山东港口
SHANDONG PORT GROUP
日照港裕廊股份有限公司
RIZHAO PORT JURONG CO., LTD.

(a joint stock company incorporated in the People's Republic of China with limited liability)
(Stock Code: 6117)

CHANGE IN ACCOUNTING ESTIMATES

This announcement is made by Rizhao Port Jurong Co., Ltd. (the "**Company**") pursuant to Rule 13.09(2)(a) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (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).

The board (the "**Board**") of directors (the "**Director(s)**") of the Company hereby announces that the Board resolved to change the depreciation period of the loading machinery and equipment from 8 – 15 years to 8 – 20 years (the "**Change in Accounting Estimates**"), with the depreciation period of other fixed assets remaining unchanged, details of which are set out as follows.

SUMMARY OF THE CHANGE IN ACCOUNTING ESTIMATES

Reasons for the Change

Pursuant to the relevant requirements under the Accounting Standards for Business Enterprises No. 4 – Fixed Assets, an enterprise shall review the useful life, estimated net residual value and depreciation method of its fixed assets at least at the end of each year. If there is a difference between the estimated useful life and the original estimate, the useful life of the fixed assets should be adjusted.

In recent years, the Company has completed the automation upgrading of its equipment, established an online condition monitoring and smart operation and maintenance platform, and reconstructed its standardized maintenance system, which are supported by stringent wind protection controls, normalized third-party special inspections of steel structures, and comprehensive coverage of statutory annual inspections for special equipment. Following specialized technical evaluations, the actual wear and tear of the existing large-scale port machinery is far lower than estimated. The overall technical condition and safe operational capability of the loading machinery and equipment can support a longer service cycle, meaning that the current depreciation period can no longer fairly reflect the pattern of consumption of the economic benefits of the assets.

In order to reflect the financial position and operating results of the Company in a more fair and appropriate manner, to adapt to the changes in equipment service cycles brought about by new technological iterations and upgrades in operation and maintenance management, and to bring the depreciation periods of the assets closer to their actual useful lives, having assessed the utilization and useful lives of its fixed assets, the Board has resolved to implement a change in accounting estimate for the depreciation period of its loading machinery and equipment.

Details of the Change

The previous depreciation period of the loading machinery and equipment is 8 to 15 years, with a residual value rate of 5% and an annual depreciation rate of 6.333% to 11.875%. With effect from 1 July 2026, the depreciation period of the loading machinery and equipment is changed to 8 to 20 years, with a residual value rate of 5% and an annual depreciation rate of 4.75% to 11.875%. The depreciation period and residual value of other fixed assets remain unchanged.

IMPACT OF CHANGE IN ACCOUNTING ESTIMATES

According to the requirements under the Accounting Standards for Business Enterprises No. 28 – Changes in Accounting Policies and Accounting Estimates and Corrections of Errors, the Change in Accounting Estimates is accounted for prospectively without retrospective adjustment. Therefore, the Change in Accounting Estimates will not have any impact on the Company's disclosed financial statements and the Company's financial and operating results in previous years.

Following the Change in Accounting Estimates, it is estimated that for the year ending 31 December 2026, the depreciation expenses of the loading machinery and equipment will decrease by approximately RMB4.38 million, while the Company's net profit for 2026 will increase by approximately RMB3.285 million. The final impact of the Change in Accounting Estimates will be subject to the 2026 independent auditor's report.

OPINION OF THE AUDIT COMMITTEE

The audit committee of the Company is of the view that (i) the Change in Accounting Estimates complies with the relevant regulations, including the Accounting Standards for Business Enterprises No. 28 – Changes in Accounting Policies and Accounting Estimates and Corrections of Errors; (ii) the procedures for considering and applying the Change in Accounting Estimates are in compliance with the provisions of relevant laws, regulations and the articles of association of the Company; (iii) there are no circumstances that would prejudice the interests of the Company and its shareholders as a whole. As such, the audit committee of the Company has agreed to the Change in Accounting Estimates.

Shareholders and potential investors should exercise caution when dealing in the securities of the Company.

By Order of the Board
Rizhao Port Jurong Co., Ltd.
Zhou Tao
Chairman

Rizhao, PRC, 28 August 2026

As at the date of this announcement, the Board comprises Mr. Zhou Tao as Chairman and non-executive Director; Mr. Chen Zhou as executive Director and employee representative Director; Mr. Seow Kok Leong Terence, Ms. Tien Siew Wan, Mr. Jin Feng and Ms. Liu Rong as non-executive Directors; and Mr. Zhang Zixue, Mr. Lee Man Tai and Mr. Wu Xibin as independent non-executive Directors.