

Stock code: 601877

Stock name: Chint Electric

No.: Pro 2020-019

Zhejiang Chint Electric Co., Ltd.

Announcement on the completion of all fundraising projects and the use of the remaining raised funds to permanently supplement working capital

The board of directors and all directors of the company guarantee that this announcement does not contain any false records, misleading statements or major omissions.

The website is solely responsible for any omissions and assumes individual and joint responsibility for the authenticity, accuracy and completeness of its contents.

Zhejiang Chint Electric Co., Ltd. (the "Company") held the 11th meeting of the 8th Board of Directors on April 27, 2020.

The 9th meeting of the 8th Board of Supervisors reviewed and approved the "Notice on Completing All Fundraising Projects and Using the Surplus Funds"

The proposal to permanently supplement working capital is as follows:

I. Basic Information on Fund Raised

Approved by the China Securities Regulatory Commission (hereinafter referred to as the "CSRC") with the approval of Document No. 3031 [2016].

Chint Electric issued 248,009,101 RMB common shares (A shares) to specific targets in a non-public offering at a price of RMB

The total amount of funds raised was RMB 436,000.00 million, and the amount of funds raised after deducting the underwriting fee of RMB 31 million was RMB 17.58.

RMB4,329,000,000 has been remitted by Guotai Junan Securities to the company's fundraising supervision account on January 24, 2017.

After the additional external expenses directly related to the issuance of equity securities, such as accounting fees and equity registration fees, amounted to RMB 348,000, the funds raised

The net amount is RMB 4,328,652,000. The above raised funds have been verified by Tianjian Certified Public Accountants (Special General Partnership).

The company obtained the capital verification certificate and issued a capital verification report (Tianjian Verification [2017] No. 27).

In May 2017, the Company deducted the value-added tax corresponding to the additional external expenses directly related to the issuance of equity securities.

The tax of RMB 19,700 was deducted and the capital reserve was increased by RMB 19,700, which increased the actual net amount of funds raised accordingly.

After this adjustment, the net amount of the above-mentioned raised funds is RMB 432,867.17 million.

As of the end of 2019, the company has used a total of RMB 423,111.59 million of raised funds, with a balance of RMB 24,133.02 million.

RMB 143,718,100 (including the net amount of the accumulated bank deposit interest received after deducting bank fees, etc., RMB 143,718,100, and the supplier guarantee

20,000 yuan in funds and 36,200 yuan in own funds).

II. Investment projects of raised funds

The company's supporting funds raised for this transaction amounted to RMB 436,000.00 million, and the planned investment projects were photovoltaic power stations at home and abroad.

projects, domestic residential distributed photovoltaic power station projects and intelligent manufacturing application projects.

At the 17th meeting and the 2017 Annual General Meeting of Shareholders of Chint Electric, some of the investment projects of the raised funds completed the change procedures.

The Board of Supervisors, independent directors and independent financial advisors have expressed clear opinions that the company's investment project for the funds raised in this transaction has been changed to

Domestic ground-mounted and distributed photovoltaic power station projects, domestic residential distributed photovoltaic power station projects and intelligent manufacturing application projects.

As of the end of 2019, the company has used a total of RMB 423,111.59 million of raised funds, with a balance of RMB 24,133.02 million.

The amount was RMB 100 million, mainly due to the uninvested raised funds and the generated

The 11th meeting of the 8th Board of Directors of the Company reviewed and approved the "Notice on the Completion or Termination of Investment Projects with Raised Funds".

The proposal to stop raising funds and use the remaining raised funds to permanently supplement working capital is still subject to the company's 2019 annual general meeting of shareholders.

Will be reviewed and approved.

Since this matter needs to be submitted to the shareholders' meeting for deliberation after being reviewed by the company's board of directors, there is a certain time interval.

The actual amount transferred out of the special account for raised funds after the shareholders' meeting has reviewed and approved it shall prevail.

The specific implementation of the company's raised funds investment projects is as follows:

Serial number	Project Name	Fund raising commitment Total investment	Adjusted total investment	As of the end of the period Amount of investment	Investment Spend(%)
1	Photovoltaic power station projects at home and abroad	316,000.00 243,438.39	226,671.25		-
1.1	Domestic ground-mounted photovoltaic power station projects	248,000.00 195,995.86	196,001.10 100.00		
1.2	Foreign ground-mounted photovoltaic power station projects	46,000.00			
1.3	Domestic industrial and commercial distributed photovoltaic power station project	22,000.00	47,442.53	30,670.15 64.65	
2	Domestic residential distributed photovoltaic power station project	100,000.00 180,000.00	180,036.35 100.02		
3	Intelligent manufacturing application projects	20,000.00	20,000.00	16,403.99 82.02	
	total	436,000.00 443,438.39	423,111.59		-

1. Photovoltaic power station projects at home and abroad

1. Domestic ground-mounted photovoltaic power station projects

The specific situation of domestic ground-mounted photovoltaic power station projects is as follows:

Unit: Ten thousand yuan

Serial number	Project Name	Total project investment	Proposed Fund Raising Investment Amount	As of the end of the period Amount of investment	Remark
1.	Jiayuguan Chint 30MW grid-connected photovoltaic power generation Project	24,000.00	1,121.05	1,121.05	Grid-connected
2.	20MW grid-connected optic-fiber project of 45th regiment of Tumushuke 3rd division Fuzhou power station project	15,767.00 10,000.00		10,000.00	Grid connected
3.	Chint Hancheng 50MW photovoltaic power station project	40,000.00	1,777.78	1,777.78	Project Fund Raising Purpose has changed
4.	Tuquan County 25MW grid-connected photovoltaic power generation project	8,405.00	5,000.00	5,000.00	Grid connected

5.	Yueqing Chint 150MW Agricultural Photovoltaic Complementary Power generation	120,000.00 94,676.72		94,676.72	Expected to be in June 2020 Monthly Grid Connection
6.	project in Ji'an City 50MW agricultural photovoltaic ground Power station	40,000.00 12,955.57		12,955.57	November 2016 net
7.	project: Gansu Aksai Chint 49MW photovoltaic grid-connected Power station	39,200.00	464.73	464.73	Project Fund Raising Purpose has changed
8.	project Chint New Energy Quzhou 160MW photovoltaic Ecological Park	112,484.21 25,000.00		25,000.00	80MW has been connected to the grid
9.	Project Baotou Chint Photovoltaic Power Generation Co., Ltd. Tuyouqi 100MW photovoltaic power generation project	70,061.23 20,000.00		20,001.50	Expected to be in October 2020 Monthly Grid Connection
10.	Jilin Province Baicheng photovoltaic application leading base Project No. 1	56,987.27 25,000.00		25,003.75 Grid connected	
Domestic ground-mounted photovoltaic power station projects		526,904.71 195,995.85	196,001.10		

Among the domestic ground-mounted photovoltaic power station projects, Chint Hancheng 50MW photovoltaic power station project, Gansu Aksai Chint 49MW photovoltaic

The grid-connected power station project has gone through the relevant review procedures in 2018, and the use of the raised funds for such projects has been changed.

For details, please refer to the "Announcement of Chint Electric on Changing Some Investment Projects of Raised Funds" on April 21, 2018; Yueqing Chint

150MW agricultural photovoltaic complementary power generation project, Baotou Chint Photovoltaic Power Generation Co., Ltd. Tuyouqi 100MW photovoltaic power generation project

The raised funds have been used up, the project is currently under normal construction and is expected to be connected to the grid within the year. The company will continue to invest with its own funds.

Other ground-mounted photovoltaic power stations have been connected to the grid for power generation and have basically achieved the expected benefits, and can be completed.

2. Domestic industrial and commercial distributed photovoltaic power station projects

The situation of domestic industrial and commercial distributed photovoltaic power station projects is as follows:

sequence Number	Project Name	Total project investment Forecast	Proposed Fund Raising Investment Amount	As of the end of the period Calculated investment amount	Remark
1.	Zhejiang Fanyang Special Assembly Equipment 2.2MW Distribution Photovoltaic power generation project	1,422.65	1,000.00	1,000.00	Already connected to the grid
2.	Jinshan Printing and Dyeing Rooftop Photovoltaic Grid-connected Power Generation Project 412.17		291.37	291.37	Already connected to the grid
3.	Xinghua Battery Rooftop Photovoltaic Grid-connected Power Generation Project 401.36		300.00	300.00	Already connected to the grid
4.	Zhaolong Metal 606.9KW rooftop photovoltaic grid-connected power generation Electrical Projects	353.46	300.00	300.00	Already connected to the grid
5.	Dewei stainless steel roof photovoltaic grid connection	292.68	200.00	200.00	Already connected to the grid
6.	Huading Industrial Park rooftop photovoltaic grid connection 3,064.90		1,500.00	1,500.00	Already connected to the grid
7.	Guangyu Aido rooftop photovoltaic grid-connected power generation project 756.35		500.00	500.00	Already connected to the grid
8.	Ningbo Mould Park rooftop photovoltaic grid connection 3,060.00		1,188.15	1,188.15	Already connected to the grid
9.	Foshan Jiye Phase II rooftop photovoltaic grid-connected, Foshan Jiye Phase III rooftop photovoltaic grid-	5,227.00	2,800.00	2,800.00	Already connected to the grid
10.	connected Foshan Jiye Wanfang 500KW rooftop photovoltaic grid-connected Power generation projects	403.83	300.00	300.00	Already connected to the grid

11.	Youngor 6.375MW rooftop photovoltaic grid-connected power generation Project	3,894.42	3,499.37	3,499.37	Already connected to the grid
12.	Longyou Hangtai Photovoltaic Power Generation Co., Ltd. 8.9MW Photovoltaic power generation project	4,910.58	2,700.00	2,700.00	Already connected to the grid
13.	Taipei Environmental Protection Rooftop Photovoltaic Grid-connected Power Generation Project 612		500.00	500.00	Already connected to the grid
14.	Xinyi Specialty Paper Industry's rooftop photovoltaic grid-connected project 223.38		176.00	176.00	Already connected to the grid
15.	Dimat rooftop photovoltaic grid-connected power generation project 214.45		150.00	150.00	Already connected to the grid
16.	Chint Electric Rooftop Photovoltaic Grid-connected Power Generation Project 971.47		730.36	730.36	Already connected to the grid
17.	Hangzhou Joyoung rooftop photovoltaic grid-connected power generation project 1,760.16		1,100.00	1,100.00	Already connected to the grid
18.	Deqing Huilong distributed photovoltaic grid-connected power generation project Order	895.13	500.00	500.00	Already connected to the grid
19.	Jiangsu Aohai rooftop photovoltaic grid-connected power generation project 1,910.91		1,200.00	1,200.00	Already connected to the grid
20.	Cixi Sihai Bearing Co., Ltd. 0.5MW Distributed photovoltaic power generation project	287.46	157.50	157.50	Already connected to the grid
21.	Jinzhou Polymerization 2MW Distributed Photovoltaic Power Generation Project 1,273.23		1,000.00	1,000.00	Already connected to the grid
twenty two.	Wuhan Huangpi District Zhengtai Alibaba Cainiao 7.5MW and 2.5MW distributed photovoltaic power generation Electrical Projects	5,032.31	4,298.14		Due to the 531 policy adjustment Reduce project size, Unwithdrawn raised funds gold
twenty three.	Chint Alibaba Cainiao Network Wuhan Jiangxia 5MW and 4MW distributed photovoltaic power generation projects	4,747.88	4,055.21		Due to the 531 policy adjustment Reduce project size, Unwithdrawn raised funds gold
twenty four.	Hangtai Jiayu Hanma 4.5MW rooftop distributed light Volt power generation	2,230.14	1,904.78		Due to the 531 policy Cancellation
25.	project Hangtai Huixing Garment Daye City Northwest 5MW roof Distributed Photovoltaic Power Generation	2,440.89	2,084.79	2,084.79	Already connected to the grid
26.	Project Changsha Taihang Electric Power Development Co., Ltd. Changsha 3MW distributed photovoltaic power generation in Tianxin District Economic Development Zone Electrical Projects	1,510.78	1,290.37	1,000.00	Already connected to the grid
27.	Jingshan Tiangu 7.5MW distributed rooftop power station 3,845.10		3,284.99	3,284.99	Already connected to the grid
28.	Zhengzhou Hangtai Photovoltaic Power Generation Co., Ltd. 3MW and 5.9MW Distributed Photovoltaic Power Generation	4,539.25	3,877.01		Due to the 531 policy Cancellation
29.	Project Shanxi Jinniu Mining Machinery Co., Ltd. 2.688MW rooftop distributed photovoltaic power generation	1,460.90	1,247.77		Due to the 531 policy Cancellation
30.	project Xinzhou Hangtai New Energy 2.3MW rooftop distributed Photovoltaic power generation	1,286.84	1,099.10		Due to the 531 policy Cancellation
31.	construction project Geely Auto Parts Co., Ltd. roof distribution Phase I 8.8MW photovoltaic power station project	4,715.87	4,207.62	4,207.62	Already connected to the grid
Domestic industrial and commercial distributed photovoltaic power station projects		64,158.55	47,442.53	30,670.15	

The planned investment amount for domestic industrial and commercial distributed photovoltaic power station projects is RMB 474,425,300, of which RMB 474,425,300 has been invested by the end of 2019.

Among them, the Zhejiang Fanyang Special Assembly Equipment 2.2MW Distributed Photovoltaic Power Generation Project and other projects have been completed.

The project can be completed after the grid-connected power generation has basically achieved the expected benefits; Wuhan Huangpi District Chint Alibaba Cainiao Network Distributed Photovoltaic

Due to changes in photovoltaic industry policies, power generation projects and other projects have ceased to be investment projects for the raised funds.

In May 2018, the National Development and Reform Commission, the Ministry of Finance and the National Energy Administration jointly issued the "Notice on the 2018 Photovoltaic Power Generation

The Notice on the Implementation of the Implementation Plan ...

Further improve the photovoltaic power generation price mechanism, accelerate the decline of photovoltaic power generation prices, and reduce the intensity of subsidies.

The subsidy quota scale of distributed photovoltaic projects has dropped significantly, and the part that has not obtained the quota will not be able to obtain the corresponding subsidy, resulting in the project income

The company has carefully considered and cancelled or reduced the scale of some projects. The funds for these projects are intended to permanently supplement the cash flow.

Moving funds.

(II) Domestic residential distributed photovoltaic power station projects

This project mainly invests in residential distributed photovoltaic power station projects. The planned investment amount of this project is RMB 180,000.00 million.

This project relies on the company's photovoltaic power generation business and perfect marketing network. While vigorously developing distributed rooftop power stations,

Participate in the user-side distributed power market and create a personalized energy Internet application service platform.

This is an important step for the company to participate in the national energy internet development plan.

The company has realized an investment of RMB 180,000.00 million, the raised funds have been used up, and 872MW of grid-connected capacity has been completed.

The construction scale of the project has reached the expected plan, the relevant projects have been connected to the grid for power generation, and the expected benefits have been achieved. The project can be concluded.

item.

(III) Intelligent manufacturing application projects

This project mainly invests in low-voltage electrical appliance intelligent manufacturing application projects. The implementation of this project will change the traditional low-voltage electrical appliance industry

The labor-intensive production method has greatly improved the labor productivity of the industry, and more importantly, improved product reliability and consistency.

It provides a guarantee for the reliability of the company's low-voltage power distribution system products and enhances the user-end electrical products of Chint Electric in the mid- and high-end

Market competitiveness.

The planned investment amount for this project is RMB 200,000,000. As of the end of 2019, RMB 164,039,900 has been invested.

By strictly controlling the project implementation costs and expenses, we can effectively reduce expenses while ensuring the quality and progress of the project.

On the basis of existing production equipment, through technical transformation, we have improved the process flow and raised the utilization efficiency of equipment.

The project can be concluded if the expected benefits are achieved.

III. Plan for the use of surplus funds from completed raised funds investment projects

In order to maximize the use of raised funds and improve the utilization rate of raised funds, the company will

The remaining amount after the completion and termination of the power station project and the intelligent manufacturing application project is RMB 241,330,200, and the subsequent interest,

All income from financial management will be used to permanently supplement working capital, and the specific amount will be subject to the actual amount of working capital supplemented.

All funds will be used for the company's daily production and operation. The special account for raised funds will be registered after the permanent replenishment of working capital is completed.

Cancel or transfer to general account.

4. Opinions of Independent Directors

After deliberation by all independent directors of the company, the independent directors believe that the company will close or terminate the above-mentioned investment project with raised funds.

The company made a reasonable decision based on its actual operating conditions to use the remaining raised funds to permanently supplement its working capital, which is conducive to improving

The raised funds are used efficiently and financial expenses are reduced, and there is no disguised change in the use of raised funds or damage to the interests of shareholders.

It is conducive to the long-term development of the company and in the interests of all shareholders; the review procedures involved in this matter are in compliance with laws, regulations and

Therefore, we unanimously agree to close or terminate the above-mentioned investment projects with raised funds and use the remaining raised funds

Raise funds to permanently supplement working capital, and submit the proposal to the company's shareholders' meeting for deliberation after the board of directors has reviewed and approved it.

V. Opinion of the Board of Supervisors

After deliberation at the 9th meeting of the 8th Board of Supervisors of the Company, the Board of Supervisors believed that the completion of this project may terminate the above-mentioned investment of raised funds.

The company made a reasonable decision based on its actual operating conditions to use the remaining raised funds to permanently supplement its working capital.

The purpose is to improve the efficiency of the use of raised funds and reduce financial expenses, and there is no disguised change in the use of raised funds and damage to the interests of shareholders.

The situation is conducive to the long-term development of the company and in the interests of all shareholders; the review procedures involved in this matter are in compliance with the law,

The proposal needs to be approved by the company's general meeting of shareholders before it can be implemented.

VI. Independent Financial Advisor's Review Opinion

After verification, the independent financial advisor believes that:

The company will close or terminate the above-mentioned raised funds investment project and use the remaining raised funds to permanently supplement working capital.

The item has been reviewed and approved by the company's board of directors and supervisory committee, and the company's independent directors have expressed their clear consent.

The necessary decision-making procedures have been completed and it still needs to be submitted to the company's shareholders' meeting for deliberation, in accordance with the Company Law, the Securities Law, and the Listed Company Supervision Law.

Regulatory Guidelines No. 2 - Regulatory Requirements for the Management and Use of Funds Raised by Listed Companies, and Measures for the Administration of Funds Raised by Listed Companies

The company will close or terminate the major asset restructuring supporting raised funds investment project and permanently reserve the remaining raised funds.

Long-term replenishment of working capital is conducive to improving the efficiency of the use of raised funds, reducing the company's financial costs, and is in line with the company and all shareholders.

In summary, the independent financial advisor agreed that the company's fundraising and investment projects would be completed and the remaining

Matters concerning the permanent use of raised funds to supplement working capital.

This is to announce.

Zhejiang Chint Electric Co., Ltd. Board of Directors

April 29, 2020