

Hangzhou Turbine Power Group Co., Ltd.

Announcement of Equity Allocation 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.

The equity allocation plan of Hangzhou Turbine Power Group Co., Ltd. of 2023 has been examined and adopted at the Shareholders' Meeting 2023 held on May 22, 2024. The followings are the details about implementation of the plan:

1. The General Meeting of Shareholders reviewed and approved the equity distribution plan

1. The Company's equity distribution plan for 2023, which was reviewed and approved at the General Meeting of Shareholders: Based on the Company's total share capital of 1,175,444,400 shares at the end of 2023, after deducting 434,803 shares repurchased and cancelled (Cancellation completed on January 2, 2024) due to the retirement and resignation of equity incentive objects, that is, based on 1,175,009,597 shares, a cash dividend of RMB 5 (including tax) will be distributed to all shareholders for every 10 shares, instead of converting the reserve fund into share capital.

2. The company's profit distribution this time will be distributed in a fixed proportion. From the disclosure of distribution plan to its implementation, the total share capital of the Company has not changed.

3. The equity distribution plan implemented this time is consistent with the distribution plan reviewed and approved by the General Meeting of Shareholders.

4. The implementation time of this equity distribution plan is less than two months from the time when the General Meeting of Shareholders reviewed and approved it.

II. The equity allocation plan

The equity allocation plan for year 2023 is: Based on the Company's total share capital of 1,175,444,400 shares at the end of 2023, after deducting 434,803 shares repurchased and cancelled (Cancellation completed on January 2, 2024) due to the retirement and resignation of equity incentive

objects, that is, based on 1,175,009,597 shares, a cash dividend of RMB 5 (including tax) will be distributed to all shareholders for every 10 shares, instead of converting the reserve fund into share capital. the foreign non-residential enterprise distributed the after -tax cash dividend of RMB 4.50 per 10 shares, for churchyard individual of B shareholders are subject different tax ratio, distributed cash dividend of RMB 5.00 per 10 shares firstly, and tax shall be paid according to the actual term of shareholding after reducing of shares [Note] .

[Note: On first –in –first –out basis, shareholding periods are calculated upon each shareholders' account ,namely RMB 1.00 of tax per 10 shares for under 1 month(include);RMB 0.50 of tax per 10 share for between 1 month and 1year(include);no tax is payable for over one year.]

Special note: Since the company is a Sino-foreign joint venture, individual foreign investors may temporarily be exempted from dividend income tax.

Before the dividend, the total share capital of the Company was 1,175,009,597 shares, The total share capital remains unchanged after the dividend. Among them, there are 426,482,909 listed and circulated B shares and 748,526,688 unlisted and circulated domestic shares.

For cash dividend to be distributed to B share shareholders, the first working day after the resolution of the shareholders general meeting of 2023 will be followed, that is May 23,2024 is the day that the central parity rate of RMB against Hong Kong dollar announced by the People's Bank of China(Hong Kong dollar: RMB=1: 0.9109) is the exchange rate for payment by HK Dollar.

III. Dividend date

The final trading day: June 4, 2024;

Ex-dividend date: June 5, 2024;

The Equity registration date: June 7 2024.

The equity registration date for the equity distribution of domestic shares is: June 7,2024.

IV. Qualifications for the dividend

This distribution object is: all B-share shareholders of the Company registered in Shenzhen Branch of China Securities Depository and Clearing Co., Ltd. (hereinafter referred to as "CSDC Shenzhen Branch") after the closing of Shenzhen Stock Exchange on the afternoon of June 7, 2024 (the last trading day is June 4, 2024); As of the afternoon of June 7, 2024, after the Shenzhen Stock Exchange closed, all domestic shareholders of the Company registered in CSDC Shenzhen Branch.

V. Equity distribution method

1.The circulation B shares dividend will be directly transferred on June 7, 2024 into the shareholder's accounts of entrusted Security agency or entrusted bank; Shareholders whose B shares are entrusted on June 7, 2024, they can still withdraw their dividends at the former

entrusted security agency or the entrusted banks. shares offered (swapped) is consistent with the total number of shares offered (swapped) this time.

2.The cash dividends of domestic shareholders and restricted shareholders with equity incentive will be distributed by the Company itself.

VI. Adjust relevant parameters

1.According to the Company's *Restricted Stock Incentive Plan in 2021*, after the implementation of this equity distribution, for the number of restricted stock repurchases that have been granted but with restriction not lifted, and the repurchase price adjustment, the Company will make an announcement after the review procedure is performed separately.

VII. Others

If the B shareholder is not belong to the churchyard individual and non-residential enterprise ,but their bonuses tax are deducted, please contact with the Company before July 6, 2024 (including the date), and provide related materials requested by the Tax bureau, company will help to refund the tax after affirmed.

VIII. Consulting agencies and contacts

1. Consulting agency: Office of the Board of Directors of Hangzhou Turbine Power Group Co., Ltd.
2. Consulting address: Turbine Power Building, No.1188 Dongxin Road, Hangzhou
3. Consulting contact: Li Xiaoyang, Wang Luhang
- 4.Consulting telephone: 0571-85780438
5. Fax: 0571-85780433

IX. Documents for Reference

- 1.The resolutions of the 6th meeting of the Ninth board of directors;
- 2.The Company's 2023 annual shareholders general meeting's resolution;
- 3.Other documents required by Shenzhen Stock Exchange.

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

May 29,2024