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日照港裕廊股份有限公司
RIZHAO PORT JURONG CO., LTD.

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

(Stock Code: 6117)

CONNECTED TRANSACTION CONSTRUCTION CONTRACT

On 28 March 2025 (after trading hours), the Company entered into the Construction Contract with SDP Technology Rizhao, pursuant to which the Company agreed to engage SDP Technology Rizhao as the contractor for the Project.

LISTING RULES IMPLICATIONS

As at the date of this announcement, (i) SDP Technology Rizhao is a non-wholly owned subsidiary of and is held as to approximately 51% by SDP Technology Group, which is in turn a non-wholly owned subsidiary of and held as to 80% by Shandong Port Group; and (ii) Shandong Port Group is a controlling shareholder of the Company. Accordingly, SDP Technology Rizhao is an associate of Shandong Port Group pursuant to Rule 14A.13(1) of the Listing Rules, and therefore a connected person of the Company under the Listing Rules.

As the highest of all applicable percentage ratios in respect of the transactions contemplated under the Construction Contract is more than 0.1% but less than 5%, the entering into of the Construction Contract and the transactions contemplated thereunder constitute a connected transaction of the Company under Chapter 14A of the Listing Rules, subject to reporting and announcement requirements but exempt from the circular (including independent financial advice) and independent shareholders' approval requirements pursuant to Rule 14A.76(2) of the Listing Rules.

CONSTRUCTION CONTRACT

On 28 March 2025 (after trading hours), the Company entered into the Construction Contract with SDP Technology Rizhao, pursuant to which the Company agreed to engage SDP Technology Rizhao as the contractor for the Project. The principal terms of the Construction Contract are set out as follows:

Date:	28 March 2025
Parties:	(a) the Company, as the principal; and (b) SDP Technology Rizhao, as the contractor.
Scope of service:	SDP Technology Rizhao is responsible for the digital and intelligent integration and enhancement of the grain storage and transportation systems already constructed, as well as the Rizhao Port Grain Base currently under construction in Shijiu port area in Rizhao port, which include but is not limited to comprehensive intelligent scheduling, an Internet of Things (IoT) platform, automation transformation of gantry cranes, fiber-optic temperature monitoring, intelligent lighting, wireless coverage along the shore, paperless conference rooms, robotic inspections, digital twin technology, a data middle platform, and upgrades to the production systems.
Construction period:	360 calendar days
Defects liability period:	2 years after completion acceptance of the Project
Contract price:	The contract price is RMB16,451,364.79, subject to (i) adjustments on the raw materials price in the event that the price of reinforcement steel and cast-in-place concrete in construction fluctuates from the benchmark price published by the local authorities or benchmark price stated in the website of an industry data service provider; and (ii) completion and settlement audit report issued by an independent third party audit institution appointed by the Company.

The contract price was the successful tender price offered by SDP Technology Rizhao in the public tender. The Company engaged Shandong Port Group Tender and Procurement Center for the tender of the Construction Contract under the Project and received bids from SDP Technology Rizhao and 3 independent third parties from the tender process. After a comprehensive assessment of the tenders taking into account various factors including the quotation, qualification, financial conditions, reputation and performance of each bidder and provided that the contract price offered by SDP Technology Rizhao represented the lowest bid as compared to the other tenderers, the Construction Contract was awarded to SDP Technology Rizhao.

Payment terms:

The contract price shall be paid in the following manner:

- (a) 10% of the contract price to be paid as deposit within 60 working days after signing the Construction Contract;
- (b) up to 80% of the contract price to be paid before the 20th every month based on the monthly project progress and actual amount of the construction work completed, provided that the deposit will be deducted in a lump sum upon the payment of the third progress payment;

if SDP Technology Rizhao provides performance guarantee,

- (c) up to 100% of the contract price to be paid after completion acceptance of the Project and SDP Technology Rizhao handing over the project documents and within 180 days after the Company receives the value-added tax invoice issued by SDP Technology Rizhao and receives the performance guarantee from SDP Technology Rizhao of 3% of the project settlement price determined by an independent third party audit institution;

if SDP Technology Rizhao does not provide performance guarantee,

- (d) up to 97% of the contract price to be paid after completion acceptance of the Project and SDP Technology Rizhao handing over the project documents and within 180 days of the issuance of the value-added tax invoice; and
- (e) the remaining 3% of the contract price as the quality assurance deposit to be paid within 30 working days after the expiry of defects liability period with no quality defects of the Project.

The contract price will be funded by general working capital and internal resources of the Company.

Performance guarantee: Within 30 days after signing the Construction Contract, SDP Technology Rizhao shall provide performance guarantee in the form of a cheque, bank draft, promissory note, bank guarantee or guarantee letter from a state-owned financing guarantee company to the Company in an amount equivalent to 5% of the contract price. The performance guarantee is valid for the period from the date of the Construction Contract to the date when the construction works pass the completion acceptance (excluding the defects liability period).

INFORMATION OF THE PARTIES

The Company, a joint stock company incorporated in the PRC with limited liability, is principally engaged in comprehensive port-related services, including stevedoring, berth leasing, port management, storage, and logistics agency services.

SDP Technology Rizhao, a company incorporated in the PRC with limited liability, is principally engaged in internet information services; category 1 value-added telecommunications business; category 2 value-added telecommunications business; building intelligent system design; software development; information technology consultancy services; information system operation and maintenance services; etc.

As at the date of this announcement, SDP Technology Rizhao is a non-wholly owned subsidiary of Shandong Port Group, which is a state-owned enterprise ultimately controlled by Shandong Provincial State-owned Assets Supervision and Administration Commission.

REASONS FOR AND BENEFITS OF ENTERING INTO THE CONSTRUCTION CONTRACT

The Project aims to carry out digital and intelligent integration and upgrading of the grain storage and transportation system (Phase I, II and III) that have already been built as well as the Rizhao Port Grain Base currently under construction, and the main construction content contains the use of advanced technologies, including the Internet of Things, cloud computing, big data, artificial intelligence, etc., to carry out digital and intelligent upgrading and reconstruction of the Company's grain storage, management, transportation and other links, so as to improve the efficiency of grain storage and the level of management.

The terms of the Construction Contract have been arrived at after arm's length negotiations between the parties. The Directors (including the independent non-executive Directors) are of the view that the terms of the Construction Contract and the transactions contemplated thereunder are fair and reasonable, on normal commercial terms or better and in the ordinary and usual course of business of the Company, and are in the interests of the Company and the Shareholders as a whole.

None of the Directors has any material interest in the Construction Contract and the transactions contemplated thereunder, and none of the Directors was required to abstain from voting on the Board resolutions approving the Construction Contract and the transactions contemplated thereunder.

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As the highest of all applicable percentage ratios in respect of the transactions contemplated under the Construction Contract is more than 0.1% but less than 5%, the entering into of the Construction Contract and the transactions contemplated thereunder constitute a connected transaction of the Company under Chapter 14A of the Listing Rules, subject to reporting and announcement but exempt from the circular (including independent financial advice) and independent shareholders' approval requirements pursuant to Rule 14A.76(2) of the Listing Rules.

DEFINITIONS

In this announcement, the following expressions have the meanings set out below unless the context requires otherwise:

“associate(s)”	has the meaning ascribed to it under the Listing Rules
“Board”	the board of Directors
“Company”	Rizhao Port Jurong Co., Ltd. (日照港裕廊股份有限公司), a joint stock company incorporated in the PRC with limited liability, the H Shares of which are listed on the Main Board of the Stock Exchange (stock code: 6117)
“connected person(s)”	has the meaning ascribed to it under the Listing Rules
“Construction Contract”	the construction contract dated 28 March 2025 entered into between the Company and SDP Technology Rizhao with regard to the Project
“controlling shareholder”	has the meaning ascribed to it under the Listing Rules
“Directors”	the directors of the Company
“Domestic Share(s)”	ordinary shares in the share capital of the Company, with a nominal value of RMB1.00 each, which are subscribed for and paid up in RMB by PRC natural persons or entities established under PRC laws
“H Share(s)”	overseas listed shares in the share capital of the Company with a nominal value of RMB1.00 each, listed on the Main Board of the Stock Exchange and traded in Hong Kong dollars
“Hong Kong”	the Hong Kong Special Administrative Region of the PRC
“Listing Rules”	The Rules Governing the Listing of Securities on the Stock Exchange, as amended from time to time
“PRC”	the People’s Republic of China (excluding, for the purposes of this announcement, Hong Kong, the Macau Special Administrative Region and Taiwan)

“Project”	the project of the digital and intelligent integration and enhancement of the grain storage and transportation systems already constructed, as well as the Rizhao Port Grain Base currently under construction in Shijiu port area in Rizhao port
“Rizhao Port Grain Base”	the construction project of building 41 silos for storing grains, reconstructing the pier and building ancillary infrastructure at Shijiu port area in Rizhao port
“RMB”	Renminbi, the lawful currency of the PRC
“SDP Technology Group”	Shandong Port Technology Group Co., Ltd.* (山東港口科技集團有限公司), a company incorporated in the PRC with limited liability
“SDP Technology Rizhao”	Shandong Port Technology Group Rizhao Co., Ltd.* (山東港口科技集團日照有限公司), a company incorporated in the PRC with limited liability and a non-wholly owned subsidiary of Shandong Port Group
“Shandong Port Group”	Shandong Port Group Co., Ltd. (山東省港口集團有限公司), a company incorporated in the PRC with limited liability and a state-owned enterprise ultimately controlled by Shandong Provincial State-owned Assets Supervision and Administration Commission
“Share(s)”	share(s) of the Company, comprising the Domestic Shares and the H Shares
“Shareholder(s)”	the holder(s) of the Share(s)
“Stock Exchange”	The Stock Exchange of Hong Kong Limited

By Order of the Board
Rizhao Port Jurong Co., Ltd.
Zhou Tao
Chairman

Rizhao, PRC, 28 March 2025

As at the date of this announcement, the Board comprises Mr. Zhou Tao as Chairman and non-executive Director; Mr. Chen Zhou as the executive Director; Mr. Seow Kok Leong Terence, Ms. Tien Siew Wan, Mr. Fang Lei and Ms. Liu Rong as non-executive Directors; and Mr. Zhang Zixue, Mr. Lee Man Tai and Mr. Wu Xibin as independent non-executive Directors.

* For identification purpose only