

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 – MAJOR BUSINESS PROGRESS

**SIGNING MOU WITH SINGAPORE MRT CORPORATION (SMRT CORPORATION)
TO CARRY OUT CARBON NEUTRALITY RELATED BUSINESS IN ASEAN MARKET**

This announcement is made by China Carbon Neutral Development Group Limited (the “**Company**”, together with its subsidiaries collectively known as the “**Group**”) on a voluntary basis to provide updates on the Group’s business development to the Company’s shareholders and potential investors.

The board of directors (the “**Board**”) of the Company is pleased to announce that the Company signed a memorandum of understanding (“**MOU**”) with SMRT Experience Pte Ltd (“**SMRT Experience**”) for strategic cooperation to jointly develop carbon neutral business in the ASEAN region. The cooperation mainly includes:

1. Origination and management of carbon assets: Centering on the ecosystem based on the public transportation system established by SMRT Corporation, provide carbon consulting and carbon neutrality planning for relevant stakeholders, and conduct carbon verification and originate carbon credit assets for related enterprises.
2. Carbon information technology: Support SMRT Corporation to create an enterprise carbon emission information database, create a carbon emission counting and monitoring system for SMRT Corporation with the Group’s "China Carbon Infogem Carbon Emission Digital Management Platform", and conduct counting and processing of carbon emission data in SMRT Corporation's ecosystem to achieve carbon informatization.
3. Low-carbon smart transportation ecosystem: With the integration of the new generation of information technology and green urban development, establish a SMRT Corporation ecosystem with such features

as enhanced energy efficiency, green transportation, green buildings, environment-friendly energy saving and beyond.

4. Establishment of "Zero-Carbon Community": By fully exploring the enterprises and individuals covered by SMRT Corporation's ecosystem, provide carbon-neutrality related products and services to increase the carbon neutral awareness of all relevant stakeholders and assist SMRT Experience in establishing a "Zero-Carbon Community" across Singapore.
5. Carbon trade and service platform: Build up a trading platform for climate products - Climate Store, develop a voluntary carbon emission reduction asset trading platform (for example, trading of spot and futures carbon assets, carbon assets securitization and pledges, and custody service of carbon assets).
6. International business: Following SMRT Corporation's development strategy in the ASEAN region, promote the implementation of carbon-neutrality related digitization, energy saving, environmental protection and clean energy technologies in the Southeast Asian market, and facilitate SMRT Corporation's related projects to achieve carbon neutrality as well as increase economic benefits and ESG levels.

The cooperation with SMRT Corporation, a large international enterprise with significant influence over Singapore and the ASEAN region, reflects a strong capability of the Group to develop international business. Relying on SMRT Corporation's core position in Singapore and its network in the ASEAN region, the Group has gained a good entry point and strong support for its business in the ASEAN region, which will greatly promote a more balanced development of the Group's business. The specific areas of business cooperation with SMRT Corporation will enable the Group to effectively seize huge business opportunities created by Singapore's leading edge in carbon neutrality and carbon market development, creating long-term and stable financial returns.

Information on SMRT Corporation

SMRT Corporation is one of the two major public transport operators in Singapore. It was established in 1987 and listed on the Singapore Exchange in July 2000. It operates Singapore's subway, light rail system, taxi and bus. In September 2016, Temasek Holdings administrated by Ministry of Finance of Singapore completed a successful takeover of SMRT Corporation which resulted in SMRT Corporation returning to government control. SMRT Corporation is engaged in five business segments: train business, road business, engineering business, experience business and international business. SMRT Corporation has set the core values to be Respect, Integrity, Safety and Service, and Excellence. SMRT is committed to provide its commuters world-class transportation services that are safe, reliable and comfortable.

Information on SMRT Experience

SMRT Experience focuses on non-fare revenue of SMRT Corporation. SMRT Experience manages the retail and advertising spaces within the SMRT network of MRT stations and bus interchanges, including SMRT's trains, taxis and buses. SMRT Experience also manages advertising and retail spaces adjacent to the public transport networks. SMRT Experience's retail spaces provide commuters with a wide range of convenient services and food-to-go options, while its advertising spaces add vibrancy to the networks. With Singapore's largest and most connected media and retail networks, SMRT Experience reach millions of customers daily with impactful advertisements and retail products.

By order of the Board
China Carbon Neutral Development Group Limited
Chan Tan Na Donna
Chairman

Hong Kong, 10 August 2022

As at the date of this announcement, the executive Directors are Ms. Chan Tan Na Donna, Mr. Chen Xinwei, Mr. Di Ling and Mr. Chen Lei; the non-executive Director is Mr. Lam Po Foon; and the independent non-executive Directors are Dr. Guo Yike, Mr. Wang Anyuan and Dr. Li Qun.