

Ad hoc announcement pursuant to Art. 53 LR

Ningbo Shanshan Co., Ltd.

Announcement on Supplementary Shares Pledge for Non-Public Offering of Convertible Corporate Bonds by the Controlling Shareholder

Important Notice:

Shanshan Group Co., Ltd. ("Shanshan Group") holds 782,222,036 shares of Ningbo Shanshan Co., Ltd. ("the Company"), accounting for 3% of the total share capital (2,258,223,223 shares) of the Company. Prior to completion of the share pledge, Shanshan Group holds 577,743,876 shares of the Company, pledged accounting for 73.8% of the total shares of the Company it holds and 25.58% of the total share capital of the Company. After completion of the share pledge, Shanshan Group will have 590,143,876 shares of the Company pledged (including the shares pledged this time), accounting for 75.44% of the shares of the Company it holds and 26.13% of the total share capital of the Company.

According to relevant provisions of Shanshan Group Prospectus Issuance of Non-public Offering of Convertible Corporate Bonds (the Second Tranche 2022) to Professional Investors, Prospectus Issuance of Non-public Offering of Convertible Corporate Bonds (the Third Tranche 2022) to Professional Investors, Prospectus Issuance of Non-public Offering of Convertible Corporate Bonds (the Fourth Tranche, 2022) to Professional Investors, Shanshan Group has respectively pledged 82.85 million, 11480 million and 70.80 million unrestricted outstanding shares of the Company to LC Securities Co., Ltd. The purpose of the pledge is to provide guarantee for share conversion repayment of current bonds of the holders of "22 Shan EB2", "22 Shan EB3" and "22 Shan EB4" convertible corporate bonds. (Please refer to the relevant announcements of the Company on Company's official website (www.ssgf.net) for details.)

At present, the Company has received the notice from Shanshan Group, according to relevant agreements and guarantee situation of the "22 Shan EB2", "22 Shan EB3" and "22 Shan EB4" bonds, Shanshan Group has pledged 4.10 million, 5.36 million and 2.94 million supplementary restricted outstanding shares of the Company it holds to the trustee for bonds and separately transferred these shares

to the Shanshan Group Co., Ltd. Special pledge account for public offering of convertible corporate bonds (Second Tranche, 2022) to professional investors”
“Shanshan Group Co., Ltd. Special pledge account for public offering of convertible corporate bonds (Third Tranche, 2022) to professional investors” and
“Shanshan Group Co., Ltd. -Special pledge account for public offering of convertible corporate bonds (Fourth Tranche, 2022) to professional investors”
opened by Shanshan Group and the trustee at China Securities Depository & Clearing Corporation Limited Shanghai Branch. It is intended to provide supplementary guarantee for share conversion and the repayment of this Bond for the holder of convertible corporate bonds. The details are as follows:

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 pledged financing funds
Shanshan Group	Yes	4,100,000	No	Yes	2024/5/	Until the date of cancellation of pledge registration	LC Securities	0.52	0.18	To provide supplementary guarantees for share conversion of the "22Shan EB2" convertible corporate bond holders and the principal and interest repayment of this Bond
Shanshan Group	Yes	5,360,000	No	Yes	2024/5/	Until the date of cancellation of pledge registration	LC Securities	0.69	0.24	To provide supplementary guarantees for share conversion of the "22Shan EB3" convertible corporate bond holders and the principal and interest repayment of this Bond

Shanshan Group	Yes	2,940,000	No	Yes	2024/3/	Until the date of cancellation of pledge registration	LC Securities	0.38	0.13	To provide supplementary guarantees for share conversion of the "Shanshan EB4" convertible corporate bond and the principal and interest repayment of this Bond
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2. The pledged shares shall not be used as guarantee for the safety purposes for the performance of major assets using

3. Share pledges by the shareholders

After the completion of this pledge, share pledges by the shareholder and its associates 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
Zheng Yonggang	65,267	0.03	0	0	0	0	0	0	0	0
Shanshan Holdings Co., Ltd.	72,218,89	3.20	0	0	0	0	0	0	0	0
Shanshan Group	782,222,036	34.64	577,743,870	590,143,870	75.44	26.13	78,420,000	0	126,844,756	0
Ningbo Pagze Trading Co Ltd.	205,264,756	9.09	78,420,000	78,420,000	38.20	3.47	78,420,000	0	126,844,756	0

Name of shareholder	Number of shares held (shares)	Shareholding ratio (%)	Number of share 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
Ningbo Yinzhou Jielun Investment Co., Ltd.	77,873,254	3.45	29,580,000	29,580,000	37.98	1.31	29,580,000	0	48,293,254	0
Total	1,138,227,502	50.40	685,743,870	698,143,870	61.34	30.92	186,420,000	0	301,982,766	0

4. Other descriptions of the pledges by the controlling shareholder

Shanshan Group has pledged shares that will mature in the next six months, shares that will mature in twelve months (not including the maturity within six months). At present, Shanshan Group operates normally and its financial position is sound, with sufficient risk control capability and there is no risk of liquidation or forced liquidation of shares.

Shanshan Group does not infringe on the interests of listed companies through occupation of operating capital, illegal guarantees and connected transactions. The pledge of shares is expected to have no impact on the production and operation as well as corporate 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 the risks.

It is hereby announced.

Board of Directors of Ningbo Shanshan Co., Ltd.

8 January 2024