

Ad hoc announcement pursuant to Art. 53 LR

Ningbo Shanshan Co., Ltd.

Announcement on the Court's Acceptance of the Reorganization of the Controlling Shareholder

Important Notice:

- Ningbo Shanshan Co., Ltd. (the "Company" or "Shanshan") has received a Civil Ruling ((2025) Zhe 0212 Po Shen No. 8) (the "Civil Ruling ") forwarded by Company's controlling shareholder Shanshan Group Co., Ltd. (the "Shanshan Group"), and has been informed that the People's Court of Yinzhou District, Ningbo, Zhejiang Province (the "People's Court") has accepted the applicant's application for reorganization of Shanshan Group on February 25, 2025.
- The People's Court has ruled that Shanshan Group has entered the reorganization process, but there is still uncertainty about whether Shanshan Group can successfully reorganize. Shanshan Group has entered the reorganization process, and the subsequent implementation of the reorganization may result in adjustments to Shanshan Group's shareholder equity in the Company, which may lead to changes in the Company's control. Investors are advised to pay attention to investment risks.
- The Company has independent and complete business as well as independent management capabilities, and maintains independence from the controlling shareholder in terms of assets, business, finance, and other aspects. At present, the Company's production and operation are normal, and this matter has not had a significant substantive impact on the Company's daily production and operation. The Company will continue to make efforts to conduct a good job in various business management to ensure the stable operation of the listed Company.
- Type of court ruling: The Court accepts the applicant's application for reorganization of the Company's controlling shareholder.

On January 27, 2025, the Company disclosed the "Announcement on Significant Matter of the Controlling Shareholder". The applicants, China Construction Bank Co.,

Ltd. Ningbo Branch, Ningbo Yinzhou Rural Commercial Bank Co., Ltd. Ningchuan Branch, and Industrial Bank Co., Ltd. Ningbo Branch, applied to the People's Court for the reorganization of Shanshan Group. On February 26, 2025, the Company received the "Civil Ruling" forwarded by Shanshan Group. The specific situation is now announced as follows:

I. Overview of the Court's Ruling to Accept the Application for Reorganization of the Controlling Shareholder

(I) Brief description of the application for reorganization of the controlling shareholder

On January 21, 2025, China Construction Bank Co., Ltd. Ningbo Branch, Ningbo Yinzhou Rural Commercial Bank Co., Ltd. Ningchuan Branch, and Industrial Bank Co., Ltd. Ningbo Branch, applied to the People's Court for the reorganization of Shanshan Group. The basic information of the applicant is as follows:

1. China Construction Bank Co., Ltd. Ningbo Branch

Responsible Person: Chen, Chengbiao

Business Premises: No. 255 Baohua Street, Yinzhou District, Ningbo City, Zhejiang Province

Business Scope: Accepting public deposits; granting short-term, medium-term, and long-term loans; handling domestic and international settlements; handling acceptance and discounting of bills; issuing financial bonds; acting as agent for issuance, redemption, and underwriting of government bonds; buying and selling government bonds and financial bonds; engaging in interbank lending, buying and selling, and acting as agent for buying and selling foreign exchange; engaging in bank card business; providing letter of credit services and guarantees; acting as agent for collecting and paying items and insurance business; providing safe deposit box services; and other business approved by the China Banking and Insurance Regulatory Commission and other regulatory authorities. (Items subject to approval must be approved by relevant departments before implementation)

2. Ningbo Yinzhou Rural Commercial Bank Co., Ltd. Ningchuan Branch

Responsible Person: Wang, Xiaowei

Business Premises: Nos. 563, 565, 567, 569, 571, and 573 Ningchuan Road, Yinzhou District, Ningbo City, Zhejiang Province

Business Scope: Accepting public deposits; granting short-term, medium-term, and long-term loans; handling domestic settlement business; handling bill discounting; acting as agent for issuance and redemption of government bonds; providing safe deposit box services; acting as agent for collecting and paying items; providing credit investigation, consulting, and witnessing services; and concurrently acting as agent for enterprise property insurance, household property insurance, construction project insurance, installation project insurance, cargo transportation insurance, motor vehicle insurance, vessel insurance, accidental injury insurance, life insurance, and health insurance (Items subject to approval must be approved by relevant departments before implementation)

3. Industrial Bank Co., Ltd. Ningbo Branch

Responsible Person: Li, Botao

Business Premises: Nos. 96, 97, 100, Waitan Street, Jiangbei District, Ningbo City, Zhejiang Province; Nos. 80-88 (even numbers), Daqing South Road; No. 376, 2-9 to 2-14 Jiang'an Road; No. 366 Jiang'an Road, 23rd to 33rd floors

Business Scope: Main business: handling RMB deposits, loans, and settlement services; handle bill discounting; acting as an agent to issue financial bonds; acting as an agent to issue, redeem, and sell government bonds; proxy payment and receipt of funds; foreign exchange deposits; foreign exchange loans; foreign exchange remittance; foreign currency exchange; international settlement; foreign exchange settlement and sale; acceptance and discounting of foreign exchange bills; foreign exchange loans authorized by the head bank; foreign exchange guarantee authorized by the head bank; authorized foreign exchange trading on behalf of clients by the head bank; authorized issuance or agency issuance of foreign currency securities other than stocks by the head bank; acting as an agent to buy and sell foreign currency securities other than stocks; credit investigation, inquiry, and witnessing services

(II) Court ruling date: February 25, 2025

(III) The main content of the Civil Ruling is as follows:

In accordance with Article 2, Article 7 (2), Article 70 (1), and Article 71 of the *Enterprise Bankruptcy Law of the People's Republic of China*, and Article 2 of the *Provisions of the Supreme People's Court on Several Issues Concerning the Application of the <Enterprise Bankruptcy Law of the People's Republic of China >(I)*, the ruling is as follows:

1. Accept the bankruptcy reorganization application of China Construction Bank Co., Ltd. Ningbo Branch, Ningbo Yinzhou Rural Commercial Bank Co., Ltd. Ningchuan Branch, and Industrial Bank Co., Ltd. Ningbo Branch, for Shanshan Group;

2. Designate Beijing Zhonglun (Shanghai) Law Firm, Zhejiang Yongtai Law Firm, and Zhejiang Zhongxing Certified Public Accountants (Special General Partnership) as the managers of Shanshan Group.

This ruling shall come into effect from today.

II. Court Appointed Administrator Information

According to the Civil Ruling, the People's Court designates Beijing Zhonglun (Shanghai) Law Firm, Zhejiang Yongtai Law Firm, and Zhejiang Zhongxing Certified Public Accountants (Special General Partnership) as the administrators of Shanshan Group.

III. The Impact of This Matter on the Listed Company and Related Explanations

At present, the controlling shareholder of the Company does not have any situations that infringe upon the interests of the listed Company, such as non-operational fund occupation or illegal guarantees. The Company has independent and complete business and independent management capabilities, and maintains independence from the controlling shareholder in terms of assets, business, finance, and other aspects. At present, the Company's production and operation process normally, and this matter has not had a significant substantive impact on the Company's daily production and operation. The Company will continue to make efforts to conduct a good job in various

business management to ensure the stable operation of the listed Company.

As of the date when the People's Court ruled to accept the reorganization of Shanshan Group (February 25, 2025), Shanshan Group holds 320,296,700 shares of the Company, accounting for 14.21% of the total share capital of the Company. Shanshan Group and its concerted action persons jointly hold 628,008,912 shares of the Company, accounting for 27.87% of the total share capital of the Company. The aforementioned shares of the Company are subject to a high proportion of pledge, judicial freezing, marking or waiting for freezing. Shanshan Group has entered the reorganization process, and the subsequent implementation of the reorganization may result in adjustments to its shareholder equity in the Company, which may lead to changes in the Company's control.

IV. Risk Warning

There is still uncertainty about whether the controlling shareholder of the Company, Shanshan Group, can successfully reorganize. Given that Shanshan Group has entered the reorganization process, the subsequent implementation of the reorganization may result in adjustments to its shareholder equity in the Company, which may lead to changes in the Company's control. The Company will continue to monitor the progress of the above matter and strictly fulfill its obligation to disclose information in a timely manner in accordance with relevant laws, regulations, and normative documents.

The Company solemnly reminds investors that the designated media for the Company's information disclosure are the China Securities Journal, the Shanghai Securities Journal, the Securities Daily, the Securities Times, and the Shanghai Stock Exchange website (www.sse.com.cn). All information of the Company is based on the relevant announcements published in the above-designated media. Investors are advised to invest rationally and pay attention to investment risks.

It is hereby announced.

Board of Directors of Ningbo Shanshan

27 February 2025