

CHINA GAS INDUSTRY INVESTMENT HOLDINGS CO. LTD.
(Incorporated in the Cayman Islands with limited liability)
(Stock Code: 01940)

4 May 2026

To the Independent Shareholders

Dear Sir or Madam,

**CONDITIONAL MANDATORY CASH OFFERS BY
FIRST SHANGHAI SECURITIES LIMITED FOR AND
ON BEHALF OF TANGDE GAS CO., LIMITED TO ACQUIRE ALL
THE ISSUED SHARES IN
CHINA GAS INDUSTRY INVESTMENT HOLDINGS CO. LTD.
(OTHER THAN THOSE ALREADY OWNED BY OR AGREED
TO BE ACQUIRED BY THE OFFEROR AND PARTIES ACTING
IN CONCERT WITH IT)**

INTRODUCTION

We refer to the Composite Document dated 4 May 2026 jointly issued by the Company and the Offeror in relation to, among other things, the Offer, of which this letter forms part. Unless the context requires otherwise, terms used in this letter shall have the same meaning as given to them in this Composite Document.

We have been appointed by the Board as the Independent Board Committee to make a recommendation to the Independent Shareholders as to whether the Offer is, or is not, fair and reasonable and make recommendation in respect of acceptance thereof.

Nuada Limited, being the Independent Financial Adviser, has been appointed by the Company with our approval, to advise us in respect of the Offer and, in particular, as to whether the Offer is or is not fair and reasonable and to make recommendation in respect of acceptance thereof pursuant to Rule 2.1 of the Takeovers Code. Details of its advice and recommendation, together with the principal factors and reasons which it has considered before arriving at such recommendation, are set out in the “Letter from the Independent Financial Adviser” as contained in this Composite Document.

We also wish to draw your attention to the “Letter from First Shanghai”, the “Letter from the Board” and the additional information set out in the appendices to this Composite Document.

RECOMMENDATION

Having considered the terms of the Offer and having taken into account the advice and recommendation of the Independent Financial Adviser and the principal factors and reasons taken into account in arriving at its recommendation, we consider that the Offer is not fair and reasonable so far as the Independent Shareholders are concerned. Accordingly, we recommend the Independent Shareholders not to accept the Offer.

Notwithstanding our recommendation, the Independent Shareholders are strongly advised that the decision to accept the Offer or to hold your investment in the Shares is subject to individual circumstances and investment objectives. If in doubt, the Independent Shareholders should consult their own professional advisers for professional advice. Furthermore, the Independent Shareholders who wish to accept the Offer are recommended to read carefully the terms and procedures for acceptance of the Offer as detailed in this Composite Document and the accompanying Form of Acceptance.

Yours faithfully,
For and on behalf of the Independent Board Committee of

CHINA GAS INDUSTRY INVESTMENT HOLDINGS CO. LTD.



Mr. ZHANG Wenli

*Non-executive
Director*

Mr. SIU Chi Hung

*Independent non-
executive Director*

Mr. XIAO Huan Wei

*Independent non-
executive Director*

Ms. LI Chun Elsy

*Independent non-
executive Director*

Yours faithfully,

For and on behalf of the Independent Board Committee of

CHINA GAS INDUSTRY INVESTMENT HOLDINGS CO. LTD.

A handwritten signature in black ink, appearing to be 'W. Zhang', written over a horizontal line.

Mr. ZHANG Wenli

*Non-executive
Director*

Mr. SIU Chi Hung

*Independent non-
executive Director*

Mr. XIAO Huan Wei

*Independent non-
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Ms. LI Chun Elsy

*Independent non-
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CHINA GAS INDUSTRY INVESTMENT HOLDINGS CO. LTD.

Mr. ZHANG Wenli

*Non-executive
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Mr. SIU Chi Hung

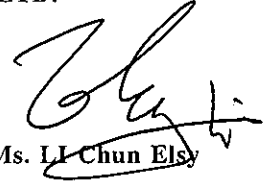
*Independent non-
executive Director*

Mr. XIAO Huan Wei

*Independent non-
executive Director*

Ms. LI Chun Elsy

*Independent non-
executive Director*

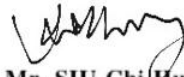


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