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新特能源

XINTE ENERGY CO., LTD.

新特能源股份有限公司

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

(Stock code: 1799)

ANNOUNCEMENT PROFIT WARNING

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

The board of directors (the “**Board**”) of the Company hereby notifies shareholders and potential investors of the Company that, based on the preliminary assessment of the information currently available to the Board (including but not limited to the unaudited consolidated management accounts of the Group for the year ended 31 December 2023 (the “**Year**”), the Group is expected to record an unaudited net profit attributable to shareholders of the Company ranging from RMB4.2 billion to RMB4.4 billion for the Year, representing a significant decrease of approximately 67% to 68% compared to RMB13.315 billion recorded for the corresponding period in 2022.

Attributable to the impact of the change of the market demand and supply, the average selling price of polysilicon for the Year dropped significantly by approximately 60% as compared to the corresponding period in 2022, albeit the Group's polysilicon production capacity of the Year was further utilized and the sales volume has increased by approximately 90% as compared to the corresponding period in 2022, the impact on decrease in selling price outweighed the impact on the increase in sales volume. Meanwhile, as the Group's polysilicon and supporting zirconium chloride production lines situated in Xinjiang Ganquanpu Production Base deteriorated, the Group would have to make provision for fixed assets impairment for the corresponding assets of approximately RMB520 million for the Year. Taking into account the above factors, the Group's profit for the Year was expected to decrease.

As at the date of this announcement, the Company is still in the process of finalizing the unaudited consolidated results for the Year. The relevant information contained in this announcement is based on a preliminary assessment of the information currently available to the management of the Company, and such information has not been audited or reviewed by the independent auditors and the audit committee of the Company. The Company's consolidated results for the Year expected to be published by the end of March 2024 may differ from the information contained in this announcement.

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

By order of the Board
Xinte Energy Co., Ltd.
Zhang Jianxin
Chairman

Xinjiang, the PRC
21 March 2024

As at the date of this announcement, the Board consists of Mr. Zhang Jianxin, Mr. Yin Bo and Mr. Xia Jinjing as executive Directors; Mr. Zhang Xin, Mr. Huang Hanjie and Ms. Guo Junxiang as non-executive Directors; and Mr. Cui Xiang, Mr. Chen Weiping and Mr. Tam, Kwok Ming Banny as independent non-executive Directors.