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 eorganization 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

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

(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*

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 investor()3(()(r)3(e))3(t)-12(he)4(a)4(bov) tgan12(he)4ment

Board of Directors of Ningbo Shanshan

27 February 2025