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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 A STRUCTURED DEPOSIT PRODUCT**

SUBSCRIPTION OF STRUCTURED DEPOSIT PRODUCT

On 26 November 2020, the Company entered into the 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 RMB160,000,000. This allows the Group to better utilise its idle fund and generate better returns.

LISTING RULES IMPLICATIONS

As the highest of the applicable percentage ratios calculated according to Rule 14.07 of the Listing Rules in respect of the Structured Deposit Product Agreement, exceeds 5% but all of the applicable percentage ratios are less than 25%, the transaction contemplated under the Structured Deposit Product Agreement constitute a discloseable transaction for the Company and therefore subject to reporting and announcement requirements under Chapter 14 of the Listing Rules.

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THE STRUCTURED DEPOSIT PRODUCT AGREEMENT

On 26 November 2020, the Company entered into the Structured Deposit Product Agreement with the Bank. the principal terms of which are set out below:

Date:	26 November 2020
Product:	Bank of Communication Yuntong Fortune Periodic Structured Deposits 189 Days (Exchange Rate 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:	RMB160,000,000
Term:	189 days (from 30 November 2020 to 7 June 2021)
Expected Return Rate Per Annum:	Annualized return rate of either 1.55% or 2.70% Yield of the product will be determined with reference to the difference between the final exchange rate of EUR/USD on 2 June 2021 (the “ Date of Observation ”) and the initial exchange rate of EUR/USD on 30 November 2020 (the “ Product Establishment Date ”). If the final exchange rate on the Date of Observation of the exchange rate is lower than or equal to the initial exchange rate on the Product Establishment Date plus 0.0800, the actual annualized return rate of the entire term would be 2.70% (being the highest return rate). Otherwise the actual annualized return rate would be 1.55% (being the lowest return rate) of the entire term.
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:	$\text{RMB}160,000,000 \times 2.70\% \times 189 / 365 = \text{Approximately RMB}2,236,932$

REASONS FOR AND BENEFITS OF THE TRANSACTIONS

The product that the Company subscribed under the Structured Deposit Product Agreement is fully principal-guaranteed and with minimal risks involved which would be able to generate better returns than the fixed-term deposits generally offered by PRC commercial banks. The Directors believe that the transaction contemplated thereunder will improve the utilization of idle funds and generate better returns for the Group. Accordingly, the Directors (including the independent non-executive Directors) are of the view that the terms of the Structured Deposit Product Agreement was arrived at after the arm's length negotiation and the transaction 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 highest of the applicable percentage ratios calculated according to Rule 14.07 of the Listing Rules in respect of the Structured Deposit Product Agreement exceeds 5% but all of the applicable percentage ratios are less than 25%, the transactions contemplated under the Structured Deposit Product Agreement constitutes a discloseable transaction for the Company and therefore subject to reporting and announcement requirements under Chapter 14 of the Listing Rules. As at the date of this announcement, the Company does not hold any structured deposit products and all structured deposit products previously invested have been redeemed.

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 Company 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
“EUR”	Euro, the lawful currency of the European Union
“Director(s)”	the director(s) of the Company
“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, which for the purposes of this announcement, exclude 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 of the Company
“Stock Exchange”	The Stock Exchange of Hong Kong Limited

“Structured Deposit Product Agreement”	agreement entered into between the Company and the Bank on 26 November 2020 in relation to subscription of a structured deposit product
“USD”	US dollars, the lawful currency of the United States of America
“%”	per cent

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

Chengdu, Sichuan Province, the PRC
26 November 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. Zhou Yanbin and Mr. Xu Zhenhua; 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*