

Stock code: 000301.SZ Stock abbreviation: Eastern Shenghong Announcement number: 2025-023
Bond code: 127030 Bond abbreviation: Shenghong Convertible Bond

Jiangsu Eastern Shenghong Co., Ltd.
Announcement on the Proposal Not to Distribute Profits
in 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 representations, misleading statements or material omissions.

Jiangsu Eastern Shenghong Co., Ltd. (hereinafter referred to as “the Company”) held the 26th meeting of the 9th Board of Directors and the 15th meeting of the 9th Board of Supervisors on April 27, 2025, which considered and unanimously approved the Proposal for Distribution of Profits Plan of the Company in 2024. This proposal needs to be submitted to the General Meeting of the Company for review. Relevant matters are hereby announced as follows:

I. Details of the Profit Distribution Proposal in 2024

According to the audit of BDO China Shu Lun Pan Certified Public Accountants LLP, the Company achieved a net profit attributable to shareholders of the listed Company of RMB -2,296,841,255.74 in FY2024, while the parent company achieved a net profit of RMB -637,393,618.09. As of December 31, 2024, the Company’s accumulated undistributed profits in the consolidated financial statements were RMB 3,443,519,405.76, while the accumulated undistributed profits in the parent company financial statements were RMB 496,955,562.37.

The Company’s profit distribution plan for 2024 is as follows: No cash dividends will be distributed, no bonus shares will be issued, and no capital reserves will be converted into additional shares.

II. Details of the Cash Dividends Distribution Plan of the Company in 2024

1. The company will not distribute cash dividends for the year 2024 and will not engage in any other risk warning situations

Items	2024	2023	2022
Total amount of cash dividends (RMB)	0.00	661,121,445.00	661,121,240.20
Total amount of repurchased and	0.00	0.00	0.00

Items	2024	2023	2022
canceled shares (RMB)			
Net profit attributable to shareholders of the listed company (RMB)	-2,296,841,255.74	717,031,594.87	611,000,794.98 (After adjustment)
Accumulated undistributed profits at the end of the current year in the consolidated financial statements (RMB)	3,443,519,405.76		
Accumulated undistributed profits at the end of the current year in the parent company financial statements (RMB)	496,955,562.37		
The Company listed for three accounting years	Yes		
Total cash dividends accumulated over the last three accounting years (RMB)	1,322,242,685.20		
Total amount of repurchases and cancellations accumulated over the last three accounting years (RMB)	0.00		
Average net profit for the last three accounting years (RMB)	-322,936,288.63		
Total cash dividends and repurchases and cancellations accumulated over the last three accounting years (RMB)	1,322,242,685.20		
Involve circumstances that may trigger other risk warning measures as specified in Article 9.8.1 (9) of the Listing Rules	No		

2. Specific reasons for not triggering other risk warning circumstances

The Company, in light of the above indicators and in accordance with the *Shenzhen Stock Exchange Listing Rules*, does not involve circumstances that may trigger other risk warning measures as stipulated in Article 9.8.1 of the rules.

3. Explanation of the rationale for the Company's decision not to distribute cash dividends for the year 2024

The Company did not achieve profitability in 2024. Considering the current external environment, future development plans, and funding needs, to ensure the normal production and operation of the Company, achieve sustainable, stable, and healthy development, and better safeguard the long-term

interests of all shareholders, the Board of Directors has proposed the following profit distribution plan: no cash dividends will be distributed for the year 2024, no bonus shares will be issued, and no transfer of capital reserve to increase share capital will take place. This profit distribution plan for 2024 complies with the relevant provisions of the profit distribution policy in the *Guidelines for Regulatory Oversight of Listed Companies No. 3 - Cash Dividends of Listed Companies* issued by the China Securities Regulatory Commission and the company's Articles of Association.

The Company values reasonable investment returns for investors. In the future, the Company will strive to improve its profitability, promote high-quality development, and actively implement its profit distribution policy to share the fruits of the Company's development with investors.

III. Risk Notice

The Company's proposed profit distribution proposal in 2024 is subject to approval by the 2024 annual shareholder's meeting before implementation. Investors are advised to pay attention to investment risks.

IV. Documents Available for Inspection

1. Resolutions of the 26th Meeting of the 9th Board of Directors;
2. Resolutions of the 15th Meeting of the 9th Board of Supervisors;

This is hereby announced.

Jiangsu Eastern Shenghong Co., Ltd.

Board of Directors

April 28, 2025