Ad hoc announcement pursuant to Art. 53 LR

Ningbo Shanshan Co., Ltd.

Announcement on Progress of Second Judicial Auction of the Shareholder’s Shares

Important Notice:

- The shares to be auctioned by the judiciary this time are 29,580,000 shares of restricted tradable shares of Ningbo Shanshan Co., Ltd. (the “Company”) held by Ningbo Yinzhou Jielun Investment Co., Ltd. (the "Yinzhou Jielun"). Yinzhou Jielun is the concerted action person of the controlling shareholder of the Company, and these shares accounts for 100% of the total shares it holds in the Company and 1.32% of the Company's total share capital.
- The shares that were auctioned by the judiciary this time have completed the bidding process. Subsequently, it still