

Hangzhou Steam Turbine Power Group Co., Ltd.
Performance Prospect for the First Quarter of 2023

The members of the Board and the Company acknowledge being responsible for the truthfulness, accuracy, and completeness of the announcement. Not any false record, misleading statement or significant omission carried in this announcement.

I. Forecast of business performance of the current term

1. Period of the prospect: January 1, 2023 to March 31, 2023

2. Estimated earnings: Losses Turning losses into profits Year-on-Year increase
 Year-on-Year decrease

3. Performance forecast table

Items	For this report period	Same period of the previous year
Net profit attributable to the shareholders of the listed company	Loss: -45.53 million yuan~-55.65 million yuan	Earnings: 184.04 million yuan
	Decrease over the same period of last year:124.74%~130.24%	
Net profit after deducting non-recurring gains and losses	Loss: -54.87 million yuan~-67.07 million yuan	Earnings: 138.96 million yuan
	Decrease over the same period of last year:139.49%~148.27%	
Basic earnings per share	Loss: -0.05 yuan/share~-0.06 yuan/share	Earnings: 0.19 yuan/share

II. Pre-audit of estimated earnings

The estimated earnings have not been pre-audited by certified public accountants.

III. Causation of change in business performance

The Company's net profit attributable to shareholders of listed companies in this period decreased significantly year on year, mainly due to the sharp decrease in sales revenue in this period, and the decrease in gross profit due to the influence of product structure, resulting in a year-on-year

decrease in net profit.

The specific reasons are as follows:

1) Affected by the "carbon peaking and carbon neutrality" policy, from the end of 2021 to the first half of 2022, the ordering of some projects was delayed. The delivery period of the Company's units is about 10 to 12 months, which leads to a corresponding decline in the number of units delivered in the first quarter of 2023.

2) Affected by the lifting of pandemic control restrictions nationwide at the end of 2022 plus the Chinese New Year, the Company's unit production and customer project construction progress have been delayed to some extent, resulting in a decrease in the number of deliverable units and a decline in sales revenue.

IV. Other relevant explanation

1. The estimated performance is the preliminary data, Actual results of will be released by the Company's 1st Quarterly Report 2023. investors are advised to make decisions prudently and pay attention to investment risks.

2. Shanghai Securities Daily, Securities Times, Hong Kong Commercial Daily and www.cninfo.com.cn are the official presses of the Company for information disclosure.

This announcement is hereby made.

The Board of Directors of Hangzhou Steam Turbine Power Group Co., Ltd.

April 15, 2023