Ad hoc announcement pursuant to Art. 53 LR

Ningbo Shanshan Co., Ltd.

Announcement on Supplementary Shares as 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 34.64% of the total share capital (2,258,223,223 shares) of the Company. Prior to completion of the share pledge, Shanshan Group holds 577,743,870 shares of the Company pledged, accounting for 73.86% 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 590,143,870 shares of the Company pledged (including the shares pledged this time), accounting for 75.44% of the total shares of the Company it holds and 26.13% of the total share capital of the Company.

According to relevant provisions of Shanshan Group's Prospectus for Issuance of Non-public Offering of Convertible Corporate Bonds (the Second Tranche, 2022) to Professional Investors, Prospectus for Issuance of Non-public Offering of Convertible Corporate Bonds (the Third Tranche, 2022) to Professional Investors and Prospectus for Issuance of Non-public Offering of Convertible Corporate Bonds (the Fourth Tranche, 2022) to Professional Investors, Shanshan Group has respectively pledged 82.85 million, 114.80 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 and 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 that in accordance with 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 unrestricted outstanding shares of the Company it holds to the trustee for the Bonds, and separately transferred these shares

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

Shanshan Group	Yes	2,940,000	No	Yes	2024/12/5	Until the date of cancellation of pledge registration	LC Securities	0.38	0.13	To provide supplementary guarantees for share conversion of the "22 Shan EB4" convertible corporate bond holders and the principal and interest repayment of this Bond

2. The pledged shares shall not be used as guarantee or safeguard purposes for the performance of non-operating [illegible]

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 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 pledged shares by the controlling shareholder

Shanshan Group has no pledged shares that will mature in the next six months, pledged shares that will mature in the next twelve months (not including the maturity within six months). At present, Shanshan Group operates normally, has a great credit standing as well as sufficient risk control capability, and there is no risk of liquidation or forced liquidation of the pledged 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 Company's 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 investment risks.

It is hereby announced.

Board of Directors of Ningbo Shanshan Co., Ltd.

8 January 2024