

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 however arising from or in reliance upon the whole or any part of the contents of this announcement.



中國高速傳動設備集團有限公司*
China High Speed Transmission Equipment Group Co., Ltd.

(Incorporated in the Cayman Islands with limited liability)

(Stock code: 658)

PROFIT WARNING

This announcement is made by the Company pursuant to Rule 13.09(2) of the Listing Rules and the Inside Information Provisions (as defined in the Listing Rules) under Part XIVA of the SFO.

The Board wishes to inform the Shareholders and potential investors that, based on the preliminary review of the management accounts of the Group for the year ended 31 December 2024, it is expected to record a loss attributable to owners of the Company of approximately RMB6,557 million for the year ended 31 December 2024 as compared to a profit attributable to owners of the Company of approximately RMB95.5 million for the year ended 31 December 2023.

The information contained in this announcement is only based on a preliminary review of the management accounts of the Group for the year ended 31 December 2024. Such management accounts have not been confirmed by the Company's auditors or the audit committee of the Board.

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

This announcement is made by China High Speed Transmission Equipment Group Co., Ltd. (the **"Company"**, together with its subsidiaries shall be referred to as the **"Group"**) pursuant to Rule 13.09(2) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the **"Listing Rules"**) 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 **"SFO"**).

The board (the **"Board"**) of directors (the **"Directors"**) of the Company wishes to inform the shareholders of the Company (the **"Shareholders"**) and potential investors that, based on its preliminary review of the management accounts of the Group for the year ended 31 December 2024, it is expected to record a loss attributable to owners of the Company of approximately RMB6,557 million for the year ended 31 December 2024 as compared to a profit attributable to owners of the Company of approximately RMB95.5 million for the year ended 31 December 2023. Such a decrease is mainly attributable to the provision of significant impairments of RMB6,681 million for the receivables and prepayments of trading business (for details, please refer to the announcements issued by the Company on 24 November 2024, 6 February 2025 and 2 March 2025).

As disclosed in the announcement of the Company on 16 March 2025, there is evidence indicating that other related companies and individuals are suspected of involving in illegal activities that have harmed the interests of the Company. This has led to a significant impairment provision for trade receivables and prepayments of trading business. The Company is currently seeking legal advice and will take appropriate legal actions against the relevant companies and individuals to protect the interests of the Company.

The amendments made to the articles of association of Nanjing High Speed Gear Manufacturing Co., Ltd. (“**Nanjing High Speed**”) in September 2024 did not result in any changes to the accounting treatment concerning Nanjing High Speed.

As at the date of this announcement, the Company is still in the process of finalising the Group’s annual results for the year ended 31 December 2024. The information contained in this announcement represents only a preliminary assessment by the Board based on the management accounts of the Group for the year ended 31 December 2024, which have not been confirmed by the Company’s auditors or the audit committee of the Board. Financial information and other details of the Group will be disclosed in the announcement of annual results of the Group for the year ended 31 December 2024 which is expected to be published on or around 28 March 2025.

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, 23 March 2025

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 and Mr. Gu Xiaobin; 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*