

Ad hoc announcement pursuant to Art. 53 LR

Ningbo Shanshan Co., Ltd.

**Announcement on 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 34.55% of the total share capital of the Company. Prior to completion of the share pledge, Shanshan Group has pledged 518,813,870 shares of the Company, accounting for 66.33% of the total shares of the Company it holds and 22.92% of the total share capital of the Company. After completion of the share pledge, Shanshan Group will have 538,743,870 shares of the Company pledged (including the shares pledged this time), accounting for 68.87% of the total shares of the Company it holds and 23.80% of the total share capital of the Company.

On March 13, 2023, the Company received a notice from Shanshan Group that, in accordance with the relevant provisions of its “22 Shan EB1” bond issuance and in combination with its current guarantee situation, Shanshan Group intended to pledge 10.68 million unrestricted outstanding shares of the Company held by Shanshan Group to the trustee of this bond. Shanshan Group was going through the relevant registration procedures for the pledge. ([Please refer to the relevant announcement of the Company on Company’s official website \(www.ssgf.net\) on March 13, 2023, for details.](#)) On March 14, 2023, Shanshan Group received the relevant pledge certificate issued by China Securities Depository and Clearing Co., Ltd, and the pledge registration procedures had been completed.

On March 14, 2023, the Company has received the notice from Shanshan Group. In accordance with relevant agreements and guarantee situation of the “22 Shan EB3” bond, Shanshan Group has pledged 9.25 million supplementary unrestricted outstanding shares of the Company it holds to the trustee for this Bond, and has completed the corresponding pledge registration procedures in China Securities Depository and Clearing Co., Ltd.

The details of the above pledges are as follows:

1. Basic information of the share pledges

Name of shareholder	Whether it is the controlling shareholder	Number of shares pledged this time (shares)	Whether they are restricted shares	Whether it is a supplement pledge	Pledge starting date	Pledge ending date	Pledgee	Proportion in the shares it holds (%)	Proportion in the total share capital of the Company (%)	Use of pledge financing funds
Shanshan Group	Yes	10,680,000	No	Yes	13 March 2023	Until the date of cancellation of pledge registration	LC Securities	1.37	0.47	To provide supplementary guarantees for share conversion of the “22 Shan EB1” convertible corporate bond holders and the principal and interest repayment of this Bond
Shanshan Group	Yes	9,250,000	No	Yes	13 March 2023	Until the date of cancellation of pledge registration	LC Securities	1.18	0.41	To provide supplementary guarantees for share conversion of the “22 Shan EB3” convertible corporate bond holders and the principal and interest repayment of this Bond

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

3. Share pledges by the shareholders

As of the closing date of announcement, 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)	
							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
Zheng Yonggang	655,267	0.03	0	0	0	0	0	0	0	0
Shanshan Holdings Co., Ltd.	72,212,189	3.19	0	0	0	0	0	0	0	63,391,443
Shanshan Group	782,222,036	34.55	518,813,870	538,743,870	68.87	23.80	78,420,000	0	126,844,756	40,441,711
Ningbo Pengze Trading Co., Ltd.	205,264,756	9.07	78,420,000	78,420,000	38.20	3.46	78,420,000	0	126,844,756	0
Ningbo Yinzhou Jielun Investment Co., Ltd.	77,873,254	3.44	29,580,000	29,580,000	37.98	1.31	29,580,000	0	48,293,254	0
Total	1,138,227,502	50.28	626,813,870	646,743,870	56.82	28.57	186,420,000	0	301,982,766	103,833,154

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, no pledged shares that will mature in the next twelve months (not including the maturity within six months). At present, Shanshan Group operates normally, and has 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 non-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.

14 March 2023