

Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.



Concord New Energy Group Limited

協合新能源集團有限公司 *

(Incorporated in Bermuda with limited liability)

(Hong Kong Stock Code : 182)

(Singapore Stock Code : SEG)

MAJOR TRANSACTION FINANCE LEASE ARRANGEMENT

The Board is pleased to announce that after trading hours on 29 May 2026, the Lessee and Industrial Bank Financial Leasing agreed on the Finance Lease Arrangement, pursuant to which Industrial Bank Financial Leasing shall purchase the Leased Assets from the Lessee at a purchase price of RMB840 million, and shall lease the Leased Assets back to the Lessee in consideration of the Lessee paying the Lease Payments.

As the highest Applicable Percentage Ratio in respect of the Finance Lease Arrangement exceeds 25% but is less than 75%, the Finance Lease Arrangement constitutes a major transaction for the Company under Chapter 14 of the Listing Rules, and is thus subject to the notification, publication and shareholders' approval requirements under Chapter 14 of the Listing Rules.

A special general meeting will be convened by the Company to consider and, if thought fit, approve by the Shareholders for the Finance Lease Agreement and the transactions contemplated thereunder (including but not limited to the exercise by the Lessee of the right to request for the early termination of the Finance Lease Agreement as and when the Lessee deems appropriate). A circular containing, among other things, details of the Finance Lease Arrangement and a notice of special general meeting of the Company is expected to be despatched to the Shareholders on or before 25 June 2026.

INTRODUCTION

The Board is pleased to announce that after trading hours on 29 May 2026, the Lessee and Industrial Bank Financial Leasing agreed on the Finance Lease Arrangement, details of which are set out below.

FINANCE LEASE AGREEMENT

- Date: 29 May 2026
- Parties: (i) Industrial Bank Financial Leasing as purchaser and lessor of the Leased Assets; and
- (ii) the Lessee as seller and lessee of the Leased Assets.
- Subject asset: The Leased Assets, which shall be purchased by the Financer A from the Lessee for the purposes of leasing the Leased Assets back to the Lessee.
- Purchase price and completion: The Purchase Price for the Leased Assets shall be RMB840 million, which was determined after arm's length negotiation between the Lessee and Industrial Bank Financial Leasing with reference to the acquisition and construction cost of the Lessee for the Leased Assets of approximately RMB855.74 million (inclusive of value added tax) and the amount of refinancing needs of the Group as mentioned below. As at the date of this announcement, the Leased Assets have been acquired from and constructed by independent third parties. The Purchase Price will be used to refinance the existing finance lease arrangements in respect of the Auxiliary Facilities and the Equipment entered into by the Lessee on 12 September 2024 and 29 November 2024 respectively with another independent third party financier (the "**Existing Financier**") for a lease period of 15 years (the "**Existing Finance Lease Arrangements**"), details of which are set out in the announcements of the Company dated 12 September 2024 and 29 November 2024. After the said refinancing, the Existing Finance Lease Arrangements will be terminated.

The Purchase Price shall be payable after the fulfilment of the following conditions:

- (a) all the agreements contemplated under the Finance Lease Arrangement (including the Security Documents) having been entered into and becoming effective, and all the relevant procedures having been completed; and there being no material breaches of the aforesaid agreements by the Lessee and the Covenantors;

- (b) since the date of the Finance Lease Agreement and as at the payment of the Purchase Price by Industrial Bank Financial Leasing, there having been no significant change in terms of national fiscal and financial policies, government regulatory measures on the financial or financial leasing industry, regulatory indicators, nor there having been any significant increase in market financing costs; and there having been no force majeure or change of circumstances that may affect Industrial Bank Financial Leasing's ability to realize its creditor's rights;
- (c) there having been no material change in the control or financial condition of the Lessee or the Covenantor, and no adverse event having occurred that would affect the performance of the Finance Lease Agreement, the Security Documents, or any related agreements;
- (d) as at the payment of the Purchase Price by Industrial Bank Financial Leasing, no breach of the Finance Lease Agreement or any other agreements entered into by the Lessee with Industrial Bank Financial Leasing (or any third party (including but not limited to financial institutions)) having occurred, or, if so occurred, such breach having been resolved through negotiation; and
- (e) all other conditions or relevant procedures as required by the Finance Lease Agreement having been satisfied or performed.

It is expected that the Purchase Price will be paid around the end of July 2026.

Lease period: A period of 14 years commencing from the date of payment of the Purchase Price by Industrial Bank Financial Leasing.

Lease payments and interest rate: The Lessee shall pay the Lease Payments quarterly in arrears. The total Lease Payments represents the Purchase Price plus interests attributable to the Finance Lease Arrangement to be determined based on the following applicable interest rate.

The applicable interest rate is a floating interest rate equal to the relevant Market Rate minus 0.25%. The relevant Market Rate for the first 12-month period commencing from the commencement date of the Lease Period is the Market Rate announced on 20 April 2026, being 3.5%, which gives rise to an applicable interest rate of 3.25% for the said first Lease Payment. The relevant Market Rate will be adjusted annually on the anniversary of the commencement date of the Lease Period, which will, after adjustment, equal to the then prevailing Market Rate. Assuming the relevant Market Rate was 3.5% throughout the Lease Period, the total Lease Payments would be approximately RMB1,037.36 million. The applicable interest rates were determined after arm's length negotiation between the parties with reference to the prevailing market costs of auxiliary facilities and equipment finance leasing.

| | |
|---------------------|---|
| Security documents: | As security for the due performance of all the Lessee's obligations under the Finance Lease Agreement, the Company and Yinhua Century Concord (collectively the " Covenantors "), and the Lessee shall, in favour of Industrial Bank Financial Leasing, execute the security documents (the " Security Documents ") consisting of (i) the guarantee given by the Company; (ii) the pledge given by Yinhua Century Concord in respect of its entire equity interest in the Lessee; and (iii) the pledge given by the Lessee in respect of its electricity incomes arising from the operation of the Power Station. The Security Documents have no material adverse effect on the operation and management of the Group's businesses. |
| Security deposit: | Nil. |
| Buyback option: | Upon the expiry of the Lease Period, the Lessee has the option to buy back the Leased Assets at a total consideration of RMB100. |
| Early termination: | Subject to the consent of the Financier and the payment of an early termination compensation to the Financier, the Lessee may early terminate the Finance Lease Agreement, provided that if such termination occurs within 25 months from the commencement of the Lease Period, no termination compensation shall be payable. |

CONDITION PRECEDENT

The Finance Lease Arrangement shall not take effect until it has been approved by the Shareholders at the special general meeting of the Company. If the Shareholders do not approve the Finance Lease Arrangement at the said special general meeting, the Finance Lease Agreement will have no legal effect, and will not be legally binding against the parties.

REASONS FOR AND BENEFIT OF THE FINANCE LEASE ARRANGEMENT

The entering into of the Finance Lease Arrangement is in the ordinary and usual course of business of the Group, which allows the Group to obtain financial resources and gain access to certain equipment and auxiliary facilities required for its operations. The Company considers that it is in the interest of the Group to enter into the Finance Lease Agreement to refinance the Existing Finance Lease Arrangements because the applicable interest rates of the Finance Lease Arrangement is lower than those of the Existing Finance Lease Arrangements. The Company will generate a net proceeds of approximately RMB840 million under the Finance Lease Arrangement, which will be used to repay all the outstanding amounts owed by the Lessee under the Existing Finance Lease Arrangements. The Directors consider that the terms of the Finance Lease Arrangement are on normal commercial terms, fair and reasonable and are in the interests of the Shareholders as a whole. According to the Hong Kong Financial Reporting Standards, the transactions contemplated under the Finance Lease Arrangement will not give rise to any disposal gain or loss to be recorded by the Group.

INFORMATION ON THE PARTIES TO THE FINANCE LEASE AGREEMENT

The Company is an investment holding company. The Group is headquartered in Singapore and primarily engaged in the investment, operation and services of wind power, photovoltaic, energy storage, and AI power infrastructure projects, as well as the provision of clean energy solutions. Upholding its mission to promote the global development of sustainable energy, the Group is committed to advancing the transition of enterprises and society toward a carbon-free future.

The Lessee is a wholly-owned subsidiary of the Company and is principally engaged in the construction and operation of photovoltaic energy storage power station projects in the PRC.

Industrial Bank Financial Leasing is a company established in the PRC, and principally engaged in the business of finance leasing. Insofar as the Company is aware, as at the date of this announcement, Industrial Bank Financial Leasing is wholly-owned by Industrial Bank Co., Ltd. (興業銀行股份有限公司), a company listed on the Shanghai Stock Exchange (Stock Code: 601166). To the best of the Directors' knowledge, information and belief after having made all reasonable enquiries, Industrial Bank Financial Leasing and its ultimate beneficial owners are third parties independent of the Company and its connected persons.

LISTING RULES IMPLICATIONS

As the highest Applicable Percentage Ratio in respect of the Finance Lease Arrangement exceeds 25% but is less than 75%, the Finance Lease Arrangement constitutes a major transaction for the Company under Chapter 14 of the Listing Rules, and is thus subject to the notification, publication and shareholders' approval requirements under Chapter 14 of the Listing Rules.

A special general meeting will be convened by the Company to consider and, if thought fit, approve by the Shareholders for the Finance Lease Agreement and the transactions contemplated thereunder (including but not limited to the exercise by the Lessee of the right to request for the early termination of the Finance Lease Agreement as and when the Lessee deems appropriate). To the best knowledge, information and belief of the Directors having made all reasonable enquiries, no Shareholders have any material interests in the Finance Lease Arrangement, and are required to abstain from voting on the resolution at the special general meeting of the Company approving the Finance Lease Agreement. A circular containing, among other things, details of the Finance Lease Arrangement and a notice of special general meeting of the Company is expected to be despatched to the Shareholders on or before 25 June 2026.

DEFINITIONS

In this announcement, unless the context otherwise requires, the following terms and expressions have the following meanings:

| | |
|--|---|
| “Applicable Percentage Ratio”, “connected person” and “subsidiary” | have the meanings ascribed to them under the Listing Rules; |
| “Auxiliary Facilities” | certain auxiliary facilities of the Power Station; |
| “Board” | board of Directors; |
| “Company” | Concord New Energy Group Limited (協合新能源集團有限公司*) (HK stock code: 182, and SGX stock code: SEG), a company incorporated in Bermuda with limited liability, the ordinary shares of which are listed on the Main Board of the Stock Exchange and the Main Board of Singapore Exchange Limited; |
| “Director(s)” | the director(s) of the Company; |
| “Equipment” | certain solar power equipment and energy storage equipment used for the Power Station; |
| “Finance Lease Agreement” | the finance lease agreement between the Lessee and Industrial Bank Financial Leasing dated 29 May 2026 for the acquisition of the Leased Assets by Industrial Bank Financial Leasing from the Lessee, and the leasing of the Leased Assets back to the Lessee from Industrial Bank Financial Leasing; |
| “Finance Lease Arrangement” | the transactions contemplated under the Finance Lease Agreement; |
| “Group” | the Company and its subsidiaries; |
| “Hong Kong” | the Hong Kong Special Administrative Region of the PRC; |

| | |
|-------------------------------------|--|
| “Industrial Bank Financial Leasing” | Industrial Bank Financial Leasing Co., Ltd. (興業金融租賃有限責任公司), a company established in the PRC with limited liability; |
| “Leased Assets” | the Auxiliary Facilities and the Equipment; |
| “Lease Payment(s)” | the quarterly lease payment(s) payable by the Lessee to Industrial Bank Financial Leasing under the Finance Lease Agreement for the leasing of the Leased Assets; |
| “Lease Period” | the period in which the Lessee shall lease the Leased Assets from Industrial Bank Financial Leasing; |
| “Lessee” | Fengning Manchu Autonomous County Juting New Energy Development Co., Ltd.* (豐寧滿族自治縣聚霆新能源開發有限公司), a company established in the PRC with limited liability and a wholly-owned subsidiary of the Company; |
| “Listing Rules” | Rules Governing the Listing of Securities on the Stock Exchange; |
| “Market Rate” | the over-5-year loan prime rate (貸款市場報價利率) announced by The People’s Bank of China (中國人民銀行) from time to time; |
| “MW” | Megawatt; |
| “Power Station” | the 200MW photovoltaic project developed by the Lessee in Chengde City, Hebei Province, the PRC (中國河北省承德市); |
| “PRC” | the People’s Republic of China, which, for the purposes of this announcement, excludes Hong Kong, the Macao Special Administrative Region of the PRC and Taiwan; |
| “Purchase Price” | the purchase price payable by Industrial Bank Financial Leasing for the purchase of the Leased Assets; |
| “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; |
| “Yinhua Century Concord” | Yinhua Century Concord New Energy Investment Co., Ltd.* (銀華協合新能源投資有限公司), a company established in the PRC with limited liability and a wholly-owned subsidiary of the Company; and |

“%”

per cent.

For and on behalf of
Concord New Energy Group Limited
Liu Shunxing
Chairman

Hong Kong, 29 May 2026

As at the date of this announcement, the Board comprises Mr. Liu Shunxing (Chairman), Ms. Liu Jianhong (Vice Chairperson), Mr. Niu Wenhui (Chief Executive Officer), Mr. Zhai Feng, Ms. Shang Jia and Mr. Chan Kam Kwan, Jason (who are executive Directors), Mr. Wang Feng (who is a non-executive Director) and Ms. Huang Jian, Mr. Jesse Zhixi Fang, Mr. Zhang Zhong, Ms. Li Yongli and Mr. Chua Pin (who are independent non-executive Directors).

** For identification purposes only*