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中國中車股份有限公司
CRRC CORPORATION LIMITED

(a joint stock limited company incorporated in the People's Republic of China with limited liability)
(Stock Code: 1766)

ANNOUNCEMENT
DISCLOSEABLE TRANSACTION AND
CONTINUING CONNECTED TRANSACTION

ENTERING INTO THE NEW PRODUCT AND SERVICE MUTUAL PROVISION FRAMEWORK AGREEMENT

The Board announced that on 28 March 2024, the Company and CRRC GROUP entered into the New Product and Service Mutual Provision Framework Agreement for an effective term from 1 January 2025 to 31 December 2027.

The Company estimates that under the New Product and Service Mutual Provision Framework Agreement: (i) the annual cap for the amount to be paid by CRRC GROUP and/or its associate for provision of product and service by the Group for each of the three years ending 31 December 2027 will amount to RMB7,000 million, RMB7,000 million and RMB7,000 million, respectively; and (ii) the annual cap for the amount to be paid by the Group for provision of product and service by CRRC GROUP and/or its associate for each of the three years ending 31 December 2027 will amount to RMB4,000 million, RMB4,000 million and RMB4,000 million, respectively.

ENTERING INTO THE NEW FIXED ASSET AND PROPERTY LEASING FRAMEWORK AGREEMENT

The Board announced that on 28 March 2024, the Company and CRRC GROUP entered into the New Fixed Asset and Property Leasing Framework Agreement for an effective term from 1 January 2025 to 31 December 2027.

The Company estimates that under the New Fixed Asset and Property Leasing Framework Agreement: (i) the annual cap for the transaction in respect of leasing of fixed asset and properties from CRRC GROUP and/or its associate by the Group for each of the three years ending 31 December 2027 will amount to RMB500 million, RMB500 million and RMB500 million, respectively; and (ii) the annual cap for the amount to be paid by CRRC GROUP and/or its associate for leasing of fixed asset and properties from the Group for each of the three years ending 31 December 2027 will amount to RMB200 million, RMB200 million and RMB200 million, respectively.

ENTERING INTO THE NEW FINANCIAL SERVICES FRAMEWORK AGREEMENT

The Board announced that on 28 March 2024, Finance Company and CRRC GROUP entered into the New Financial Services Framework Agreement for an effective term from 1 January 2025 to 31 December 2027.

The Company estimates that under the New Financial Services Framework Agreement: (i) the maximum daily deposit balance of Renminbi and foreign currency (including accrued interest) in respect of the provision of deposit services by Finance Company to CRRC GROUP and/or its associate for each of the three years ending 31 December 2027 will be equivalent to RMB20,000 million, equivalent to RMB21,000 million and equivalent to RMB22,000 million, respectively; (ii) the maximum daily balance of credit of Renminbi and foreign currency (including accrued interest) in respect of the provision of credit services by Finance Company to CRRC GROUP and/or its associate for each of the three years ending 31 December 2027 will be equivalent to RMB10,000 million, equivalent to RMB10,000 million and equivalent to RMB10,000 million, respectively; and (iii) the annual cap for the service fee of Renminbi and foreign currency to be received by Finance Company each year for provision of miscellaneous financial services to CRRC GROUP and/or its associate for each of the three years ending 31 December 2027 will be equivalent to RMB22 million, equivalent to RMB22 million and equivalent to RMB22 million, respectively.

IMPLICATIONS OF THE HONG KONG LISTING RULES

As at the date of this announcement, CRRC GROUP is the controlling Shareholder of the Company directly holding 51.45% of the share of the Company, and is thus a connected person of the Company under the Hong Kong Listing Rules. Accordingly, the transaction contemplated under the Continuing Connected Transaction Agreement constitutes continuing connected transaction of the Company under Chapter 14A of the Hong Kong Listing Rules.

As the highest applicable percentage ratio exceeds 0.1% but is less than 5% in respect of the relevant continuing connected transaction under the New Product and Service Material Provision Framework Agreement, such transaction are therefore subject to annual review and announcement requirement but are exempt from the independent shareholder's approval requirement of the Hong Kong Listing Rules.

As the highest applicable percentage ratio exceeds 0.1% but is less than 5% in respect of the relevant continuing connected transaction under the New Fixed Asset and Property Leasing Framework Agreement, such transaction are therefore subject to annual review and announcement requirement but are exempt from the independent shareholder's approval requirement of the Hong Kong Listing Rules.

The placing of deposits by CRRC GROUP with Finance Company constitutes a financial assistance provided by the connected person to the Company. As the placing of deposits by CRRC GROUP with Finance Company and the deposit interest provided by Finance Company to CRRC GROUP are on normal commercial terms which are no less favorable to Finance Company than those offered by Major Commercial Bank for the provision of comparable interest in the PRC and are for the benefit of the Group, and no credit to the asset of the Group will be granted in respect of the placing of deposits and the provision of such deposit interest, the placing of deposits by CRRC GROUP with Finance Company and the deposit interest to be provided by Finance Company to CRRC GROUP under the New Financial Service Framework Agreement are fully exempt from independent shareholder's approval, annual reporting and announcement requirement pursuant to Rule 14A.90 of the Hong Kong Listing Rules.

The provision of loan and other credit facilities by Finance Company to CRRC GROUP constitute a financial assistance provided by the Company to its connected person, and therefore constitute a connected transaction. As the highest applicable percentage ratio in respect of the provision of credit facilities under the New Financial Services Framework Agreement exceed 5% on an annual basis, the credit facilities to be provided by Finance Company to CRRC GROUP are therefore subject to the reporting, announcement and independent shareholder's approval requirement under Chapter 14A of the Hong Kong Listing Rules. As the highest applicable percentage ratio in respect of the provision of credit facilities under the New Financial Services Framework Agreement exceed 5% but is less than 25%, the credit facilities to be provided by Finance Company to CRRC GROUP also constitute a discloseable transaction of the Company under Chapter 14 of the Hong Kong Listing Rules.

As the highest applicable percentage ratio in respect of the provision of miscellaneous financial facilities under the New Financial Services Framework Agreement is less than 0.1%, the miscellaneous financial facilities to be provided by Finance Company to CRRC GROUP are therefore fully exempted from the independent shareholder's approval, annual reporting and announcement requirement pursuant to Rule 14A.76 of the Hong Kong Listing Rules.

The Company will establish the Independent Board Committee to advise the independent shareholder in respect of the terms of the provision of credit facilities by Finance Company to CRRC GROUP contemplated under the New Financial Services Framework Agreement (including the proposed annual cap thereof).

The Company has appointed China Sinite Capital Limited as the independent financial adviser to advise the Independent Board Committee and the independent shareholder in respect of the terms of the provision of credit facilities by Finance Company to CRRC GROUP contemplated under the New Financial Services Framework Agreement (including the proposed annual cap thereof).

A circular containing, among other things, details of the transaction of the provision of credit facilities by Finance Company to CRRC GROUP contemplated under the New Financial Services Framework Agreement, a letter from the Independent Board Committee and an opinion of the independent financial adviser will be announced and/or dispatched to the shareholder on or before 28 March 2024, so as to allow sufficient time for the preparation of the relevant information for inclusion in the circular.

A. INTRODUCTION

Reference is made to the continuing connected transaction announcement of the Company dated 30 March 2021 and the circular of the Company dated 18 March 2021 in relation to, among other, the existing continuing connected transaction agreement between the Group and CRRC GROUP: (1) Existing Product and Service Mutual Provision Framework Agreement; (2) Existing Property Leasing Framework Agreement; and (3) Existing Financial Service Framework Agreement.

As the cap for each of the aforementioned existing continuing connected transaction will expire on 31 December 2024, the Company propose to enter into new framework agreement to govern each existing continuing connected transaction for the three year ending 31 December 2027 and set the respective cap thereof.

B. ENTERING INTO THE NEW PRODUCT AND SERVICE MUTUAL PROVISION FRAMEWORK AGREEMENT

1. Background

In the course of its daily production and operation, the Group conduct continuing connected transaction with CRRC GROUP and/or its subsidiaries in relation to the purchase and sale of goods, provision and acceptance of service. In order to better regulate such continuing connected transaction, pursuant to relevant regulatory requirement of the place of listing of the Company and the provision of the Article of Association, the Company and CRRC GROUP entered into the New Product and Service Mutual Provision Framework Agreement on 28 March 2024.

2. Principal terms of the New Product and Service Mutual Provision Framework Agreement

The principal terms of the New Product and Service Mutual Provision Framework Agreement are summarized as follows:

Date: 28 March 2024

Parties: CRRC GROUP and the Company

Transaction details:

CRRC GROUP and/or its associate will sell material, accessories, component, equipment, packaging material and other product, and provide repairing, installation, training, processing, greening, decoration, project contracting, project operation and business consulting services to the Group.

The Group will sell material, accessories, component, equipment, packaging material, vehicle and energy service and other product, and provide repairing, installation, training, processing, greening, decoration, project contracting, project operation and business consulting services to CRRC GROUP and/or its associate.

Term:

From 1 January 2025 to 31 December 2027, subject to extension of term with consent of both parties provided that it is in compliance with the relevant regulation and the listing rule of the place of listing of the Company.

Pricing policy:

The price of the product and services under the New Product and Services Mutual Provision Framework Agreement shall be determined according to the following principle and in the following order:

Government-quoted Price if available;

Where there is no Government-quoted Price but there is Government-guided Price, then according to the Government-guided Price;

Where there is neither Government-quoted Price nor Government-guided Price, then according to the market price (including tendering price);

Where none of the above and three price are available of the above pricing principle cannot be applied in actual transaction, then according to an agreed price. Such agreed price shall be determined based on the reasonable cost plus a reasonable profit. The reasonable cost includes the actual cost and expense incurred in producing the product and service as agreed by both parties after negotiation. Unless otherwise determined by the parties through negotiation, reasonable profit shall be based on reasonable cost multiplied by the average profit margin in the industry.

The market price of each product and service shall be determined according to the following order:

the price charged by Independent Third Parties producing the same kind of product and service under normal commercial terms in the locality where such product and service are provided or proximate thereof; or

the price charged by Independent Third Parties producing the same kind of product and service under normal commercial terms in the PRC.

As at the date of this announcement, so far as the Company is aware, there is no Government-subsidized Price or Government-guided Price applicable to the product and service under the New Product and Service Mutual Provision Framework Agreement.

The implementation of the above pricing principle under the above New Product and Service Mutual Provision Framework Agreement are as follows:

In determining the price for the purchase of product and service from CRRC GROUP and/or its associate, the Group will determine the reference price through, among other things, recent market transaction price, by making enquiries on market price of similar product and service with independent players and conducting searches on independent website, and then compare the reference with the price quoted by CRRC GROUP and/or its associate to ensure that price for the product and service will not be higher than the price offered by independent supplier to the Company.

The Group has a pricing policy for the sale of product and the provision of service which is applicable to all customers. In determining or revising the pricing for product and service to CRRC GROUP and/or its associate, reference will be made to, among other things, price of recent transaction of the Group in the market, enquiries with independent players and searches on independent website. The price for product and service to be charged by the Group to CRRC GROUP and/or its associate will be determined in accordance with the above said pricing policy.

Payment terms: The parties have agreed that the transaction under the New Product and Service Mutual Provision Framework Agreement shall be paid and settled by cash or in another manner otherwise agreed by the parties, and in accordance with the time and payment method agreed upon in the specific product and service provision contract that has been entered into.

3. Historical amounts of the continuing connected transactions for 2022, 2023 and the two months ended 29 February 2024

The historical amount in respect of the mutual provision of product and service between the Group and CRRC GROUP and/or its associate for the financial year ended 31 December 2023 and the two months ended 29 February 2024 are as follows:

	Twelve months ended 31 December 2022	Twelve months ended 31 December 2023	Two months ended 29 February 2024
	<i>(RMB million)</i>		
Revenue			
Sale of product and provision of service to CRRC GROUP and/or its associate	7,249.60	6,776.39	24.11
Expenditure			
Purchase of product and service from CRRC GROUP and/or its associate	1,121.23	1,120.76	74.71

4. Proposed annual caps of the continuing connected transactions for 2025, 2026 and 2027

The estimated annual cap of the continuing connected transactions under the Network Product and Service Mutual Provision Framework Agreement for each of the three years ending 31 December 2027 shall be as follows:

Twelve months ending 31 December 2025	Twelve months ending 31 December 2026	Twelve months ending 31 December 2027
<i>(RMB million)</i>		

- (4) the Company will actively layout investment in strategic emerging industries (including new energy and new material) in the coming year, and the business need related to or complementary to the business of CRRC GROUP will grow considerably, and therefore it is expected that the demand for the Group's production and service from CRRC GROUP and/or its associate will grow considerably compared with the past three years; and
- (5) due to the fact that the Group's urban rail transit PPP projects are experiencing a plateau period and the relevant business scale with CRRC GROUP will be significantly narrowed, the annual capacity for the continuing connected transaction in respect of the sale of production and provision of service by the Group to CRRC GROUP and/or its associate have been significantly reduced from the annual capacity for the continuing connected transaction under the Existing Production and Service Mutual Provision Framework Agreement (i.e., RMB8,000 million).

5. Reasons for entering into the New Product and Service Mutual Provision Framework Agreement and the expected benefits to the Company

The Company considers that it is in the interests of the Group to enter into the aforesaid transaction with CRRC GROUP to ensure the stable production and supply of the production and service of the Company. CRRC GROUP is familiar with the business need of the Company and the transaction between the parties, which will therefore facilitate the internal development of the Group and minimize the associated administrative and transaction costs.

The Director (including the independent non-executive Director) believe that the New Production and Service Mutual Provision Framework Agreement has been entered into on normal commercial terms and in the ordinary course of business of the Group, and the relevant terms of the transaction and annual capacity are fair and reasonable, and in the interests of the Company and the Shareholders as a whole.

C. ENTERING INTO THE NEW FIXED ASSET AND PROPERTY LEASING FRAMEWORK AGREEMENT

1. Background

In the course of its daily production and operation, the Group conducts continuing connected transactions with CRRC GROUP and/or its subsidiaries in relation to the leasing of fixed assets and properties. In order to better regulate such continuing connected transactions, pursuant to relevant

Pricing policy: During the term of the rental period, the parties shall provide reasonable estimate of the transaction amount (including the total rental amount for fixed asset and properties and the total value of right-of-use asset included in the lease entered into under the framework agreement each year (if applicable)) for the following year on the basis of the fixed asset and property appraisal plan to be agreed between the parties at the same time. The estimated rent shall be determined by both parties through negotiation by reference to the prevailing market rate in the place where the fixed asset and leased properties are located. As for leasing of fixed asset and properties by the Group from CRRC GROUP, the term shall be no less favorable than those provided by Independent Third Parties to the Group in relation to comparable fixed asset and properties in the vicinity. As for leasing of fixed asset and properties by the Group to CRRC GROUP, the term shall be no more favorable than those provided by the Group to Independent Third Parties.

Payment terms: The method of payment of the rent shall be determined and agreed in the specific lease agreement. The parties have agreed that the transaction under the Non-Fixed Asset and Property Leasing Framework Agreement shall be paid and settled by cash or another means otherwise agreed by the parties. The payment and settlement term shall be no less favorable than those provided by Independent Third Parties.

3. Historical amounts of the continuing connected transactions for 2022, 2023 and the two months ended 29 February 2024

The historical amount in respect of the leasing of properties between the Group and CRRC GROUP and/or its associate for the two financial years ended 31 December 2023 and the two months ended 29 February 2024 are as follows:

	Twelve months ended 31 December 2022	Twelve months ended 31 December 2023	Two months ended 29 February 2024
	<i>(RMB million)</i>		
Revenue			
Leasing of properties to CRRC GROUP and/or its associate ^{Note 1}	8.79	6.09	0.17
Expenditure			
Leasing of properties from CRRC GROUP and/or its associate ^{Note 1}	238.15	119.31	0.00 ^{Note 2}

Note:

- (1) Such historical amounts have included rental of right-of-use assets arising from the leasing of related fixed assets (if any) in the leased properties;
- (2) The Group has not incurred an right-of-use asset recognized under the Existing Property Leasing Framework Agreement during the two months ended 29 February 2024.

4. Proposed annual caps of the continuing connected transactions for 2025, 2026 and 2027

The estimated annual cap of the continuing connected transactions under the New Fixed Asset and Property Leasing Framework Agreement for each of the three years ending 31 December 2027 shall be as follows:

	Twelve months ending 31 December 2025	Twelve months ending 31 December 2026	Twelve months ending 31 December 2027
	<i>(RMB million)</i>		
Revenue			
Leasing of fixed asset and property to CRRC GROUP and/ or its associate	200	200	200
Expenditure			
Leasing of fixed asset and property from CRRC GROUP and/or its associate	500	500	500

The aforesaid proposed annual cap of the continuing connected transactions are determined in terms of the estimated transaction amount with reference to the historical transaction volume and expected development of the Group's business and the business of CRRC GROUP. The Company also considers, among other things, the following factors:

- (1) The estimated annual cap for leasing of fixed asset and property from CRRC GROUP and/or its associate by the Group for each of the three years ending 31 December 2027 include the estimated recognized right-of-use asset in respect of lease for a term of more than one year and estimated rent in respect of lease for a term of no more than one year. Under the PRC Accounting Standard for Business Enterprises applicable to the Group, the Group and the lessee shall recognize lease for a term of more than one year a right-of-use asset and lease liabilities. The right-of-use asset represents its right

initially measured on present value basis and calculated by discounting the non-cancellable lease payments under the New Fixed Asset and Property Leasing Framework Agreement, using the incremental borrowing rate as the discount rate. Under the PRC Accounting Standard for Business Enterprises and in the consolidated statement of comprehensive income of the Group, the Group shall recognize (i) depreciation charge over the life of the right-of-use asset, and (ii) interest expense amortized from the lease liability over the lease term. In accordance with the Hong Kong Listing Rules, the Company is required to set cap on the total value of right-of-use asset relating to the above lease. Therefore, the estimated annual cap for leasing of fixed asset and properties from CRRC GROUP and/or its associate by the Group for each of the three years ending 31 December 2027 are RMB500 million (among which approximately RMB300 million will be recognized as right-of-use asset, and approximately RMB200 million will be rent of lease for a term of no more than one year), RMB500 million (among which approximately RMB300 million will be recognized as right-of-use asset, and approximately RMB200 million will be rent of lease for a term of no more than one year), and RMB500 million (among which approximately RMB300 million will be recognized as right-of-use asset, and approximately RMB200 million will be rent of lease for a term of no more than one year), respectively;

- (2) The Company continue to grow its principal business and expand into new business segment, thus the demand for leasing fixed asset (including equipment) and properties is expected to increase; and
- (3) CRRC GROUP's business are expected to expand gradually in the future, and the demand for the mutual leasing of fixed asset and properties between CRRC GROUP and the Group is expected to grow.

5. Reasons for entering into the New Fixed Asset and Property Leasing Framework Agreement and the expected benefits to the Company

As the fixed asset and properties leased between the Group and CRRC GROUP are complementary in terms of geographical location, the Company consider that it is in the interest of the Group to enter into the aforesaid transaction with CRRC GROUP to enhance the stable provision and usage of the leasing business of the Company. In addition, CRRC GROUP is familiar with the business need of the Company and the transaction between the parties, which will therefore minimize the administrative cost of the Group.

The Director (including the independent non-executive Director) believe that the New Fixed Asset and Property Leasing Framework Agreement has been entered into on normal commercial terms and in the ordinary course of business of the Group, and the relevant terms of the transaction and annual cap are fair and reasonable, and in the interests of the Company and the Shareholders as a whole.

D. ENTERING INTO THE NEW FINANCIAL SERVICES FRAMEWORK AGREEMENT

1. Background

In the course of its daily production and operation, Finance Company provide CRRC GROUP and its subsidiaries with deposit service, credit service and miscellaneous financial service approved by NAFR from time to time. In order to better regulate such continuing connected transaction, pursuant to relevant regulatory requirement of the place of listing of the Company and the provision of the Article of Association, Finance Company and CRRC GROUP entered into the New Financial Service Framework Agreement on 28 March 2024.

2. Principal terms of the New Financial Services Framework Agreement

The principal terms of the New Financial Service Framework Agreement are summarized as follows:

Date: 28 March 2024

Parties: Finance Company and CRRC GROUP

Transaction details:

Finance Company shall provide the following financial services to CRRC GROUP pursuant to the New Financial Services Framework of the Agreement (under the New Financial Services Framework of the Agreement, reference to CRRC GROUP shall include CRRC GROUP, its subsidiaries and its associate, but excluding the Group):

- (1) Deposit services: CRRC GROUP shall open domestic currency and foreign currency deposit accounts in Finance Company and deposit funds in such accounts based on the principle of free access to the funds. The deposit can be in the form of current deposit, fixed term deposit, call deposit, agreement deposit or other.
- (2) Credit services: subject to relevant laws and regulations in the PRC and the risk control requirements of the Company, depending on the operational and development needs of CRRC GROUP, Finance Company shall provide domestic currency and foreign currency credit services approved by the regulator authorities to CRRC GROUP, including loan, discounted bill, bank credit, account receivable factoring, non-financing letter of guarantee and bill acceptance, etc.
- (3) Miscellaneous financial services: Finance Company shall also provide miscellaneous financial services within its business scope to CRRC GROUP, including but not limited to, provision of services of financial consulting, creditworthiness certification and related consulting and agency services; the receipt and payment of transaction funds; the arrangement of entrusted loan and bond underwriting; the arrangement of fund settlement and receipt and payment; the provision of certificate of deposit, creditworthiness certificate, clearing and settlement and sale of foreign exchange services, guarantee and bill acceptance. For avoidance of doubt, the bill acceptance mentioned in miscellaneous financial services cover the service fee charged by Finance Company in relation to such services.

Term: From 1 Jan. at 2025 to 31 December 2027, subject to extension of term with consent of both parties provided that it is in compliance with the relevant laws and regulations and the listing rules of the place of listing of the Company.

Pricing policy: (1) Deposit rate:

- (i) The interest rate for CRRC GROUP' deposit with Finance Company shall be made with reference to the benchmark interest rate for the same period promulgated by the People's Bank of China for the same type of deposit, and shall be no higher than the interest rate for the same period determined by banking financial institution for the same type of deposit from CRRC GROUP or the third party of equal standing. If Finance Company also provide deposit rate to Independent Third Party, the interest rate offered by Finance Company for CRRC GROUP' deposit shall be no higher than the interest rate for the same period for the same type of deposit offered by Finance Company to such Independent Third Party of equal standing with CRRC GROUP.
- (ii) Finance Company shall ensure the capital safety in respect of CRRC GROUP' deposit, and timely and fully meet capital demand upon withdrawal request. Where Finance Company fail to make full and timely payment to CRRC GROUP at its request for withdrawal of deposit, CRRC GROUP has the right to terminate the New Financial Service Framework Agreement and may also offset the amount of deposit payable by Finance Company against its loan provided by Finance Company in accordance with the provision of applicable laws.

(2) Credit service :

(i) The interest rate or fee rate for credit service provided by Finance Company to CRRC GROUP shall be determined with reference to the loan prime rate (LPR) or fee rate promulgated by the People's Bank of China for the same type of business, and shall be no lower than the interest rate or fee rate for the same period determined by banking financial institution for the same type of credit business to CRRC GROUP or third party of equal standing. If Finance Company also provides credit service to Independent Third Party, the interest rate or fee rate quoted by Finance Company to CRRC GROUP shall be no lower than the interest rate or fee rate for the same period for the same type of business quoted by Finance Company to such Independent Third Party of equal standing with CRRC GROUP.

(ii) Where CRRC GROUP fail to repay the debt incurred from the above mentioned credit service provided by Finance Company in full and in time, Finance Company has the right to terminate the New Financial Service Framework Agreement and make good off set the amount of debt payable by CRRC GROUP against CRRC GROUP's deposit with Finance Company in accordance with the provision of applicable law.

(3) Miscellaneous financial services :

- (i) The domestic currency of foreign currency exchange fee, handling fee or other service fee charged by Finance Company for the provision of the miscellaneous financial services to CRRC GROUP shall comply with the relevant prescribed rate for such service as determined by the People's Bank of China or the NAFR. In addition, such fee shall be determined with reference to those charged by Major Commercial Bank in the PRC for the provision of comparable financial services. If Finance Company also provide miscellaneous financial services to Independent Third Parties, the fee charged by Finance Company to CRRC GROUP shall be no lower than those charged by Finance Company for the same type of service to Independent Third Parties of equal standing with CRRC GROUP.
- (ii) Subject to compliance with the New Financial Services Framework ork Agreement, CRRC GROUP and Finance Company shall enter into specific contract /agreement to set out detailed transaction terms with regard to the relevant specific financial services. Such specific contract /agreement shall comply with the principle and terms set out under the New Financial Services Framework ork Agreement and applicable law.

3. Historical amounts of the continuing connected transactions for 2022, 2023 and the two months ended 29 February 2024

The historical amounts in respect of the provision of credit facilities and miscellaneous financial services by Finance Company to CRRC GROUP for the 12-month period ended 31 December 2023 and the 2-month period ended 29 February 2024 are as follows:

	Twelve months ended 31 December 2022	Twelve months ended 31 December 2023	Two months ended 29 February 2024
	<i>(RMB million)</i>		
Maximum daily balance of credit (including accrued interest) granted by Finance Company to CRRC GROUP and/or its associate	11,483	4,032	2,015
Miscellaneous financial services provided by Finance Company to CRRC GROUP and/or its associate	0.00	0.00	0.00

4. Proposed annual caps of the continuing connected transactions for 2025, 2026 and 2027

The estimated maximum daily balance of credit and the annual cap for the miscellaneous financial service of the continuing connected transactions under the New Financial Service Framework Agreement for each of the three years ending 31 December 2027 shall be as follows:

	Twelve months ending 31 December 2025	Twelve months ending 31 December 2026	Twelve months ending 31 December 2027
Maximum daily domestic credit and foreign credit balance of credit (including accrued interest) granted by Finance Company to CRRC GROUP and/or its associate	10,000	10,000	10,000
Annual domestic credit and foreign credit service fee charged for miscellaneous financial services provided by Finance Company to CRRC GROUP and/or its associate	22	22	22

(equivalent to RMB million)

5. Basis of the proposed annual caps of the non-exempt continuing connected transactions under the New Financial Services Framework Agreement

Credit services

- (1) The credit service provided by Finance Company to CRRC GROUP decreased in terms of transaction amount for the period year, with approximately RMB11,483 million, RMB4,032 million and RMB2,015 million being the maximum daily balance of credit (including accrued interest) for each of the three financial years ended 31 December 2023 and the three months ended 29 February 2024, respectively, with the highest historical utilization rate for the cap of the maximum daily balance of credit (including accrued interest) under the Existing Financial Service Framework Agreement of approximately 76.55%. Accordingly, with reference to the historical transaction amount and taking into consideration CRRC GROUP's business development plan set out below, the cap of the maximum daily balance of credit (including accrued interest) for each of the three financial years ending 31 December 2027 represents a year-on-year decrease of approximately 33.33%, 37.50% and 41.18%, equivalent to RMB10,000 million, a compared to the cap of the maximum daily balance of credit (including accrued interest) for each of the three financial years ended 31 December 2024.
- (2) The SASAC has launched the industrial transformation of state-owned enterprises and the future industrial development action plan, accelerated the layout and cultivation of new-quality productive forces, and further increased investment in new industries, new models and new dynamics. Here, CRRC GROUP has undertaken a number of key tasks in the field and will proactively layout its plan for industrial chain future manufacturing, future pace, future energy and future information. It is expected that investment in the strategic emerging industries will be further increased, which will provide opportunities for Finance Company to expand its loan business. It is also expected that CRRC GROUP will have a considerable high financing need in the future, in particular: (i) CRRC GROUP has been focusing on the development of green and diversified equipment manufacturing with new energy vehicle and component as the core in recent years, enhance its market expansion efforts, strive to form a complete product spectrum of the sub-segment of the new energy commercial vehicle, and form a core technological advantage in new energy vehicle and

part and component. At present, the new energy vehicle industry is a green industry supported at a national level, and the scale of new energy vehicle in China has been growing rapidly, with the penetration rate of new energy ranking the first in the world for fifteen consecutive years. The rapid development of new energy vehicle in China has also provided CRRC GROUP with a broad field for the future development of its new energy vehicle business. CRRC Time Electric Vehicle Co., Ltd. is the operating entity for the new energy vehicle business of CRRC GROUP. Its business from financial institution in the past three years amounted to an average of approximately RMB2.0 billion, and its investment in the field of new energy vehicle in the next three years will continue to increase, and its financing demand is expected to grow further, which also provides an opportunity for Finance Company to expand the scale of its loan; and (ii) CRRC GROUP, which has been adhering to the concept of green development in recent years, has made efforts to develop in the eco-environmental protection industry, in particular the research and development and manufacturing of separation membrane and related environmental-friendly material, and in the future, it is going to build a full value chain business from raw material, component and assembly with separation membrane material as the core. Vonton Technology Co., Ltd. is the main operating entity of environmental-friendly material of CRRC GROUP. While enhancing its market position in the field of water treatment membrane, Vonton Technology Co., Ltd. is continuously expanding its business in membrane material for energy, and its investment in environmental-friendly material will continue to increase in the next three years, which is expected to become a new growing point of the loan business of Finance Company.

- (3) According to the relevant PRC laws, Finance Company, as a non-banking financial institution, can only provide credit services to the Company, CRRC GROUP and its affiliated members. For the three years ended 31 December 2023, Finance Company had total assets of RMB47,104 million, RMB49,018 million and RMB46,711 million, respectively, with interbank fixed term deposit and current deposit of RMB23,989 million, RMB26,855 million and RMB26,111 million for the corresponding years. Finance Company has sufficient funds to accommodate the development needs of CRRC GROUP while providing credit services to CRRC GROUP, which can bring economic benefits to the Group.

- (4) The Company is of the view that, when proposing annual cap of continuing connected transaction, flexibility shall be taken into account to accommodate the maximum limit and debt ratio possibilities. However, as to the actual implementation of the continuing connected transaction historically, Finance Company and CRRC GROUP will conduct continuing connected transaction in strict accordance with the actual demand for transaction volume and the actual transaction price. Even if the Company set the annual cap for continuing connected transaction, it does not mean that Finance Company and CRRC GROUP shall transact such amount, and the proposed annual cap are not indication for the actual transaction amount. The Company will disclose the actual transaction amount in each year's annual report, and the independent non-executive Director and auditor will give opinion on the continuing connected transaction to receive the approval of the independent Shareholder.

6. Reasons for entering into the New Financial Services Framework Agreement and the expected benefits to the Company

Finance Company is a non-bank financial institution of the Group under the approval of the relevant regulator authorities and has a well-functioning internal control and risk management system. Finance Company is also familiar with the operation of CRRC GROUP, which is advantageous for Finance Company in providing CRRC GROUP with cost-made and efficient financial service. The entering into of the New Financial Service Framework Agreement is also beneficial for Finance Company to expand its financing channel, enhance its efficiency of fund usage and reduce its financing cost. Furthermore, the interest rate for credit service under the New Financial Service Framework Agreement are equivalent to the normal commercial term and in the interest of the Company and the Shareholder. CRRC GROUP is a large state-owned enterprise under the direct management of the SASAC and holds a good reputation in the financial market. Taking into account the creditworthiness of CRRC GROUP, and on the condition of strict risk control, the Company considers that providing credit service to CRRC GROUP through Finance Company is a low-risk fund investment option and will generate a considerable return for the Group.

The Director (including the independent non-executive Director) will express their opinion after consulting the advice from the independent financial adviser) believe that the New Financial Services Framework Agreement has been entered into on normal commercial terms and in the ordinary course of business of the Group carried out through Finance Company, and the relevant terms of the transaction and annual cap are fair and reasonable and in the interests of the Company and the Shareholders as a whole.

7. Internal Control and Risk Management Function of Finance Company

(1) A sound corporate governance structure

Finance Company has established a sound corporate governance structure, consisting of the general meeting, the board of directors, the board of supervisors and the management. Under the board of directors, a strategic decision-making committee, an audit and risk management committee and an information technology management committee have been established. The committee consists of specialized personnel and adopts collective decision-making procedures to ensure the decision to be scientific and reasonable. Under the management, the credit examination committee and the investment decision-making committee have also been established.

In order to ensure the compliance of operation, Finance Company has also established ten functional departments based on its business development and internal control demands. The functional departments include the capital management department, the corporate business department, the international business department, the settlement management department, the information technology department, the planning and finance department, the risk compliance department, the audit and accounting department and the comprehensive management department, etc. Documents named Letter of Duties of Department and Letter of Responsibilities of Position have been formulated to explicitly divide the duties and responsibilities among various departments and positions. Furthermore, Finance Company has established a system of rules and regulations which clarify the requirements of internal management for financial institution, with a total of 180 currently effective rules and regulations that cover three major controlling levels of Finance Company, namely, the corporate level (i.e., governance structure, risk assessment, control activities, information and communication, a well-internal supervision),

the business line level (i.e., budget and finance, settlement business, credit business, capital business, international business and financial market business), and the comprehensive level (i.e., administrative management and information technology).

Finance Companies shall adhere to the principle of managing and operating pursuant to the law and regulation, and actively undertake corporate social responsibility. The NAFR has not raised any major question concerning Finance Companies since its establishment.

(2) Scientific compliance risk prevention and pricing mechanism for financial products and services

(i) Risk prevention and pricing mechanism for deposit service

In order to prevent the risk of deposit, Finance Companies have established a management and control mechanism to ensure the liquidity, security and rationality of interest rate pricing of the funds. Finance Companies have also established a deposit rate evaluation system to monitor the liquidity of funds on a daily basis, to prevent the liquidity risk of funds and to ensure the security of funds.

Finance Companies have established a deposit interest rate pricing decision-making panel. The panel is headed by the general manager of Finance Companies, with the deputy leader of the panel being the head of the settlement management department and the international business department, and the members of the panel include the person in charge of the settlement management department, the international business department, the planning and finance department, the capital management department and the risk compliance department, to collectively discuss the pricing strategy, rules, procedure and authorization of deposit interest rate, and have entrusted the settlement management department and the international business department to take charge of the execution and implementation of the pricing policies for the deposit in Renminbi and foreign currencies, respectively. In addition, the risk compliance department is responsible for discussing the compliance and legitimacy of the interest rate pricing plan, and the audit and accounting department and the planning and finance department are responsible for supervising and auditing the implementation of the interest rate pricing and management.

According to the Administrative Measures on Deposit Interest Rate Pricing, interest rate pricing of deposit interest income shall follow the principle of marketization, differentiation and compliance. The interest rate pricing of deposit interest of Finance Company is determined based on the comprehensive consideration of the financial market environment and other factors, and with reference to the benchmark interest rate in the same period specified by the People's Bank of China for deposit of the same type, and the interest rate determined by the banking financial institution in the same period for the same type of deposit from third parties of equal standing.

The deposit interest rate pricing decision-making panel shall determine the posted deposit interest rate, and the actual implemented deposit interest rate shall fluctuate within a certain ratio, which shall be reported to the general manager of Finance Company for approval; if the fluctuation exceeds such ratio, it shall be reported to the deposit interest rate pricing decision-making panel for consideration and further implementation. If the deposit interest rate pricing decision-making panel becomes aware that the interest rate offered to CRRC GROUP are less favorable to Finance Company than those offered to other Independent Third Parties (if available) on similar term and condition, Finance Company shall negotiate with CRRC GROUP to re-determine the interest rate to a level that is similar with those offered to other Independent Third Parties.

(ii) *Risk prevention and interest rate pricing mechanism for credit interest*

Finance Company has formulated a series of rules and regulations such as Working Rules for Credit Examination Committee, Administrative Measures for Self-Operated Loan Business and Operation Procedure for Revolving Line Loan, and has established special department and committee, including but not limited to the corporate business department, the risk compliance department and the credit examination committee, to maintain the risk management and internal control environment of credit interest.

The credit examination committee is the examination and approval authority for the pricing of loan interest rate. The deputy general manager other than the head of the corporate finance department and capital management department of Finance Company are qualified to elect as the chairman of the credit examination committee. The full-time members include the person in charge of the international finance department, the settlement management department, the planning and finance department, and the risk compliance department.

The interest rate for each loan shall be determined based on the loan prime rate (LPR) or fee rate for the same type of finance promulgated by the People's Bank of China and with reference to the interest rate charged by the Major Commercial Bank to CRRG GROUP, and comprehensively taking into account the corporate credit rating, credit guarantee and other factors. If the credit examination committee becomes aware that the interest rate for the credit service offered to CRRG GROUP is less favorable to Finance Company than those offered to other Independent Third Parties (if available) on similar terms and conditions, Finance Company shall negotiate with CRRG GROUP to re-determine the interest rate to a level that is similar with those offered to other Independent Third Parties.

The corporate finance department is responsible for the credit investigation before granting credit. The borrower's credit rating according to the regulation of the People's Bank of China and the NAFR, the borrowing purpose, the borrower's repayment ability, the term and amount of the loan, the independence of connected transaction, etc. are all within the scope of review. After the investigation of the corporate finance department, the risk compliance department shall conduct a comprehensive investigation and analysis on whether the credit investigation report is appropriate and whether the risk of the proposed granting of the credit and the risk points have been fully revealed. The risk compliance department shall submit to the credit examination committee after examination, and the credit examination committee shall conduct an independent and objective analysis and collective deliberation on the credit application and material and provide opinion, on which the leader of Finance Company has a veto power according to its authority.

Finance Company conduct customer credit rating once at least every two years. The corporate finance department organize an initial evaluation of the credit rating of member of the Group and the CRRC GROUP once at least every two years, and the risk compliance department is responsible for the review of credit rating of each member and the credit examination committee is responsible for the final review and determination of the credit rating.

Furthermore, the audit and accounting department participate and inspect the implementation and compliance of Finance Company's internal system, procedure and regulation regarding deposit and loan.

Though review of all the level described above, Finance Company ensure the safety of its fund and the interest rate pricing to be scientific and in compliance with the law.

(iii) Risk prevention and pricing mechanism for miscellaneous financial service

Finance Company has formulated rules and regulations such as Administrative Measures for Bond Underwriting Business to regulate the miscellaneous financial service and the miscellaneous financial service that may be implemented after receiving the approval from regulatory authorities. According to such rules and regulations, the responsible department, the business management procedure and the internal control mechanism for the telecommunication service have all been established to prevent risk. The pricing of miscellaneous financial service shall be in compliance with the telecommunication regulation if the People's Bank of China or the NAFR has set up standard of charge for the telecommunication type of service and shall refer to the level of the fee charged by Major Commercial Bank for the financial service of the same type. The service fee rate charged for miscellaneous financial service are determined mainly with reference to the service fee rate charged to the affiliated member of CRRC GROUP for entered loan and letter of guarantee by the Major Commercial Bank, which shall be confirmed upon approval of the head of telecommunication department of the general manager of Finance Company. If the head of telecommunication department of the general manager of Finance Company become aware

that the fee charged to CRRC GROUP are less favorable to Finance Company than those charged to other Independent Third Parties (if available) on similar terms and conditions, Finance Company will negotiate with CRRC GROUP to re-determine the relevant fee to a level that is similar with those charged to other Independent Third Parties.

(3) Connected transaction management mechanism

The Company will endeavor to carry out adequate supervision over the corresponding annual cap on the transaction amount of the agreement which involved the continuing connected transaction of the Company with a view of ensuring that necessary measures and appropriate actions for the compliance with applicable requirements under the Hong Kong Listing Rules will be promptly taken. In order to regulate the connected transaction management mechanism, Finance Company has formulated the Measures for the Management of Connected Transaction, according to which, the planning and finance department is responsible for the management and information disclosure of the connected transaction, and the corporate finance department, the settlement management department and other relevant departments are responsible for the tactical matters of the connected transaction handled by the department themselves and the verification with the planning and finance department. Finance Company intends to disclose the information of connected transaction in accordance with the provision of Connected Transaction Management Rules (H Share) of CRRC Corporation Limited and Related-party Transaction Management Rules (A Share) of CRRC Corporation Limited in a timely manner.

The corporate finance department, the capital management department and other relevant departments of Finance Company are responsible for daily supervision of the annual cap under the New Financial Service Framework Agreement. The planning and finance department of Finance Company will collect statistics on the transaction amount on a quarterly basis. When the transaction amount reaches a certain percentage of the annual cap, it will promptly warn and report to the management of Finance Company and the Company. The Director (including independent non-executive Director) will review the transaction contemplated under the New Financial Service Framework Agreement and their respective annual cap each year, to ensure that the transaction contemplated under the New Financial Service Framework Agreement are conducted in the ordinary and usual course

of business of the Company on normal commercial terms and in the interest of the Company and its Shareholders as a whole.

The auditor of the Company will perform annual audits on the transaction contemplated under the New Financial Service Framework Agreement in compliance with the Hong Kong Listing Rules.

E. IMPLICATIONS OF THE HONG KONG LISTING RULES

As at the date of this announcement, CRRC GROUP is the controlling Shareholder of the Company directly holding 51.45% of the share of the Company, and is thus a connected person of the Company under the Hong Kong Listing Rules. Accordingly, the transaction contemplated under the Continuing Connected Transaction Agreement constitutes continuing connected transaction of the Company under Chapter 14A of the Hong Kong Listing Rules.

As the highest applicable percentage ratio exceeds 0.1% but is less than 5% in respect of the relevant continuing connected transaction under the New Product and Service Mutual Provision Framework Agreement, such transactions are therefore subject to annual audits and announcement requirements but are exempt from the independent shareholders' approval requirements of the Hong Kong Listing Rules.

As the highest applicable percentage ratio exceeds 0.1% but is less than 5% in respect of the relevant continuing connected transaction under the New Fixed Asset and Property Leasing Framework Agreement, such transactions are therefore

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The provision of loan and other credit facilities by Finance Company to CRRC GROUP constitute a financial assistance provided by the Company to it connected person, and therefore constitute a connected transaction. As the highest applicable percentage ratio in respect of the provision of credit facilities under the New Financial Services Framework Agreement exceed 5% on an annual basis, the credit facilities to be provided by Finance Company to CRRC GROUP are therefore subject to the reporting, announcement and independent shareholder's approval requirement under Chapter 14A of the Hong Kong Listing Rules. As the highest applicable percentage ratio in respect of the provision of credit facilities under the New Financial Services Framework Agreement exceed 5% but is less than 25%, the credit facilities to be provided by Finance Company to CRRC GROUP also constitute a discloseable transaction of the Company under Chapter 14 of the Hong Kong Listing Rules.

As the highest applicable percentage ratio in respect of the provision of miscellaneous financial facilities under the New Financial Services Framework Agreement is less than 0.1%, the miscellaneous financial facilities to be provided by Finance Company to CRRC GROUP are therefore fully exempted from the independent shareholder's approval, annual reporting and announcement requirement pursuant to Rule 14A.76 of the Hong Kong Listing Rules.

Three Directors, namely Sun Yongcai, Ma Yinhang and Wang An hold positions in CRRC GROUP, have abstained from voting on the Board resolution in respect of the transaction. Save as stated above, none of the Directors have a material interest in the continuing connected transaction contemplated under the Continuing Connected Transaction Agreement and hence no other Directors have abstained from voting on the relevant Board resolution.

The Company will establish the Independent Board Committee to advise the independent Shareholder in respect of the terms of the provision of credit facilities by Finance Company to CRRC GROUP contemplated under the New Financial Services Framework Agreement (including the proposed annual cap thereof).

The Company has appointed China Sunrise Capital Limited as the independent financial adviser to advise the Independent Board Committee and the independent Shareholder in respect of the terms of the provision of credit facilities by Finance Company to CRRC GROUP contemplated under the New Financial Services Framework Agreement (including the proposed annual cap thereof).

A circular containing, among other things, details of the transaction of the provision of credit facilities by Finance Company to CRRC GROUP contemplated under the New Financial Services Framework Agreement, a letter from the Independent Board Committee and an opinion of the independent financial adviser will be announced and/or dispatched to the Shareholders on or before 28 March 2024, so as to allow sufficient time for the preparation of the relevant information for inclusion in the circular.

F. GENERAL INFORMATION OF THE COMPANY, CRRC GROUP AND FINANCE COMPANY

The Company

The Company is a joint stock limited company incorporated in the PRC with limited liability. The Group is the leading rolling stock provider in the world, with diverse offering and advanced technologies. The main scope of business of the Company include research and development, design, manufacturing, refurbishment, sale, leasing and technical services of locomotive, MU, rapid transit vehicle, engineering machinery, electro-mechanical equipment, electronic equipment and components, as well as electric devices and environmental protection equipment; information consultation; industrial investment and management; asset management and import and export business.

CRRC GROUP

CRRC GROUP is a large-scale wholly state-owned enterprise established with the approval of the State Council of the PRC and the controlling Shareholder of the Company. The principal business of CRRC GROUP (through the Company) include research and development, manufacturing, sale, refurbishment and leasing of rolling stock and key components, and the extended business relating on the proprietary technology of rolling stock.

Finance Company

Finance Company, a subsidiary of the Company, is principally engaged in the provision of deposit services, settlement services, credit services, financial advisory services and miscellaneous financial services to CRRC GROUP and its affiliated members at all levels (as described below), subject to the permitted scope of business and under the regulation of the NAFR and the People's Bank of China. As at the date of this announcement, Finance Company is held by the Company and CRRC GROUP at 91.36% and 8.64% respectively.

According to the relevant PRC laws which contain the regulatory requirement of the NAFR, Finance Company, a non-banking financial institution, is positioned to mainly provide financial services to the Group, CRRC GROUP and the affiliated members of CRRC GROUP (including subsidiaries of CRRC GROUP, companies individually or jointly, directly or indirectly held a total of more than 20% by CRRC GROUP and its subsidiaries, and companies directly held a total of more than 20% by CRRC GROUP and its subsidiaries but with the largest shareholder being CRRC GROUP or its subsidiaries). Currently, Finance Company does not provide financial services to any third party other than the Group, CRRC GROUP and their affiliated members as mentioned above.

G. DEFINITIONS

In this announcement, unless the context requires otherwise, the following terms shall have the meaning set out below:

Article of Association	the Article of Association of CRRC Corporation Limited (as amended from time to time)
associate()	has the meaning ascribed thereto under the Hong Kong
Board	the board of directors of the Company
Company	CRRC Corporation Limited (中國中車股份有限公司), a joint stock limited company incorporated in the PRC with limited liability, the H share and the A share of which are listed on the Hong Kong Stock Exchange and the Shanghai Stock Exchange, respectively
connected person()	has the meaning ascribed thereto under the Hong Kong Listing Rules
Continuing Connected Transaction Agreement	the New Product and Service Mutual Provision Framework Agreement, the New Fixed Asset and Property Leasing Framework Agreement and the New Financial Service Framework Agreement
CRRC GROUP	CRRC GROUP Co., Ltd. (中國中車集團有限公司), a large-scale wholly state-owned enterprise and the controlling shareholder of the Company

Director()	the director of the Company, including the independent non-executive director
Existing Financial Service Framework Agreement	the Financial Service Framework Agreement between CRRC GROUP Co., Ltd. and CRRC Finance Co., Ltd. entered into between Finance Company and CRRC GROUP on 30 March 2021
Existing Property Leasing Framework Agreement	the Property Leasing Framework Agreement between CRRC GROUP Co., Ltd. and CRRC Corporation Limited entered into between the Company and CRRC GROUP on 30 March 2021
Existing Product and Service Mutual Provision Framework Agreement	the Product and Service Mutual Provision Framework Agreement between CRRC GROUP Co., Ltd. and CRRC Corporation Limited entered into between the Company and CRRC GROUP on 30 March 2021
Finance Company	CRRC Finance Co., Ltd. (中車財務有限公司), a company incorporated in the PRC with limited liability and a subsidiary of the Company
Group	the Company and its subsidiaries
Government-guided Price	the price for the ratio product and service under the New Product and Service Mutual Provision Framework Agreement which may be determined by the seller and purchaser of product and service within the price range approved under the law, regulation, decision or order promulgated by the central government, provincial government or other regulator a authority in the PRC
Government-prescribed Price	the price for the ratio product and service under the New Product and Service Mutual Provision Framework Agreement approved under the law, regulation, decision or order promulgated by the central government, provincial government or other regulator a authority in the PRC

Hong Kong	Hong Kong Special Administrative Region of the People's Republic of China
Hong Kong Listing Rules	the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (as amended from time to time)
Hong Kong Stock Exchange	The Stock Exchange of Hong Kong Limited
Independent Board Committee	a committee of the Board comprising all independent non-executive Directors established for the purpose of considering the terms of the credit facilities to be provided by Finance Company to CRRC GROUP under the New Financial Service Framework Agreement (including its proposed annual cap)
Independent Third Party	an individual or company which is not a connected person of the Company
Major Commercial Bank	the major commercial bank in the PRC, including Industrial and Commercial Bank of China, Agricultural Bank of China, Bank of China, China Construction Bank, Bank of Communications and other major large-scale joint stock commercial banks established in the PRC (such as China CITIC Bank, China Merchant Bank and China Industrial Bank)
NAFR	the National Administration of Financial Regulation (formerly known as the China Banking and Insurance Regulatory Commission)
New Financial Service Framework Agreement	the Financial Service Framework Agreement between CRRC GROUP Co., Ltd. and CRRC Finance Co., Ltd. entered into between Finance Company and CRRC GROUP on 28 March 2024

Net Fixed Asset and Property Leasing Framework Agreement	the Fixed Asset and Property Leasing Framework Agreement between CRRC GROUP Co., Ltd. and CRRC Corporation Limited entered into between the Company and CRRC GROUP on 28 March 2024
Net Product and Service Mutual Provision Framework Agreement	the Product and Service Mutual Provision Framework Agreement between CRRC GROUP Co., Ltd. and CRRC Corporation Limited entered into between the Company and CRRC GROUP on 28 March 2024
PRC	the People's Republic of China
RMB	Renminbi, the lawful currency of the PRC
SASAC	the State-owned Asset Supervision and Administration Commission of the State Council of the PRC
Shareholder()	the shareholder() of the Company
%	per cent.

Board of the Board
CRRC Corporation Limited
Sun Yongcai
Chairman

Beijing, the PRC
 28 March 2024

At the date of this announcement, the executive directors of the Company are Mr. Sun Yongcai, Mr. Ma Yinhang and Mr. Wang An; the non-executive directors are Mr. Jiang Renfeng; and the independent non-executive directors are Mr. Shi Jianzhong, Mr. Weng Yitan and Mr. Ngai Ming Tak.