Ad hoc announcement pursuant to Art. 53 LR

Ningbo Shanshan Co., Ltd.

Announcement on the Implementation of Equity Distribution for the Year 2023

Important Note:

Distribution Ratio Per Share

Cash dividend of RMB0.20 per A share (inclusive of tax)

Relevant Date

Class of shares	Record date	Last trading day	Ex-right (ex-dividend) date	Cash dividend payment date

Differentiated dividend distribution and carrying forward: Yes

I. The Session and Date of the General Meeting Approving the Distribution Plan

The profit distribution plan was considered and approved at the 2023 Annual General Meeting of Ningbo Shanshan Co., Ltd. (hereinafter referred to as the "Company") held on 16 May 2024.

II. Distribution Plan

1. Distribution year: 2023

2. Distribution targets:

All shareholders of the Company whose names appear on the register of members maintained by China Securities Depository and Clearing Corporation Limited, Shanghai Branch (hereinafter referred to as "CSDC Shanghai Branch") as at the afternoon of record date after the close of trading

III. Relevant Date

Implementation of Differentiated Individual Income Tax Policies for Dividends and Bonuses of Listed Companies (Cai Shui [2012] No. 85)) (ê ط ¯ Ψ ˜ G ;,; `E„ ≠ ≢ ı ¢¬ ˜ Ì [2012]85 ¬„ ˜ ) and the Notice on Relevant Issues Concerning Dividend and Bonus Differentiation Individual Income Tax Policies of Listed Companies (Cai Shui [2015] No. 101) ( ê ˜ ¢;,; `E„ ≠ ≢ ı ¢¬ ˜ ˆÌ [2015]101¬„ ˜), the Company shall not withhold individual income tax when distributing dividends, and shall calculate the amount of payable tax according to the period of shareholding when the shares are actually transferred.

When individual shareholders and securities investment funds transfer their stocks after the record date, CSDC Shanghai Branch will calculate the actual tax payable based on the period of their shareholding, and securities companies and other share custodians will deduct from their personal fund accounts and transfer to CSDC Shanghai Branches which shall transfer the payment to the Company within 5 trading days of the following month, and the Company shall declare and pay to the competent tax authority within the statutory declaration period of the month in which the tax is received.

The specific effective tax liability is as follows:

For a shareholding period of less than 1 month (including 1 month), the actual tax burden is 20%;

For a shareholding period of more than 1 month to 1 year (including 1 year), the actual tax burden is 10%;

Dividends and bonuses are temporarily exempted from personal income tax if the shareholding period is more than 1 year.

(2) For the individual income tax on cash dividends of natural person shareholders holding restricted tradable shares of equity incentives, refer to the above-mentioned relevant regulations on individual income tax of cash dividends for natural person shareholders of unrestricted tradable shares.

(3) In accordance with the Notice on Issues Relating to Withholding and Payment of Enterprise Income Tax by Chinese Resident Enterprises for Dividends, Dividends and Interest Paid to QFII (Guo Shui Han [2009] No. 47) (ê ˜ G Ţ ط ο ʒ Ъ QFII ט à ≠ à ≠ ה ה ο ʒ ˜ ˆÌ ط ₱ [2009]47¬„ ˜)issued by the State Administration of Taxation on

January 23, 2009, shareholders of Qualified Foreign Institutional Investors (“QFII”) are subject to corporate income tax withholding and payment by the Company at a rate of 10%, and a cash dividend of RMB0.18 per share is actually distributed after tax. If the dividend and bonus incomes obtained by QFII shareholders are entitled to the treatment as stipulated in tax treaties (arrangements), they can apply to the competent tax authority in accordance with regulations after receiving such dividends and bonuses.

(4) For Hong Kong market investors (including enterprise and individual) who hold the Company's stocks through Shanghai Stock Connect, the dividends will be paid by the Company in RMB through CSDC Shanghai Branch on the basis of the account of the nominal holder of the shares (Hong Kong Securities Clearing Company Limited), with tax deducted in accordance with the Notice of the Ministry of Finance, the State Administration of Taxation, and the China Securities Regulatory Commission on Tax Policies Concerning the Pilot Program of the Shanghai-Hong Kong Stock Market Interconnection Mechanism" (Cai Shui [2014] No. 81) (ê à ط ¯ à Ψ ˜ G شھ´ ε ε L ˜ Ì [2014]81¸¸ ~) in accordance with the relevant provisions of 10% withholding income tax, the actual cash dividend paid after tax is RMB0.18 per share. For Hong Kong investors who are tax residents of other countries and whose countries have entered into tax treaties with China that provide for a tax rate of less than 10% on dividend income, the enterprise or individual can apply to the competent tax authority of the Company to enjoy the treatment of the tax agreement.

(5) For investors who hold Global Depository Receipts (GDR) issued by the Company on the SIX Swiss Exchange (hereinafter referred to as "GDR investors"), cash dividends will be paid by the Company through CSDC Shanghai Branch to Citibank, National Association which is the notional holders of domestic underlying A shares corresponding to the GDRs, withholds and remits income tax at a rate of 10% in accordance with the "Enterprise Income Tax Law of the People's Republic of China" (ê Ţ ¼¸ ¨ ˇ ط ○ ʒ Ì) and other relevant tax regulations. After receiving the GDR dividend income, if the GDR investors need to obtain the treatment of relevant tax agreements (arrangements), they can apply to the Company's competent tax authority in accordance with regulations.

The record date for GDR investors is the same as the record date for shareholders of A-shares, and the cash dividends will be paid to GDR investors by Citibank, National Association through

Euroclear Bank SA/NV and Clearstream Banking, S.A. on 13 June 2024, Swiss time.

(6) For other institutional investors and legal person shareholders, dividends and bonus income tax shall be paid by themselves, and the actual cash dividend is RMB0.20 per share before tax.

V. Consultation Methods

If you have any questions about the distribution plan, please contact us as follows:

Department: Securities Affairs Department
Tel: 0574-88208337

It is hereby announced.

Board of Directors of Ningbo Shanshan Co., Ltd.

31 May 2024