ESTUN AUTOMATION CO., LTD
南京埃斯頓自動化股份有限公司

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

(Stock Code: 2715)

POTENTIAL DISCLOSEABLE AND CONNECTED TRANSACTION PROPOSED ACQUISITIONS OF EQUITY INTEREST IN ESTUN INTELLIGENT (JIANGSU)

PROPOSED ACQUISITIONS

On September 23, 2026, the Board resolved to (i) acquire, by way of public tender, approximately 19.4574% and 3.7834% equity interest in the Target Company held by National Manufacturing Fund and Mixed Reform Fund, respectively; and (ii) acquire approximately 21.6193% equity interest in the Target Company held by General Technology High-End Equipment Fund. The base prices of Sale Interest A and Sale Interest B are RMB210.60 million and RMB40.25 million, respectively. The Potential Public Tender Acquisitions are subject to the completion of the public listing transaction procedures. As of the date of this announcement, the Company has not entered into any definitive agreement in respect of the Proposed Acquisitions.

As of the date of this announcement, the Target Company is a subsidiary of the Company, in which the Company holds approximately 50.1506% equity interest. If the Proposed Acquisitions materialize, upon Completion, the Company will hold approximately 95.0107% equity interest in the Target Company. The Target Company will remain a subsidiary of the Company and its financial results will continue to be consolidated into the financial statements of the Group.

IMPLICATIONS UNDER THE LISTING RULES

As of the date of this announcement, Seller A holds approximately 19.4574% equity interest in the Target Company and Seller C holds approximately 21.6193% equity interest in the Target Company, and they are both substantial shareholders of the Target Company. Accordingly, each of Seller A and Seller C is a connected person of the Company at the subsidiary level. Therefore, each of the Potential Connected Acquisitions, if materialized, will constitute a connected transaction of the Company under Chapter 14A of the Listing Rules. As the Potential Connected Acquisitions both involve the acquisition of interests in the Target Company, they shall be aggregated as if they were one transaction for the purpose of calculating the relevant percentage ratios pursuant to Rules 14A.81 and 14A.82 of the Listing Rules. As one or more of the applicable percentage ratios in respect of Potential Connected Acquisitions, on an aggregated basis, exceed 0.1% but all are less than 5%, the Potential Connected Acquisitions, if materialized, may be subject to the reporting and announcement requirements, but are expected to be exempt from the independent Shareholders' approval requirement.

As the Proposed Acquisitions all involve the acquisition of interests in the Target Company, they shall be aggregated as if they were one transaction for the purpose of calculating the relevant percentage ratios pursuant to Rules 14.22 and 14.23 of the Listing Rules. As the applicable percentage ratios in respect of the Proposed Acquisitions, on an aggregated basis, exceed 5% but are less than 25%, the Proposed Acquisitions, if materialized, may constitute discloseable transactions of the Company and may be subject to the notification and announcement requirements but are expected to be exempt from the Shareholders' approval requirement under Chapter 14 of the Listing Rules.

As the Proposed Acquisitions may or may not proceed, Shareholders and potential investors are reminded to exercise caution when dealing in the securities of the Company. If the Company becomes the successful bidder and enters into definitive agreements in respect of the Proposed Acquisitions, the Company will make appropriate announcement(s) in accordance with all applicable requirements under the Listing Rules.

I. INTRODUCTION

On September 23, 2026, the Board resolved to (i) acquire, by way of public tender, approximately 19.4574% and 3.7834% equity interest in the Target Company held by National Manufacturing Fund and Mixed Reform Fund, respectively; and (ii) acquire approximately 21.6193% equity interest in the Target Company held by General Technology High-End Equipment Fund. The base prices of Sale Interest A and Sale Interest B are RMB210.60 million and RMB40.25 million, respectively. The Potential Public Tender Acquisitions are subject to the completion of the public listing transaction procedures. As of the date of this announcement, the Company has not entered into any definitive agreement in respect of the Proposed Acquisitions.

As of the date of this announcement, the Target Company is a subsidiary of the Company, in which the Company holds approximately 50.1506% equity interest. If the Proposed Acquisitions materialize, upon Completion, the Company will hold approximately 95.0107% equity interest in the Target Company. The Target Company will remain a subsidiary of the Company and its financial results will continue to be consolidated into the financial statements of the Group.

II. THE POTENTIAL PUBLIC TENDER ACQUISITIONS

1. Principal Terms

The Sale Interest A and the Sale Interest B represent 19.4574% and 3.7834% of the registered capital of the Target Company, respectively. The base prices of Sale Interest A and Sale Interest B are RMB210.60 million and RMB40.25 million, respectively.

2. Base Prices for the Listing Transfer

The base prices of Sale Interest A and Sale Interest B were determined with reference to 19.4574% and 3.7834%, respectively, of the market value of the Target Company as of the Valuation Benchmark Date of RMB1,017.95 million, as appraised by the Valuer using the market approach.

The Company expects to use its internal resources to pay the final acquisition price of the Sale Interest A and the Sale Interest B.

3. Date and Procedures of Public Tender

The Proposed Acquisitions will be conducted by way of public listing on the Shanghai United Assets and Equity Exchange. The public tender announcements in respect of Sale Interest A and Sale Interest B were published on the website of the Shanghai United Assets and Equity Exchange on September 18, 2026 and September 22, 2026, respectively. Interested bidders are required to satisfy the qualification requirements specified by the Shanghai United Assets and Equity Exchange and pay transaction deposits of RMB63.18 million (in respect of Sale Interest A) and RMB12.075 million (in respect of Sale Interest B), respectively, to the Shanghai United Assets and Equity Exchange within the prescribed period.

The public notice period for the Proposed Acquisitions is 20 working days from the date of the public tender announcement. During the relevant public notice period, interested bidders may indicate their intention to acquire the Sale Interests and register as interested bidders. The successful bidder will be required to enter into a separate property rights transaction contract with each of the two Sellers.

As of the date of this announcement, the material information and all terms of the relevant property rights transaction contracts, including the final consideration, payment, delivery and timing of transfer, have not yet been determined, and the Company has not entered into any property rights transaction contract with any person in respect of the Potential Public Tender Acquisitions. The Company will enter into the property rights transaction contracts after it is confirmed as the successful bidder and may make further announcement(s) as and when required under the Listing Rules.

III. VALUATION AND VALUATION METHOD

According to the Valuation Report issued by the Valuer in accordance with the China Asset Valuation Standards, the appraised value of the Target Company as at the Valuation Benchmark Date based on the market approach was RMB1,017.9500 million.

1. Valuation Method

The market approach was adopted in the Valuation Report primarily because: (i) the Target Company operates in the intelligent manufacturing equipment industry and its value is primarily reflected in its research and development and operational capabilities, which cannot be directly reflected under the asset-based approach; and (ii) as compared with the income approach, the market approach is able to reflect the value of the Target Company from the perspectives of the development prospects and characteristics of the industry in a more direct manner. In addition, there have been a number of completed mergers and acquisitions and capital increase transactions in the industry during the past three years, which provide relatively good reference value. Such transaction cases are directly sourced from an active market and are therefore relatively persuasive.

Please refer to the Appendix to this announcement for further information on the valuation process in respect of the market approach.

2. Valuation Assumptions

(1) General Assumptions

(a). Transaction assumption: It is assumed that all assets to be appraised are already in the process of being transacted, and the Valuer appraises the assets by simulating market conditions based on the transaction conditions of the assets to be appraised. The transaction assumption is one of the most fundamental prerequisite assumptions for asset valuation.

(b). Open market assumption: It is assumed that, for assets traded in the market or assets proposed to be traded in the market, both parties to the asset transaction have equal status and have sufficient opportunity and time to obtain market information, so as to make rational judgments on the functions, use and transaction price of the assets. The open market assumption is based on the premise that the assets can be publicly bought and sold in the market.

(c). Going concern assumption: This is a valuation assumption made by taking the overall assets of an enterprise as the subject of appraisal. That is, the enterprise, as an operating entity, will continue to operate in accordance with its business objectives under the external environment in which it operates. The operators of the enterprise are responsible and capable of assuming responsibility; the enterprise operates legally and is able to obtain appropriate profits to maintain its ability to operate as a going concern. For the various operating assets of the enterprise, they can continue to be used according to their current use and manner, scale, frequency and environment of use, or be used on the basis of certain changes.

(2) Special Assumptions

(a). It is assumed in this valuation that the external economic environment as at the Valuation Benchmark Date remains unchanged and that there will be no material changes to the prevailing national macroeconomic conditions;

(b). there will be no material changes to the socio-economic environment in which the enterprise operates and the policies on taxes, tax rates and other matters implemented by the enterprise;

(c). no consideration has been given to the impact on the valuation conclusion of any mortgages or guarantees that may be assumed in the future, or any additional price that may be payable as a result of special transaction methods;

(d). the future forecasts adopted in this valuation are reasonable forecasts of the future based on existing market conditions, without taking into account material changes and fluctuations in the market that are currently unforeseeable, such as the impact of political turmoil and economic crises;

(e). certain operating premises of the Target Company and its subsidiaries are leased. It is assumed that, on the basis that the existing leasing arrangements remain unchanged, the Target Company and its subsidiaries will continue to be able to obtain the right to use their operating premises through leasing at reasonable rental rates and continue their operations;

(f). no consideration has been given to gains or losses arising from changes in the scale and composition of assets, principal businesses, business structure and other conditions that may result from future changes in management, operating strategies, the business environment and other factors;

(g). it is assumed in this valuation that the basic information and financial information provided by the client and the Target Company are true, accurate and complete;

(h). the scope of this valuation is based solely on the valuation declaration forms provided by the client and the Target Company, without taking into account any contingent assets or contingent liabilities that may exist outside the lists provided by the client and the Target Company;

(i). the values of various parameters used in this valuation do not take into account the impact of inflation;

(j). the transactions involved in the comparable transaction cases are all fair transactions conducted in an orderly market environment, and the transaction considerations are fair and valid. The information disclosed in respect of the comparable transaction cases is true, accurate and complete, and contains no false statements, erroneous records or material omissions that would affect value judgment;

(k). the comparison dimensions and indicators are selected solely based on publicly disclosed information relating to the comparable transaction cases, without taking into account the impact of other matters on the value of the subject of appraisal; and

(l). this valuation is based on the historical financial statements, operating information and calculated financial indicators provided by the subject of appraisal, without taking into account any contingent assets or contingent liabilities that may exist.

IV. INFORMATION ON THE PARTIES

1. Information on the Company

The Company is principally engaged in the provision of (i) industrial robots and intelligent manufacturing systems and (ii) core automation components and motion control systems, primarily to customers engaging in various manufacturing sectors, such as automotive, construction machinery and heavy industry, and lithium battery.

2. Information on the Sellers

(1) Seller A

National Manufacturing Fund is a limited liability company incorporated in the PRC on November 18, 2019 and is principally engaged in investment, investment management, consultancy and asset management. As at the date of this announcement, National Manufacturing Fund is held as to (i) 15.2853% by the Ministry of Finance of the People's Republic of China, (ii) 13.5870% by China Development Bank Capital Co., Ltd. (國開金融有限責任公司), (iii) 10.1902% by China National Tobacco Corporation (中國煙草總公司), (iv) 10.1902% by China Insurance Investment Fund II (Limited Partnership) (中國保險投資基金二期(有限合夥)), and (v) 50.7473% in aggregate by other shareholders (none of whom holds 10% or more interest in National Manufacturing Fund).

(2) Seller B

Mixed Reform Fund is a limited liability company incorporated in the PRC on December 24, 2020 and is principally engaged in equity investment, asset management, investment consultancy and corporate management consultancy. As at the date of this announcement, Mixed Reform Fund is held as to (i) 34.2291% by China Chengtong Holdings Group Ltd. (中國誠通控股集團有限公司), and (ii) 65.7709% in aggregate by other shareholders (none of whom holds 10% or more interest in Mixed Reform Fund). China Chengtong Holdings Group Ltd. is wholly owned by the State-owned Assets Supervision and Administration Commission of the State Council.

To the best of the knowledge, information and belief of the Directors, having made all reasonable enquiries, Mixed Reform Fund and its ultimate beneficial owners are independent of the Company and its connected persons.

(3) Seller C

General Technology High-End Equipment Fund is a limited partnership established in the PRC on March 31, 2021 and is principally engaged in equity investment. As of the date of this announcement, General Technology High-End Equipment Fund is held (i) as to 0.20% by its general partner, General Technology Venture Capital Co., Ltd. (通用技術創業投資有限公司), which is indirectly wholly owned by the State Council; and (ii) as to 31.80%, 30.00%, 20.00% and 18.00% by its limited partners, China General Technology (Group) Holding Co., Ltd. (中國通用技術(集團)控股有限責任公司), which is directly wholly owned by the State Council, National Manufacturing Fund, Tongxiang Jinxin Equity Investment Co., Ltd. (桐鄉市金信股權投資有限公司) and Mixed Reform Fund, respectively.

3. Information on the Target Company

The Target Company is a limited liability company incorporated in the PRC on July 19, 2022 and a subsidiary of the Company. It is principally engaged in the manufacturing and sale of industrial automatic control system devices, integration of intelligent control systems, and manufacturing and sale of intelligent basic manufacturing equipment, among others.

As at the date of this announcement, the Target Company is held as to 50.1506% by the Company, 21.6193% by Seller C, 19.4574% by Seller A, 3.7834% by Seller B, 3.5841% by Nanjing Intelligent Synergy Enterprise Management Partnership (Limited Partnership) (南京智能協同企業管理合夥企業(有限合夥)), and 1.4052% by Mr. Dong Chunyu (董春雨).

Set out below is a summary of the audited financial information of the Target Company for each of the two years ended December 31, 2025 and December 31, 2024:

	For the year ended December 31, 2024 *(RMB million)*	**For the year ended December 31, 2025** *(RMB million)*
Revenue	372.27	565.92
Net loss before taxation	(99.46)	(5.51)
Net loss after taxation	(109.39)	(5.12)

The unaudited total assets and net assets of the Target Company as of June 30, 2026 were approximately RMB1,041.92 million and RMB574.06 million, respectively.

The original acquisition cost incurred by the Seller A for the acquisition of the Sale Interest A was RMB180 million, and the original acquisition cost incurred by the Seller C for the acquisition of the Sale Interest C was RMB200 million.

V. REASONS FOR AND BENEFITS OF THE PROPOSED ACQUISITIONS

Estun Intelligent (Jiangsu) is principally engaged in the automation, digitalization and intelligent transformation of production lines, providing intelligent manufacturing solutions for markets such as lithium battery, energy storage, new energy vehicles and sheet metal. It has established industry technology benchmarks for the application of the Company's core automation components and robot products in various market segments and enabled large-scale scenario applications. To date, it has delivered over 100 intelligent production lines in aggregate, continuously empowering the development of the intelligent manufacturing industry. The Proposed Acquisitions are conducive to further deepening the business and management synergies and coordinated allocation of resources between the Company and Estun Intelligent (Jiangsu), strengthening the Group's control and implementation of its strategies, enhancing its overall operational decision-making efficiency, further consolidating the Company's core competitiveness in the intelligent manufacturing sector, facilitating the Company's high-quality development, and is in line with the Company's objectives of quality and efficiency enhancement and its strategic deployment for long-term and stable development.

The Directors (including the independent non-executive Directors) are of the view that the principal terms and conditions of the Proposed Acquisitions and the transactions contemplated thereunder are fair and reasonable, on normal commercial terms and in the interests of the Company and the Shareholders as a whole, although the Proposed Acquisitions are not in the ordinary and usual course of business of the Group.

VI. IMPLICATIONS UNDER THE LISTING RULES

As of the date of this announcement, Seller A holds approximately 19.4574% equity interest in the Target Company and Seller C holds approximately 21.6193% equity interest in the Target Company, and they are both substantial shareholders of the Target Company. Accordingly, each of Seller A and Seller C is a connected person of the Company at the subsidiary level. Therefore, each of the Potential Connected Acquisitions, if materialized, will constitute a connected transaction of the Company under Chapter 14A of the Listing Rules. As the Potential Connected Acquisitions both involve the acquisition of interests in the Target Company, they shall be aggregated as if they were one transaction for the purpose of calculating the relevant percentage ratios pursuant to Rules 14A.81 and 14A.82 of the Listing Rules. As one or more of the applicable percentage ratios in respect of Potential Connected Acquisitions, on an aggregated basis, exceed 0.1% but all are less than 5%, the Potential Connected Acquisitions, if materialized, may be subject to the reporting and announcement requirements, but are expected to be exempt from the independent Shareholders' approval requirement.

As the Proposed Acquisitions all involve the acquisition of interests in the Target Company, they shall be aggregated as if they were one transaction for the purpose of calculating the relevant percentage ratios pursuant to Rules 14.22 and 14.23 of the Listing Rules. As the applicable percentage ratios in respect of the Proposed Acquisitions, on an aggregated basis, exceed 5% but are less than 25%, the Proposed Acquisitions, if materialized, may constitute discloseable transactions of the Company and may be subject to the notification and announcement requirements but are expected to be exempt from the Shareholders' approval requirement under Chapter 14 of the Listing Rules.

As the Proposed Acquisitions may or may not proceed, Shareholders and potential investors are reminded to exercise caution when dealing in the securities of the Company. If the Company becomes the successful bidder and enters into definitive agreements in respect of the Proposed Acquisitions, the Company will make appropriate announcement(s) in accordance with all applicable requirements under the Listing Rules.

VII. DEFINITIONS

In this announcement, the following expressions have the meanings set out below unless the context otherwise requires:

"Board"	the board of Directors
"Completion"	the completion of the Proposed Acquisitions

"Company"	ESTUN AUTOMATION CO., LTD (南京埃斯頓自動化股份有限公司), a joint stock company incorporated in the PRC with limited liability, the H Shares of which are listed on the main board of the Stock Exchange and the A Shares of which are listed on the Shenzhen Stock Exchange (stock code: 002747.SZ). As at the date of this announcement, the Company holds a 50.1506% equity interest in the Target Company, which is a non-wholly owned subsidiary of the Company
"connected person(s)"	has the meaning ascribed to it under the Listing Rules
"Director(s)"	the directors of the Company
"Estun Intelligent (Jiangsu)" or "Target Company"	Estun Intelligent Technology (Jiangsu) Co., Ltd. (埃斯頓智能科技(江蘇)有限公司), a limited liability company incorporated in the PRC. As of the date of this announcement, the Target Company is a non-wholly owned subsidiary of the Company
"General Technology High-End Equipment Fund" or "Seller C"	General Technology High-End Equipment Industrial Equity Investment (Tongxiang) Partnership Enterprise (Limited Partnership) (通用技術高端裝備產業股權投資(桐鄉)合夥企業(有限合夥)), a limited partnership established in the PRC and, as at the date of this announcement, holding a 21.6193% equity interest in the Target Company
"National Manufacturing Fund" or "Seller A"	National Manufacturing Transformation and Upgrading Fund Co., Ltd. (國家製造業轉型升級基金股份有限公司), a limited liability company incorporated in the PRC and, as at the date of this announcement, holding a 19.4574% equity interest in the Target Company
"Mixed Reform Fund" or "Seller B"	China State-owned Enterprise Mixed-ownership Reform Fund Co., Ltd. (中國國有企業混合所有制改革基金有限公司), a limited liability company incorporated in the PRC and, as at the date of this announcement, holding a 3.7834% equity interest in the Target Company
"Sellers"	Seller A, Seller B and Seller C
"Sale Interest A"	the 19.4574% equity interest in the Target Company held by Seller A
"Sale Interest B"	the 3.7834% equity interest in the Target Company held by Seller B
"Sale Interest C"	the 21.6193% equity interest in the Target Company held by Seller C
"Sale Interests"	Sale Interest A, Sale Interest B and Sale Interest C

"Proposed Acquisitions"	the three transactions under which the Company may acquire the respective Sale Interests from the three Sellers
"Potential Connected Acquisitions"	the potential acquisition of Sale Interest A by the Company from Seller A and the potential acquisition of Sale Interest C by the Company from Seller C
"Potential Public Tender Acquisitions"	the potential acquisition of Sale Interest A by the Company from Seller A and the potential acquisition of Sale Interest B by the Company from Seller B both by way of public tender
"Group"	the Company and its subsidiaries
"percentage ratio(s)"	has the meaning ascribed to it under the Listing Rules
"PRC"	the People's Republic of China
"Shareholder(s)"	holder(s) of the shares of the Company
"Stock Exchange"	The Stock Exchange of Hong Kong Limited
"subsidiary(ies)"	has the meaning ascribed to it under the Listing Rules
"Valuation Benchmark Date"	December 31, 2025
"Valuer"	China United Assets Appraisal Group Co., Ltd. (中聯資產評估集團有限公司), an independent asset appraisal institution possessing the statutory qualifications to practise in Chinese Mainland
"Valuation Report"	the valuation report issued by the Valuer on July 12, 2026
"%"	per cent

By Order of the Board
ESTUN AUTOMATION CO., LTD
Mr. WU Bo
Chairman of the Board and executive Director

Hong Kong, September 23, 2026

As of the date of this announcement, the Board comprises: (i) Mr. WU Bo, Mr. WU Kan, Mr. ZHU Chunhua, Mr. ZHOU Ailin, and Mr. ZHU Zhangxing as executive Directors; (ii) Ms. CHEN Yinlan as non-executive Director; and (iii) Dr. HAN Xiaofang, Mr. LIN Jinjun, and Mr. Xu Guojin as independent non-executive Directors.

APPENDIX

MARKET APPROACH

1. Overview

The two commonly used specific methods under the market approach are the listed company comparison method and the transaction case comparison method.

(1). Listed Company Comparison Method

The listed company comparison method refers to a specific method of determining the value of the subject of appraisal by obtaining and analysing the operating and financial data of comparable listed companies, calculating appropriate value ratios, and conducting comparative analysis with the Target Company.

(2). Transaction Case Comparison Method

The transaction case comparison method refers to a specific method of determining the value of the subject of appraisal by obtaining and analysing information on sales, acquisitions and mergers involving comparable enterprises, calculating appropriate value ratios, and conducting comparative analysis with the Target Company.

2. Selection of Method

(1). Limitations of Adopting the Listed Company Comparison Method in This Valuation

At present, although there are a relatively large number of listed companies in the industry in which the Target Company operates in the domestic secondary market, there are significant differences between such listed companies and the Target Company in terms of asset scale, stage of development, equity liquidity and other aspects. Accordingly, the listed company comparison method was not selected.

(2). Feasibility Analysis of Adopting the Transaction Case Comparison Method in This Valuation

The Target Company is principally engaged in intelligent equipment manufacturing. From 2023 to 2025, there were a number of completed mergers and acquisitions and capital increase or reduction transactions in the industry. Based on the completeness of the data disclosed in the available cases, three target companies in respect of which the relevant economic activities had been completed were selected as comparable cases for this valuation.

3. Valuation Approach

(1). Selection Principles and Specific Selection Criteria for Comparable Cases

Selection Principles

Information on comparable transaction cases was collected, and an appropriate number of comparable transaction cases were selected and determined. Comparable transaction cases were selected based on the following principles:

1) comparable transaction cases involving the same or comparable transaction markets were selected;

2) comparable transaction cases with the same or similar value-influencing factors were selected;

3) comparable transaction cases with transaction dates close to the Valuation Benchmark Date, generally within the three years preceding the Valuation Benchmark Date, were selected; and

4) comparable transaction cases involving normal transaction prices or transaction prices that could be adjusted to normal transaction prices were selected.

Specific Selection Criteria

This valuation takes the principal business of the appraised entity, namely intelligent manufacturing, as the core, and comprehensively takes into account transaction-related factors such as transaction background, transaction size and business similarity. Transaction targets with complete and sufficient information disclosed in the public market were selected as the basis for screening comparable cases. Accordingly, transaction cases in the same industry involving enterprises which had applied for listing or conducted equity transactions during the past three years, whose principal businesses cover the intelligent manufacturing sector and whose downstream applications are mainly industrial scenarios, were collected as comparable cases for this valuation.

(2). Selection of Comparable Transaction Cases

Based on the above screening criteria, the Valuer has identified a detailed list of comparable cases satisfying the above criteria, details of which are set out below:

No.	Benchmark Date	Transaction Target	Transaction Value *(RMB'0,000)*	Latest Status	Price-to-sales Ratio
1	September 12, 2024	Equity interest in Suzhou Guanhong Intelligent Equipment Co., Ltd. (蘇州冠鴻智能裝備有限公司)	40,596.00	Completed	2.35
2	March 13, 2025	Equity transfer of Juli Co., Ltd. (巨力股份)	2,000.00	Completed	2.54
3	December 31, 2024	Capital increase in Lieqi Intelligent (獵奇智能)	12,285.70	Completed	1.94

(3). Selection and Calculation of Value Ratios of the Comparable Companies

A value ratio refers to a ratio or multiple between the value of an asset and indicators reflecting its operating profitability, asset value or other specific non-financial indicators. Common value ratios include the price-to-earnings ratio (P/E), price-to-book ratio (P/B) and price-to-sales ratio (P/S).

Based on capital market data, a linear regression analysis was conducted on the value-influencing factors (value factors) of the industry in which the appraised entity and the comparable companies operate. Taking into account the characteristics of the industry and the enterprises, a relatively appropriate value ratio was selected. The value ratios of the comparable companies were calculated based on their market values as at the Valuation Benchmark Date (the benchmark market values) and the relevant value factors. The price-to-sales ratio (P/S) was selected as the value ratio in this valuation.

(4). Adjustments to Comparable Transaction Cases

Although the comparable transaction cases and the appraised entity operate in the same industry, they differ in terms of profitability, asset quality, solvency risk, growth potential and other aspects. Adjustments are therefore required to make the comparable transaction cases more comparable with the appraised entity.

1) Transaction Date Adjustment

The price of assets may change over time, and the benchmark date for determining the transaction price of a transaction case is often different from the Valuation Benchmark Date. Therefore, it is necessary to adjust the price of the transaction case as at its transaction price benchmark date to the price as at the Valuation Benchmark Date. In this valuation, the special-purpose equipment industry index was adopted as the date adjustment indicator.

2) Operating Difference Adjustment

A comparative analysis was conducted on the differences between the appraised entity and the comparable transaction cases in terms of business structure, operating model, enterprise scale, solvency and other aspects, and difference adjustments were made so that the comparable cases would be more comparable with the appraised entity. In this valuation, the differences in operating indicators between the subject of appraisal and each comparable case were compared item by item across six dimensions, namely business structure, enterprise scale, solvency, profitability, growth potential and R&D capability. The adjustment coefficient for each individual dimension was quantified and calculated, and the comprehensive operating adjustment coefficient for each comparable case was then derived on an aggregated basis.

No.	Transaction Case	Original Value Ratio	Date Adjustment Coefficient	Difference Adjustment Coefficient	P/S Adjustment Coefficient	Adjusted Value Ratio
1	Guanhong Intelligent	2.35	1.0309	0.8165	0.8417	1.98
2	Juli Co., Ltd.	2.54	1.0204	0.8159	0.8326	2.12
3	Lieqi Intelligent	1.94	1.0309	0.8153	0.8405	1.63
Average						1.91

(5). Calculation of Shareholders' Equity Value

Taking into account the operating conditions of the appraised entity and the value ratios of the comparable transaction cases, the corresponding value of the entire shareholders' equity of the appraised entity was derived.

Final appraisal result of equity interest = value ratio of comparable transaction cases × relevant operating indicator(s) of the appraised entity
= 1.91 × 56,592.48 = 108,068.00 (RMB'0,000, rounded)