) in a mediation conducted by the Higher People's Court of Zhejiang Province（浙江省高級人民法院）on 21 October 2025. Set out below are the details of the Mediation Agreement:

1. the Company shall pay a sum in the amount of RMB12.64 million to the Claimant and the 99% interests registered in the name of the Claimant in Fund 47 (of which 49.5% is held on behalf of the Company) shall belong to the Company or other entities designated by the Company (the "**Designees**");

2. the Company and the Claimant shall pay a sum in the amount of RMB650,000 and RMB200,000 to Zhejiang Xinxin, respectively. The 1% interests registered in the name of Zhejiang Xinxin in Fund 47 shall belong to the Company or the Designees; and

3. upon the completion of the aforementioned payments, the Company and/or the Designees shall become interested in 100% interests in Fund 47 and thereby become indirectly interested in 40% equity interests in Target Company 47 via Fund 47.

The aforementioned payments shall be settled by the parties in accordance with the payment schedule set out in the Mediation Agreement with the last payment being made on or before 30 November 2025.

Parties to the Mediation Agreement shall have the right to apply to the relevant authority for enforcement of the Mediation Agreement upon default by other parties.

The Company and the Claimant shall be responsible for court fees in the aggregate sum of RMB245,494 and RMB23,837, respectively.

REASONS FOR ENTERING INTO THE MEDIATION AGREEMENT

Having considered (1) the additional evidence presented by the Claimant in the Appeal; (2) the legal advice given by the Company's PRC legal advisers on the likely outcome of the Appeal; and (3) the potential savings from entering into the Mediation Agreement against the potential resources outflow from carrying on the Appeal, the Board considers that it is in the interests of the Company and the shareholders as a whole to enter into the Mediation Agreement.

IMPLICATIONS OF THE MEDIATION AGREEMENT

As a result of the execution of the Mediation Agreement among the Company, the Claimant, Fund 47, Target Company 47 and Zhejiang Xinxin, all actions in connection with the Litigation and/or the Appeal by any of the parties thereto have been settled.

Upon completion of the registration transfer of (a) the 99% interests registered in the name of the Claimant in Fund 47 (of which 49.5% is held on behalf of the Company); and (b) the 1% interests registered in the name of Zhejiang Xinxin in Fund 47, by each of the Claimant and Zhejiang Xinxin to the Company or the Designees pursuant to the Mediation Agreement, the Company and/or the Designees shall become interested in 100% interests in Fund 47 and thereby become indirectly interested in 40% equity interests in Target Company 47 via Fund 47. Accordingly, Target Company 47 will not become a subsidiary of the Company and the financial results of Target Company 47 will not be consolidated into the financial statements of the Group upon completion of the aforementioned registration transfers. The Company intends to settle all the sums payable under the Mediation Agreement using the Group's internal financial resources.

FURTHER INFORMATION OF FUND 47 AND TARGET COMPANY 47

Fund 47 is a limited liability fund established in the PRC. As at the date of this announcement, Fund 47 is owned as to 99% by the Claimant and 1% by Zhejiang Xinxin. Save for its investments in Target Company 47, Fund 47 does not have any other material assets and liabilities.

Target Company 47 is a company established in the PRC on 7 March 2016. At present, Target Company 47 has constructed and operated 3 large steam boiler houses in the Chabei District Industrial Park of Zhangjiakou City and has been supplying steam (for industrial production) to two leading enterprises in the park and their supporting industrial companies. In addition, Target Company 47 holds 49% equity interests in a joint venture company which is principally engaged in thermal power production and supply, production and sales of biomass fuel products, engineering and technology engineering and technology research and experimental development and energy performance contracting, etc.

As at the date of this announcement, Target Company 47 is owned as to 40% by Fund 47, 30% by Mr. Huo Shoufeng (霍守鋒) (an independent third party) and 30% by Mr. Huo Shouyi (霍守鎰) (an independent third party).

By order of the Board
Beijing Gas Blue Sky Holdings Limited
Li Weiqi
Chairman

Hong Kong, 22 October 2025

As at the date of this announcement, the executive Directors of the Company are Mr. Li Weiqi, Mr. Wu Haipeng, Mr. Li Xianning and Mr. Yeung Shek Hin; the non-executive Director of the Company is Mr. Gao Ping; and the independent non-executive Directors of the Company are Mr. Cui Yulei, Ms. Hsu Wai Man Helen and Mr. Xu Jianwen.

* *For identification purpose only*