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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)

POSITIVE PROFIT ALERT

This announcement is made by the Company pursuant to Rule 13.09(2)(a) of the Listing Rules and Part XIVA of the SFO.

The Board wishes to inform the Shareholders and potential investors that based on the preliminary assessment by the Board of the unaudited consolidated management accounts of the Group for the six months ended 30 June 2023, the Group expects to record a net profit attributable to the equity holders of the Company for the six months ended 30 June 2023 of approximately RMB2.65 billion (equivalent to approximately HK\$2.88 billion), representing a period-on-period increase of approximately RMB2.473 billion or approximately 1,397.2% as compared to a net profit attributable to the equity holders of the Company of approximately RMB177 million (restated) (equivalent to approximately HK\$192 million) for the same period of 2022.

Shareholders and potential investors should exercise caution when dealing in the securities of the Company and read carefully the announcement of the interim results of the Group for the six months ended 30 June 2023, which is expected to be published in August 2023.

This announcement is made by COSCO SHIPPING Energy Transportation Co., Ltd. (the “**Company**”, and together with its subsidiaries, the “**Group**”) pursuant to Rule 13.09(2)(a) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “**Listing Rules**”) and Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong) (the “**SFO**”).

The board (the “**Board**”) of directors (the “**Directors**”) of the Company wishes to inform the shareholders of the Company (the “**Shareholders**”) and potential investors that based on the preliminary assessment by the Board of the unaudited consolidated management accounts of the Group for the six months ended 30 June 2023, the Group expects to record a net profit attributable to the equity holders of the Company for the six months ended 30 June 2023 of approximately RMB2.65

billion (equivalent to approximately HK\$2.88 billion), representing a period-on-period increase of approximately RMB2.473 billion or approximately 1,397.2% as compared to a net profit attributable to the equity holders of the Company of approximately RMB177 million (restated) (equivalent to approximately HK\$192 million) for the same period of 2022.

Before the restatement, the Group achieved a net profit attributable to the equity holders of the Company of approximately RMB178 million (equivalent to approximately HK\$193 million) in the first half of 2022. The Group implemented the *Accounting Standard for Enterprises Interpretation No. 16* issued by the Ministry of Finance of the PRC with effect from 1 January 2023 and restated the figures for the corresponding period of 2022 with a relatively small amount of restatement adjustment. After the restatement, in the first half of 2022, the Group achieved a net profit attributable to the equity holders of the Company of approximately RMB177 million (equivalent to approximately HK\$192 million).

The expected increase in the net profit attributable to the equity holders of the Company for the six months ended 30 June 2023 as compared to the corresponding period of last year was mainly attributable to the following factors:

In the first half of 2023, the freight rates of the international oil shipping market performed strongly amidst drastic volatility. According to Baltic Exchange, from January to June 2023, the average time-charter equivalent (“TCE”) of very large crude carriers (“VLCCs”) globally on the Middle East-China route (TD3C) was USD43,147 per day, representing an increase of approximately 562% compared to the same period of last year. The phased rise in China’s oil demand and the crude oil exports from US Gulf and Brazil contributed to the long-haul transportation, were the main drivers of the high VLCC freight rates during the first half of 2023. The Group scientifically researched market trends and flexibly arranged the global ship layout to timely capture the transaction opportunities in the regional markets to enhance the comprehensive fleet revenue.

The Company is still in the process of finalizing the consolidated results of the Group for the six months ended 30 June 2023. The information contained in this announcement is only a preliminary assessment by the Board based on the unaudited consolidated management accounts of the Group for the six months ended 30 June 2023 currently available to the Company, and is not based on any figures or information which have been reviewed or confirmed by the audit committee of the Board, or reviewed or audited by the auditors of the Company. The actual results of the Group for the six months ended 30 June 2023 may differ from those disclosed in this announcement. Further details of the performance of the Group will be disclosed in the announcement of the interim results of the Group for the six months ended 30 June 2023.

Shareholders and potential investors should exercise caution when dealing in the securities of the Company and read carefully the announcement of the interim results of the Group for the six months ended 30 June 2023, which is expected to be published in August 2023.

By order of the Board
COSCO SHIPPING Energy Transportation Co., Ltd.
Ren Yongqiang
Chairman

Shanghai, the PRC
6 July 2023

For the purposes of this announcement, translations of RMB to HK\$ or vice versa have been calculated by using an exchange rate of HK\$1.00 equal to RMB0.92. Such exchange rate has been used, where applicable, for the purpose of illustration only and does not constitute a representation that any amounts were, may have been or will be exchanged at such rates or any other rates or at all.

As at the date of this announcement, the Board comprises Mr. Ren Yongqiang and Mr. Zhu Maijin as executive Directors, Mr. Wang Wei and Ms. Wang Songwen 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*