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中国通号

中國鐵路通信信號股份有限公司

China Railway Signal & Communication Corporation Limited*

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

(Stock Code: 3969)

PROPOSED ADDITION OF AN A-SHARE FUNDRAISING PROJECT

The board of directors (the “**Board**”) of China Railway Signal & Communication Corporation Limited* (the “**Company**” or “**CRSC**”) hereby announces that at a Board meeting held on 23 January 2026, the Board considered and approved, among other things, the resolution regarding the proposed addition of an A-share fundraising project.

PROPOSED ADDITION OF AN A-SHARE FUNDRAISING PROJECT

Basic Information on Proceeds Raised from A Share Offering

The Company’s A shares (the “**A Share(s)**”) were listed on the Sci-Tech Innovation Board of the Shanghai Stock Exchange on 22 July 2019. The total proceeds raised were RMB10,530 million, with net proceeds of RMB10,354.3424 million (“**Proceeds Raised from A Share Offering**”).

As approved at the 7th meeting of the third session of the Board, the 2019 first extraordinary general meeting, the 2019 first domestic shareholder class meeting and the 2019 first H shareholder class meeting of the Company, the Company allocated the proceeds raised from the initial public offering of A Shares (after deducting the issuance expenses) for use in the Advanced and Intelligent Technology R&D Project, the Advanced and Intelligent Manufacturing Base Project, the Informationization Construction Project and supplement of working capital.

As approved at the 31st meeting of the fourth session of the Board and the 2025 first extraordinary general meeting of the Company, the Company has terminated the continued application of the Proceeds Raised from A Share Offering towards the Advanced and Intelligent Manufacturing Base Project. A portion of the remaining proceeds and relevant interest income (in the amount of RMB615.52 million) has been reallocated for use in the implementation of the “Digital and Intelligent

Transformation Project for the Autonomous R&D and Manufacturing Base for Basic Rail Transit Control System Equipment of Shenyang Signal Company, Xi'an Industrial Group", the "Intelligent and Green Technology Upgrade and Transformation Project for the Production Line of Series Cables for Rail Transit Use" and the "Intelligent Transformation and Upgrade Project for Traditional Production Lines of Xi'an Industrial Group". The remaining proceeds and relevant interest income would continue to be deposited in the original special proceeds management account and will be allocated to new projects at appropriate times in the future. For details, please refer to the announcements of the Company dated 27 August 2025 and 21 November 2025 and the circular of the Company dated 5 November 2025.

Proposed Addition of an A-share Fundraising Project

The Company proposes to add a new fundraising project, namely the Rail Transit Signal System Pilot Testing Base Project, with a planned use of raised proceeds amounting to RMB85.9676 million. The amount of proceeds involved in such change of use accounts for 0.83% (excluding bank interest and income from cash management) of the actual net proceeds from the Company's initial public offering of A Shares (RMB10,354.3424 million). Details of the proposed addition of an A-share fundraising project are as follows:

Table on the Addition of an A-share Fundraising Project

Unit: RMB0'000

Issue Name for Raised Proceeds	Project Name	Implementation Entity	Implementation Location	Total		Whether it Constitutes a Related-party Transaction	The Remaining Amount of Raised Proceeds (excluding interest) Deposited in the Original Special Proceeds Account after the Change
				Proposed Investment Amount for the Project	Proposed Amount of Proceeds to be Invested		
2019 initial public offering of A Shares	Rail Transit Signal System Pilot Testing Base Project	CRSC (Changsha) Rail Transit Control Technology Co., Ltd.* (通號(長沙)軌道交通控制技術有限公司), a wholly-owned subsidiary of the Company	Changsha, Hunan	8,596.76	8,596.76	No	177,316.24

The Rail Transit Signal System Pilot Testing Base Project (the “**Project**”) will be constructed and implemented by CRSC (Changsha) Rail Transit Control Technology Co., Ltd.* (通號(長沙)軌道交通控制技術有限公司) (“**CRSC Rail**”), a wholly-owned subsidiary of the Company. The Project will make full use of CRSC’s existing infrastructure conditions and build a comprehensive pilot testing base integrating scientific research and testing, equipment display, industrial cultivation and skills training. The pilot system and system certification will be gradually built and improved to create a “testing ground” for cutting-edge scientific research on advanced equipment and a “demonstration field” for advanced technologies, so as to improve the efficiency of scientific research commercialization, strengthen the intelligent terminal equipment industrial cluster, and assist in the implementation of the Company’s industrial strategy. The construction content mainly includes line engineering and system engineering. The line engineering involves the construction of a new loop line, including tracks and roadbeds, on the basis of fully utilising the existing dynamic commissioning and testing line of the CRSC Changsha Industrial Park and taking into account factors such as park planning and control structures. The system engineering involves the construction of supporting power supply and transformation, electric power, overhead contact system, communications and signalling engineering required to meet the basic operational needs of the line. The Project is located at No. 2199 Yuelu West Avenue, Yuelu District, Changsha City, Hunan Province. The total investment of the Project is RMB85.9676 million, and the planned use of Proceeds Raised from A Share Offering is RMB85.9676 million.

The estimated investment for the Project is set out in the table below:

Unit: RMB0’000

No.	Item	Investment Amount	Proportion
1	Static investment	7,346.76	85.46%
1.1	Construction engineering fees	3,251.59	37.82%
1.2	Installation engineering fees	557.06	6.48%
1.3	Equipment purchase fees	2,071.47	24.10%
1.4	Other expenses and basic contingencies	1,466.65	17.06%
2	Locomotive and vehicle purchase fees	350.00	4.07%
3	Initial working capital	900.00	10.47%
Total		8,596.76	100.00%

Reasons for the Proposed Addition of an A-share Fundraising Project

The proposed addition of a fundraising project is the prudent decision made by the Company based on the principle of maximizing investor interests, taking into account the Company's actual circumstances and its development strategy, which is conducive to improving the efficiency of the use of the raised proceeds, aligns with the interests of the Company and all shareholders, and benefits the Company's long-term development, and will neither adversely affect the Company's normal operations nor prejudice shareholder interests, and complies with the relevant regulations of the China Securities Regulatory Commission and the Shanghai Stock Exchange concerning the management of proceeds raised by listed companies.

Upon completion, the Project will help the Company save the high testing costs incurred by using external platforms such as the circular test line. It will also reduce the risk of queuing delays or scheduling difficulties for product testing caused by insufficient capacity at external entrusted verification facilities, thereby shortening the cycle for transforming new products and achievements into practical applications. Furthermore, it will promote the deep integration of the Company's innovation and industrial chains, accelerate the transformation of its achievements and the self-reliance of equipment, strengthen the CRSC industry cluster, and enhance technological innovation capabilities and core competitiveness.

MISCELLANEOUS

The proposed addition of an A-share fundraising project is subject to consideration and approval at a shareholders' meeting of the Company. A circular containing, among other things, details of the proposed addition of an A-share fundraising project and the notice of the shareholders' meeting of the Company will be published on the website of the Company (www.crsc.cn) and the website of the HKEXnews (www.hkexnews.hk) in due course.

By order of the Board
China Railway Signal & Communication Corporation Limited*
LOU Qiliang
Chairman

Beijing, the PRC
23 January 2026

As at the date of this announcement, the executive director of the Company is Mr. LOU Qiliang, the independent non-executive directors of the Company are Mr. YAO Guiqing, Mr. YAO Cho Fai Andrew and Mr. FU Junyuan, and the non-executive director of the Company is Ms. LUO Jing (employee director).

* For identification purpose only