Ad hoc announcement pursuant to Art. 53 LR

Ningbo Shanshan Co., Ltd.

Announcement on Annual Performance Forecast for 2024

Important Notice:

The current performance forecast is applicable to situations where the net profit is negative.

According to preliminary calculations by the finance department of Ningbo Shanshan Co., Ltd. (the "Company"), it is expected to achieve a net profit attributable to shareholders of the listed company of -RMB 480 million to -RMB 320 million in 2024, which will result in a loss compared to the same period last year. It is expected to achieve a net profit attributable to shareholders of the listed company after deducting non-recurring gains and losses of -RMB 900 million to -RMB 750 million in 2024.

In this period, the Company's core business of anode materials and polarizer still maintain strong operational resilience, with an expected total operating revenue of RMB 18 billion to RMB 19 billion and a net profit of RMB 650 million to RMB 750 million. The m li-2 -os30l t-2 -hi-2 -s30 r-2 -i-2 -od's4(mp)40 e30lt-2 -o:]TJ 020.92 0 Td (.)Tj 0EM

The three expenses including financial expenses of the parent company and other costs were estimated to affect the profit and loss of approximately -RMB 310

million to -RMB 290 million.

I. Current Performance Forecast

(I) Performance forecast period

From January 1, 2024 to December 31, 2024.

(II) Forecast of performance

According to preliminary calculations by the finance department of the Company, it is expected to achieve a net profit attributable to shareholders of the listed company of -RMB 480 million to -RMB 320 million in 2024, which will result in a loss compared to the same period last year. It is expected to achieve a net profit attributable to shareholders of the listed company after deducting non-recurring gains and losses of -RMB 900 million to -RMB 750 million in 2024.

(III) This performance forecast has not been audited by certified public accountant.

II. Operating Results and Financial Situation of the Same Period Last Year

(I) Total profit: RMB 988.5064 million. Net profit attributable to shareholders of the listed company: RMB 765.3378 million. Net profit attributable to shareholders of the listed company after deducting non-recurring gains and losses: RMB 218.8644 million.

(II) Earnings per share: RMB 0.35

II. The Main Reasons for the Expected Changes in Performance for this Period

In 2024, the Company's core business of anode materials and polarizer still maintain strong operational resilience, with an expected total operating revenue of RMB 18 billion to RMB 19 billion and a net profit of RMB 650 million to RMB 750 million.

During the reporting period, in the face of continued low operation of the anode material industry, the Company's anode material business closely followed customer demand and continuously improved product competitiveness. By optimizing the product structure and strengthened the depth of cooperation with strategic customers,

we further consolidated our leading position in the market. At the same time, through accelerating the production capacity release of Yunnan base, optimizing the production structure and other active measures to reduce costs, effectively improve the level of profitability. A series of measures have achieved significant results. In 2024, the sales volume of the Company's anode material business increased significantly, and the profitability level improved significantly year-on-year, indicating a good development trend.

Polarizer business has always maintained strong development resilience in the fierce market competition, sales have achieved steady and sustained growth, and the leading position in the industry has been further consolidated and solidified. Under the guidance of the long-term strategy, the polarizer business has fully accelerated high-end product development and market expansion, and successfully achieved the mass production of OLED polarizers with unremitting efforts and continuous innovation. At the same time, the Company has successfully completed the acquisition of the SP business, which will help improve the Company's high-end polarizer market share and provide strong support for the enhancement of long-term profitability.

The main reasons for the losses in 2024 of Company are:

(1) BASF Shanshan Battery Materials Co., Ltd. and Suiyong Holdings Co., Ltd., the participating enterprises of long-term equity investments held by the Company, had significant losses, and the long-term equity investment income of the current period is expected to be -RMB 620 million to -RMB 570 million.

(2) Combined with industry market changes and actual operating conditions and other factors, based on the principle of prudence, the Company's impairment provision for long-term equity investment of 49% of BASF Shanshan Battery Materials Co., Ltd., goodwill generated by the acquisition of polarizer business, other receivables formed by the disposal of electrolyte business and other assets. It is estimated to affect the profit and loss of approximately -RMB 460 million to -RMB 425 million.

(3) The three expenses including financial expenses of the parent company and other costs were estimated to affect the profit and loss of approximately -RMB 310 million to -RMB 290 million.