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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)

CONNECTED TRANSACTION
THE CONSTRUCTION AGREEMENT

On 16 April 2025, after trading hours, SEI Intelligent Logistics (a connected person of the Company) and Sichuan Energy Investment Development Construction (a wholly-owned subsidiary of the Company) entered into the Construction Agreement, pursuant to which Sichuan Energy Investment Development Construction agreed to provide certain construction services to SEI Intelligent Logistics for the Project at the contract price of RMB3,381,544.52 (tax inclusive).

LISTING RULES IMPLICATIONS

As at the date of this announcement, SEI Intelligent Logistics is an indirect wholly-owned subsidiary of Energy Investment Group, and Energy Investment Group was in turn held as to approximately 84.2% by Sichuan Development Co. (one of the controlling shareholders of the Company). Accordingly, SEI Intelligent Logistics is an associate of Sichuan Development Co. and therefore a connected person of the Company under Rule 14A.07, and the transactions contemplated under the Construction Agreement constitute connected transaction of the Company pursuant to Chapter 14A of the Listing Rules.

As the highest applicable percentage ratio with respect to the Construction Agreement and the transactions contemplated thereunder is less than 5% but the consideration exceeds HK\$3 million, the Construction Agreement and the transactions contemplated thereunder is subject to the reporting and announcement requirements but are exempt from the circular and independent shareholders' approval requirements under Chapter 14A of the Listing Rules.

INTRODUCTION

On 16 April 2025, after trading hours, SEI Intelligent Logistics (a connected person of the Company) and Sichuan Energy Investment Development Construction (a wholly-owned subsidiary of the Company) entered into the Construction Agreement, pursuant to which Sichuan Energy Investment Development Construction agreed to provide certain construction services to SEI Intelligent Logistics for the Project at the contract price of RMB3,381,544.52 (tax inclusive)

THE CONSTRUCTION AGREEMENT

The principal terms of the Construction Agreement are set out below:

Date:	16 April 2025 (after trading hours)
Parties:	(i) SEI Intelligent Logistics (ii) Sichuan Energy Investment Development Construction
Scope of service:	Sichuan Energy Investment Development Construction shall provide construction services to Project, which shall promise construction of a new high-voltage and low-voltage distribution room, including civil construction and installation of internal electrical equipment, construction of new cable channels and cable inspection wells, installation of 10KV overhead lines and high-voltage cables, installation of partial low-voltage cables, demolition of the original 6KV lines and demolition of lines between the original transformer and the low-voltage inlet switch, etc.
Construction period:	60 days
Defect liability period:	24 months
Contract price and payment terms:	<p>The total contract price under the Construction Agreement is RMB3,381,544.52 (tax inclusive), comprising (i) the safety and civilised construction measure fees; (ii) construction equipment fee; (iii) the tentative fee for professional works; (iv) the provisional amount; and (v) construction installation engineering fee.</p> <p>(i) Safety and civilised measure fees</p> <p>SEI Intelligent Logistics shall pay 50% of the safety and civilised measure fees within 28 days after commencement of the work. The remaining safety and civilised measure fees shall be paid in the same period with the work progress fee.</p> <p>(ii) Construction equipment fee and construction installation engineering fee (collectively the “Construction Fee”)</p> <p>(a) a prepayment in the amount of 20% of the total Construction Fee shall be paid within 15 days upon the commencement of work.</p>

- (b) monthly progress payments shall be paid according to the progress of the Project. Up to 97% of the total Construction Fee shall be paid after the completion of the works and upon the satisfactory inspection by SEI Intelligent Logistics.
 - (c) the remaining 3% of the Construction Fee shall be retained as quality warranty money, which shall be released back to Sichuan Energy Investment Development Construction after the expiry of the defect liability period.
- (iii) Tentative fee for professional works

The total consideration of the professional works (comprising the electricity power monitoring system and the procurement of equipment) shall be determined by Sichuan Energy Investment Development Construction by way of tender in accordance with the relevant laws and regulations in the PRC. Based on the pricing standards set out under the Standard of Bills of Quantities and Valuation for Construction Works (GB50500–2013)* (《 建设工程工程量清单计价规范 》(GB50500-2013), Sichuan Province Quota of Project Quantities Detailed Pricing List for Engineering Construction (2020 version)* (四川省建设工程工程量清单计价定额(2020年版)) and the ancillary documents, and with consideration of the specifications and scale of the works, the current aggregate tentative fee estimated by Sichuan Energy Investment Development Construction for such work is RMB171,184. The consideration for such work and the specific payment method(s) will be determined and adjusted (if any) in further tender.

- (iv) Provisional amount

The provisional amount, amounting to RMB71,971.61, is reserved for the fees for materials, equipment and works that are unforeseen in advance or cannot be estimated accurately. The provisional amount shall be used in accordance with the request of SEI Intelligent Logistics.

BASIS OF DETERMINATION OF THE CONTRACT PRICE UNDER THE CONSTRUCTION AGREEMENT

The estimated contract price was the successful tender price offered by Sichuan Energy Investment Development Construction in the public tender and was accepted by the bid evaluation committee (評標委員會) after thorough evaluation pursuant to the relevant rules and regulations of the PRC and the tender documents. When selecting the successful bidder, the bid evaluation committee had considered a basket of factors including, among others, (i) from the business aspects, the bidders' background, experience, credibility and the bidding price for the required services; and (ii) from the technical aspects, the construction timeliness, quality control and assurance and the qualification(s) possessed by the professional team of the bidder to be engaged.

The tender price offered was determined by Sichuan Energy Investment Development Construction in accordance with the relevant laws and regulations and the pricing standards set out under the Standard of Bills of Quantities and Valuation for Construction Works (GB50500- 2013)* (《建設工程工程量清單計價規範》(GB50500-2013), Sichuan Province Quota of Project Quantities Detailed Pricing List for Engineering Construction (2020 version)* (四川省建設工程工程量清單計價定額 (2020年版)) and the ancillary documents, and with reference to the scale and complexity of the works and the estimated costs to be incurred from rendering the relevant construction services.

REASONS FOR AND BENEFITS OF ENTERING INTO THE SUBCONTRACTING AGREEMENT

The Company is a vertically integrated power supplier and service provider in Yibin City, Sichuan, and Sichuan Energy Investment Development Construction is primarily engaged in, among others, inspection and maintenance of transformer substations, hydropower stations and electricity transmission lines. The Project contemplated under the Construction Agreement falls within the ordinary and usual course of business of the Group, which, on one hand would continue to strengthen our relationship with our controlling shareholders, and on the other hand increase the income and earnings of the Company, which will provide long-term returns and value to the shareholders of the Company.

Sichuan Energy Investment Development Construction was selected as the contractor after completion of the public bidding process of the project contemplated under the Construction Agreement. The bidding process fully complied with the provisions of the Tendering and Bidding Law of the People's Republic of China《中華人民共和國(招投標法)》 and other relevant laws and regulations.

In light of the above, the Directors (including the independent non-executive Directors) are of the view that (i) the Construction Agreement was entered into in the ordinary and usual course of business of the Group; (ii) the transactions contemplated under the Construction Agreement are on normal commercial terms or better; and (iii) the terms and conditions contained under the Construction Agreement are fair and reasonable and in the interests of the Group and the Shareholders as a whole.

As Mr. He Jing, Mr. Wang Yuanchun and Ms. Xie Peixi are the Directors nominated by Hydropower Group (an indirect subsidiary of Sichuan Development Co.), they have abstained from voting on the Board resolutions to approve the entering into of the Construction Agreement voluntarily. Save as disclosed above, none of the Directors has material interest in the abovementioned connected transaction and hence no other Director was required to abstain from voting on the relevant resolution approving the same.

LISTING RULES IMPLICATIONS

As at the date of this announcement, SEI Intelligent Logistics is an indirect wholly-owned subsidiary of Energy Investment Group, and Energy Investment Group was in turn held as to approximately 84.16% by Sichuan Development Co. (one of the controlling shareholders of the Company). Accordingly, SEI Intelligent Logistics is an associate of Sichuan Development Co. and therefore a connected person of the Company under Rule 14A.07, and the transactions contemplated under the Construction Agreement constitute connected transaction of the Company pursuant to Chapter 14A of the Listing Rules.

As the highest applicable percentage ratio with respect to the Construction Agreement and the transactions contemplated thereunder is less than 5% but the consideration exceeds HK\$3 million, the Construction Agreement and the transactions contemplated thereunder is subject to the reporting and announcement requirements but are exempt from the circular and independent shareholders' approval requirements under Chapter 14A of the Listing Rules.

INFORMATION OF THE PARTIES INVOLVED

Sichuan Energy Investment Development Construction

Sichuan Energy Investment Development Construction is a limited liability company established in the PRC and a wholly-owned subsidiary of the Company. It is primarily engaged in inspection and maintenance of transformer substations, hydropower stations and electricity transmission lines.

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.

SEI Intelligent Logistics

SEI Intelligent Logistics is a limited liability company established in the PRC, which is principally engaged in road freight transportation, road transportation of dangerous goods and other businesses. As at the date of this announcement, SEI Intelligent Logistics is indirectly wholly-owned by Energy Investment Group, which is in turn owned as to approximately 84.16% by Sichuan Development Co. and 15.84% by State-owned Assets Supervision and Administration Commission of the Sichuan Provincial Government* (四川省政府國有資產監督管理委員會). Sichuan Development Co. is owned as to 90% by the State-owned Assets Supervision and Administration Commission of the Sichuan Provincial Government* (四川省政府國有資產監督管理委員會) and as to 10% by the Sichuan Provincial Department of Finance* (四川省財政廳), respectively.

DEFINITIONS

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

“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
“Construction Agreement”	the construction agreement of the electricity construction project of the Sichuan Energy Investment Intelligent Logistics Industrial Park (四川能投智慧物流園區電力建設項目施工合同) dated 16 April 2025 and entered into between SEI Intelligent Logistics and Sichuan Energy Investment Development Construction, pursuant to which Sichuan Energy Investment Development Construction agrees to provide certain construction services for the Project at the total contract price of RMB3,381,544.52 (tax inclusive)
“Controlling Shareholders”	has the meaning ascribed to it under the Listing Rules
“Director(s)”	the director(s) of the Company
“Group”	the Company and its subsidiaries
“HK\$”	Hong Kong dollars, the lawful currency of Hong Kong
“Hong Kong”	the Hong Kong Special Administrative Region of the PRC
“Listing Rules”	the Rules Governing the Listing of Securities on the Stock Exchange as amended from time to time
“Project”	the electricity construction project of the Sichuan Energy Investment Intelligent Logistics Industrial Park contemplated under the Construction Agreement with the scope of service as set out in the paragraph headed “The Construction Agreement – Scope of service” in this announcement
“PRC”	the People’s Republic of China, 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

“SEI Intelligent Logistics”	Sichuan Energy Investment Intelligent Logistics Co., Ltd.* (四川能投智慧物流有限責任公司), a company established in the PRC with limited liability, which is an associate of Energy Investment Group
“Share(s)”	the Domestic Share(s) and the H Share(s)
“Shareholder(s)”	holder(s) of the Shares
“Sichuan Development Co.”	Sichuan Development (Holding) Co., Ltd.* (四川發展(控股)有限責任公司), a wholly state-owned enterprise with limited liability established under the laws of the PRC and one of the Controlling Shareholders
“Sichuan Energy Investment Development Construction”	Sichuan Energy Investment Development Construction Co., Ltd.* (四川能投發展建設有限公司) (formerly known as Sichuan Energy Yibin Electricity Engineering Co. Ltd.* (四川能投宜賓電力工程建設有限公司)), a company established in the PRC with limited liability and a wholly-owned subsidiary of the Company

By order of the Board
Sichuan Energy Investment Development Co., Ltd.*
He Jing
Chairman

Chengdu, Sichuan Province, the PRC
16 April 2025

As at the date of this announcement, the executive directors of the Company are Mr. He Jing, Mr. Wang Yuanchun and Ms. Xie Peixi; the non-executive directors of the Company are Ms. Han Chunhong, Mr. Tao Xueqing, Mr. Gao Bin, Mr. Kong Ce and Mr. Zhao Gen; and the independent non-executive directors of the Company are Mr. Siu Chi Hung, Mr. Chen Chuan, Mr. Mou Yingshi, Prof. Li Jian and Ms. He Yin.

* For identification purposes only