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## SUPPLEMENTAL JOINT ANNOUNCEMENT

### CONNECTED TRANSACTIONS SALE AND PURCHASE OF THE EQUITY INTEREST IN JINZHAI WIND POWER

The XYG Board, the XYE Board and the XYS Board (collectively, the “**Boards**”) and the XES Board refer to the joint announcement (the “**Joint Announcement**”) dated 23 December 2025 issued by XYG, XES, XYE and XYS on the captioned matter. Unless the context requires otherwise, the capitalised terms used herein shall have the same meanings as defined in the Joint Announcement.

The Boards and the XES Board would like to supplement the following information in relation to disclosure in the paragraphs under “Basis of Determination of the Consideration and Valuation” in the Joint Announcement.

#### **Valuation as a profit forecast**

As the valuation report prepared by the independent professional valuer, namely Graval Consulting Limited (the “**Valuer**”), in relation to the valuation of Jinzhai Wind Power as of 31 October 2025 (the “**Valuation Report**”) is based on the discounted cash flow method under the income approach, the relevant valuation of Jinzhai Wind Power is regarded as a profit forecast under Rule 14.61 of the Listing Rules. Ernst & Young, the auditor of each of XYG, XYE and XYS and a firm of certified public accountants in Hong Kong, has reviewed the arithmetical accuracy of the calculations of the relevant income approach forecast in the valuation. The Boards confirm that such profit forecast has been made after due and careful enquiry. The letter from Ernst & Young in relation to the profit forecast pursuant to Rule 14.60A(2) of the Listing Rules dated 16 January 2026 and the letter from the Boards pursuant to Rule 14.60A(3) of the Listing Rules dated 16 January 2026 are reproduced in Appendices I and II to this joint announcement, respectively.

As Jinzhai Wind Power was indirectly owned as to only 18.0% by XES and was not its subsidiary, the requirements under Rule 19.60A of the GEM Listing Rules do not apply to XES.

As of the date of this joint announcement, Ernst & Young confirms that it has no shareholding in any member of each of the XYG Group, XYE Group or XYS Group or the right (whether legally enforceable or not) to subscribe for or to nominate other persons to subscribe for securities in any member of each of the XYG Group, XYE Group or XYS Group. As of the date of this joint announcement, Ernst & Young has given and has not withdrawn its written consent to the issue of this joint announcement with the inclusion of its letter and references to its name and letter, where applicable, in the form and context in which they respectively appear.

### **Further details about the discounted cash flow (the “DCF”) method**

The Valuation Report employs the DCF method under the income approach to determine the market value of the Equity Interest as of 31 October 2025. The DCF method is based on the principle that the value of a business is determined by the present worth of the economic benefits it is expected to generate over its operating life, discounted to present value at an appropriate discount rate.

The FCFF model has been utilised in this valuation. FCFF represents the amount of cash available to both debt and equity holders after all operating expenses, taxes, change in net working capital and capital expenditure. The expected FCFF for each year was determined as follows:

*Expected FCFF*

*= Net profit + Depreciation and amortisation*

*– Change in net working capital – Capital expenditure*

The present value of all expected FCFF was calculated as follows:

$$PVCF = \sum \frac{FCFF}{(1+r)^n}$$

Where:

PVCF = Present value of the expected FCFF (base value)

r = Discount rate

n = Number of years

The projection period is approximately 13 years up to 2037, when the wind farm is expected to cease operation. The wind turbines commenced commercial operation in 2017 and have a design life of about 20 years.

## Key inputs and parameters used in the DCF method

### *(A) Financial projections*

The financial projections covering the period from 1 November 2025 to 31 December 2037 are prepared by the management of Jinzhai Wind Power. No terminal growth rate is applied to the valuation.

Jinzhai Wind Power's revenue is attributed to two principal sources: (1) revenue from electricity generation; and (2) government subsidies. The revenue from electricity generation is projected based on the operational output of the wind farm and electricity selling price per unit of output. The revenue from government subsidies is estimated based on the operational output of the wind farm multiplied by subsidy amount per unit of output.

The projected base-year revenue (i.e. for the year ending 31 December 2026) is forecasted to be about RMB69,035,000. Such projected base-year revenue consists of (i) revenue from electricity generation calculated as operational output of the wind farm (derived from the approved power generating capacity, utilisation rate and utilisation hour per annum, adjusted by an annual degradation rate) multiplied by the electricity selling price per unit of output and (ii) government subsidies calculated as the operational output multiplied by the subsidy amount per unit of output under the prevailing government policy. The bases used in the determination of the operational output of the wind farm are consistent with Jinzhai Wind Power's recent operation. The estimated electricity selling price per unit of output and subsidy amount per unit of output adopted for the base year are based on the historical actual amounts during the period from 1 January 2022 to 31 October 2025. In light of these bases, the Boards and XES Board are of the view that the base-year revenue is prudently grounded in, and consistent with, the historical performance and the current policies.

Considering the degradation rate of about 0.50% per annum, the revenues from 2027 to 2034 are expected to decline slightly at 0.50% per annum. The management of Jinzhai Wind Power expects that the cumulative government subsidies released will reach the upper limit in 2034, such that the wind farm will cease to receive subsidies starting from 2035 and the revenue will drop by 42.08% in 2035. In 2036 and 2037, the revenues will continue to decline slightly at 0.50% per annum.

Jinzhai Wind Power's expenses primarily include operating and maintenance expenses, depreciation and amortisation, other operating costs and income tax expense.

The profit margin over the projection period ranges from 30.76% to 50.64%. The Valuer has analysed the projected profit margins and compared them with the historical performance of Jinzhai Wind Power, which was between 36.12% and 48.22% from 2021 to 2024. Therefore, the projected margins are deemed to be reasonable as compared to the past ones.

*(B) Discount rate*

The discount rate of 9.23% is adopted in the Valuation Report. It refers to the WACC of Jinzhai Wind Power with reference to the following information:

<b>Parameters</b>	<b>Input</b>	<b>Remarks</b>
Risk-free rate	1.63%	The rate was obtained by the Valuer from information in public domain and represented the yield of the government bonds issued by the PRC government with a maturity of 10 years.
Market risk premium	7.31%	The rate was obtained by the Valuer from information in public domain and represented the return rate in the United States in excess of the risk-free rate.
Country risk premium	1.04%	The rate was obtained by the Valuer from information in public domain and represented the difference in risk premium between the United States and the PRC.
Relevered beta	0.81	The rate was provided by the Valuer and represented the median beta of the comparable companies.
Other risk premium	7.66%	Accounts for the size premium and firm-specific risk premium between Jinzhai Wind Power and the comparable companies.
Cost of equity	16.09%	Calculated based on the CAPM formula.
Debt-to-equity ratio	123.57%	The rate was provided by the Valuer and represented the median ratio of the comparable companies.
Corporate tax rate	25%	The applicable PRC corporate tax rate of Jinzhai Wind Power.
Cost of debt	4.90%	The rate was obtained by the Valuer from information in public domain with reference to the 5-year benchmark lending rate in the PRC.
After-tax cost of debt	3.68%	Calculated as cost of debt multiplied by one minus the corporate tax rate.
WACC	9.23%	Calculated based on the WACC formula.

## DLOM

The Valuer has applied the DLOM of 20.40%, based on the 2024 edition of the Stout Restricted Stock Study Companion Guide issued by Stout Risius Ross, LLC., in the Valuation Report in determining the market value of the Equity Interest.

## Calculation details

The market value of the Equity Interest is determined based on the present value of all expected FCFF over the projection period adjusted by the DLOM as well as the net debts, net non-operating assets and dividend payable of Jinzhai Wind Power. The calculation details are set forth as below:

Item	Formula	Value (RMB'000)
(a) Present value of all expected FCFF		384,117
(b) Net cash/(debts)		(82,786)
(c) Net non-operating assets/(liabilities)		13,640
(d) Dividend payable ( <i>Note</i> )		(237,021)
(e) 100% equity value of Jinzhai Wind Power	(a) + (b) + (c) + (d)	77,950
(f) DLOM adjustment	(e) × 20.40%	15,902
(g) Market Value of the Equity Interest	(e) – (f)	62,048
(h) Final appraised value (rounded)		62,000

### *Note:*

The amount of dividend payable represents the dividend declared by Jinzhai Wind Power prior to Completion. Such amount of dividend should be payable to XYG (Wuhu) and XES Anhui Power and has been deducted from the appraised value of Jinzhai Wind Power and hence, the amount of consideration payable by XYE. Despite a significant amount of the retained earnings of Jinzhai Wind Power would have been paid out as dividend, the XYE Board is of the view that the paying out of such dividend would not have any adverse impact on the on-going business operation of Jinzhai Wind Power.

## Sensitivity analyses

In addition to the above calculation, the Valuer has also performed different sensitivity analyses based on the discount rate, sales of electricity and operating expenses. The following is a summary of the analysis results:

### (A) Discount rate:

Percentage change	Final appraised value (RMB'000)
+1%	60,800
-	62,000
-1%	63,300

(B) Sales of electricity:

<b>Percentage change</b>	<b>Final appraised value</b> <i>(RMB'000)</i>
+5%	74,600
-	62,000
-5%	49,500

(C) Operating expenses:

<b>Percentage change</b>	<b>Final appraised value</b> <i>(RMB'000)</i>
+5%	61,600
-	62,000
-5%	62,500

Other key assumptions

Assumptions considered to have significant sensitivity effects in the valuation have been evaluated by the Valuer in order to provide a more accurate and reasonable basis for arriving at the assessed value. In addition to the key assumptions set forth in the Joint Announcement, the following key assumptions have also been made in the valuation:

- The valuation is based on the financial projections and historical financial information as at 31 October 2025 provided by Jinzhai Wind Power. The projections were prepared on assumptions reflecting the best available estimates, judgment and knowledge of Jinzhai Wind Power in relation to the proposed operations and are reasonable reflecting market conditions and economic fundamentals. The information made available by Jinzhai Wind Power to the Valuer is assumed to be truthful, accurate and complete, and without any hidden or unexpected conditions that might adversely affect the reported values.
- The valuation has been conducted on the basis that, as at 31 October 2025, Jinzhai Wind Power has declared a dividend of RMB237,021,000, resulting in a dividend payable of RMB237,021,000 recognised on its balance sheet as at 31 October 2025.
- To continue as a going concern, Jinzhai Wind Power has, or will have, the resources (financial, human and physical) needed to successfully carry out current and future business operations throughout the projection period.

- Interest rates and exchange rates in the localities for the operations of Jinzhai Wind Power will not differ materially from those presently prevailing.
- The contractual parties of the relevant agreements will act in accordance with the terms and conditions of the agreements and understandings between the parties and will be renewable upon expiry, if applicable.
- All relevant consents, business certificates, licenses or other legislative or administrative approvals from any local, provincial or national government, or private entity or organisation required to operate in the localities where Jinzhai Wind Power operates or intends to operate will be officially obtained and renewable upon expiry unless otherwise stated.
- There will be no major changes in the political, legal, technological, economic or financial conditions and taxation laws in the localities in which Jinzhai Wind Power operates or intends to operate, which would adversely affect the business of Jinzhai Wind Power.

By order of the board of directors of <b>Xinyi Glass Holdings Limited</b> <b>Dr. LEE Yin Yee, S.B.S.</b> <i>Chairman</i>	By order of the board of directors of <b>Xinyi Electric Storage Holdings Limited</b> <b>Tan Sri Datuk TUNG Ching Sai</b> <i>P.S.M, D.M.S.M, J.P. Chairman</i>	By order of the board of directors of <b>Xinyi Energy Holdings Limited</b> <b>TUNG Fong Ngai</b> <i>Executive Director and Chief Executive Officer</i>	By order of the board of directors of <b>Xinyi Solar Holdings Limited</b> <b>LEE Shing Put, B.B.S.</b> <i>Vice Chairman and Chief Executive Officer</i>
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Hong Kong, 16 January 2026

*This joint announcement, for which the XES Directors collectively and individually accept full responsibility, includes particulars given in compliance with the GEM Listing Rules for the purpose of giving information with regard to XES. The XES Directors, having made all reasonable enquiries, confirm that, to the best of their knowledge and belief the information contained in this joint announcement is accurate and complete in all material respects and not misleading or deceptive, and there are no other matters the omission of which would make any statement herein or this joint announcement misleading.*

*This joint announcement will be published on the website of the Stock Exchange at [www.hkexnews.hk](http://www.hkexnews.hk) on the “Latest Listed Company Information” page for at least 7 days from the date of publication, and on the websites of XYG at [www.xinyiglass.com](http://www.xinyiglass.com), XES at [www.xinyies.com](http://www.xinyies.com), XYE at [www.xinyienergy.com](http://www.xinyienergy.com) and XYS at [www.xinyisolar.com](http://www.xinyisolar.com).*

*Information on directorship of XYG, XES, XYE and XYS:*

*As of the date of this joint announcement, the XYG Board comprises four executive XYG Directors, namely Dr. LEE Yin Yee, S.B.S. (Chairman), Datuk Wira TUNG Ching Bor D.C.S.M, Tan Sri Datuk TUNG Ching Sai P.S.M, D.M.S.M, J.P. and Mr. LEE Shing Kan, M.H., four non-executive XYG Directors, namely Mr. LI Ching Wai, Mr. LI Ching Leung, Mr. SZE Nang Sze and Mr. NG Ngan Ho, and four independent non-executive XYG Directors, namely Mr. LAM Kwong Siu, G.B.S., Mr. WONG Chat Chor Samuel, Dr. TRAN Chuen Wah, John and The Hon. Starry LEE Wai-king, G.B.S., J.P..*

*As of the date of this joint announcement, the XES Board comprises three executive XES Directors, namely Mr. NG Ngan Ho, Ms. LI Pik Yung and Mr. WANG Mohan, two non-executive XES Directors, namely Tan Sri Datuk TUNG Ching Sai P.S.M, D.M.S.M, J.P. (Chairman) and Mr. LEE Shing Kan, M.H., and three independent non-executive XES Directors, namely Mr. WANG Guisheng, Mr. NG Wai Hung and Mr. CHAN Hak Kan, S.B.S., J.P..*

*As of the date of this joint announcement, the XYE Board comprises four executive XYE Directors, namely Mr. LEE Shing Put, B.B.S. (Chairman), Tan Sri Datuk TUNG Ching Sai P.S.M, D.M.S.M, J.P., Mr. TUNG Fong Ngai (Chief Executive Officer) and Mr. LEE Yau Ching, and three independent non-executive XYE Directors, namely Mr. LEUNG Ting Yuk, The Hon. IP Kwok Him, G.B.M., G.B.S., J.P., and Ms. LYU Fang.*

*As of the date of this joint announcement, the XYS Board comprises two non-executive XYS Directors, namely Dr. LEE Yin Yee, S.B.S. (Chairman) and Tan Sri Datuk TUNG Ching Sai P.S.M, D.M.S.M, J.P. (Vice Chairman), four executive XYS Directors, namely Mr. LEE Shing Put, B.B.S. (Vice Chairman and Chief Executive Officer), Mr. LEE Yau Ching, Mr. LI Man Yin and Mr. CHU Charn Fai, and three independent non-executive XYS Directors, namely Mr. LO Wan Sing, Vincent, Mr. KAN E-ting, Martin and Ms. LEONG Chong Peng.*



## APPENDIX I — LETTER FROM ERNST & YOUNG REGARDING PROFIT FORECAST

*The following is the text of a letter dated 16 January 2026 from Ernst & Young, Certified Public Accountants, Hong Kong, which was prepared for inclusion in this joint announcement.*



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*The Board of Directors  
Xinyi Glass Holdings Limited  
Xinyi Solar Holdings Limited  
Xinyi Energy Holdings Limited*

*21/F, Rykadan Capital Tower  
135 Hoi Bun Road  
Kwun Tong, Kowloon  
Hong Kong*

*Dear Sirs*

### **REPORT FROM REPORTING ACCOUNTANTS ON THE DISCOUNTED CASH FLOW FORECAST IN CONNECTION WITH THE VALUATION OF THE EQUITY INTEREST OF XINYI WIND POWER (JINZHAI) COMPANY LIMITED**

We have been engaged to report on the arithmetical accuracy of the calculations of the discounted cash flow forecast (the “Forecast”) on which the valuation prepared by Graval Consulting Limited in respect of the entire equity interests in Xinyi Wind Power (Jinzhai) Company Limited (“Jinzhai Wind Power”) as at 31 October 2025 is based. The valuation is set out in the joint announcement of Xinyi Glass Holdings Limited (“XYG”), Xinyi Electric Storage Holdings Limited (“XES”), Xinyi Energy Holdings Limited (“XYE”) and Xinyi Solar Holdings Limited (“XYS”) dated 23 December 2025 (the “Announcement”) and the supplemental joint announcement of XYG, XES, XYE and YYS dated 16 January 2026 (the “Supplemental Announcement”) in connection with the sales and purchase of the equity interests in

Jinzhai Wind Power. The valuation based on the Forecast is regarded by The Stock Exchange of Hong Kong Limited as a profit forecast under paragraph 14.61 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “Listing Rules”).

### **Directors’ responsibilities**

The directors of each of XYG, XYE and XYS (collectively, the “Directors”) are solely responsible for the Forecast. The Forecast has been prepared using a set of bases and assumptions (the “Assumptions”), the completeness, reasonableness and validity of which are the sole responsibility of the Directors. The Assumptions are set out in the Announcement and the Supplemental Announcement.

### **Our independence and quality management**

We have complied with the independence and other ethical requirements of the *Code of Ethics for Professional Accountants* issued by the Hong Kong Institute of Certified Public Accountants (“HKICPA”), which is founded on fundamental principles of integrity, objectivity, professional competence and due care, confidentiality and professional behaviour.

Our firm applies Hong Kong Standard on Quality Management (HKSQM) 1 *Quality Management for Firms that Perform Audits or Reviews of Financial Statements, or Other Assurance or Related Services Engagements* which requires the firm to design, implement and operate a system of quality management including policies or procedures regarding compliance with ethical requirements, professional standards and applicable legal and regulatory requirements.

### **Reporting accountants’ responsibilities**

Our responsibility is to express an opinion on the arithmetical accuracy of the calculations of the Forecast based on our work. The Forecast does not involve the adoption of accounting policies.

We conducted our engagement in accordance with Hong Kong Standard on Assurance Engagements 3000 (Revised) *Assurance Engagements Other Than Audits or Reviews of Historical Financial Information* issued by the HKICPA. This standard requires that we plan and perform our work to obtain reasonable assurance as to whether, so far as the arithmetical accuracy of the calculations are concerned, the Directors have properly compiled the Forecast in accordance with the Assumptions adopted by the Directors. Our work consisted primarily of checking the arithmetical accuracy of the calculations of the Forecast prepared based on the Assumptions made by the Directors. Our work is substantially less in scope than an audit conducted in accordance with Hong Kong Standards on Auditing issued by the HKICPA. Accordingly, we do not express an audit opinion.

We are not reporting on the appropriateness and validity of the Assumptions on which the Forecast are based and thus express no opinion whatsoever thereon. Our work does not constitute any valuation of Jinzhai Wind Power. The Assumptions used in the preparation of the Forecast include hypothetical assumptions about future events and management actions that may or may not occur. Even if the events and actions anticipated do occur, actual results are still likely to be different from the Forecast and the variation may be material. Our work has been undertaken for the purpose of reporting solely to you under Rule 14.60A(2) of the Listing Rules and for no other purpose. We accept no responsibility to any other person in respect of our work, or arising out of or in connection with our work.

## **Opinion**

Based on the foregoing, in our opinion, so far as the arithmetical accuracy of the calculations of the Forecast is concerned, the Forecast has been properly compiled in all material respects in accordance with the Assumptions adopted by the Directors.

**Ernst & Young**

*Certified Public Accountants*

Hong Kong

16 January 2026

## APPENDIX II — LETTER FROM THE BOARDS REGARDING PROFIT FORECAST

*The following is the text of the letter dated 16 January 2026 from the Boards which was prepared for inclusion in this joint announcement.*

16 January 2026

To:

Listing Division

The Stock Exchange of Hong Kong Limited

12th Floor, Two Exchange Square

8 Connaught Place, Central, Hong Kong

Dear Sir/Madam,

**Re: Profit forecast — Confirmation letter required under the Rule 14.60A of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “Listing Rules”)**

Reference is made to the joint announcement (the “**Joint Announcement**”) of XYG, XES, XYE and XYS dated 23 December 2025, which mentioned a valuation report (the “**Valuation Report**”) in respect of Xinyi Wind Power (Jinzhai) Company Limited\* (金寨信義風能有限公司) prepared by Graval Consulting Limited (the “**Valuer**”) using the discounted cash flow method under the income approach. Unless the context requires otherwise, the capitalised terms used herein shall have the same meanings as defined in the Joint Announcement.

The valuation method adopted in the Valuation Report constitutes a profit forecast under Rule 14.61 of the Listing Rules. Each of the XYG Board, the XYE Board and the XYS Board has reviewed and discussed with the Valuer and Ernst & Young, the reporting accountant of each of XYG, XYE and XYS (the “**Reporting Accountant**”), the basis and assumptions of the valuation set out in the Valuation Report on which the discounted cash flows in the valuations are based and the calculation method used, for which the Valuer is responsible.

Each of the XYG Board, the XYE Board and the XYS Board has also considered the confirmation letter issued by the Reporting Accountant on 16 January 2026 regarding whether the profit forecasts, so far as the calculations are concerned, have been properly complied with the basis and assumptions set out in the Valuation Report.

On the basis of the foregoing, pursuant to the requirements of Rule 14.60A(3) of the Listing Rules, each of the XYG Board, the XYE Board and the XYS Board confirms that the valuation prepared by the Valuer has been made after due and careful enquiry.

*\* For identification purposes only*

The board of directors of  
**Xinyi Glass**  
**Holdings Limited**

The board of directors of  
**Xinyi Energy**  
**Holdings Limited**

The board of directors of  
**Xinyi Solar**  
**Holdings Limited**