Ningbo Shanshan Co., Ltd.
Announcement on Implementation of Repurchase and Cancellation of Certain Equity Incentive Restricted Shares

Important Notice:

z Reasons for repurchase and cancellation: In accordance with the Administrative Measures for Equity Incentive of Listed Companies and the Share Options and Restricted Share Incentive Plan of Ningbo Shanshan Co., Ltd. for the Year 2022 (Revised Draft), in view of the failure to achieve performance assessment indicators for the first release of restricted sales period and the fact that some incentive persons have resigned or retired and no longer qualify as incentive objects, therefore, these certain restricted shares are repurchased and cancelled.

z Relevant information on the cancellation of shares

Number of shares repurchased (shares)	Number of shares cancelled (shares)	Date of cancellation
4,980,725	4,980,725	2023-10-16

1. Decision-making Procedures and the 11th
d the Proposal on the Company's 2022 Share
Plan to Adjust the Relevant Equity Price,
and Repurchase and Cancellation of Certain
considered and approved at the 8 Investment
ncentive of Listed Companies and the Share
Plan of Ningbo Shanshan Co., Ltd. for the Year
on of the First Extraordinary General Meeting

of shareholders in 2022, the Company agreed to repurchase and cancel the total 4,980,725 restricted shares corresponding to the failure to achieve the performance assessment indicators in the first release of restricted sales period and the fact that the incentive targets no longer qualify as the incentive targets due to resignation or retirement. The independent directors of the Company have expressed written agreement on this matter, and Beijing Tianyuan Law Firm has issued a legal opinion on the above matters.

On August 3, 2023, in accordance with the Company Law of the People's Republic of China and other relevant laws and regulations, the Company performed the procedure of notifying creditors of the repurchase and cancellation of the restricted shares. The Company also disclosed the "Announcement on Notification of Creditors on Repurchase and Cancellation of Certain Restricted Shares" on the website of the Company (www.ssgf.net). The Company notified creditors that they have the right to demand the Company to pay off its debts or provide corresponding guarantees by presenting valid proof of its rights and the relevant documents within 30 days from the date of receipt of the Company's notice, or within 45 days from the date of disclosure of this announcement if they have not received the notice. And the Company has not received the creditor's rights declaration and requested the Company to pay off its debts or provide corresponding guarantees by the expiration date of the creditor's rights declaration period as announced above.

2. The Repurchase and Cancellation of These Certain Restricted Shares

(1) Reasons and basis for the repurchase and cancellation of these restricted shares

In accordance with the Administrative Measures for Equity Incentive of Listed Companies and the Share Options and Restricted Share Incentive Plan of Ningbo Shanshan Co., Ltd. for the Year 2022 (Revised Draft) and the authorization of the First Extraordinary General Meeting of shareholders in 2022, the Company had the rights to repurchase and cancel the restricted shares unilaterally corresponding to the failure to achieve the performance assessment indicators in the first release of restricted sales period and the fact that the incentive targets no longer qualify as the incentive targets due to resignation or retirement

(2) The relevant persons and number of shares of the repurchase and cancellation

The repurchase and cancellation of restricted shares involved 417 incentive persons (403 of whom have failed to achieve performance assessment indicators for

the first release of restricted sales period, 13 of whom have left the Company and 1 of whom has retired), and a total of 4,980,725 restricted shares are to be repurchased and cancelled; Upon completion of this repurchase and cancellation, 13,353,375 restricted shares of equity incentive will remain.

(3) Repurchase and cancellation arrangements

The Company has opened a special share repurchase account at the China Securities Depository and Clearing Co., Ltd Shanghai Branch. (Securities account number: B885436653), and has applied to the China Securities Depository and Clearing Co., Ltd Shanghai Branch for the cancellation of 4,980,725 restricted shares, and it is expected that the cancellation of the restricted shares will be completed on 16 October 2023.

3. Changes in the Company's Share Structure After the Repurchase and Cancellation of Restricted Shares

After the cancellation of restricted shares, the company's share capital structure changes as follows:

Unit: Share

	Before changes

The Company promises that it has verified and guaranteed the true, accurate and complete information about the object, number of shares and cancellation date of the restricted shares involved in the repurchase and cancellation, and has fully informed

It is hereby announced.

The Board of Directors of Ningbo Shanshan Co., Ltd.

11 October 2023