

Hangzhou Steam Turbine Power Group Co., Ltd.

**Announcement on the completion of industrial and commercial change
registration of the joint-stock system reform of Zhongneng Company**

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.

Hangzhou Steam Turbine Power Group Co., Ltd. received a notice from its subsidiary-Hangzhou Zhongneng Steam Turbine Power Co., Ltd, noted that in order to further improve the corporate governance structure, improve the level of operation and management, enhance the management efficiency and comprehensive competitiveness, and achieve the sustainable development, Hangzhou Zhongneng Steam Turbine Power Co., Ltd. has completed the joint-stock system reform and as a whole changed to "Hangzhou Zhongneng Turbine Machinery Equipment Co., Ltd."

In this joint-stock system reform, all the shareholders of Hangzhou Zhongneng Steam Turbine Power Co., Ltd. are the promoters of the joint-stock company, and Hangzhou Zhongneng Steam Turbine Power Co., Ltd. is changed to a joint-stock company by converting net assets into shares, and all the shares of the joint-stock company are held by the shareholders of Hangzhou Zhongneng Steam Turbine Power Co., Ltd. in accordance with the original capital contribution ratio. All rights and obligations of Hangzhou Zhongneng Steam Turbine Power Co., Ltd. are inherited by Hangzhou Zhongneng Turbine Machinery Equipment Co., Ltd., which is established after the overall change. After the completion of this joint-stock reform, the Company's shareholding ratio in Hangzhou Zhongneng Turbine Machinery Equipment Co., Ltd. remains unchanged, which's still at 46.8883%. The Company signed the "Concerted Action Person Agreement" with Li Ximing (vice chairman of Zhongneng Company) and Ge Cunfei (director of Zhongneng Company)-important natural person shareholders of Hangzhou Zhongneng Turbine Machinery Equipment Co., Ltd., taking concerted actions and holding more than 50% of the total share capital of Hangzhou Zhongneng Turbine Machinery Equipment Co., Ltd., Hangzhou Zhongneng Turbine Machinery Equipment Co., Ltd. is still a holding subsidiary within the scope of the Company's consolidated statement. The above change will not have a material impact on the Company's financial position and results of operations for the year.

The specific information is announced as follows:

I. Registration of changes in the joint-stock system reform

Recently, Zhongneng Company completed the industrial and commercial registration procedures for the joint-stock system reform and obtained the "Business License" issued by the Hangzhou Municipal Administration for Market Regulation, with the specific registration information is as follows:

Company name: Hangzhou Zhongneng Turbine Machinery Equipment Co., Ltd.

Social unified credit code: 913301011430339690

Registered capital: 120,000,000 yuan

Type: Other joint stock limited company (unlisted)

Date of establishment: August 12, 1989

Domicile: No. 18, No. 22 Street, Hangzhou Economic and Technological Development Zone, Zhejiang Province

Company business scope: general items: motor manufacturing; General equipment manufacturing (excluding special equipment manufacturing); Pump and vacuum equipment sales; Generator and generator set manufacturing; sales of generators and generator sets; Technical services, technology development, technical consultation, technology exchange, technology transfer, technology promotion; import and export of goods; technology import and export; Pump and vacuum equipment manufacturing; steam turbine and auxiliary engine sales; Steam turbine and auxiliary engine manufacturing; repair of general equipment; Mechanical and electrical equipment manufacturing; sales of mechanical and electrical equipment; Hydraulic turbine and auxiliary machine manufacturing; external project contracting; gas compression machinery sales; Gas compression machinery manufacturing (Except for items that must be approved according to law, independently carry out business activities according to law on the basis of business license). Permitted items: construction engineering; Construction engineering design (Items subject to approval according to law can only be carried out after approval by relevant departments, and the specific business items shall be subject to the results of approval).

Shareholding structure of the stock limited company:

Name of shareholder	Number of holdings (Ten thousand shares)	Shareholding ratio (%)
Hangzhou Steam Turbine Power Group Co., Ltd.	5626.5900	46.8883
Li Ximing	984.0000	8.2000
Ge Cunfei	720.0000	6.0000
Hangzhou Xiaoneng Enterprise Management Consulting Partnership (Limited Partnership)	717.8858	5.9825

Hangzhou Xuneng Enterprise Management Consulting Partnership (Limited Partnership)	678.0000	5.6500
Hangzhou Shuaineng Enterprise Management Consulting Partnership (Limited Partnership)	630.0000	5.2500
Hangzhou Ruineng Enterprise Management Consulting Partnership (Limited Partnership)	546.0000	4.5500
Feng Haisong	180.0000	1.5000
Qian Xiaodong	180.0000	1.5000
Zhu Lei	180.0000	1.5000
Du Hongfei	160.0000	1.3333
Qian Xiaoyuan	160.0000	1.3333
Zheng Yonghua	160.0000	1.3333
Hu Songqiang	160.0000	1.3333
Lai Guoyan	160.0000	1.3333
Zhang Weichu	154.8842	1.2907
Chen Denghua	126.0000	1.0500
Dong Hongchao	122.6400	1.0220
Ding Xuhui	120.0000	1.0000
Wang Zongyun	108.0000	0.9000
Tang Zhenhe	78.0000	0.6500
Xing Hongbin	48.0000	0.4000

II. Documents available for inspection

1. Industrial and commercial change registration form
2. Business license

This announcement is hereby made.

Hangzhou Steam Turbine Power Group Co., Ltd.

June 27, 2023