Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.

SANY HEAVY INDUSTRY CO., LTD.
三一重工股份有限公司
(A joint stock company incorporated in the People's Republic of China with limited liability)
(Stock Code: 6031)

INSIDE INFORMATION
PROPOSED ESTABLISHMENT OF SPECIAL PURPOSE PLAN AND ISSUANCE OF ASSET-BACKED SECURITIES BY A SUBSIDIARY OF THE COMPANY

This announcement is made by SANY Heavy Industry Co., Ltd. (the "**Company**") pursuant to Rule 13.09(2) of the Listing Rules and the Inside Information Provisions (as defined under the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

PROPOSED ESTABLISHMENT AND ISSUANCE OF ABS BY SANY FINANCIAL LEASING

Introduction

On March 30, 2026, the board ("**Board**") of directors ("**Directors**") of the Company has resolved that SANY Financial Leasing Co., Ltd. (三一融資租賃有限公司) ("**SANY Financial Leasing**"), a subsidiary of the Company, intends to establish an asset-backed special purpose plan ("**Special Purpose Plan**") and apply for the registration and issuance of financing lease asset-backed securities ("**ABS**") in an aggregate amount not exceeding RMB9 billion (the "**Proposed Issuance of ABS**"). Under the Special Purpose Plan, it is proposed that SANY Financial Leasing will use the financing lease receivables and their ancillary security interests arising in the course of its operations as the underlying assets. The shelf issuance size of the Special Purpose Plan shall not exceed RMB9 billion, which may be issued in one or multiple tranches. The ABS to be issued shall be divided into senior ABS and subordinated ABS, and may be issued on a revolving or non-revolving basis. The specific details shall be subject to the Special Purpose Plan to be established. Further, it is contemplated that SANY Group Co., Ltd. (三一集團有限公司) ("**SANY Group**"), the controlling shareholder of the Company, may subscribe for all subordinated ABS with cumulative subscription amount not exceeding RMB1 billion in connection with the Proposed Issuance of the ABS. The Company intends to act as the liquidity deficiency payment obligor who will undertake to make up the shortfall in the event that the funds in the Special Purpose Plan account are insufficient to pay the applicable taxes and fees payable by the Special Purpose Plan, the expected yield on senior ABS.

Key terms of this Special Purpose Plan are proposed as follows:

Originator/Asset Servicer	SANY Financial Leasing (the "**Originator**" and/or the "**Asset Servicer**")
Liquidity Deficiency Payment Obligor	The Company (the "**Liquidity Deficiency Payment Obligor**")
Underlying Assets	The rental receivables and other rights under financing lease contracts, together with their ancillary security interests, that are transferred by SANY Financial Leasing as the Originator to the Special Purpose Plan on the establishment date of the Special Purpose Plan, which meet the eligibility criteria and were formed and are held by the Originator in the course of its operations.
Issuance Size	The anticipated shelf registration quota shall not exceed RMB9 billion (of which the registration quota for revolving ABS is RMB1 billion), to be issued in tranches within two years; the subordinated proportion shall be no less than 5%.
Issuance Interest Rate	The specific coupon rate shall be determined based on the guidance pricing and market conditions at the time of issuance.
Credit Enhancement Measures	The Company, as the Liquidity Deficiency Payment Obligor, undertakes to make up the shortfall in the event that the funds in the Special Purpose Plan account are insufficient to pay the applicable taxes and fees payable by the Special Purpose Plan, the expected yield on senior ABS and the principal payable.
Issuance Mode	Depending on the term of the senior ABS corresponding to each tranche of the Special Purpose Plan, each tranche of the Special Purpose Plan may be issued with ABS on a revolving or non-revolving basis.

Transaction Structure

The managers of the Special Purpose Plan ("**Plan Managers**") shall raise funds by establishing the Special Purpose Plan and issuing ABS to qualified investors, and the funds raised by the Special Purpose Plan shall be used to purchase the underlying assets from SANY Financial Leasing.

During the subsistence of the Special Purpose Plan, the cash flows generated by the underlying assets shall be credited to the Special Purpose Plan account in accordance with the agreed arrangements, and shall be distributed by the Special Purpose Plan Custodian in accordance with the distribution instructions of the Plan Managers. During the subsistence of the Special Purpose Plan, if the distributable funds in the Special Purpose Plan account are insufficient to pay the applicable taxes and fees payable by the Special Purpose Plan, the expected yield on ABS, and the principal payable, the Company, as the Liquidity Deficiency Payment Obligor, shall undertake to make up the shortfall.

The specific transaction structure is proposed as follows:

1. Subscribers shall enter into a Subscription Agreement with the Plan Managers, deliver subscription funds, and thereby acquire the ABS, becoming holders of ABS.

2. SANY Financial Leasing, as the Originator, shall enter into an underlying asset sale and purchase agreement with the Plan Managers, transferring the underlying assets to the Plan Managers (on behalf of the Special Purpose Plan), and the Plan Managers shall use the subscription funds raised under the Special Purpose Plan to purchase the underlying assets from the Originator.

3. SANY Financial Leasing, as the Asset Servicer, shall enter into a Service Agreement with the Plan Managers, and provide management services and other services in connection with the underlying assets and their recovery and disposal for the benefit of the Special Purpose Plan.

4. The Special Purpose Plan may, depending on actual circumstances, incorporate or dispense with a fund supervision arrangement. Where a funds supervision arrangement is established, SANY Financial Leasing, as the Originator and Asset Servicer, shall enter into a Supervision Agreement with the Plan Managers and the supervising bank, pursuant to which the supervising bank shall supervise the dedicated account opened by SANY Financial Leasing for the collection of recovery proceeds from the underlying assets.

5. The Special Purpose Plan shall incorporate a senior/subordinated waterfall mechanism, pursuant to which SANY Group shall subscribe for all subordinated ABS. The size, term, issuance mode, and other relevant elements of the senior ABS and subordinated ABS may be adjusted in accordance with regulatory requirements or market demand.

6. The Company, as the Liquidity Deficiency Payment Obligor, shall issue a Liquidity Deficiency Payment Commitment Letter, undertaking to make up the shortfall in the event that the funds in the Special Purpose Plan account are insufficient to pay the applicable taxes and fees payable by the Special Purpose Plan, the expected yield on senior ABS, and the principal payable.

INFORMATION ON THE PLAN MANAGERS OF THE SPECIAL PURPOSE PLAN

(i) CITIC Securities Co., Ltd.

Chinese name	中信証券股份有限公司
English name	CITIC Securities Co., Ltd.
Legal Representative	Zhang Youjun (張佑君)
Date of Establishment	October 25, 1995
Registered Capital	RMB14,820,546,829
Unified Social Credit Code	914403001017814402

Office Address	North Tower, Excellence Times Plaza (Phase II), No. 8 Zhongxin Third Road, Futian District, Shenzhen, Guangdong Province
Business Scope:	Securities brokerage (restricted to regions outside Shandong Province, Henan Province, Tiantai County of Zhejiang Province, and Cangnan County of Zhejiang Province); securities investment advisory; financial advisory related to securities trading and securities investment activities; securities underwriting and sponsorship; proprietary securities trading; securities asset management (including domestic entrusted investment management of the National Social Security Fund, securities investment management of basic pension insurance funds, investment management of enterprise annuity funds, and investment management of occupational pension funds); margin financing and securities lending; distribution of securities investment funds; introducing brokerage for futures companies; distribution of financial products; market-making in stock options; market-making in listed securities. (Items subject to approval by law shall be operated only after obtaining approval from the relevant authorities; specific business items shall be subject to the approval documents or licences issued by the relevant authorities.)

(ii) Huatai Securities (Shanghai) Asset Management Co., Ltd.

Chinese name	華泰證券(上海)資產管理有限公司
English name	Huatai Securities (Shanghai) Asset Management Co., Ltd.
Legal Representative	Jiang Xiaoyang (江曉陽)
Date of Establishment	October 16, 2014
Registered Capital	RMB26,000,000,000
Unified Social Credit Code	91310000312590222J
Office Address	21/F, Tower E, Poly Plaza, No. 18 Dongfang Road, Pudong New Area, Shanghai
Business Scope:	Securities asset management business; public securities investment fund management business. (Items subject to approval by law shall be operated only after obtaining approval from the relevant authorities.)

(iii) China International Capital Corporation Limited

Chinese name	中國國際金融股份有限公司
English name	China International Capital Corporation Limited
Legal Representative	Chen Liang (陳亮)
Date of Establishment	July 31, 1995
Registered Capital	RMB4,827,256,868
Unified Social Credit Code	91110000625909986U
Office Address	27/F and 28/F, Tower 2, China World Trade Centre, No. 1 Jianguomenwai Avenue, Chaoyang District, Beijing
Business Scope:	Licensed items: securities business; foreign exchange business; public securities investment fund distribution; introducing brokerage by securities companies for futures companies; securities investment fund custody. (Items subject to approval by law shall be operated only after obtaining approval from the relevant authorities; specific business items shall be subject to the approval documents or licences issued by the relevant authorities.) (Business activities prohibited or restricted by national and municipal industrial policies are not permitted.)

(iv) Ping An Securities Company, Limited

Chinese name	平安證券股份有限公司
English name	Ping An Securities Company, Limited
Legal Representative	He Zhijiang (何之江)
Date of Establishment	July 18, 1996
Registered Capital	RMB13,800,000,000
Unified Social Credit Code	914403001000234534
Office Address	Floors 22-25, Tower B, Ping An Finance Centre, No. 5023 Yitian Road, Futian Sub-district, Futian District, Shenzhen

Business Scope:	Securities brokerage; securities investment advisory; financial advisory related to securities trading and securities investment activities; securities underwriting and sponsorship; proprietary securities trading; securities asset management; distribution of securities investment funds; introducing brokerage for futures companies; margin financing and securities lending; distribution of financial products; other businesses approved or authorized by the China Securities Regulatory Commission.

IMPLICATIONS OF THE TRANSACTION

SANY Financial Leasing, a subsidiary of the Company, intends to establish the Special Purpose Plan and issue ABS; the Company intends to act as the Liquidity Deficiency Payment Obligor who will undertake to make up the shortfall in the event that the funds in the Special Purpose Plan account are insufficient to pay the applicable taxes and fees payable by the Special Purpose Plan, the expected yield on senior ABS and the principal payable; and SANY Group, the controlling shareholder of the Company, intends to purchase all subordinated ABS issued under the Special Purpose Plan with cumulative subscription amount not exceeding RMB1 billion) Pursuant to the Stock Listing Rules of the Shanghai Stock Exchange and the Articles of Association of the Company, SANY Group is a connected legal person of the Company and this transaction constitutes a connected transaction. This matter shall be submitted to the general meeting of shareholders of the Company ("**Shareholders**") for consideration.

This transaction does not constitute a major asset restructuring as defined under the Administrative Measures for Material Asset Restructuring of Listed Companies, and there are no material legal impediments.

As of the date of this announcement, as SANY Group is a controlling shareholder of the Company holding approximately 31.04% in the total issued shares of the Company, SANY Group is a connected person of the Company as defined under the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "**Hong Kong Listing Rules**"). **As at the date of this announcement, the definitive transaction documentation for the establishment of the Special Purpose Plan and the Proposed Issuance of ABS had not been executed and the terms and conditions of the Special Purpose Plan and the Proposed Issuance of ABS had not been finalized. The Company will comply with the requirements under Chapter 14 and/or Chapter 14A of the Hong Kong Listing Rules as and when appropriate.**

INFORMATION OF THE ISSUER AND CONNECTED PERSON IN CONNECTION WITH THE SPECIAL PURPOSE PLAN

Basic Information of the Issuer, SANY Financial Leasing

Company Name	SANY Financial Leasing Co., Ltd. (三一融資租賃有限公司)
Unified Social Credit Code	91310115MA1K3HXC8Y
Company Type	Limited liability company (invested or controlled by investors from Hong Kong, Macao, or Taiwan; non-wholly owned)
Date of Establishment	October 27, 2016
Legal Representative	Huang Jianlong (黃建龍)
Registered Capital	RMB1,006,837,250
Registered Address	Floor 2, Building 4, No. 1831 Xinyang Road, Lingang New Area, China (Shanghai) Pilot Free Trade Zone
Business Scope	Financing lease business; leasing business; purchase of lease assets domestically and overseas; residual value handling and maintenance of lease assets; leasing transaction advisory and guarantee; commercial factoring business related to the principal business. Items subject to approval by law shall be operated only after obtaining approval from the relevant authorities.
Shareholding Structure	As at the date of this announcement, SANY Financial Leasing was held by the Company as to 94.86% and by Teneras Limited as to 5.14%.

As at December 31, 2024, based on the audited financial statements of SANY Financial Leasing, its total assets were RMB5,826,612,000, the net assets were RMB1,534,164,800, the operating revenue for 2024 was RMB342,802,100, and the net profit was RMB195,340,700.

As at September 30, 2025, based on the unaudited financial statements of SANY Financial Leasing, its total assets were RMB5,030,113,100, the net assets were RMB1,685,722,500, the operating revenue for the first three quarters of 2025 was RMB234,901,300, and the net profit was RMB151,549,000.

Basic Information of the Connected Person, SANY Group

Company Name	SANY Group Co., Ltd. (三一集團有限公司)
Unified Social Credit Code	91430000722592271H
Company Type	Limited liability company (invested or controlled by natural persons)
Date of Establishment	October 18, 2000

Legal Representative	Tang Xiuguo (唐修國)
Registered Capital	RMB322,880,000
Domicile	3/F, SANY Administrative Centre, SANY Industrial City, SANY Road, Changsha Economic and Technological Development Zone
Business Scope	Investment in high-technology industries, automotive manufacturing, culture and education, new energy, and the internet industry using proprietary lawful assets (not permitted to engage in equity investment, debt investment, short-term financial investment, entrusted asset management directed at specific counterparties, or other financial activities; not permitted to engage in deposit-taking, fund-raising, entrusted lending, bill issuance, loan extension, or other national financial regulatory and fiscal credit activities); research and development, manufacturing, sales, leasing, maintenance, and import and export of machinery, equipment, and their components; acquisition, maintenance, leasing, and sales of second-hand equipment and other machinery and equipment; research and development, production, sales, technology promotion, and transfer of construction and decoration materials, new road and bridge materials, gypsum, cement products and similar products, recycled construction materials, and new materials; technology promotion and transfer; building demolition (excluding blasting operations); architectural design; general contracting for building construction projects, municipal utility projects, urban infrastructure, civil engineering, railway, road, tunnel, and bridge construction; research, development, manufacturing, and sales of building industrialization equipment and prefabricated building components; construction big data platform construction and services; production and sales of speed reducers, electrical machinery and apparatus (including explosion-proof types), electric motors, transformers, electrical drive systems and related equipment, electromechanical equipment, master control, pitch, converter control cabinets, and refrigeration cabinets; production and sales of professional petroleum drilling equipment, intelligent equipment, petroleum fracturing complete sets of equipment, and petrochemical equipment; software and technology research and development and transfer; technology, information, and certification consulting services; real estate development and operation; property management; industrial park development and operation; enterprise management services; accommodation and catering services; performance brokerage; online performance operating activities; operation of value-added telecommunications services; information services under Class II value-added telecommunications services; and radio and television program production. (Items subject to approval by law shall be operated only after obtaining approval from the relevant authorities.)
Ultimate Controller	Mr. Liang Wengen

As at December 31, 2024, based on the audited financial statements of SANY Group, its total assets were RMB241,009,399,000, net assets were RMB90,355,431,000, operating revenue for 2024 was RMB102,309,087,000, and net profit was RMB6,529,686,000.

As at September 30, 2025, based on the unaudited financial statements of SANY Group, its total assets were RMB247,033,187,000, net assets were RMB94,588,065,000, operating revenue for the first three quarters of 2025 was RMB84,343,179,000, and net profit was RMB9,316,533,000.

REASONS FOR THE TRANSACTION AND ITS IMPACTS ON THE COMPANY

The Company's provision of liquidity deficiency payment support for the asset securitization products registered for issuance by SANY Financial Leasing, and the purchase of subordinated ABS by the controlling shareholder SANY Group are primarily intended to meet the business development needs of SANY Financial Leasing, and are conducive to broadening SANY Financial Leasing's financing channels, revitalizing existing assets, improving the efficiency of the Company's use of funds, and are in the overall interest of the listed company.

APPROVAL PROCEDURES FOR THE TRANSACTION

On March 27, 2026, the Company convened the first extraordinary meeting of independent Directors for 2026, at which the proposal regarding the establishment by the controlling subsidiary, SANY Financial Leasing Co., Ltd., of and application for the issuance of ABS and connected transaction (《關於控股子公司三一融資租賃有限公司設立並申請發行資產支持證券(ABS)暨關聯交易的議案》) was considered and approved, and was subsequently submitted to the Board for consideration. On March 30, 2026, the 8th meeting of the 9th session of the Board of the Company considered and approved the proposal regarding the establishment by the controlling subsidiary, SANY Financial Leasing Co., Ltd., of and application for the issuance of ABS and connected transaction (《關於控股子公司三一融資租賃有限公司設立並申請發行資產支持證券(ABS)暨關聯交易的議案》). Interested directors abstained from voting at the Board meeting, and this matter is subject to submission to the general meeting of Shareholders for consideration.

Authorization

The Board requests that the general meeting of shareholders authorize the Board to handle all matters relating to the establishment, issuance and subsistence of the Special Purpose Plan (including the shelf phase and each tranche under the shelf quota; the same below), and agrees that the Board authorize the Chairman of the Company to handle all matters relating to the establishment and issuance of the Special Purpose Plan, including but not limited to:

1. Approving SANY Financial Leasing's registration of the asset securitization products.

2. Approving the Company to act as the Liquidity Deficiency Payment Obligor for this asset securitization product.

3. Requesting the general meeting of shareholders to authorize the Chairman or a person authorized by the Chairman to, within the issuance plan for the Special Purpose Plan formulated in accordance with applicable national laws and regulations, relevant securities regulatory requirements and the Company's internal resolutions, and based on the actual circumstances of the Company and the market conditions, have full authority to decide and handle all matters relating to the issuance of the asset securitization products, including but not limited to deciding on the Company's provision of liquidity deficiency payment support as the Liquidity Deficiency Payment Obligor for the Special Purpose Plan, and specifically determining the place of issuance, number of tranches, issuance quota per tranche, issuance mode, issuance timing, size, interest rate and all other related matters.

4. Signing necessary documents as required, engaging relevant intermediary institutions including but not limited to the Plan Managers, sales agencies, rating agencies, accounting firms and law firms, handling necessary procedures, and taking other necessary related actions.

This authorization shall remain in effect from the date of approval by the general meeting of Shareholders until the completion of all matters referred to in the above authorization.

As at the date of this announcement, the Special Purpose Plan had not been established subject to the approval by the Shareholders, and the Proposed Issuance of ABS and transactions contemplated thereunder may or may not proceed. The Company will make further announcement(s) in relation to the Special Purpose Plan and the Proposed Issuance of ABS pursuant to the Hong Kong Listing Rules as and when appropriate and necessary. Accordingly, Shareholders and potential investors are advised to exercise caution when dealing in the securities of the Company.

By order of the Board
SANY Heavy Industry Co., Ltd.
XIANG Wenbo
Executive Director and Chairman of the Board

Hong Kong, March 30, 2026

As at the date of this announcement, the Board comprises: (i) Mr. XIANG Wenbo and Mr. YU Hongfu as executive directors; (ii) Mr. LIANG Wengen, Mr. LIANG Zaizhong and Mr. LIU Daojun as non-executive directors and (iii) Mr. WU Zhongxin, Ms. XI Qing and Mr. LAM Yuk Kun Lawrence as independent non-executive directors.