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INSIDE INFORMATION

This announcement is made by China High Speed Transmission Equipment Group Co., Ltd. (the “**Company**”, together with its subsidiaries, the “**Group**”) pursuant to Rule 13.09 of the Rules Governing the Listing of Securities (the “**Listing Rules**”) on The Stock Exchange of Hong Kong Limited (the “**Stock Exchange**”) and the Inside Information Provisions (as defined in the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

The Company’s wholly owned subsidiaries, Nanjing High Accurate Drive Equipment Manufacturing Group Co., Ltd. (南京高精傳動設備製造集團有限公司) (“**Nanjing Drive**”), Nanjing Handa Import & Export Trade Co., Ltd. (南京翰達進出口貿易有限公司) (“**Nanjing Handa**”) and Nanjing Shengzhuang Supply Chain Co., Ltd. (南京市盛裝供應鏈有限公司) (“**Nanjing Shengzhuang**”, together with Nanjing Drive and Nanjing Handa, the “**Relevant Subsidiaries**”) have been conducting trading business, and, in or around 2023, entered into certain agreements for the sale and purchase of commodities (the “**Agreements**”).

As at 31 October 2024, the receivables and pre-payments of the Relevant Subsidiaries due under the Agreements were approximately RMB 6.64 billion in aggregate (the “**Relevant Amounts**”). In or around early November 2024, the Company instructed its legal advisors to take steps to demand payment of the Relevant Amounts.

However, as at the date of this announcement, the Relevant Amounts remain outstanding and some of the counterparties to the Agreements have disputed that the Relevant Amounts are due and payable under the Agreements.

The Company and its board (the “**Board**”) of Directors (the “**Directors**”) treat this matter extremely seriously and have taken urgent steps to seek payment of the Relevant Amounts, notably by seeking legal advice in relation to the disputed payments.

In this regard, the Company notes that the Agreements were entered into without the approval of the Board and an independent committee of the Board has been formed to further look into the background to the Agreements.

The Board’s focus is on vigorously protecting interests of the Company and its shareholders and will take all such steps as appropriate and necessary to do so.

The Company will provide further update(s) by way of announcement(s), as and when appropriate, in accordance with the Listing Rules.

Shareholders and potential investors are advised to exercise caution when dealing in the securities of the Company.

By order of the Board
**China High Speed Transmission
Equipment Group Co., Ltd.**
HU JICHUN
Chairman

Hong Kong, 24 November 2024

As at the date of this announcement, the executive Directors are Mr. Hu Jichun, Mr. Hu Yueming, Mr. Chen Yongdao, Mr. Zhou Zhijin, Ms. Zheng Qing, Mr. Gu Xiaobin and Mr. Fang Jian; and the independent non-executive Directors are Mr. Jiang Xihe, Ms. Jiang Jianhua, Dr. Chan Yau Ching, Bob and Mr. Nathan Yu Li.

* *For identification purposes only*