

Ad hoc announcement pursuant to Art. 53 LR

Ningbo Shanshan Co., Ltd.

**Announcement on Termination of the Reorganization
Investment Agreement and Continued Recruitment of
Potential Investors for the Substantive Consolidation
and Reorganization of the Controlling Shareholder
and Its Wholly-owned Subsidiary**

On March 20, 2025, the controlling shareholder of Ningbo Shanshan Co., Ltd. (the "Company"), Shanshan Group Co., Ltd. (the "Shanshan Group"), and its wholly-owned subsidiary, Ningbo Pengze Trading Co., Ltd. (the "Pengze Trading"), were ruled by the People's Court of Yinzhou District, Ningbo, Zhejiang Province to conduct substantive consolidation and reorganization. As the "Reorganization Plan (Draft) of Shanshan Group Co., Ltd. and Ningbo Pengze Trading Co., Ltd." (the "Reorganization Plan (Draft)") was not approved by the creditors' meeting. The reorganization investment agreement has been lawfully terminated, and the administrator intends to continue recruiting potential investors. The relevant information is hereby announced as follows:

**I. The Announcement Regarding Termination of the Reorganization
Investment Agreement and Continued Recruitment of Potential Investors for the
Substantive Consolidation and Reorganization Case of Shanshan Group and
Pengze Trading**

Recently, the Company received a notice from the administrator. As the Reorganization Plan (Draft) was not approved by the creditors' meeting, investors proposed to the administrator to return the performance bond and confirm termination of the contract. After review and approval by the selection team, the reorganization investment agreement has been lawfully terminated. In order to smoothly promote the reorganization work of Shanshan Group and Pengze Trading, the administrator, in accordance with the "Enterprise Bankruptcy Law of the People's Republic of China" and relevant laws and regulations, is now continuing to recruit potential investors. On

November 7, 2025, the administrator released the "Announcement of Shanshan Group Co., Ltd. on the Termination of the Reorganization Investment Agreement and the Continued Recruitment of Potential Investors for the Substantive Consolidation and Reorganization Case of the Company and Its Wholly-Owned Subsidiary" on the Shanghai Stock Exchange website, which announced the overview of Shanshan Group, Pengze Trading and their main assets, as well as the application conditions for potential investors. And clarified the recruitment process for potential investors, including registration time, registration materials, due diligence arrangements, and selection of reorganization investment plans. For specific details, please refer to the full text of the announcement released by Shanshan Group on the website of the Shanghai Stock Exchange on November 7, 2025.

II. The Impact on the Company and Risk Warning

At present, the controlling shareholder of the Company does not have any situations that infringe upon the interests of the listed Company, such as non-operational fund occupation or illegal guarantees. The Company has independent and complete business and independent management capabilities, and maintains independence from the controlling shareholder in terms of assets, business, finance, and other aspects. At present, the Company's production and operation is proceeding normally, and this matter has not had a significant substantive impact on the Company's daily production and operation. The Company will continue to make efforts to conduct a good job in various business management to ensure the stable operation of the listed Company.

At present, Shanshan Group holds 320,296,700 shares of the Company, accounting for 14.24% of the Company's total share capital. Pengze Trading holds 205,264,756 shares of the Company, accounting for 9.13% of the Company's total share capital. The aforementioned shares of the Company have a relatively high proportion of being pledged, judicially frozen, marked or subject to pending freezing.

There is still uncertainty about whether the reorganization of Shanshan Group and Pengze Trading will be successful in the future; Subsequent reorganization implementation may result in adjustments to its shareholder equity in the Company,

which may in turn lead to changes in the Company's control. The Company will continue to monitor the progress of the above matter and strictly fulfill its obligation to disclose information in a timely manner in accordance with relevant laws, regulations, and normative documents.

The Company solemnly reminds investors that the designated media for the Company's information disclosure are the China Securities Journal, the Shanghai Securities Journal, the Securities Daily, the Securities Times, and the Shanghai Stock Exchange website (www.sse.com.cn). All information of the Company is based on the relevant announcements published in the above-designated media. Investors are advised to invest rationally and pay attention to investment risks.

It is hereby announced.

Board of Directors of Ningbo Shanshan Co., Ltd.

8 November 2025