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(A joint stock limited company incorporated in the People's Republic of China with limited liability)
(Stock code: 0576)

VOLUNTARY ANNOUNCEMENT ACQUISITION OF 55% EQUITY INTERESTS IN JIAXING ZHAJIASU EXPRESSWAY CO., LTD.

This announcement is made by Zhejiang Expressway Co., Ltd (浙江滬杭甬高速公路股份有限公司) (the “**Company**”, together with its subsidiaries, the “**Group**”) on a voluntary basis.

The board of directors (the “**Directors**”) of the Company (the “**Board**”) is pleased to announce that, on May 7, 2021 (after trading hours), the Company as purchaser has entered into a share transfer agreement (the “**Agreement**”) with, among others, Mr. Zhou Minghai who held 85% of the equity interests in Jiaxing Zhajiasu Expressway Co., Ltd., (嘉興市乍嘉蘇高速公路有限責任公司) (the “**Target Company**”) and Mr. Shi Guoliang who held 15% of the equity interests in the Target Company as the vendors, in relation to the acquisition (the “**Acquisition**”) of 55% equity interests in the Target Company at the consideration of RMB771,650,000 determined by parties at arm’s length negotiations.

Information of the Target Company

The Target Company, established in 2001, is principally engaged in the construction, maintenance and operation management of Zhajiasu Expressway and the sales of building materials such as cement and asphalt.

To the best of the knowledge, information and belief of the Directors having made all reasonable enquiries, the Target Company and its ultimate beneficial owner(s) are third parties independent of the Company and its connected persons (as defined under the Listing Rules).

Reasons for and Benefits of the Acquisition

The Board believes that the Acquisition will provide an opportunity for the Company to enhance its overall performance in the long run by increasing its operating mileage by 50.281 kilometers and its market share in the northern part of Zhejiang province.

The Directors are of the view that the Acquisition is in line with the Group's long-term development objectives and strategies, and is in the interests of the Company and its shareholders as a whole.

LISTING RULES IMPLICATIONS

As all of the relevant applicable percentage ratios in respect of the Acquisition are less than 5%, the Acquisition did not constitute a notifiable transaction for the Company under Chapter 14 of the Rules Governing the Listing of Securities on the Stock Exchange of Hong Kong Limited. This announcement is made by the Company on a voluntary basis.

On behalf of the Board of Directors
Zhejiang Expressway Co., Ltd.
YU Zhihong
Chairman

Hangzhou, the PRC, May 10, 2021

As at the date of this announcement, the Chairman of the Company is Mr. YU Zhihong; the executive Directors of the Company are: Mr. CHEN Ninghui and Ms. LUO Jianhu; the other non-executive Directors of the Company are: Mr. DAI Benmeng, Mr. YUAN Yingjie and Mr. FAN Ye; and the independent non-executive Directors of the Company are: Mr. PEI Ker-Wei, Ms. LEE Wai Tsang, Rosa and Mr. CHEN Bin.