

**Correction: Lianhe Global publishes the ‘BBB’ global scale Long-term Issuance Credit Rating of Jiangsu Zhongwu Urban Rural Investment Development Group Co., Ltd.’s proposed senior unsecured bonds**

HONG KONG, 28 September 2023 – This replaces the press release published on 24 May 2023 to correct the name of the company to Jiangsu Zhongwu Urban Rural Investment Development Group Co., Ltd.

Lianhe Ratings Global Limited (“Lianhe Global”), an international credit rating company, has assigned ‘BBB’ global scale Long-term Issuance Credit Rating to the senior unsecured bonds (“the Bonds”) to be issued by Jiangsu Zhongwu Urban Rural Investment Development Group Co., Ltd., (“JZURID”; ‘BBB’/Stable).

JZURID intends to use the net proceeds from this offering for project construction and supplement of working capital.

**Key Rating Rationales**

The Bonds are rated at the same level as JZURID’s global scale Long-term Issuer Credit Rating of ‘BBB’ as the Bonds constitute direct, unsubordinated, unconditional and unsecured obligations of JZURID. The payment obligations of JZURID under the Bonds shall at all times rank at least equally with all its other present and future unsecured and unsubordinated obligations.

The Issuer Credit Rating reflects a high possibility that the Xinyi People’s Government (“the Xinyi government”) (authorized by Jiangsu Xuzhou government) would provide very strong support to JZURID if needed, in light of its full ownership of JZURID, JZURID’s strategic importance as an important local investment and development company (“LIDC”) responsible for land consolidation, infrastructure construction and affordable housing construction as well as state-owned asset operating in Xinyi City (“Xinyi”), and the linkage between the Xinyi government and JZURID, including the appointment of the senior management, strategic alignment, supervision of major financing plan and investment decisions and ongoing operational and financial support. In addition, the Xinyi government may face significant negative impact on its reputation and financing activities if JZURID encounters any operational and financial difficulties.

The Stable Outlook reflects our expectation that JZURID’s strategic importance would remain intact while the Xinyi government will continue to ensure JZURID’s stable operation.

**Rating Sensitivities**

Any rating action on JZURID’s rating would result in a similar rating action on the Bonds.

We would consider downgrading JZURID's rating if (1) there is perceived weakening in support from the Xinyi government, particularly due to its reduced strategic importance with diminished government functions, or (2) there is a significant reduction of the Xinyi government's ownership of JZURID, or (3) there is a downgrade in our internal credit assessment on the Xinyi government.

We would consider upgrading JZURID's rating if there is an upgrade in our internal credit assessment on the Xinyi government.

### **About Lianhe Global**

Lianhe Global is an international credit rating company that provides credit ratings to corporations, banks, non-bank financial institutions, local investment and development companies, and other asset classes around the globe. Lianhe Global also provides credit risk research and other services related to credit ratings.

### **Rating Methodology**

The principal methodology used in this JZURID's rating is Lianhe Global's China Local Investment and Development Companies Criteria published on 5 December 2022, which can be found at the website [www.lhratingsglobal.com](http://www.lhratingsglobal.com).

**Note:** The above Issuer/Issuance Credit Ratings are solicited at the request of the rated entity or a related third party.

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