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中国建筑股份有限公司
CHINA STATE CONSTRUCTION ENGRG.CORP.LTD

Announcement on the Proposed Increase of External Guarantee Quota in 2025

Important Notice:

- According to the *Proposal on Guarantee Quota in 2025 of CSCEC* reviewed and adopted at the 15th meeting of the fourth Board of Directors, the Company will provide an additional external guarantee of RMB 20.6 billion for its wholly-owned and majority-owned subsidiaries in 2025. In addition, its wholly-owned and majority-owned subsidiaries will provide an additional external guarantee of RMB 174.4 billion for their respective subsidiaries and participating companies, as well as an additional mortgage guarantee of RMB 160 billion for individual property owners.
- The Proposal shall be submitted to the 2024 annual shareholders' meeting of the Company for review.
- No external guarantee of the Company was found overdue.

I. Overview of additional external guarantees to be provided in 2025

China State Construction Engineering Corporation Limited (hereinafter, the "Company") deliberated on and adopted the *Proposal on Guarantee Quota in 2025 of CSCEC* at the 15th meeting of the fourth Board of Directors on April 15, 2025. The details are as follows:

(I) Additional external guarantee provided by the Company to its wholly-owned and majority-owned subsidiaries

The Company intends to extend an extra external guarantee amounting to RMB 20.6 billion for its wholly-owned and majority-owned subsidiaries. This includes an additional financing guarantee of RMB 6.6 billion and an additional operational guarantee of RMB 14.0 billion. Furthermore, it plans to allocate RMB 13.5 billion in guarantees for entities with a debt-to-asset ratio equal to or above 70%, and an additional RMB 7.1 billion in guarantees for those with a debt-to-asset ratio below 70%. The details are as follows:

Unit: RMB 100,000,000

Type of guarantee	**Type of the guaranteed entity**	**Guaranteed entity**	**Additional external guarantee**
Financing guarantee	The guaranteed entity with a debt-to-asset ratio above 70% (inclusive)	CSCEC International Operations, China Construction Infrastructure Co., Ltd., China Construction First Group Corporation Limited, China Construction Second Engineering Division Corp. Ltd., China Construction Third Engineering Division Corp. Ltd., China Construction Fourth Engineering Division Corp. Ltd., China Construction Fifth Engineering Division Corp. Ltd., China Construction Sixth Engineering Division Corp. Ltd., China Construction Seventh Engineering Division Corp. Ltd., China Construction Eighth Engineering Division Corp. Ltd., CSCEC Xinjiang Construction & Engineering (Group) Co., Ltd., CSCEC Mediterranean, and other subsidiaries wholly or majority-owned by CSCEC.	56
	The guaranteed entity with a debt-to-asset ratio below 70%	CSCEC Algeria, CSCEC Morocco, BETOM Design Institute, and other subsidiaries wholly or majority-owned by CSCEC	10
	Total		**66**
Operation guarantee	The guaranteed entity with a debt-to-asset ratio above 70% (inclusive)	China Construction America, China Construction Oceania, CSCEC Mediterranean, and other subsidiaries wholly-owned or held by CSCEC	79
	The guaranteed entity with a debt-to-asset ratio below 70%	CSCEC Algeria, CSCEC Morocco, BETOM Design Institute, and other subsidiaries wholly or majority-owned by CSCEC	61
	Total		**140**

(II) Additional external guarantee provided by wholly-owned and majority-owned subsidiaries of the Company to their subsidiaries and participating companies

The wholly-owned and majority-owned subsidiaries plan to provide an additional external guarantee of RMB 174.4 billion for their subsidiaries and participating companies, including an additional financing guarantee of 113.4 billion and an additional operation guarantee of RMB 61.0 billion. They also plan to allocate RMB 156.4 billion guarantee for their wholly-owned and majority-owned subsidiaries and RMB 18.0 billion guarantee for their participating companies. The details are as follows:

1. An additional financing guarantee provided by wholly-owned and majority-owned subsidiaries for their subsidiaries and participating companies

Unit: RMB 100,000,000

No.	Guarantor	An additional financing guarantee for wholly-owned and majority-owned subsidiaries	An additional financing guarantee for participating companies
1	China Overseas Holdings Limited	600	100
2	China State Construction Engineering International Co., Ltd.	15	0
3	China Construction First Group Corporation Limited	50	0
4	China Construction Second Engineering Division Corp. Ltd	60	0
5	China Construction Third Engineering Division Corp. Ltd	20	30
6	China Construction Fourth Engineering Division Corp. Ltd	15	0
7	China Construction Fifth Engineering Division Corp. Ltd	25	0
8	China Construction Sixth Engineering Division Corp. Ltd	2	0
9	China Construction Seventh Engineering Division Corp. Ltd	15	0
10	China Construction Eighth Engineering Division Corp. Ltd	76	30
11	China Construction America	0	0
12	China Construction (South Pacific) Development Co Pte Ltd.	0	20
13	China State Construction Development Co., Ltd.	6	0
14	China Construction Fangcheng Investment & Development Group Co., Ltd.	5	0
15	China Construction Communications Engineering Group Co., Ltd.	3	0
16	China State Decoration Group Co., Ltd.	10	0
17	China Construction Science and Industry Corporation Ltd.	9	0
18	China Construction Industrial & Energy Engineering Group Co., Ltd.	5	0
19	China West Construction Group Co., Ltd.	14	0
20	China Construction Science & Technology Group Co., Ltd.	2	0
21	Flexible amount	22	0
Total		**954**	**180**

Note: In principle, the wholly-owned and majority-owned subsidiaries of the Company shall provide financing guarantees to companies in which they hold equity interest in proportion to their ownership percentage.

2. Additional operation guarantee provided by wholly-owned and majority-owned subsidiaries of CSCEC for their wholly-owned and majority-owned subsidiaries

Unit: RMB 100,000,000

No.	Guarantor	Additional operation guarantee provided for wholly-owned and majority-owned subsidiaries
1	China Overseas Holdings Limited	350
2	China State Construction Engineering International Co., Ltd.	40
3	China Construction First Group Corporation Limited	10
4	China Construction Second Engineering Division Corp. Ltd	6
5	China Construction Third Engineering Division Corp. Ltd	60
6	China Construction Fourth Engineering Division Corp. Ltd	20
7	China Construction Fifth Engineering Division Corp. Ltd	0
8	China Construction Sixth Engineering Division Corp. Ltd	5
9	China Construction Seventh Engineering Division Corp. Ltd	20
10	China Construction Eighth Engineering Division Corp. Ltd	40
11	China Architecture Design & Research Group	2
12	China State Construction Development Co., Ltd.	4
13	China State Decoration Group Co., Ltd.	18
14	China Construction Industrial & Energy Engineering Group Co., Ltd.	15
15	China Construction Science & Technology Group Co., Ltd.	10
16	Flexible amount	10
Total		**610**

(III) Additional mortgage guarantee provided by wholly-owned and majority-owned subsidiaries of the Company for individual property owners

The wholly-owned and majority-owned subsidiaries of the Company plan to provide an additional mortgage guarantee of RMB 160 billion for commercial housing purchasers.

The guarantee is provided by the Company's wholly-owned and majority-owned subsidiaries for commercial housing purchasers under a mortgage with a bank, secured by the commercial housing being purchased. As part of the normal business operation of the Company, provision of this kind of guarantee brings little risk to the Company.

(IV) Additional information

The additional external guarantee provided by the Company to its wholly-owned and majority-owned subsidiaries with a debt-to-asset ratio above 70% (inclusive) may be used interchangeably, and the additional external guarantee provided by the Company to its wholly-owned and majority-owned subsidiaries with a debt-to-asset ratio below 70% may also be used interchangeably. The additional external guarantee provided by wholly-owned and majority-owned subsidiaries of the Company for their wholly-owned and majority-owned subsidiaries may be used interchangeably.

The above external guarantee shall be subject to the amounts approved by the shareholders' meeting of the Company, and shall take effect from the date of approval by the shareholders' meeting, until the date of the next annual shareholders' meeting. The previously approved guarantee limits that are still valid but remain unused will be directly deducted from the guarantee limits allocated for the current period.

In principle, the Company and its subsidiaries are prohibited from providing guarantees for any entities other than those mentioned above. However, in exceptional circumstances, the provision of such guarantee shall be subject to approval by both the Board of Directors and the shareholders' meeting.

II. Basic Information of the Guaranteed Party

The guaranteed parties as mentioned above include the wholly-owned and majority-owned subsidiaries of the Company (see the appendix for details) and their subsidiaries, as well as qualified commercial housing purchasers.

III. Signing of the Guarantee Agreement

Each guarantee to be provided within the annual amount approved by the shareholders' meeting of the Company shall be strictly reviewed and approved according to the set internal procedures. For each approved guarantee, a guarantee agreement and other relevant legal documents shall be signed by or on behalf of the Chairman of the guarantor company.

IV. Necessity and Rationality of Guarantees

The additional guarantee quotas for the Company and its wholly-owned and majority-owned subsidiaries are primarily intended to meet the needs of daily operations and business development. These guarantees play an irreplaceable role in reducing financing costs, securing projects, and accelerating real estate sales, thereby supporting the high-quality development of the Company. Before offering any guarantees, the Company and its wholly-owned and majority-owned subsidiaries should strictly adhere to internal approval procedures to effectively control guarantee-related risks.

V. Opinions of the Board of Directors

On April 15, 2025, the 15th meeting of the fourth Board of Directors of the Company deliberated on and approved the *Proposal on Guarantee Quota in 2025 of CSCEC*, and agreed to submit the proposal to the shareholders' meeting for consideration.

VI. Cumulative number of external guarantees and overdue guarantees

As of December 31, 2024, the balance of external guarantees (excluding mortgage guarantees provided for individual property owners) provided by the Company and its wholly-owned and majority-owned subsidiaries amounted to RMB 250.6 billion, accounting for 54.23% of the latest audited net assets attributable to the parent company. In particular, the balance of external guarantees (excluding mortgage guarantees provided for individual property owners) provided by the Company and its wholly-owned and majority-owned subsidiaries to their wholly-owned and majority-owned subsidiaries amounted to RMB 235.6 billion, accounting for 50.95% of the Company's latest audited net assets attributable to the parent company. The balance of mortgage guarantees provided by the Company for commercial housing purchasers was RMB 94.7 billion. No external guarantee of the Company was found overdue.

VII. List of Documents for Future Review

1. Resolutions of the15th Meeting of the Fourth Board of Directors of CSCEC

The above is hereby announced.

The Board of Directors of China State Construction Engineering Corporation Limited

April 15, 2025

Basic Information of the Guaranteed Party

(Data at 2024 year-end, Unit: RMB 100 million)

No.	Name of the guaranteed party	Relationship with the guarantor	Place of registration	Legal representative	Business scope	Total assets	Total liabilities	Net assets	Net profit	Revenue	Significant contingencies that affect the solvency of the guaranteed party
1	China Overseas Holdings Limited	Wholly-owned	Hong Kong	N/A	Construction, real estate development and infrastructure investment	10,824.72	7,053.67	3,771.06	244.80	2,995.13	Nil
2	China State Construction Engineering International Co., Ltd.	Wholly-owned	Beijing	Gao Bo	Construction and infrastructure investment	124.68	85.51	39.17	1.99	76.58	Nil
3	China Construction Infrastructure Co., Ltd.	Wholly-owned	Beijing	Tian Qiang	Construction, real estate development, building equipment & materials and infrastructure investment	593.75	354.17	239.59	7.01	213.27	Nil
4	China Construction First Group Corporation Limited	Wholly-owned	Beijing	Zuo Qiang	Construction and infrastructure investment	1,276.13	981.26	294.87	35.62	1,541.25	Nil
5	China Construction Second Engineering Division Corp. Ltd	Wholly-owned	Beijing	Shi Yu	Construction and infrastructure investment	1,895.35	1,542.25	353.11	32.01	1,686.97	Nil
6	China Construction Third Engineering Division Corp. Ltd	Wholly-owned	Wuhan, Hubei	Chen Weiguo	Construction and infrastructure investment	4,014.69	3,131.70	882.99	117.29	4,250.67	Nil
7	China Construction Fourth Engineering Division Corp. Ltd	Wholly-owned	Guangzhou, Guangdong	Yi Wenquan	Construction and infrastructure investment	1,717.22	1,494.92	222.30	7.58	1,295.15	Nil
8	China Construction Fifth Engineering Division Corp. Ltd	Wholly-owned	Changsha, Hunan	Tian Weiguo	Housing construction, infrastructure construction, investment and real estate development	1,975.54	1,553.93	421.61	32.42	1,834.88	Nil

9	China Construction Sixth Engineering Division Corp. Ltd	Wholly-owned	Tianjin	Wang Jin	Construction and infrastructure investment	811.79	652.19	159.61	7.16	708.99	Nil
10	China Construction Seventh Engineering Division Corp. Ltd	Wholly-owned	Zhengzhou, Henan	Guo Jianjun	Construction and infrastructure investment	2,072.80	1,830.08	242.72	5.87	1,262.50	Nil
11	China Construction Eighth Engineering Division Corp. Ltd	Wholly-owned	Shanghai	Zhou Kezhang	Construction and infrastructure investment	4,017.30	3,069.95	947.35	128.76	4,814.38	Nil
12	CSCEC Xinjiang Construction & Engineering (Group) Co., Ltd.	Majority-owned	Urumqi, Xinjiang	Xu Aijie	Construction and infrastructure investment	689.77	528.85	160.92	2.59	457.50	Nil
13	China Architecture Design & Research Group	Wholly-owned	Beijing	Li Qi	Engineering prospecting and design	34.12	27.33	6.79	0.10	13.13	Nil
14	China Southwest Architectural Design and Research Institute Corp. Ltd	Wholly-owned	Chengdu, Sichuan	Chen Yong	Engineering prospecting and design	100.74	67.73	33.01	4.12	72.09	Nil
15	China Construction America	Wholly-owned	The U.S.	N/A	Construction management, general contracting, real estate development, etc.	75.56	70.09	5.47	-16.9	49.98	Nil
16	China Construction (South Pacific) Development Co Pte Ltd.	Wholly-owned	Singapore	N/A	Construction and related business	87.04	56.37	30.67	0.35	80.21	Nil
17	China Construction Middle East Co., Ltd.	Wholly-owned	UAE	N/A	Construction	83.43	78.50	4.93	0.04	58.72	Nil
18	China State Construction Development Co., Ltd.	Wholly-owned	Beijing	Ma Hesheng	Construction and green and environmental protection	100.02	64.19	35.82	1.65	16.04	Nil
19	China Construction Fangcheng Investment & Development Group Co., Ltd.	Wholly-owned	Beijing	Zhou Yukun	Level 1 land development, investment and operations, etc.	548.69	359.61	189.08	9.09	89.86	Nil

20	China Construction Communications Engineering Group Co., Ltd.	Wholly-owned	Beijing	Cheng Xianyong	Construction, investment and management	256.97	224.40	32.57	1.65	127.51	Nil
21	China State Decoration Group Co., Ltd.	Wholly-owned	Beijing	Yuan Wenqing	Construction and decoration	218.17	199.50	18.66	1.46	210.95	Nil
22	China Construction Science and Industry Corporation Ltd.	Wholly-owned	Shenzhen, Guangdong	Wu Hongtao	Steel frame and construction contracting project	392.11	310.11	82.00	7.47	400.20	Nil
23	China Construction Industrial & Energy Engineering Group Co., Ltd.	Wholly-owned	Nanjing, Jiangsu	Wang Jun	Construction and installation engineering	216.29	154.85	61.44	8.34	297.53	Nil
24	China West Construction Group Co., Ltd.	Majority-owned	Urumqi, Xinjiang	Zhang Weicheng	Production and sale of high-performance ready-mixed concrete and raw materials, as well as research, development and promotion of new technologies and processes	334.98	227.80	107.19	-2.21	203.47	Nil
25	China Construction Harbour and Channel Engineering Bureau Group Co., Ltd.	Majority-owned	Shanghai	Chen Hao	Construction of ports and waterways, installation and maintenance of port equipment	126.38	93.36	33.01	3.05	124.03	Nil
26	China Construction Science & Technology Group Co., Ltd.	Wholly-owned	Shenzhen, Guangdong	Sun Shidong	General construction contracting, technical services, building materials	129.87	96.14	33.73	1.14	101.25	Nil

Note: The guaranteed entities include, but are not limited to, the main wholly-owned and majority-owned subsidiaries listed in this table.