

Ad hoc announcement pursuant to Art. 53 LR

Ningbo Shanshan Co., Ltd.
Announcement on Plan for Additional
Share Acquisition by Certain Directors and
Senior Management

IMPORTANT:

● Summary of Additional Share Acquisition Plan: Mr. Zheng Ju, Chairman of the Board of Directors, Mr. Zhuang Wei, Vice Chairman of the Board of Directors, Mr. Li Zhihua, Director and General Manager, Ms. Li Fengfeng, Director and Deputy General Manager, Mr. Zhu Zhiyong, Director and Deputy General Manager, Mr. Gao Ming, Deputy General Manager, Mr. Li Keqin, Director and Financial Controller, and Ms. Chen Ying, Secretary of the Board of Directors, a total of 8 persons of Ningbo Shanshan Co., Ltd. (the “Company”) intend to acquire additional A shares of the Company in an aggregate amount of not less than RMB20 million (inclusive) and not more than RMB40 million (inclusive) with own funds through the trading system of the Shanghai Stock Exchange by centralized bidding within 6 months from 30 August 2023. No price range is set for the current additional share acquisition, the additional acquisition plan will be implemented according to the volatility of the Company's stock price and the overall trend of the capital market.

● Relevant Risk Warnings: The current additional share acquisition plan may be subject to risks of delay or failure to implement due to changes in capital market conditions or that the funds needed for the additional share acquisition are not in place in time. Investors are kindly advised to pay attention to investment risks.

On 29 August 2023, the Company received a letter of notice from certain directors and senior management, stating their intent to acquire additional A shares of the Company through the trading system of the Shanghai Stock Exchange by centralized bidding with their own funds. The relevant details are hereby announced as follows:

I. Information on Participants

(I) Participants: Mr. Zheng Ju, Chairman of the Board of Directors, Mr. Zhuang Wei, Vice Chairman of the Board of Directors, Mr. Li Zhihua, Director and General

Manager, Ms. Li Fengfeng, Director and Deputy General Manager, Mr. Zhu Zhiyong, Director and Deputy General Manager, Mr. Gao Ming, Deputy General Manager, Mr. Li Keqin, Director and Financial Controller, and Ms. Chen Ying, Secretary of the Board of Directors, a total of 8 persons.

(II) Shareholding of Participants in the Company:

As of the date of this announcement, the participants hold a total of 15,607,950 A shares of the Company, accounting for 0.69% of the total share capital of the Company. The details are set out in the following table:

No.	Name	Position	Number of shares held before the current additional share acquisition (number)	Proportion in the total share capital of the Company (%)
1	Zheng Ju	Chairman of the Board of Directors	–	–
2	Zhuang Wei	Vice Chairman of the Board of Directors	4,857,500	0.21
3	Li Zhihua	Director and General Manager	4,857,500	0.21
4	Li Fengfeng	Director and Deputy General Manager	3,364,500 ^{note}	0.15
5	Zhu Zhiyong	Director and Deputy General Manager	294,000 ^{note}	0.01
6	Gao Ming	Deputy General Manager	–	–
7	Li Keqin	Director and Financial Controller	–	–
8	Chen Ying	Secretary of the Board of Directors	2,234,450	0.10
Total			15,607,950	0.69

Note: The number of shares held by Ms. Li Fengfeng includes 450,000 restricted shares, of which 112,500 restricted shares will be repurchased and cancelled in accordance with the regulations pursuant to the relevant resolutions of the Second Meeting of the Eleventh Session of the Board of Directors of the Company held on 2 August, 2023.

All the shares held by Mr. Zhu Zhiyong are restricted shares, of which 73,500 restricted shares will be repurchased and cancelled in accordance with the regulations pursuant to the relevant resolutions of the Second Meeting of the Eleventh Session of the Board of Directors of the Company held on 2 August, 2023.

(III) The Participants have not disclosed any plans to increase their shareholdings in the twelve months prior to this announcement.

II. Summary of the Current Additional Share Acquisition Plan

(I) Purpose of the current additional share acquisition plan: The Participants decide to increase their shareholdings in the Company to further stimulate the continuous, stable, and healthy development of the Company and to protect the interests of the Company and all shareholders based on their confidence in the future prospects of the Company and their recognition of the Company's long-term investment value.

(II) The class of shares under the current additional share acquisition plan and method of acquisition: acquire additional A shares of the Company through the trading system of the Shanghai Stock Exchange by centralized bidding.

(III) The amount of shares to be acquired: the above 8 participants intend to acquire additional shares in an aggregate amount of not less than RMB20 million (inclusive) and not more than RMB40 million (inclusive)

(IV) Price of shares to be acquired: The current additional share acquisition plan does not set a price range, and will be implemented according to the fluctuation of the Company's share price and the overall trend of the capital market.

(V) Implementation period of the current additional share acquisition plan: within 6 months from 30 August 2023. Where, during the implementation period of the current additional share acquisition plan, the Company's shares are suspended continuously due to major issues or the plan can't be implemented for some reasons, the plan will be postponed until the resumption of trading or the disappearance of the

reasons, and then the Company will fulfill the obligation of information disclosure in a timely manner.

(VI) Source of funds for the planned acquisition: their own funds

(VII) Commitment from the Participants: We will not reduce the shares held in the Company during the implementation period of the current additional A share acquisition and within the statutory period.

III. Risk of Uncertainty in the Implementation of the Additional Share Acquisition Plan

The current additional share acquisition plan may be subject to risks of delay or failure to implement due to changes in capital market conditions or that the funds needed for the additional share acquisition are not in place in time. If the aforesaid risks appear during the implementation of the plan, the Company will fulfill the obligation of information disclosure in a timely manner.

IV. Other Explanations

(I) The current additional share acquisition plan is in compliance with the *Securities Law*, the *Measures for the Administration on Acquisition of Listed Companies*, the *Rules Governing the Listing of Stocks on Shanghai Stock Exchange* and other laws and regulations, departmental rules and normative documents.

(II) The implementation of the current additional share acquisition plan will not affect the listing status of the Company, will not result in failure to meet the listing conditions in terms of the Company's shareholding distribution, and will not result in any change in the controlling shareholder and de facto controller of the Company.

(III) The Company will continue to pay attention to the progress of this additional share acquisition and fulfill its information disclosure obligations in a timely manner in accordance with the relevant provisions of the *Rules Governing the Listing of Stocks on Shanghai Stock Exchange*, the *Measures for the Administration on Acquisition of Listed Companies*, the *SSE Guidelines No.8 on the Application of Self-Regulation Rules for Listed Companies - Management of Changes in Shareholdings* and other relevant provisions.

It is hereby announced.

Board of Directors of Ningbo Shanshan Co., Ltd.

29 August 2023