

Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.



深圳高速公路股份有限公司
SHENZHEN EXPRESSWAY COMPANY LIMITED

(a joint stock limited company incorporated in the People's Republic of China with limited liability)
(Stock Code: 00548)

VOLUNTARY ANNOUNCEMENT
WINNING THE BID FOR THE PPP PROJECT OF
SHENZHEN GUANGMING ENVIRONMENTAL PARK

This announcement is made by Shenzhen Expressway Company Limited (the “**Company**”) on a voluntary basis.

The board (the “**Board**”) of directors (the “**Directors**”) of the Company announces that on 30 October 2019, the consortium (the “**Consortium**”) formed by Shenzhen Expressway Environmental Company Limited (the “**Environmental Company**”, a wholly-owned subsidiary of the Company), China Energy Construction Group Southern Construction Investment Co., Ltd. (中國能源建設集團南方建設投資有限公司) and Shenzhen Langkun Environmental Group Holdings Co., Ltd. (深圳市朗坤環境集團股份有限公司), received the bidding notice, pursuant to which the Consortium has won the bid for Shenzhen Guangming Environmental Park PPP (Public-Private Partnership) Project (the “**Guangming Project**”). The details of winning the bid for Guangming Project are as follows:

Guangming Project is located in Guangming District, Shenzhen, China. The subject matter is to construct a kitchen waste treatment plant with a processing capacity of 1,000 tons/day, a construction with a capacity of handing disposal of large pieces waste (wasted furniture) of 100 tons/day and greening waste of 100 tons/day, etc. The static total investment of the project is estimated to be approximately RMB708 million.

The Guangming Project shall be implemented under the BOT (build-operation-transfer) mode and select the social capital partner through public bidding. The social capital partner who has won in the bidding shall incorporate a project company (the “**Project Company**”) in Guangming District, and such Project Company shall be responsible for the investment, financing, design, construction, transformation, operation and maintenance, and handover work of the project. The concession operation period of the project is 10 years commencing from the formal operation date of the project, which shall be upon completion inspection on the project and the government having provided its confirmation. The Project Company may apply to extend the concession operation period prior to its expiration. After passing the examination and

obtaining approval from the regional government, the concession operation period may be extended for 5 years. The rights of the properties under the project shall belong to the government. After the expiration of the operation period, the Project Company shall hand over the facilities and assets of the project to the government in good condition. The Project Company can collect the “feasibility gap subsidy” (i.e. the kitchen waste disposal service fee) from the government at RMB383.60 per ton and receive income from power generation and reclaimed oil from its business projects.

The Consortium will contribute RMB200 million to set up the Project Company, of which the Environmental Company will contribute RMB130 million in return for the controlling shareholding of 65% equity interest in the Project Company. The Project Company will be a subsidiary of the Company upon establishment. Within one month after receipt of the bidding notice, the Consortium will complete the registration of the Project Company, enter into relevant negotiated documents such as the “concession agreement” and “PPP project contract” and implement the Guangming Project.

To the best of the Directors’ knowledge and belief, and after all reasonable enquiries, each of China Energy Construction Group Southern Construction Investment Co., Ltd. (中國能源建設集團南方建設投資有限公司) and Shenzhen Langkun Environmental Group Holdings Co., Ltd. (深圳市朗坤環境集團股份有限公司) and their respective ultimate beneficial controllers are independent of the Company and its connected persons. The establishment of the Project Company and the implementation of the Guangming Project does not constitute a notifiable transaction of the Company under Chapter 14 of the Rules Governing the Listing of Securities on the Hong Kong Stock Exchange. This announcement is made on voluntary basis and aims to provide the shareholders of the Company and potential investors with the latest developments of the Group’s business.

Notes:

In this announcement, the English names of certain PRC entities are translation of their Chinese names, and are included herein for identification purpose only. In the event of any inconsistency, the Chinese names shall prevail.

By Order of the Board
Gong Tao Tao
Joint Company Secretary

Shenzhen, PRC, 30 October 2019

As at the date of this announcement, the Directors of the Company are Mr. HU Wei (Executive Director and Chairman of the Board), Mr. LIAO Xiang Wen (Executive Director and President), Mr. WEN Liang (Executive Director), Ms. CHEN Yan (Non-executive Director), Mr. FAN Zhi Yong (Non-executive Director), Mr. CHEN Yuan Jun (Non-executive Director), Mr. CHEN Kai (Non-executive Director), Mr. CAI Shu Guang (Independent non-executive Director), Mr. WAN Siu Wah Wilson (Independent non-executive Director), Ms. CHEN Xiao Lu (Independent non-executive Director) and Mr. BAI Hua (Independent non-executive Director).