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浙江滬杭甬高速公路股份有限公司
ZHEJIANG EXPRESSWAY CO., LTD.

(A joint stock limited company incorporated in the People's Republic of China with limited liability)
(Stock code: 0576)

SUPPLEMENTAL ANNOUNCEMENT REGARDING CONTINUING CONNECTED TRANSACTIONS FRAMEWORK AGREEMENTS

Reference is made to the announcement (the "**Announcement**") dated December 31, 2025 of Zhejiang Expressway Co., Ltd. (the "**Company**") in respect of the Framework Agreements entered into between the Company and its relevant subsidiaries and various connected persons of the Company. Unless otherwise stated, terms used in this announcement shall have the same meanings as those defined in the Announcement.

This supplemental announcement is made to provide supplemental information on the relevant Framework Agreements.

1. IN RELATION TO THE BASIS FOR DETERMINING THE ANNUAL CAPS FOR THE FRAMEWORK AGREEMENTS

When setting the annual caps under the Framework Agreements, the Company considered the actual transaction amounts incurred in FY2025 for comprehension of the underlying business; however, such historical amounts were not used as a direct basis for projecting future demand. The variance between the actual transaction amounts in FY2025 and the annual caps under the Framework Agreements demonstrates that transactions between the Group and the connected parties are conducted strictly on the basis of actual commercial requirements arising from specific projects, and are determined independently in accordance with arm's length principles. No unnecessary or non-arm's length transaction arrangements have been made as a consequence of entering into the Framework

Agreements. In light of the foregoing, the Company adopted a two-step methodology in setting the annual caps under the Framework Agreements, the details of which are set out below:

First, the Company established the estimated transaction amount in FY2026 as set out in the Announcement, which is the baseline of expected demand compiled by the relevant business departments and units. This baseline reflects the best current estimate of foreseeable transaction volumes and is grounded in identified projects and plans with a high degree of certainty. It represents the most reliable view of the Group and the relevant connected persons of demand at this time. The Company has set out the details of estimated transaction amounts in FY2026 in the Announcement. Further details of the basis for such estimated amount is set out as follows:

No.	**connected persons**	**estimated amounts in FY2026 *(RMB)***	**basis for the estimated amounts**
1.	Zhejiang Information	586 million	The term of this Framework Agreement is for three years from January 1, 2026 to December 31, 2028. The estimated amount of RMB586 million for FY2026 comprises the following: (i) the Transportation Infrastructure Digital Transformation Upgrade (Phase II) Project, representing approximately RMB330 million; (ii) the Electromechanical System Upgrade Project, representing approximately RMB124 million; (iii) the Electromechanical System Maintenance and Repair Project, representing approximately RMB32 million; and (iv) other projects, representing approximately RMB100 million. The services to be provided under this Framework Agreement are recurring in nature. The above projects or transactions of similar nature may repeat in FY2027 and FY2028. The Group expects the services fees may increase each year and the annual caps increase accordingly in FY2027 (RMB860 million) and FY2028 (RMB900 million) reflects the above.

No.	connected persons	estimated amounts in FY2026 *(RMB)*	basis for the estimated amounts
2.	Zhejiang Expressway Trading and Zhejiang Jiaoke Supply Chain	192 million	The term of this Framework Agreement is for one year ending on December 31, 2026. As set out in the Announcement, the historical purchase amount of the Group for the similar materials from Zhejiang Expressway Trading and Zhejiang Jiaoke Supply Chain being RMB14 million for the nine months ended September 30, 2025. The discrepancy between the historical annual cap and the actual amount was primarily due to two factors: (i) the relevant products listed on the newly established e-commerce platform of Zhejiang Expressway Trading and Zhejiang Jiaoke Supply Chain were only relatively completed and available for procurement in May 2025, resulting in a significant decrease in connected transactions in FY2025; and (ii) a substantial portion of procurement on the platform was settled directly with independent third-party suppliers, not constituting connected transactions. However, the Group's total procurement amount on the platform in FY2025 (including settlements with independent third parties) was approximately RMB161 million, indicating strong underlying demand. The estimated transaction amount for FY2026 of approximately RMB192 million derived from the aggregate procurement requirements of the Group's 43 subsidiaries and branch companies for FY2026, which comparable to the Group's procurement amount on the platform in FY2025. This amount encompasses projected expenditures across multiple categories, including but not limited to administrative supplies, equipment and engineering materials, and industrial products.

No.	connected persons	estimated amounts in FY2026 *(RMB)*	basis for the estimated amounts
3.	ZJIC	268 million	The term of this Framework Agreement is for one year ending on December 31, 2026. As disclosed in the Announcement, the historical service fees incurred by the Group from similar transactions with ZJIC for the nine months ended September 30, 2025 amounted to approximately RMB11 million. The difference between the historical annual cap and the actual amount was primarily due to delays in signing the relevant contracts caused by preparatory work for the related projects, with contracts for projects representing a larger proportion of the amount being signed in December 2025. The historical utilization rate for the whole year of 2025 is expected to be higher than 1%. The actual transaction amount for the year ended 31 December 31, 2025 will be updated in the Company's 2025 annual report. The estimated transaction amount of approximately RMB268 million for FY2026 comprises the following: (i) survey and design services for major expressway projects, including the Ningbo-Zhoushan Parallel Line Phase II Construction Project, as well as the expansion and reconstruction projects of the Zhajiasu Expressway and the Jinhua Section of the Yongjin Expressway, totaling approximately RMB148 million; (ii) engineering procurement construction for expressway ancillary facilities of approximately RMB50 million; (iii) survey and design for expressway safety and resilience enhancement projects of approximately RMB20 million; and (iv) other projects of approximately RMB50 million.

No.	connected persons	estimated amounts in FY2026 *(RMB)*	basis for the estimated amounts
4.	Zheshang Property and Zheshang Culture	50 million	The term of this Framework Agreement is for one year ending on December 31, 2026. The estimated annual transaction amount for FY2026 of approximately RMB50 million is determined based on the anticipated scope and volume of services as required by the Group, comprising: (i) business planning services of approximately RMB22 million; (ii) advertising and promotional services of approximately RMB7 million; (iii) property management services of approximately RMB4 million; and (iv) other services of approximately RMB17 million. The Company considers this estimate reasonable and reflective of expected business needs during the relevant period.
5.	Sci. & Edu. Group and Zhejiang Jiaotou Human Resources	187 million	The term of this Framework Agreement is for two years from January 1, 2026 to December 31, 2027. The estimated amount of approximately RMB187 million for FY2026 is determined with reference to the Group's anticipated demand for services from the connected party during the relevant period, comprising approximately RMB165 million for human resources outsourcing services, approximately RMB14 million for education and training services, and approximately RMB8 million for other services. The services to be provided under this Framework Agreement are recurring in nature. An increment for the annual cap for FY2027 (RMB350 million) reflects the plan.

No.	connected persons	estimated amounts in FY2026 *(RMB)*	basis for the estimated amounts
6.	Maintenance Co, Zhejiang Shunchang, Jiaogong Maintenance and Zhejiang Communications Resources	822 million	The term of this Framework Agreement is for three years from January 1, 2026 to December 31, 2028. The estimated amount of RMB822 million for FY2026 is determined with reference to the Group's operational requirements for expressway maintenance during the relevant period, comprising approximately RMB228 million for routine expressway maintenance services, approximately RMB511 million for dedicated expressway maintenance services, and approximately RMB83 million for other related projects. The services to be provided under this Framework Agreement are recurring in nature. Therefore the annual caps for FY2027 and FY2028 are also set at RMB900 million.

No.	connected persons	estimated amounts in FY2026 *(RMB)*	basis for the estimated amounts
7.	Zheshang Development, Zhejiang Communications Resources and Oceanking Development	/	The term of this Framework Agreement is for one year ending on December 31, 2026. The annual cap (RMB900 million) for FY2026 is primarily based on the projected demand from Zheshang Development and its relevant subsidiaries, as its transactions accounted for over 90% of the total amount of connected transactions under the framework agreement for FY2025. The principal business of Zheshang Development is supply chain integration services for bulk commodities. According to the FY2026 production and operation plan of Zheshang Development and its relevant subsidiaries, their estimated demand for each of the procurement of bulk commodities and sales of bulk commodities is RMB798 million, respectively. Overall, the proposed annual cap was determined taking into consideration comparable spot prices of bulk commodities in the current market environment; the estimated demand for bulk commodities between Zheshang Futures and its relevant subsidiaries and Zheshang Development, Zhejiang Communications Resources, Oceanking Development and their relevant subsidiaries, together with a reasonable buffer; and the potential rise in the prices of bulk commodities and the scale effect of related businesses after expansion.

No.	connected persons	estimated amounts in FY2026 *(RMB)*	basis for the estimated amounts
8.	Zheshang Development	/	The term of this Framework Agreement is for one year ending on December 31, 2026. The annual cap for FY2026 (the sum of the maximum option premium and margin at any point in time for the existing contracts shall not exceed RMB500 million; and the maximum total business scale of the existing contracts at any point in time shall not exceed RMB1,000 million) remains the same as the previous annual cap and was reached by taking into account the estimated demand for risk management services of Zheshang Development and its relevant subsidiaries; the market price of the underlying assets; and the scale of business and future business plan of Zheshang Futures, Zheshang Development and their relevant subsidiaries. Given the unpredictable nature of OTC derivatives trading, the scale of OTC derivatives transactions in FY2026 will be dynamically matched to the actual demand arising from the parties' bulk commodities trading.
9.	Zhejiang Yingtong Catering and Zheshang Jinji Shangcheng Branch	29 million	The term of this Framework Agreement is for one year ending on December 31, 2026. The estimated amount for FY2026 of RMB29 million is determined with reference to the anticipated demand from twelve subsidiaries and branches of the Group for catering management and delivery services during the relevant period.

No.	connected persons	estimated amounts in FY2026 *(RMB)*	basis for the estimated amounts
10.	Zheshang Insurance	70 million	The term of this Framework Agreement is for two years from January 1, 2026 to December 31, 2027. The estimated amount of RMB70 million in FY2026 is determined with reference to the Group's insurance requirements during the relevant period, comprising approximately RMB31 million for supplementary medical insurance, approximately RMB22 million for construction all-risks insurance, and approximately RMB17 million for other insurance products. The services to be provided under this Framework Agreement are recurring in nature. The Company will expand cooperation in the employee supplemental medical insurance with Zheshang Insurance. An increment for the annual cap for FY2027 (RMB150 million) reflects the plan.
11.	Zhejiang Shunchang and Jiaogong Underground Construction	121 million	The term of this Framework Agreement is for one year ending on December 31, 2026. The estimated amount for FY2026 of RMB121 million is determined with reference to the Group's requirements for building construction works such as maintenance, renovation and refurbishment during the relevant period, comprising approximately RMB63 million for hotel renovation and refurbishment works, approximately RMB10 million for maintenance of the relevant buildings owned by the Group, and approximately RMB48 million for other related projects.
12.	Zhejiang Information, ZJIC, HangNing Co, Ningbo YongTaiWen Co, Hangrao Co, Commercial Group and Jiaogong Group	115 million	The term of this Framework Agreement is for one year ending on December 31, 2026. The estimated amount for FY2026 of RMB115 million is determined with reference to the connected party's digitalization requirements during the relevant period, comprising approximately RMB70 million for the Transportation Infrastructure Digital Transformation Upgrade (Phase II) Project, and approximately RMB45 million for electromechanical informatization projects.

No.	connected persons	estimated amounts in FY2026 *(RMB)*	basis for the estimated amounts
13.	Zhejiang Transportation Testing and Zhejiang Zhejiao Testing	44 million	The term of this Framework Agreement is for one year ending on December 31, 2026. The estimated amount for FY2026 of RMB44 million is determined with reference to the Group's requirements for road inspection and other services during the relevant period, comprising approximately RMB29 million for road inspection services and approximately RMB15 million for other services.

Second, the annual caps for the transactions have been set with due consideration to the practical requirements of the Group's principal businesses, namely expressway-related development and operations, as well as securities business. In the expressway segment, project execution is subject to factors beyond the Group's control, including weather conditions and regulatory changes, which create inherent uncertainty regarding project scope and volume. The Group must also maintain readiness for emergency maintenance in response to unforeseen events and fulfill mandated public service obligations, such as emergency traffic management and ensuring uninterrupted road access. In addition, the Group is exposed to price volatility in engineering materials and, within its securities business, fluctuations in futures prices. In light of the above, the Company applied an average risk buffer of approximately 35% to the baseline to prudently accommodate uncertainties not captured in the baseline. This buffer addresses three principal risk categories:

(i) approximately 15% for project execution uncertainty, including potential scope changes, technical adjustments, or urgent incremental services in ongoing projects;

(ii) approximately 10% for contingencies and strategic reserves, including temporary mandates arising from national strategies, emergency response needs, and emergent market collaboration opportunities; and

(iii) approximately 10% for price volatility risk, intended to hedge potential increases in core raw material or service costs during the contract period.

By combining the estimated transaction amount with the risk buffer, the Company seeks to set an annual authorization amount that is closely aligned with operational realities while remaining sufficiently resilient to foreseeable risks. This structure preserves operational flexibility, enables rapid strategic response, and through a single, well-calibrated authorization, enhances Board decision-making efficiency and helps ensure that connected transactions remain within a compliant framework throughout the year. The above risk buffer reflects a professional assessment of the likelihood and impact of the identified risk factors and represents a reasonable range in light of prevailing operational and market conditions.

2. IN RELATION TO THE FRAMEWORK AGREEMENT WITH ZHESHANG DEVELOPMENT

The Group conducts securities business through Zheshang Securities Co., Ltd. ("**Zheshang Securities**"). Among others, Zheshang Futures, a subsidiary of Zheshang Securities, has entered into a framework agreement with Zheshang Development to provide OTC derivatives risk management services to Zheshang Development and its relevant subsidiaries. The connected transactions contemplated under this Framework Agreement are consistent with all other connected transactions of the Group and comply with the requirements under the applicable Listing Rules.

(i) the detailed pricing policy for OTC derivatives trading under the Framework Agreement with Zheshang Development

The pricing policy for OTC derivatives trading applies to all counterparties, including Zheshang Development and its relevant subsidiaries under Framework Agreement with Zheshang Development, and is designed to achieve prices and terms that reflect prevailing market conditions without preferential treatment to Zheshang Development and its relevant subsidiaries.

Trading in commodity derivatives occurs either on exchanges or in the OTC market. Exchange trading offers centralized liquidity and standardized contracts, whereas the OTC market provides the flexibility to tailor contract terms, such as size, grade, location, and delivery provisions, to align with specific hedging or trading needs across a broad range of physical commodity markets.

In the OTC derivatives market, the trading process typically proceeds as follows. A client initiates a transaction by soliciting quotes from dealers who are qualified licensed institutions active in the market, such as Zheshang Futures and its relevant subsidiaries. Dealers retain full discretion over whether to respond and provide a quotation. Where a dealer elects to participate, it will provide an initial fee quotation informed by observable

market data, including contemporaneous on-exchange prices for the same or closely correlated underlying commodities, the dealer's own positions and inventory in the relevant commodity, and composite market quotes. Clients may receive multiple quotations from different dealers and compare them. If there is a meeting of the minds on key commercial points, the parties will then negotiate definitive terms of the transaction, including price, quantity, maturity, and other bespoke provisions. Final prices may be adjusted to reflect basis differences, such as grade, location, delivery terms, and similar factors. Quotations provided by Zheshang Futures and its relevant subsidiaries to Zheshang Development and its relevant subsidiaries follow the same procedures used for all OTC derivatives. Any deviations from on exchange prices for particular underlying commodities are applied consistently to quotations for Zheshang Development and its relevant subsidiaries and to all other clients. The quotations to Zheshang Development and its relevant subsidiaries are no more favourable than those offered by Zheshang Futures and its relevant subsidiaries to independent third parties. Upon agreement of the parties, the OTC derivatives trading will be executed.

(ii) internal control procedures for OTC derivatives trading under the Framework Agreement with Zheshang Development

OTC derivatives transactions are primarily conducted by Zhejiang Zheqi Industrial Co., Ltd. ("**Zhejiang Zheqi**"), a wholly-owned subsidiary of Zheshang Futures. Zheshang Zheqi maintains a comprehensive internal control system for its OTC derivatives business based on its internal regulation, in particular, the Measures for the Administration of OTC Derivatives Transactions (《場外衍生品業務交易管理辦法》). The system is structured around clear governance, segregation of duties, independent validation, real-time supervision, and disciplined ex post review. These controls are designed to ensure that OTC derivative transactions to be conducted under the Framework Agreement with Zheshang Development, are executed on terms without preferential treatment compared to those offered to independent third parties and are consistent with market practice and arm's-length standards.

Specifically, internal control procedures include the following:

- Pricing and valuation models are maintained on a periodic basis under a formal model governance framework. The OTC Derivatives Department maintains an internal library of models for OTC products to standardize valuation methodologies and processes. This library specifies the underlying assumptions, parameters, data sources, and measurement procedures and subjects them to prudent assessment and periodic testing. Risk management personnel independently and regularly review model effectiveness and the reasonableness of model parameters to confirm ongoing fitness for purpose and alignment with observed market behavior.

- When providing request-for-quote services for opening or closing positions to meet client demand, the OTC Derivatives Department first confirms all relevant structural terms with the client and then prices the transaction using an approved model from the internal model library. Prior to quoting, the department assesses, among other factors, the liquidity of the contract, exchange position limits, potential market impact, applicable risk limits, and current position sizes. Quotations are issued prudently in light of these assessments, with a view to ensuring fair, transparent, and appropriately risk-adjusted pricing.

- Before market open each trading day, traders submit a baseline one-month at-the-money volatility for each relevant underlying commodity. For every OTC option recorded in the system during the day, the trader inputs the specific quoted volatility used for that trade. The system retains an verifiable record of these inputs, enabling supervisory personnel to perform subsequent reviews and trace pricing decisions to the contemporaneous market and model settings in effect at the time of execution.

- Recognizing that exchange-published implied volatilities may be constrained by underlying liquidity, tenor mismatches, or structural differences, such as exotic features or non-standard exercise styles, and may therefore be unsuitable for direct application to complex OTC products, the company permits traders to determine pricing volatilities by reference to a combination of calibrated sources. These include: (i) comparable OTC market quotes from peers or market makers, including implied volatilities obtained through direct counterparty inquiries; (ii) calibrated historical volatilities, typically computed on rolling 30-day, 60-day, or longer windows, with consideration of volatility clustering and mean-reversion characteristics; and (iii) implied volatility surfaces of actively traded on-exchange contracts, used as an supplemental reference only where tenor, strike, structure are consistent and underlying assets are highly comparable.

On behalf of the Board
Zhejiang Expressway Co., Ltd.
YUAN Yingjie
Chairman

Hangzhou, the PRC, March 2, 2026

As at the date of this announcement, the Chairman of the Company is Mr. YUAN Yingjie; the executive Director of the Company is Mr. LI Wei; the other non-executive Directors of the Company are: Mr. ZHAO Xilong, Mr. FAN Ye and Mr. HUANG Jianzhang; and the independent non-executive Directors of the Company are: Mr. PEI Ker-Wei, Ms. LEE Wai Tsang, Rosa and Mr. YU Mingyuan.