DONGJIANG ENVIRONMENTAL COMPANY LIMITED*
東江環保股份有限公司

(a joint stock limited company incorporated in the People's Republic of China)
(Stock code: 00895)

ANNOUNCEMENT IN RELATION TO PERFORMANCE OF GUARANTEE OBLIGATIONS

References are made to the overseas regulatory announcement issued on 9 July 2020 and the announcements issued on 20 September 2024, 14 March 2025, 20 June 2025, 19 September 2025, 18 December 2025, 16 March 2026 and 16 June 2026 (the "**Announcements**") by Dongjiang Environmental Company Limited* (the "**Company**") in relation to the Company's provision of a joint liability guarantee in favour of Mianyang Dongjiang Environmental Technology Co., Ltd.* (綿陽東江環保科技有限公司, "**Mianyang Dongjiang**"), a controlling subsidiary, for its application to the Postal Savings Bank for a loan facility of RMB260 million and its performance of guarantee compensation obligations. Unless the context otherwise requires, capitalised terms used in this announcement shall have the same meaning as those defined in the Announcements.

Due to the continuing intense competition in the hazardous waste industry, following commencement of operations, the volumes of waste collection and transportation of Mianyang Dongjiang did not meet the expectation. There has been a continuing decline in treatment prices and Mianyang Dongjiang has been facing liquidity difficulties in working capital for production and operations. Mianyang Dongjiang has therefore been unable to timely repay relevant amounts to the Postal Savings Bank.

As disclosed in the Announcements, the Company has fulfilled its guarantee compensation obligations to pay Postal Savings Bank in place of Mianyang Dongjiang pursuant to the relevant provisions in the Guarantee Agreement.

As Mianyang Dongjiang remains to be unable to repay the loan, the Company will further fulfill its guarantee compensation obligations to pay Postal Savings Bank in place of Mianyang Dongjiang in the amount of approximately RMB18.1438 million, comprising loan principal of RMB16.95 million and interest of approximately RMB1.1938 million (the "**Receivable**"), pursuant to the relevant provisions of the Guarantee Agreement.

As a result of the performance of the guarantee compensation obligations, the Company has recognised the Receivable against Mianyang Dongjiang. The Company will drive Mianyang Dongjiang to strengthen its collection and transportation efforts in the market, reduce production and operating costs, enhance its operational results and supervise Mianyang Dongjiang in repaying the Receivable as soon as possible.

At the same time, the Company has, in accordance with the relevant provisions of the Counter-Guarantee Agreement, issued demand letter(s) requiring the Counter-Guarantors to assume their responsibilities. The Company has filed a lawsuit against Diwosi and Xinkeyuan with the People's Court of Mianyang High-tech Industrial Development Zone (綿陽高新技術產業開發區人民法院, the "**Court**"), using its best endeavour to safeguard the interests of the Company and its shareholders to the maximum extent. The relevant case was heard by the Court on 8 September 2026, and judgment is currently pending.

The Company will continue to fulfill its information disclosure obligations in a timely manner based on the actual progress and in accordance with the provisions and requirements of relevant laws and regulations.

Shareholders and potential investors of the Company are advised to exercise caution when trading in the Company's shares.

By order of the Board
Dongjiang Environmental Company Limited*
Wang Bi'an
Chairman

Shenzhen, the PRC
18 September 2026

As at the date of this announcement, the Board comprises three executive Directors, being Mr. Wang Bi'an, Mr. Li Xiangli and Mr. Zhu Lintao; two non-executive Directors, being Mr. Liu Xiaoxuan and Ms. Hu Ruifang; and three independent non-executive Directors, being Mr. Lee Kwok Tung Louis, Mr. Li Jinhui and Ms. Xiang Ling.

* *For identification purposes only*