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POSTAL SAVINGS BANK OF CHINA CO., LTD. 中國郵政儲蓄銀行股份有限公司

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

(Stock Code: 1658)

PROPOSED ISSUANCE OF A SHARES TO THE SPECIFIC SUBSCRIBERS GRANT OF AUTHORIZATION TO THE BOARD OF DIRECTORS AND ITS AUTHORIZED PERSONS TO HANDLE THE SPECIFIC MATTERS RELATING TO THE ISSUANCE OF A SHARES TO THE SPECIFIC SUBSCRIBERS SHARE SUBSCRIPTION AGREEMENTS WITH CONDITIONS PRECEDENT INTRODUCING THE STRATEGIC EQUITY INVESTMENT OF THE MINISTRY OF FINANCE AND STRATEGIC COOPERATION AGREEMENTS WITH CONDITIONS PRECEDENT

This announcement is made by Postal Savings Bank of China Co., Ltd. (the “**Bank**”) pursuant to Rule 13.09 and Rule 13.28 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).

The Board of Directors of the Bank held a meeting on March 30, 2025. The meeting considered and approved, among other things, the proposals regarding the Proposed Issuance of A Shares to the Specific Subscribers by the Bank, Introducing the Strategic Equity Investment of the Ministry of Finance and Entering into the Strategic Cooperation Agreements with Conditions Precedent.

I. PROPOSED ISSUANCE OF A SHARES TO THE SPECIFIC SUBSCRIBERS

In accordance with the provisions of the Company Law of the People's Republic of China, the Securities Law of the People's Republic of China, the Administrative Measures for the Registration of the Issuance of Securities by Listed Companies (the “**Administrative Measures for the Registration**”), the Applicable Opinions on the Relevant Provisions of Article 9, Article 10, Article 11, Article 13, Article 40, Article 57 and Article 60 of the Administrative Measures for the Registration of the Issuance of Securities by Listed Companies – Applicable Opinions No. 18 on the Securities and Futures Laws (“**Applicable Opinions No. 18**”) and other relevant laws, administrative regulations and normative documents, after conducting self-examination on the Bank's actual operations and relevant matters item by item, the Bank confirms that it has met the relevant conditions for the Issuance of A Shares to the Specific Subscribers.

In accordance with the provisions of the Company Law of the People's Republic of China, the Securities Law of the People's Republic of China, the Administrative Measures for the Registration, the Applicable Opinions No. 18 and other relevant laws, administrative regulations and normative documents, the Bank has formulated the Plan for the Issuance of A Shares to the Specific Subscribers. The details are as follows:

A. Plan for issuance of Shares to the specific subscribers

(I) Class and nominal value of securities to be issued

The A Shares to be issued under the Issuance are the Bank's domestically listed Ordinary Shares denominated in RMB with a nominal value of RMB1.00 per Share.

(II) Method and time of issuance

The Issuance will be conducted by way of issuance of Shares to the specific subscribers. The Bank will issue Shares at an appropriate time within the validity period upon obtaining the approval by the SSE and the approval for registration by the CSRC. If there are new provisions under the national laws and regulations in this regard, the Bank will make adjustments in accordance with the new provisions.

(III) Amount and use of raised proceeds

The proceeds proposed to be raised from the Issuance is RMB130 billion, which, after deducting the relevant issuance expenses, will be fully used to replenish the core tier 1 capital of the Bank. The amount of the raised proceeds is subject to the final approval by the relevant regulatory authorities.

(IV) Target subscribers and subscription method

The target subscribers for the Issuance are the MOF, China Mobile Group and CSSC. The proposed subscription amounts by the MOF, China Mobile Group and CSSC are RMB117,579,940.0 thousand, RMB7,854,060.7 thousand and RMB4,565,999.3 thousand respectively, and the subscription amounts will be determined in accordance with the amount of proceeds approved by regulatory authorities. The MOF, China Mobile Group and CSSC will subscribe for A Shares to be issued under the Issuance in cash.

(V) Pricing benchmark date, issue price and pricing principle

The pricing benchmark date of the Issuance is the date of announcement of the Board resolution that approved the Issuance. The issue price of the Shares to be issued under the Issuance is RMB6.32 per Share, which is not less than 80% of the average trading price (rounded up to the nearest two decimal places using the ceiling method) of the A Shares of the Bank for the 20 trading days preceding the pricing benchmark date (excluding the pricing benchmark date, the same below). The average trading price of the A Shares of the Bank for the 20 trading days

preceding the pricing benchmark date is equal to the total trading value of the A Shares of the Bank for the 20 trading days preceding the pricing benchmark date divided by the total trading volume of the A Shares of the Bank for the 20 trading days preceding the pricing benchmark date. In the event that there are ex-rights or ex-dividend activities causing adjustment to the share prices during the aforesaid 20 trading days, the trading prices for the trading days before such adjustment shall be calculated based on the adjusted prices caused by the ex-rights or ex-dividend activities. The final net issue price per A Share under the Issuance shall be determined according to final issue price, cost of issuance and other factors, and will be announced separately upon the completion of the Issuance.

The issue price under the Issuance will be adjusted accordingly in cases of ex-rights or ex-dividend matters of the Bank such as bonus issue, conversion of capital reserve into share capital, and cash dividends distribution for the Bank's A Shares during the period from the date of announcement of the Board resolution concerning the Issuance to the date of issuance. The adjustment methods are set out as follows:

- (1) Cash dividends distribution: $P1 = P0 - D$
- (2) Bonus issue or conversion of capital reserve into share capital: $P1 = P0 / (1 + N)$
- (3) The above two events occurring concurrently: $P1 = (P0 - D) / (1 + N)$

whereas P1 represents the adjusted issue price, P0 represents the issue price before adjustment, D represents cash dividends per Share and N represents the number of bonus shares per Share or the number of Shares converted from capital reserve into share capital.

If, between the pricing benchmark date and the date of issuance, any policy adjustments are made to matters such as the issue price or pricing method under relevant laws, regulations, regulatory documents, or by the CSRC that are applicable to the Issuance, the issue price per share under the Issuance will be adjusted accordingly.

(VI) Number of Shares to be issued

The number of A Shares to be issued under the Issuance is 20,569,620,252 Shares and shall not exceed 30% of the total share capital of the Bank prior to the Issuance, subject to the number of Shares reviewed and approved by the SSE and approved for registration by the CSRC. The proposed subscription number by the MOF is 18,604,420,886 Shares. The proposed subscription number by China Mobile Group is 1,242,731,123 Shares. The proposed subscription number by CSSC is 722,468,243 Shares. The number of Shares to be subscribed is calculated by dividing the subscription amounts by the issue price and rounded down to the nearest integer with the fractional amount recorded into the capital reserve of the Bank.

The number of A Shares under the Issuance and the number of A Shares to be subscribed for by each of the target subscribers will be adjusted accordingly in cases of ex-rights and ex-dividend matters of the Bank such as bonus issue, conversion of capital reserve into share capital and distribution of cash dividends during the period from the date of announcement of the Board resolution concerning the Issuance to the date of issuance.

The final number of Shares to be issued under the Issuance will be determined, jointly or individually, by the Board authorized by the Shareholders' general meeting, the Chairman and the President delegated by the Board or other persons authorized by the Chairman and the President with the joint sponsors (the joint lead underwriters) through negotiation in accordance with requirements of relevant laws, regulations and normative documents, after the Bank has obtained the approval of the SSE and the approval for registration by the CSRC for the Issuance.

(VII) Lock-up period of Shares to be issued

In accordance with the relevant requirements of the CSRC, the National Financial Regulatory Administration and the SSE, all the Shares subscribed for by the MOF, China Mobile Group and CSSC under the Issuance shall not be transferred within five years from the date on which they obtain the equity interests. The Shares derived from the Shares subscribed for by the MOF, China Mobile Group and CSSC due to activities by the Bank, such as distribution of dividends and conversion of capital reserve into share capital, shall also comply with the above-mentioned lock-up arrangement.

If the lock-up period for the Shares subscribed for and the transfer of Shares upon expiry of the lock-up period are otherwise regulated by the relevant regulatory authorities, such regulations shall be followed.

Upon expiry of the lock-up period, the Shares subscribed for by the MOF, China Mobile Group and CSSC may be transferred in accordance with the Company Law of the People's Republic of China and other relevant laws and regulations as well as the relevant regulations of the CSRC, the National Financial Regulatory Administration and the SSE.

(VIII) Listing venue

The A Shares to be issued under the Issuance will be listed on the SSE.

(IX) Arrangement of accumulated undistributed profits prior to the completion of the issuance

The accumulated undistributed profits prior to the completion of the Issuance will be shared by the new and old Shareholders after the completion of the Issuance.

(X) Validity period of the resolution

The Issuance Plan shall be submitted to the Shareholders' general meeting of the Bank for consideration item by item. The resolution of the Issuance shall be valid within twelve months from the date when the resolution is considered and approved at the AGM.

B. Reasons for the issuance

In order to implement the arrangements and requirements of Central Committee of the Communist Party of China (CPC) and the State Council on the capital injection to large state-owned commercial banks, further consolidate and enhance the ability of large commercial banks to operate and develop steadily, and better undertake the important tasks of supporting high-quality economic development and implementing the “five priorities” of technology finance, green finance, inclusive finance, pension finance and digital finance, the Bank proposes to issue A Shares to the specific subscribers.

C. Approvals at the Board, Shareholders’ general meeting and from the regulatory authorities

The Board considers that the pricing basis of the Issuance is fair and reasonable and in the interests of the Bank and the Shareholders as a whole. The Issuance has been considered and approved by the Board. Pursuant to the relevant PRC laws and regulations as well as the Hong Kong Listing Rules, the implementation of the Issuance is subject to (i) the approval by the Shareholders at the AGM and the Shareholders’ Class Meetings; (ii) the approval by the National Financial Regulatory Administration; (iii) the approval by the SSE; and (iv) the approval for registration by the CSRC. The Issuance Plan is subject to the final plan to be approved by the aforesaid regulatory authorities. None of the above conditions shall be waived; therefore, if any of the above conditions is not fulfilled, the Bank shall not proceed with the Issuance.

As at the date of this announcement, the Bank has not submitted the application of the Issuance to the National Financial Regulatory Administration, the SSE or the CSRC. In accordance with the applicable laws and regulations of the PRC, the Bank will submit the application of the Issuance to the National Financial Regulatory Administration, the SSE and the CSRC after the approval of the Issuance by the Shareholders at the AGM and the Shareholders’ Class Meetings.

D. Basic information of the target subscribers

The target subscribers of the Issuance are the MOF, China Mobile Group and CSSC.

The MOF is a constituent department of the State Council and is the state administrative agency in charge of the fiscal revenue and expenditure, taxation policy and other matters in China.

China Mobile Group is a wholly state-owned enterprise established under the Company Law of the People’s Republic of China by the state. China Mobile Group is principally engaged in basic telecommunications business, value-added telecommunications business, and innovative digital services such as digital media content and information solutions. With the license for operating international networking of computer information and international communication accesses, China Mobile Group is able to provide quality products and services related to information and communication, and integrated information solutions to individuals, families, government agencies, enterprises and other customers.

CSSC is a wholly state-owned enterprise established under the Company Law of the People's Republic of China by the state. CSSC is principally engaged in the research, development and production of naval products, civil ships and supporting facilities as well as non-marine equipment, and is one of the Global 500 companies in China's shipping industry.

To the best of the Directors' knowledge, information and belief, having made all reasonable enquires, the MOF, China Mobile Group and CSSC and their ultimate beneficial owners are third parties independent of the Bank and its connected persons.

E. Effect of the Issuance on the shareholding structure of the Bank

The following table sets out the shareholding structure of the Bank as at the date of this announcement and immediately after the completion of the Issuance (on the assumption that (1) 20,569,620,252 A Shares will be issued under the Issuance (representing approximately 20.74% of the total issued share capital of the Bank as of the date of this announcement and 17.18% of the total issued share capital of the Bank as enlarged by the maximum issuance of A Shares under the Issuance); (2) none of the existing Shareholders will become the connected persons of the Bank due to subscribing for the A Shares under the Issuance; and (3) there will be no further change in the existing shareholding structure of the Bank until the completion of the Issuance):

| Name of Shareholders | As at the date of this announcement | | Immediately after the completion of the Issuance | |
|--------------------------------|--|--|---|--|
| | Number of Shares | As a percentage of total issued Shares | Number of Shares | As a percentage of total issued Shares |
| A Shares | | | | |
| – China Post Group | 62,174,849,280 | 62.70% | 62,174,849,280 | 51.93% |
| – Ministry of Finance | 0 | 0% | 18,604,420,886 | 15.54% |
| – Public A Shareholders | 17,130,059,758 | 17.27% | 19,095,259,124 | 15.95% |
| – China Mobile Group | 6,777,108,433 | 6.83% | 8,019,839,556 | 6.70% |
| – CSSC | 0 | 0% | 722,468,243 | 0.60% |
| – Other public A Shareholders | 10,352,951,325 | 10.44% | 10,352,951,325 | 8.65% |
| Total issued A Shares | 79,304,909,038 | 79.98% | 99,874,529,290 | 83.42% |
| H Shares | | | | |
| – China Post Group | 80,700,000 | 0.08% | 80,700,000 | 0.07% |
| – DBS Bank Ltd. ⁽¹⁾ | 398,460,000 | 0.40% | 398,460,000 | 0.33% |
| – Public H Shareholders | 19,377,007,000 | 19.54% | 19,377,007,000 | 16.18% |
| – CSSC | 3,939,907,462 | 3.97% | 3,939,907,462 | 3.29% |
| – Other public H Shareholders | 15,437,099,538 | 15.57% | 15,437,099,538 | 12.89% |
| Total issued H Shares | 19,856,167,000 | 20.02% | 19,856,167,000 | 16.58% |
| Total issued Shares | 99,161,076,038 | 100.00% | 119,730,696,290 | 100.00% |

Notes:

- (1) DBS Bank Ltd., as the major shareholder of PSBC Consumer Finance Co., Ltd., a subsidiary of the Bank, is a core connected person (as defined in the Hong Kong Listing Rules) of the Bank, therefore the Shares held by DBS Bank Ltd. shall not be calculated as a part of the public Shares.
- (2) Percentage figures included in this table have been subject to rounding adjustments. Accordingly, figures shown as totals in certain tables may not be an arithmetic aggregation of the figures preceding them.

Based on publicly available information and to the knowledge of the Board, as at the date of this announcement, the Bank has maintained sufficient public float in compliance with the minimum requirement under Rule 8.08 of the Hong Kong Listing Rules.

Based on publicly available information and to the knowledge of the Board, assuming that a total of 20,569,620,252 A Shares will be issued pursuant to the Issuance and that there are no other changes to the share capital of the Bank prior to the completion of the Issuance, the public float percentage of the Bank immediately after the completion of the Issuance will continue to satisfy the minimum requirement under Rule 8.08 of the Hong Kong Listing Rules.

F. Whether the Issuance leads to changes in the controlling right over the Bank

Upon the completion of the Issuance, China Post Group will remain the controlling Shareholder and de facto controller of the Bank. Therefore, the Issuance will not lead to any changes in the controlling right over the Bank.

G. Equity fund raising activities in the past twelve months

The Bank did not conduct any equity fund raising activity or issue any equity securities within the 12 months immediately preceding the date of this announcement.

H. Specific mandate to issue A Shares

The Bank will issue the A Shares under the specific mandate to be sought from the Independent Shareholders at the AGM and the Shareholders' Class Meetings.

The A Shares to be issued under the Issuance will be issued after the distribution of the 2024 annual dividends. Therefore such A Shares will only be entitled to the dividends distributed after the Issuance.

II. PROPOSAL TO THE SHAREHOLDERS' GENERAL MEETING TO AUTHORIZE THE BOARD OF DIRECTORS AND ITS AUTHORIZED PERSONS TO HANDLE THE SPECIFIC MATTERS RELATING TO THE ISSUANCE OF A SHARES TO THE SPECIFIC SUBSCRIBERS

In accordance with the arrangements of the Issuance of A Shares to the Specific Subscribers by the Bank and for the purpose of carrying out the Issuance in an efficient and orderly manner, it will be proposed at the Shareholders' general meeting to authorize the Board, and the Board will delegate the authority to the Chairman and the President or other persons authorized by the Chairman and the President, to jointly or individually, deal with matters relevant to the Issuance subject to the framework and principles considered and approved at the Shareholders' general meeting and in compliance with the requirements of relevant laws, administrative regulations and normative documents as well as opinions and recommendations of regulatory authorities. These matters include but are not limited to:

- (I) formulating, adjusting, amending, supplementing and implementing the specific plan of the Issuance, including but not limited to determining or adjusting the time of issuance, size of issuance, target subscribers, issue price and other matters as well as remedial measures for immediate returns, shareholder return planning and other contents related to the issuance plan, according to the relevant laws, administrative regulations and normative documents, as well as opinions and recommendations of the regulatory authorities, while taking into consideration of the market environment and the specific conditions of the Bank;
- (II) drafting, amending and signing various applications, relevant reports or materials in relation to the Issuance and submitting them to relevant government agencies, regulatory authorities, stock exchanges and securities registration and clearing houses (including but not limited to the MOF, the National Financial Regulatory Administration, the CSRC, the Hong Kong Stock Exchange, the SSE, and Shanghai Branch of China Securities Depository and Clearing Corporation Limited ("**CSDCC Shanghai Branch**")), completing the procedures for approval, registration, filing, ratification, permission, listing and other procedures, and handling the information disclosure for the Issuance in accordance with regulatory requirements;
- (III) deciding upon and engaging the intermediary institutions that participate in the Issuance, as well as amending, supplementing, signing, implementing and terminating any agreement, contract and document related to the Issuance (including but not limited to sponsorship and underwriting agreements, intermediary engagement agreements, agreements related to raised proceeds, share subscription agreements entered into with investors, strategic cooperation agreements, announcements and other disclosure documents);
- (IV) upon the completion of the Issuance, applying for change in registered capital as appropriate and modifying the relevant provisions in the Articles of Association in accordance with the results of the Issuance, and reporting to the relevant government agencies and regulatory authorities for approval or filing after submitting to the corporate governance procedure for decision making, and completing the change of registration, the registration and custody of new Shares and other relevant matters with the market supervision and administration departments and other relevant departments;

- (V) opening and managing a special account for the raised proceeds from the Issuance, and handling the relevant matters in relation to the use of the raised proceeds from the Issuance;
- (VI) subject to the applicable PRC laws, if there are new requirements on policies in respect of listed companies issuing new Shares under the laws, administrative regulations and normative documents and by relevant regulatory authorities and if there are changes in market conditions, except for those which are subject to another voting at a Shareholders' general meeting of the Bank and cannot be authorized as required by relevant laws, administrative regulations, normative documents and the Articles of Association, adjusting the Issuance Plan in accordance with relevant rules and requirements of regulatory authorities (including any enquiry or feedback upon review of the application for the Issuance) and the market situation, and continuing to handle the matters related to the Issuance;
- (VII) further analysing and demonstrating the impacts of the Issuance on the immediate returns of the Bank, formulating and modifying relevant remedial measures and policies, and handling other relevant matters, in the event that the laws, administrative regulations and normative documents impose new requirements or relevant regulatory authorities require any changes to be made regarding compensating immediate returns for refinancing;
- (VIII) handling other matters that are necessary, proper and appropriate for the Issuance on behalf of the Bank subject to the relevant laws, administrative regulations and normative documents.

The above authorization will be valid for 12 months commencing from the date of consideration and approval at the Shareholders' general meeting of the Bank.

III. SHARE SUBSCRIPTION AGREEMENTS WITH CONDITIONS PRECEDENT

On March 30, 2025, the Bank entered into the Share Subscription Agreements with Conditions Precedent with the MOF, China Mobile Group and CSSC, respectively. Save as terms set out in "I. Proposed Issuance of A Shares to the Specific Subscribers — A. Plan for issuance of Shares to the specific subscribers", the main terms and conditions of Share Subscription Agreements with Conditions Precedent also include:

(I) Payment of subscription amounts and delivery of Shares

The target subscribers of the Issuance agreed to subscribe for Shares issued by the Bank in cash.

The target subscribers of the Issuance agreed that upon the fulfillment of all the conditions precedent as stipulated in the Share Subscription Agreements and the receipt of the Payment Notice issued by the Bank and the lead underwriter engaged by the Bank, the target subscribers of the Issuance shall, in accordance with the requirements of the Payment Notice, remit the subscription amounts in cash in full to the bank account specially opened by the lead underwriter for the Issuance before the payment date specified in the notice. After the verification of capital contributions has been completed by the auditor, the lead underwriter shall, after deducting related expenses, transfer such subscription amounts to the Bank's designated special account for raised proceeds.

After receiving the subscription amounts paid in full by the target subscribers of the Issuance, the Bank will complete the share registration procedures of the subscription Shares with CSDCC Shanghai Branch in accordance with the procedures prescribed by the CSRC, the SSE and CSDCC Shanghai Branch, and deposit Shares subscribed for by the target subscribers of the Issuance into the accounts of the target subscribers of the Issuance through the securities registration system of CSDCC Shanghai Branch to complete the delivery of Shares.

(II) Conclusion and entry into force of the contracts

The Share Subscription Agreements shall be concluded upon signature by the legal representatives/principals or authorized representatives of both parties and affixing of the official seals.

Except for the clauses relating to conclusion and entry into force, liability for breach, confidentiality obligations, applicable laws, dispute resolution and notification stipulated in the Share Subscription Agreements, which shall come into effect on the date of the conclusion of the Share Subscription Agreements, other clauses will become effective on the day when all the following conditions are met:

1. Matters related to the subscription of the Bank's Shares in the Issuance have been approved by the subscribers of the Issuance after their internal decision-making and their competent regulatory authorities (if any);
2. The Share Subscription Agreements and matters related to the Issuance have been considered and approved by the Board of the Bank and the Shareholders' general meeting (including Shareholders' Class Meetings);
3. The National Financial Regulatory Administration has approved the Bank's Issuance and other administrative licensing matters related to the implementation of the Issuance that should be approved by it;
4. Matters related to the Issuance have been considered and approved by the SSE;
5. The registration for the Issuance has been approved by the CSRC.

IV. INTRODUCING THE STRATEGIC EQUITY INVESTMENT OF THE MINISTRY OF FINANCE

In accordance with the Bank's development plan and actual situation of operation and management, the Bank intends to introduce the strategic equity investment of the Ministry of Finance by way of Issuance of A Shares to the Specific Subscribers.

(I) Purpose of Introducing the Strategic Equity Investment of the Ministry of Finance

In order to comprehensively implement the decisions and plans of the CPC Central Committee and the State Council to supplement the core tier 1 capital of large state-owned commercial banks, consolidate and enhance the ability of large commercial banks to operate and develop soundly, improve the quality and effectiveness of financial services for the real economy, uphold the political and people-oriented approach of financial work, and positively respond to the important guidelines from the Central Financial Work Conference on pressing ahead with “five priorities” of technology finance, green finance, inclusive finance, pension finance and digital finance, the Bank introduces the Ministry of Finance as one of the participants in the Issuance to realize the strategic equity investment of the Ministry of Finance in the Bank, so as to enhance the Bank’s risk resilience and credit extension capabilities, better serve the development of the real economy, achieve the unity of the security and efficiency of the state-owned assets of the Bank, and contribute to the prosperity and stability of China’s economy.

(II) Reasonableness of Introducing the Strategic Equity Investment of the Ministry of Finance

The strategic equity investment of the Ministry of Finance in the Bank can optimize the layout of state-owned capital, help enhance the effectiveness of fiscal policy transmission, strengthen the implementation of national strategies through the capital ties, promote the sustained recovery and improvement of the macro-economy, and fulfill the responsibility of the state-owned capital to serve national development and people’s well-being. Meanwhile, the strategic equity investment of the Ministry of Finance will further enhance the Bank’s capital strength and ability to withstand risks, promote the Bank’s business development and improve the stability of the financial system.

(III) Arrangements for the Use of Raised Proceeds

After deducting relevant issuance fees, the raised proceeds from the Issuance will be fully used to replenish the core tier 1 capital of the Bank so as to support the Bank’s future business development.

(IV) Basic Information of the Ministry of Finance

The Ministry of Finance, established in October 1949, is a constituent department of the State Council and the state administrative agency in charge of the fiscal revenue and expenditure, taxation policy and other matters in China.

V. STRATEGIC COOPERATION AGREEMENTS WITH CONDITIONS PRECEDENT

In accordance with the Bank’s development plan and actual situation of operation and management, the Bank intends to introduce China Mobile Group and CSSC as strategic investors by way of Issuance of A Shares to the Specific Subscribers. On March 30, 2025, the Bank entered into the Strategic Cooperation Agreements with the China Mobile Group and CSSC (“**strategic partners**”), respectively. The main contents are as follows:

(I) Purpose of Introducing Strategic Investors

In order to comprehensively implement the decisions and plans of the CPC Central Committee and the State Council to supplement the core tier 1 capital of large state-owned commercial banks, consolidate and enhance the ability of large commercial banks to operate and develop soundly, improve the quality and effectiveness of financial services for the real economy, uphold the political and people-oriented approach of financial work, and positively respond to the important guidelines from the Central Financial Work Conference on pressing ahead with “five priorities” of technology finance, green finance, inclusive finance, pension finance and digital finance, the Bank will introduce strategic partners with financial strength and resource advantages. The Bank will, by issuing A Shares to strategic partners, enhance its risk resilience and credit extension capabilities, better serve the development of the real economy, achieve the unity of the security and efficiency of the state-owned assets of the Bank, and contribute to the prosperity and stability of China’s economy.

(II) Methods and Areas of Cooperation

1. Each of the strategic partners subscribes to the Bank’s Shares in the Issuance as a strategic investor (the specific number of Shares, pricing basis and lock-up period are subject to the Share Subscription Agreements with Conditions Precedent finally signed by the parties), and becomes one of the Bank’s important Shareholders. The parties agree to establish a regular communication mechanism at the working level every quarter and hold management meetings from time to time. The Bank is willing to provide support for the performance of duties by the directors sent by the strategic partners in accordance with laws, regulations, and the Articles of Association. The parties agree to maintain effective communication in governance bodies such as the Board of Directors and Shareholders’ general meetings.
2. Based on their positioning as strategic investors, the strategic partners shall closely monitor the development trends of the banking industry, put forward reasonable and feasible opinions and suggestions to the Bank on its development strategy, key projects, capital operation planning, dividend levels, etc., align relevant strategic resources with the Bank’s needs, and explore the feasibility of the parties’ cooperation.

(III) Term of Cooperation

The parties agree that, unless they agree to terminate the Strategic Cooperation Agreements in advance through negotiation, the cooperation period shall be from the date when the Strategic Cooperation Agreements take effect to the date when the strategic partners cease to hold any Shares of the Bank through the Issuance.

(IV) Arrangements for Participating in the Governance of the Bank

The strategic partners shall have the same rights as the ordinary Shareholders of the Bank and the right to exercise relevant shareholder rights of voting rights, proposal rights¹, and supervision rights² in accordance with laws and regulations, the Articles of Association and relevant agreements of the Issuance, and actively participate in the corporate governance of the Bank.

(V) Not Seeking or Cooperating with Other Parties to Seek Control of the Bank

The strategic partners are committed that during the period of holding or controlling the Shares of the Bank, the strategic partners (including the entities controlled by the strategic partners) shall not seek or support or cooperate with other parties to seek control of the Bank in any form, including but not limited to consensually challenging with other Shareholders or potential Shareholders of the Bank and their related parties and persons acting in concert through entrustment, solicitation of voting rights, agreement, joint action, signing of a concerted action agreement/entrustment voting agreement and any other means. They shall not assist or cooperate with any third party to substantially challenge the absolute control of the Bank's controlling Shareholder over the Bank, including but not limited to the situation where, as a result of the active behavior of the strategic partners, the proportion of voting rights of the Bank controlled by any third party reaches or exceeds 50% of the Bank's voting rights controlled by the Bank's controlling Shareholder. They shall not seek or assist other parties to seek the status of becoming the controlling Shareholder or de facto controller of the Bank by purchasing Shares of the Bank in the secondary market or accepting agreement-based transfer of Shares either directly or through the entities controlled by the strategic partners.

The strategic partners undertake that they shall not use their shareholding position or influence to interfere with or affect the controlling Shareholder's control over the Bank (including but not limited to the control over the Board of Directors) or affect the normal production and operation of the Bank.

(VI) Future Exit Arrangements

The strategic partners undertake that if they reduce their holdings in the future by means other than centralized bidding transactions in the secondary market, they shall ensure not to affect their compliance with the clause stating "not seeking or cooperating with other parties to seek control of the listed company" in the Strategic Cooperation Agreements.

1 Pursuant to Articles 70 and 89 of the Articles of Association, Shareholder(s) who individually or in aggregate hold 3% or more of the total Shares of the Bank with voting rights shall have the right to submit interim proposals ten (10) days before the Shareholders' general meeting.

2 Pursuant to Article 55 of the Articles of Association, the ordinary Shareholders of the Bank shall have the right to supervise the Bank's business operations, and to put forward suggestions and raise enquiries.

(VII) Conclusion, Entry into Force and Termination of the Agreements

1. The Strategic Cooperation Agreements shall be established on the date when they are signed by the legal representatives or authorized representatives of the parties and affixed with the official seals of the parties, and shall take effect at the same time as the Share Subscription Agreements with Conditions Precedent.
2. Both parties agree that the Strategic Cooperation Agreement shall be terminated in the event of any of the following circumstances:
 - (1) Upon the termination or rescission of the Share Subscription Agreement, the Strategic Cooperation Agreement shall be terminated or rescinded at the same time.
 - (2) When both parties unanimously agree to terminate the Strategic Cooperation Agreement, the Strategic Cooperation Agreement shall be terminated in writing.
 - (3) If the purpose of the Strategic Cooperation Agreement cannot be achieved due to significant changes in regulatory requirements, laws and regulations, relevant policies, etc., the Strategic Cooperation Agreement shall be terminated by either party by written notice.
 - (4) If either party violates the obligations under the Strategic Cooperation Agreement, causing it impossible for the observant party to achieve the purposes of the Strategic Cooperation Agreement, the observant party shall be entitled to unilaterally terminate the Strategic Cooperation Agreement.
 - (5) If force majeure factors occur during the performance of the Strategic Cooperation Agreement, the Strategic Cooperation Agreement shall be terminated in accordance with the force majeure clause thereunder.
3. Unless otherwise agreed in the Strategic Cooperation Agreements, the termination of the Strategic Cooperation Agreements shall not relieve any party from the liability for breach of the clauses of the Strategic Cooperation Agreements prior to the termination date of the Strategic Cooperation Agreements.

VI. THE AGM AND SHAREHOLDERS' CLASS MEETINGS

The AGM and Shareholders' Class Meetings of the Bank will be convened to consider and approve, among other things, the proposals regarding the Proposed Issuance of A Shares to the Specific Subscribers, Introducing the Strategic Equity Investment of the Ministry of Finance and Entering into the Strategic Cooperation Agreements with Conditions Precedent.

At the relevant Board meeting, the Directors, Mr. Hu Yuting and Mr. Yu Mingxiong have material interests in the Issuance. Mr. Hu Yuting has abstained from voting on the following resolutions: (1) the Proposal Regarding the Plan for the Issuance of A Shares to the Specific Subscribers by Postal Savings Bank of China; (2) the Proposal Regarding the Demonstration and Analysis Report on the Plan for the Issuance of A Shares to the Specific Subscribers by Postal Savings Bank of China; (3) the Proposal Regarding the Feasibility Report on the Use of Proceeds Raised from the Issuance of A Shares to the Specific Subscribers by Postal Savings Bank of China; (4) the Proposal to the Shareholders' General Meeting to Authorize the Board of Directors and Its Authorized Persons to Handle the Specific Matters Relating to the Issuance of A Shares to the Specific Subscribers; (5) the Proposal Regarding the Related Party Transactions Relating to the Issuance of A Shares to the Specific Subscribers by Postal Savings Bank of China; (6) the Proposal Regarding Entering into the Share Subscription Agreement with Conditions Precedent between Postal Savings Bank of China and China Mobile Group under the Proposal Regarding Entering into the Share Subscription Agreements with Conditions Precedent between Postal Savings Bank of China and the Specific Subscribers; and (7) the Proposal Regarding Introducing China Mobile Group as a Strategic Investor of Postal Savings Bank of China and Entering into the Strategic Cooperation Agreement with Conditions Precedent. Mr. Yu Mingxiong has abstained from voting on the following resolutions: (1) the Proposal Regarding the Plan for the Issuance of A Shares to the Specific Subscribers by Postal Savings Bank of China; (2) the Proposal Regarding the Demonstration and Analysis Report on the Plan for the Issuance of A Shares to the Specific Subscribers by Postal Savings Bank of China; (3) the Proposal Regarding the Feasibility Report on the Use of Proceeds Raised from the Issuance of A Shares to the Specific Subscribers by Postal Savings Bank of China; (4) the Proposal to the Shareholders' General Meeting to Authorize the Board of Directors and Its Authorized Persons to Handle the Specific Matters Relating to the Issuance of A Shares to the Specific Subscribers; (5) the Proposal Regarding the Related Party Transactions Relating to the Issuance of A Shares to the Specific Subscribers by Postal Savings Bank of China; (6) the Proposal Regarding Entering into the Share Subscription Agreement with Conditions Precedent between Postal Savings Bank of China and CSSC under the Proposal Regarding Entering into the Share Subscription Agreements with Conditions Precedent between Postal Savings Bank of China and the Specific Subscribers; and (7) the Proposal Regarding Introducing CSSC as a Strategic Investor of Postal Savings Bank of China and Entering into the Strategic Cooperation Agreement with Conditions Precedent. Except for the above Directors, no Directors have or are deemed to have material interests in the Issuance.

China Mobile Group and its associates (holding a total of approximately 6.83% of the issued Shares of the Bank as at the date of this announcement) shall abstain from voting on the following proposals at the AGM and H Shareholders' Class Meeting: (1) the Proposal Regarding the Plan for the Issuance of A Shares to the Specific Subscribers by Postal Savings Bank of China; (2) the Proposal Regarding the Demonstration and Analysis Report on the Plan for the Issuance of A Shares to the Specific Subscribers by Postal Savings Bank of China; (3) the Proposal Regarding the Feasibility Report on the Use of Proceeds Raised from the Issuance of A Shares to the Specific Subscribers by Postal Savings Bank of China; (4) the Proposal to the Shareholders' General Meeting to Authorize the Board of Directors and Its Authorized Persons to Handle the Specific Matters Relating to the Issuance of A Shares to the Specific Subscribers; (5) the Proposal Regarding the Related Party Transactions Relating to the Issuance of A Shares to the Specific Subscribers by Postal Savings Bank of China; (6) the Proposal Regarding Entering into the Share Subscription Agreement with Conditions Precedent between Postal Savings Bank of China and China Mobile Group under the Proposal Regarding Entering into the Share Subscription Agreements with Conditions Precedent between Postal Savings Bank of China and the Specific Subscribers; and (7) the Proposal Regarding Introducing China Mobile Group as a Strategic Investor of Postal Savings Bank of China and Entering into the Strategic Cooperation Agreement with Conditions Precedent.

CSSC and its associates (holding a total of approximately 3.97% of the issued Shares of the Bank as at the date of this announcement) shall abstain from voting on the following proposals at the AGM and H Shareholders' Class Meeting: (1) the Proposal Regarding the Plan for the Issuance of A Shares to the Specific Subscribers by Postal Savings Bank of China; (2) the Proposal Regarding the Demonstration and Analysis Report on the Plan for the Issuance of A Shares to the Specific Subscribers by Postal Savings Bank of China; (3) the Proposal Regarding the Feasibility Report on the Use of Proceeds Raised from the Issuance of A Shares to the Specific Subscribers by Postal Savings Bank of China; (4) the Proposal to the Shareholders' General Meeting to Authorize the Board of Directors and Its Authorized Persons to Handle the Specific Matters Relating to the Issuance of A Shares to the Specific Subscribers; (5) the Proposal Regarding the Related Party Transactions Relating to the Issuance of A Shares to the Specific Subscribers by Postal Savings Bank of China; (6) the Proposal Regarding Entering into the Share Subscription Agreement with Conditions Precedent between Postal Savings Bank of China and CSSC under the Proposal Regarding Entering into the Share Subscription Agreements with Conditions Precedent between Postal Savings Bank of China and the Specific Subscribers; and (7) the Proposal Regarding Introducing CSSC as a Strategic Investor of Postal Savings Bank of China and Entering into the Strategic Cooperation Agreement with Conditions Precedent.

Save as disclosed above, to the best of the Directors' knowledge, information and belief, there are no other Shareholders who have any material interest in the above resolutions and are required to abstain from voting on the resolutions at the AGM and H Shareholders' Class Meeting.

A circular containing details of the above resolutions to be proposed at the AGM and Shareholders' Class Meetings will be issued by the Bank in due course.

VII. GENERAL INFORMATION

This announcement is for information purposes only and does not constitute an invitation or offer to acquire, purchase or subscribe for any securities of the Bank.

Investors are cautioned that the Issuance is subject to (i) the approval by the Shareholders at the AGM and the Shareholders' Class Meetings; (ii) the approval by the National Financial Regulatory Administration; (iii) the approval by the SSE; and (iv) the approval for registration by the CSRC. Since the Issuance is still subject to the satisfaction of various conditions stated therein, the Issuance may or may not proceed or become unconditional effective. Investors and potential investors in Shares of the Bank should exercise care, and they should only rely on information published by the Bank, when they deal, or contemplate dealing, in the Shares or other securities of the Bank.

VIII. DEFINITIONS

In this announcement, unless the context otherwise requires, the following terms and expressions have the following meanings:

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| “A Share(s)” | Ordinary Share(s) in the share capital of the Bank with a nominal value of RMB1.00 each, which is (are) subscribed for and traded in RMB and listed on the SSE |
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| “A Shareholder(s)” | holder(s) of A Shares |
| “A Shareholders’ Class Meeting” | the first class meeting of A Shareholders of 2025 to be convened by the Bank after the conclusion of the AGM on Thursday, April 17, 2025 on-site at Block A, Jinjia Plaza, No. 6 Financial Street, Xicheng District, Beijing |
| “AGM” | the 2024 annual general meeting to be convened by the Bank at 10:00 a.m. on Thursday, April 17, 2025 on-site at Block A, Jinjia Plaza, No. 6 Financial Street, Xicheng District, Beijing |
| “Articles of Association” | the Articles of Association of Postal Savings Bank of China Co., Ltd., as amended, supplemented or otherwise modified from time to time |
| “associate(s)” | has the meaning ascribed to it under the Hong Kong Listing Rules |
| “Bank” or “Postal Savings Bank of China” | Postal Savings Bank of China Co., Ltd., a joint stock limited liability company incorporated in the PRC in accordance with PRC laws, including its predecessors, branches and sub-branches, directly-operated outlets and agency outlets (to the extent of agency outlets’ operations, risk management and licenses in relation to agency banking businesses they conduct) and subsidiaries (where the context so requires) |
| “Board” or “Board of Directors” | the board of Directors of the Bank |
| “China Mobile Group” | China Mobile Communications Group Co., Ltd. |
| “China Post Group” | China Post Group Corporation Limited, the controlling Shareholder of the Bank |
| “connected person(s)” | has the meaning ascribed to it under the Hong Kong Listing Rules |
| “CSRC” | China Securities Regulatory Commission |
| “CSSC” | China State Shipbuilding Corporation Limited |
| “Director(s)” | the director(s) of the Bank |

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| “H Share(s)” | Ordinary Share(s) in the share capital of the Bank with a nominal value of RMB1.00 each, which is (are) subscribed for and traded in Hong Kong dollars and listed on the Hong Kong Stock Exchange |
| “H Shareholder(s)” | holder(s) of H Shares |
| “H Shareholders’ Class Meeting” | the first class meeting of H Shareholders of 2025 to be convened by the Bank after the conclusion of the A Shareholders’ Class Meeting on Thursday, April 17, 2025 on-site at Block A, Jinjia Plaza, No. 6 Financial Street, Xicheng District, Beijing |
| “Hong Kong Listing Rules” | the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited, as amended from time to time |
| “Hong Kong Stock Exchange” | The Stock Exchange of Hong Kong Limited |
| “Issuance of A Shares to the Specific Subscribers” or “Issuance” | the Bank issued A Shares pursuant to the Plan for the Issuance of A Shares to the Specific Subscribers |
| “MOF” or “Ministry of Finance” | Ministry of Finance of the People’s Republic of China |
| “Plan for the Issuance of A Shares to the Specific Subscribers” or “Issuance Plan” | the plan for the issuance of A Shares to the specific subscribers of the Bank to be submitted to the Shareholders for consideration and approval at the AGM and Shareholders’ Class Meetings, details of which are set out in this announcement |
| “RMB” | Renminbi, the lawful currency of the PRC |
| “SFO” | the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong), as amended, supplemented or otherwise modified from time to time |
| “Share(s)” or “Ordinary Share(s)” | the A Share(s) and/or H Share(s) of the Bank |
| “Shareholder(s)” | holder(s) of Shares of the Bank |
| “Shareholders’ Class Meetings” | A Shareholders’ Class Meeting and H Shareholders’ Class Meeting |

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| “Share Subscription Agreements with Conditions Precedent” or “Share Subscription Agreements” | Share Subscription Agreements with Conditions Precedent for the Issuance of A Shares to the Specific Subscribers by Postal Savings Bank of China Co., Ltd. entered into between the Bank and the MOF, China Mobile Group and CSSC, respectively on March 30, 2025 |
| “Strategic Cooperation Agreements with Conditions Precedent” or “Strategic Cooperation Agreements” | Strategic Cooperation Agreements with Conditions Precedent for the Issuance of A Shares to the Specific Subscribers by Postal Savings Bank of China Co., Ltd. entered into between the Bank and China Mobile Group and CSSC, respectively on March 30, 2025 |
| “SSE” | Shanghai Stock Exchange |

By order of the Board
Postal Savings Bank of China Co., Ltd.
Du Chunye
Joint Company Secretary

Beijing, the PRC
March 30, 2025

As at the date of this announcement, the Board of the Bank comprises Mr. Zheng Guoyu as Chairman of the Board and Non-executive Director; Mr. Liu Jianjun and Ms. Yao Hong as Executive Directors; Mr. Han Wenbo, Mr. Chen Donghao, Mr. Liu Xin'an, Mr. Zhang Xuanbo, Mr. Hu Yuting, Mr. Ding Xiangming and Mr. Yu Mingxiong as Non-executive Directors; Mr. Wen Tiejun, Mr. Chung Shui Ming Timpson, Ms. Pan Yingli, Mr. Tang Zhihong and Mr. Hong Xiaoyuan as Independent Non-executive Directors.

* *Postal Savings Bank of China Co., Ltd. is not an authorized institution within the meaning of the Banking Ordinance (Chapter 155 of the Laws of Hong Kong), not subject to the supervision of the Hong Kong Monetary Authority, and not authorized to carry on banking and/or deposit-taking business in Hong Kong.*