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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 TRANSACTION – ACQUISITION OF THE ENTIRE EQUITY INTEREST IN THE TARGET COMPANY; AND CONTINUING CONNECTED TRANSACTIONS PURSUANT TO RULE 14A.60(1) OF THE LISTING RULES

THE ACQUISITION

The Board is pleased to announce that, pursuant to the COSCO SHIPPING Investment Dalian Equity Transfer Agreement, COSCO SHIPPING (as the Vendor) has agreed to dispose of, and Dalian COSCO Energy (a wholly-owned subsidiary of the Company, as the Purchaser) has agreed to acquire, the entire equity interests in COSCO SHIPPING Investment Dalian, 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 COSCO SHIPPING Investment Dalian Equity Transfer Agreement during the Transition Period.

The consideration for the entire equity interest in COSCO SHIPPING Investment Dalian is approximately RMB1,585 million, and all consideration shall be payable by Dalian COSCO Energy to COSCO SHIPPING by way of bank transfer within 20 working days from the completion date of the COSCO SHIPPING Investment Dalian Equity Transfer Agreement. The consideration was determined after arm's length negotiations between the parties with reference to the appraisal value of COSCO SHIPPING Investment Dalian by Shanghai Orient, an independent valuer.

* *For identification purposes only*

According to the valuation report issued by Shanghai Orient, the appraisal value of the entire shareholders' equity interest in COSCO SHIPPING Investment Dalian as at the Valuation Benchmark Date was RMB1,585.3140 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 COSCO SHIPPING Investment Dalian was determined based on the asset-based approach in accordance with the PRC laws and regulations.

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 (a wholly-owned subsidiary of COSCO SHIPPING). Therefore, COSCO SHIPPING and its associates 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. 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 Previous Acquisition and the Proposed Acquisition were entered into by the Group with parties who are connected with one another and therefore, the Previous Acquisition and the Proposed Acquisition should be aggregated. As it is expected that one or more applicable percentage ratios calculated in accordance with the Hong Kong Listing Rules in respect of the Proposed Acquisition (upon aggregation with the Previous Acquisition) will exceed 5% but are all less than 25%, the Proposed Acquisition constitutes a discloseable and connected transaction of the Company and is subject to the notification and announcement requirements under Chapter 14, as well as the announcement, Independent Shareholders' approval, circular and annual reporting requirements under Chapter 14A of the Hong Kong Listing Rules.

A general meeting will be convened for the purpose of considering, and if thought fit, approving the Proposed Acquisition. COSCO SHIPPING and its associates are required to abstain from voting on the resolution approving the Proposed Acquisition at the general meeting.

As the Company requires additional time to prepare and finalise the information to be included in the circular, it is currently expected that a circular containing, among other things, details of the Proposed Acquisition, a letter from the Independent Board Committee to the Independent Shareholders with its recommendation, a letter of advice from the independent financial adviser to the Independent Board Committee and the Independent Shareholders, and a notice convening the general meeting, will be despatched to the Shareholders on or before 4 June 2026.

CONTINUING CONNECTED TRANSACTIONS PURSUANT TO RULE 14A.60(1) OF THE LISTING RULES

It is expected that upon completion, the Company (through its direct and wholly-owned subsidiary) will come to hold 100% equity interest in COSCO SHIPPING Investment Dalian, and accordingly, COSCO SHIPPING Investment Dalian and its subsidiaries will become a subsidiary of the Company respectively.

Prior to completion, COSCO SHIPPING Investment Dalian and its subsidiary Dalian COSCO Energy Storage has entered into certain agreements with fixed periods and fixed terms based on actual operational needs with the respective Parties to the Existing Agreements (being subsidiaries and/or associates of COSCO SHIPPING). Pursuant to Chapter 14A of the Listing Rules, it is expected that the Existing Agreements will constitute continuing connected transactions of the Group upon completion.

Pursuant to Rule 14A.60(1) of the Listing Rules, the Company is required to comply with the annual review and disclosure requirements under Chapter 14A of the Listing Rules, including the publication of an announcement and annual reporting in respect of the continuing connected transactions under the Existing Agreements. The Company will further comply with all applicable reporting, disclosure and, if applicable, Independent Shareholders' approval requirements under Chapter 14A of the Listing Rules upon any variation or renewal of the Existing Agreements.

I. INTRODUCTION

The Board is pleased to announce that Dalian COSCO Energy (a wholly-owned subsidiary of the Company) and COSCO SHIPPING (a connected person of the Company) proposed to enter into the COSCO SHIPPING Investment Dalian Equity Transfer Agreement, pursuant to which COSCO SHIPPING has agreed to dispose of, and Dalian COSCO Energy has agreed to acquire the entire equity interest in COSCO SHIPPING Investment Dalian at the consideration of approximately RMB1,585 million.

II. PROPOSED ACQUISITION

(1) COSCO SHIPPING Investment Dalian Equity Transfer Agreement

The principle terms of the COSCO SHIPPING Investment Dalian Equity Transfer Agreement are set out below:

Parties

(1) COSCO SHIPPING (as transferor); and

(2) Dalian COSCO Energy (as transferee).

Subject matter

Pursuant to the COSCO SHIPPING Investment Dalian Equity Transfer Agreement, COSCO SHIPPING agreed to dispose of, and Dalian COSCO Energy agreed to acquire 100% of the equity interest in COSCO SHIPPING Investment Dalian, subject to the terms and conditions thereof. Dalian COSCO Energy shall be entitled to or bear the profit or loss of the equity interest to be transferred pursuant to the COSCO SHIPPING Investment Dalian Equity Transfer Agreement during the Transition Period.

Consideration and payment terms

Pursuant to the COSCO SHIPPING Investment Dalian Equity Transfer Agreement, the consideration for 100% of the equity interest in COSCO SHIPPING Investment Dalian is approximately RMB1,585 million, and all consideration shall be payable in cash by Dalian COSCO Energy to COSCO SHIPPING by way of bank transfer within 20 working days from the completion date of the COSCO SHIPPING Investment Dalian Equity Transfer Agreement.

The consideration was determined after arm's length negotiations between the parties with reference to the appraised value of COSCO SHIPPING Investment Dalian by Shanghai Orient, an independent valuer. According to the valuation report issued by Shanghai Orient, the appraised value of the entire shareholders' equity interest in COSCO SHIPPING Investment Dalian as at the Valuation Benchmark Date was RMB1,585.3140 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 interest in the Target Company 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 externally and approximately 40% will be funded by internal resources.

COSCO SHIPPING Investment Dalian

Shanghai Orient has adopted the asset-based approach to value the entire shareholders' equity interest in COSCO SHIPPING Investment Dalian as at the Valuation Benchmark Date.

COSCO SHIPPING Investment Dalian is positioned as a management platform company. Its main revenue is derived from leasing office buildings to related parties within the COSCO SHIPPING Group and leasing warehousing land to its 60%-controlled subsidiary, Dalian COSCO Energy Storage. Considering that a platform company typically does not have the ability to independently operate and generate cash flow and its function of value creation is already reflected in its subordinate operating entities, the prerequisite of independent profitability and quantifiable future earnings for adopting the income approach is not fulfilled, and therefore, the income approach has not been adopted.

There are very few listed companies that are comparable with COSCO SHIPPING Investment Dalian; and there are fewer equity transactions in the recent property rights trading market with similar industry characteristics and business model, or even if there are a few cases, the data on the background of the relevant transactions and the operational and financial data of the transaction cases cannot be obtained from public channels. Due to the insufficiency of the information available, the basic conditions allowing the adoption of the market approach are absent.

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 category

   Monetary funds consist of bank deposits. For RMB bank deposits, the verified amount is used as the appraisal value.

2. Trade receivables category

   Receivables mainly include trade receivables and other receivables. After the verification of the receivables, the appraised value of each receivable shall be determined according to the amount that is likely to be recovered after deducting the assessment risk losses.

3. Other current assets

   They mainly refer to the value-added tax input tax to be deducted of the enterprise. The appraisal value is determined based on the verified book value.

4. Long-term equity investment

   For the long-term equity investments in wholly-owned and controlled enterprises, the overall asset appraisal shall be carried out in accordance with the relevant industry standards, and the appraised value of each long-term equity investment shall be calculated separately based on the shareholding percentage in the investee after valuation through adopting appropriate valuation approach.

5. Real estate

   The valuation approach shall be selected by analyzing three basic approaches for asset valuation, namely market approach, income approach and cost approach, as well as the application of derivative approaches such as hypothetical development approach and land base price correction approach based on the valuation purpose, the appraised object, value category and data collection.

(i) Investment properties, fixed assets – buildings:

The market approach and the income approach were adopted in the valuation for the investment property (office buildings), as a large number of comparable cases were available in the surrounding area, and such approaches can objectively reflect the market value, whereas the cost approach would not truly reflect the market value of the appraised object. Meanwhile, the appraised object is the completed office property without future redevelopment plans, therefore, the hypothetical development approach is not applicable.

The cost approach was adopted in the building used for storage, as the building is a self-use factory and a project specially constructed for individual user and the replacement cost can essentially reflect the market value of the building. There were few transactions of the same kind in the surrounding area and the land use rights with respect to the appraised object have been separately valued under the intangible assets category. The building is a self-use factory of the enterprise without future redevelopment plans, and therefore, the market approach and hypothetical development approach are not applicable. Furthermore, as rental data for such hazardous materials warehouses is scarce in the relevant leasing market, the income approach is not applicable in the valuation.

The Cost approach

It is an asset appraisal approach that seeks to estimate the value of an asset by identifying the cost of replacing in a brand new state the appraised assets in their present conditions, less the physical depreciation, functional depreciation and economic depreciation of the asset.

Basic calculation formula: Full price for replacement × Integrated newness rate

1. Determination of full price for replacement

   The formula is: Full price for replacement = Construction and installation project cost + Prepaid investment + Capital cost – Deductible value-added tax

2. Determination of newness rate:

The newness rate is determined by adopting the weighted average of the newness rate under service life approach and the newness rate under technical scoring approach.

(1) In respect of high-value, significant (structures) buildings, it is determined using a combination of surveyed newness rate and the theoretical newness rate. The calculation formula is: Integrated newness rate = Newness rate under technical scoring approach × 60% + Theoretical newness rate × 40%

Where:

(A) Theoretical newness rate = Remaining service life ÷ (Remaining service life + Used life) ×100%

(B) Newness rate under technical scoring approach = (Score of structure × Score correction factor + Score of decoration × Score correction factor + Score of equipment × Score correction factor) ÷ 100 × 100%

(C) Newness rate = (Newness rate under the service life approach × Weighted coefficient + Newness rate under technical scoring approach × Weighted coefficient) ÷ Total weighted coefficient

(2) In respect of (structures) buildings with relatively simple structure, the newness rates are determined using the service life approach with corrections according to the specific circumstances. Its formula: Newness rate = Remaining service life ÷ (Remaining service life + Used life) × 100%

The Market approach

The market approach is an approach that calculates the value of the appraised object by comparing it with similar properties that have recent transactions as at the Valuation Benchmark Date, and making appropriate adjustments to the transaction prices of these similar properties.

Basic calculation formula:

Price of the appraised object = Comparable example transaction price × Transaction condition adjustment coefficient × Transaction date adjustment coefficient × Real estate condition adjustment coefficient

The income approach

The income approach uses an appropriate discount rate to discount the expected normal annual earnings of the appraised object, namely the real estate, for each period in the future to the present value at the time of appraisal, and obtains the value of the appraised object, namely the real estate, by the summing such present value.

Basic calculation formula:

The formula for the income approach:

P = Sum of the present value of income in each period during the future income period

$$= \sum_{i-1}^{n} \frac{Fi}{(1+r)^i}$$

Where: P – Valuation results (discounted value)

r – Selected discount rate

n – Number of income periods

Fi – Expected annual earnings for the future income period

(i) Intangible assets – land use rights:

In accordance with the purpose of the valuation and the characteristics and actual conditions of the appraised object, the valuation of the land use right is conducted using the benchmark land price approach.

As there are few cases of similar land leasing in the area where the land parcel to be appraised is located, it is unable to reasonably determine the annual net income of the land parcel to be appraised, therefore, the income approach is not adopted for the valuation. The land parcel to be appraised is for warehousing purpose, and the similar real estate in this area are mostly built for their own use, and it is difficult to determine the selling price of the real estate, therefore, the hypothetical development approach is not adopted for the valuation. As there are few cases of land expropriation in recent years in the area where the land parcel to be appraised is located, relevant land expropriation compensation standard and relevant tax standard are unavailable for the valuation, therefore, the cost approximation approach is not suitable for the valuation. As the market approach is mainly used for the area where the real estate is developed and there are sufficient instances of alternative land transactions, but there are few transaction cases in the area where the land parcel to be appraised is located, it is not suitable to adopt the market comparison approach for the valuation.

The benchmark land price approach

The benchmark land price is a standard land price formulated by the government and has a restraint and guiding effect on market transaction prices. The benchmark land price correction approach is a valuation approach to determine the fair market value of the appraised object by conducting coefficient correction for the appraised land based on the level and range relative to the benchmark land price, and regional and individual factors affecting the land price under different uses.

Basic calculation formula:

Appraised value of the land = Benchmark land price × (1+Date correction coefficient) × (1+Total factor correction coefficient) × Plot ratio correction coefficient × Useful life correction coefficient

6. Equipment assets

Based on an analysis of the characteristics, uses, and data collection status of the various types of equipment involved, the cost approach is primarily adopted for the valuation.

Replacement cost generally refers to the renewal replacement cost, which includes direct costs, indirect costs, capital costs, taxes and surcharges, and reasonable profits.

The basic calculation formula is:

Appraised Value = Replacement cost – Physical depreciation – Functional depreciation – Economic depreciation
= Replacement cost × Integrated newness rate

(i) Machinery equipment and other electronic equipment

1) Determination of replacement cost

The replacement cost of machinery equipment is composed of the acquisition price of the equipment, transportation and miscellaneous expenses, installation and commissioning costs, pre-project and other expenses, and capital costs.

The formula for calculating the full replacement cost is:

Full replacement cost of equipment (exclusive of VAT) = Acquisition price of the equipment (exclusive of VAT) + Transportation and miscellaneous expenses (exclusive of VAT) + Installation and commissioning costs (exclusive of VAT) + Pre-project and other expenses (exclusive of VAT) + Capital cost

(1) Determination of the acquisition price of the equipment: For large-scale key equipment, reference is made to market prices or contract prices of similar equipment; for small and medium-sized equipment, the price is determined through quotation information; for equipment without direct market quotation information, the price is primarily determined by reference to the prevailing market acquisition price of similar equipment.

(2) Determination of transportation and miscellaneous expenses, installation and commissioning costs, and pre-project and other expenses: Transportation and miscellaneous expenses and installation and commissioning costs are determined with reference to industry regulations, asset appraisal management, and relevant installation quotas. Pre-project and other expenses are determined based on the pricing documents issued by various national ministries and commissions that are effective as at the Valuation Benchmark Date.

(3) Determination of capital cost: Calculated based on the reasonable period for installation, commissioning, or acquisition and construction of the equipment, with reference to the Loan Prime Rate (LPR) for the same period published by the National Interbank Funding Center as at the Valuation Benchmark Date, and on the assumption that the investment during the reasonable period is an even input.

2) Determination of integrated newness rate

Calculation formula: Integrated newness rate = Theoretical newness rate × Adjustment coefficient K

Where: Theoretical newness rate = Remaining useful life ÷ (Used life + Remaining service life) × 100%

Adjustment coefficient $K = K_1 \times K_2 \times K_3 \times K_4 \times K_5$

Various adjustment coefficients are primarily determined after conducting on-site investigations and understanding of the original manufacturing quality of the equipment, the operating status and failure frequency of the equipment, maintenance (including major repairs, etc.), the utilization rate of the equipment, and the environmental conditions of the equipment.

For general simple equipment, the integrated newness rate is directly determined by the theoretical newness rate or observed values.

3) Determination of appraised value

Calculation formula: Appraised value = Full replacement cost × Integrated newness rate

(ii) Transportation vehicles

The market comparison approach is adopted, which is an appraisal method based on the principle of substitution that compares the appraisal object with similar vehicles that have recently been transacted. The transaction prices of these similar vehicles are then adjusted for transaction date, transaction conditions, individual factors, etc., to derive the value of the appraisal object.

Calculation formula:

Market value of vehicle = Tax-exclusive price of comparable transaction instance × Transaction date adjustment coefficient × Transaction condition adjustment coefficient × Individual factor adjustment coefficient

7. Construction in progress

The appraisers collected relevant approval documents for the construction projects, conducted on-site investigations of the physical progress of the projects, and understood the payment progress and the book value. The rationality of pre-project expenses and other expense outlays was verified. The construction and installation engineering costs were analyzed and estimated by comparing them with the settlement data submitted by project supervisors, as well as local prevailing budget quotas for construction costs, fee standards, and market prices of building materials as at the Valuation Benchmark Date. Furthermore, the cost of capital was calculated based on a reasonable construction period applied to the sum of pre-project expenses and engineering costs.

8. Other intangible assets (primarily computer application software)

The appraisal methods include the three basic methods of market approach, income approach, and cost approach, as well as their derivative methods.

Income approach: Based on the historical implementation and future application prospects of the intangible asset or similar intangible assets, and in conjunction with the operating conditions of the enterprise implementing or intending to implement the intangible asset, the expected earnings it can generate are estimated. The market value of the intangible asset is then derived by discounting these earnings using a discount rate consistent with the scope of the expected earnings.

Cost approach: The market value of the intangible asset is determined by calculating its reasonable cost, profit, and related taxes and fees to arrive at its replacement cost, and then accounting for depreciation factors.

Market approach: The market value of the intangible asset is determined by collecting transaction information such as market transaction prices, transaction times, and transaction conditions of comparable transaction cases of similar intangible assets, and making necessary adjustments to such transaction information.

Considering that the intangible assets recorded in the enterprise's accounts are all purchased software assets, the market inquiry method is adopted for this valuation. The appraised value is determined based on the tax-inclusive market quotations obtained, after excluding value-added tax.

9. Long-term prepaid expenses

Based on verifying the consistency of the subsidiary ledger, general ledger, and valuation declaration form, the appraisers randomly checked the relevant original accounting vouchers for items with large amounts or long durations, understood the basis for recognition and the amortization period, and randomly checked the relevant amortization vouchers. The appraisers reviewed the relevant contracts and the amortization process; after verification, the enterprise's amortization was found to be normal. Regarding the renovation expenses for investment properties, as they have already been appraised within the investment property section, the appraised value for such long-term prepaid expenses is zero. Other long-term prepaid expenses are appraised at their book value.

10. Liabilities

Liabilities mainly include current liabilities and non-current liabilities. Based on the verification and confirmation, the appraised value is determined by the debtor and the amount of liabilities that the appraised entity actually needs to bear after the economic activity for the appraisal purpose is implemented.

Main assumptions adopted in valuation

The main assumptions adopted in the valuation of COSCO SHIPPING Investment Dalian 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 make estimation in a simulated market according to the transaction conditions (among others) of assets to be appraised.

(2) Open market assumption. The open market assumption is a hypothesis regarding the market conditions the assets are intended to enter and the influence they will receive under such market conditions. An open market refers to a fully developed and perfect market condition, which is a competitive market with various voluntary buyers and sellers. In this market, both the buyers and sellers of a transaction are equal, and given the opportunity and time to acquire sufficient market information. The transactions between the buyers and sellers are conducted under voluntary, rational, non-compulsory, or unrestricted conditions.

(3) Going concern assumption. The going concern assumption of an enterprise refers to the assumption that, under the existing asset and resource conditions, the production and business operations of the appraised entity can legally continue on a going concern basis in its current state within the foreseeable future operating period, and its operating status will not undergo material adverse changes.

(4) In-use and continue-to-use assumption. The assumption of in-situ use refers to the assumption that the assets will continue to be used in accordance with their current purposes. It is first assumed that the assets within the scope of appraisal are in use, and secondly, it is assumed that they will continue to be used according to their current purposes and manners of use, without considering the conversion of asset purposes or the optimal utilization conditions.

Specific assumptions

(1) It is assumed that there will be no unforeseeable material adverse changes in the external economic environment, such as the country's current relevant laws, macro-economy, finance, and industrial policies, nor will there be any material impact caused by other force majeure or unforeseeable factors.

(2) It is assumed that the appraised entity and its assets will not be subject to any mortgages or guarantees in the future, and the valuation conclusion will not be affected by any additional prices that might be paid due to special transaction methods.

(3) It is assumed that there will be no significant changes in the socio-economic environment where the appraised entity is located, nor in the fiscal and taxation policies such as the taxation bases and tax rates implemented, and that financial policies such as credit policies, interest rates, and exchange rates will remain basically stable.

(4) It is assumed that the current and future business operations of the appraised entity are legal and compliant, and consistent with the relevant provisions of its business license and articles of association.

(5) It is assumed that the workshops under construction and to be constructed by the appraised entity in the future will also be used for leasing to related parties of the Company.

Valuation results

COSCO SHIPPING Investment Dalian

The valuation result of the appraised entity as at the Valuation Benchmark Date was 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 RMB1,579.7935 million, with the appraised value of RMB1,585.3140 million, appreciation of RMB5.5205 million and appreciation rate of 0.35%. Among which, the book value of total assets was RMB1,618.4198 million, with the appraised value of RMB1,636.8271 million, appreciation of RMB18.4073 million and appreciation rate of 1.14%. The book value of total liabilities was RMB38.6264 million, with the appraised value of RMB51.5131 million and appreciation of RMB12.8868 million.

Effectiveness

The COSCO SHIPPING Investment Dalian 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 condition in full and approval by the general meeting of the Company: the transferee, the transferor, and the Target Company having 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 TARGETS OF 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. It is a diversified investment and asset management platform focusing on shipping-related industries, and also covers supporting businesses such as ship management business.

As at the date of this announcement, save for COSCO SHIPPING Investment Dalian, the Target Group also includes (i) Dalian COSCO SHIPPING Energy LPG Transportation Co., Ltd.* (大連中遠海能液化氣運輸有限公司) (hereinafter referred to as "**Dalian Liquefied Gas**"), a wholly-owned subsidiary of COSCO SHIPPING Investment Dalian, and (ii) Dalian COSCO Energy Storage, a non-wholly owned subsidiary of COSCO SHIPPING Investment Dalian.

As at the date of this announcement, Dalian Liquefied Gas maintains shipbuilding orders for four very large gas carriers (hereinafter referred to as "**VLGC**") which are currently under construction, of which two are expected to be delivered and put into operation in 2026, and the remaining two are expected to be delivered and put into operation in 2027. Meanwhile, COSCO SHIPPING Investment Dalian also invested in the construction of a third-party hazardous chemical warehousing and logistics park in Changxing Island, Dalian, which is the largest in-scale and has one of the highest level of intelligence in Northeast China. Phase I of the project has been put into operation, and the engineering construction of Phase II has been fundamentally completed by the end of 2025, and is expected to be put into operation after completing relevant acceptance and approval procedures in 2026.

As at the date of this announcement, COSCO SHIPPING Investment Dalian is wholly-owned by COSCO SHIPPING, with COSCO SHIPPING having contributed RMB2,737.20 million in paid-in capital. Upon completion of equity transfer under the COSCO SHIPPING Investment Dalian Equity Transfer Agreement, the Company will hold 100% equity interest in COSCO SHIPPING Investment Dalian through Dalian COSCO Energy and therefore COSCO SHIPPING Investment Dalian will become an indirect wholly-owned subsidiary of the Company.

Based on the financial statements of COSCO SHIPPING Investment Dalian prepared in accordance with the China Accounting Standards for Business Enterprises, the financial information of COSCO SHIPPING Investment Dalian for the two years ended 31 December 2025 (on a consolidated basis) was as follows:

	For the year ended 31 December	
	2024	**2025**
	(audited)	(audited)
	(RMB)	*(RMB)*
Profit before taxation	12.6869 million	0.1957 million
Profit/(loss) after taxation	(5.5839 million)	7.2223 million

According to the consolidated financial statements of COSCO SHIPPING Investment Dalian for the year ended 31 December 2025, the audited total assets and total net assets of COSCO SHIPPING Investment Dalian as at 31 December 2025 was RMB1,937.7052 million and RMB1,579.8093 million, respectively.

According to the valuation report issued by Shanghai Orient, the appraised value of the shareholders' equity interest in COSCO SHIPPING Investment Dalian as at the Valuation Benchmark Date (being 31 December 2025) was RMB1,585.3140 million, which was determined based on the asset-based approach in accordance with the relevant PRC laws and regulations.

IV. REASONS AND BENEFITS

1. Implementing SOE reforms, deepening the integration of the energy supply chain

Since 2024, the Company has gradually integrated the equity interest and assets related to the energy and chemical logistics supply chain of COSCO SHIPPING Group through the "acquisition + entrustment" model. Among which, pursuant to an entrustment management agreement, COSCO SHIPPING Investment Dalian has been entrusted to the Company for administration. The Proposed Acquisition aims to integrate high-quality assets and businesses into the Company, including the VLGCs under construction and the warehousing and logistics park of COSCO SHIPPING Investment Dalian, so as to achieve the objective to integrate energy and chemical transportation resources, consolidate the Company's diversified business structure of oil, gas, chemical, and warehousing, and solidify the foundation for the high-quality development of the Company.

2. Realizing unified operation and development of liquefied petroleum gas (LPG) and hydrogen-based green energy businesses, enhancing synergy

The Proposed Acquisition intends to consolidate COSCO SHIPPING Investment Dalian into the Company. Dalian COSCO Energy (a specialized company under the Company which is engaged in the transportation of chemicals such as LPG and integrated logistics business of hydrogen-based green energy) will acquire 100% equity interest in COSCO SHIPPING Investment Dalian and implement unified operation and management after the absorption and merger. This will help enhance the profitability of Dalian COSCO Energy and strengthen the market competitiveness of the Company in the LPG and hydrogen-based green energy business segments.

3. Reducing connected transactions and fulfilling the commitment to avoid business competition, improving governance standards

The Proposed Acquisition will inject high-quality assets and businesses, such as the VLGCs under construction and the warehousing and logistics park of COSCO SHIPPING Investment Dalian, into the listed company, thereby reducing transactions between the Company and its controlling shareholder and its related parties, fulfilling the commitment to avoid business competition made at the beginning of the integration project, and enhancing the standardization and transparency of corporate governance.

The terms of the COSCO SHIPPING Investment Dalian 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 (a wholly-owned subsidiary of COSCO SHIPPING). Therefore, COSCO SHIPPING and its associates 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. 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 Previous Acquisition and the Proposed Acquisition were entered into by the Group with parties who are connected with one another and therefore, the Previous Acquisition and the Proposed Acquisition should be aggregated. As it is expected that one or more applicable percentage ratios calculated in accordance with the Hong Kong Listing Rules in respect of the Proposed Acquisition (upon aggregation with the Previous Acquisition) will exceed 5% but are all less than 25%, the Proposed Acquisition constitutes a discloseable and connected transaction of the Company and is subject to the notification and announcement requirements under Chapter 14, as well as the announcement, Independent Shareholders' approval, circular and annual reporting requirements under Chapter 14A of the Hong Kong Listing Rules.

A general meeting will be convened for the purpose of considering, and if thought fit, approving the Proposed Acquisition. COSCO SHIPPING and its associates are required to abstain from voting on the resolution approving the Proposed Acquisition at such general meeting.

As the Company requires additional time to prepare and finalise the information to be included in the circular, it is currently expected that a circular containing, among other things, details of the Proposed Acquisition, a letter from the Independent Board Committee to the Independent Shareholders with its recommendation, a letter of advice from the independent financial adviser to the Independent Board Committee and the Independent Shareholders, and a notice convening the general meeting, will be despatched to the Shareholders on or before 4 June 2026.

As Mr. REN Yongqiang, Mr. ZHU Maijin, Mr. WANG Shuqing, Mr. WANG Wei and Ms. ZHOU Chongyi hold positions in COSCO SHIPPING and/or its subsidiaries other than the Group, 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. CONTINUING CONNECTED TRANSACTIONS PURSUANT TO RULE 14A.60(1) OF THE LISTING RULES

It is expected that, following completion, the Company (through its direct wholly-owned subsidiary) will hold 100% equity interest in COSCO SHIPPING Investment Dalian and accordingly, and therefore COSCO SHIPPING Investment Dalian and its subsidiaries will respectively become a subsidiary of the Company.

Prior to completion, COSCO SHIPPING Investment Dalian and its subsidiary Dalian COSCO Energy Storage has entered into certain agreements with fixed periods and fixed terms based on actual operational needs with the respective Parties to the Existing Agreements (all of which are subsidiaries and/or associates of COSCO SHIPPING). Pursuant to Chapter 14A of the Listing Rules, it is expected that the Existing Agreements will constitute continuing connected transactions of the Group upon completion.

The Board confirms that none of the Directors was deemed to have any material interest in the transactions contemplated under the Existing Agreements.

The principle terms of the Existing Agreements are set out below:

No.	Name of the Agreement	Date of the Agreement	Parties to the Agreement	Term of the Agreement	Scope of the Agreement	Total fees during the term of the Agreement *(RMB)*
1	Office lease agreement	25 June 2025	COSCO SHIPPING Investment Dalian (as lessor); China Shipping & Sinopec Suppliers Co., Ltd., Liaoning Branch (as lessee)	From 1 July 2025 to 30 June 2028	COSCO SHIPPING Investment Dalian has agreed to provide leasing services to China Shipping & Sinopec Suppliers Co., Ltd., Liaoning Branch* (中石化中海船舶燃料供應有限公司遼寧分公司) in respect of Rooms 1801, 1802, 1803, 1805, 1806, and 1807, Unit 1, 18th Floor, Block B, Dalian COSCO SHIPPING Mansion, No. 11 Yuguang Street, Zhongshan District, Dalian (involving a rental area of 1,320.6 m^2). The lessee shall pay the lessor on a quarterly basis.	Rent: RMB72/month/m^2 (inclusive of tax, exclusive of property management fees). As at the date of this announcement, the rental income expected to be recorded in 2026 is approximately RMB1,141,000.
2	Office lease agreement	15 October 2021	COSCO SHIPPING Investment Dalian (as lessor); Shanghai COSCO SHIPPING Lines Service Centre Ltd. (as lessee)	From 1 October 2022 to 30 September 2027	COSCO SHIPPING Investment Dalian has agreed to provide leasing services to Shanghai COSCO SHIPPING Lines Service Centre Ltd.* (上海中遠海運集裝箱運輸信息服務有限公司) in respect of the entire 19th floor office space, Block B, Dalian COSCO SHIPPING Mansion, No. 11 Yuguang Street, Zhongshan District, Dalian (involving a rental area of 1,302.51 m^2). The lessee shall pay the lessor on a quarterly basis.	Rent: RMB2.40/day/m^2. Renovation and modification costs are amortized over a five-year period at RMB77,748.32 per quarter. As at the date of this announcement, the rental income (including additional rent for renovation) expected to be recorded in 2026 is approximately RMB1,452,000.
3	Office lease agreement	31 January 2022	COSCO SHIPPING Investment Dalian (as lessor); COSCO SHIPPING Lines (Dalian) Co., Ltd. (as lessee)	From 1 December 2022 to 30 November 2027	COSCO SHIPPING Investment Dalian has agreed to provide leasing services to COSCO SHIPPING Lines (Dalian) Co., Ltd.* (大連中遠海運集裝箱運輸有限公司) in respect of the entire 22nd floor office space, Block B, Dalian COSCO SHIPPING Mansion, No. 11 Yuguang Street, Zhongshan District, Dalian (involving a rental area of 1,302.51 m^2). The lessee shall pay the lessor on a quarterly basis.	Rent: RMB3.1/day/m^2. As at the date of this announcement, the rental income expected to be recorded in 2026 is approximately RMB1,473,800.
4	Office lease agreement	24 December 2025	COSCO SHIPPING Investment Dalian (as lessor); COSCO SHIPPING (Dalian) Electronic Technology Co., Ltd. (as lessee)	From 1 January 2026 to 31 December 2026	COSCO SHIPPING Investment Dalian has agreed to provide leasing services to COSCO SHIPPING (Dalian) Electronic Technology Co., Ltd. * (大連中遠海運電子科技有限公司) in respect of office units 2101, 2102, and 2103, 21st Floor, Block B, Dalian COSCO SHIPPING Mansion, No. 11 Yuguang Street, Zhongshan District, Dalian (involving a rental area of 572.59 m^2). The lessee shall pay the lessor on a quarterly basis.	Rent: RMB72/month/m^2 (inclusive of tax, exclusive of property management fees). As at the date of this announcement, the rental income expected to be recorded in 2026 is approximately RMB494,700.

No.	Name of the Agreement	Date of the Agreement	Parties to the Agreement	Term of the Agreement	Scope of the Agreement	Total fees during the term of the Agreement *(RMB)*
5	Office lease agreement	24 December 2025	COSCO SHIPPING Investment Dalian (as lessor); COSCO SHIPPING Ferry Co., Ltd. (as lessee)	From 1 January 2026 to 31 December 2030	COSCO SHIPPING Investment Dalian has agreed to provide leasing services to COSCO SHIPPING Ferry Co., Ltd. * (中遠海運客運有限公司) in respect of Archive Room No. 10, 24th Floor, Block B, Dalian COSCO SHIPPING Mansion, No. 11 Yuguang Street, Zhongshan District, Dalian (involving a rental area of 130.63 m^2). The lessee shall pay the lessor on a quarterly basis.	Rent: RMB96/month/m^2 (inclusive of tax, property management fees). As at the date of this announcement, the rental income expected to be recorded in 2026 is approximately RMB150,500.
6	Logistics service agreement (Warehousing)	8 September 2025	Dalian COSCO Energy Storage (as provider of the warehousing services); COSCO Logistics (Nanjing) Co., Ltd. (as cargo owner)	From 10 September 2025 to 9 September 2026	Dalian COSCO Energy Storage has agreed to provide warehousing services for specific cargoes to COSCO SHIPPING Logistics (Nanjing) Co., Ltd.* (南京中遠海運物流有限公司).	The logistics service agreement is a framework agreement. As at the date of this announcement, no amount has been incurred, and the amount for 2026 which is estimated based on benchmarking against the prices of other logistics companies contracted by the cargo owner, is expected to be approximately RMB82,700.
7	Comprehensive logistics service Contract	26 September 2025	Dalian COSCO Energy Storage (as recipient of combined transport services); Dalian COSCO SHIPPING Logistics Supply Chain Co., Ltd. (as provider of combined transport services)	From 28 September 2025 to 27 September 2026	Dalian COSCO SHIPPING Logistics Supply Chain Co., Ltd.* (大連中遠海運物流供應鏈有限公司) has agreed to provide intermodal transport services for specific cargoes to Dalian COSCO Energy Storage.	The logistics service agreement is a framework agreement. As at the date of this announcement, no amount has been incurred, and the amount for 2026 which is estimated based on transportation demand and market conditions of sea and land freight rates, is expected to be approximately RMB17,000.
8	Internet access service agreement	3 August 2023	Dalian COSCO Energy Storage (as recipient of Internet services); China Shipping Telecommunications Co., Ltd., Dalian Branch (as provider of Internet access services)	From 4 August 2025 to 3 August 2026	China Shipping Telecommunications Co., Ltd., Dalian Branch* (中海電信有限公司大連分公司) has agreed to provide Internet access services to Dalian COSCO Energy Storage.	The monthly rental service fee for Internet access services is RMB1,400/month. As at the date of this announcement, the rental expenses expected to be recorded in 2026 is RMB16,800.

Pricing Policy

To the best of the Directors' knowledge, information and belief and having made all reasonable enquiries, the fees for the Existing Agreements were determined after arm's length negotiations taking into account the following factors and, in each case, with reference to the prices quoted on normal commercial terms by providers of similar services to independent third parties:

The pricing for each type of service shall be determined based on market-oriented principles: Office rent shall be determined by reference to the prevailing market rate for similar properties leased on normal commercial terms by independent third parties in the same or nearby areas, and shall be supported by the price levels disclosed on third-party trading platforms. Warehousing and logistics service fees shall be estimated by benchmarking against the rates charged by other logistics service providers engaged by cargo owners. Comprehensive logistics service fees shall be estimated according to transportation needs and the prevailing market rates for sea and land freight. Internet access services shall be charged at a fixed monthly fee on a monthly basis.

Internal Control

The Company has a comprehensive internal control system to ensure that the terms of the continuing connected transactions are fair and reasonable, on normal commercial terms or better and in the ordinary and usual course of business of the Group, and are in the interest of the Company and the Shareholders as a whole. Relevant internal control measures include strict measures for evaluation on and selection of the service providers; regular monitoring of actual amounts incurred for the continuing connected transactions; regular internal control tests to evaluate completeness and effectiveness of internal control measures; and regular review by the internal audit department, the audit committee of the Board, the Board, and the independent non-executive Directors.

REASONS FOR AND BENEFITS OF THE TRANSACTIONS UNDER THE EXISTING AGREEMENTS

The Existing Agreements were all entered into before the date of the COSCO SHIPPING Investment Dalian Equity Transfer Agreement.

With the stable business relationship amongst COSCO SHIPPING Investment Dalian, its subsidiary Dalian COSCO Energy Storage and the Parties to the Existing Agreements, such service providers are familiar with the business needs, standards of quality and operation requirements of each other. When compared to the price and terms offered by independent third parties for similar related services, the prices and terms of the Existing Agreements are fair and reasonable, and are comparable to or better than those offered by independent third parties.

Directors' Views

The Directors (including independent non-executive Directors) of the Company are of the view that the terms of the Existing Agreements are fair and reasonable, are on normal commercial terms or better and in the ordinary and usual course of business of the Group, and are in the interest of the Company and its Shareholders as a whole.

VII. IMPLICATIONS UNDER THE HONG KONG LISTING RULES

As COSCO SHIPPING Investment Dalian and Dalian COSCO Energy Storage will respectively become an indirect wholly-owned subsidiary of the Company upon completion of the Equity Transfer Agreement, the transactions contemplated under the Existing Agreements will become continuing connected transactions of the Company upon completion.

Pursuant to Rule 14A.60(1) of the Hong Kong Listing Rules, the Company is required to comply with the annual review and disclosure requirements under Chapter 14A of the Listing Rules, including publication of an announcement and annual reporting in respect of the continuing connected transactions under the Existing Agreements. The Company will further comply with all applicable reporting, disclosure and, if applicable, Independent Shareholders' approval requirements under Chapter 14A of the Listing Rules upon any variation or renewal of the Existing Agreements.

VIII. INFORMATION ON THE PARTIES TO THE EXISTING AGREEMENTS

Information on COSCO SHIPPING Investment Dalian and Dalian COSCO Energy Storage

Information on COSCO SHIPPING Investment Dalian and its subsidiary Dalian COSCO Energy Storage has been set forth in the section headed "II. Proposed Acquisition" in this announcement.

Information on the Parties to the Existing Agreements

Each of the Parties to the Existing Agreements is a subsidiary and/or associate of COSCO SHIPPING; and according to Chapter 14A of the Listing Rules, they are connected persons of the Company.

China Shipping & Sinopec Suppliers Co., Ltd., Liaoning Branch* (中石化中海船舶燃料供應有限公司遼寧分公司) is principally engaged in port operations, bonded warehousing, and marine fuel supply businesses.

Shanghai COSCO SHIPPING Lines Service Centre Ltd.* (上海中遠海運集裝箱運輸信息服務有限公司) is principally engaged in providing documentation services to the cargo transportation industry and the freight forwarding industry, as well as to freight forwarding operations.

COSCO SHIPPING Lines (Dalian) Co., Ltd.* (大連中遠海運集裝箱運輸有限公司) is principally engaged in container transportation services and the handling and loading/unloading of international containers.

COSCO SHIPPING (Dalian) Electronic Technology Co., Ltd.* (大連中遠海運電子科技有限公司) is principally engaged in the repair of vessels, marine engines, electrical equipment, and navigation instruments, as well as outward processing and assembly services. The company also provides marine spare parts and is involved in the development of computer, communication system, and network technologies.

COSCO SHIPPING Ferry Co., Ltd.* (中遠海運客運有限公司) is principally engaged in maritime passenger transportation services.

COSCO SHIPPING Logistics (Nanjing) Co., Ltd.* (南京中遠海運物流有限公司) primarily provides international freight forwarding services for sea, land, and air transport, covering full-process logistics solutions such as warehousing, transshipment, customs clearance, and multi-modal transport.

Dalian COSCO SHIPPING Logistics Supply Chain Co., Ltd.* (大連中遠海運物流供應鏈有限公司) is principally engaged in container logistics, bulk cargo logistics, project logistics, shipping agency, and warehousing logistics, providing whole-process logistics supply chain solutions.

China Shipping Telecommunications Co., Ltd., Dalian Branch* (中海電信有限公司大連分公司) is principally engaged in the repair of marine communication and navigation equipment, system integration, and information technology services, providing a package of communication solutions such as maintenance of maritime communication engineering.

IX. 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" or the "Vendor"	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 Equity Transfer Agreement" or "Equity Transfer Agreement"	the equity transfer agreement proposed to be entered into between COSCO SHIPPING and Dalian COSCO Energy in relation to the transfer of 100% equity interest in COSCO SHIPPING Investment Dalian
"COSCO SHIPPING Investment Dalian" or the "Target Company"	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
"Dalian COSCO Energy Storage"	Dalian COSCO SHIPPING Energy Storage & Transportation Co., Ltd.* (大連中遠海能儲運有限公司), a non-wholly-owned subsidiary of the Target Company
"Director(s)"	the directors of the Company
"Existing Agreements"	collectively, the agreements entered into amongst the Target Company, its subsidiary Dalian COSCO Energy Storage, and certain connected persons of the Company, details of which are set out in the section headed "*CONTINUING CONNECTED TRANSACTIONS PURSUANT TO RULE 14A.60(1) OF THE LISTING RULES*" in this announcement
"Group"	the Company and its subsidiaries
"Hong Kong"	the Hong Kong Special Administrative Region of the PRC
"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 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
"Independent Board Committee"	the independent board committee of the Company comprising Mr. Victor HUANG, Mr. LI Runsheng, Mr. ZHAO Jinsong and Mr. WANG Zuwen, being all the independent non-executive Directors, which is established to advise the Independent Shareholders in respect of the Proposed Acquisition
"Independent Shareholder(s)"	Shareholder(s) other than COSCO SHIPPING and its associates

"Parties to the Existing Agreements"	China Shipping & Sinopec Suppliers Co., Ltd., Liaoning Branch* (中石化中海船舶燃料供應有限公司遼寧分公司), Shanghai COSCO SHIPPING Lines Service Centre Ltd.* (上海中遠海運集裝箱運輸信息服務有限公司), COSCO SHIPPING Lines (Dalian) Co., Ltd.* (大連中遠海運集裝箱有限公司), COSCO SHIPPING (Dalian) Electronic Technology Co., Ltd.* (大連中遠海運電子科技有限公司), COSCO SHIPPING Ferry Co., Ltd.* (中遠海運客運有限公司), COSCO SHIPPING Logistics (Nanjing) Co., Ltd.* (南京中遠海運物流有限公司), Dalian COSCO SHIPPING Logistics Supply Chain Co., Ltd.* (大連中遠海運物流供應鏈有限公司)* and China Shipping Telecommunications Co., Ltd., Dalian Branch* (中海電信有限公司大連分公司), each being a subsidiary of COSCO SHIPPING and a connected person of the Company
"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
"Previous Acquisition"	the transaction in relation to the acquisition of the entire equity interest in Shanghai Liquefied Gas by the Company in accordance with the Shanghai Liquefied Gas Equity Transfer Agreement; for details, please refer to the announcement of the Company dated and 28 October 2025, and unless the context requires otherwise, capitalized terms used in this announcement shall have the meanings as defined in the above announcement
"Proposed Acquisition"	the proposed acquisition of the entire equity interest in COSCO SHIPPING Investment Dalian in accordance with the COSCO SHIPPING Investment Dalian Equity Transfer Agreement
"RMB"	Renminbi, the lawful currency of the PRC
"Shanghai Orient"	Shanghai Orient Appraisal Co., Ltd.
"Share(s)"	A Share(s) and H Share(s)
"Shareholder(s)"	holder(s) of the Share(s)

"Target Group"	COSCO SHIPPING Investment Dalian, Dalian Liquefied Gas and Dalian COSCO Energy Storage
"Transition Period"	the period from the date after the Valuation Benchmark Date to the respective date of completion of the Proposed Acquisition
"Valuation Benchmark Date"	31 December 2025
"%"	percent.

By order of the Board
COSCO SHIPPING Energy Transportation Co., Ltd.*
NI Yidan
Company Secretary

Shanghai, the PRC
27 April 2026

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, Ms. ZHOU Chongyi and Ms. MA Yuanru 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*