

Ad hoc announcement pursuant to Art. 53 LR

Ningbo Shanshan Co., Ltd.

Announcement on the Resolution of the Twentieth Meeting of the Eleventh Session of Board of Directors

I. The Meeting of the Board of Directors

(I) The Twentieth Meeting of the Eleventh Session of Board of Directors (BOD) of Ningbo Shanshan Co., Ltd. (the "Company") was held in accordance with the *Company Law of the People's Republic of China, the Articles of Association of Ningbo Shanshan Co., Ltd.* and applicable laws and regulations.

(II) Notice of this meeting of the BOD was given in writing on 19 August 2025.

(III) This meeting of the BOD was held by way of communication voting on 29 August 2025.

(IV) This meeting of the BOD was chaired by the Chairman of the Company; 11 directors should attend the meeting and 11 directors actually attended the meeting. There was no absent director.

II. Results of the Meeting of the Board of Directors

The meeting deliberated and approved the following proposals:

(I) Proposal on the Full Text and Abstract of the 2025 Interim Report

(Please refer to the website of the Shanghai Stock Exchange for details)

(11 voted in favor, 0 voted against, 0 abstained)

This report has been unanimously reviewed and approved by all members of the audit committee of the Company's Board of Directors, and has been agreed to be submitted for review by the Company's Board of Directors.

(II) Proposal on Making Provisions for Impairment of Assets for the First Half of 2025

(Please refer to the website of the Shanghai Stock Exchange for details)

(11 voted in favor, 0 voted against, 0 abstained)

In accordance with the relevant provisions of the Enterprise Accounting

Standards and the Company's accounting policies regarding the provisions for asset impairment and credit impairment, the Company conducted a comprehensive inspection of all assets by the end of June 2025 and made provisions for asset impairment and credit impairment based on the value impairment of each asset. In this period, the Company's consolidated financial statements have recognized a net provision, recovery, and reversal of various asset impairment and credit impairment allowances totaling RMB 151,654,781.11, which will decrease the Company's total profit for the semi-annual period of 2025 by RMB 151,654,781.11. The details are as follows:

Unit: Yuan Currency: RMB		
Item	Impairment Details	Amount Recognized in Profit and Loss for the Semi-Annual Period of 2025
Asset Impairment Provisions	Provision for inventory write-down	115,489,557.97
	Provision for impairment of fixed assets	38,209,799.55
	Provision for impairment of long-term equity investments	9,189,327.93
	Subtotal	162,888,685.45
Credit Impairment Provisions	Provision for bad debts of notes receivable	216,448.21
	Provision for bad debts of accounts receivable	-10,877,026.40
	Provision for bad debts of others receivable	-573,326.15
	Subtotal	-11,233,904.34
Total		151,654,781.11

At present, the Company's operation and management are normal, and its financial situation is stable. The provisions for asset impairment in this case complies with relevant regulations such as the Enterprise Accounting Standards and the actual situation of the Company's assets, and will not have a significant impact on the Company's normal production and operation. After making provisions for asset impairment this time, the Company's financial statements are able to reflect the Company's asset condition more accurately, objectively and fairly.

(III) Proposal on Revising the Company's Relevant Regulations

(Please refer to the website of the Shanghai Stock Exchange for details)

(11 voted in favor, 0 voted against, 0 abstained)

In the early stage, in order to implement the new Company Law, the China Securities Regulatory Commission and the Shanghai Stock Exchange have revised and released a series of supporting rules such as the "Code of Corporate Governance for Listed Companies", "Management Measures for Information Disclosure of Listed Companies", "Shanghai Stock Exchange Listing Rules", and "Shanghai Stock Exchange No. 1 Self-discipline Supervision Guidelines for Listed Companies - Standardized Operation". Now, based on the above relevant rules and combined with the actual situation of the Company, the relevant supporting regulations of the Company are revised simultaneously. The details are as follows:

No.	Name of Regulation
1	Working Procedures of the Audit Committee of Board of Directors of Ningbo Shanshan Co., Ltd.
2	Detailed Rules for the Operation of the Audit Committee of Board of Directors of Ningbo Shanshan Co., Ltd.
3	Detailed Rules for the Operation of the Nomination Committee of Board of Directors of Ningbo Shanshan Co., Ltd.
4	Detailed Rules for the Operation of the Remuneration and Assessment Committee of Board of Directors of Ningbo Shanshan Co., Ltd.
5	Implementation Rules for the Strategy Committee of Board of Directors of Ningbo Shanshan Co., Ltd.
6	Working Rules for the Special Meeting of Independent Directors of Ningbo Shanshan Co., Ltd.
7	Annual Report Working System for Independent Directors of Ningbo Shanshan Co., Ltd.
8	Management System for Shares of the Company Held by Directors and Senior Management and Their Changes of Holdings of Ningbo Shanshan Co., Ltd.
9	Working Rules for the Secretary of Board of Directors of Ningbo Shanshan Co., Ltd.
10	Management System for Information Disclosure Affairs of Ningbo Shanshan Co., Ltd.
11	Management System for the Registration of Insiders of Inside Information of Ningbo Shanshan Co., Ltd.
12	Management System for External Information Users of Ningbo Shanshan Co., Ltd.
13	Management System for the Deferral and Exemption of Information Disclosure of Ningbo Shanshan Co., Ltd.
14	System for Accountability for Major Errors in Annual Report Information

No.	Name of Regulation
	Disclosure of Ningbo Shanshan Co., Ltd.
15	Measures for the Administration of Investor Relations of Ningbo Shanshan Co., Ltd.
16	Internal Audit Management System of Ningbo Shanshan Co., Ltd.

It is hereby announced.

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

30 August 2025