

*Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.*



## 成都四威科技股份有限公司

### CHENGDU SIWI SCIENCE AND TECHNOLOGY COMPANY LIMITED

*(Formerly known as “Chengdu PUTIAN Telecommunications Cable Company Limited 成都普天電纜股份有限公司”)*

*(a sino-foreign joint stock company incorporated in the People’s Republic of China)*

*(Stock Code: 1202)*

## SUPPLEMENTAL ANNOUNCEMENT CONTINUING CONNECTED TRANSACTIONS IN RELATION TO THE SUMITOMO FRAMEWORK PURCHASE AGREEMENT

Reference is made to the announcement of Chengdu SIWI Science and Technology Company Limited (the “**Company**”) dated 9 December 2022 (the “**Announcement**”) on the continuing connected transactions in relation to the Sumitomo Framework Purchase Agreement. Unless otherwise defined, capitalised terms used in this announcement shall have the same meanings as defined in the Announcement.

This announcement is to provide supplemental information on the pricing basis.

### PRICING BASIS

As disclosed in the Announcement, the selling prices of optical fiber preforms and related equipment, spare parts and related technical services provided by Sumitomo Electric Group to SEI Optical are not fixed and to be determined based on the prevailing market prices which are comparable to the prices offered by independent third parties to SEI Optical and to be agreed between the Parties.

Further details on the pricing basis:

The pricing basis of optical fiber preforms and related equipment, spare parts, shall be determined principally by arm’s length commercial negotiations according to the principles of fairness and reasonableness with reference to factors including: the technical specifications, performance, lead time and batch quantity of the products offered by Sumitomo Electric Group and other independent third-party suppliers; the prevailing average market price determined by taking into account the price offered by Sumitomo Electric Group for similar optical fiber preforms and related equipment, spare parts to the Group’s competitors and the price offered by at least two other comparable independent third-party suppliers that supply similar optical fiber preforms and related equipment, spare parts; and the historical prices of the optical fiber preforms and related equipment, spare parts from recent and previous

transactions, to ensure that price from Sumitomo Electric Group is not higher than the price of optical fiber preforms and related equipment, spare parts of similar technical specifications and performance, paid by SEI Optical to independent third parties.

The pricing basis of related technical services shall also be determined principally by arm's length commercial negotiations according to the principles of fairness and reasonableness with reference to factors including: the technical requirements for the related technical services; the prevailing average market price by taking into account the fees offered by Sumitomo Electric Group and the fees offered by at least two other comparable independent third-party service providers that provide similar related technical services; and the historical fees of related technical services, to ensure that the fees and fee rates of the technical services provided by Sumitomo Electric Group to SEI Optical will be no higher than the fees of similar technical services provided to independent third parties.

As the terms, selling price and fees of the optical fiber preforms and related equipment, spare parts and related technical services shall be determined on the pricing policies stated above, having considered the methods and procedures when determining the basis of the pricing, the Board assess that the terms, selling price and fees are fair and reasonable and on normal commercial terms and are no less favourable than the market level. As disclosed in the Announcement, the independent non-executive Directors shall also regularly monitor the internal controls to safeguard that the transactions are conducted in accordance with the pricing policies and the terms on the agreement.

By order of the Board

**Chengdu SIWI Science and Technology Company Limited**

**Li Tao**

*Chairman*

Chengdu, the PRC, 20 December 2022

As at the date of this announcement, the Board comprises:

**Executive Directors:**

Ms. Li Tao (*Chairman*), Mr. Wu Xiaodong, Mr. Hu Jiangbing,  
Mr. Zhu Rui, Mr. Jin Tao and Mr. Chen Wei

**Independent Non-executive Directors:** Ms. Fu Wenjie, Mr. Zhong Qishui and Mr. Xue Shujin