

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.



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)

VOLUNTARY ANNOUNCEMENT COMMENCEMENT OF LEGAL PROCEEDINGS BY SUBSIDIARIES OF THE COMPANY

This announcement is made by China High Speed Transmission Equipment Group Co., Ltd. (the **“Company”**), together with its subsidiaries, the **“Group”**) on a voluntary basis.

Reference is made to (i) the announcement of the Company dated 24 November 2024 in relation to the Agreements of the Relevant Subsidiaries; (ii) the announcements of the Company dated 2 March 2025 and 9 March 2025 in relation to the removal of Mr. Fang as an executive Director; and (iii) the announcement of the Company dated 16 March 2025 in relation to the criminal case initiated in the PRC involving suspected embezzlement and misappropriation of the Relevant Subsidiaries’ funds and assets by individual(s) in position(s) of authority* (公司資金、資產涉嫌被職務侵佔、挪用) (collectively, the **“Announcements”**). Unless otherwise stated, capitalised terms used in this announcement shall have the same meanings as those defined in the Announcements.

As stated in the announcement of the Company dated 24 November 2024, the Agreements were entered into without the approval of the Board and the receivables and pre-payments of the Relevant Subsidiaries due under the Agreements were approximately RMB6.64 billion in aggregate (the **“Relevant Amounts”**) as at 31 October 2024.

As stated in the announcements of the Company dated 2 March 2025 and 9 March 2025, the Company and its Board have reasons to believe that, among other things, (i) Mr. Fang, in his role as executive director and legal representative, was responsible for the operation and management of Nanjing Drive and Nanjing Shengzhuang at the time the Agreements were executed; and (ii) the Agreements were stamped with the company seal of the Relevant Subsidiaries, and Mr. Fang was responsible for the management and approval of the company seal for Nanjing Drive and Nanjing Shengzhuang at the time the Agreements were executed.

As stated in the announcement of the Company dated 16 March 2025, the report made by the Relevant Subsidiaries to the authorities in the PRC has initiated into a criminal case involving suspected embezzlement and misappropriation of the Relevant Subsidiaries’ funds and assets by individual(s) in position(s) of authority*(公司資金、資產涉嫌被職務侵佔、挪用).

Upon further investigation and considering the relevant evidence, the Company and the Relevant Subsidiaries are of the opinion that sufficient evidence has been collected to show that a group of companies and individuals, including Fullshare Holdings Limited (stock code: 607) (“**Fullshare**”), Mr. Ji Changqun (“**Mr. Ji**”, the Chairman of Fullshare), Mr. Fang and the counterparties to the Agreements, etc. (collectively, the “**Wrongdoers**”), have been involving in a scheme to defraud the Relevant Subsidiaries and misappropriate the Relevant Amounts.

A writ of summons under High Court Action No. 656 of 2025 has been issued at the High Court of the Hong Kong Special Administrative Region on 31 March 2025 by the Relevant Subsidiaries to claim against the Wrongdoers for, among other things, the recovery of the Relevant Amounts.

The Board’s focus is on vigorously protecting interests of the Company 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, 31 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*