Ad hoc announcement pursuant to Art. 53 LR

Ningbo Shanshan Co., Ltd.

Announcement on Supplementary Shares Pledge for Non-Public Offering of Convertible Corporate Bonds by the Controlling Shareholder

Co., Ltd. - Special pledge account for non-public offering of convertible corporate bonds (2022) to professional investors" and "Shanshan Group Co., Ltd. - Special pledge account for non-public offering of convertible corporate bonds (Second Tranche, 2022) to professional investors" opened by Shanshan Group and the trustee at China Securities Depository & Clearing Corporation Limited Shanghai Branch. It has intended to provide supplementary guarantee for share conversion and the repayment of this Bond for the holders of convertible corporate bonds. The details are as follows:

1. Basic information of the share pledge

Name of shareholder	Whether it is the controlling shareholder	Number of shares pledged this time (shares)	Whether they are restricted shares	Whether it is a supplement pledge	Pledge starting date	Pledge ending date	Pledgee	Proportion in the shares it holds (%)	Proportion in the total share capital of the Company (%)	Use of pledge financing funds
Shanshan Group	Yes	18,750,000	No	Yes	2023/5/15	Until the date of cancellation of pledge registration	LC Securities	2.40	0.83	To provide supplementary guarantees for share conversion of the "22 Shan EB1" convertible corporate bond holders and the principal and interest repayment of tere477 T

3. Share pledges by the above shareholders

After the completion of this pledge, the share pledges by the above shareholder and its persons acting in concert are as follows:

Name of shareholder	Number of shares held (shares)	Shareholding ratio (%)	Number of shares pledged prior to the current pledge (shares)	Number of shares pledged after the current pledge (shares)	Proportion in the shares it holds (%)	Proportion in the total share capital of the Company (%)	The pledged shares (shares)	The unpledged shares (shares)

Shanshan Group does not infringe on the interests of listed companies through occupation of operating capital, illegal guarantees and connected transactions. The pledge of shares is expected to have no impact on the Company's production and operation as well as corporate governance.

The Company will fulfill the obligation of information disclosure in a timely manner in strict accordance with relevant laws and regulations. Investors are advised to pay attention to investment risks.

It is hereby announced.

Board of Directors of Ningbo Shanshan Co., Ltd.

16 May 2023