

*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.*



**中国通号**

**China Railway Signal & Communication Corporation Limited\***

**中國鐵路通信信號股份有限公司**

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

**(Stock Code: 3969)**

## **ANNOUNCEMENT ON BID-WINNING OF IMPORTANT PROJECTS IN THE RAIL TRANSIT MARKET**

This announcement is made by China Railway Signal & Communication Corporation Limited\* (the “**Company**”) pursuant to Rules 13.09 and 13.10B of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “**Listing Rules**”) and the Inside Information Provisions (as defined in the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

From July to August 2020, the Company has won the bidding for a total of ten important projects in the rail transit market, among which, three are acquired from the railway market, namely four power integration and the related works for the CJLLXZH-2 tender section of the newly built Langfang East-New Airport intercity link (the “**Phase-I Project for the Newly-built Intercity Link**”) with a tender amount of RMB113 million, four power integration and the related works for the XJSD tender section of the newly built Xuancheng-Jixi High-speed Railway (“**Xuan Ji High-speed Railway**”) with a tender amount of RMB200 million, EPC project for communications and signaling of Bangladeshi Padma Bridge rail link project with a tender amount of RMB260 million; the other seven are acquired from the urban rail transit market, namely signal system installation project in respect of Jinhua-Yiwu- Dongyang Urban Rail Transit Project with a tender amount of RMB249 million, signal system procurement project in respect of phase I of Nantong Urban Rail Transit Line No. 2 with a tender amount of RMB196 million, signal system procurement project in respect of phase I project of Shenzhen Urban Rail Transit Line No. 20 with a tender amount of RMB175 million, signal system engineering project in respect of Changchun Rail Transit Line No. 3 with a tender amount of RMB267 million, General contracting project for system equipment engineering of Xi’an Metro Line 14 (from North Railway Station to Heshao Village) with a tender amount of RMB121 million, procurement of special communication system equipment, and communication system integration (No. 3302) (Second Bid) of Foshan Urban Rail Transit Line 3 with a tender amount of RMB153 million as well as Maintenance services outsourcing project for engineering signal and communication system equipment of Phase I of Line 17 and Phases I and II of Line18 of Chengdu Metro with a tender amount of RMB164 million.

Details of the projects awarded are hereby announced as below:

# I. RELEVANT INFORMATION OF THE PROJECTS WON IN THE RAILWAY MARKET

	Project One	Project Two	Project Three
<b>I. General information</b>			
1. Name of the project	Phase-I Project for the Newly-built Intercity Link	Xuan Ji High-speed Railway	EPC Project for Communications and Signaling of Bangladeshi Padma Bridge Rail Link Project
2. Bid originator	Jing'an Intercity Railway Co., Ltd.	China Railway Design Corporation	China Railway Group Ltd.
3. Tender amount (RMB100 million)	1.13	2.0	2.6
4. Overview of the project	<p>The Phase-I Project for the Newly-built Intercity Link is 39.339km long, the designed running speed of the line is 200km/h. It will be equipped with a CTCS-2 level high-speed train operation control system.</p> <p>The Company will be responsible for equipment procurement, system debugging and other system integration work for all communications, signaling and other projects of the Phase-I Project for the Newly-built Intercity Link, and will cooperate with joint debugging, trial operation and other tasks.</p>	<p>The main line of Xuan Ji High-speed Railway is 115km long, the designed running speed of the line is 350km/h. The main line will be equipped with a CTCS-3 level high-speed train operation control system. The Company will be responsible for equipment procurement, system debugging and other system integration work for all communications, signaling and other projects of Xuan Ji High-speed Railway, and will cooperate with joint debugging, trial operation and other tasks.</p>	<p>The line of the Bangladeshi Padma Bridge rail link project is 168.5km with 20 stations, including 14 newly-built stations and 6 re-constructed stations based on existing ones. The passenger and freight lines have a designed running speed of 120km/h and 80km/h for passenger and freight transportation. The phase-I and phase-II projects are 81.7km and 86.9km long, respectively.</p> <p>The Company will be responsible for design, procurement, construction and installment and debugging of the communication signaling system of the Bangladeshi Padma Bridge rail link project and will cooperate with joint debugging, trial operation and other tasks.</p>

	Project One	Project Two	Project Three
<b>II. Information of the counterparty</b>			
1. Name of the enterprise	Jing'an Intercity Railway Co., Ltd.	China Railway Design Corporation	China Railway Group Ltd.
2. Nature of the enterprise	State-owned enterprise	State-owned enterprise	State-owned enterprise
3. Legal representative	Liu Bo	Liu Weiqun	Zhang Zongyan
4. Registered capital	RMB2,500 million	RMB660 million	RMB24,570,929,283
5. Date of incorporation	13-04-2016	21-07-1992	12-09-2007
6. Main office location	101 & 102, 1/F, Building 63, Yard 5, Yujing East Road, Tongzhou District, Beijing	109 East 7th Road, Tianjin Pilot Free Trade Zone (Tianjin Airport Economic Area)	China Railway Building, Building 9, 69 Fuxing Road, Haidian District, Beijing
7. Major shareholders	Beijing Tianjin Hebei Intercity Railway Investment Co. Ltd.	China State Railway Group Co., Ltd. China Railway Group Ltd.	China Railway Engineering Group Limited HKSCC Nominees Limited China Securities Finance Corporation Limited China Reform Holdings Corporation Ltd.
8. Principal business	Construction of railway projects; lease of office and commercial space (space which is not used for tangible market operation); advertisement design, production, agency and releasing; land consolidation; technology development, technology transfer, technology consultation, and technical service; tourism information consultation; railway transportation; property management; real estate development.	Undertaking of survey, consultation, design and supervision for overseas and domestic foreign invested projects; export of equipment and materials required for the abovementioned items; contracting of foreign (overseas) projects with matching strength, scale and performance; undertaking of survey, mapping, consultation, design, supervision, projects contracting, engineering piles testing and geological disaster prevention projects construction; consultation services in connection with abovementioned businesses; bidding agency business for construction projects, etc.	Contracting of civil engineering and construction, wiring, pipe fitting and equipment installation; sub-contracting of the survey, design, building, construction supervision, technology consultation, technology development, technology transfer and technical service in connection with abovementioned items; research, manufacturing, sales and leasing of machinery facilities, apparatus, component, steel girder, steel structure and building materials designed for civil engineering; temporary passenger and cargo transport and related services prior to the formal testing and delivery for operation of newly-built railways; contracting of overseas projects and domestic foreign invested projects in the industry; real estate development and operation, resource development, trade and logistics; import and export; counter trade and intermediary trade, etc.

	Project One	Project Two	Project Three
<b>III. Major terms and conditions of the contract to be signed</b>			
1. Amount of the contract (RMB100 million)	1.13	2.0	2.6
2. Payment schedule	Payments of the project will be made based on advance payments, progress payments, payments on completion and acceptance, warranty payments and other procedures.	Payments of the project will be made based on advance payments, progress payments, payments on completion and acceptance, warranty payments and other procedures.	Payments of the project will be made based on advance payments, progress payments, payments on completion and acceptance, warranty payments and other procedures.
3. Place of performance	Within Hebei Province	Within Anhui Province	The People's Republic of Bangladesh
4. Term for performance	From the date of signing of the contract to the end of the project warranty period, of which, the project execution cycle is approximately 29 months and the warranty period is 12 months, totaling 41 months.	From the date of signing of the contract to the end of the project warranty period, of which, the project execution cycle is approximately 42 months and the warranty period is 12 months, totaling 54 months.	Phase-I project will open on 25 December 2021 and phase-II project will open on 30 April 2023. The defects liability period is 1 year and the maintenance period is 2 years. From the date of signing of the contract to the end of the project warranty period, of which, the project execution cycle is approximately 33 months, the defects liability period is 12 months and the maintenance period is 24 months, totaling 69 months.

	<b>Project One</b>	<b>Project Two</b>	<b>Project Three</b>
5. Conditions for the contract to take effect	The contract shall become formally effective after the legal representatives of both parties or their authorized representatives have affixed their signatures and official seals.	The contract shall become formally effective after the legal representatives of both parties or their authorized representatives have affixed their signatures and official seals.	<p>(1) The authorized representatives of both parties have affixed their signatures and the seals for contract or official seals on the contract; and</p> <p>(2) As the professional contractor for “communication signaling” under the contracting contract, the appointment of Party B obtained the temporary approval (BR letter No.54.01.0000.631.54.206.18-5187) from the employer;</p> <p>(3) The contract has completed filing procedures. The contract shall become effective from the latest date in the above conditions.</p>
6. Contract signing place	Beijing	Tianjin	Dacca, the People’s Republic of Bangladesh

## II. INFORMATION ON PROJECTS WON IN THE URBAN RAIL TRANSIT MARKET

	Project Four	Project Five	Project Six	Project Seven
<b>I. General Information</b>				
1. Name of the project	Signal system installation project in respect of Jinhua-Yiwu-Dongyang Urban Rail Transit Project	Signal system procurement project in respect of phase I of Nantong Urban Rail Transit Line No. 2	Signal system procurement project in respect of phase I project of Shenzhen Urban Rail Transit Line No. 20	Signal system engineering project in respect of Changchun Rail Transit Line No. 3
2. Bid originator	Jinhua Jinyidong Rail Transit Co., Ltd.	Nantong Urban Rail Transit Co., Ltd.	Shenzhen Metro Group Co., Ltd.	Changchun Rail Transit Group Co., Ltd.
3. Amount of the bid won (RMB100 million)	2.49	1.96	1.75	2.67
4. Overview of the project	This project has a total length of 107.17 km, with 31 stations, including 14 underground stations and 17 elevated stations, and a rolling stock depot with three tabling yards.	The phase I project of Nantong Urban Rail Transit Line No. 2 has a total length of approximately 20.9 km, with 17 stations, including 7 centralised stations and 10 non-centralised stations, and 6 transfer stations. In Xingfu Township which is located at the west side of the line, the project has a Xingfu rolling stock depot and an integrated base (including a testing line and a training center), and shares a control center with Line No. 1 at Tonghu Avenue.	The phase I project of Shenzhen Urban Rail Transit Line No. 20 has a total length of approximately 8.43 km all constructed underground, with 5 stations, including 3 transfer stations. The average distance between stations is 2.02 km, the maximum distance between stations is 4.38 km (from Airport North Railway Station to Chongqing Road Station) and the minimum distance between stations is 0.8 km (from Convention South Station to Convention North Station). The Company will be responsible for works including the equipment procurement and integration and coordinating adjustments for the signal system of this project.	Changchun Line No. 3 has a total length of 34 km, with 36 stations, 11 equipment centralised stations, 58 trains, an additional control center, an upgraded rolling stock depot, a stabling yard and a testing line. The existing phase I and phase II has a total length of approximately 28.53 km, with 31 stations, 9 equipment centralised stations, 44 trains; the northern extension has a total length of 5.47 km, with 5 stations, 2 equipment centralised stations and 14 trains.

#### **Project Four**

The Company will be responsible for the signal system engineering works including the installation and wiring of all indoor and outdoor main line signal system equipment for main line stations and sections (including assistant lines, connecting lines and lines for entering or leaving depots or yards), relevant parts of the rolling stock depot and stabling yards (including testing lines, training centers and repair and maintenance centers) and control center.

#### **Project Five**

The Company will be responsible for works including the procurement and integration of equipment for the signal system of this project.

#### **Project Six**

#### **Project Seven**

The Company will provide a signal system solution which is compatible with the CBTC standard signal system of the northern extension and its existing digital track circuit for Changchun Line No. 3. The works include ancillary projects in respect of northern extension CBTC, existing on-board equipment, ATS, power expansion, graded protection of information security, LTE and other equipment. The Company will be responsible for system designing, construction and installation, supply of equipment, plant inspection, training, installation, commissioning, running, after sales service, etc.

	Project Four	Project Five	Project Six	Project Seven
<b>II. Information of the counterparty</b>				
1. Name of the enterprise	Jinhua Jinyidong Rail Transit Co., Ltd.	Nantong City Rail Transit Co., Ltd.	Shenzhen Metro Group Co., Ltd.	Changchun Rail Transit Group Co., Ltd.
2. Nature of the enterprise	State-owned enterprise	State-owned enterprise	State-owned enterprise	State-owned enterprise
3. Legal representative	Zheng Gongmin	Wang Zhi	Xin Jie	Cao Guoli
4. Registered capital	RMB1,000 million	RMB3,700 million	RMB44,071.36 million	RMB3,686.29 million
5. Date of incorporation	04-07-2016	19-12-2016	31-07-1998	17-07-1998
6. Main office location	6th Floor, Phase II of the Composite Building, No.1299, Guangnan Road, Duohu Street, Jindong District, Jinhua City, Zhejiang Province	11th Floor, 150-1 Gongnong South Road, Chongchuan District, Nantong	Floor 27-31, Metro Building, No. 1016, Fuzhong 1st Road, Futian District, Shenzhen	No. 1305, Anda Street, Chaoyang District, Changchun
7. Major shareholders	Jinhua Rail Transit Group Co., Ltd.  Yiwu Transportation Tourism Industry Development Group Co., Ltd.  Dongyang Transportation Investment Construction Group Co., Ltd.	Nantong City Construction Group Co., Ltd.	State-owned Assets Supervision and Administration Commission of Shenzhen Municipal People's Government	Changchun Urban Public Transportation Development Group Co., Ltd.  CDB Development Fund Co., Ltd.  Changchun Urban Development & Investment Holdings (Group) Co., Ltd.
8. Principal business	Investment, construction and operation and management of rail transit projects; land acquisition and reserving and development along the rail transit line.	Construction of city rail transit engineering projects; land development.	Construction, operation, development and comprehensive utilization of subway and light rail transportation projects; investment and establishment of industries (specific projects will be reported separately); domestic commerce, material supply and marketing industry (excluding franchise, special control, monopoly commodities); operating advertising business; own property management consulting and education training of rail transit related business.	Rail transit, operation, management and related urban rail passenger transport, real estate development and sales, investment in related projects with self-owned funds (not allowed to engage in financial management, illegal fund-raising, illegal deposit absorption, loan, etc.), advertisement design, production, agency, release, property services, engineering consulting, investment information consulting.



	Project Four	Project Five	Project Six	Project Seven
<b>III. Major terms and conditions of the contract to be signed</b>				
1. Amount of the contract (RMB100 million))	2.49	1.96	1.75	2.67
2. Payment schedule	Payments of the project will be made based on upfront payments, progress payments, payments on completion and acceptance and warranty payments.	Payments of the project will be made based on advance payments, progress payments, payments after arrival of goods, payments on completion and acceptance, warranty payments and other processes.	Payments of project will be made based on advance payments, payments on design review, payments after arrival of goods, payments on interim acceptance, payments on completion and acceptance, payments upon submission of settlement documents, settlement payments, payments on final acceptance and other processes.	Payments of the project will be made based on advance payments, payments for equipment, payments on completion acceptance, warranty payments and other processes.
3. Place of performance	Within Zhejiang Province	Nantong	Shenzhen	Changchun
4. Term for performance	From the date of signing of the contract to the end of the project warranty period, of which, the project execution cycle is approximately 24 months and the warranty period is 24 months, totaling 48 months.	From the date of signing of the contract to the end of the project warranty period, of which, the project execution cycle is approximately 30 months and the warranty period is 24 months, totaling 54 months.	From the date of signing of the contract to the end of the project warranty period, of which, the project execution cycle is approximately 16 months and the warranty period is 36 months, totaling 52 months.	From the date of signing of the contract to the end of the project warranty period, of which, the project execution cycle is approximately 15 months and the warranty period is 36 months, totaling 51 months.
5. Conditions for the contract to take effect	The contract shall become effective after the contractor has provided a full performance guarantee and both parties have affixed their signatures and official seals.	The contract shall become formally effective after the legal representatives of both parties or their authorized representatives have affixed their signatures and official seals.	The contract shall become formally effective after the legal representatives of both parties or their authorized representatives have affixed their signatures and official seals.	The contract shall become effective after representatives of both parties have affixed their signatures and official seals and the seller has provided a qualified performance guarantee.
6. Contract signing place	Jinhua	Nantong	Shenzhen	Changchun

	Project Eight	Project Nine	Project Ten
<b>I. General information</b>			
1. Name of the project	General contracting project for system equipment engineering of Xi'an Metro Line 14 (from North Railway Station to Heshao Village)	Procurement of special communication system equipment, and communication system integration (No. 3302) (Second Bid) of Foshan Urban Rail Transit Line 3	Maintenance services outsourcing project for engineering signal and communication system equipment of Phase I of Line 17 and Phases I and II of Line 18 of Chengdu Metro
2. Bid originator	CCCC Electromechanical Engineering Co., Ltd.	Foshan Urban Rail Transit Line 3 Development Co., Ltd.	Chengdu Metro Operation Co. Ltd.
3. Amount of the bid won (RMB100 million)	1.21	1.53	1.64
4. Overview of the project	Xi'an Metro Line 14 runs from North Railway Station to Heshao Village, with the total length of 13.65km, all of which lies underground. There are eight stations, including three interchange stations and one new parking lot. It shares the rolling stock depot and control center with Airport Line. The Company will be responsible for the following work related to the signal system equipment of the project: the design, design liaison, manufacture, delivery inspection, insurance, packaging and shipment, transportation, warehousing, delivery, installation supervision, testing, trials, joint debugging, safety assessment, acceptance, trial operation, start-up, equipment performance validation, personnel training, provision of spare parts, instruments, meters and tools, warranty period and after-sales services.	The project has a total length of 69.5km, including an elevated section of 8.7km, a transition section of 1.3km and an underground section of 59.5km. 37 stations are constructed, including 4 elevated stations and 33 underground stations, of which there are 16 interchange stations. There are 1 rolling stock depot and 2 parking lots throughout the route.	Routine inspection, maintenance and overhaul (excluding medium maintenance, overhaul and technical modification of equipment), equipment monitoring, malfunction response, guard duty, equipment protection, rectification of potential hazards, emergency rescue, flood prevention and drill, and debugging of subsequently constructed new lines for signal, communication system equipment in the areas of main line, OCC and rolling stock depot and parting lots of Phase I of Line 17 and Phases I and II of Line 18 of Chengdu Metro (including three stations and one area), as well as on-site investigation, data collection, construction control and interface coordination for the communication and signal of the bid originator.

## Project Eight

## Project Nine

## Project Ten

The Company will be responsible for the following work related to special communication system of Foshan Urban Rail Transit Line 3: the design liaison, design, manufacture, factory testing, factory acceptance, packaging, supply, transportation, delivery, installation supervision, stand-alone testing, system debugging and field testing, joint debugging, 144-hour continuous testing, inspection of start-up conditions, pre-acceptance, trial operation, final acceptance, personnel training, provision of standard accessories, special tools and instruments and meters, reporting to government agencies for inspection (if any), BIM-related work, communication system integration, and correction of system defects and maintenance during the warranty period.

	Project Eight	Project Nine	Project Ten
<b>II. Information of the counterparty</b>			
1. Name of the enterprise	CCCC Mechanical & Electrical Engineering Co., Ltd.	Foshan Urban Rail Transit Line Three Development Co., Ltd.	Chengdu Metro Operation Co., Ltd.
2. Nature of the enterprise	State-owned enterprise	Limited liability company (state-controlled)	State-owned enterprise
3. Legal representative	Chen Zhongqiu	Sun Zhongquan	Rao Yong
4. Registered capital	RMB833.332 million	RMB5,000 million	RMB10 million
5. Date of incorporation	2013-04-16	2017-05-12	2010-05-25
6. Main office location	Floor 11-12, No.85 De Sheng Men Wai Street, Xicheng District, Beijing	Room 903, A Tower, No. 37 Fenjiang South Road, Chancheng District, Foshan	No. 208 Shuangdian West 1st Road, Chenghua District, Chengdu
7. Major shareholders	China Communications Construction Company Limited CCCC First Harbour Consultants Co., Ltd.  China Road and Bridge Corporation	Foshan Railway Investment and Construction Co., Ltd.  China Railway Group Limited China Railway Construction Corporation Limited China State Construction Engineering Corporation Limited CRRC Group Co., Ltd.  China Communications Construction Company Limited	Chengdu Rail Transit Group Co., Ltd.
8. Principal business	Construction project management, general contracting, engineering design, goods import and export, agency of import and export, technology import and export, sales of machinery and equipment, investment management, project investment, engineering technology research, technology development, technology promotion, technology transfer, technical consulting, technical services, lease of machinery and equipment (excluding car rental) and maintenance of mechanical and electrical equipment.	Investment, construction and operation of Foshan Urban Rail Transit Line 3 (including simultaneous implementation work) project, domestic trade, property leasing services, release and agency of advertising and technical consulting services.	Urban (inter-city) rail transit operation and management, repair and maintenance of equipment and facility, and development of related system; consulting and training on urban (inter-city) rail transit construction and operation; repair and leasing of rail transit equipment, engineering machinery and equipment, tools and instruments and apparatus (the maintenance of measuring instruments is subject to the approval of license required); new materials, technology development and technology transfer, etc.

	Project Eight	Project Nine	Project Ten
<b>III. Major terms and conditions of the contract to be signed</b>			
1. Amount of the contract (RMB100 million)	1.21	1.53	1.64
2. Payment schedule	Payments of the project will be made based on advance payments, equipment payments, payments on completion and acceptance, warranty payment and other processes.	Payments of the project will be made based on advance payments, progress payments, payments after arrival of goods, payments on the completion of pre-acceptance, payments on the completion of settlement and payments on final acceptance.	Payments of the project will be made on a quarterly basis
3. Place of performance	Xi'an	Foshan	Chengdu
4. Term of performance	From the date of signing of the contract to the end of the project warranty period, of which, the project execution cycle is approximately 13 months and the warranty period is 24 months, totaling about 37 months.	From the date of signing of the contract to the end of the project warranty period, of which, the project execution cycle is approximately 41 months and the warranty period is 24 months, totaling 65 months.	From the date of signing of the contract to the end of the project, totaling 40 months.
5. Conditions for entry into force of the contract	The contract shall become formally effective after the legal representatives of both parties or their authorized representatives have affixed their signatures and official seals.	The contract shall become formally effective after the legal representatives of both parties or their authorized representatives have affixed their signatures and official seals.	The contract shall become formally effective after the legal representatives of both parties or their authorized representatives have affixed their signatures and official seals.
6. Contract signing place	Beijing	Beijing	Chengdu

### III. IMPACT ON THE COMPANY

1. The total amount of bids for the above projects is approximately RMB1,898 million, accounting for approximately 4.56% of the Company's audited operating income in 2019 under the Chinese Accounting Standards. Given that the above projects will be implemented in phases across years, there are uncertainties as to the impact on the results for 2020. If formal contracts are signed for the above projects and the projects are smoothly implemented, it is expected to have a relatively positive impact on the Company during the implementation period of the projects.
2. The Company has no related relationships with the above tender parties, and the bid-winning of the above projects does not affect the independence of the Company's business.

### IV. POTENTIAL RISKS

The bid-winning of the above projects has been published. Due to the relevant formalities involved, the Company has not signed the relevant formal contracts with the tender parties and uncertainties exist. The final amount, the terms of performance and other details of the above projects are subject to the formally signed contracts. Investors are reminded of the investment risks.

By order of the Board  
**China Railway Signal &  
Communication Corporation Limited\***  
*Chairman*  
**ZHOU Zhiliang**

Beijing, the PRC, 17 September 2020

*As of the date of this announcement, the executive directors of the Company are Mr. ZHOU Zhiliang, Mr. XU Zongxiang and Mr. YANG Yongsheng, and the independent non-executive directors of the Company are Mr. WANG Jiajie, Mr. CHEN Jin'en, Mr. CHAN Ka Keung Peter and Mr. YAO Guiqing.*

\* *For identification purpose only.*