China New Energy Limited

*(Incorporated in Jersey, Channel Islands with limited liability and carrying on business in Hong Kong as "**Zhongke Tianyuan New Energy Limited**")*

(Stock Code: 1156)

ANNOUNCEMENT OF INTERIM RESULTS FOR THE SIX MONTHS ENDED 30 JUNE 2023

The board (the "**Board**") of directors (the "**Directors**") of China New Energy Limited (the "**Company**") announces the unaudited condensed consolidated interim results of the Company and its subsidiaries (collectively the "**Group**") for the six months ended 30 June 2023 together with comparative figures for the previous period as follows:

CONDENSED CONSOLIDATED INTERIM INCOME STATEMENT

FOR THE SIX MONTHS ENDED 30 JUNE 2023

(All amounts are rounded to the nearest thousand RMB unless otherwise stated)

		Unaudited	
		Six months ended 30 June	
	Note	**2023**	2022
Revenue	*5*	**32,124**	48,859
Cost of sales		**(30,101)**	(44,499)
Gross profit		**2,023**	4,360
Selling and marketing expenses		**(2,291)**	(2,623)
Administrative expenses		**(13,818)**	(12,862)
Impairment losses under expected credit loss model,net of reversal		**(194)**	83
Other income		**–**	1,456
Other (losses)/gains – net		**(1,181)**	153
Operating loss		**(15,461)**	(9,433)
Finance costs		**(805)**	(861)
Loss before income tax		**(16,266)**	(10,294)
Income tax credit	*6*	**1**	–
Loss for the period		**(16,265)**	(10,294)

CONDENSED CONSOLIDATED INTERIM STATEMENT OF COMPREHENSIVE INCOME

FOR THE SIX MONTHS ENDED 30 JUNE 2023

(All amounts are rounded to the nearest thousand RMB unless otherwise stated)

		Unaudited	
		Six months ended 30 June	
	Note	**2023**	2022
Loss for the period		**(16,265)**	(10,294)
Other comprehensive income			
Items that may be reclassified to profit or loss			
– Exchange differences on translation of foreign operations		**909**	1,101
Total comprehensive loss for the period		**(15,356)**	(9,193)
Loss for the period attributable to:			
– Owners of the Company		**(16,216)**	(10,247)
– Non-controlling interest		**(49)**	(47)
		(16,265)	(10,294)
Total comprehensive loss for the period attributable to:			
– Owners of the Company		**(15,307)**	(9,146)
– Non-controlling interest		**(49)**	(47)
		(15,356)	(9,193)
Loss per share for loss attributable to owners of the Company (expressed in RMB per share)			
Basic loss per share	*7*	**(0.027)**	(0.017)

CONDENSED CONSOLIDATED INTERIM BALANCE SHEET

(All amounts are rounded to the nearest thousand RMB unless otherwise stated)

	Note	**30 June 2023 Unaudited**	31 December 2022 Audited
Non-current assets			
Property, plant and equipment		**10,418**	12,311
Intangible assets		**19,447**	20,470
Right-of-use assets		**2,329**	2,866
Financial assets at fair value through other comprehensive income		**2,502**	2,502
Deferred tax assets		**15,894**	15,894
		50,590	54,043
Current assets			
Inventories		**6,700**	9,348
Trade and bills receivables	*9*	**63,275**	73,021
Other receivables and prepayments		**63,878**	81,057
Contract assets	*5*	**276,545**	263,872
Bank balances and cash		**3,258**	1,879
		413,656	429,177
Current liabilities			
Trade payables	*10*	**79,124**	98,275
Other payables	*10*	**97,767**	85,246
Contract liabilities	*5*	**24,020**	25,145
Bank borrowings		**31,803**	27,132
Lease liabilities		**104**	718
Tax payable		**49,109**	49,529
		281,927	286,045
Net current assets		**131,729**	143,132
Total assets less current liabilities		**182,319**	197,175

CONDENSED CONSOLIDATED INTERIM BALANCE SHEET

(All amounts are rounded to the nearest thousand RMB unless otherwise stated)

	Note	**30 June 2023 Unaudited**	31 December 2022 Audited
Non-current liabilities			
Bank borrowings		**1,850**	1,350
		1,850	1,350
Net assets		**180,469**	195,825
Capital and reserves			
Share capital		**1,762**	1,762
Reserves		**179,373**	194,680
Equity attributable to owners of the Company		**181,135**	196,442
Non-controlling interests		**(666)**	(617)
Total equity		**180,469**	195,825

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION

(All amounts are rounded to the nearest thounsand RMB unless otherwise stated)

1. GENERAL INFORMATION

China New Energy Limited (the "**Company**") was incorporated in Jersey on 2 May 2006 as a public company with limited liability under the Jersey Companies Law and its shares have been listed on The Stock Exchange of Hong Kong Limited (the "**Stock Exchange**") since 15 July 2020. The address of its registered office is at 13 Castle Street, St Helier, Jersey, JE1 1ES. The Company's principal place of business is at Unit 2406, 24/F., Strand 50, 50 Bonham Strand, Sheung Wan, Hong Kong.

The Company is an investment holding company and its subsidiaries are principally engaged in the provision of ethanol production system technology integrated service in the ethanol fuel and alcoholic beverage industries in the People's Republic of China (the "**PRC**").

This condensed consolidated interim financial information is presented in RMB (which is also the functional currency of the Company and its subsidiaries (collectively referred to as the "**Group**")) and all values are rounded to the nearest thousand (RMB'000), unless otherwise stated. The condensed consolidation interim financial information was approved for issue on 29 August 2023.

2. BASIS OF PREPARATION

This condensed consolidated interim financial information for the six months ended 30 June 2023 has been prepared in accordance with International Accounting Standard ("**IAS**") 34, "Interim financial reporting". The condensed consolidated interim financial information should be read in conjunction with the annual financial statements for the year ended 31 December 2022, which have been prepared in accordance with International Financial Reporting Standards ("**IFRSs**").

3. ACCOUNTING POLICIES

Except as described below, the accounting policies applied are consistent with those of the 2022 financial statements as described therein.

Application of amendments to International Financial Reporting Standards ("IFRSs")

In the current interim period, the Group has applied the Amendments to References to the Conceptual Framework in IFRS Standards and the following amendments to IFRSs issued by the IASB, for the first time, which are mandatory effective for the annual period beginning on or after 1 January 2023 for the preparation of the Group's condensed consolidated financial statements:

- IFRS 17, Insurance contracts
- Amendments to IAS 8, Accounting policies, changes in accounting estimates and errors: Definition of accounting estimates
- Amendments to IAS 12, Income taxes: Deferred tax related to assets and liabilities arising from a single transaction
- Amendments to IAS 12, Income taxes: International tax reform – Pillar Two model rules

The adoption of the above new and amended standards and interpretation does not have a material impact or are not relevant to the Group.

4. SEGMENT INFORMATION

Management has determined the operating segments based on the reports reviewed by the chief operating decision maker, who is responsible for allocating resources and assessing performance of the operating segment. The chief operating decision maker has been identified as the executive directors of the Company.

The Group is principally engaged in the provision of ethanol production system technology integrated service in the ethanol fuel and alcoholic beverage industries. Management reviews the operating results of the business as one segment to make decisions about resources to be allocated. Therefore, the executive directors of the Company regard that there is only one segment which is used to make strategic decisions. Revenue and profit before income tax are the measure reported to the executive directors for the purpose of resources allocation and performance assessment.

As at 31 December 2022 and 30 June 2023, all of the non-current assets were located in the PRC.

5. REVENUE/CONTRACT ASSETS AND CONTRACT LIABILITIES

(a) Revenue

	Unaudited Six months ended 30 June	
	2023	2022
Provision of construction services		
– Ethanol production system technology integrated services		
– Ethanol fuel industries	**23,911**	42,397
– Alcoholic beverage industries	**3,080**	4,287
– Others	**5,133**	2,175
Total	**32,124**	48,859
– Recognised over time	**26,991**	46,684
– Recognised at a point in time	**5,133**	2,175
	32,124	48,859

"Others" mainly refers to revenue generated from projects relating to the industry of ethyl acetate and vital fibre oligosaccharide.

The amount of the Group's revenue from external customers broken down by location of the customers is shown in the table below:

	Unaudited Six months ended 30 June	
	2023	2022
PRC	**30,343**	48,678
Other countries	**1,781**	181
Total	**32,124**	48,859

(b) Assets and liabilities related to contracts with customers

The Group has recognised the following assets and liabilities related to contracts with customers:

	As at	
	30 June 2023	31 December 2022
	Unaudited	Audited
Contract assets relating to construction contracts	**298,110**	285,437
Loss allowance	**(21,565)**	(21,565)
Total contract assets	**276,545**	263,872
Contract liabilities relating to construction contracts	**24,020**	25,145

6. INCOME TAX CREDIT

	Unaudited Six months ended 30 June	
	2023	2022
Current income tax	**1**	–
Income tax credit	**1**	–

(a) PRC enterprise income tax

The enterprise income tax rate applicable to the group entities located in mainland China is 25% according to the Enterprise Income Tax Law of the People's Republic of China (the "**EIT Law**") effective on 1 January 2008 except Guangdong Zhongke Tianyuan New Energy Science and Technology Co. Ltd., which is the major subsidiary of the Group, was qualified as "High and New Technology Enterprise" in 2019 and was entitled to a preferential income tax rate of 15% on its estimated assessable profits for the period ended 30 June 2023.

(b) Overseas income tax

The Company is regarded as resident for tax purposes in Jersey and on the basis that the Group is neither a financial services group nor a utility group for the purposes of the Income Tax (Jersey) Law 1961, as amended. The Company is subject to income tax in Jersey at a rate of zero per cent. For other jurisdictions, the taxes arising from offshore are borne by the overseas customers according to the contract terms.

7. LOSS PER SHARE

Basic loss per share

	Unaudited Six months ended 30 June **2023**	 2022
Loss attributable to owners of the Company	**(16,216)**	(10,247)
Weighted average number of ordinary shares in issue (thousand shares)	**589,759**	589,759
Basic loss per share (expressed in RMB per share)	**(0.027)**	(0.017)

No diluted loss per share are presented as there were no potential ordinary shares in issue for both periods.

8. DIVIDENDS

No dividends have been declared or paid by the Company during the period ended 30 June 2022 and 2023.

9. TRADE AND BILLS RECEIVABLES

	As at	
	30 June 2023	31 December 2022
	Unaudited	Audited
Trade and bills receivables – third parties	**105,639**	115,385
Less: allowance for impairment of trade and bills receivables	**(42,364)**	(42,364)
Trade and bills receivables – net	**63,275**	73,021

The ageing analysis of trade receivables based on invoice date (net of provision for impairment losses) is as follows:

	As at	
	30 June 2023	31 December 2022
	Unaudited	Audited
Within one year	**10,559**	24,961
One to two years	**5,120**	7,737
Two to three years	**47,596**	40,323
	63,275	73,021

As at 31 December 2022 and 30 June 2023, trade receivables were denominated in RMB.

10. Trade and other payables

	As at 30 June 2023 Unaudited	As at 31 December 2022 Audited
Trade payables (Note (a))	**79,124**	98,275
Other payables and accruals	**26,513**	19,554
Amounts due to directors (Note (b))	**380**	250
Wages payables	**3,781**	4,422
VAT payables	**67,093**	61,020
	176,891	183,521

(a) As at 31 December 2022 and 30 June 2023, the ageing analysis of trade payables based on invoice date was as follows:

	As at 30 June 2023 Unaudited	As at 31 December 2022 Audited
Within one year	**39,514**	23,235
One to two years	**15,498**	54,066
Two to three years	**15,740**	8,504
Over three years	**8,372**	12,470
	79,124	98,275

(b) The amounts are unsecured, interest free and repayable on demand.

MANAGEMENT DISCUSSION AND ANALYSIS

The following is the management discussion and analysis of the unaudited condensed consolidated interim results of the Group for the six months ended 30 June 2023 (“**1H2023**”), together with the comparative unaudited figures for the six months ended 30 June 2022 (“**1H2022**”) and certain comparative figures as at the last audited financial year ended 31 December 2022. All amounts set out in this announcement are presented in Renminbi (“**RMB**”) unless otherwise indicated.

BUSINESS REVIEW

The Company is a leading ethanol production system producer in the People’s Republic of China (“**PRC**” or “**China**”), which primarily provides integrated services including engineering design, equipment manufacturing, installation and commissioning and subsequent value-added maintenance for the core system of ethanol production system in the ethanol fuel and alcoholic beverage industries in the PRC.

Entering the year of 2023, the international environment has become more severe and complex than 2022. Since the end of February 2022, the Russia Ukraine crisis has evolved into a war between the two countries, as well as subsequent impacts such as sanctions from the United States and Europe, which has posed a huge challenge to the global division of labor and the stability of the global industrial chain. Despite the slow international economic recovery, our overseas projects have achieved zero breakthroughs compared to the first half of 2022 , and we have successfully signed two Indonesian projects. However, the current domestic economy is facing new difficulties and challenges, mainly due to insufficient domestic demand, operational difficulties for some enterprises, high risks and hidden dangers in key areas, and a complex and severe external environment. After a smooth transition in epidemic prevention and control, economic recovery is a process of wavelike development and tortuous progress. In addition, the willingness of all parties in the industry to increase production capacity and build new factories is very low, which has limited our ability to obtain new contracts. Therefore, the Company’s business performance for the six months ended 30 June 2023 was not very satisfactory.

During the six months ended 30 June 2023, the Company achieved a total operating revenue of RMB32.1 million (1H2022: RMB48.9 million), representing a decrease of 34.4% from the same period of last year. Operating loss is RMB15.5 million (1H2022: loss RMB9.4 million) and net loss is RMB16.3 million (1H2022: loss RMB10.3 million). The loss for the period was mainly due to the decrease in new sale contracts and low profit margin contributed by some contracts completed during the reporting period.

To overcome the difficult economic environment, the Company has focused on the following business activities in 1H2023:

(1) Striving to develop business

The Company continuously strengthened market promotion and customer development efforts through industry research and market dynamics analysis. After the lifting of epidemic prevention and control measures, we actively visited and communicated with our customers, actively participated in industry conferences and exhibitions, and effectively promoted our business. We also strived to expand our market influence and develop new customers through long-term good cooperation with our main customers. However, due to the significant impact of the stagnant economic environment on the industry, during the reporting period, we were only able to sign 14 new contracts, each with a relatively small amount. The total contract amount (excluding value-added tax) from these new contracts was RMB47 million (1H2022: RMB41.3 million), with a year-on-year increase of 13.8%.

(2) Continuing research and development ("R&D") on new technology

The Company continued to increase R&D investment and adhered to the innovation oriented business philosophy to maintain the Company's technical competitiveness which laid down a solid technical foundation to support the Company's market development. During the reporting period, the Company invested a total of RMB5.91 million in R&D, with 3 new patent applications added, mainly focused on biomass fuel production technology and small scaled hydrogen production equipment.

(3) Progress in contracted projects

The Group proactively executed its existing contract projects which included the industrial ethanol transformation project located in Anhui Province; Fuel Ethanol and General Alcohol Joint Production Technology Upgrading and Transformation Project in Heilongjiang Province; Xanthan Gum Extraction and Alcohol Distillation Device Project in Jilin Province; a project that produces 300,000 tons of fuel ethanol annually as a complete set of equipment using corn raw materials in Heilongjiang Province and an ethanol refining system project in Ningxia Hui Autonomous Region. In addition, we have also carried out multiple facility upgrades for fuel ethanol and edible alcohol producers. During the reporting period, the Group put in most of its manpower and material resources in these domestic projects. The five largest projects generated revenue of RMB26.2 million, accounting for 81.4% of the Group's total revenue during the reporting period.

FUTURE PROSPECTS

(1) Business development strategy

In the next few years, with the world's attention and commitment to carbon emission reduction and carbon neutrality and China's dual carbon goals, application and development of new energy production technologies will enter into a new era. The Company will seize this historic opportunity and actively develop new technologies and new business given its leading position in the industry.

The Company aims to maintain technical advantages in the fuel ethanol market. Through our R&D efforts in the cutting-edge 1.5th and 2nd generation cellulose ethanol production technologies, hydrogen energy production technology, as well as highcarbon ethanol production technology through ethanol intensive processing and related equipment manufacturing, we shall be able to increase project income from cellulose ethanol, hydrogen energy industry and high-carbon ethanol equipment manufacturing in the future.

Looking forward, the Company will further strengthen the building of our marketing team, continuously improve the depth and breadth of sales network, maintain good relationships with the existing customers and actively acquire new customers. The Company will also proactively explore investment opportunities in related industries and increase production equipment manufacturing and technical service income from other chemicals in order to expand the current revenue mix.

(2) Strengthening technology R&D

The Company believes that independent innovation is essential for its sustainable development. Since its establishment, the Company has committed substantial resources to R&D for new technologies and processes for energy-saving and environmentally friendly new energy production. As at the end of the reporting period, the Company and its subsidiaries currently have registered a total of 41 valid patents, including 26 invention patents.

Relying on its leading position in the clean energy technology industry, the Company will continue to increase investment in technology R&D. We conduct effective exchanges and cooperation with customers, universities and research institutes so as to create an organic combination of production, learning and research. Our R&D activities will focus on fuel ethanol technology, super grade alcohol, hydrogen production and equipment manufacturing technology and related chemical production processes. So long as our technology is ahead of the curve, the self-owned intellectual property will eventually convert into income from businesses of the Group.

FINANCIAL REVIEW

Revenue

Revenue for the reporting period decreased by approximately RMB16.8 million, or 34.4%, from approximately RMB48.9 million for 1H2022 to approximately RMB32.1 million for 1H2023, which was mainly due to fewer new contracts secured from 2022 to the first half of 2023 as the continued unfavorable economic environment.

Gross Profit and Gross Profit Margin

The Group's gross profit decreased by approximately RMB2.4 million, or 54.5%, from approximately RMB4.4 million for 1H2022 to approximately RMB2.0 million for 1H2023. The overall gross profit margin also decreased from approximately 8.9% in 1H2022 to approximately 6.3% in 1H2023. The decrease in gross profit margin was mainly due to a number of sizable contracts having been priced at discount for regular customers under competitive pressure.

Selling and Marketing Expenses

The Group's selling and marketing expenses decreased by approximately RMB0.3 million, or 11.5%, from approximately RMB2.6 million for 1H2022 to approximately RMB2.3 million for 1H2023. The Company is expecting to conduct more promotion activities in the second half of the year.

Administrative Expenses

Our administrative expenses primarily consisted of employee cost and benefit expenses, depreciation and amortization. The 7.0% increase in administrative expenses to approximately RMB13.8 million in 1H2023 (1H2022: approximately RMB12.9 million) remained stable.

Other Income

The Group's other income has decreased by approximatrely RMB1.5 million, or 100% from approximately RMB1.5 million for 1H2022 to nil for 1H2023.

Finance Costs – net

The Group's finance costs – net decreased by approximately 6.5% from 1H2022 to 1H2023. The finance costs mainly represented interests on bank borrowings and lease liabilities.

Income Tax Credit

The Group's income tax credit increase to approximately RMB1 thousand from zero in the first half of 2022 due to a loss incurred in the first half of 2023.

Loss Attributable to the Owners of the Company

As a result of the foregoing, the Group reported a loss attributable to the owners of the Company of approximately RMB16.2 million for 1H2023, compared to a loss of RMB10.2 million for 1H2022. Reasons for the loss were mainly attributable to the decline in sales revenue and gross profit margin.

Liquidity, Financial Resources and Capital Structure

As at 30 June 2023, the Group's cash and cash equivalents were approximately RMB3.3 million (as at 31 December 2022: approximately RMB1.9 million). The Group's cash is mainly used for payments to suppliers, subcontractors and working capital needs.

As at 30 June 2023, the Group had bank borrowings of RMB33.7 million in total (as at 31 December 2022: RMB28.5 million). The bank and other borrowings were mainly used to finance the working capital of the Group. The Directors confirmed that the Group had neither experienced difficulty in obtaining or repaying its bank borrowings, nor breached any major covenant or restriction of the Group's facilities up to the date of this announcement. Bank borrowing and repayment activities were normal.

The total equity of the Group as at 30 June 2023 was approximately RMB180.5 million (as at 31 December 2022: approximately RMB195.8 million). The Group generally finances its operations with internally generated cash flows, interest-bearing bank loans and other borrowings.

As at 30 June 2023, the Group's net current assets decreased by approximately RMB11.4 million, or 8%, from approximately RMB143.1 million as at 31 December 2022 to approximately RMB131.7 million. The current ratio of the Group was approximately 1.5 times which is at the same level as at 31 December 2022.

The Group expresses its gearing ratio as a percentage of total debts divided by total equity. Its gearing ratio was approximately 1.57 as at 30 June 2023 compared with 1.47 as at 31 December 2022.

Capital Expenditure

The Group's capital expenditure principally consists of expenditures on intangible assets and acquisitions of property, plant and equipment related to operations, which were funded by the Group's internal resources and finance lease arrangement. During the reporting period, the Group did not have material changes in capital expenditures on property, plant and equipment.

Material Acquisition and Disposal of Subsidiaries, Associates and Joint Ventures

There was no material acquisition or disposal of subsidiaries, associates or joint ventures during 1H2023.

Significant Investment Held

The Group did not hold any significant investment (except for its subsidiaries) during the reporting period.

Future Plans for Material Investments and Capital Assets

Saved as disclosed in this announcement, the Group did not have other plans for material investments and capital assets during 1H2023.

Segment Information

Segment information for the Group is presented as disclosed on note 4 to the condensed consolidated interim financial information.

Contingent Liability

The Group had no contingent liabilities as at 30 June 2023 (as at 31 December 2022: Nil).

Pledge of Assets

As at 30 June 2023, the right-of-use assets and buildings of the Company's subsidiaries have been pledged to the bank as security for banking facilities granted to the Group.

Capital Commitments

As at 30 June 2023, the Group did not have any capital commitments (as at 31 December 2022: Nil).

Foreign Exchange Exposure

The functional currency of the Group's operation assets and liabilities is RMB. Therefore, the Group is not exposed to significant foreign exchange risk and has not employed any financial instrument for hedging.

Treasury Policies

The Group's financing and treasury activities are centrally managed and controlled at the corporate level. Bank borrowings of the Group are all denominated in RMB and have been arranged on a floating-rate basis. It is the Group's policy not to enter into derivative transactions for speculative purposes.

EMPLOYEES AND REMUNERATION POLICIES

As at 30 June 2023, the Group's workforce comprised 93 (as at 31 December 2022: 94) full-time employees.

The Group believes that on-going and continuous development of its employees is critical to its success. The Group provides its employees with tailored training programmes that are designed to upgrade their skills and knowledge and to prepare them for the next step in their career paths within the Group. The Group entered into separate labour contracts with each of its employees in accordance with the applicable labour laws of China. The remuneration offered to employees generally includes salaries and bonuses. In general, the Group determines salaries of its employees based on each employee's qualification, position and performance.

CORPORATE GOVERNANCE PRACTICES

The Group is committed to achieving and maintaining high standards of corporate governance. The Board believes that good and effective corporate governance practices are key to safeguard the interests of the shareholders of the Company (the "**Shareholders**") and to sustain the success of the Group to create long-term value for the Shareholders.

In the opinion of the Directors, the Company has complied with all code provisions of the Corporate Governance Code as set out in Part 2 of Appendix 14 to the Rules Governing the Listing of Securities (the "**Listing Rules**") on The Stock Exchange of Hong Kong Limited (the "**Stock Exchange**") throughout the six months ended 30 June 2023.

MODEL CODE FOR SECURITIES TRANSACTIONS

The Company has adopted the Model Code for Securities Transactions by Directors of Listed Issuers (the "**Model Code**") as set out in Appendix 10 to the Listing Rules as its own code of conduct regarding securities transactions by the Directors. Having made specific enquiry of all Directors, the Company confirms that the Directors have complied with the required standard set out in the Model Code throughout the six months ended 30 June 2023.

INTERIM DIVIDEND

The Board resolved not to declare the payment of an interim dividend for the six months ended 30 June 2023 (six months ended 30 June 2022: Nil).

PURCHASE, SALE OR REDEMPTION OF LISTED SECURITIES OF THE COMPANY

Neither the Company nor any of its subsidiaries had purchased, sold or redeemed any of the listed securities of the Company during the six months ended 30 June 2023.

REVIEW OF INTERIM RESULTS

The interim results of the Group for the six months ended 30 June 2023 have been reviewed by the Audit Committee of the Company.

PUBLICATION OF INTERIM REPORT ON THE WEBSITES OF THE STOCK EXCHANGE AND THE COMPANY

The interim report for the six months ended 30 June 2023 containing all the information as required by the Listing Rules will be published on the websites of the Stock Exchange and the Company respectively and copies will be dispatched to the Shareholders in due course.

By Order of the Board
China New Energy Limited
Yu Weijun
Chairman

Hong Kong, 29 August 2023

As at the date of this announcement, the Board comprises two executive directors, namely Mr. Yu Weijun (Chairman) and Mr. Tang Zhaoxing (Chief Executive Officer); and three independent non-executive directors, namely Mr. Richard Antony Bennett, Mr. Chan Shing Fat Heron and Ms. Wong Mei Ling.