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北京能源國際控股有限公司

Beijing Energy International Holding Co., Ltd.

(Incorporated in Bermuda with limited liability)

(Stock code: 686)

VOLUNTARY ANNOUNCEMENT

ACQUISITIONS OF EQUITY INTERESTS IN PROJECT COMPANIES

This is a voluntary announcement made by Beijing Energy International Holding Co., Ltd. (the “**Company**”) to keep the shareholders and potential investors of the Company informed of the latest business developments of the Company and its subsidiaries (the “**Group**”).

ACQUISITIONS OF EQUITY INTERESTS IN PROJECT COMPANIES

On 22 October 2020, the board of directors of the Company (the “**Board**”) announces that Beijing United Rongbang New Energy Technology Co., Ltd.* (北京聯合榮邦新能源科技有限公司) (the “**Purchaser**”), an indirect wholly-owned subsidiary of the Company, entered into agreements with, among others, Kong Sun Yongtai Investment Holdings Limited* (江山永泰投資控股有限公司) and Jinan Tianguan Energy Technology Co., Ltd.* (濟南天冠能源科技有限公司) (as the case may be) (the “**Vendors**”) respectively, in relation to the acquisitions (the “**Acquisitions**”) of the entire equity interests in four project companies (the “**Project Companies**”) which hold in total four (4) solar power projects with total installed capacity of 90MW in the PRC for a total consideration of approximately RMB100,210,000. The holding company of the Vendors, Kong Sun Holdings Limited (“**Kong Sun Holdings**”), the shares of which are listed on the main board of The Stock Exchange of Hong Kong Limited (the “**Stock Exchange**”) (stock code: 295), agreed to guarantee the obligations of the Vendors (as the case may be) in favour of the Purchaser under each of the relevant Acquisitions.

The consideration for the Acquisitions was determined upon arm’s length negotiations between parties with reference to (i) the unaudited net assets of the Project Companies; and (ii) the gearing position of the Project Companies.

Completion of each Acquisition shall take place on the date on which the transfer of 100% equity interest in relevant Project Company has been registered with the relevant administration for industry and commerce and a new business license has been issued to such Project Company. Completion of each Acquisition is not conditional on completion of any other Acquisitions.

Upon completion of the Acquisitions, the Project Companies will become wholly-owned subsidiaries of the Company and the results of operation of the Project Companies will be consolidated in the Group's financial statements.

INFORMATION OF THE PARTIES

Each of the Vendors is an indirect wholly-owned subsidiary of Kong Sun Holdings. Each of the Vendors is principally engaged in the investment in and operation of solar power plants. As at the date of this announcement, the Project Companies are direct wholly-owned subsidiaries of relevant Vendors.

The Company is a company incorporated in Bermuda with limited liability and is an investment holding company operating its business through its subsidiaries. The Group is principally engaged in the development, investment, operation and management of solar power plants and other renewable energy projects. The Purchaser is a limited liability company established in the PRC and an indirect wholly-owned subsidiary of the Company. It is principally engaged in the development and operation of clean energy such as solar energy.

REASONS FOR THE ACQUISITIONS

The Group, being principally engaged in the development, investment, operation and management of solar power plants and other renewable energy projects, has been identifying suitable investment opportunities to acquire renewable energy projects with good prospects and potential for stable returns. The directors of the Company (the "**Directors**") are of the view that the Acquisitions will supplement the Group's existing renewable power plant portfolio and further expand its scale of business in the renewable energy sector to enhance return to the shareholders of the Company.

LISTING RULES IMPLICATIONS

To the best knowledge, information and belief of the Directors having made all reasonable enquiries, each of the Vendors and their ultimate beneficial owner, Poly Dragon Asset Management Limited* (保利龍馬資產管理有限公司), is a third party independent of the Company and its connected persons. The Acquisitions do not constitute connected transactions under Chapter 14A of the Rules Governing the Listing of Securities on the Stock Exchange (the “Listing Rules”).

As all the applicable percentage ratios as defined under the Listing Rules in relation to the Acquisitions, on an aggregate basis, are less than 5%, the Acquisitions do not constitute notifiable transactions under Chapter 14 of the Listing Rules. This announcement is made voluntarily by the Company.

The completion of the Acquisitions is subject to the fulfilment or waiver (as the case may be) of a number of conditions precedent and it may or may not proceed eventually. Shareholders and potential investors are advised to exercise caution when dealing in the securities of the Company.

For and on behalf of
Beijing Energy International Holding Co., Ltd.
Zhang Ping
Chairman of the Board

Hong Kong, 22 October 2020

As at the date of this announcement, the executive directors of the Company are Mr. Zhang Ping (Chairman), Mr. Lu Zhenwei and Mr. Xu Jianjun; the non-executive directors of the Company are Mr. Sui Xiaofeng, Mr. Chen Dayu, Mr. Li Hao and Ms. Xie Yi; and the independent non-executive directors of the Company are Mr. Kwan Kai Cheong, Mr. Yen Yuen Ho, Tony, Mr. Shi Dinghuan and Mr. Chen Hongsheng.

* *For the purposes of identification only*