

Stock code: 000301    Stock abbreviation: Eastern Shenghong    Announcement number: 2023-058

Bond code: 127030    Bond abbreviation: Shenghong Convertible Bond

## **Jiangsu Eastern Shenghong Co., Ltd.**

### **Announcement on Implementation of Dividend Distribution for 2022**

The Company and all members of the Board of Directors warrant that the information disclosed is truthful, accurate and complete without any false records, misleading statements, or material omissions.

#### **I. Profit Distribution Plan Reviewed and Approved by the General Meeting of Shareholders**

1. The profit distribution plan for 2022 of Jiangsu Eastern Shenghong Co., Ltd. (hereinafter referred to as "the Company") has been reviewed and approved at the 2022 General Meeting of Shareholders of the Company held on May 10, 2023. The distribution details are as follows: based on the total share capital on the record date of the implementation of the distribution plan, a cash dividend of RMB1.00 (tax inclusive) will be distributed for every 10 shares to all shareholders, with no bonus share issued and no transfer of reserves into share capital.

2. The conversion period of the Company's convertible corporate bonds (bond abbreviation: Shenghong Convertible Bond; bond code: 127030) is from September 27, 2021 to March 21, 2027. In view of the Company's implementation of the dividend distribution for 2022, to ensure that the total share capital does not change during the implementation of dividend distribution, the conversion of "Shenghong Convertible Bond" will be suspended from May 12, 2023, to the record date of the dividend distribution on May 19, 2023. Therefore, the Company's current total share capital is 6,611,212,402 shares.

3. The current distribution plan is consistent with the distribution plan reviewed and approved at the 2022 General Meeting of Shareholders of the Company.

4. The time between the implementation of the distribution plan and the review and approval of the plan by the General Meeting of Shareholders does not exceed two months.

#### **II. Profit Distribution Plan**

The annual dividend distribution plan of the Company for 2022 is as follows: based on the Company's current total share capital of 6,611,212,402 shares, RMB1.000000 in cash (tax inclusive; after tax deduction, for shares held through Shenzhen Stock Connect by Hong Kong market investors, QFII, RQFII, and individuals and securities investment funds holding pre-issued restricted shares, RMB0.900000 will be distributed for every 10 shares. For individuals holding post-issued restricted shares, equity incentive restricted shares and unrestricted negotiable shares, differentiated tax rates will be levied on dividend income tax, and the Company will not withhold individual income tax for the time being. When individuals transfer shares, the tax payable will be calculated according to the shareholding period. [Note]: for the dividend tax involved for securities investment funds holding restricted shares after IPO, equity incentive restricted shares and unrestricted negotiable shares, 10% will be levied on the portion of fund shares held by Hong Kong investors, and differentiated tax rates will be levied on the portion of fund shares held by Mainland investors.) will be distributed for every 10 shares to all shareholders.

[Note: According to the "first-in, first-out" principle, the shareholding period is calculated based on the investor's securities account. For shares held within one month (including one month), RMB0.200000 will be paid in retroactive tax payment for every 10 shares; for shares held for more than one month and up to one year (including one year), RMB0.100000 will be paid retroactively for every 10 shares; for shares held for more than one year, no retroactive tax payment is required.]

### **III. Dividend Payment Date**

The record date is: **May 19, 2023**; the ex-rights and ex-dividend date is: **May 22, 2023**; the dividend payment date is: **May 22, 2023**.

### **IV. Recipients**

Recipients: all shareholders of the Company registered with China Securities Depository and Clearing Corporation Shenzhen Branch (hereinafter referred to as "CSDC Shenzhen Branch") as of the close of trading on Shenzhen Stock Exchange on **May 19, 2023**.

### **V. Implementation Method**

1. The cash dividends to A-share shareholders will be directly credited to their fund accounts on **May 22, 2023** by CSDC Shenzhen Branch on behalf of the Company through shareholders' custodian securities companies (or other custodian institutions).

2. The cash dividends for the following A-share shareholders will be paid by the Company itself:

No.	Shareholder Account Number	Shareholder Name
1	08*****377	Jiangsu Shenghong Science and Technology Co., Ltd.
2	08*****128	Shenghong Petrochemical Group Co., Ltd.
3	08*****226	Shenghong (Suzhou) Group Co., Ltd.
4	08*****087	Lianyungang Bohong Industrial Co., Ltd.

During the application period for dividend distribution (from the application date on **May 12, 2023** to the record date on **May 19, 2023**), if the cash dividends entrusted to CSDC Shenzhen Branch for distribution are insufficient due to a decrease in the number of shares in the securities account of the self-distributed shareholders, the Company shall bear all legal responsibilities and consequences.

## **VI. Parameter Adjustments**

After the completion of this dividend distribution, the conversion price of the "Shenghong Convertible Bond" will be adjusted accordingly. The conversion price before adjustment is: RMB13.41/share. The conversion price after adjustment is: RMB 13.31/share. The effective date of this conversion price adjustment is: May 22, 2023. *Announcement on Adjustment of Conversion Price of Convertible Corporate Bonds* (Announcement No.: 2023-059) will be disclosed simultaneously in *Securities Times*, *China Securities Journal*, *Shanghai Securities News* and cninfo website (<http://www.cninfo.com.cn>).

## **VII. Cash Dividend Payments to GDR Investors**

For qualified investors (hereinafter referred to as "GDR Investors") who invest in the Global Depository Receipts (GDR) issued by the Company on SIX Swiss Exchange and comply with relevant domestic and foreign regulatory rules, their cash dividends will be paid by the Company to Citibank, National Association, the nominal holder of the underlying A shares in China. According to the Enterprise Income Tax Law of the People's Republic of China and other relevant tax regulations, the Company shall withhold the income tax at a rate of 10%.

The record date for the GDR investors is the same as that for A-share shareholders, *i.e.* May 19, 2023. The date of ex-dividend for GDR investors is May 17, 2023. The cash dividends will be

paid by Citibank, National Association via Euroclear Bank SA/NV and/or Clearstream Banking, S.A. to GDR investors on May 30, 2023 (CET).

### **VIII. Consultation Information**

1. Consulting Agency: Office of the Secretary of the Board of Directors of the Company

2. Address: No. 73, East Shi Chang Road, Shengze Town, Wujiang District, Suzhou City, Jiangsu Province, the PRC

3. Contact: Fan Jiajian

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5. Fax: 0512-63552272

### **VI. Documents Available for Inspection**

1. Resolution of the 2022 General Meeting of Shareholders of the Company;

2. Resolution of the Second Meeting of the Ninth Board of Directors of the Company;

3. CSDC Shenzhen Branch Document confirming the dividend distribution schedule.

Announcement is hereby given.

**Jiangsu Eastern Shenghong Co., Ltd.**  
**Board of Directors**  
**May 15, 2023**