

Stock code: 000301 Stock abbreviation: Eastern Shenghong Announcement number: 2024-024

Bond code: 127030 Bond abbreviation: Shenghong Convertible Bond

Jiangsu Eastern Shenghong Co., Ltd.

Announcement on the Profit Distribution Proposal in 2023

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 14th meeting of the 9th Board of Directors and the 10th meeting of the 9th Board of Supervisors on April 24, 2024, which considered and unanimously approved the Proposal for Distribution of Profits and Conversion of Capital Reserve into Share Capital of the Company in 2023. 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 2023

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 717,031,594.87 in FY2023. As of December 31, 2023, the Company's available-for-distribution profit (according to the parent Company's definition) was RMB 1,795,470,625.46.

To ensure a reasonable return to shareholders and support the Company's long-term development, it is proposed to distribute a cash dividend of RMB1.00 (tax included) for every 10 A-shares held by shareholders in FY2023. The distribution will be based on the total share capital as of the Record Date of the future implementation of the distribution proposal, while ensuring sufficient capital for production and operations. The proposed distribution will not include any bonus shares or involve converting capital reserve into share capital.

As of March 31, 2024, the total share capital of the Company was 6,611,214,278 shares, based on which the proposed cash dividend of RMB 661,121,427.80(tax included) was calculated. If the

total share capital of the Company changes before the Record Date of the implementation of the distribution proposal, the Company will maintain the distribution ratio per share and adjust the total amount of distribution accordingly.

II. Validity and Compliance of the Profit Distribution Proposal in 2023

This proposal complies with relevant laws and regulations, as well as the the Company's Articles of Association and the Company's Future Three-Year Shareholder Return Plan (2022-2024) ensuring a reasonable return for shareholders while also considering the Company's sustainable development.

III. Risk Notice

The Company's proposed profit distribution proposal in 2023 is subject to approval by the 2023 annual shareholder's meeting before implementation. Investors are advised to pay attention to investment risks.

IV. Documents Available for Inspection

1. Resolutions of the 14th Meeting of the 9th Board of Directors;
2. Resolutions of the 10th Meeting of the 9th Board of Supervisors;

This is hereby announced.

Jiangsu Eastern Shenghong Co., Ltd.

Board of Directors

April 25, 2024