Lianhe Ratings Global

Press Release

9 October 2025

Lianhe Global has affirmed ‘BBB+’ global scale Long-term Issuer and Issuance Credit Rating of Chengdu ETDZ State-owned Investment Group Co., Ltd.; Issuer Rating Outlook Stable

HONG KONG, 9 October 2025 – Lianhe Ratings Global Limited (“Lianhe Global”), an international credit rating company, has affirmed ‘BBB+’ global scale Long-term Issuer Credit Rating of Chengdu ETDZ State-owned Investment Group Co., Ltd. (“CESI” or “the company”). The Outlook remains Stable.

Lianhe Global has also affirmed ‘BBB+’ global scale Long-term Issuance Credit Rating of the senior unsecured USD bonds issued by CESI at the same time. A full list of affirmed issuance rating is included in this press release.

Key Rating Rationales

The Issuer Credit Rating reflects a high possibility that the People’s Government of Longquanyi District (“Longquanyi government”) would provide very strong support to CESI if needed, in light of its indirect full ownership of CESI, CESI’s strategic importance as the most important development and operation entity in Chengdu’s Longquanyi District (“Longquanyi”) and the linkage between the local government and CESI, including appointment of the senior management, strategic alignment, supervision of major investment and financing decisions and ongoing operational and financial support. In addition, the Longquanyi government may face significant negative impact on its reputation and financing activities if CESI encounters any operational and financial difficulties.

Longquanyi is one of the municipal districts under the jurisdiction of Chengdu, the capital city of Sichuan Province. Its GDP grew steadily by 4.1% to RMB158.6 billion in 2024. The budgetary revenue also increased by 27.1% to RMB10.9 billion in 2024.

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

Rating Sensitivities

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

We would consider upgrading CESI’s rating if there is an upgrade in our internal credit assessment on the Longquanyi government.

Any rating action on CESI's rating would result in a similar rating action on its USD bonds.

Full List of Issuance Rating

- USD348.3 million 6.5% senior unsecured bonds due 2027 affirmed at 'BBB+'
- USD151.7 million 6.5% senior unsecured bonds due 2027 affirmed at 'BBB+'

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.

Principal Methodology Applied

China Local Investment and Development Companies Criteria (published on 31 July 2025) The methodology can be found at the website www.lhratingsglobal.com.

Note: The above Issuer/Issuance Credit Ratings are solicited at the request of the rated entity or a related third party. None of the aforementioned entities nor its related parties participate in the rating process aside from providing information requested by Lianhe Global.

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