

China Yangtze Power Co., Ltd.
Announcement on Change of Financial Report
Auditors

This Announcement has been prepared in Chinese and English respectively. In case of any discrepancy in the understanding of the Chinese and English versions, the Chinese version shall prevail. The Company shall not be liable for any loss arising from misunderstanding of the English version.

Important Notes:

- Name of the proposed accounting firm: Da Hua Certified Public Accountants (Special General Partnership)
- Name of the formerly appointed accounting firm: ShineWing Certified Public Accountants LLP

I. Basic Information of the Proposed Accounting Firm

(I) Profile

1. Basic Information

Name: Da Hua Certified Public Accountants (Special General Partnership)

Date of establishment: 9 February 2012 (changed from Da Hua Certified Public Accountants Co., Ltd. to Da Hua Certified Public Accountants (Special General Partnership))

Type of organization: Special general partnership

Registered address: Room 1101, Building 7, Yard 16, West Fourth Ring Middle

Road, Haidian District, Beijing

Principle partner: Liang Chun

Number of partners as of 31 December 2021: 264

Number of certified public accountants as of 31 December 2021: 1,481, of which:
Number of certified public accountants who have signed auditor's reports for securities services: 929

Total business revenue in 2020: 2,520,553,200 yuan

Number of listed companies audited in 2020: 376

Major industries: manufacturing, information transmission software and information technology services, real estate, wholesale and retailing, and construction

Total audit fees for annual reports of listed companies in 2020: 417,257,200 yuan

Number of listed companies audited in the same industry: 6

2. Investor protection capability

The sum of the accrued occupational risk funds and the accumulated indemnity limit of purchased occupational insurance is more than 700 million yuan. Occupational insurance is purchased in accordance with the relevant regulations. There is no civil liability caused by the civil suit related to its practice for Da Hua Certified Public Accountants in the past three years.

3. Credit record

In the past three years, Da Hua Certified Public Accountants has been subject to 0 criminal penalties, 1 administrative penalty, 27 supervisory and management measures, 0 self-regulatory measures and 2 disciplinary sanctions for its practice. And a total of 79 employees have been subject to 0 criminal punishment, 1 administrative punishment, 38 supervision and management measures, 1 self-discipline supervision measure and 3

disciplinary sanctions for their practice.

(II) Project Information

1. Basic Information

(1) Engagement partner: Hao Lijiang

Hao Lijiang became a certified public accountant in April 2001, began to engage in auditing listed companies in 2000, and began to practice in the firm in December 2012. He started to provide audit services for the Company in 2022 and signed 10 auditor's reports of listed companies in the past three years.

(2) Signing CPA: Shen Yanbo

Shen Yanbo became a certified public accountant in June 2014, began to engage in auditing listed companies in 2005, and began to practice in the firm in February 2012. He started to provide audit services for the Company in 2022 and signed 9 auditor's reports of listed companies in the past three years.

(3) Project quality control reviewer: Xiong Yaju

She became a certified public accountant in June 1999, began to engage in auditing listed companies and quoted companies in January 1997, began to practice in our firm in February 2012, and began to engage in reviewing in January 2013. In the past three years, she reviewed more than 50 auditor's reports of listed companies and quoted companies.

2. Credit record

No criminal penalties, administrative penalties and supervisory and management measures by the SFC and its dispatching agencies and industry authorities, or self-regulatory measures and disciplinary actions by the stock exchange, industry associations and other self-regulatory organizations are imposed on Shen Yanbo, the

signing CPA, and Xiong Yaju, the project quality control reviewer in their practice in the past three years.

Mr. Hao Lijiang, the signing engagement partner, was subject to administrative supervision measures of issuing warning letters by the China Securities Regulatory Commission Beijing Bureau because of Baofeng Group Co., Ltd., as follows:

Name	Date of the treatment and punishment	Type of the treatment and punishment	Implementation organization	Reason and description of the treatment and punishment
Hao Lijiang	2020-2-12	Administrative Supervision Measures	China Securities Regulatory Commission Beijing Bureau	Mr. Hao Lijiang was subject to the administrative supervision measures of issuing warning letters for the audit of the 2018 annual report of Baofeng Group Co., Ltd.

3. Independence

Da Hua Certified Public Accountants, its engagement partner, its signing CPA, and its project quality control reviewer are able to be independent in auditing the Project.

4. Audit charge

The Company's audit cost for the current period will be 3.05 million yuan, which is determined according to the professional skills, nature of work and workload required by the accounting firm to provide audit services, and based on the number of workers and days required and the charge standard for each person per day.

II. Information on the Proposed Change of Accounting Firms

(I) Information of the former accounting firm and audit opinions for last year

ShineWing Certified Public Accountants LLP, the Company's former auditor, has provided audit services for the Company for 6 consecutive years and has issued a standard unqualified auditor's report for the Company in 2021. The Company has never dismissed the ShineWing Certified Public Accountants LLP after entrusting it to carry out some audit work.

During the period of providing audit services for the Company, ShineWing Certified Public Accountants LLP adhered to the principle of independent audit, diligently performed its duties, issued audit opinions in a fair and independent manner, reflected the financial statements of the Company objectively, impartially and accurately, effectively fulfilled its duties as an auditor, and safeguarded the legitimate equity of the Company and its shareholders from a professional perspective. The Board of Directors of the Company would like to express its sincere gratitude to ShineWing Certified Public Accountants LLP for its hard work during it provided the audit service to the Company.

(II) Reasons for the proposed change of accounting firms

In view of the fact that ShineWing Certified Public Accountants LLP has provided audit services for the Company for 6 consecutive years and the service contract period has expired, comprehensively considering the business development needs of the Company, we intend to appoint Da Hua Certified Public Accountants as the auditor of the Company's 2022 annual financial report in order to better ensure the independence and objectivity of the audit.

(III) Communications between listed companies and their former and newly-appointed accounting firms

The Company has communicated with the formerly appointed accounting firm

about the change of accounting firm and the firm has no objection to the change. The accounting firm to be appointed by the Company has communicated with the formerly appointed accounting firm, and both firms will effectively carry out the relevant communication and cooperation in accordance with the relevant requirements of the *Auditing Standards for Certified Public Accountants of China No. 1153 - Communications between Predecessor and Successor CPAs*.

III. Procedures for Proposed Change of Accounting Firms

(I) Opinions of the Audit Committee

The Audit Committee of the Board of Directors believes that Da Hua Certified Public Accountants is qualified to audit securities and futures-related businesses, can meet the requirements of the Company's financial report audit, and can audit the Company's financial position independently, objectively and impartially. Therefore, it is agreed to propose to the Board of Directors to employ the Da Hua Certified Public Accountants as the auditor of the Company's 2022 financial report.

At the 1st Meeting of the Audit Committee of the sixth Board of Directors, the Company deliberated and adopted the *Proposal on Appointment of the Company's 2022 Annual Financial Report Auditors*, and agreed to appoint Da Hua Certified Public Accountants as its 2022 annual financial report auditor.

(II) Opinions of independent directors

The Proposal on Appointment has been approved by the Company's independent directors before being submitted to the Board of Directors for deliberation. The Company's independent directors expressed their independent comments as follows:

Da Hua Certified Public Accountants has the qualification for relevant business, can meet the requirements of the Company's financial audit, and can audit the

Company's financial position independently, objectively and impartially. The Company's decision-making procedures for the appointment of Da Hua Certified Public Accountants are governed by the relevant laws and regulations and the Company's Articles of Association, without any damage to the interests of the Company and its shareholders.

(III) Opinions of the Board

At the 4th Meeting of the sixth Board of Directors, the Company deliberated and adopted the *Proposal on Appointment of the Company's 2022 Annual Financial Report Auditors*, and decided to appoint Da Hua Certified Public Accountants as its 2022 annual financial report auditor and submitted the Proposal to the general meeting of shareholders for deliberation.

(IV) The Proposal on Appointment shall be submitted to the Company's general meeting of Shareholders for deliberation and shall come into effect from the date of adoption at the Company's general meeting of Shareholders.

It is hereby announced.

Board of Directors of China Yangtze Power Co., Ltd.

27 April 2022