

BALLAS

C A P I T A L

A subsidiary of Crosby

5/F, Capital Centre
151 Gloucester Road
Wan Chai
Hong Kong

24 October 2023

The Board of Directors
Shandong Hi-Speed Holdings Group Limited
38th Floor, The Centre
99 Queen's Road Central, Central
Hong Kong

The Board of Directors
Shandong Hi-Speed New Energy Group Limited
38th Floor, The Centre
99 Queen's Road Central, Central
Hong Kong

Dear Sir or Madam,

We refer to the valuation report dated 7 September 2023 (the “**Valuation Report**”) prepared by 北京國友大正資產評估有限公司 (China Faith Appraisers Co., Ltd.*) (the “**Independent Valuer**”) in respect of the valuation of the entire equity interest of 天津富歡企業管理諮詢有限公司 (Tianjin Clean Energy Investment Company Limited*) (the “**Target Company**”) as at 30 June 2023 (the “**Valuation**”). Terms used herewith in shall have the same meanings as those defined in the joint announcement of Shandong Hi-Speed Holdings Group Limited (“**SDHG**”) and Shandong Hi-Speed New Energy Group Limited (“**SHNE**”) dated 24 October 2023 (the “**Announcement**”) in relation to the proposed capital increase by an investor in the Target Company.

We note that the Valuation has been prepared partly based on the income approach which identifies the value of the Target Company based on discounted cash flows, and such discounted cash flows (the “**Profit Forecast**”) is regarded as profit forecast under Rule 14.61 of the Listing Rules.

* *For identification purposes only.*

Our responsibility is to express an opinion on the Profit Forecast and to report our opinion to you. We have performed our work to obtain reasonable assurance as to whether the SDHG Directors and the SHNE Directors have made the Profit Forecast, in the form and context in which it is made, after due and careful enquiry. Our work was limited primarily to making inquiries of the management of each of SDHG and SHNE and considering the analyses and assumptions on which the Profit Forecast is based. As the relevant bases and assumptions are about future events which may or may not occur, the actual financial performance of the Target Company may vary from that projected in the Profit Forecast. We are not reporting on the arithmetical calculations of the Profit Forecast and the adoption of the accounting policies thereof, and our work does not constitute any valuation or fairness opinion of the Valuation. We have assumed, without independent verification, the accuracy of the parameters stated in the Profit Forecast or the Valuation Report.

We have also considered the letter addressed to the SDHG Board and the SHNE Board dated 24 October 2023 from Ernst & Young regarding the calculations upon which the Profit Forecast has been made, as set out in the Announcement.

Based on the foregoing and without giving any opinion of the reasonableness of the valuation methods, bases and assumptions applied in the Profit Forecast by the Independent Valuer, for which the Independent Valuer, SDHG and SHNE are responsible, we are satisfied that the Profit Forecast included in the Valuation Report, for which you as the SDHG Directors or the SHNE Directors are solely responsible, has been made by you after due and careful enquiry.

Our opinion has been given for the sole purpose of compliance with Rule 14.62(3) of the Listing Rules and for no other purpose.

Yours faithfully,
For and on behalf of
Ballas Capital Limited



Alex Lau
Managing Director



Heidi Cheng
Managing Director