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江蘇寧滬高速公路股份有限公司
JIANGSU EXPRESSWAY COMPANY LIMITED

(Established in the People's Republic of China as a joint-stock limited company)

(Stock Code: 00177)

**CONTINUING CONNECTED TRANSACTION
ANNOUNCEMENT ON THE REDUCTION ON DEPOSIT BALANCE
LIMIT FOR RELATED PARTY TRANSACTION OF THE
FINANCIAL SERVICES WITH JIANGSU COMMUNICATIONS
HOLDING GROUP FINANCE CO., LTD.**

The board of Directors of the Company and all members thereof hereby warrant that there is no false representations or misleading statements contained in, or material omissions from, this announcement and accept the legal responsibility for the truthfulness, accuracy and completeness of this announcement.

I. OVERVIEW OF RELATED TRANSACTIONS

At the Eighth meeting of the Tenth Session of the Board of Directors of Jiangsu Expressway Company Limited (the “**Company**”), the Financial Services Agreement entered into between the Company and Jiangsu Communications Holding Group Finance Co., Ltd. (the “**Group Finance Company**”) for a term of three years commencing from 1 April 2022 was considered and approved. The maximum daily deposit balance (including accrued interests) shall not exceed RMB600 million and shall be less than 5% of audited income, total assets and market value of the Company. The Group Finance Company has granted a comprehensive credit of at least RMB5 billion to the Company, and undertook that the loan interest rate offered would not be higher than the benchmark interest rate for loan for the same period set by the People's Bank of China, and under the same conditions, it would not be higher than the rate offered by major state-owned commercial banks or national joint-stock commercial banks and no pledge or

guarantee is required from the Company. The maximum daily deposit balance with and the comprehensive credit granted by the Group Finance Company cover the Company as well as all entities under the consolidated financial statements.

For details, please refer to the announcement of the Company published in China Securities Journal, Shanghai Securities News and Securities Times as well as the websites of the Shanghai Stock Exchange at www.sse.com.cn, the Hong Kong Stock Exchange at www.hkexnews.hk and the Company at www.jsexpressway.com on 28 March 2022.

II. PROGRESS OF THE TRANSACTION

In order to further enhance the capital management of the Company, improve the efficiency and effectiveness of the use of capital and reduce the size of the monetary capital stock, at the Sixteenth meeting of the Tenth Session of the Board of Directors of the Company held on 24 March 2023, the supplementary agreement to the Financial Services Agreement between the Company and the Group Finance Company (the “**Supplementary Agreement**”) to adjust the Company’s maximum daily deposit balance (including interest) with the Group Finance Company from not exceeding RMB600 million and being less than 5% of audited income, total assets and market value of the Company to not exceeding RMB400 million and being less than 5% of audited income, total assets and market value of the Company was considered and approved. Save for the above changes, other terms of the Financial Services Agreement remains unchanged. The Supplementary Agreement shall be effective from 1 April 2023 to 31 March 2024. Upon the expiry of the Supplementary Agreement, the Company has the option of having deposit services in accordance with the terms of the original agreement or to sign new supplementary agreement with the Group Finance Company on terms to be agreed, depending on the utilization of funds.

III. IMPACT OF THE TRANSACTION ON THE COMPANY

The execution of the Financial Services Agreement between the Company and the Group Finance Company is based on the principles of equality and voluntariness, complementarity of advantages, mutual benefit and win-win cooperation, which will not affect the operation and deployment of the capital of the Company. The Company can make full use of the internal financial services platform provided by the Group Finance Company to reduce financing costs and enhance the Company's capital allocation capability. The Supplementary Agreement entered into in relation to the adjustment of the maximum daily deposit balance further enhances the efficiency of the Company's capital utilization, accelerates capital turnover and maximizes capital efficiency.

By Order of the Board
Yao Yongjia
Secretary to the Board

Nanjing, the PRC, 27 March 2023

As at the date of this announcement, the Directors of the Company are:

Chen Yunjiang, Wang Yingjian, Wang Feng, Yao Yongjia, Wu Xinhua, Li Xiaoyan, Ma Chung Lai, Lawrence, Zhou Shudong, Liu Xiaoxing*, Yu Mingyuan*, Xu Guanghua*, Ge Yang**

* *Independent Non-executive Directors*