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.

*

SHANGHAI ELECTRIC GROUP COMPANY LIMITED

上海電氣集團股份有限公司

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

(Stock Code: 02727)

ANNOUNCEMENT ON THE PROGRESS OF TRANSFER OF EQUITY INTEREST OF A SUBSIDIARY THROUGH PUBLIC TENDER AND WAIVER OF RIGHT OF FIRST REFUSAL OVER MINORITY INTERESTS IN SAID SUBSIDIARY

This announcement is made by the board of directors of Shanghai Electric Group Company Limited (the "**Company**") pursuant to Rule 13.09 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "**Listing Rules**"), Inside Information Provisions (as defined in the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Cap. 571 of the Laws of Hong Kong) and with reference to Rule 13.10B of the Listing Rules.

I. Overview

Reference is made to the announcement of the Company dated 30 December 2025 in relation to the Company's transfer of its 47.4% equity interests (the "**Target Equity**") in Shanghai Electric Guoxuan New Energy Technology Co., Ltd. (上海電氣國軒新能源科技有限公司) ("**Electric Guoxuan**") held by the Company through public tender on the Shanghai United Assets and Equity Exchange (the "**United Assets and Equity Exchange**").

II. Update on Transaction Progress

The Company publicly listed the Target Equity for transfer on the United Assets and Equity Exchange from 4 February 2026 to 8 April 2026 at a listing price of RMB1. On 13 May 2026, the Company received a notice from the United Assets and Equity Exchange confirming that the transferee of the Target Equity is Nanjing Gotion Holding Group Co., Ltd. (南京國軒控股集團有限公司) ("**Nanjing Gotion Holding**"). On 21 May 2026, the Company entered into a Property Rights Transaction Contract with Nanjing Gotion Holding at a transaction price of RMB1 for the Target Equity. As of the date of this announcement, the conditions for effectiveness of such contract have not yet been satisfied.

III. Introduction of Counterparty

1. Basic information

Company Name	Nanjing Gotion Holding Group Co., Ltd.
Date of Incorporation	15 April 2005
Registered Address	No. 8, Huyue East Road, Liuhe Economic Development Zone, Nanjing City
Principal Office Address	26th Floor, No. 502, Wangjiang West Road, Hefei High-Tech Industrial Development Zone, Shushan District, Hefei City, Anhui Province
Legal Representative	Li Zhen
Registered Capital	RMB19.83 million
Unified Social Credit Code	91440400775081600P
Principal Business	General business: Technical services, technical development, technical consultation, technical exchange, technology transfer, technology promotion; sales of new motor vehicles; wholesale of auto parts; retail of auto parts; sales of new energy complete vehicles; sales of battery swap

	facilities for new energy vehicles; sales of production and testing equipment for new energy vehicles; research and development of auto parts; domestic trade agency; trade brokerage; sales agency; investment activities with its own funds (except for projects that require approval according to law, business activities may be independently carried out based on the business license in accordance with the law)
Major Shareholder or Actual Controller	Li Zhen
Term of Operation	15 April 2005 to perpetual term

2. Key Financial Data

According to the information provided by Nanjing Gotion Holding, as of 31 March 2026, the total assets and net assets of Nanjing Gotion Holding amounted to RMB4.416 billion and RMB1.306 billion (unaudited), respectively.

3. Other Remarks

Nanjing Gotion Holding has a good credit standing and is not a dishonest person subject to enforcement. As of the date of this announcement, there exists no relationship in terms of property rights, assets, non-operating creditor's rights and debts, personnel, etc., between the Company and Nanjing Gotion Holding.

The Company will fulfil its information disclosure obligations in a timely manner depending on subsequent progress. Shareholders and potential investors of the Company are advised to exercise caution when trading the Company's securities.

By Order of the Board

Shanghai Electric Group Company Limited

HU Xupeng

Joint Company Secretary

Shanghai, the PRC, 22 May 2026

As at the date of this announcement, the executive directors of the Company are Dr. WU Lei, Mr. ZHU Zhaokai and Mr. WANG Chenhao; the non-executive directors of the Company are Ms. ZHU Yun, Mr. ZHU Jiaqi and Mr. CAO Qingwei; and the independent non-executive directors of the Company are Dr. LIU Yunhong, Dr. DU Zhaohui and Dr. CHEN Xinyuan.

** For identification purpose only*