

**Ad hoc announcement pursuant to Art. 53 LR**

**Ningbo Shanshan Co., Ltd.**

**Announcement on share pledge for non-public  
offering of convertible corporate bonds by the  
controlling shareholder**

**Important Notice:**

Shanshan Group Co., Ltd. 782,222,036 shares of  
Ningbo Shanshan Co., Ltd. 5.99 million shares for  
securities lending, accounting for 34.94% of the total share capital of the Company.  
Prior to the share pledge, Shanshan Group has pledged 510,863,870 shares of the  
Company, accounting for 65.31% of the total shares of the Company it holds and  
22.82% of the total share capital of the Company. After the share pledge, Shanshan  
Group will have 562,863,870 shares of the Company pledged (including the shares  
pledged this time), accounting for 71.96% of the total shares of the Company it holds  
and 25.15% of the total share capital of the Company.

According to the Letter on Approving the Listing and Transfer of convertible  
Corporate Bonds Issued by Shanshan Group Co., Ltd issued by Shanghai Stock  
Exchange (Shang Zheng Han [2022] No.1242), Shanghai Stock Exchange approved  
the non-public offering of convertible corporate bonds of no more than RMB 6 billion  
by Shanshan Group to professional investors ( the Bonds ), which will be issued by  
tranches.

At present, the Company has received the notice from Shanshan Group that it  
will initiate the issuance of fourth tranche of the Bonds in the near future. In  
accordance with relevant agreements, Shanshan Group has pledged 52,000,000  
unrestricted outstanding shares of the Company it holds to the trustee for the Bonds,  
and transferred . - Special pledge  
account for non-public offering of convertible corporate bonds (the fourth tranche,  
2022) to professional inves opened by Shanshan Group and the trustee at China  
Securities Depository & .32 8en-16pme-1501a-BDC non

### 1. Basic information of the share pledge

| Name of shareholder | Whether it is the controlling shareholder | Number of shares pledged this time (shares) | Whether they are restricted shares | Whether it is a supplement pledge | Pledge starting date | Pledge ending date                                    | Pledgee       | Proportion in the shares it holds (%) | Proportion in the total share capital of the Company (%) | Use of pledge financing funds                                                                                                              |
|---------------------|-------------------------------------------|---------------------------------------------|------------------------------------|-----------------------------------|----------------------|-------------------------------------------------------|---------------|---------------------------------------|----------------------------------------------------------|--------------------------------------------------------------------------------------------------------------------------------------------|
| Shanshan Group      | Yes                                       | 52,000,000                                  | No                                 | No                                | 20 October 2022      | Until the date of cancellation of pledge registration | LC Securities | 6.65                                  | 2.32                                                     | To provide guarantees for share conversion of the convertible corporate bond holders and the principal and interest repayment of the Bonds |

2. The pledged shares shall not be used as guarantee or other safeguard purposes for the performance compensation of major assets restructuring.

### 3. Share pledges by the shareholders

As of the signing date of this announcement, the share pledges by the above shareholder and its persons acting in concert are as follows:

| Name of shareholder | Number of shares held (shares) | Shareholding ratio (%) | Number of shares pledged prior to the current pledge (shares) | Number of shares pledged after the current pledge (shares) | Proportion in the shares it holds (%) | Proportion in the total share capital of the Company (%) | The pledged shares (shares)                       |                                               | The unpledged shares (shares)                       |                                                 |
|---------------------|--------------------------------|------------------------|---------------------------------------------------------------|------------------------------------------------------------|---------------------------------------|----------------------------------------------------------|---------------------------------------------------|-----------------------------------------------|-----------------------------------------------------|-------------------------------------------------|
|                     |                                |                        |                                                               |                                                            |                                       |                                                          | Number of restricted shares in the pledged shares | Number of frozen shares in the pledged shares | Number of restricted shares in the unpledged shares | Number of frozen shares in the unpledged shares |

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|--------------------------------------------|--------------------------------|------------------------|---------------------------------------------------------------|------------------------------------------------------------|---------------------------------------|----------------------------------------------------------|---------------------------------------------------|-----------------------------------------------|-----------------------------------------------------|-------------------------------------------------|
|                                            |                                |                        |                                                               |                                                            |                                       |                                                          | Number of restricted shares in the pledged shares | Number of frozen shares in the pledged shares | Number of restricted shares in the unpledged shares | Number of frozen shares in the unpledged shares |
|                                            |                                | 0.03                   | 0                                                             | 0                                                          | 0                                     | 0                                                        | 0                                                 | 0                                             | 0                                                   | 0                                               |
|                                            |                                | 3.23                   | 0                                                             | 0                                                          | 0                                     | 0                                                        | 0                                                 | 0                                             | 0                                                   | 63,391,443                                      |
|                                            |                                | 34.94                  | 510,863,870                                                   | 562,863,870                                                | 71.96                                 | 25.15                                                    | 78,420,000                                        | 0                                             | 126,844,756                                         | 40,441,711                                      |
| Ningbo Pengze Trading Co., Ltd.            | 205,264,756                    | 9.17                   | 78,420,000                                                    | 78,420,000                                                 | 38.20                                 | 3.50                                                     | 78,420,000                                        | 0                                             | 126,844,756                                         | 0                                               |
| Ningbo Yinzhou Jielun Investment Co., Ltd. | 77,873,254                     | 3.48                   | 29,580,000                                                    | 29,580,000                                                 | 37.98                                 | 1.32                                                     | 29,580,000                                        | 0                                             | 48,293,254                                          | 0                                               |
| Total                                      | 1,138,227,502                  | 50.85                  | 618,863,870                                                   | 670,863,870                                                | 58.94                                 | 29.97                                                    | 186,420,000                                       | 0                                             | 301,982,766                                         | 103,833,154                                     |

#### 4. Other descriptions of the pledged shares by the controlling shareholder

Shanshan Group has no pledged shares that will mature in the next six months, no pledged sha

governance.

The Company will fulfill the obligation of information disclosure in a timely manner in strict accordance with relevant laws and regulations. Investors are advised to pay attention to investment risks.

It is hereby announced.

Board of Directors of Ningbo Shanshan Co., Ltd.

24 October 2022