Press Release
10 November 2025

Lianhe Global has affirmed 'BBB-' global scale Long-term Issuer Credit Rating of Xichang Haihe Cultural Tourism Investment Development Co., Ltd.; Issuer Rating Outlook is Stable

HONG KONG, 10 November 2025 – Lianhe Ratings Global Limited ("Lianhe Global"), an international credit rating company, has affirmed 'BBB-' global scale Long-term Issuer Credit Rating of Xichang Haihe Cultural Tourism Investment Development Co., Ltd. ("XHCTID" or "the company"); Issuer Rating Outlook is Stable.

Key Rating Rationales

The Issuer Credit Rating reflects a high possibility that the People's Government of Xichang City, Liangshan Yi Autonomous Prefecture ("Xichang government") would provide strong support to XHCTID if needed, in light of its indirect full ownership of XHCTID, XHCTID's strategic importance as an important local investment and development company ("LIDC") responsible for state-owned asset operation and construction in Xichang City ("Xichang"), Liangshan Yi Autonomous Prefecture ("Liangshan"), and the linkage between the Xichang government and XHCTID, including appointment and supervision of the senior management, strategic alignment, major investment and financing plan decisions and ongoing operational and financial support. In addition, the Xichang government may face significant negative impact on its reputation and financing activities if XHCTID encounters any operational and financial difficulties.

Xichang is a county-level city that lies in the center of Liangshan, Sichuan Province and is the capital of Liangshan. Its GDP grew by 6.1% to RMB80.3 billion in 2024, while its budgetary revenue increased by 7.5% to RMB7.0 billion during the same period.

The Stable Outlook reflects our expectation that XHCTID's strategic importance would remain intact while the Xichang government will continue to ensure XHCTID's stable operation.

Rating Sensitivities

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

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