

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.



中國碳中和發展集團有限公司 China Carbon Neutral Development Group Limited

(Incorporated in the Cayman Islands with limited liability)
(Stock code: 1372)

VOLUNTARY ANNOUNCEMENT

STRATEGIC COOPERATION AGREEMENT

This announcement is voluntarily made by China Carbon Neutral Development Group Limited 中國碳中和發展集團有限公司 (the “**Company**”, together with its subsidiaries, the “**Group**”).

The board of the directors of the Company is pleased to announce that on 29 June 2021, the Company has entered into a strategic cooperation agreement with Canvest Environmental Protection Group Company Limited (“**Canvest Environmental Protection**”).

PRINCIPAL TERMS OF THE STRATEGIC COOPERATION AGREEMENT

Cooperation contents covered in the strategic cooperation agreement are presented below:

- (i) Canvest Environmental Protection will develop domestic and international carbon credit assets together with the Company through fully utilizing its industrial and technical advantages in the waste-to-energy field.
- (ii) The Company will provide professional advices for Canvest Environmental Protection in carbon consulting and carbon asset management taking full advantage of resources in China’s ecological environment field as well as forestry, grassland, and carbon emission reduction technologies. Moreover, a carbon asset development and asset management model recognized by the global carbon finance market will be also studied together with Canvest Environmental Protection, expanding the carbon asset trading mechanism in cross-border markets.

BACKGROUND OF CANVEST ENVIRONMENTAL PROTECTION

Canvest Environmental Protection Group Company Limited is a corporation that is mainly engaged in operating and managing waste-to-energy plants as well as offering services related to environmental sanitation, and serving the integrated management of smart city, the share of which was listed on the Main Board of the Hong Kong Stock Exchange (stock code: 1381).

ADVANTAGES AND BENEFITS OF SIGNING THE STRATEGIC COOPERATION AGREEMENT

The Group primarily engages in the field of carbon neutrality with focuses on basic industries dominated by negative carbon emissions and financial management dominated by the development and management of carbon assets.

The development and management of carbon assets is a significant component of the Group's strategic layout in the field of negative carbon emissions. The Company has decided to develop China's carbon neutral cause in cooperation with Canvest Environmental Protection based on considerations in favorable trust and development strategy. Both parties will adhere to the objective of "common development and cooperation in good faith" through giving full play to their respective advantages. It demonstrates the overall capability of the Group to develop carbon assets in different fields and actively explore business cooperation.

The strategic cooperation agreement is a part of the Company's implementation of carbon neutrality business development. Terms of the agreement are just and reasonable, which are agreed by both parties in conformity with the overall interests of the Group and its shareholders.

By order of the Board
China Carbon Neutral Development Group Limited
Gao Gunter
Chairman

Hong Kong, 29 June 2021

As at the date of this announcement, the executive Directors are Dr. Gao Gunter, Mr. Chen Xinwei, Dr. Cui Dingjun, Mr. Di Ling, Mr. Chen Lei and Mr. Artem Matyushok; and the independent non-executive Directors are Mr. Ip Mei Shun, Mr. Leung Tsz Wing and Mr. Yu Wai Chun.