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JiaXing Gas Group Co., Ltd.*
嘉興市燃氣集團股份有限公司

(A joint stock company incorporated in the People's Republic of China with limited liability)
(Stock Code: 9908)

CESSATION OF CONTINUING CONNECTED TRANSACTION

Reference is made to the prospectus (the “**Prospectus**”) of JiaXing Gas Group Co., Ltd.* (the “**Company**”) dated 30 June 2020 and the annual report of the Company for the year ended 31 December 2023 (the “**2023 Annual Report**”). Unless otherwise defined, capitalised terms used in this announcement shall have the same meanings as those defined in the 2023 Annual Report.

As disclosed in the Prospectus and the 2023 Annual Report, the Company entered into a tenancy agreement (the “**Hotel Property Tenancy Agreement**”) with Jiaying Qingyuan Hotel Management Company Limited* (嘉興市清園酒店管理有限公司) (“**Qingyuan Hotel**”) on 1 July 2016. Pursuant to the Hotel Property Tenancy Agreement, the Company, as lessor, shall lease to Qingyuan Hotel, as lessee, a commercial property with a total land area of 25,798.46 sq.m for hotel operation for a term commencing on 1 July 2016 and ending on 31 December 2030. As at the date of listing of the Company on the Main Board of the Stock Exchange (i.e. 16 July 2020), Qingyuan Hotel was a direct wholly-owned subsidiary of Zhejiang Qingyuan Tourism Development Group Company Limited* (浙江清園旅遊發展集團有限公司) (“**Qingyuan Tourism**”), which was controlled as to more than 30% by each of (i) Jiaying Qingyang Trading Company Limited* (嘉興市清陽貿易有限公司), a company owned as to 74% by Mr. Sun Lianqing (“**Mr. Sun**”), an executive Director and the chairman of the Board of Directors; and (ii) Zhejiang Taiding Investment Company Limited* (浙江泰鼎投資有限公司) (“**Taiding**”), a Substantial Shareholder owned as to 65% by Mr. Sun and 35% by Ms. Xu Lili, the spouse of Mr. Sun. Under Chapter 14A of the Listing Rules, Qingyuan Hotel was an associate of each of Mr. Sun and Taiding and hence a connected person of the Company, and the transactions contemplated under the Hotel Property Tenancy Agreement constituted continuing connected transactions upon Listing. Based on the applicable percentage ratios, such transactions would be subject to the disclosure (including announcement and annual reporting) and annual review requirements but exempt from the circular (including independent financial advice) and independent shareholders’ approval requirements in accordance with Chapter 14A of the Listing Rules. Pursuant to Rule 14A.105 of the Listing Rules, the Company has applied for, and the Stock Exchange has granted to the Company, a

waiver from strict compliance with the requirements under Chapter 14A of the Listing Rules to (i) announce the transactions contemplated under the Hotel Property Tenancy Agreement; and (ii) limit the term of the Hotel Property Tenancy Agreement to a period of three years or less.

The Company announces that Qingyuan Tourism has transferred the entire equity interest it held in Qingyuan Hotel to an independent third party (i.e. an entity which is not a connected person (as defined in the Listing Rules) of the Company) (the “**Share Transfer**”) and ceased to be a shareholder of Qingyuan Hotel with effect from 12 June 2024. Upon completion of the Share Transfer on 12 June 2024 (the “**Completion**”), Qingyuan Hotel ceased to be a connected person of the Company under Chapter 14A of the Listing Rules. Accordingly, with effect from the Completion, the transactions contemplated under the Hotel Property Tenancy Agreement no longer constitute continuing connected transactions. For the year ending 31 December 2024, the Company shall comply with the annual review requirements in connection with such transactions and report on such transactions in the annual report for the year ending 31 December 2024 in respect of the period from 1 January 2024 up to the date of the Completion. For the remaining term of the Hotel Property Tenancy Agreement after the date of the Completion, the transactions contemplated thereunder are no longer subject to the annual review and annual reporting requirements under Chapter 14A of the Listing Rules, and therefore the Company will cease to conduct annual review and make corresponding disclosures in the relevant annual report in connection with such transactions in respect of the period from the date immediately after the date of the Completion up to 31 December 2024 and in respect of each subsequent financial year.

Notwithstanding the Share Transfer, the Hotel Property Tenancy Agreement continues to be valid after the Completion and the Company intends to continue leasing the property concerned to Qingyuan Hotel, being an independent third party with effect from the Completion, in accordance with the terms and conditions of the Hotel Property Tenancy Agreement.

By order of the Board
JiaXing Gas Group Co., Ltd.*
Sun Lianqing
Chairman and Executive Director

Jiaxing, the PRC, 12 June 2024

As at the date of this announcement, the Board comprises Mr. Sun Lianqing and Mr. Xu Songqiang as executive Directors; Mr. Xu Jiong, Mr. Zheng Huanli, Mr. Fu Songquan and Ms. Ruan Zeyun as non-executive Directors; and Mr. Yu Youda, Mr. Cheng Hok Kai Frederick and Mr. Zhou Xinfu as independent non-executive Directors.

* *For identification purpose only*