Ad hoc announcement pursuant to Art. 53 LR

Ningbo Shanshan Co., Ltd.

Announcement on supplementary and proposed supplementary share 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 34.35% of the total share capital of the Company. Prior to the share pledge, Shanshan Group has pledged 512,363,870 shares of the Company, accounting for 65.50% of the total shares of the Company it holds and 22.63% of the total share capital of the Company. After the share pledge, Shanshan Group will have 529,493,870 shares of the Company pledged (including the shares pledged this time), accounting for 67.69% of the total shares of the Company it holds and 23.39% of the total share capital of the Company.

According to the relevant provisions of Shanshan Group's the Prospectus for Issuance of Non-public Offering of Convertible Corporate Bonds (the First Tranche, 2022) to Professional Investors and the Prospectus for Issuance of Non-public Offering of Convertible Corporate Bonds (the Fourth Tranche, 2022) to Professional Investors, Shanshan Group has pledged 108 million and 52 million unrestricted outstanding shares of the Company to LC Securities Co., Ltd. to provide guarantee for share conversion and repayment of current bonds of the holders of "22 Shan EB1" and "22 Shan EB4" convertible corporate bonds. (Please refer to the relevant announcements of the Company on Company's official website (www.ssgf.net) on August 19, 2022, September 29, 2022, October 22, 2022 and November 15, 2022 for details)

At present, the Company has received the notice from Shanshan Group. In accordance with relevant agreements and guarantee situation of the "22 Shan EB1" and "22 Shan EB4" bonds, Shanshan Group has intended to pledge 10.68 million and 6.45 million supplementary unrestricted outstanding shares of the Company it holds to the trustee for the Bonds, and transfered these shares separately to the "Shanshan Group Co., Ltd. -Special pledge account for non-public offering of convertible corporate bonds (2022) to professional investors" and "Shanshan Group Co., Ltd.

In the pledged shares mentioned above, the pledge procedure of 10.68 million shares of unrestricted outstanding shares provide supplementary guarantees for share conversion of the "22 Shan EB1" convertible corporate bond holders and the principal and interest repayment of this bond is in progress. After the completion of the process, the number of shares transferred by Shanshan Group to "Shanshan Group Co., Ltd. - Special pledge account for non-public offering of convertible corporate bonds (2022) to professional investors" each a total of 118.68 million shares, accounting for 5.24% of the total share capital of the Company. After Shanshan Group completes the supplementary pledge procedures of the above shares, the Company will timely fulfill the obligation of information disclosure in accordance with relevant laws and regulations.

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

3. Share pledges by the shareholders

After the completion of this pledge, 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)

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
Ningbo Pengze Trading Co., Ltd.										

Investors are advised to pay attention to investment risks.

It is hereby announced.

Board of Directors of Ningbo Shanshan Co., Ltd.

13 March2023