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COSCO SHIPPING ENERGY TRANSPORTATION CO., LTD.*
中遠海運能源運輸股份有限公司

(A joint stock limited company incorporated in the People's Republic of China with limited liability)
(Stock Code: 1138)

PROPOSED CONNECTED TRANSACTIONS – ACQUISITION OF THE ENTIRE EQUITY INTEREST IN THE TARGET COMPANY

THE PROPOSED ACQUISITION

The Board is pleased to announce that the Company proposed to proceed with the Proposed Acquisition, details of which are as follows.

Pursuant to the Shanghai Liquefied Gas Equity Transfer Agreement, COSCO SHIPPING Investment Dalian has agreed to dispose of, and Dalian COSCO Energy has agreed to acquire, the entire equity interests in Shanghai Liquefied Gas, subject to the terms and conditions thereof. Dalian COSCO Energy shall be entitled to or bear the profit or loss of the equity interests to be transferred pursuant to the Shanghai Liquefied Gas Equity Transfer Agreement during the Transition Period.

The consideration for the entire equity interest in Shanghai Liquefied Gas is RMB598.2895 million, and all consideration shall be payable by Dalian COSCO Energy to COSCO SHIPPING Investment Dalian by way of bank transfer within 5 working days from the effective date of the Shanghai Liquefied Gas Equity Transfer Agreement. The consideration was determined after arm's length negotiations between the parties with reference to the appraisal value of Shanghai Liquefied Gas by Shanghai Orient, an independent appraisal agency. According to the valuation report issued by Shanghai Orient, the appraisal value of the entire shareholders' equity interest in Shanghai Liquefied Gas as at the Valuation Benchmark Date was RMB598.2895 million. The final transaction price shall be determined by reference to the asset appraisal value filed with and approved by the competent state-owned assets supervision authority. The aforementioned appraisal value in respect of the equity interests in Shanghai Liquefied Gas was determined based on the asset-based approach in accordance with the PRC laws and regulations.

* *For identification purposes only*

IMPLICATIONS UNDER THE HONG KONG LISTING RULES

As at the date of this announcement, 1,026,369,981 A Shares are directly held by COSCO SHIPPING and 1,536,924,595 A Shares are held by China Shipping Group Company Limited* (中國海運集團有限公司) (a wholly-owned subsidiary of COSCO SHIPPING) and its subsidiaries. Therefore, COSCO SHIPPING and its associates control or are entitled to exercise control over the voting rights in respect of 2,563,294,576 A Shares, representing approximately 46.90% of the total issued share capital of the Company. Accordingly, COSCO SHIPPING is a controlling shareholder of the Company and therefore a connected person of the Company. COSCO SHIPPING Investment Dalian is an associate of COSCO SHIPPING and therefore is a connected person of the Company. Accordingly, it is expected that the Proposed Acquisition will constitute a connected transaction of the Company under Chapter 14A of the Hong Kong Listing Rules.

Pursuant to Rule 14A.81 of the Hong Kong Listing Rules, the Initial Acquisitions and the Proposed Acquisition were entered into by the Group with parties who are connected with one another and therefore, the Initial Acquisitions and the Proposed Acquisition should be aggregated. As one or more applicable percentage ratios calculated in accordance with the Hong Kong Listing Rules in respect of the Proposed Acquisition, on an aggregated basis are expected to exceed 0.1% but are all less than 5%, the Proposed Acquisition is subject to the reporting and announcement requirements but is exempt from the independent Shareholders' approval requirement under Chapter 14A of the Hong Kong Listing Rules.

As Mr. REN Yongqiang, Mr. ZHU Maijin, Mr. WANG Shuqing, Mr. WANG Wei and Ms. ZHOU Chongyi serve as the directors or senior management of COSCO SHIPPING and/or its associates, therefore, Mr. REN Yongqiang, Mr. ZHU Maijin, Mr. WANG Shuqing, Mr. WANG Wei and Ms. ZHOU Chongyi have abstained from voting in respect of the approval of the Board resolutions relevant to the Proposed Acquisition. Save as disclosed above, no other Directors have material interests in the Proposed Acquisition and therefore no other Directors have abstained from voting in respect of the relevant Board resolutions.

I. INTRODUCTION

The Board is pleased to announce that Dalian COSCO Energy (a wholly-owned subsidiary of the Company) and COSCO SHIPPING Investment Dalian (a connected person of the Company) proposed to enter into the Shanghai Liquefied Gas Equity Transfer Agreement, pursuant to which COSCO SHIPPING Investment Dalian has agreed to dispose of, and Dalian COSCO Energy has agreed to acquire the entire equity interests in Shanghai Liquefied Gas at the consideration of RMB598.2895 million;

As of the date of this announcement, the Company has not entered into any legally binding transaction documents regarding the Proposed Acquisition. As the Proposed Acquisition may or may not proceed, the Shareholders and potential investors of the Company are advised to exercise caution when dealing in the securities of the Company.

II. THE PROPOSED ACQUISITION

(1) The Shanghai Liquefied Gas Equity Transfer Agreement

The principal terms of the Shanghai Liquefied Gas Equity Transfer Agreement are set out below:

Parties

(I) COSCO SHIPPING Investment Dalian (as the transferor); and

(II) Dalian COSCO Energy (as the transferee).

Subject matter

Pursuant to the Shanghai Liquefied Gas Equity Transfer Agreement, COSCO SHIPPING Investment Dalian has agreed to dispose of, and Dalian COSCO Energy has agreed to acquire, the entire equity interests in Shanghai Liquefied Gas, subject to the terms and conditions thereof. Dalian COSCO Energy shall be entitled to or bear the profit or loss of the equity interests to be transferred pursuant to the Shanghai Liquefied Gas Equity Transfer Agreement during the Transition Period.

Consideration and payment terms

Pursuant to the Shanghai Liquefied Gas Equity Transfer Agreement, the consideration for the entire equity interests in Shanghai Liquefied Gas is RMB598.2895 million, and all consideration shall be payable in cash by Dalian COSCO Energy to COSCO SHIPPING Investment Dalian by way of bank transfer within 5 working days from the effective date of the Shanghai Liquefied Gas Equity Transfer Agreement.

The consideration was determined after arm's length negotiations between the parties with reference to the appraisal value of Shanghai Liquefied Gas by Shanghai Orient, an independent appraisal agency. According to the valuation reports issued by Shanghai Orient, the appraisal value of the entire shareholders' equity interest in Shanghai Liquefied Gas as at the Valuation Benchmark Date was RMB598.2895 million. The final transaction price shall be determined by reference to the asset appraisal value filed with and approved by the competent state-owned assets supervision authority.

The aforementioned appraisal value in respect of the equity interests in Dalian COSCO Energy was determined based on the asset-based approach in accordance with the PRC laws and regulations.

The consideration will be funded by Dalian COSCO Energy, of which approximately 60% will be financed by external financing and approximately 40% will be funded by internal financial resources.

Shanghai Liquefied Gas

Shanghai Orient has adopted the asset-based approach and the income approach to value the entire shareholders' equity interests in Shanghai Liquefied Gas as at the Valuation Benchmark Date. As Shanghai Liquefied Gas is a special purpose holding company for vessel assets, its unique financial accounting methods, asset structure and operating model render the application basis of the market approach invalid. Its valuation model is virtually identical to the asset-based approach, and therefore the market approach is not adopted in the valuation of its enterprise value.

Introduction of valuation method

The asset-based approach

Asset-based approach in valuation of an enterprise refers to a valuation approach for appraisal of the value of on-balance sheet and identifiable off-balance sheet assets and liabilities of the enterprise based on the balance sheet of the appraised entity as at the Valuation Benchmark Date to determine the value of the appraised entity. In the valuation of an enterprise by using the asset-based approach, the value of each asset is derived from a specific valuation approach that is appropriate for its specific circumstances.

The specific valuation approaches for this valuation are set out below:

1. Monetary funds

   Monetary funds consist of bank deposits. For RMB bank deposits, the verified amount is used as the appraisal value; and for foreign currency bank deposits, the appraisal value is determined by multiplying the verified foreign currency book amount by the RMB-foreign currency exchange rate on the base date.

2. Trade receivables and other receivables

   Receivables mainly include trade receivables and other receivables. Most of the receivables are due from related parties in the same group and it is expected that the funds can be recovered on time. Therefore, the verified amount is used as the appraisal value.

3. Other current assets

The appraisal value is determined based on its remaining beneficial rights or the value of recoverable assets. They mainly refer to the value-added tax input tax to be deducted by the enterprise. The appraisal value is determined based on the verified book value.

4. Fixed assets – vessels

The valuation of fixed assets is based on the assumption that the assets will continue to be used in accordance with their current purposes, and the vessels are valued using the market approach.

Due to the significant fluctuations in the shipping market in the past two years, the correlation between second-hand vessel prices and vessel construction costs is relatively poor. The results obtained by combining vessel construction costs with vessel newness rates are quite different from the actual prices of vessels in the second-hand market. In addition, marine equipment is highly customized, and it is difficult for appraisers to have a clear way to obtain the value of marine equipment, thus the cost approach is not suitable for valuation. Moreover, since the vessels to be appraised are involved in corporate operations and do not have independent profitability, or their profitability cannot be quantified, it is not suitable to use the income approach for valuation. Due to the development of the shipping market in recent years, transactions in the second-hand vessel market has become increasingly active. If an enterprise wants to know the market price of similar vessels, it can obtain vessel market information to estimate the value of the vessels through comparison. Therefore, in this assessment, relevant information was obtained from various vessel markets, and the market comparison method was used to estimate the value of vessel assets through analogy analysis. In summary, the market approach is adopted in this vessel valuation.

Calculation formula:

Appraisal value of the vessel to be valued = price of comparable transactions × correction coefficients for transaction date × correction coefficients for transaction conditions × correction coefficients for vessel deadweight tonnage × correction coefficients for vessel manufacturer × vessel age × correction coefficients for individual factors

In which,

price of comparable transactions: to be obtained based on the actual transaction price of the case vessels selected by the appraiser that are close in terms of the base date of the vessel being assessed.

correction coefficients for transaction date: since the price of the appraised entity at the Valuation Benchmark Date is used and the comparable cases are likely to have different transaction dates, the market conditions during the period may change, thus adjustments will generally be made based on market price fluctuation trends.

correction coefficients for transaction conditions: taking into account the objective rationality of the transaction price, corresponding adjustments shall be made to various factors that may cause the transaction price of comparable cases to deviate from the normal market price.

correction coefficients for vessel deadweight tonnage: taking into account the difference in deadweight tonnage between the appraised vessel and the case, and the deadweight tonnage of different oil tankers has a greater impact on the value of the vessel, the deadweight tonnage factors of different vessels will be corrected.

correction coefficients for vessel manufacturer: there are technical differences between vessels built by different shipyards, so factor corrections are made for different vessel manufacturers.

correction coefficients for individual factors: corrections are made based on the differences between comparable transaction cases and the appraised entity in terms of ship type, vessel manufacturer, construction year, transportation capacity, structural type, main engine model, power/speed, etc.

5. Liabilities

Subject to verification, the actual amount of liabilities that the appraised entity needs to bear on the Valuation Benchmark Date shall be used as the appraisal value of the liabilities.

The income approach

Specific approaches commonly used in the income approach of enterprise value valuation include the discounted cash flow approach, which is to estimate the enterprise's future expected cash flow and utilize an appropriate discount rate to convert the expected cash flow into present value to obtain the value of all shareholders' equity. The discounted cash flow approach typically includes the model for discounted free cash flow of the firm and the model for discounted equity free cash flow. Asset appraisal professionals shall appropriately select the cash flow discount model based on the industry, business model, capital structure, development trend of the appraised entity.

The free cash flow to equity model in the discounted cash flow approach was used for this valuation of Shanghai Liquefied Gas.

The specific method is to estimate the future equity free cash flow and discount it to obtain the operating asset value of the appraised entity using the discount rate determined by the Capital Asset Pricing Model (CAPM) method and according to the current vessel lease contracts and the information obtained from interviews between the appraiser and the enterprise's management; to separately estimate the value of surplus assets existing on the base date and non-operating assets (liabilities) defined as existing on the base date that are included in the financial statements but not taken into account in the estimation of expected income (net cash flow); and to estimate the net realizable value of the assets after the end of the business operation. By adding up the asset values of the above three items, the equity capital (total shareholders' equity) value of the appraised entity will be obtained.

The basic formula is as follows:

$$E = P + \sum C_i$$

in which,

E: value of total shareholders' equity of the appraised entity;

P: value of operating assets of the appraised entity;

C_i: the net realizable value of non-operating or surplus assets and assets after the expiration of the business operation.

$$P = \sum_{i=1}^{n} \frac{R_i}{(1+r)^i}$$

in which,

R_i: the expected earnings of the appraised entity in the next year "i" (equity free cash flow);

r: the discount rate chosen;

n: the definite forecast period refers to the time from the Valuation Benchmark Date to the time when the enterprise reaches a relatively stable operating condition.

The appraisers determine the forecast period based on a comprehensive analysis of the economic durability of the vessels in actual use, combined with macro policies, industry cycles and other factors that affect the enterprise's entry into a stable period. The definite forecast period "n" is chosen to be 17 years.

Main assumptions adopted in valuation

The main assumptions adopted in the valuation of Shanghai Liquefied Gas are as follows:

Basic assumptions

(1) Transaction assumption. The transaction assumption is that all assets to be appraised are in the process of transaction, and the appraisers will conduct value appraisal in an analog market according to the transaction conditions and other aspects of assets to be appraised.

(2) Open market assumption. The open market assumption is an assumption about the market conditions in which the asset is intended to enter and how the asset will be affected by such market conditions. An open market is a fully developed and established market, a competitive market with willing buyers and sellers, and in such market, buyers and sellers have equal status and have the opportunity and time to obtain sufficient market information. Transactions between buyers and sellers are conducted under voluntary, rational, non-compulsory or unrestricted conditions.

(3) Going concern assumption. The going concern assumption is that the appraised entity can legally continue to operate its production and business operations in its current state within the foreseeable future operating period under the existing asset and resource conditions, and its operating conditions will not undergo significant adverse changes.

(4) In-use and continue-to-use assumption. The assumption that assets will be used in accordance with their current purposes means that the assets will be used continuously in accordance with their current purposes. First, it is assumed that the assets within the scope of the assessment are in use. Second, it is assumed that they will continue to be used according to their current purpose and usage, without considering the conversion of asset use or optimal utilization conditions.

Specific assumptions

(1) The current and future management of the appraised entity performs its business management functions legally, in compliance with regulations, and diligently and conscientiously. After the implementation of this transaction, there will be no situation that seriously affects the development of the enterprise or harms the interests of shareholders, and the existing business management model and management level will continue to be maintained.

(2) During the future forecast period, the core management and technical personnel team of the appraised entity will be relatively stable, and there will be no major changes that will affect the enterprise's business development and profit realization.

(3) The accounting policies adopted by the appraised entity after the Valuation Benchmark Date are consistent with those adopted when preparing this assessment report in terms of materiality.

(4) It is assumed that the appraised entity has uniform cash inflow and outflow after the Valuation Benchmark Date.

(5) According to the judgment that the economic service life of vessels is usually 25 years, it is assumed that the appraised entity will operate until the end of 2041 and will be liquidated normally after the operation period expires.

Valuation results

1. Shanghai Liquefied Gas

(1) The valuation results of the appraised entity as at the Valuation Benchmark Date were arrived at based on the valuation of the entire shareholders' equity interest in the enterprise conducted using the asset-based approach. As at the Valuation Benchmark Date, the book value of the shareholders' equity interest in the appraised entity was RMB521.7992 million, with the appraisal value of RMB598.2895 million, appreciation of RMB76.4903 million and an appreciation rate of 14.66%, which was primarily attributable to the difference between the accounting depreciation period and the economic useful life of the vessels and a shorter book depreciation period, resulting in a relatively lower book value.

(2) The valuation results as at the Valuation Benchmark Date were arrived at based on the valuation of the entire shareholders' equity interest in the enterprise conducted using the income approach. As at the Valuation Benchmark Date, the book value of the shareholders' equity interest in the appraised entity was RMB521.7992 million, with the appraisal value of RMB580.0000 million and appreciation of RMB58.2008 million.

2. *Analysis of the difference between the valuation results and the final valuation conclusions*

The main reason for the difference between the valuation results from different valuation approaches is that the various valuation approaches have different perspectives on asset value. The asset-based approach estimates from the perspective of the current reconstruction of the company's assets, while the income approach considers the company's future comprehensive profitability.

When using multiple valuation approaches for the same appraised entity, the valuation conclusion should be formed in a qualitative or quantitative manner based on the valuation purpose and the quality and quantity of the data used in different valuation approaches.

The appraised entity is not a vessel-operating company, and it does not have its own crew, is not responsible for the operation and management of the vessel, and does not bear the market risks and operating costs related to cargo transportation. As a pure asset-holding company, its value is primarily reflected in the market value of its vessel assets rather than its operating profitability. The asset-based approach directly assesses the value of vessels, which is highly consistent with the nature of this business. In this case, the asset-based approach can reasonably reflect the total equity value of the shareholders of the appraised entity, which is more targeted and accurate than the income approach.

Based on the above analysis, this valuation adopts the valuation results derived from the asset-based approach as the valuation conclusion for the total equity value of Shanghai Liquefied Gas. The total equity value of Shanghai Liquefied Gas was assessed to be RMB598,289,468.27.

Effectiveness

The Shanghai Liquefied Gas Equity Transfer Agreement shall be executed upon signature by the legal representatives or authorized representatives of the parties, sealed with their respective official seals, and shall take effect upon fulfilment of the following conditions in full:

The transferee, the transferor and the Target Company have all fulfilled the necessary internal and external approval and filing procedures in accordance with the relevant laws and regulations, regulatory rules and articles of association.

III. INFORMATION ON THE PARTIES AND THE PROPOSED ACQUISITION

Information on the Group

The Company is a joint stock limited company incorporated in the PRC with limited liability, the H Shares of which are listed on the Main Board of the Hong Kong Stock Exchange and the A Shares of which are listed on the Shanghai Stock Exchange. The Group is principally engaged in investment holding, oil shipment along the coast of the PRC and internationally, international liquefied natural gas shipment, international chemical transportation and vessel chartering.

Information on Dalian COSCO Energy

Dalian COSCO Energy is a company incorporated under the laws of the PRC with limited liability and is a wholly-owned subsidiary of the Company. It is principally engaged in liquefied gas carrier shipment along the domestic coast, international maritime dangerous goods transportation, domestic ship management business, international ship management business, and logistics warehousing and storage business.

Information on COSCO SHIPPING

COSCO SHIPPING is a state-owned enterprise and is a controlling shareholder of the Company, controlled by the State-owned Assets Supervision and Administration Commission of the State Council. COSCO SHIPPING is principally engaged in international shipping, ancillary business in international maritime transportation, import and export of goods and technologies, international freight agency business, leasing of self-owned vessels, sales of vessels, containers and steel and maritime engineering.

Information on COSCO SHIPPING Investment Dalian

COSCO SHIPPING Investment Dalian is a company incorporated under the laws of the PRC with limited liability and is a wholly-owned subsidiary of COSCO SHIPPING. It is principally engaged in investment holding.

Information on Shanghai Liquefied Gas

Shanghai Liquefied Gas is a company incorporated under the laws of the PRC with limited liability. It is a holding company that primarily holds one very large LPG carrier (VLGC), the "Changxingyuan" vessel.

As at the date of this announcement, Shanghai Liquefied Gas is wholly-owned by COSCO SHIPPING Investment Dalian, with COSCO SHIPPING Investment Dalian having contributed RMB500 million in paid-in capital. Upon completion of equity transfer under the Shanghai Liquefied Gas Equity Transfer Agreement, the Company will hold 100% equity interest in Shanghai Liquefied Gas through Dalian COSCO Energy and therefore Shanghai Liquefied Gas will become a subsidiary of the Company.

The equity interests of Shanghai Liquefied Gas have clearly defined titles, without mortgages, pledges or any other restrictions on transfer, are not involved with litigation, arbitration or judicial measures including seizure and freezing orders, and do not have any impediment to transfer of titles. As at the date of this announcement, Shanghai Liquefied Gas has not been included in the list of judgment defaulters.

Based on the financial statements of Shanghai Liquefied Gas prepared in accordance with the China Accounting Standards for Business Enterprises, the financial information of Shanghai Liquefied Gas for the two years ended 31 December 2024 was as follows:

	For the year ended 31 December	
	2023	**2024**
	(audited)	(audited)
	(RMB)	*(RMB)*
Profit before taxation	14,764,700	6,988,600
Profit after taxation	11,073,500	5,241,500

According to the financial statements of Shanghai Liquefied Gas for the six months ended 30 June 2025, the audited total assets and total net assets of Shanghai Liquefied Gas as at 30 June 2025 were RMB756.6793 million and RMB521.7992 million, respectively.

According to the valuation report dated 18 September 2025 (pending filing approval) issued by Shanghai Orient, the appraisal value of the shareholders' equity of Shanghai Liquefied Gas as at the Valuation Benchmark Date (being 30 June 2025) was RMB598,289,468.27, which was determined based on the asset-based approach in accordance with the relevant PRC laws and regulations.

IV. REASONS AND BENEFITS

In the fourth quarter of 2024, the Company carried out the first phase of the integration of COSCO SHIPPING Group's energy and chemical logistics supply chain through the Initial Acquisitions, which represented an important measure in implementing state-owned enterprises reforms, optimizing resource allocation and enhancing the corporate value of the Company. The Initial Acquisitions served as an important measure for the Company to focus on integrating energy and chemical logistics resources, achieving collaborative development and better serving customer needs. It is also a key engine for building an energy and chemical logistics supply chain, erecting an industry benchmark and upgrading services and management to a higher standard.

Following the completion of the first phase of the logistics supply chain integration, the acquisition of the entire equity interest in Shanghai Liquefied Gas is the Group's first step in continuing to advance its second phase of reforms. According to the current assessment, COSCO SHIPPING Investment Dalian shall be able to improve its financial profitability by acquiring 100% equity interests in Shanghai Liquefied Gas, and will be able to accelerate its subsequent overall reform. Meanwhile, through this acquisition, Dalian COSCO Energy, as the unified operating platform for the Company's LPG business, will achieve unified management of the Group's LPG transportation business in terms of business operations, asset management, financial accounting, personnel allocation, etc., forming economies of scale and enhancing market competitiveness.

Upon completion of the Proposed Acquisition, the Group's LPG transportation assets will be further consolidated into the listed group, thereby creating favorable conditions in the capital market for the Company's subsequent major projects. In addition, in the long run, it is expected to increase the Company's net profit attributable to the parent company's shareholders, which will be beneficial to improving the Company's overall operating performance and will have a positive impact on improving the Company's ability to continue as a going concern.

The terms of the Shanghai Liquefied Gas Equity Transfer Agreement are determined by the parties after arm's length negotiation. The Board (including independent non-executive Directors) are of the view that while the Proposed Acquisition is not conducted in the ordinary and usual course of business of the Group, it is on normal commercial terms which are fair and reasonable and in the interests of the Company and the Shareholders as a whole.

V. IMPLICATIONS UNDER THE HONG KONG LISTING RULES

As at the date of this announcement, 1,026,369,981 A Shares are directly held by COSCO SHIPPING and 1,536,924,595 A Shares are held by China Shipping Group Company Limited* (中國海運集團有限公司) (a wholly-owned subsidiary of COSCO SHIPPING) and its subsidiaries. Therefore, COSCO SHIPPING and its associates control or are entitled to exercise control over the voting rights in respect of 2,563,294,576 A Shares, representing approximately 46.90% of the total issued share capital of the Company. Accordingly, COSCO SHIPPING is a controlling shareholder of the Company and therefore a connected person of the Company. COSCO SHIPPING Investment Dalian is an associate of COSCO SHIPPING and therefore is a connected person of the Company. Accordingly, it is expected that the Proposed Acquisition will constitute a connected transaction of the Company under Chapter 14A of the Hong Kong Listing Rules.

Pursuant to Rule 14A.81 of the Hong Kong Listing Rules, the Initial Acquisitions and the Proposed Acquisition were entered into by the Group with parties who are connected with one another and therefore, the Initial Acquisitions and the Proposed Acquisition should be aggregated. As one or more applicable percentage ratios calculated in accordance with the Hong Kong Listing Rules in respect of the Proposed Acquisition, on an aggregated basis, are expected to exceed 0.1% but are all less than 5%, the Proposed Acquisition is subject to the reporting and announcement requirements but is exempt from the independent Shareholders' approval requirement under Chapter 14A of the Hong Kong Listing Rules.

As Mr. REN Yongqiang, Mr. ZHU Maijin, Mr. WANG Shuqing, Mr. WANG Wei and Ms. ZHOU Chongyi serve as the directors or senior management of COSCO SHIPPING and/or its associates, therefore, Mr. REN Yongqiang, Mr. ZHU Maijin, Mr. WANG Shuqing, Mr. WANG Wei and Ms. ZHOU Chongyi have abstained from voting in respect of the approval of the Board resolutions relevant to the Proposed Acquisition. Save as disclosed above, no other Directors have material interests in the Proposed Acquisition and therefore no other Directors have abstained from voting in respect of the relevant Board resolutions.

VI. DEFINITIONS

Unless the context requires otherwise, capitalized terms used in this announcement shall have the meanings as follows:

"A Share(s)"	the domestic share(s) in the ordinary share capital of the Company with a par value of RMB1.00 each, which are listed on the Shanghai Stock Exchange
"associate(s)"	has the meaning ascribed to it under the Hong Kong Listing Rules
"Board"	the board of directors of the Company

"Company"	COSCO SHIPPING Energy Transportation Co., Ltd.* (中遠海運能源運輸股份有限公司), a joint stock limited company incorporated in the PRC with limited liability, the H shares and A shares of which are listed on the Main Board of the Hong Kong Stock Exchange (Stock Code: 1138) and the Shanghai Stock Exchange (Stock Code: 600026), respectively
"connected person(s)"	has the meaning ascribed to it under the Hong Kong Listing Rules
"controlling shareholder"	has the meaning ascribed to it under the Hong Kong Listing Rules
"COSCO SHIPPING"	China COSCO SHIPPING Corporation Limited* (中國遠洋海運集團有限公司), a PRC state-owned enterprise and an indirect controlling shareholder of the Company
"COSCO SHIPPING Group"	COSCO SHIPPING and its subsidiaries (exclusive of the Group)
"COSCO SHIPPING Investment Dalian" or the "Vendor"	COSCO SHIPPING Investment Dalian Co., Ltd.* (中遠海運大連投資有限公司), a company incorporated under the laws of the PRC with limited liability
"Dalian COSCO Energy" or the "Purchaser"	Dalian COSCO SHIPPING Energy Supply Chain Co., Ltd.* (大連中遠海運能源供應鏈有限公司), a company incorporated under the laws of the PRC with limited liability and a wholly-owned subsidiary of the Company
"Director(s)"	the directors of the Company
"Group"	the Company and its subsidiaries
"H Share(s)"	overseas listed foreign share(s) of par value of RMB1.00 each in the ordinary share capital of the Company, which are listed on the Main Board of the Hong Kong Stock Exchange
"Hong Kong"	the Hong Kong Special Administrative Region of the PRC
"Hong Kong Listing Rules"	the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited

"Hong Kong Stock Exchange"	The Stock Exchange of Hong Kong Limited
"Initial Acquisitions"	a series of transactions in relation to the acquisition of (i) 70% equity interests in Shenzhen Longpeng; (ii) 87% equity interests in Hainan Zhaogang; (iii) 15% equity interests in Xizhong Island Port; (iv) two liquefied gas vessels; (v) the entire equity interests in COSCO SHIPPING Chemical Carrier; and (vi) the entire equity interests in Shanghai COSCO SHIPPING (Hong Kong) by the Company in accordance with the Investment Dalian Equity Transfer Agreement, the Investment Dalian Assets Transfer Agreement and the COSCO Shipping (Shanghai) Equity Transfer Agreement; for details, please refer to the announcement of the Company dated 14 October 2024, and unless the context requires otherwise, capitalized terms used in this announcement shall have the meanings as defined in the above announcement
"percentage ratio(s)"	has the meaning ascribed to it under the Hong Kong Listing Rules
"PRC"	the People's Republic of China, and for the purpose of this announcement only, excluding Hong Kong, the Macau Special Administrative Region of the People's Republic of China and Taiwan
"Proposed Acquisition"	the proposed acquisition of the entire equity interests in Shanghai Liquefied Gas in accordance with the Shanghai Liquefied Gas Equity Transfer Agreement
"RMB"	Renminbi, the lawful currency of the PRC
"Shanghai Liquefied Gas" or the "Target Company"	COSCO SHIPPING LPG Transportation (Shanghai) Co., Ltd.* (上海中遠海運液化氣運輸有限公司), a company incorporated under the laws of the PRC with limited liability
"Shanghai Liquefied Gas Equity Transfer Agreement"	the equity transfer agreement proposed to be entered into between COSCO SHIPPING Investment Dalian and Dalian COSCO Energy in relation to the transfer of 100% equity interests in Shanghai Liquefied Gas
"Shanghai Orient"	Shanghai Orient Appraisal Co., Ltd.* (上海東洲資產評估有限公司)

"Share(s)"	A Share(s) and H Share(s)
"Shareholders"	holder(s) of the Share(s)
"Transition Period"	the period from the date after the Valuation Benchmark Date to the completion date of the Proposed Acquisition
"Valuation Benchmark Date"	30 June 2025
"%"	per cent.

By order of the Board
COSCO SHIPPING Energy Transportation Co., Ltd.
REN Yongqiang
Chairman

Shanghai, the PRC
28 October 2025

As at the date of this announcement, the Board comprises Mr. REN Yongqiang and Mr. ZHU Maijin as executive Directors, Mr. WANG Shuqing, Mr. WANG Wei and Ms. ZHOU Chongyi as non-executive Directors, Mr. Victor HUANG, Mr. LI Runsheng, Mr. ZHAO Jinsong and Mr. WANG Zuwen as independent non-executive Directors.

* *For identification purposes only*