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COSCO SHIPPING ENERGY TRANSPORTATION CO., LTD.*
中遠海運能源運輸股份有限公司

(A joint stock limited company incorporated in the People's Republic of China with limited liability)
(Stock Code: 1138)

**(1) FULFILMENT OF THE CONDITIONS OF EXERCISE FOR
THE FIRST EXERCISE PERIOD OF INITIAL GRANT OF
OPTIONS UNDER THE 2023 SHARE OPTION
INCENTIVE SCHEME;**
**(2) ADJUSTMENT AND CANCELLATION OF THE NUMBER
OF THE OPTIONS OF THE 2023 SHARE OPTION INCENTIVE
SCHEME;**
AND
**(3) ADJUSTMENT OF THE EXERCISE PRICE OF THE
2023 SHARE OPTION INCENTIVE SCHEME**

References are made to (i) the announcement of COSCO SHIPPING Energy Transportation Co., Ltd. (the “**Company**”) dated 26 October 2023; (ii) the circular of the Company dated 23 April 2024 (the “**Circular**”); (iii) the poll results of the Company dated 10 May 2024; (iv) the announcement in relation to the adjustment of the number of the initial grant and the initial grant of share options of the Company dated 10 May 2024; (v) the announcement in relation to the completion of registration of the initial grant of the Company dated 2 July 2024; (vi) the announcement in relation to the grant of reserved options of the Company dated 30 December 2024; and (vii) the announcement in relation to the completion of registration of the grant of reserved options of the Company dated 18 February 2025, in relation to, among others, the proposed adoption of the 2023 A Share Option Incentive Scheme, and the Initial Grant and Reserved Grant under the 2023 Share Option Incentive Scheme. Unless otherwise indicated, capitalised terms used in this announcement shall have the same meanings as defined in the Circular and above announcements of the Company.

On 15 April 2026, the Board has considered and approved the Proposal on Adjustment of the Number of the Options and the Exercise Price of the 2023 Share Option Incentive Scheme at the fifth meeting of the Board in 2026.

FULFILMENT OF THE CONDITIONS OF EXERCISE FOR THE FIRST EXERCISE PERIOD OF INITIAL GRANT OF OPTIONS UNDER THE 2023 SHARE OPTION INCENTIVE SCHEME

(I) Expiry of the Vesting Period

According to relevant requirements of the 2023 Share Option Incentive Scheme, Vesting Period represents the period from the Date of Grant to the Exercise Date of a Share Option, which shall be a period of 24 months. The Date of Grant of Share Options under the Initial Grant of the 2023 Share Option Incentive Scheme was 10 May 2024. The Vesting Period of the Exercise shall be expired on 10 May 2026.

(II) Fulfilment of the Conditions of Exercise for the First Exercise Period

No.	Conditions of Exercise for the First Exercise Period of the Initial Grant	Description of the fulfillment of the Conditions of Exercise
1	<p>There is no occurrence of any of the followings in respect of the Company:</p> <ul style="list-style-type: none"> ① issuance of the auditors' report containing an adverse opinion or indicating inability to give an opinion by a certified public accountant on the financial and accounting report for the latest accounting year; ② issuance of the auditors' report containing an adverse opinion or indicating inability to give an opinion by a certified public accountant on the internal control of the financial report for the latest accounting year; ③ circumstances under which the Company fails to distribute profits in accordance with relevant laws and regulations, the Articles of Association or any undertaking publicly made within the latest 36 months after listing; ④ circumstances under which equity incentive is prohibited to be implemented under the applicable laws and regulations; ⑤ circumstances under which equity incentive is prohibited to be implemented by the CSRC; ⑥ such other circumstances under which equity incentive is prohibited to be implemented by the Shanghai Stock Exchange. 	<p>There is no occurrence of any of the aforementioned circumstances in respect of the Company, and the Conditions of Exercise have been fulfilled.</p>

No.	Conditions of Exercise for the First Exercise Period of the Initial Grant	Description of the fulfillment of the Conditions of Exercise
2	<p>There is no occurrence of any of the followings in respect of the Participant:</p> <p>① who has failed individual comprehensive appraisal and assessment for the accounting year immediately preceding the effectiveness of the Share Options under the appraisal measures;</p> <p>② circumstances under which the Participant is prohibited from participating in the Scheme pursuant to Chapter 3.</p>	<p>There is no occurrence of any of the aforementioned circumstances in respect of the Participants, and the Conditions of Exercise have been fulfilled.</p>
3	<p>Performance conditions on company level (First Exercise Period, being 2024):</p> <p>If the performance targets fulfill the following targets simultaneously, the performance coefficient of the Company will be 100%, otherwise it will be 0.</p> <p>① EOE attributable to owners of the Company shall be no less than 22.0% and the 75th percentile of the Benchmark Enterprises;</p> <p>② with 2022 as the base period, the compound growth rate of the total profit shall be no less than 24.1% and the 75th percentile of the Benchmark Enterprises;</p> <p>③ the economic value added (EVA) shall meet the target delegated to the Group by the SASAC and disintegrated to the Company.</p>	<p>Upon auditing:</p> <p>① the EOE attributable to owners of the Company for 2024 was 28.6%, which was higher than the 25.6% representing the 75th percentile of the Benchmark Enterprises for the same period.</p> <p>② with 2022 as the base period, the compound growth rate of the total profit was 38.1%, which was higher than the 34.7% representing the 75th percentile of the Benchmark Enterprises for the same period.</p> <p>③ the economic value added (EVA) met the target delegated to the Group by the SASAC and disintegrated to the Company.</p>

No.	Conditions of Exercise for the First Exercise Period of the Initial Grant	Description of the fulfillment of the Conditions of Exercise
4	<p>Performance conditions on individual level:</p> <p>Subject to the fulfillment of the performance conditions on company level, the Company will determine the number of exercisable Share Options of a Participant for the current year based on the comprehensive appraisal and assessment ranking for the year immediately preceding the Share Options becoming effective.</p> <p>Calculation method: Number of individual actual effective Share Options = Number of individual expected effective Share Options for the period × Performance coefficient of the Company × Individual performance coefficient</p> <p>Of which, the individual performance coefficient corresponding to the comprehensive appraisal and assessment rankings for the year immediately preceding the effectiveness are as follows:</p> <p>① excellent or qualified: 100%</p> <p>② basically qualified: 80%</p> <p>③ unqualified: 0</p>	<p>Among the 123 Participants (including Initial Grant and Reserved Grant) eligible for exercise in the First Exercise Period, 3 Participants with comprehensive appraisal and assessment results of “Basically qualified” have an exercisable proportion of 80%; the remaining 120 Participants with comprehensive appraisal and assessment results of “Excellent” or “Qualified” have an exercisable proportion of 100%.</p>

In conclusion, the Conditions of Exercise of 100 Participants for the First Exercise Period under the Initial Grant have been fulfilled.

THE PARTICULARS OF THE EXERCISE

1. Date of Grant: 10 May 2024.
2. Number of exercisable Share Options: 6,735,326.
3. Number of Participants exercising: 100.
4. Exercise Price: RMB12.22 per Share.
5. Exercise method: Independent Exercise.
6. Source of Shares: RMB-denominated A Shares (being ordinary shares) to be issued to the Participants by the Company.
7. Exercise arrangement: The start date for the Exercise of the Share Options shall be determined based on the processing of independent Exercise business, and the end date shall be 10 May 2027. The Shares resulting from the Exercise can be listed and traded on the second trading day (T+2) after the exercise date (T day).
8. List of Participants and Exercise details:

Name	Positions	Number of exercisable Share Options	Proportion to the total number of the Share Option Incentive Scheme	Proportion to the total share capital at the time of Grant
REN Yongqiang	Executive Director, Chairman	93,456	0.3468%	0.0020%
TIAN Chao	Chief Accountant	64,944	0.2410%	0.0014%
ZHANG Yong	Deputy General Manager	103,191	0.3830%	0.0022%
XU Wei	Deputy General Manager	90,948	0.3375%	0.0019%
ZHANG Lei	Deputy General Manager	58,014	0.2153%	0.0012%
LI Xuhua	General Counsel	93,291	0.3462%	0.0020%
NI Yidan	Secretary to the Board	54,417	0.2020%	0.0011%
	Subtotal (7 persons)	558,261	2.0718%	0.0117%
	Other Participants (93 persons)	6,177,065	22.9244%	0.1295%
	Total (100 persons)	6,735,326	24.9962%	0.1412%

Note: The total number of Share Options granted by the Company, before any adjustments, was 26,945,400 A Shares; and the total share capital of the Company at the time of Initial Grant and the Reserved Grant of the Share Options was 4,770,776,395 Shares.

CALCULATION AND EXPLANATION ON THE EXPENSES OF THE SHARE OPTIONS UNDER SHARE OPTION INCENTIVES

Calculation and Explanation on the Expenses of the Share Options

According to the Accounting Standards for Business Enterprises No. 11 – Share-based Payments and Accounting Standards for Business Enterprises No. 22 – Recognition and Measurement of Financial Instruments, on the Date of Grant, the Company adopted the Black-Scholes Option Pricing Model to determine the fair value of the Share Options on the Date of Grant. After the Date of Grant, the Company has amortised the relevant expenses of the Share Options that met the Conditions of Exercise during the corresponding Vesting Period in accordance with the accounting standards, which were recognised as relevant costs or expenses and capital reserves. On the Exercise Date, based on the actual number of equity instruments exercised, the Company will carry forward the capital reserve – other capital reserve recognised during the waiting period and the exercise amount received to confirm the share capital and capital reserve – premium of share capital. The specific amount shall be subject to the annual audit report issued by the accounting firm, and the exercise of the Share Options will not have a material impact on the Company's profit or loss for the current period.

REASONS FOR ADJUSTMENTS AND CANCELLATION AND NUMBER OF SHARE OPTION TO BE CANCELLED

In view of the fact that some Participants of the Initial Grant and the Reserved Grant of Share Options under the 2023 Share Option Incentive Scheme no longer met the incentive conditions due to the termination of employment and retirement or failure to meet the individual comprehensive assessment requirements, pursuant to the authorization of the general meeting, the Board has adjusted and cancelled (i) 1,550,611 Share Options under the Initial Grant that were granted but not exercised; and (ii) 157,900 Share Options under the Reserved Grant that were granted but not exercised, under the 2023 Share Option Incentive Scheme. After such adjustment and cancellation, the total number of Share Options under the Initial Grant has been reduced from 22,309,600 to 20,758,989 accordingly, and the total number of Share Options under the Reserved Grant has been reduced from 4,635,800 to 4,477,900 accordingly.

Save as disclosed above, the number of Share Options under the Initial Grant and the Reserved Grant granted by the Company to Participants are the same as that considered and approved at the EGM and the Class Meetings.

ADJUSTMENT OF THE EXERCISE PRICE

The Company's interim profit distribution plans for 2023 and 2024 and the final profit distribution plan for 2024 have been approved by Shareholders at the general meetings held by the Company on 28 June 2024, 14 October 2024 and 30 June 2025, respectively, with the payment of cash dividends of RMB0.35 (tax inclusive), RMB0.22 (tax inclusive) and RMB0.21 (tax inclusive) per share, respectively.

The Company's interim profit distribution plans for 2023 and 2024 and the final profit distribution plan for 2024 have been implemented.

In light of the Company's interim profit distribution for 2023 and 2024 and the final profit distribution for 2024, the Board adjusted the Exercise Price of the Share Options granted under the Incentive Scheme according to the authorization of the general meeting.

Pursuant to the relevant provisions under the 2023 Share Option Incentive Scheme, the Company shall adjust the Exercise Price in accordance with the following formula:

$$P = P_0 - V$$

Where: P_0 represents the Exercise Price before the adjustment; V represents the dividend rate per Share; and P represents the adjusted Exercise Price.

According to the formula, the adjusted Exercise Price shall be:

The adjusted Exercise Price of the Share Options under the Initial Grant =

$$\text{RMB13.00 per Share} - \text{RMB0.78 per Share} = \text{RMB12.22 per Share.}$$

The adjusted Exercise Price of the Share Options under the Reserved Grant =

$$\text{RMB12.09 per Share} - \text{RMB0.21 per Share} = \text{RMB11.88 per Share.}$$

After the adjustment, the Exercise Price of the Share Options under the Initial Grant shall be adjusted from RMB13.00 per Share to RMB12.22 per Share and the Exercise Price of the Share Options under the Reserved Grant shall be adjusted from RMB12.09 per Share to RMB11.88 per Share. For details of the determination of the Exercise Price according to the Scheme, please refer to the paragraph "2. Method of adjustment to the Exercise Price of the Share Options" of the section headed "I. METHOD AND PROCEDURES OF ADJUSTMENT TO THE NUMBER AND EXERCISE PRICE OF THE SHARE OPTIONS" in Appendix I to the Circular.

IMPACT OF THIS ADJUSTMENT ON THE COMPANY

The adjustment and cancellation of certain Share Options under the Initial Grant and Reserved Grant and the adjustment to the Exercise Price have no substantive impact on the financial position and operating results of the Company.

OPINIONS OF THE REMUNERATION AND APPRAISAL COMMITTEE OF THE BOARD

The Remuneration and Appraisal Committee of the Board is of the view that: (i) the conditions for the First Exercise Period of the Initial Grant of Share Options under the Incentive Scheme at the Company level have been met, which is in compliance with the Administrative Measures on Share Option Incentives of Listed Companies, the Company's Share Option Incentive Scheme and other relevant regulations. The individual performance appraisal results of the 100 Participants for the First Exercise Period of the Initial Grant of Share Options, who meet the exercise conditions, are compliant and authentic, and their qualifications as the Participants for exercise in this instance are legal and valid. The Committee agrees that the 100 Participants may exercise in respect of 6,735,326 Share Options, with an Exercise Price of RMB12.22 per Share, corresponding to the First Exercise Period of the Initial Grant of Share Options. All the above matters comply with the conditions stipulated in relevant laws, regulations and normative documents, and there is no prejudice to the interests of the Company and its Shareholders; and (ii) due to reasons such as the termination of employment, retirement of the Participants, or their 2024 individual comprehensive appraisal and assessment results failing to reach the "Qualified" or higher level, and taking into account the Company's interim profit distribution for 2023 and 2024 and the final profit distribution for 2024, adjustments have been made to the Participants, the number of Options and the Exercise Price under the Incentive Scheme, and a certain number of the Share Options that have been granted but not yet exercised have been cancelled. The facts are as stated, the procedures followed are compliant, there are no false statements, intentional omissions, or material misrepresentations, and the actions are in accordance with relevant laws, regulations, and normative documents.

CONCLUSION OF THE LEGAL OPINION FROM CHINESE LAWYER

Grandall Law Firm, the PRC legal adviser of the Company, is of the view that as of the date of the issuance of the legal opinions, (i) the exercise of Share Options under the First Exercise Period of the Company's Share Option Incentive Scheme has obtained the necessary approvals and authorizations at the current stage, the conditions for such exercise have been satisfied, and the relevant exercise arrangements are in compliance with the provisions of laws, regulations and normative documents such as the Company Law, the Securities Law, and the Administrative Measures; and (ii) the Company's adjustments to the Participants, the number of Options and the Exercise Price under the Share Option Incentive Scheme, and the cancellation of certain Share Options granted but not exercised, have all obtained the necessary approvals and authorizations, and the methods and content of such adjustments are in compliance with the provisions of laws, regulations and normative documents such as the Company Law, the Securities Law, and the Administrative Measures.

By order of the Board
COSCO SHIPPING Energy Transportation Co., Ltd.
NI Yidan
Company Secretary

Shanghai, the PRC
15 April 2026

As at the date of this announcement, the Board comprises Mr. REN Yongqiang and Mr. ZHU Maijin as executive Directors, Mr. WANG Shuqing, Mr. WANG Wei, Ms. ZHOU Chongyi and Ms. MA Yuanru as non-executive Directors, Mr. Victor HUANG, Mr. LI Runsheng, Mr. ZHAO Jinsong and Mr. WANG Zuwen as independent non-executive Directors.

* *For identification purposes only*