Ad hoc announcement pursuant to Art. 53 LR

Ningbo Shanshan Co., Ltd.

Announcement on the release of pledge of partial share 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. After the release of 20,000,000 shares pledged, Shanshan Group holds 542,863,870 shares of the Company pledged, accounting for 69.40% of the total shares of the Company it holds and 24.25% of the total share capital of the company.

On September 10, 2022, the Company disclosed the Ningbo Shanshan Co., Ltd. Announcement on Share Pledge for Non-public Offering of Convertible Corporate Bonds by the Controlling Shareholder on the Company Website. Shanshan Group has pledged 80,000,000 unrestricted outstanding shares of the Company to LC Securities Co., Ltd before the issuance of non-public offering of convertible corporate bonds (the second tranche, 2022) to professional investors, and transferred these shares to . - Special pledge account for non-public offering of convertible corporate bonds (the second tranche, 2022 . The starting date of pledge is September 8, 2022. The purpose of pledge is to provide guarantee for the exchange of shares by bondholders and the repayment of the current bonds.

At present, the Company has received the notice from Shanshan Group. In accordance with relevant agreements and guarantee situation of the Bonds, the partial shares (20,000,000 shares) of . - Special pledge account for non-public offering of convertible corporate bonds (the second tranche, 2022) to have been released from pledge and transferred to the account of Shanshan Group, and the pledge release registration procedures have been completed at China Securities Depository & Clearing Corporation Limited Shanghai Branch. The relevant information is hereby announced as follows:

Name of shareholder	Shanshan Group

Number of pledged shares released this time shares	20,000,000
Proportion in the shares it holds %	2.56
Proportion in the total share capital of the Company %	0.89
Date of release of pledge	24 October 2022
Number of shares held (shares)	782,222,036
Shareholding ratio %	34.94
Number of remaining pledged shares (shares)	542,863,870
Proportion of remaining pledged shares in the shares it holds %	69.40
Proportion of remaining pledged shares in total share capital of the Company %	24.25

There is no subsequent pledge plan for the shares released from pledge this time. If there is any change in the future, 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.