

Stock code: 601668

Abbreviation: CSCEC

No.: Interim 2025-024



中國建築股份有限公司
CHINA STATE CONSTRUCTION ENGRG.CORP.LTD

Announcement on Profit Distribution in 2024

The Board of Directors of the Company and each member of the Board of Directors guarantee that the contents of the public announcement contain no false or misleading statements or major omission, and they are jointly and severally liable for the truthfulness, accuracy and completeness of the said contents.

Important Notice:

- Ratio per share: cash dividend of RMB 0.2715 (tax inclusive) per share.
- Profit distribution is based on the total equities registered on the equity registration date of the implementation of equity distribution. The date will be specified in the announcement on the implementation of equity distribution.
- The dividend per share will remain unchanged, and the total distribution amount will be adjusted accordingly, in the event of a change in its total equities prior to the record date for equity distribution. Details of the adjustments will be announced separately.
- The Company has not triggered any of the circumstances that may trigger other risk warnings, as set forth in Article 9.8.1, Paragraph 1, Item (8) of the Rules Governing the Listing of Stocks on the Shanghai Stock Exchange (Revised in April 2024) (hereinafter referred to as the "Stock Listing Rules").

I. Contents of the Profit Distribution Plan

(I) Basics Information

As audited by Ernst & Young Hua Ming LLP (Special General Partnership), as of December 31, 2024, the net profit of China State Construction Engineering Corporation Limited (the "Company") available for distribution to common shareholders was RMB 56.433 billion. As adopted by the Board of Directors, the Company's 2024 profit distribution plan is as follows:

The Company intends to distribute cash dividends of RMB 2.715 per 10 shares (tax inclusive) to all common shareholders. As of the reporting date, based on the total equities of 41,320,390,444 shares of the Company, the total cash dividend approximated RMB 11.298 billion (tax inclusive). The Company's cash dividends this year accounted for 24.29% of the net profit attributable to shareholders of the Company in the consolidated statement. The dividend per share will remain unchanged, and the total cash dividend will be adjusted accordingly, in the event of a change in its total equities prior to the record date for equity distribution. Details of the adjustments will

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be announced separately.

The Company places great emphasis on shareholder returns and remains committed to the pursuit of high-quality development. Taking into full account our operational performance, long-term strategic plan, and the overall interests of shareholders, we have maintained a stable dividend per share in 2025 and strive to create greater value for shareholders.

The profit distribution plan was considered and approved at the 15th meeting of the fourth Board of Directors and is subject to the consideration and approval by the 2024 Annual Shareholders' Meeting of the Company.

(II) Circumstances That May Trigger Other Risk Warnings

Item	2025	2024	2023
Total cash dividend (Unit: '000 yuan)	11,218,486	11,297,736	10,596,831
Cumulative amount spent on repurchase and cancellation (Unit: '000 yuan)	/	/	/
Net profit attributable to shareholders of the Company (Unit: '000 yuan)	46,187,099	54,264,173	50,950,301
Cumulative undistributed profit of the parent company at year-end (Unit: '000 yuan)	56,433,139		
Total cash dividend over the past three fiscal years (Unit: '000 yuan)	33,113,053		
Whether the total cash dividend over the past three fiscal years is below RMB 50 million	No		
Cumulative amount spent on repurchase and cancellation over the past three fiscal years (Unit: '000 yuan)	/		
Annual average net profit over the past three fiscal years (Unit: '000 yuan)	50,467,191		
Total cash dividend and cumulative amount spent on repurchase and cancellation over the past three fiscal years (Unit: '000 yuan)	33,113,053		
Cash dividend ratio (%)	65.61		
Whether the cash dividend ratio is below 30%	No		
Whether there are any circumstances that may trigger other risk warnings, as set forth in Article 9.8.1, Paragraph 1, Item (8) of the Stock Listing Rules"	No		

II. Explanation of the Lower-than-30% Cash Dividend Ratio This Year

During the Reporting Period, the net profit attributable to shareholders of the Company in the consolidated statement was RMB 46.187 billion, the cumulative undistributed profit of the parent company was RMB 56.433 billion, and the total cash dividend to be

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distributed by the Company was about RMB 11.218 billion (tax inclusive), accounting for 24.29% of the net profit attributable to shareholders of the listed company this year. The ratio of the cash dividend to be distributed by the Company this year to the net profit attributable to shareholders of the listed company is less than 30%. The specific reasons are as follows.

(I) Industrial Status Quo and Characteristics

The construction industry operates within a fully competitive market framework. The projects undertaken by the Company are characterized by their significant scale, lengthy production cycles, and substantial funding requirements to sustain daily operations and turnover. The Company has adeptly seized national policy opportunities, propelled its core business forward, constantly enhanced project performance management, expedited innovation endeavors, fortified bottom-line considerations, and actively addressed fierce industry competition.

(II) The Company's Development Stage and Operating Mode

The Company is undergoing a phase of transformation and upgrading. With the gradual adoption of green production methods and construction models, substantial market opportunities are emerging in areas such as energy-efficient buildings, prefabricated construction, and PV architecture, driving the industry towards a greener and more sustainable future. The construction sector is thus embracing new opportunities. In face of new challenges and the need for transformation, we are actively following the strategy of high-quality development and keeping up with new development concept as well as world-class enterprises, so as to constantly improve our global competitiveness and brand influence.

(III) Profitability and Fund Requirements of the Company

Since the Company went public, its return on net assets has maintained at a high level in the industry, creating stable return on investment for its shareholders. As the Company steps up efforts in reform and innovation, it needs to increase input in innovative business and new technologies. Additionally, the Company needs to appropriately accumulate retained earnings to support its ongoing development and enhance its overall value, aligning with the long-term interests of the shareholders.

(IV) Reasons for the Company to Retain a Certain Percentage of Undistributed Profit

Both now and in the foreseeable future, the market will present a mix of challenges and opportunities. Retaining earnings will enhance our ability to navigate potential risks. The retained earnings accumulated by the Company over the years belong to all investors. The Company will continue to improve the efficiency of capital operations, elevate its overall profitability, and offer more generous returns to the investors in the future.

(V) Exact Use of the Retained Undistributed Profit and the Estimated Revenue

The retained undistributed profit will be used by the Company to seize strategic development opportunities, continue to deepen its strategies, strengthen structural adjustment and transformation, and seek new growth points for its business performance. CSCEC has maintained a stable dividend policy over the years, which demonstrates its robust development. The Company will continue to focus on the nation's major strategic deployments and the 14th Five-Year Plan, seizing the strategic

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opportunities in economic development to better reward its shareholders.

(VI) Facilitating Minority Shareholders' Participation in Making Decisions on Cash Dividends

The Company has established and improved its multi-channel investor communication mechanism. Minority shareholders can express their opinions and concerns regarding the cash dividend policy through various channels such as the investor hotline, the Company's mailbox for investor relations, and the SSE E-interactive platform. During the Annual Shareholders' Meeting, minority shareholders can vote on the profit distribution plan online. Additionally, the Company actively addresses the concerns of minority shareholders through cash dividend briefings and other approaches.

(VII) Proposed Measures for Enhancing Investor Returns

According to the *Regulatory Guidelines for Listed Companies No. 3—Distribution of Cash Dividends of Listed Companies*, as well as other laws, regulations, normative documents, and the Company's *Articles of Association*, the Company has increased the transparency and operability of profit distribution decisions to facilitate shareholder supervision of its management and profit distribution. Committed to delivering long-term returns to investors, the Company will further improve its profit distribution plan based on the current macroeconomic situation and major capital expenditure schemes.

III. Decision-making Procedures

(I) The Convening of, Deliberations and Voting Result at the Meeting of the Board of Directors

The Company held the 15th Meeting of the fourth Board of Directors on April 15, 2025, deliberated on and adopted the *Proposal on the 2024 Profit Distribution Plan of CSCEC*, with 7 votes in favour, 0 against, and 0 abstention. The 2024 profit distribution plan complies with the profit distribution policies provided in the *Articles of Association* and the shareholder return plan released by the Company.

(II) Opinions of the Board of Supervisors

The Company held the 6th Meeting of the fourth Board of Supervisors on April 15, 2025, and deliberated on and adopted the *Proposal on the 2024 Profit Distribution Plan of CSCEC*, with 5 votes in favour, 0 against, and 0 abstention. The Board of Supervisors consider that, the Plan and decision-making procedure are complied with laws and regulations, the *Articles of Association* and internal management requirements in consideration of the capital market expectations, overall cash flow arrangements, etc. It not only enables investors to obtain a reasonable return on investment, but also gives consideration to the Company's production and operation in light of the long-term interests of the Company and all shareholders. It is agreed to submit this Plan to the Shareholders' Meeting for deliberation.

IV. Risk Reminder

1. This Plan fully reflects the industrial characteristics, the Company's development stage, its own operating mode, and its future fund needs, and will not have a significant impact on the Company's operational cash flow, nor will it affect the Company's normal operations and long-term development.

2. The *Proposal on 2024 Profit Distribution Plan* should still be submitted to the Company's 2024 Annual Shareholders' Meeting for deliberation and approval before

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implementation.

3. Media outlets designated by the Company for information disclosure are China Securities Journal, Shanghai Securities News, Securities Daily, Securities Times, and Shanghai Stock Exchange Website (www.sse.com.cn). Relevant information is subject to announcements published in the above-mentioned designated media outlets. All investors are kindly advised to take heed of the information.

The above is hereby announced.

The Board of Directors of China State Construction Engineering Corporation Limited
April 15, 2025