

**Hangzhou Steam Turbine Co., Ltd.**

**Estimated performance for the first third quarter of 2021**

*The members of the Board and the Company acknowledge being responsible for the truthfulness, accuracy, and completeness of the announcement. Not any false record, misleading statement or significant omission carried in this announcement.*

**I. Estimate of earnings for the report period**

1. Period of the forecast: January 1,2021-September 30,2021

2. Estimated earnings: Losses Turning losses into profits Year-on-Year increase

Year-on-Year decrease

2. Estimated earnings: Increase compared with last period

(1) Forecast of Results for the first third quarter of 2021

Items	For this report period	Same period of the previous year
Net profit attributable to the shareholders of the listed company	Earnings: 461.9 million yuan- 548.5 million yuan	Earnings: 363.17 million yuan
	Increase over the same period of last year: 27.19% - 51.03%	
Basic earnings per share	Earnings: 0.63 yuan/share-0.75 yuan/share	Earnings: 0.48 yuan/share

(2) Forecast of results for the Third quarter of 2021

Items	The Third quarter of 2021	Same period of the previous year
Net profit attributable to the shareholders of the listed company	Earnings: 121.38 million yuan-144.14 million yuan	Earnings: 132.27 million yuan
	Increase over the same period of last year: -8.23% - 8.97%	
Basic earnings per share	Earnings: 0.17 yuan/share-0.20 yuan/share	Earnings: 0.18 yuan/share

**II. Pre-audit of estimated earnings**

The estimated earnings have not been pre-audited by certified public accountants.

**III. Reason for change of earnings**

1. The same period of last year, Especially in the first quarter of 2020, due to the impact of the

“new corona-virus epidemic”, the Company and upstream and downstream enterprises in the industry delayed the resumption of work and production, and the delivery of customer orders was affected. During the reporting period, the Company's operations and the delivery of orders of upstream and downstream customers have basically recovered. The Company's sales scale and profitability have achieved substantial growth.

2. The gas turbine contract for the Huo'qiu project was terminated with Sinosteel Equipment Co., Ltd under the mediation of the court, and a compensation of 109 million yuan was obtained, which's included the non-recurring profit and loss.

#### **IV. Other relevant explanation**

1. The estimated performance is the preliminary data, Actual results of will be released in the report of the Company for the third quarter of 2021. investors are advised to make decisions prudently and pay attention to investment risks.

2. Shanghai Securities Daily, Securities Times, Hong Kong Commercial Daily and [www.cninfo.com.cn](http://www.cninfo.com.cn) are the official presses of the Company for information disclosure.

This announcement is hereby made.

The Board of Directors of Hangzhou Steam Turbine Co., Ltd.

October 15,2021