

Ad hoc announcement pursuant to Art. 53 LR

Ningbo Shanshan Co., Ltd.

**Announcement on Supplementary Shares Pledge for
Non-Public Offering of Convertible Corporate Bonds
by the Controlling Shareholder**

Important Notice:

● Shanshan Group Co., Ltd. (“Shanshan Group”) holds 782,222,036 shares of Ningbo Shanshan Co., Ltd. (“the Company”), accounting for 34.64% of the total share capital (2,258,223,223 shares) of the Company. Prior to completion of the shares pledge, Shanshan Group holds 566,043,870 shares of the Company pledged, accounting for 72.36% of the total shares of the Company it holds and 25.07% of the total share capital of the Company. After completion of the shares pledge, Shanshan Group will have 577,743,870 shares of the Company pledged (including the shares pledged this time), accounting for 73.86% of the total shares of the Company it holds and 25.58% of the total share capital of the Company.

According to relevant provisions of Shanshan Group’s Prospectus for Issuance of Non-public Offering of Convertible Corporate Bonds (the First Tranche, 2022) to Professional Investors, Shanshan Group has pledged 137.43 million unrestricted outstanding shares of the Company to LC Securities Co., Ltd. The purpose of the pledges was to provide guarantee for share conversion and repayment of current bonds of the holders of “22 Shan EB1” convertible corporate bond. (Please refer to the relevant announcements of the Company on Company’s official website (www.ssgf.net) for details.)

At present, the Company has received the notice from Shanshan Group. In accordance with relevant agreements and guarantee situation of the “22 Shan EB1” bond, Shanshan Group has pledged 11.70 million supplementary unrestricted outstanding shares of the Company it holds to the trustee for the Bond, and transferred these shares to the “Shanshan Group Co., Ltd. - Special pledge account for non-public offering of convertible corporate bonds (2022) to professional investors” opened by Shanshan Group and the trustee at China Securities Depository & Clearing Corporation Limited Shanghai Branch. It has intended to provide supplementary guarantee for share conversion and the repayment of this Bond for the holders of convertible corporate bonds. The details are as follows:

1. Basic information of the share pledge

Name of shareholder	Whether it is the controlling shareholder	Number of shares pledged this time (shares)	Whether they are restricted shares	Whether it is a supplement pledge	Pledge starting date	Pledge ending date	Pledgee	Proportion in the shares it holds (%)	Proportion in the total share capital of the Company (%)	Use of pledge financing funds
Shanshan Group	Yes	11,700,000	No	Yes	2024/1/2	Until the date of cancellation of pledge registration	LC Securities	1.50	0.52	To provide supplementary guarantees for share conversion of the “22 Shan EB1” convertible corporate bond holders and the principal and interest repayment of this Bond

2. The pledged shares shall not be used as guarantee or other safeguard purposes for the performance compensation of major assets restructuring.

3. Share pledges by the shareholders

After the completion of this pledge, the share pledges by the above shareholder and its persons acting in concert are as follows:

Name of shareholder	Number of shares held (shares)	Shareholding ratio (%)	Number of shares pledged prior to the current pledge (shares)	Number of shares pledged after the current pledge (shares)	Proportion in the shares it holds (%)	Proportion in the total share capital of the Company (%)	The pledged shares (shares)		The unpledged shares (shares)	
							Number of restricted shares in the pledged shares	Number of frozen shares in the pledged shares	Number of restricted shares in the unpledged shares	Number of frozen shares in the unpledged shares

0	0	0	0	0	0
0	0	0	0	0	0
73.86	25.58	78,420,000	0	126,844,756	0

38.20 3.47 78,420,000 0 126,844,756 0 126959

governance.

The Company will fulfill the obligation of information disclosure in a timely manner in strict accordance with relevant laws and regulations. Investors are advised to pay attention to investment risks.

It is hereby announced.

Board of Directors of Ningbo Shanshan Co., Ltd.

3 January 2024