Kunming Dianchi Water Treatment Co., Ltd.
昆明滇池水務股份有限公司

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

(Stock Code: 3768)

INSIDE INFORMATION
CHANGE IN SHARES HELD BY CONTROLLING SHAREHOLDER

This announcement is made by Kunming Dianchi Water Treatment Co., Ltd. (the "**Company**", together with its subsidiaries, the "**Group**") pursuant to Rule 13.09 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited and the inside information provisions under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

References are made to the announcements of the Company dated 26 May 2026 and 16 June 2026, respectively (the "**Announcements**") in relation to the Judicial Auction of 58,000,000 shares of the Company (accounting for approximately 5.64% of the total number of shares of the Company) (the "**Subject Matter**") held by Kunming Dianchi Investment, the controlling shareholder of the Company, was conducted on the JD.com Judicial Auction Online Platform from 15:00 on 15 June 2026 to 15:00 on 16 June 2026; and the conclusion of the online auction process for the Subject Matter on 16 June 2026, with Kunming Water Group Co., Ltd.* (昆明市水務集團有限責任公司) ("**Kunming Water Group**") being the successful bidder. Unless otherwise defined, capitalized terms used herein shall have the same meanings as those defined in the Announcements.

The Company has recently received the Notice Letter Regarding the Acquisition of 58,000,000 Shares of Kunming Dianchi Water Treatment Co., Ltd. through Judicial Auction* (《關於通過司法拍賣取得昆明滇池水務股份有限公司5,800萬股股票的告知函》) from Kunming Water Group (the "**Notice Letter**"), together with the accompanying Letter of Decision on Enforcement from the People's Court of Sichuan Pilot Free Trade Zone* (《四川自由貿易試驗區人民法院執行裁定書》) (the "**Letter of Decision on Enforcement**"). As stated in the Notice Letter and the Letter of Decision on Enforcement, the court ruled that:

58,000,000 shares of the Company (accounting for approximately 5.64% of the total number of shares of the Company) held by Kunming Dianchi Investment shall be owned by the buyer, Kunming Water Group. The ownership shall be transferred to Kunming Water Group upon delivery, and the transfer of ownership shall take effect from the date when the Letter of Decision on Enforcement is served on Kunming Water Group. According to the Notice Letter, Kunming Water Group received the Letter of Decision on Enforcement on 17 July 2026.

The buyer, Kunming Water Group, may proceed with the registration of transfer of relevant property rights with the registration authority by presenting the Letter of Decision on Enforcement. Any taxes and fees arising from the transfer shall be borne in accordance with the law. Upon issuance of the new property rights certificate to the buyer, Kunming Water Group, the original relevant share registration certificates (documents) shall become void.

The freeze measures imposed by the People's Court of Sichuan Pilot Free Trade Zone and other courts on the Subject Matter, as well as any existing security interests and other priority rights over the Subject Matter, shall be extinguished by virtue of the Judicial Auction. The Letter of Decision on Enforcement shall become legally effective upon service.

Upon completion of the transfer of ownership of the Subject Matter, the number of shares of the Company held by Kunming Dianchi Investment will be reduced to 388,889,209 shares (accounting for approximately 37.79% of the total number of shares of the Company), Kunming Dianchi Investment will remain as the controlling shareholder of the Company, and all remaining shares of the Company held by it are subject to pledge/judicial freeze. For details, please refer to the Company's announcements dated 1 September 2023, 19 September 2023, 4 January 2024, 14 June 2024, 11 December 2024, 22 April 2025 and 4 November 2025.

To the best of the knowledge, information and belief of the Directors of the Company having made all reasonable enquiries, Kunming Water Group is 100% owned by the State-owned Assets Supervision and Administration Commission of the Kunming People's Government.

As far as the Company is aware, Kunming Water Group is in the process of completing the registration of transfer of the Subject Matter.

Shareholders and investors of the Company are advised to exercise caution when dealing in the securities of the Company.

By order of the Board
Kunming Dianchi Water Treatment Co., Ltd.
Mu Yong
Chairperson and executive Director

Kunming, the PRC, 27 July 2026

As at the date of this announcement, the Board comprises Mr. Mu Yong, Mr. Ma Shuo and Ms. Lian Zhaoju, as executive Directors; Ms. Ding Heng, Ms. Cheng Yijing and Ms. Gao Yuan, as non-executive Directors; and Mr. Zha Guiliang, Ms. Fu Jifang and Dr. Chan Ho Wah Terence, as independent non-executive Directors.

* *for identification purpose only*