

*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.*



**四川能投發展股份有限公司**  
**Sichuan Energy Investment Development Co., Ltd.\***

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

**(Stock Code: 01713)**

**CONTINUING CONNECTED TRANSACTIONS**  
**ELECTRICITY PURCHASE FRAMEWORK AGREEMENTS**

**ELECTRICITY PURCHASE FRAMEWORK AGREEMENTS**

On 16 May 2024, after trading hours, (i) the Company entered into the Yibin Zhangwo Electricity Purchase Framework Agreement with Yibin Zhangwo; and (ii) the Company entered into the Shuifu Hongli Electricity Purchase Framework Agreement with Shuifu Hongli. Pursuant to the Yibin Zhangwo Electricity Purchase Framework Agreement and the Shuifu Hongli Electricity Purchase Framework Agreement, Yibin Zhangwo and Shuifu Hongli shall respectively supply electricity to the Company and its subsidiaries from the effective date of the respective agreement and up to 31 December 2026.

The Group have been purchasing electricity from Zhangwo Power Station and Dayukong Power Station since October 2017 and February 2013, respectively. It has come to the attention of the Company that Zhangwo Power Station and Dayukong Power Station were subsequently held under Yibin Zhangwo and Shuifu Hongli respectively, which then in turn underwent several rounds of internal reorganisation. As at the date of this announcement, the majority equity interests of Yibin Zhangwo and Shuifu Hongli were held by Jinding Group, which was in turn held by Hydropower Group and Energy Investment Group. The purchases of electricity by the Group from Zhangwo Power Station and Dayukong Power Station constitute continuing connected transactions of the Group.

## **LISTING RULES IMPLICATIONS**

As at the date of this announcement, each of Yibin Zhangwo and Shuifu Hongli was held as to approximately 66.67% by Jinding Group, which was in turn held as to approximately 69.39% by Hydropower Group and approximately 30.61% by Energy Investment Group. Both Hydropower Group and Energy Investment Group are the controlling Shareholders of the Company, and hence each of Yibin Zhangwo and Shuifu Hongli is an associate of the controlling shareholders of the Company. Accordingly, each of Yibin Zhangwo and Shuifu Hongli is a connected person of the Company under Rule 14A.07 of the Listing Rules.

Pursuant to Rule 14A.81 to Rule 14A.83 of the Listing Rules, the respective transactions contemplated under the Electricity Purchase Framework Agreements are required to be aggregated as the Electricity Purchase Framework Agreements were entered into by the Company with the same group of connected persons (both Yibin Zhangwo and Shuifu Hongli are both indirectly majority held by Hydropower Group and Energy Investment Group (the controlling Shareholders of the Company)), and the nature of transactions contemplated under the Electricity Purchase Framework Agreements are identical.

As the highest applicable percentage ratio in respect of the annual caps for the transactions contemplated under the Electricity Purchase Framework Agreements on an aggregated basis exceeds 5%, the transactions contemplated under the Electricity Purchase Framework Agreements will be subject to the reporting, announcement, annual review, circular (including independent financial advice) and independent shareholders' approval requirements under Chapter 14A of the Listing Rules.

## **GENERAL**

The Company will convene an EGM to seek Independent Shareholders' approval on the Electricity Purchase Framework Agreements and the transactions (including the proposed annual caps for each of the three years ending 31 December 2024, 2025 and 2026) contemplated thereunder.

The Independent Board Committee has been formed to advise the Independent Shareholders in respect of the transactions contemplated under the Electricity Purchase Framework Agreements as well as the proposed annual caps for the transactions contemplated under the Electricity Purchase Framework Agreements for each of the three years ending 31 December 2024, 2025 and 2026. The Company will appoint an independent financial adviser to advise the Independent Board Committee and the Independent Shareholders in this regard under the Listing Rules. The Independent Board Committee will form its view after obtaining and considering the advice from the independent financial adviser.

A circular containing, among other things, a letter of advice from the independent financial adviser to both the Independent Board Committee and the Independent Shareholders and a letter of recommendation from the Independent Board Committee to the Independent Shareholders and the details of the EGM to be held to approve the Electricity Purchase Framework Agreements as well as the proposed annual caps for each of the three years ending 31 December 2024, 2025 and 2026 in respect of the transactions contemplated under the Electricity Purchase Framework Agreements, will be dispatched to the Shareholders on or before 31 July 2024 in accordance with the Listing Rules as more time is required to finalise the circular to the Shareholders.

## INTRODUCTION

On 16 May 2024, after trading hours, (i) the Company entered into the Yibin Zhangwo Electricity Purchase Framework Agreement with Yibin Zhangwo; and (ii) the Company entered into the Shuifu Hongli Electricity Purchase Framework Agreement with Shuifu Hongli. Pursuant to the Yibin Zhangwo Electricity Purchase Framework Agreement and the Shuifu Hongli Electricity Purchase Framework Agreement, Yibin Zhangwo and Shuifu Hongli shall respectively supply electricity to the Company and its subsidiaries from the effective date of the respective agreement and up to 31 December 2026.

## THE ELECTRICITY PURCHASE FRAMEWORK AGREEMENTS

Save for (i) the parties to the Electricity Purchase Agreements, (ii) the unit price of electricity to be paid by the Group under each of the Electricity Purchase Agreements, (iii) the maximum volume of electricity to be purchased under each of the Electricity Purchase Framework Agreements, and (iv) the annual caps for the transactions contemplated under each of the Electricity Purchase Framework Agreements, the principal terms of the Electricity Purchase Framework Agreements are substantially the same and are summarised as follows:

<b>Date:</b>	16 May 2024 (after trading hours)
<b>Parties:</b>	<i>Yibin Zhangwo Electricity Purchase Framework Agreement</i>  (1) the Company (as purchaser)  (2) Yibin Zhangwo (as supplier)  <i>Shuifu Hongli Electricity Purchase Framework Agreement</i>  (1) the Company (as purchaser)  (2) Shuifu Hongli (as supplier)
<b>Subject matter:</b>	Pursuant to the Electricity Purchase Framework Agreements, Yibin Zhangwo/Shuifu Hongli shall supply electricity to the Company and its subsidiaries
<b>Term:</b>	From the effective date of the agreement to 31 December 2026
<b>Conditions precedent:</b>	The Electricity Purchase Framework Agreement shall become effective subject to the satisfaction of the following conditions precedent:  (i) the legal representatives or authorized representatives of both parties having affixed their signatures and official seals; and  (ii) the Electricity Purchase Framework Agreement and the transactions contemplated thereunder being approved in a general meeting duly convened by the Company in accordance with the Listing Rules.

**Subsidiary agreement:**

Pursuant to the terms of the relevant Electricity Purchase Framework Agreement, the parties to the agreement shall further agree on, to the extent applicable, the unit price of electricity, the policy of measurement of volume of electricity supplied, and terms of settlement by entering into separate specific subsidiary agreements within the ambit of the relevant Electricity Purchase Framework Agreement.

**Pricing policy:**

The unit price of electricity payable under the respective Electricity Purchase Framework Agreements shall be as follows:

	<b>Unit price of electricity (tax exclusive)</b>	<b>Unit price of electricity (tax inclusive) (Note)</b>
Yibin Zhangwo Electricity Purchase Framework Agreement	RMB0.2549 per kWh	RMB0.288 per kWh
Shuifu Hongli Electricity Purchase Framework Agreement	RMB0.31068 per kWh	RMB0.32 per kWh

*Note:* The unit price of electricity (tax inclusive) is calculated based on the rate of value added tax according to the PRC government policy.

The respective unit price of electricity payable under each of the Electricity Purchase Framework Agreements is subject to the adjustment under Notice of the Sichuan Development and Reform Commission on Adjusting the Relevant Issues Concerning Electricity Price Policy for the Water-sufficient and Water-deficit Seasons and Peak and Off-peak Hours of the Power Grid in Sichuan Province\* (《四川省發展改革委關於調整四川電網豐枯峰穀電價政策有關事項的通知》). The total electricity fee payable under the respective Electricity Purchase Framework Agreements shall be the relevant unit price of electricity multiplied by the actual volume of on-grid electricity supplied to the Group.

The respective unit price of electricity payable under the Electricity Purchase Framework Agreements set out above was determined after arm's length negotiation between the Company and Yibin Zhangwo or Shuifu Hongli (where applicable), with reference to (i) the historical unit price paid by the Group for the electricity purchased from the Zhangwo Power Station and Dayukong Power Station; (ii) the unit price of electricity charged by other Independent Third Parties; and (iii) the respective average unit price of electricity in 2023 charged by (a) State Grid Corporation of China (國家電網有限公司), being approximately RMB0.3606 per kWh (tax exclusive), and (b) China Southern Power Grid Company Limited (中國南方電網有限責任公司), being approximately RMB0.3875 per kWh (tax exclusive).

**Maximum volume:**

The maximum volume of electricity to be purchased by the Group under the Electricity Purchase Framework Agreements for each of the three years ending 31 December 2026 shall be as follows:

	<b>Maximum volume of electricity to be purchased by the Group For the year ending 31 December</b>		
	<b>2024</b>	<b>2025</b>	<b>2026</b>
	<i>('000 kWh)</i>	<i>('000 kWh)</i>	<i>('000 kWh)</i>
Yibin Zhangwo Electricity Purchase Framework Agreement	324,000	348,000	336,000
Shuifu Hongli Electricity Purchase Framework Agreement	111,000	117,000	114,000

**Payment Term:**

The electricity fee payable by the Group under the Electricity Purchase Framework Agreements shall be settled on a monthly basis.

## HISTORICAL TRANSACTION AMOUNTS AND ANNUAL CAPS

### Historical transaction amounts in relation to the electricity purchased by the Group from Zhangwo Power Station and Dayukong Power Station (Note)

	2021		For the year ending 31 December 2022		2023		For the four months ended 30 April 2024	
	The total volume of electricity purchased by Group during the year ( <i>'000 kWh</i> )	The total electricity fee paid by the Group during the year ( <i>RMB'000</i> )	The total volume of electricity purchased by Group during the year ( <i>'000 kWh</i> )	The total electricity fee paid by the Group during the year ( <i>RMB'000</i> )	The total volume of electricity purchased by Group during the year ( <i>'000 kWh</i> )	The total electricity fee paid by the Group during the year ( <i>RMB'000</i> )	The total volume of electricity purchased by Group during the period ( <i>'000 kWh</i> )	The total electricity fee paid by the Group during the period ( <i>RMB'000</i> )
Zhangwo Power Station	258,412.4	68,970.5	340,977.7	99,748.9	254,694.0	67,281.30	50,831.9	18,226.3
Dayukong Power Station	<u>105,634.7</u>	<u>32,405.8</u>	<u>104,720.9</u>	<u>32,433.1</u>	<u>93,383.4</u>	<u>27,507.0</u>	<u>20,012.5</u>	<u>7,973.0</u>
Total	<u><u>364,047.10</u></u>	<u><u>101,376.3</u></u>	<u><u>445,698.60</u></u>	<u><u>132,182.00</u></u>	<u><u>348,077.4</u></u>	<u><u>94,788.3</u></u>	<u><u>70,844.4</u></u>	<u><u>26,199.3</u></u>

Note: The Group has been purchasing electricity from Zhangwo Power Station and Dayukong Power Station since October 2017 and February 2013, respectively. It has come to the attention of the Company that, Zhangwo Power Station and Dayukong Power Station were subsequently held under Yibin Zhangwo and Shuifu Hongli, respectively, which then underwent several rounds of internal reorganisation. For further details, please refer to the paragraph headed “Reasons for and benefits of entering into the Electricity Purchase Framework Agreements” in this announcement.

**The maximum volume of electricity to be purchased by the Group and the proposed annuals caps of the transactions contemplated under the Electricity Purchase Framework Agreements**

	2024		For the year ending 31 December 2025		2026	
	The maximum	The annual cap	The maximum	The annual cap	The maximum	The annual cap
	volume of electricity to be purchased by the Group during the year ( <i>'000 kWh</i> )	of electricity fee payable by the Group during the year ( <i>RMB'000</i> )	volume of electricity to be purchased by the Group during the year ( <i>'000 kWh</i> )	of electricity fee payable by the Group during the year ( <i>RMB'000</i> )	volume of electricity to be purchased by the Group during the year ( <i>'000 kWh</i> )	of electricity fee payable by the Group during the year ( <i>RMB'000</i> )
Yibin Zhangwo Electricity Purchase Framework Agreement	324,000	93,310	348,000	100,220	336,000	96,770
Shuifu Hongli Electricity Purchase Framework Agreement	<u>111,000</u>	<u>35,520</u>	<u>117,000</u>	<u>37,440</u>	<u>114,000</u>	<u>36,480</u>
Total	<u><u>435,000</u></u>	<u><u>128,830</u></u>	<u><u>465,000</u></u>	<u><u>137,660</u></u>	<u><u>450,000</u></u>	<u><u>133,250</u></u>

**Basis of determination for the Annual Caps**

In determining the above annual caps, the Company has considered the following factors:

- (i) the estimated maximum volume of electricity to be purchased by the Group under the Electricity Purchase Framework Agreements for the three years ending 31 December 2026, which was determined with reference to the historical volume of electricity purchased by the Group from each of the Zhangwo Power Station and the Dayukong Power Station in the past five years;
- (ii) the unit prices of electricity payable by the Group under the Electricity Purchase Framework Agreements, which were determined after arm's length negotiation between the Group and each of Yibin Zhangwo and Shuifu Hongli with reference to (i) the historical unit price paid by the Group for the electricity supplied by the Zhangwo Power Station and the Dayukong Power Station; (ii) the unit price of electricity charged by other Independent Third Parties; and (iii) the respective average unit price of electricity in 2023 charged by State Grid Corporation of China (國家電網有限公司) and (ii) China Southern Power Grid Company Limited (中國南方電網有限責任公司). It is noted that the unit prices of electricity offered by Yibin Zhangwo or Shuifu Hongli are lower than the respective average unit price of electricity charged by State Grid Corporation of China (國家電網有限公司) and China Southern Power Grid Company Limited (中國南方電網有限責任公司) in 2023;

- (iii) the adjustments to the unit price of electricity under the Electricity Purchase Framework Agreements during the water-sufficient and water-deficit seasons as set out under the Notice of the Sichuan Development and Reform Commission on Adjusting the Relevant Issues Concerning Electricity Price Policy for the Water-sufficient and Water-deficit Seasons and Peak and Off-peak Hours of the Power Grid in Sichuan Province\* (《四川省發展改革委關於調整四川電網豐枯峰穀電價政策有關事項的通知》), which would affect the total amount of electricity fees payable under a year; and
- (iv) a reasonable buffer is also added to cater for the operating need from time to time in determining the proposed annual caps of the fees payable to the Group under the Electricity Purchase Framework Agreement.

## **REASONS FOR AND BENEFITS OF ENTERING INTO THE ELECTRICITY PURCHASE FRAMEWORK AGREEMENTS**

Yibin Zhangwo and Shuifu Hongli were primarily engaged in hydropower generation, and their hydropower station were connected to the power grid operated and managed by the Group. The Group had been purchasing electricity from the Zhangwo Power Station and Dayukong Power Station since October 2017 and February 2013, respectively. It has come to the attention of the Company that the Zhangwo Power Station and Dayukong Power Station were subsequently held under Yibin Zhangwo and Shuifu Hongli, which then underwent several rounds of internal reorganisation. As at the date of this announcement, the majority equity interests of each of Yibin Zhangwo and Shuifu Hongli were held by Jinding Group, which was in turn held as to approximately 69.39% and 30.61% by Hydropower Group and Energy Investment Group, respectively. As at the date of this announcement, Yibin Zhangwo and Shuifu Hongli were connected persons of the Company, and the transactions of electricity purchase from Yibin Zhangwo and Shuifu Hongli constitute continuing connected transactions of the Company.

Against the above background, and after taking into account (i) the long term business relationship with the Zhangwo Power Station and Dayukong Power Station which had been providing stable electricity supply to the Group over the years; and (ii) the unit prices of electricity offered by Yibin Zhangwo and Shuifu Hongli were arrived after arm's length negotiation between the parties, and were determined with reference to the historical unit price of electricity purchased from the Zhangwo Power Station and Dayukong Power Station, which were lower than the average unit price of electricity in 2023 charged by State Grid Corporation of China (國家電網有限公司) and China Southern Power Grid Company Limited (中國南方電網有限責任公司), being the two state-owned electric utility corporations in the PRC, the Board therefore considered that it would be beneficial to continue to purchase electricity from the Zhangwo Power Station and Dayukong Power Station through Yibin Zhangwo and Shuifu Hongli by entering into the Electricity Purchase Framework Agreements, as it would enable to the Group to continue to enjoy a favourable and competitive electricity price which will be conducive in controlling the operating costs of the Group, as well as consolidating and enhancing the Group's power supply capability in the relevant regions, particularly during the peak demand period of electricity.



The Directors (excluding the independent non-executive Directors, whose opinion on the Electricity Purchase Framework Agreements and the transactions contemplated thereunder by reference to the advice from the independent financial adviser in this regard will be set forth in the circular, and the Directors who have abstained from voting on the Board resolutions (as set out below) to the Electricity Purchase Framework Agreements) are of the view that (i) the transactions contemplated under the Electricity Purchase Framework Agreements are on normal commercial terms or better, and are entered into in the ordinary and usual course of business of the Group; and (ii) the terms and conditions contained under the Electricity Purchase Framework Agreement and the annual caps are fair and reasonable and in the interests of the Group and the Shareholders as a whole.

As Mr. He Jing, Mr. Wang Yuanchun and Ms. Xie Peixi are the Directors nominated by Hydropower Group, they have abstained from voting on the Board resolutions to approve the Electricity Purchase Framework Agreements voluntarily. Save as disclosed above, none of the Directors have material interest in the Electricity Purchase Framework Agreements and hence no other Director was required to abstain from voting on the relevant resolutions approving the same.

### **INTERNAL CONTROL MEASURES**

In order to ensure that the terms under the Electricity Purchase Framework Agreements for the continuing connected transactions contemplated thereunder are fair and reasonable and the connected transactions are carried out under normal commercial terms, the Company have adopted the following internal control procedures:

- (i) the operation management department of the Company will monitor the transactions under the Electricity Purchase Framework Agreements on a regular basis, and assess whether the annual caps are expected to be exceeded based on the volume of electricity already purchased and the amount of electricity fee already incurred by the Group. Where necessary, before the annual caps are exceeded, the operation management department of the Company will elevate such issue to the Board with proposed revised annual caps and such other relevant information so that the Board will be in a position to consider and, where applicable, comply with applicable Listing Rules in connection with such revised annual caps;
- (ii) prior to entering into of any specific subsidiary agreements, the personnel of relevant departments (including but not limited to the audit department, financial assets department and operation management department) of the Company as well as the legal counsels engaged by the Company from time to time will review and assess the specific terms and conditions of the transactions to ensure their consistency with the Electricity Purchase Framework Agreements. The operation management department will also compare the unit price of electricity offered under such specific subsidiary agreements with those offered by Independent Third Parties (including State Grid Corporation of China (國家電網有限公司) and China Southern Power Grid Company Limited (中國南方電網有限責任公司)) and ensure that the unit price of electricity offered under the specific subsidiary agreements are no less favorable than those to be offered by the Independent Third Parties; and

- (iii) Independent non-executive Directors and auditors of the Company will conduct annual review of the transactions under the Electricity Purchase Framework Agreements (including the unit rates of electricity charged in respect of the transactions) and provide annual confirmations in accordance with the Listing Rules that the transactions are conducted in accordance with the terms of the agreements and the Group's pricing policy measures, and to confirm if the price and terms offered are fair and reasonable and comparable to those offered by independent third parties.

## INFORMATION OF PARTIES INVOLVED

The Company is a vertically integrated power supplier and service provider in Yibin City, Sichuan Province, with a full power supply value chain covering power generation and electricity distribution and sales.

Yibin Zhangwo is a limited liability company established in the PRC which was held as to approximately 66.67% by Jinding Group and 33.33% by Shenzhen Aizhong Capital Management Co., Ltd\* (深圳愛眾資本管理有限公司) as at the date of this announcement. As at the date of this announcement, Jinding Group was held as to approximately 69.39% by Hydropower Group and approximately 30.61% by Energy Investment Group, whereas Shenzhen Aizhong Capital Management Co., Ltd. was the wholly-owned subsidiary of Sichuan Guangan AAA Public Co., Ltd.\* (四川廣安愛眾股份有限公司) (a joint stock company established in the PRC and the shares of which were listed on the Shanghai Stock Exchange (Stock Code: 600979). Yinbin Zhangwo primarily engaged in hydropower generation.

Shuifu Hongli is a limited liability company established in the PRC which was held as to approximately 66.67% by Jinding Group and 33.33% by Shenzhen Aizhong Capital Management Co., Ltd. as at the date of this announcement. For the background of Jinding Group and Shenzhen Aizhong Capital Management Co., Ltd., please refer to the above.

Hydropower Group was owned as to approximately 77.74% by Energy Investment Group, and owned indirectly as to 9.16% by China Construction Bank Corporation\* (中國建設銀行股份有限公司) (a bank with state-owned background in the PRC dually listed on the Stock Exchange (stock code: 00939) and the Shanghai Stock Exchange (stock code: 601939)), approximately 6.55% by Agricultural Bank of China Limited\* (中國農業銀行股份有限公司) (a bank with state-owned background in the PRC dually listed on the Stock Exchange (stock code: 01288) and the Shanghai Stock Exchange (stock code: 601288)), and approximately 6.55% by Bank of China Limited\* (中國銀行股份有限公司) (a bank with state-owned background in the PRC dually listed on the Stock Exchange (stock code: 03988) and the Shanghai Stock Exchange (stock code: 601988)) as at the date of this announcement. As at the date of this announcement, Energy Investment Group was wholly-owned by Sichuan Development Co., which was in turn owned as to 90% by the State-owned Assets Supervision and Administration Commission of the Sichuan Provincial Government\* (四川省政府國有資產監督管理委員會) and as to 10% by the Sichuan Provincial Department of Finance\* (四川省財政廳), respectively.

## **LISTING RULES IMPLICATIONS**

As at the date of this announcement, each of Yibin Zhangwo and Shuifu Hongli was held as to approximately 66.67% by Jinding Group, which was in turn held as to approximately 69.39% by Hydropower Group and approximately 30.61% by Energy Investment Group. Both Hydropower Group and Energy Investment Group are the controlling shareholders of the Company, and hence each of Yibin Zhangwo and Shuifu Hongli is an associate of the controlling shareholders of the Company and a connected person of the Company under Rule 14A.07 of the Listing Rules.

Pursuant to Rule 14A.81 to Rule 14A.83 of the Listing Rules, the respective transactions contemplated under the Electricity Purchase Framework Agreements are required to be aggregated as the Electricity Purchase Framework Agreements were entered into by the Company with the same group of connected persons, as both Yibin Zhangwo and Shuifu Hongli are both indirectly majority held by Hydropower Group and Energy Investment Group (the controlling shareholders of the Company), and the nature of transactions contemplated under the Electricity Purchase Framework Agreements are identical.

As the highest applicable percentage ratio in respect of the annual caps for the transactions contemplated under the Electricity Purchase Framework Agreements on an aggregated basis exceeds 5%, the transactions contemplated under the Electricity Purchase Framework Agreements will be subject to the reporting, announcement, annual review, circular (including independent financial advice) and independent shareholders' approval requirements under Chapter 14A of the Listing Rules.

## **GENERAL**

The Company will convene an EGM to seek Independent Shareholders' approval on the Electricity Purchase Framework Agreements and the transactions (including the proposed annual caps for each of the three years ending 31 December 2024, 2025 and 2026) contemplated thereunder.

The Independent Board Committee has been formed to advise the Independent Shareholders in respect of the transactions contemplated under the Electricity Purchase Framework Agreements as well as the proposed annual caps for the transactions contemplated under the Electricity Purchase Framework Agreements for each of the three years ending 31 December 2024, 2025 and 2026. The Company will appoint an independent financial adviser to advise the Independent Board Committee and the Independent Shareholders in this regard under the Listing Rules. The Independent Board Committee will form its view after obtaining and considering the advice from the independent financial adviser.

Hydropower Group, Energy Investment Group, and their respective associates will abstain from voting on the ordinary resolution(s) approving the transactions contemplated under the Electricity Purchase Framework Agreements as well as the proposed annual caps for each of the three years ending 31 December 2024, 2025 and 2026 in respect of the transactions contemplated under the Electricity Purchase Framework Agreements at the EGM to be held by the Company.

A circular containing, among other things, details of the Electricity Purchase Framework Agreements, a letter of advice from the independent financial adviser to both the Independent Board Committee and the Independent Shareholders and a letter of recommendation from the Independent Board Committee to the Independent Shareholders and the details of the EGM to be held to approve the Electricity Purchase Framework Agreements as well as the proposed annual caps for each of the three years ending 31 December 2024, 2025 and 2026 in respect of the transactions contemplated under the Electricity Purchase Framework Agreements, will be dispatched to the Shareholders on or before 31 July 2024 in accordance with the Listing Rules as more time is required to finalise the circular to the Shareholders.

## DEFINITIONS

In this announcement, unless the context otherwise requires, the following expressions have the following meanings when used herein:

“Board”	the board of Directors
“Chairman”	the chairman of the Board
“Company”	Sichuan Energy Investment Development Co., Ltd.* (四川能投發展股份有限公司) (stock code: 1713), a joint stock company established in the PRC with limited liability on 29 September 2011
“connected person(s)”	has the meaning ascribed to it under the Listing Rules
“controlling shareholder(s)”	has the meaning ascribed to it under the Listing Rules
“Dayukong Power Station”	the Dayukong Power Station (大魚孔電站), which was held by Shuifu Hongli as at the date of this announcement
“Director(s)”	the director(s) of the Company
“Domestic Share(s)”	the ordinary share(s) in the capital of the Company with a nominal value of RMB1.00 each, which are subscribed for or credited as paid up in RMB by PRC nationals and/or PRC corporate entities
“EGM”	the extraordinary general meeting of the Company to be held to approve, among other things, the Electricity Purchase Framework Agreements and the transactions contemplated thereunder
“Electricity Purchase Framework Agreements”	collectively the Yibin Zhangwo Electricity Purchase Framework Agreement and the Shuifu Hongli Electricity Purchase Framework Agreement, and each an “Electricity Purchase Framework Agreement”
“Energy Investment Group”	Sichuan Province Energy Investment Group Co., Ltd.* (四川省能源投資集團有限責任公司), a limited liability company established in the PRC and one of the controlling shareholders of the Company

“Group”	the Company and its subsidiaries
“H Share(s)”	the ordinary share(s) in the capital of the Company with a nominal value of RMB1.00 each, which are subscribed for and traded in HK\$ and listed on the Stock Exchange
“Hong Kong”	the Hong Kong Special Administrative Region of the PRC
“Hydropower Group”	Sichuan Province Hydropower Investment and Management Group Co., Ltd* (四川省水電投資經營集團有限公司), a limited liability company established in the PRC and one of the controlling shareholders of the Company
“Independent Board Committee”	the independent committee of the Board, comprising all independent non-executive Directors, namely Mr. Kin Kwong Kwok Gary, Ms. He Zhen, Mr. Wang Peng, Prof. Li Jian and Ms. He Yin to advise the Independent Shareholders on the Electricity Purchase Framework Agreements and the transactions contemplated thereunder
“Independent Shareholder(s)”	Shareholders other than Hydropower Group, Energy Investment Group and other Shareholders who are required under the Listing Rules to abstain from voting at the EGM for the resolution(s) approving the Electricity Purchase Framework Agreements and the transactions contemplated thereunder
“Independent Third Party(ies)”	person(s) who is(are) third party(ies) independent of the Company and connected persons of the Company
“Jinding Group”	Sichuan Energy Investment Jinding Industrial Finance Holding Group Co., Ltd.* (四川能投金鼎產融控股集團有限公司), a limited liability company established in the PRC, held as to approximately 69.39% by Hydropower Group and approximately 30.61% by Energy Investment Group as at the date of this announcement
“kWh”	kilowatt hour
“Listing Rules”	the Rules Governing the Listing of Securities on the Stock Exchange as amended from time to time
“PRC”	the People’s Republic of China, for the purposes of this announcement, exclude Hong Kong, the Macau Special Administrative Region of the PRC and Taiwan
“RMB”	Renminbi, the lawful currency of the PRC
“Share(s)”	the Domestic Share(s) and the H Share(s)

“Shareholder(s)”	holder(s) of the Shares
“Shuifu Hongli”	Shuifu Hongli Power Generation Co., Ltd.* (水富泓力發電有限公司), a limited liability company established in the PRC
“Shuifu Hongli Electricity Purchase Framework Agreement”	the electricity purchase framework agreement dated 16 May 2024 and entered into between the Company and Shuifu Hongli
“Sichuan Development Co.”	Sichuan Development (Holding) Co., Ltd.* (四川發展(控股) 有限責任公司), a state-owned enterprise with limited liability established under the laws of the PRC and one of the controlling Shareholders of the Company
“Stock Exchange”	The Stock Exchange of Hong Kong Limited
“Yibin Zhangwo”	Yibin Zhangwo Power Generation Co., Ltd.* (宜賓張窩發電有限公司), a limited liability company established in the PRC
“Yibin Zhangwo Electricity Purchase Framework Agreement”	the electricity purchase framework agreement dated 16 May 2024 and entered into between the Company and Yibin Zhangwo
“Zhangwo Power Station”	the Zhangwo Power Station (張窩電站), which was held by Yibin Zhangwo as at the date of this announcement

By order of the Board  
**Sichuan Energy Investment Development Co., Ltd.\***  
**He Jing**  
*Chairman*

Chengdu, Sichuan Province, the PRC, 16 May 2024

*As at the date of this notice, the executive Directors are Mr. He Jing, Mr. Wang Yuanchun and Ms. Xie Peixi; the non-executive Directors are Ms. Han Chunhong, Mr. Tao Xueqing, Ms. Liang Hong, Ms. Lv Yan and Mr. Kong Ce; and the independent non-executive Directors are Mr. Kin Kwong Kwok Gary, Ms. He Zhen, Mr. Wang Peng, Prof. Li Jian and Ms. He Yin.*