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中国通号

中國鐵路通信信號股份有限公司

China Railway Signal & Communication Corporation Limited*

(A joint stock limited liability company incorporated in the People's Republic of China)

(Stock Code: 3969)

**ANNOUNCEMENT ON BID-WINNING OF IMPORTANT
PROJECTS IN THE RAIL TRANSIT MARKET**

This announcement is made by China Railway Signal & Communication Corporation Limited* (the "**Company**") pursuant to Rules 13.09 and 13.10B 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).

In March and April 2022, the Company has totally been awarded four important projects in rail transit market, namely the project of Xiamen Rail Transit Line 4 (Houxi to Xiang'an Airport Section) and the procurement project on the integration of engineering signal and comprehensive monitoring system of Xiamen Rail Transit Line 6 (Longjiangmingzhu to Huaqiao University Section) with a tender amount of RMB975 million; the procurement project on the integration of engineering signal system of the Phase I project of Shenyang Metro Line 3 with a tender amount of RMB403 million; the section B of the upgrade and renovation project on the operation video surveillance system of the Phase I and Phase II projects of Shenzhen Metro with a tender amount of RMB186 million and the procurement project on the communication system of Chongqing Rail Transit Line 18 with a tender amount of RMB169 million.

Details of the projects awarded are hereby announced as below:

I. Relevant information on the projects awarded in the urban rail transit market

	Project One	Project Two
I. General information		
1. Name of the project	The project of Xiamen Rail Transit Line 4 (Houxi to Xiang'an Airport Section) and the procurement project on the integration of engineering signal and comprehensive monitoring system of Xiamen Rail Transit Line 6 (Longjiangmingzhu to Huaqiao University Section)	The procurement project on the integration of engineering signal system of the Phase I project of Shenyang Metro Line 3
2. Bid originator	Xiamen Rail Transit Group Co., Ltd.* (廈門軌道建設發展集團有限公司)	Shenyang Metro Co., Ltd. (瀋陽地鐵集團有限公司)
3. Tender amount (RMB100 million)	9.75	4.03
4. Overview of the project	<p>Xiamen Rail Transit Line 4: the length of the metro line is 43.37 km, with 7 underground stations (including 1 station reserved) and 5 elevated stations; it is equipped with 18 trains/72 vehicles, 1 control center, 1 backup control center, 1 vehicle depot, 1 testing line, 1 maintenance center and 1 training center at the initial stage of the project.</p> <p>Xiamen Rail Transit Line 6: the length of the metro line is 28.305 km, with 20 underground stations; it is equipped with 28 trains/112 vehicles, 1 control center, 1 backup control center, 1 vehicle depot, 1 testing line, 1 maintenance center and 1 training center at the initial stage of the project.</p> <p>The Company will be responsible for the integrated supply, design and debugging of signal system, comprehensive monitoring system, Xianwangyun platform system (線網雲平台系統) of the project.</p>	<p>The length of the metro line of the project is 41.28 km, with 30 stations (including 9 elevated stations and 21 underground stations); it is equipped with 48 trains/288 vehicles, 1 control center (reserved at the Pangjiang Street), 1 vehicle depot and comprehensive maintenance base, 1 parking lot, 1 testing line, 1 maintenance center and 1 training center at the initial stage of the project. The Company will be responsible for the integration of signal system (large-scale display system inclusive) and other tasks of the project.</p>

Project One**Project Two****II. Information of the counterparty**

1. Name of enterprise	Xiamen Rail Transit Group Co., Ltd.* (廈門軌道建設發展集團有限公司)	Shenyang Metro Co., Ltd. (瀋陽地鐵集團有限公司)
2. Nature of enterprise	State-owned enterprise	State-owned enterprise
3. Legal representative	Wang Wenge* (王文格)	Ba Fang* (巴放)
4. Registered capital	RMB30 billion	RMB864.83 million
5. Date of establishment	11 November 2011	9 April 2004
6. Principal office location	No. 1236-1238 Xiahe Road, Siming District, Xiamen	No. 338, Daxi Road, Shenhe District, Shenyang
7. Major shareholders	State-owned Assets Supervision and Administration Commission of Xiamen Municipal People's Government	State-owned Assets Supervision and Administration Commission of Shenyang Municipal People's Government
8. Principal business	CDB Development Fund Co., Ltd. Urban Rail Transit (being responsible for the investment, financing, development and construction, operation, maintenance, and management of rail transit; supply, supervision, processing of materials required for rail transit projects, import and export of specialized equipment; bidding, consulting and technical services of rail transit, etc.).	CDB Development Fund Co., Ltd. All kinds of engineering construction activities, urban public transportation, installment, transformation and repair of specialized equipment, technical service, technical development, technical consulting, technical communication, technical transfer, technical promotion, security consulting services, engineering management services, information consulting services, etc.

III. Major terms of the contract to be signed

1. Amount of the contract (RMB100 million)	9.75	4.03
2. Payment schedule	Payments of the project will be made based on upfront payments, progress payments, arrival payments, payments on pre-acceptance, payments on completion and acceptance, warranty payments and other processes.	Payments of project will be made based on upfront payments, equipment payments, service fee, completion of filing and obtaining File Transfer Certificate of Metro Line Construction Projects, completion of settlement work, payments upon the end of the warranty period and other processes.
3. Place of performance	Xiamen	Shenyang

	Project One	Project Two
4. Term for performance	<p>Xiamen Rail Transit Line 4: from the date of signing of the contract to the end of the project warranty period, of which, the project execution cycle is approximately 44 months and the warranty period is 24 months, totaling 68 months.</p> <p>Xiamen Rail Transit Line 6: from the date of signing of the contract to the end of the project warranty period, of which, the project execution cycle is approximately 32 months and the warranty period is 24 months, totaling 56 months.</p>	<p>From the date of signing of the contract to the end of the project warranty period, of which, the project execution cycle is approximately 24 months and the warranty period is 24 months, totaling 48 months.</p>
5. Conditions for the contract to take effect	The contract shall become formally effective after the legal representatives of both parties or their authorized representatives have affixed their signatures and official seals.	The contract shall become formally effective after the legal representatives of both parties or their authorized representatives have affixed their signatures and official seals.
6. Contract signing place	Xiamen	Shenyang

Project Three

Project Four

I. General information

1. Name of the project	The section B of the upgrade and renovation project on the operation video surveillance system of the Phase I and Phase II projects of Shenzhen Metro	The procurement project on the communication system of Chongqing rail transit line 18
2. Bid originator	Shenzhen Metro Group Co., Ltd.* (深圳市地鐵集團有限公司)	CQMEHG Mechanical & Electrical Engineering Technology Co., Ltd.* (重慶機電控股集團機電工程技術有限公司)
3. Tender amount (RMB100 million)	1.86	1.69
4. Overview of the project	<p>Section B is the renovation project of the operation video surveillance system of Lines 1 and 3 of the Shenzhen metro phase I and phase II projects, which includes the supply, installation, and service of the renovation of the operation video surveillance system of Lines 1 and 3 (excluding train-ground wireless), as well as the installation works and the procurement and supply of optical cables and pipes within the jurisdiction of the metro for the renovation of the police video surveillance system of Lines 1 and 3.</p> <p>The Company will be responsible for the construction and supply of the video surveillance system, vehicle depot/parking border protection system, transmission network upgrade, on-board video surveillance system, and the renovation of video surveillance system for police use for the entire line of Lines 1 and 3.</p>	<p>The total length of this project is 29.068 km with two river-crossing bridges, of which the underground line is 18.728 km, the elevated line is 9.580 km, and the ground line is about 0.760 km long. There are 12 underground stations and 7 elevated stations on the whole line.</p> <p>The Company will be responsible for the overall integration of all dedicated communication system and public security communication system in this project, and assume overall responsibility for the opening of the system.</p>

Project Three

Project Four

II. Information of the counterparty

1. Name of the enterprise	Shenzhen Metro Group Co., Ltd.* (深圳市地鐵集團有限公司)	CQMEHG Mechanical & Electrical Engineering Technology Co., Ltd.* (重慶機電控股集團機電工程技術有限公司)
2. Nature of the enterprise	State-owned enterprise	State-owned enterprise
3. Legal representative	Xin Jie	Nie Pan
4. Registered capital	RMB45,943.16 million	RMB300 million
5. Date of incorporation	31 July 1998	20 February 2010
6. Main office location	Floor 27-31, Metro Building, No.1016, Fuzhong No.1 Road, Futian District, Shenzhen	No. 60, Middle Section of Huangshan Avenue, New North Zone, Chongqing
7. Major shareholders	State-owned Assets Supervision and Administration Commission of the Shenzhen Municipal People's Government	Chongqing Machinery and Electronic Holding (Group) Co., Ltd.* (重慶機電控股(集團)公司) Chongqing Rail Transit Industry Investment Co., Ltd.* (重慶軌道交通產業投資有限公司)
8. Principal business	Construction, operation, development and comprehensive utilization of subway and light rail transportation projects; domestic commerce, material supply and marketing industry (excluding franchise, special control, monopoly commodities); operating advertising business; self-owned property management; consulting and education training of rail transit related business.	The design, contracting, installment of mechanical and electrical engineering (with relevant qualifications); system integration and consultation of mechanical and electrical engineering; manufacturing and sale of mechanical and electrical equipment, sets of electromechanical equipment, instruments and meters; technology development, technology transfer, technical consultation and technical services in the electromechanical and environmental sectors; import and export of goods and technology.

Project Three

Project Four

III. Major terms of the contract to be signed

1. Amount of the contract (RMB100 million))	1.86	1.69
2. Payment schedule	Payments of the project will be made based on advance payments, progress payments, payment after the end of the warranty and other processes.	Payments of the project will be made based on advance payments, progress payments, payment after the end of the warranty and other processes.
3. Place of performance	Shenzhen	Chongqing
4. Term for performance	From the date of signing of the contract to the end of the project warranty period, of which, the project execution cycle is approximately 24 months and the warranty period is 36 months, totaling 60 months.	From the date of signing of the contract to the end of the project warranty period, of which, the project execution cycle is approximately 12 months and the warranty period is 24 months, totaling 36 months.
5. Conditions for the contract to take effect	The contract shall become effective from the date the legal representatives of both parties or their authorized representatives have affixed their signatures and contract seals or official seals on the contract.	The contract shall become formally effective from the date the legal representatives of both parties or their authorized proxy have affixed their signatures (or seal) and contract seals or official seals on the contract and the contractor has provided the bank performance bond.
6. Contract signing place	Shenzhen	Chongqing

II. IMPACT ON THE COMPANY

1. The total tender amount for the above projects is approximately RMB1,733 million, accounting for approximately 4.52% of the Company's audited operating income in 2021 under the Chinese Accounting Standards. Given that the above projects will be implemented in phases across years, there are uncertainties as to the impact on the current results of 2022. If formal contracts are signed for the above projects and the projects are smoothly implemented, it is expected to have a relatively positive impact on the Company during the implementation period of the projects.
2. The Company has no related relationships with the above tender parties, and the bid-winning of the above projects does not affect the independence of the Company's business.

III. POSSIBLE RISKS

The bid-winning of the above projects has been published. Due to the relevant formalities involved, the Company has not signed the relevant formal contracts with the tender parties and uncertainties exist. The final amount, the terms of performance and other details of the above projects are subject to the formally signed contracts. Investors are reminded of the investment risks.

By order of the Board
China Railway Signal & Communication Corporation Limited*
ZHOU Zhiliang
Chairman

Beijing, the PRC
18 May 2022

As of the date of this announcement, the executive directors of the Company are Mr. ZHOU Zhiliang, Mr. XU Zongxiang and Mr. YANG Yongsheng, the non-executive director of the Company is Mr. GUO Yonghong, and the independent non-executive directors of the Company are Mr. YAO Guiqing, Mr. YAO Cho Fai Andrew and Mr. FU Junyuan.

* *For identification purpose only*