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中國高速傳動設備集團有限公司*
China High Speed Transmission Equipment Group Co., Ltd.

(Incorporated in the Cayman Islands with limited liability)

(Stock code: 658)

INSIDE INFORMATION UPDATE ON THE INDEPENDENT INVESTIGATION

This announcement is made by China High Speed Transmission Equipment Group Co., Ltd. (the **“Company”**), together with its subsidiaries, the **“Group”**) pursuant to Rule 13.09 of the Rules Governing the Listing of Securities (the **“Listing Rules”**) on The Stock Exchange of Hong Kong Limited (the **“Stock Exchange”**) and the Inside Information Provisions (as defined in the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

Reference is made to the Company’s announcement dated 24 November 2024 (the **“Announcement”**). Capitalised terms used herein shall have the same meanings as those defined in the Announcement unless otherwise stated.

As stated in the Announcement, the Board of the Company resolved to establish an independent investigation committee (the **“IIC”**), comprising the independent non-executive directors of the Company, for the purpose of commissioning an independent investigation into the matters set out in the Announcement (the **“Independent Investigation”**). The IIC has since then formally engaged FTI Consulting (Hong Kong) Limited as its third-party investigation consultant (**“Independent Investigator”**), with a view to conducting the Independent Investigation on an expedited basis.

In accordance with the scope of work devised in consultation with the IIC, the Independent Investigation is principally aimed at establishing the relevant facts and circumstances surrounding the Agreements and the Relevant Amounts. This includes investigating the specific matters outlined in the Announcement, including notably, identifying evidence of approval (if any) for the underlying transactions and assessing the validity of claims made by certain counterparties who dispute that the Relevant Amounts are due and payable under the Agreements.

The Independent Investigator has been working diligently and as swiftly as possible to progress the Independent Investigation, and will endeavour to provide a preliminary report of its findings as soon as practicable. The Company will continue to render all necessary assistance to the Independent Investigator to facilitate the Independent Investigation.

Pending results of the Independent Investigation, the Company has been taking proactive remedial actions to strengthen its internal controls and compliance framework. Such measures include streamlining and optimising staff roles and responsibilities, in addition to implementing enhancements to the control of the trade contracting process, contractual signing and review, commodities delivery and other relevant aspects concerning the Relevant Subsidiaries. The Company will continue to maintain rigorous oversight of all matters concerning regulatory compliance.

In the meantime, the Company and its Board have been working closely with its legal advisors to take all necessary and appropriate steps to preserve and enforce its rights, to safeguard the best interests of the Company and its shareholders.

The Company will make further announcement(s) on any material developments in relation to the progress of the Independent Investigation as and when appropriate, in accordance with the Listing Rules.

Shareholders and potential investors are advised to exercise caution when dealing in the securities of the Company.

By order of the Board
**China High Speed Transmission
Equipment Group Co., Ltd.**
HU JICHUN
Chairman

Hong Kong, 6 February 2025

As at the date of this announcement, the executive Directors are Mr. Hu Jichun, Mr. Hu Yueming, Mr. Chen Yongdao, Mr. Zhou Zhijin, Ms. Zheng Qing, Mr. Gu Xiaobin and Mr. Fang Jian; and the independent non-executive Directors are Mr. Jiang Xihe, Ms. Jiang Jianhua, Dr. Chan Yau Ching, Bob and Mr. Nathan Yu Li.

* *For identification purposes only*