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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 TRANSACTIONS SUBSCRIPTION OF STRUCTURED DEPOSIT PRODUCTS

SUBSCRIPTION OF STRUCTURED DEPOSIT PRODUCTS

Reference is made to the announcements of the Company dated 16 October 2019, 30 October 2019 and 2 January 2020, in which they were disclosed that the Company entered into the Financial Products Agreements, being ten agreements, to subscribe for certain principal guaranteed structured deposit products provided by the Bank during the period from 25 January 2019 to 2 January 2020. As at the date of this announcement, other than the Tenth Structured Deposit Product Agreement, all the structured deposit products under the Financial Products Agreements have matured, and the outstanding balance thereunder amounted to approximately RMB200,000,000.

On 9 April 2020, the Company entered into the Eleventh Structured Deposit Product Agreement and the Twelfth Structured Deposit Product Agreement with the Bank, pursuant to which the Company agreed to subscribe for the principal guaranteed structured deposit products, with a principal amount of RMB50,000,000 and RMB150,000,000, respectively.

LISTING RULES IMPLICATIONS

As the New Structured Deposit Product Agreements and the Tenth Structured Deposit Product Agreement are entered into with the same bank and are of a similar nature, the transactions under the New Structured Deposit Product Agreements shall be aggregated with that under the Tenth Structured Deposit Product Agreement 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 New Structured Deposit Product Agreements and the Tenth Structured Deposit Product Agreement, on an aggregated basis, 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 announcements of the Company dated 16 October 2019, 30 October 2019 and 2 January 2020, in which they were disclosed that the Company entered into the Financial Products Agreements, being ten agreements, to subscribe for certain principal guaranteed structured deposit products provided by the Bank during the period from 25 January 2019 to 2 January 2020. As at the date of this announcement, other than the Tenth Structured Deposit Product Agreement, all the structured deposit products under the Financial Products Agreements have matured, and the outstanding balance thereunder amounted to approximately RMB200,000,000.

On 9 April 2020, the Company entered into the Eleventh Structured Deposit Product Agreement and the Twelfth Structured Deposit Product Agreement with the Bank, pursuant to which the Company agreed to subscribe for the principal guaranteed structured deposit products, with a principal amount of RMB50,000,000 and RMB150,000,000, respectively.

THE ELEVENTH STRUCTURED DEPOSIT PRODUCT AGREEMENT

On 9 April 2020, the Company entered into the Eleventh Structured Deposit Product Agreement with the Bank. The principal terms of the Eleventh Structured Deposit Product Agreement are set out below:

Date:	9 April 2020
Product:	Bank of Communication Yuntong Fortune Periodic Structured Deposits 63 Days (Gold Linked Bullish)
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:	RMB50,000,000
Term:	63 days (from 13 April 2020 to 15 June 2020)
Expected Return Rate Per Annum:	Annualized return rate of between 1.35% to 3.40% If the closing price of the AU99.99 on the Shanghai Gold Exchange is less than or equal to the exercise price, being RMB285 per gram, on 10 June 2020, the annualized return rate will be 3.40%, otherwise it will be 1.35%.
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.
Maximum Interest:	$\text{RMB}50,000,000 \times 3.40\% \times 63/365 = \text{RMB}293,425$

THE TWELFTH STRUCTURED DEPOSIT PRODUCT AGREEMENT

On 9 April 2020, the Company entered into the Twelfth Structured Deposit Product Agreement with the Bank. The principal terms of the Twelfth Structured Deposit Product Agreement are set out below:

Date:	9 April 2020
Product:	Bank of Communication Yuntong Fortune Current Structured A (Price Structured Type)
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:	The maximum amount of the principal will not exceed RMB150,000,000
Term:	From the date of subscription to the date of withdraw the principal, in any event, will not exceed 181 days.
Expected Return Rate:	Annualized return rate of between 0.88% to 2.0% If the closing price of the day of the Three-month Shanghai Interbank Offered Rate is less than or equal to 1.50%, the annualized return rate of that day will be 2.0%, otherwise it will be 0.88%.
Formula for Calculation of Daily Interest:	$\text{Principal} \times \text{daily annualized return rate} \times \text{actual term of deposit (days)}/365 \text{ days}$
Right of Early Termination or Redemption:	The Bank has right of early termination or redemption.
Annualized Maximum Interest:	RMB3,000,000

REASONS FOR AND BENEFITS OF THE TRANSACTIONS

The products the Company subscribed under the New Structured Deposit Product Agreements are fully principal-guaranteed and with minimal risk which will provide a better return than the fixed-term deposits generally offered by PRC commercial banks. The Directors believe that the transactions thereunder 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 New Structured Deposit Product Agreements were arrived at after the arm's length negotiation and the transactions contemplated thereunder 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 New Structured Deposit Product Agreements and the Tenth Structured Deposit Product Agreement are entered into with the same bank and are of a similar nature, the transactions under the New Structured Deposit Product Agreements shall be aggregated with that under the Tenth Structured Deposit Product Agreement 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 New Structured Deposit Product Agreements and the Tenth Structured Deposit Product Agreement, on an aggregated basis, 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

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

“Bank”	Sichuan Branch of the Bank of Communications
“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: 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
“Eleventh Structured Deposit Product Agreement”	The Bank of Communication Yuntong Fortune Periodic Structured Deposits (Periodic Structure) Product Agreement (《交通銀行蘊通財富定期型結構性存款(期限結構型)產品協議》) entered into between the Company and the Bank on 9 April 2020
“Financial Products Agreements”	the ten agreements entered into between the Company and the Bank to subscribe the structured deposit products by the Company during the period from 25 January 2019 to 2 January 2020
“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
“New Structured Deposit Product Agreements”	the Eleventh Structured Deposit Product Agreement and the Twelfth Structured Deposit Product Agreement
“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

“RMB”	Renminbi, the lawful currency of the PRC
“Shareholder(s)”	holder(s) of the Shares
“Stock Exchange”	The Stock Exchange of Hong Kong Limited
“Twelfth Structured Deposit Product Agreement”	The Bank of Communication Yuntong Fortune Current Structured Deposits A (Price Structured Type) Product Agreement (《交通銀行蘊通財富活期型結構性存款A款(價格結構型)產品協議》) entered into between the Company and the Bank on 9 April 2020
“%”	per cent

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

Chengdu, Sichuan Province, the PRC
9 April 2020

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*