Lianhe Global has affirmed 'BBB' global scale Long-term Issuer Credit Rating of Hubei Edong Urban-Rural Integration Industrial Investment Group Co., Ltd.; Issuer Rating Outlook Stable

HONG KONG, 3 November 2025 – Lianhe Ratings Global Limited ("Lianhe Global"), an international credit rating company, has affirmed 'BBB' global scale Long-term Issuer Credit rating of Hubei Edong Urban-Rural Integration Industrial Investment Group Co., Ltd. ("HEURI" or "the company"). The Outlook is stable.

Key Rating Rationales

The Issuer Credit Rating reflects a high possibility that the People's Government of Daye City ("the Daye government") would provide strong support to HEURI if needed. This mainly considers the Daye Government's indirect full ownership of HEURI, the strategic importance of HEURI as an important local investment and development company responsible for rural revitalization and industrialization in Daye City ("Daye"). The linkage between the Daye Government and HEURI is strong, including management supervision, strategic alignment and ongoing operational and financial support. In addition, the Daye Government may face significant negative impact on its reputation and financing activities if HEURI encounters any operational and financial difficulties.

Daye is a county-level city of Hubei Province and is managed by Huangshi. It is one of the top 100 industrial counties in China. Daye government's GDP grew by 7.1% to RMB93.1 billion in 2024, while the budgetary revenue increased by 14.0% to RMB5.4 billion.

The Stable Outlook reflects our expectation that HEURI's strategic importance would remain intact while the Daye Government will continue to ensure HEURI's stable operation.

Rating Sensitivities

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

We would consider upgrading HEURI's rating if (1) there is strengthened support from the Daye government, or (2) an upgrade in our internal credit assessment on the Daye 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.

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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