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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)

DISCLOSEABLE TRANSACTION SUBSCRIPTION OF STRUCTURED DEPOSIT PRODUCT

SUBSCRIPTION OF STRUCTURED DEPOSIT PRODUCT

Reference is made to the announcement of the Company dated 16 October 2019, in which it was disclosed that the Company entered into the Financial Products Agreements, being seven agreements to subscribe for certain principal guaranteed structured deposit products provided by the Bank during the period from 25 January 2019 to 9 July 2019.

As at the date of this announcement, the outstanding balance under the Financial Products Agreements amounted to approximately RMB51,500,000.

On 30 October 2019, the Company entered into the Eighth Structured Deposit Product Agreement with the Bank, pursuant to which the Company agreed to subscribe for the principal guaranteed structured deposit product, with a principal amount of RMB237,000,000.

LISTING RULES IMPLICATIONS

As the Eighth Structured Deposit Product Agreement is entered into with the same bank and are of a similar nature as the Financial Products Agreements, the transactions under the Eighth Structured Deposit Product Agreement shall be aggregated with those under the Financial Products Agreements pursuant to Rule 14.22 of the Listing Rules. As the highest of the applicable percentage ratios calculated according to Rule 14.07 of the Listing Rules in respect of the Eighth Structured Deposit Product Agreement, whether on a standalone basis or on an aggregated basis together with the Financial Products Agreements, exceeds 5% but all of the applicable percentage ratios are less than 25%, the transactions constitute discloseable transactions for the Company and therefore subject to reporting and announcement requirements under Chapter 14 of the Listing Rules.

BACKGROUND

Reference is made to the announcement of the Company dated 16 October 2019, in which it was disclosed that the Company entered into the Financial Products Agreements, being seven agreements to subscribe for certain principal guaranteed structured deposit products provided by the Bank during the period from 25 January 2019 to 9 July 2019.

As at the date of this announcement, the outstanding balance under the Financial Products Agreements amounted to approximately RMB51,500,000.

On 30 October 2019, the Company entered into the Eighth Structured Deposit Product Agreement with the Bank, pursuant to which the Company agreed to subscribe for the principal guaranteed structured deposit product, with a principal amount of RMB237,000,000.

THE EIGHTH STRUCTURED DEPOSIT PRODUCT AGREEMENT

On 30 October 2019, the Company entered into the Eighth Structured Deposit Product Agreement with the Bank. The principal terms of the Eighth Structured Deposit Product Agreement are set out below:

Date:	30 October 2019
Product:	Bank of Communication Yuntong Fortune Periodic Structured Deposits One Month (Gold Linked Bearish)
Parties:	(1) the Company, as the subscriber; and (2) Sichuan Branch of the Bank of Communications, as the bank
Type of Product:	Fully principal-guaranteed
Principal:	RMB237,000,000
Term:	35 days (from 1 November 2019 to 6 December 2019)
Expected return per annum:	Annualized return rate of between 3.35% to 3.45% If the closing price of the AU99.99 on the Shanghai Gold Exchange is less than or equal to the exercise price, being RMB276 per gram, on 3 December 2019, the annualized return rate will be 3.45%, otherwise it will be 3.35%.
Formula for Calculation of Interest:	$\text{Principal} \times \text{annualized return rate} \times \text{actual term of deposit (days)}/365 \text{ days}$
Right of Early Termination or Redemption:	The Company has no right of early termination or redemption.
Minimum Interest:	$\text{RMB237,000,000} \times 3.35\% \times 35/365 = \text{RMB761,321.92}$

REASONS FOR AND BENEFITS OF THE TRANSACTIONS

The product the Company subscribed under the Eighth Structured Deposit Product Agreement is fully principal-guaranteed and with minimal risk which provides a better return than the fixed-term deposits generally offered by PRC commercial banks. The Directors believe that Subscription will improve the effectiveness of using the Group's temporarily idle funds and obtain certain return. Accordingly, the Directors (including the independent non-executive Directors) are of the view that the terms of the Eighth Structured Deposit Product Agreement were arrived at after the arm's length negotiation and the transactions contemplated under the Eighth Structured Deposit Product Agreement are on normal commercial terms which are fair and reasonable and in the interests of the Group and the Shareholders as a whole.

LISTING RULES IMPLICATIONS

As the Eighth Structured Deposit Product Agreement is entered into with the same bank and are of a similar nature as the Financial Products Agreements, the transactions under the Eighth Structured Deposit Product Agreement shall be aggregated with those under the Financial Products Agreements pursuant to Rule 14.22 of the Listing Rules. As the highest of the applicable percentage ratios calculated according to Rule 14.07 of the Listing Rules in respect of the Eighth Structured Deposit Product Agreement, whether on a standalone basis or on an aggregated basis together with the Financial Products Agreements, exceeds 5% but all of the applicable percentage ratios are less than 25%, the transactions constitute discloseable transactions for the Company and therefore subject to reporting and announcement requirements under Chapter 14 of the Listing Rules.

INFORMATION OF THE PARTIES INVOLVED

The Company

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.

Bank of Communications

Bank of Communications is a large-scale joint stock commercial bank in the PRC. Headquartered in Shanghai, it was listed on the Stock Exchange in June 2005 (stock code: 03328) and on the Shanghai Stock Exchange in May 2007 (stock code: 601328).

To the best knowledge, information and belief of the Directors having made all reasonable enquiries, Bank of Communications and its ultimate beneficial owners are third parties independent of the Group and its connected persons.

DEFINITIONS

Unless otherwise defined as below, the capitalized terms used in this announcement shall have same meanings as those defined in the Previous Announcement:

“Board”	the board of Directors
“Bank”	Sichuan Branch of the Bank of Communications
“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: 01713), a company established in the PRC as a joint stock company with limited liability on 29 September 2011
“connected person(s)”	has the meaning ascribed to it under the Listing Rules
“Director(s)”	the director(s) of the Company
“Eighth Structured Deposit Product Agreement”	The Bank of Communication Yuntong Fortune Periodic Structured (Gold Linked) Product Agreement (《交通銀行蘊通財富定期型結構性存款(黃金掛鉤)產品協議》) entered into between the Company and the Bank on 30 October 2019
“Group”	the Company and its subsidiaries
“Hong Kong”	the Hong Kong Special Administrative Region of the PRC
“Listing Rules”	Rules Governing the Listing of Securities on the Stock Exchange
“PRC”	the People’s Republic of China, for the purposes of this announcement, excluding Hong Kong, the Macau Special Administrative Region of the PRC and Taiwan
“Previous Announcement”	the announcement of the Company dated 16 October 2019
“Financial Products Agreements”	the agreements entered into between the Company and the Bank to subscribe the structured deposit products by the Company, including the First Structured Deposit Product Agreement, the Second Structured Deposit Product Agreement, the Third Structured Deposit Product Agreement, the Fourth Structured Deposit Product Agreement, the Fifth Structured Deposit Product Agreement, the Sixth Structured Deposit Product Agreement and the Seventh Structured Deposit Product Agreement
“RMB”	Renminbi, the lawful currency of the PRC
“Shareholder(s)”	holder(s) of the Shares

“Stock Exchange”	The Stock Exchange of Hong Kong Limited
“Subscription”	the subscription of the structured deposit products under the Eighth Structured Deposit Product Agreement
“%”	per cent

By order of the Board
Sichuan Energy Investment Development Co., Ltd.
Zeng Yong
Chairman

Chengdu, Sichuan Province, the PRC
30 October 2019

As at the date of this announcement, the executive Directors are Mr. Zeng Yong, Mr. Li Hui and Ms. Xie Peixi; the non-executive Directors are Ms. Han Chunhong, Ms. Li Yu, Mr. Wang Chengke and Mr. Zhou Yanbin; and the independent non-executive Directors are Mr. Kin Kwong Kwok Gary, Mr. Fan Wei, Ms. He Zhen and Mr. Wang Peng.

* *For identification purposes only*