

Stock code: 000301.SZ Stock abbreviation: Eastern Shenghong Announcement number: 2024-046
Bond code: 127030 Bond abbreviation: Shenghong Convertible Bond

Jiangsu Eastern Shenghong Co., Ltd.

Announcement on Implementation of Dividend Distribution for 2023

The Company and all members of the Board of Directors warrant that the content of the information disclosure is true, accurate and complete without any false records, misleading statements or material omissions.

I. Profit Distribution Plan Reviewed and Approved by the General Meeting of Shareholders

1. The profit distribution plan for 2023 of Jiangsu Eastern Shenghong Co., Ltd. (hereinafter referred to as "the Company") has been reviewed and approved at the 2023 General Meeting of Shareholders of the Company held on May 21, 2024. The distribution details are as follows: based on the total share capital on the record date of the implementation of the distribution plan, a cash dividend of RMB1.00 (tax inclusive) will be distributed for every 10 shares to all shareholders, with no bonus share issued and no transfer of reserves into share capital.

2. The conversion period of the Company's convertible corporate bonds (bond abbreviation: Shenghong Convertible Bond; bond code: 127030) is from September 27, 2021 to March 21, 2027. In view of the Company's implementation of the dividend distribution for 2023, to ensure that the total share capital does not change during the implementation of dividend distribution, the conversion of "Shenghong Convertible Bond" will be suspended from May 29, 2024, to the record date of the dividend distribution on June 6, 2024. Therefore, the Company's current total share capital is 6,611,214,450 shares.

3. The current distribution plan is consistent with the distribution plan reviewed and approved at the 2023 General Meeting of Shareholders of the Company.

4. The time between the implementation of the distribution plan and the review and approval of the plan by the General Meeting of Shareholders does not exceed two months.

II. Profit Distribution Plan

The annual dividend distribution plan of the Company for 2023 is as follows: based on the Company's current total share capital of 6,611,214,450 shares, RMB1.000000 in cash (tax inclusive; after tax deduction, for shares held through Shenzhen Stock Connect by Hong Kong market investors, QFII, RQFII, and individuals and securities investment funds holding pre-issued restricted shares, RMB0.900000 will be distributed for every 10 shares. For individuals holding post-issued restricted shares, equity incentive restricted shares and unrestricted negotiable shares, differentiated tax rates will be levied on dividend income tax, and the Company will not withhold individual income tax for the time being. When individuals transfer shares, the tax payable will be calculated according to the shareholding period. [Note]: for the dividend tax involved for securities investment funds holding restricted shares after IPO, equity incentive restricted shares and unrestricted negotiable shares, 10% will be levied on the portion of fund shares held by Hong Kong investors, and differentiated tax rates will be levied on the portion of fund shares held by Mainland investors.) will be distributed for every 10 shares to all shareholders.

[Note: According to the "first-in, first-out" principle, the shareholding period is calculated based on the investor's securities account. For shares held within one month (including one month), RMB0.200000 will be paid in retroactive tax payment for every 10 shares; for shares held for more than one month and up to one year (including one year), RMB0.100000 will be paid retroactively for every 10 shares; for shares held for more than one year, no retroactive tax payment is required.]

III. Dividend Payment Date

The record date is: **June 6 2024**; the ex-rights and ex-dividend date is: **June 7, 2024**; the dividend payment date is: **June 7, 2024**.

IV. Recipients

Recipients: all shareholders of the Company registered with China Securities Depository and Clearing Corporation Shenzhen Branch (hereinafter referred to as "CSDC Shenzhen Branch") as of the close of trading on Shenzhen Stock Exchange on **June 6, 2024**.

V. Implementation Method

1. The cash dividends to A-share shareholders will be directly credited to their fund accounts on **June 7, 2024** by CSDC Shenzhen Branch on behalf of the Company through shareholders' custodian securities companies (or other custodian institutions).

2. The cash dividends for the following A-share shareholders will be paid by the Company itself:

No.	Shareholder Account Number	Shareholder Name
1	08*****377	Jiangsu Shenghong Technology Co., Ltd.
2	08*****128	Shenghong Petrochemical Group Co., Ltd.
3	08*****226	Shenghong (Suzhou) Group Co., Ltd.
4	08*****087	Lianyungang Bohong Industrial Co., Ltd.

During the application period for dividend distribution (from the application date on **May 29, 2024** to the record date on **June 6, 2024**), if the cash dividends entrusted to CSDC Shenzhen Branch for distribution are insufficient due to a decrease in the number of shares in the securities account of the self-distributed shareholders, the Company shall bear all legal responsibilities and consequences.

VI. Parameter Adjustments

After the completion of this dividend distribution, the conversion price of the "Shenghong Convertible Bond" will be adjusted accordingly. The conversion price before adjustment is: RMB13.31 per share. The conversion price after adjustment is: RMB 13.21 per share. The effective date of this conversion price adjustment is: June 7, 2024. *Announcement on Adjustment of Conversion Price of Convertible Corporate Bonds* (Announcement No.: 2024-047) will be disclosed simultaneously in *Securities Times*, *China Securities Journal*, *Shanghai Securities News* and cninfo website (<http://www.cninfo.com.cn>).

VII. Notes for GDR Investors

For qualified investors (hereinafter referred to as "GDR Investors") who invest in the Global Depository Receipts (GDR) issued by the Company on SIX Swiss Exchange and comply with relevant domestic and foreign regulatory rules, their cash dividends will be paid by the Company to Citibank, National Association, the nominal holder of the underlying A shares in China. According to the Enterprise Income Tax Law of the People's Republic of China and other relevant tax regulations, the Company shall withhold the income tax at a rate of 10%.

The record date for the GDR investors is the same as that for A-share shareholders, i.e. June 6, 2024. The date of ex-dividend for GDR investors is June 5, 2024. The cash dividends will be

paid by Citibank, National Association via Euroclear Bank SA/NV and/or Clearstream Banking, S.A. to GDR investors on June 14, 2024 (CET).

VIII. Consultation Information

1. Consulting Agency: Board Secretary's Office of the Company
2. Address: 8F, R&D Center of the National Advanced Functional Fiber, No. 289, Dengzhou Road, Shengze Town, Wujiang District, Suzhou City, Jiangsu Province, the PRC
3. Contact: Li Chenghao
4. Tel: 0512-63573480
5. Fax: 0512-63552272

VI. Documents Available for Inspection

1. Resolution of the 2023 General Meeting of Shareholders of the Company;
2. Resolution of the 14th Meeting of the 9th Board of Directors of the Company;
3. CSDC Shenzhen Branch Document confirming the dividend distribution schedule.

Announcement is hereby given

Jiangsu Eastern Shenghong Co., Ltd.

Board of Directors

May 30, 2024