China Shuifa Singyes Energy Holdings Limited
中國水發興業能源集團有限公司

(incorporated in Bermuda with limited liability)

(Stock Code: 750)

SUPPLEMENTAL ANNOUNCEMENT

(1) DISCLOSEABLE TRANSACTION DISPOSAL OF 100% EQUITY INTEREST IN DISPOSAL COMPANY AND (2) CONNECTED TRANSACTION DISPOSAL OF 100% EQUITY INTEREST IN DISPOSAL COMPANY

References are made to (i) the announcement of the Company dated 29 December 2025 in relation to the disposal of 100% equity interest in Shuixing New Energy (Heyuan) Co., Ltd.* (水興新能源(河源)有限公司) ("**Heyuan**") by Zhuhai Singyes to Shandong Beizi; and (ii) the announcement of the Company dated 29 December 2025 in relation to the disposal of 100% equity interest in Xingmin Energy (Ji'nan) Co., Ltd.* (興民能源(濟南)有限公司) ("**Xingmin**") by Shuifa Green Energy to Shenzhen Beizi (collectively, the "**Announcements**"). Unless the context requires otherwise, capitalized terms used in this announcement shall have the same meaning as those defined in the Announcements.

As disclosed in the Announcements:

(i) the consideration for 100% equity interest in Heyuan (the "**Heyuan Equity Interest**") was determined with reference to the appraised value of the Heyuan Equity Interest as at 31 October 2025 in the amount of RMB669,500 based on a valuation report prepared by an independent qualified PRC valuer using the asset-based approach; and

(ii) the consideration for 100% equity interest in Xingmin (the "**Xingmin Equity Interest**") was determined with reference to the appraised value of the Xingmin Equity Interest as at 31 October 2025 in the amount of RMB218,300 based on a valuation report prepared by an independent qualified PRC valuer using the asset-based approach.

The Company would like to provide further information in relation to the valuations of the Heyuan Equity Interest and the Xingmin Equity Interest.

IDENTITY, QUALIFICATION AND INDEPENDENCE OF VALUER

The independent qualified PRC valuer engaged by the Group to issue a valuation report on the appraised value of the Heyuan Equity Interest and the Xingmin Equity Interest is Shandong Daoqin Hengji Land and Property Assets Appraisal Co., Ltd. (山東道勤恆基土地房地產資產評估有限公司) (the "**Valuer**"). The Valuer is a qualified asset valuation firm in the PRC registered with the China Appraisal Society. The Valuer has confirmed its independence from the Company and its connected persons.

The Directors have assessed the qualifications, experience and track record of the Valuer and are of the view that the Valuer is qualified, experienced and competent in performing the valuation of the Heyuan Equity Interest and the Xingmin Equity Interest.

VALUATION STANDARD

The Valuer has complied with the laws and regulations including the Asset Appraisal Law (資產評估法), the Company Law (公司法), the Civil Code (民法典), the State-owned Asset Law (國有資產法), the Administrative Measures for Appraisal of Stated-owned Assets (國有資產評估管理辦法) and other PRC laws and regulations related to asset appraisal.

The Valuer has also relied on asset appraisal standards including but not limited to the Standard for Assets Appraisal – General Principles (資產評估基本準則), Ethic Standard for Assets Appraisal – General Principles (資產評估職業道德準則), Standard for Assets Appraisal – Valuation Procedure (資產評估執業準則－資產評估程序), Standard for Assets Appraisal – Valuation Report (資產評估執業準則－資產評估報告), Standard for Assets Appraisal – Appraisal Approaches (資產評估執業準則－資產評估方法) and other PRC standards related to asset appraisal.

VALUATION METHOD

It is difficult to accurately quantify and adjust the similarities between comparable listed companies and the valuation target (i.e. the Heyuan Equity Interest and the Xingmin Equity Interest). Therefore, it is difficult to precisely assess the accuracy of the valuation result using the market approach. Furthermore, the market approach is based on a point of time in the capital market on the benchmark date and does not consider the impact of cyclical market fluctuations. Therefore, the market approach was not used in the valuation of the Heyuan Equity Interest and the Xingmin Equity Interest.

The valuation target has limited business operations, low and unstable revenue/not commenced business operations, and there is significant uncertainty in forecasts of future income, resulting in a failure to make a reasonable judgment on the company's true profitability. Moreover, the company's management has not yet developed a detailed future development plan, making it impossible to predict subsequent cash flows and corresponding risks. Therefore, the income approach was not used in the valuation of the Heyuan Equity Interest and the Xingmin Equity Interest.

As the valuation target (i.e. the Heyuan Equity Interest and the Xingmin Equity Interest) has clear ownership and complete financial data, as well as identifiable assets and liabilities, the core assets can be reasonably appraised under the asset-based approach. Hence, the asset-based approach was adopted for the valuation of the Heyuan Equity Interest and the Xingmin Equity Interest.

KEY INPUTS

Heyuan Equity Interest

The appraised value of the assets of Heyuan is RMB1,077,716,600 (which are mainly accounts receivable and contract assets) and the appraised value of the liabilities of Heyuan is RMB1,077,047,100 (which are mainly other payables).

Table of details of the valuation using the asset-based approach

Items	**Net book value**	**Appraised value**	**Increase/ (decrease)**	**Appreciation ratio**
	RMB	*RMB*	*RMB*	*(%)*
	A	B	C = B - A	D = C/A x 100%
Current assets				
Account receivable	334,241,600	334,241,600	–	–
Contract assets	741,114,500	741,114,500	–	–
Other current assets	283	283	–	–
Non-current assets				
Buildings and constructions	1,778,400	2,330,100	551,700	31.02
Machinery and equipment	39,400	30,100	(9,300)	(23.62)
Total assets	1,077,174,200	1,077,716,600	542,400	0.05
Current liabilities				
Tax payables	42,900	42,900	–	–
Other payables	1,077,004,200	1,077,004,200	–	–
Non-current liabilities	–	–	–	–
Total liabilities	1,077,047,100	1,077,047,100	–	–
Net assets (owner's equity)	**127,100**	**669,500**	**542,400**	**426.75**

The appraised value of Heyuan Equity Interest represents an appreciation of RMB542,400 as compared to the net asset value of Heyuan. The main reason being that the accounting depreciation period of the buildings and constructions of Heyuan is shorter than the economic life.

Xingmin Equity Interest

The appraised value of the assets of Xingmin is approximately RMB2,035,991,400 (which are mainly accounts receivable and contract assets) and the appraised value of the liabilities of Xingmin is RMB2,035,773,100 (which are mainly other payables).

Table of details of the valuation using the asset-based approach

Items	**Net book value**	**Appraised value**	**Increase/ (decrease)**	**Appreciation ratio**
	RMB	*RMB*	*RMB*	*(%)*
	A	B	C = B - A	D = C/A x 100%
Current assets				
Monetary funds	500	500	–	–
Account receivable	827,867,100	827,867,100	–	–
Other receivable	19,800	19,800	–	–
Contract assets	1,208,088,000	1,208,088,000	–	–
Other current assets	16,000	16,000	–	–
Non-current assets	–	–	–	–
Total assets	2,035,991,400	2,035,991,400	–	–
Current liabilities				
Other payables	2,035,773,100	2,035,773,100	–	–
Non-current liabilities	–	–	–	–
Total liabilities	2,035,773,100	2,035,773,100	–	–
Net assets (owner's equity)	**218,300**	**218,300**	**–**	**–**

ASSUMPTIONS

The Valuer has made general and specific assumptions regarding the valuations of the Heyuan Equity Interest and Xingmin Equity Interest, details of which are set out as follows:

General assumptions

- Transaction assumption: the transaction assumption assumes that all assets to be appraised are already in the process of trading, and the valuer conducts valuation by market comparison based on transaction conditions of the assets to be appraised;

- Open market assumption: the open market assumption is an assumption of the condition of a market that an asset proposes to enter into, and the impact of such market conditions on the asset. Open market refers to market conditions which are fully developed and complete, and refers to a competitive market containing willing buyers and sellers. In such market, the buyers and sellers have equal status and have the opportunity and time to obtain sufficient market information; the transactions of the parties are conducted under the conditions of willingness, rationality and without coercion or restrictions;

- The continuing operations assumption: the continuing operations assumption is an assumption that the operations and business of a company are legal and that there will not be any unforeseeable factors which will result in its failure to operate on a continuing basis. It assumes that a company, as an operating entity, will continue its operations in accordance with its operating objectives based on the external environment that it is in; and

- The continuing usage assumption: the continuing usage assumption assumes that the appraised object will be used continuously in a legal and effective manner based on its current use, manner of use, scope, frequency and environment; and that there will be no material change in the foreseeable usage period.

Specific assumptions

It is assumed that:

- there is no material change to national macroeconomic condition and prevailing relevant policy, law, regulation and policy; there is no material change to the political, economic and social environment in the region where in parties of the transactions are located;

- there is no material change in the future to the national credit rate, exchange rate, tax base and rate, policy tariffs etc. after the valuation date;

- the industry that the valuation target is in maintaining a stable development; there is no material change industry policies, management system and relevant rules;

- the operating and management personnel in the company are diligent and responsible, the management of the company is capable in their positions, and the company will continue to maintain its existing operating and management mode to continue its operations;

- based on existing management methods and levels, the business scope and methods remain consistent with the current direction;

- there will be no force majeure event(s) or unforeseeable factors which may have a material adverse effect on the company;

- the company fully complies with all relevant laws and regulations;

- the valuation target continues to operate after the valuation date, and existing assets are used without changing their current purpose;

- all relevant documents, including but not limited to official documents, operational data, financial data, title information and policy documents provided by the client and the valuation target in connection with the valuation are true, complete, and legal. The scope of the valuation is limited to the valuation application form provided by the valuation target, and no regard has been given to any contingent assets or liabilities that may exist outside of the valuation application form; and

- no regard has been given to the impact of inflation in respect of the data used in the valuation.

THE BOARD'S ASSESSMENT

The Valuer advised that the bases and assumptions of the valuations of the Heyuan Equity Interest and the Xingmin Equity Interest are those commonly used in valuations of equity interests in private companies. The Board considers the methodologies, assumptions and bases adopted by the Valuer for the valuations are commonly used and reasonable in establishing the appraised value of the Heyuan Equity Interest and the Xingmin Equity Interest, and hence considers that the valuations conducted by the Valuer are fair, reasonable and appropriate.

By order of the Board
China Shuifa Singyes Energy Holdings Limited
Zhou Guangyan
Vice Chairman and Executive Director

Hong Kong, 7 January 2026

As at the date of this announcement, the executive Directors are Mr. Zhou Guangyan (Vice Chairman and assuming the duties of the Chairman), Mr. Guo Peidong and Mr. Chen Fushan, the non-executive Directors are Ms. Wang Suhui and Mr. Hu Xiao, and the independent non-executive Directors are Mr. Jimmy Sun, Mr. Wang Jin and Dr. Tan Hongwei.

* *For identification purpose only*