



新奥能源控股有限公司

ENN Energy Holdings Limited

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 2688)

DIVIDEND POLICY

1. Purpose

This policy aims to provide shareholders of ENN Energy Holdings Limited (the “**Company**”) with stable dividends and sets out the guidelines for the board of directors (the “**Board**”) of the Company to determine (i) whether dividends are to be declared and paid, and (ii) the level of dividend to be paid to the shareholders of the Company.

2. General Policy

2.1 It is the policy of the Company to allow its shareholders to participate in the Company’s profits whilst to retain adequate reserves for future growth of the Company. Provided the Group is profitable and without affecting the normal operation of the Group, the Company intends to share its profit with shareholders in the form of annual dividend in an amount of no less than 15% of the Group’s annual consolidated profit attributable to the owners of the Company, Subject to the “Factors for Consideration” in below. The Company’s business operation is affected by seasonality. Normally, the Company pays final dividend once a year. However, the Board of the Company may declare special dividends or interim dividend as it considers appropriate. The distribution or payment of dividends will be subject to the sole discretion of the Board of the Company and compliance with all applicable provisions under the Companies Law of Cayman Island and the Articles of Association of the Company.

2.2 Details of the payment of dividends (including ex-dividend date and record date for such dividend) will be set out in the announcements for annual and/or interim (in case of declaration of interim dividends) results or relevant announcements (in case of declaration of special dividends).

3. Factors for Consideration

3.1 Before recommendation of the payment of dividends, the Board shall consider, among others, the business performance and strategies of the Company and its subsidiaries (the “**Group**”), estimated working capital requirement and future expansion plans, surplus, contractual restrictions, actual and projected national financial situation, general economic conditions and any other factors that the Board deems relevant.

3.2 The dividend payout ratio will vary in response of the factors as set out in clause 3.1. The Company does not ensure that dividends will be paid in any particular amount for any given period or at any specific dividend payout ratio.

4. Form of Dividends

Subject to applicable laws and regulations and the provisions under the Company's Articles of Association, dividends may be paid in cash or be satisfied wholly or partly in the form of allotment of shares of the Company.

5. Approval

The Board may from time to time determine and pay to shareholders of the Company such interim dividends as it considers appropriate. The Board may recommend the payment of final dividends which are required to be approved by shareholders of the Company in general meetings.

6. Updating, Amendment and /or Modification of this Policy

The Board endeavours to maintain a balance between meeting shareholders' expectations and prudent capital management with a sustainable dividend policy. The Board will continually review the dividend policy and reserves the right in its sole and absolute discretion to update, amend and/or modify the dividend policy. This dividend policy shall not constitute a legally binding commitment by the Company in respect of the payment of dividends in any particular amounts and/or an obligation of the Company to declare dividends at any time or from time to time.

7. Disclosure of this Policy

7.1 This policy will be published on the Company's website for investors' information.

7.2 A summary of this policy will be disclosed in the Company's annual reports.

March 2019