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CHINA SUNTIEN GREEN ENERGY CORPORATION LIMITED*
新天綠色能源股份有限公司

(a joint stock limited company incorporated in the People's Republic of China with limited liability)

(Stock Code: 00956)

AMENDMENT TO ACCOUNTING ESTIMATES

The board of directors (the “**Board**”) of China Suntien Green Energy Corporation Limited (the “**Company**”, together with its subsidiaries, the “**Group**”) hereby announces that the Company amended the depreciation period of long-distance natural gas transmission pipelines (the “**Amendment to Accounting Estimates**”) after consideration and approval by the Board and the supervisory committee of the Company.

I. DETAILS OF AMENDMENT TO ACCOUNTING ESTIMATES

On 7 June 2021, the National Development and Reform Commission of the People's Republic of China (“**NDRC**”) issued the “Administrative Measures for the Price of Natural Gas Pipeline Transmission (Provisional)” (《天然氣管道運輸價格管理辦法(暫行)》) and “Measures for the Supervision and Examination of Pricing Cost of Natural Gas Pipeline Transmission (Provisional)” (NDRC Price Regulations [2021] No. 818) (《天然氣管道運輸定價成本監審辦法(暫行)》(發改價格規[2021] 818號)), which extend the depreciation period for pricing cost of natural gas pipeline transmission from 30 years to 40 years.

According to the above-mentioned NDRC documents, with reference to the depreciation period of the pipeline network of domestic and overseas listed company in the natural gas industry, combined with the inspection report of the existing long-distance transmission pipelines of the Group, as well as the actual construction, operation, management and maintenance of the natural gas long-distance transmission pipelines, based on prudent judgement of the Company, the Company intended to prolong the depreciation period of long-distance natural gas transmission pipelines from 30 years to 40 years with a residual value rate of 5% effective from 1 November 2022, with the depreciation period and residual value rate of other fixed assets remain unchanged.

According to the listing rules of the Company's listing place, relevant laws and regulations, articles of association of the Company and relevant requirements, the Amendment to Accounting Estimates is not required to be submitted to the shareholders meeting for consideration. The Amendment to Accounting Estimates will be effective from 1 November 2022.

II. IMPACTS OF THE AMENDMENT TO ACCOUNTING ESTIMATES ON THE COMPANY

According to the Article 19 of the China Accounting Standards for Business Enterprises No. 4 – Fixed Assets (《中國企業會計準則第4號—固定資產》), the change in useful life, estimated residual value rate and depreciation method of fixed assets shall be treated as amendments to accounting estimates. The Amendment to Accounting Estimates has adopted prospective application method and does not require retrospective adjustment for previous statements, and will not affect the Company's financial position and results of operations in previous years.

Based on the initial calculation by the finance department of the Company, it is estimated that the impact on the consolidated financial statements of the Group would be a decrease of approximately RMB3.1805 million in the depreciation amount (affected depreciation amount from 1 November 2022 to 31 December 2022). Assuming that the above depreciation amount transferred to current profit or loss in full without considering the change in fixed assets of the Group from November to December 2022, it is estimated that it would be an increase of approximately RMB3.1805 million in the gross profit for 2022 and an increase of approximately RMB1.3044 million in the net profit attributable to the parent company in 2022 with the Amendment to Accounting Estimates applied. Please refer to disclosures in the periodic reports of the Group for final adjusted amounts.

For the three years prior to the date of the Amendment to Accounting Estimates, it is estimated that the impact of applying the amended accounting estimates on the gross consolidated profit of the Group would be an increase of RMB11.7896 million in 2021, an increase of RMB11.7896 million in 2020 and an increase of RMB11.6234 million in 2019, representing 0.38%, 0.52% and 0.53% of the gross profit of the respective years.

By order of the Board of
China Suntien Green Energy Corporation Limited
Mei Chun Xiao
Executive Director and President

Shijiazhuang City, Hebei Province, the PRC, 30 November 2022

As at the date of this announcement, the non-executive Directors of the Company are Dr. Cao Xin, Dr. Li Lian Ping, Mr. Qin Gang and Mr. Wu Hui Jiang; the executive Directors of the Company are Mr. Mei Chun Xiao and Mr. Wang Hong Jun; and the independent non-executive Directors of the Company are Mr. Guo Ying Jun, Mr. Wan Yim Keung, Daniel and Dr. Lin Tao.

* *For identification purpose only*