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Bond code: 127030 Bond abbreviation: Shenghong Convertible Bond

Jiangsu Eastern Shenghong Co., Ltd.

Announcement on the Soon-to-Expire Lock-Up Period of GDRs

The Company and all members of the Board of Directors warrant that the content of the information disclosure is true, accurate and complete, and there are no false records, misleading statements or material omissions.

Important Notice:

1. The lock-up period for the global depositary receipts (hereinafter referred to as the “GDRs”) issued by Jiangsu Eastern Shenghong Co., Ltd. (hereinafter referred to as the “Company”) in this offering is from December 28, 2022 (CET) to April 26, 2023 (CEST) (hereinafter referred to as the “Lock-Up Period”). The Lock-Up Period for the GDRs issued by the Company in this offering will soon expire.

2. Upon the expiration of the Lock-Up Period, the GDRs may be converted into the A shares of the Company, which will result in a corresponding decrease in the number of A shares held by Citibank, National Association, the depositary of the Company’s GDRs, as a nominee holders upon the cancellation instruction and the corresponding A shares may be traded on the domestic market of the People’s Republic of China (P.R.C.). The number of GDRs with a Lock-up Period soon to expire is 39,794,000, which corresponds to 397,940,000 A shares of the Company, representing 6.02% of the total share capital of the Company.

3. The controlling shareholders of the Company and their persons acting in concert, who hold 27,700,000 GDRs (representing 277,000,000 A shares), warrant to comply with the rule of the Provisions on the Regulation of the Depositary Receipt Business under the Stock Connect Scheme between Domestic and Overseas Stock Exchanges that the GDRs subscribed to and held by the listed company’s controlling shareholders, de facto controllers, and enterprises under their control shall not be transferred within 36 months as of the listing date.

4. The GDRs may be converted into the Company’s A shares from April 27, 2023 (Beijing

Time/UTC+8; any reference to time in this announcement, if not otherwise specified, shall be a reference to Beijing Time).

5. Under the arrangement for the cross-border conversion of the GDRs, the cross-border conversion of GDRs will not result in any change in the total number of outstanding A shares of the Company and will have no impact on the share capital of the Company.

I. Basic Information of the GDRs Issued in This Offering

(I) Approval

The Company obtained the approval from the China Securities Regulatory Commission (hereinafter referred to as the “CSRC”) for this offering. For details, please refer to the Announcement on the Approval of the CSRC for the Issuance and Admission of GDRs on the SIX Swiss Exchange (Announcement No. 2022-149) disclosed by the Company on designated information disclosure media platforms on December 22, 2022. The Company obtained conditional approval from the SIX Exchange Regulation AG for the Offering and approval from the Prospectus Office of the SIX Exchange Regulation for the prospectus of this offering. For details, please refer to the Announcement on the Conditional Approval of the SIX Swiss Exchange Regulation AG for the Issuance and Admission of GDRs on the SIX Swiss Exchange (Announcement No. 2022-132) disclosed by the Company on designated information disclosure media platforms on October 29, 2022 and the Announcement on the Approval of the Prospectus Office of the SIX Swiss Exchange Regulation AG for the Price Range and Prospectus of the GDRs to Be Issued (Announcement No. 2022-150) disclosed by the Company on designated information disclosure media platforms on December 22, 2022.

(II) Time of Share Registration

The Company obtained the Acceptance Confirmation Letter for Share Registration Application from the Shenzhen Branch of the China Securities Depository and Clearing Corporation Limited (hereinafter referred to as the “CSDC”) on December 23, 2022 for the 397,940,000 A shares as additional underlying domestic securities corresponding to the GDRs issued by the Company in this offering, the holder of which is Citibank, National Association, the depository of the Company’s GDRs.

(III) Listing of the GDRs

The 39,794,000 GDRs issued by the Company were listed on the SIX Swiss Exchange on December 28, 2022 (CET) under the full name of Jiangsu Eastern Shenghong Co., Ltd. and the GDR listing code of DFSH.

II. Arrangement for of the Cross-Border Conversion of and Information on Redemption Restriction on the GDRs in This Offering

(I) Arrangement for the Cross-Border Conversion of the GDRs

After the GDRs issued in this offering were listed, in addition to trading the GDRs through the International Order Book, qualified investors may undertake cross-border conversion between the GDRs to A shares at cross-border conversion institutions. As of the date of this announcement, according to the public information of the Shenzhen Stock Exchange, a total of 6 cross-border conversion institutions have completed their filing as cross-border conversion institutions, of which 4 are permitted to undertake cross-border conversion on the SIX Swiss Exchange.

Cross-border conversion encompasses the conversion of A shares into GDRs (hereinafter referred to as “creation”) and the conversion of GDRs into A shares (hereinafter referred to as “redemption”). Cross-border conversion institutions shall conduct the non-trading transfer of domestic underlying A shares arising from the creation and redemption of GDRs through dedicated securities accounts for cross-border conversion with the CSDC. In the case that an overseas market investor creates or redeems GDRs, the CSDC shall match the instructions sent by the GDRs’ depositaries and the cross-border conversion institutions, and conduct the non-trading transfer of the corresponding domestic underlying A shares at the end of this business day after matching those instructions and confirming that the relevant underlying A shares are sufficient.

Cross-border conversion institutions shall engage members of the Shenzhen Stock Exchange to trade A shares on the P.R.C. domestic market and request the depositary to create or redeem the GDRs. In particular:

1. Creation: As instructed by investors, cross-border conversion institutions may engage members of the Shenzhen Stock Exchange to buy A shares and deliver to the depositary, and instruct the depositary to issue and deliver the corresponding GDRs to the investors. The GDRs

created therefrom may be traded on the SIX Swiss Exchange.

2. Redemption: As instructed by investors, cross-border conversion institutions may instruct the depository to cancel the GDRs, and the depository shall deliver the underlying A shares of the GDRs to the cross-border conversion institutions. The cross-border conversion institutions may engage members of the Shenzhen Stock Exchange to sell such A shares and deliver the proceeds to the investors.

(II) Information on Redemption Restriction

According to relevant regulatory requirements of the P.R.C., the Lock-Up Period for the GDRs issued by the Company in this offering is from December 28, 2022 (CET) to April 26, 2022 (CEST). During this period, the GDRs must not be converted into A shares.

Pursuant to the Approval of the IPO and Admission of GDRs on the SIX Swiss Exchange by Jiangsu Eastern Shenghong Co., Ltd. granted by the CSRC (CSRC Approval No. [2022] 3151), the maximum number of the Company's GDRs in the duration is consistent with the actual size of this GDR offering. The maximum number of the Company's GDRs in the duration will not exceed 39,794,000 and the maximum number of the corresponding A shares will not exceed 397,940,000. If the number of GDRs increases or decreases due to factors such as the Company's issue of bonus shares, share split, or consolidation and adjustment of the conversion ratio, the maximum number of the GDRs may be adjusted accordingly.

The number of the GDRs with a Lock-Up Period soon to expire is 39,794,000, and the number of corresponding A shares is 397,940,000, representing 6.02% of the total share capital of the Company. The controlling shareholders of the Company and their persons acting in concert, who hold 27,700,000 GDRs (representing 277,000,000 A shares), warrant to comply with the rule of the Provisions on the Supervision and Administration of Depository Receipts under the Stock Connect Scheme between Domestic and Overseas Stock Exchanges that the GDRs subscribed to and held by the listed company's controlling shareholders, de facto controllers, and enterprises under their control shall not be transferred within 36 months as of the listing date.

III. Arrangement for the Redemption of the GDRs Issued in This Offering and Its Impact on the Share Capital of the Company

The Lock-Up Period for the GDRs issued by the Company in this offering is from December 28, 2022 (CET) to April 26, 2023 (CEST) (hereinafter referred to as the “Lock-Up Period”). The Lock-Up Period for the GDRs issued by the Company in this offering will soon expire.

The GDRs issued in this offering may be converted into the A shares of the Company from April 27, 2023, which will result in a corresponding decrease in the number of A shares held by Citibank, National Association, the depository of the Company’s GDRs, as a nominee holder upon the cancellation instruction and the corresponding A shares may be traded on the P.R.C. domestic market.

As instructed by investors, cross-border conversion institutions may also engage members of the Shenzhen Stock Exchange to buy A shares and instruct the depository to create corresponding GDRs representing the acquired A shares. The GDRs created therefrom will result in a corresponding increase in the number of A shares held by the depository, Citibank, National Association, as a nominee holder.

In any case of cross-border conversion of the Company’s GDRs, the number of the Company’s GDRs shall not exceed the maximum number of the GDRs in the duration as approved by the CSRC. The maximum number of the Company’s GDRs in the duration is consistent with the actual size of this GDR offering. Under the arrangement for the cross-border conversion of the GDRs, the cross-border conversion of the GDRs will not result in changes in the total number of outstanding A shares of the Company and will have no impact on the share capital of the Company.

Notification is hereby given.

Jiangsu Eastern Shenghong Co., Ltd.

Board of Directors

April 18, 2023