



Towngas and CATL join forces in strategic cooperation to drive green zero-carbon industry transformation

(7 July 2021) The Hong Kong and China Gas Company Limited (Towngas) and Contemporary Amperex Technology Company Limited (CATL) announced today that they have reached an agreement on strategic cooperation to contribute towards China's dual carbon goals. A cloud agreement signing ceremony was held on 6 July simultaneously in Hong Kong and Ningde.

The strategic cooperation agreement was signed between Towngas and CATL. The two parties will launch collaborations in the areas of energy internet construction, energy storage solutions, energy storage business model innovation, battery technology cooperation, chip and equity investment, and more. Together, the companies will drive the industry's zero-carbon transformation to contribute towards China's dual carbon goals. They also announced the establishment of a joint venture, to which resources will be allocated to build an energy technology innovation enterprise comprising state-of-the-art energy storage technology, integration service provision, integrated smart energy solution provision and project operation.

At the signing ceremony, Dr Lee Ka-kit, Chairman of Towngas, remarked, "This is the inaugural year for China's era of carbon neutrality. The timetable towards the country's dual carbon goals stipulates a tight schedule and considerable scope of work. Thus, the upstream and downstream units of the energy industry chain must work in synergy and innovate technologically to help drive its accelerated green transformation. The partnership between Towngas and CATL will not only generate a multiplied effect that is greater than the sum of its parts, but also create the opportunity for greater commercial wonders through our joint efforts. I firmly believe that the upcoming cohesion, sharing

and innovation of resources, technology, scenarios and talent will provide support for the industry's green transformation and make steadfast contributions towards a zero-carbon society.”

Mr Zeng Yuqun, Chairman of CATL, stated, “We are delighted to enter into a strategic cooperation with Towngas. Going forward, we will embark upon in-depth collaborations in the fields of industrial and commercial energy storage, supply chain innovation, green zero-carbon energy transformations and more. Together we shall establish an innovation chain around our industry chain, and vice versa. I trust that our partnership will create even greater potential for development against the backdrop of the global implementation of the goals of carbon peaking and carbon neutrality.”

Towngas and CATL have reached an understanding on subsequent steps to realising their strategic cooperation agreement, under which they will incorporate their respective resources and strengths to enhance and innovate the integration and operation of energy storage systems as well as data analysis technology to drive the sustainable development of clean energy. Through various capital cooperation, the two parties will invest in the zero-carbon smart industrial park funded and established by Towngas and jointly pursue the research, development, implementation and large-scale market applications of advanced energy storage technology to contribute towards the transformation of China's socioeconomic energy structure.

Press photos:

Photo 1:



Dr Lee Ka-kit, Chairman of Towngas, points out that the partnership will make steadfast contributions towards a zero-carbon society.

Photo 2:



Dr Lee Ka-kit, Chairman of Towngas (3rd from right), and Mr Pan Jian, Vice Chairman of CATL (2nd from left), witnessed the agreement signing ceremony in Hong Kong.

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