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CHINA HK POWER SMART ENERGY GROUP LIMITED
中國港能智慧能源集團有限公司

(incorporated in the Cayman Islands with limited liability)

(Stock Code: 931)

SUPPLEMENTAL ANNOUNCEMENT IN RELATION TO CONNECTED TRANSACTION GRANT OF SHARE OPTIONS UNDER SPECIFIC MANDATE

Reference is made to the announcement of China HK Power Smart Energy Group Limited (the "**Company**") dated 13 January 2026 (the "**Announcement**") in relation to the conditional grant of 1,000,000,000 Director Options to Mr. Deng Yaobo ("**Mr. Deng**") under the Specific Mandate. Unless otherwise defined, capitalised terms used herein shall have the same meanings as those defined in the Announcement.

SUPPLEMENTAL AGREEMENT IN RELATION TO PERFORMANCE TARGETS

As disclosed in the Announcement under the section headed "DETAILS OF THE DIRECTOR OPTIONS", it was initially stated that there was no performance target attached to the Director Options.

The Board is pleased to announce that on 16 February, 2026, the Company and Mr. Deng entered into a supplemental agreement (the "**Supplemental Agreement**") to amend and supplement the vesting conditions of the Director Options. Pursuant to the Supplemental Agreement, the vesting of each tranche of the Director Options shall now be subject to the fulfillment of the following performance targets (the "**Performance Targets**"):

1. Market Capitalization Benchmark

For the purpose of the Performance Targets, the Market Capitalization as at the Date of Grant is fixed at HK$3,584,000,000. The "Market Capitalization" at any relevant time shall be calculated based on the average closing price for five (5) consecutive trading days immediately preceding the relevant date multiplied by the Adjusted Total Number of Issued Shares (excluding new Shares issued under any share incentive schemes after the Date of Grant).

2. Vesting Schedule and Performance Targets

(a) First Tranche (30% of the Director Options):

Vesting on the second-year anniversary (i.e., 13 January 2028), conditional upon:

- (i) Turnaround Achievement: The Company achieving a Net Profit (representing a turnaround from net loss) in the audited annual financial statements for the financial year ended 31 March 2028; AND

- (ii) Market Capitalization Growth: The Adjusted Market Capitalization on 13 January 2028 having increased by at least 30% compared to the Date of Grant (i.e., reaching HK$4,659,200,000 or above).

(b) Second Tranche (30% of the Director Options):

Vesting on the third-year anniversary (i.e., 13 January 2029), conditional upon:

- (i) Net Profit Performance:

  - (A) Turnaround Catch-up: If the Net Profit target was NOT achieved in the preceding period (i.e. 31 March 2028), the Company achieving a turnaround to Net Profit for the financial year ended 31 March 2029; OR

  - (B) Profit Maintenance: If the Net Profit target WAS achieved in the preceding period, the Company maintaining a Net Profit position for the financial year ended 31 March 2029; AND

- (ii) Market Capitalization Stability: The Adjusted Market Capitalization on 13 January 2029 not decreasing by more than 10% compared to the 2nd Anniversary Date.

(c) Third Tranche (40% of the Director Options):

Vesting on the fourth-year anniversary (i.e., 13 January 2030), conditional upon:

- (i) Net Profit Performance:

  - (A) Turnaround Catch-up: If the Net Profit target was NOT achieved in the preceding period (i.e. 31 March 2029), the Company achieving a turnaround to Net Profit for the financial year ended 31 March 2030; OR

  - (B) Profit Maintenance: If the Net Profit target WAS achieved in the preceding period, the Company maintaining a Net Profit position for the financial year ended 31 March 2030; AND

- (ii) Market Capitalization Stability: The Adjusted Market Capitalization on 13 January 2030 not decreasing by more than 10% compared to the 3rd Anniversary Date.

FURTHER DETAILS OF THE PERFORMANCE TARGETS

Pursuant to the Supplemental Agreement, the Net Profit targets shall be adjusted to exclude certain non-operating and capital nature items to reflect the Group's core business performance. Furthermore, as the Net Profit targets are based on the financial years ending 31 March (which fall after the respective vesting dates in January), the exercise of the relevant Director Options is subject to the subsequent confirmation of the audited annual results of the Company.

DESPATCH OF CIRCULAR

The additional information regarding the Performance Targets as set out in this announcement will be included in the Circular, which is expected to be despatched to the Shareholders on or before 6 March 2026.

REASONS FOR THE SUPPLEMENTAL AGREEMENT

The Remuneration Committee and the Board consider that the introduction of the Performance Targets (especially the Turnaround Achievement and Market Capitalization requirements) will further align the interests of Mr. Deng with those of the Company and its Shareholders, providing a more robust incentive for the CEO to drive the Group's long-term operational excellence and shareholder value.

Save as disclosed above, all other information in the Announcement remains unchanged.

By order of the Board
China HK Power Smart Energy Group Limited
Kan Che Kin, Billy Albert
Chairman

Hong Kong, 16 February 2026

As at the date of this announcement, the Board comprises three executive Directors, namely Dr. Kan Che Kin, Billy Albert (Chairman), Mr. Deng Yaobo (chief executive officer) and Mr. Li Kai Yien, Arthur Albert; and two non-executive Directors, namely Mrs. Kan Kung Chuen Lai and Mr. Simon Murray; and three independent non-executive Directors, namely Mr. Li Siu Yui, Mr. Lam Lum Lee and Mr. Chow Ching Ning.