

Stock code: 000301 Stock abbreviation: Eastern Shenghong Announcement number: 2024-020
Bond code: 127030 Bond abbreviation: Shenghong Convertible Bond

Jiangsu Eastern Shenghong Co., Ltd.

Announcement on the Conversion of Convertible Bonds in Q1 2024

The Company and all members of the Board of Directors warrant that the content of the information disclosure is true, accurate and complete, and there are no false records, misleading statements or material omissions.

Special Reminder:

1. Stock code: 000301 Stock abbreviation: Eastern Shenghong
2. Bond code: 127030 Bond abbreviation: Shenghong Convertible Bond
3. Share conversion price: CN¥13.31/share
4. Share conversion period: September 27, 2021 to March 21, 2027

Pursuant to the Rules Governing the Listing of Shares on the Shenzhen Stock Exchange, the Self-discipline Regulation Guidelines No. 15 for Listed Companies on the Shenzhen Stock Exchange: Convertible Bonds, and other applicable regulations, Jiangsu Eastern Shenghong Co., Ltd. (hereinafter referred to as the “Company”) hereby announces the conversion of convertible bonds (hereinafter referred to as “Convertible Bonds”) and changes in the Company’s shares in the first quarter of 2024 as follows:

I. Overview of the Issuance and Listing of the Convertible Bonds

On March 22, 2021, the Company publicly issued 50,000,000 convertible bonds, each with a face value of CN¥100, totaling CN¥5,000,000,000, with a term of 6 years, as approved by the China Securities Regulatory Commission (hereinafter referred to as the “CSRC”) in the Reply to the Approval of the Public Issuance of Convertible Bonds by Jiangsu Eastern Shenghong Co., Ltd. (CSRC Approval [2021] No. 512). With the consent of the Shenzhen Stock Exchange (SZSE), the Convertible Bonds issued were listed for trading on the SZSE on April 21, 2021, with the abbreviation of “Shenghong Convertible Bond” and the code of “127030.”

As agreed in applicable regulations and the Prospectus of the Public Issuance of A-Share Convertible Bonds by Jiangsu Eastern Shenghong Co., Ltd., the conversion of the Shenghong Convertible Bond shall commence on the first trading day (September 27, 2021) 6 months after the end of the issuance of the Convertible Bonds (March 26, 2021) and shall end on the maturity date of the Convertible Bonds (March 21, 2027) (which will be postponed to the up-coming trading day given the maturity date is a statutory holiday or a day off). The initial conversion price of the Shenghong Convertible Bond was CN¥14.20/share.

II. Adjustments to the Conversion Price of the Convertible Bonds

In June 2021, the Company implemented the dividend distribution plan for 2020 pursuant to the resolution of the Company's General Meeting 2020. After the implementation, the Shenghong Convertible Bond's conversion price was adjusted from CN¥14.20/share to CN¥14.10/share, which took effect on June 18, 2021.

In January 2022, the Company offered 1,111,528,326 Renminbi common shares in a non-public manner to purchase assets pursuant to the CSRC's Reply to the Approval of the Share Offering by Jiangsu Eastern Shenghong Co., Ltd. to Shenghong Petrochemical Group Co., Ltd. and Other Parties to Purchase Assets and Raise Supporting Funds (CSRC Approval [2021] No. 4179). After the listing of the additional shares, the Shenghong Convertible Bond's conversion price was adjusted from CN¥14.10/share to CN¥13.53/share, which took effect on January 27, 2022.

In May 2022, the Company implemented the dividend distribution plan for 2021 pursuant to the resolution of the Company's General Meeting 2021. After the implementation, the Shenghong Convertible Bond's conversion price was adjusted from CN¥13.53/share to CN¥13.38/share, which took effect on May 27, 2022.

In July 2022, the Company offered 266,714,109 Renminbi common shares in a non-public manner to raise supporting funds pursuant to the CSRC's Reply to the Approval of the Share Offering by Jiangsu Eastern Shenghong Co., Ltd. to Shenghong Petrochemical Group Co., Ltd. and Other Parties to Purchase Assets and Raise Supporting Funds (CSRC Approval [2021] No. 4179). After the listing of the additional shares, the Shenghong Convertible Bond's conversion price was adjusted from CN¥13.38/share to CN¥13.46/share, which took effect on July 20, 2022.

In December 2022, the Company issued 39,794,000 Global Depositary Receipts (hereinafter

referred to as “GDRs”) pursuant to CSRC’s Reply to the Approval of the IPO and Admission of GDRs on the SIX Swiss Exchange by Jiangsu Eastern Shenghong Co., Ltd. (CSRC Approval [2022] No. 3151). Each of the GDRs represented 10 of the Company’s A shares, and the GDRs issued represented 397,940,000 A shares as additional underlying domestic securities. After the listing of the additional shares, the Shenghong Convertible Bond’s conversion price was adjusted from CN¥13.46/share to CN¥13.41/share, which took effect on December 28, 2022.

In May 2023, the Company implemented the dividend distribution plan for 2022 pursuant to the resolution of the Company’s General Meeting 2022. After the implementation, the Shenghong Convertible Bond’s conversion price was adjusted from CN¥13.41/share to CN¥13.31/share, which took effect on May 22, 2023.

III. Conversion of the Shenghong Convertible Bond and Changes in the Company’s Shares

In the first quarter of 2024, the Shenghong Convertible Bond decreased by 80 bonds due to conversion, the amount of the Convertible Bonds decreased by CN¥8,000, and 600 shares were converted. As of March 29, 2024, the Shenghong Convertible Bonds had 49,976,725 bonds remaining, amounting to CN¥4,997,672,500. Changes in the Company’s shares in the first quarter of 2024 are as follows:

Unit: share

Share Nature	Before the Change (December 29, 2023)		Change (+, -)	After the Change (March 29, 2023)	
	Number	Proportion (%)		Number	Proportion (%)
I. Restricted outstanding/non-outstanding shares	1,114,202,898.00	16.85		1,114,202,898.00	16.85
Executive lock-up shares	2,674,572.00	0.04		2,674,572.00	0.04
Restricted shares after IPO	1,111,528,326.00	16.81		1,111,528,326.00	16.81
II. Unrestricted outstanding shares	5,497,010,780.00	83.15	+600.00	5,497,011,380.00	83.15
III. Total shares	6,611,213,678.00	100.00	+600.00	6,611,214,278.00	100.00

IV. Others

For more details on the Shenghong Convertible Bond, investors may consult the full text of the Prospectus of the Public Issuance of A-Share Convertible Bonds by Jiangsu Eastern Shenghong Co., Ltd. disclosed by the Company on CNINFO (<http://www.cninfo.com.cn>) on March 18, 2021 or contact the Office of the Company's Board Secretary by calling 0512-63573480.

V. Documents Available for Inspection

1. The Table of the Issuer's Equity Structure (Calculated by Share Nature) issued by the Shenzhen Branch of China Securities Depository and Clearing Corporation Limited.

This is hereby announced.

Jiangsu Eastern Shenghong Co., Ltd.

Board of Directors

April 1, 2024