

Stock Code: 002032

Short Form: Supor

Announcement No.: 2021-038

## **Announcement on Completion of Cancellation of Repurchased Shares from Public Shares Repurchase Plan**

This Company and all members of the Board of Directors hereby warrant that all information disclosed here are true, accurate and complete, and contain no fictitious statement, misleading information or significant omission.

### **Special Notes:**

1. Totally 4,211,199 shares of repurchased stock have been canceled, accounting for 0.51% of the total capital stock of the Company before cancellation. After above shares canceled, the capital stock of the Company will be changed from 821,083,860 shares to 816,872,661 shares.
2. The Company has completed the cancellation of repurchased stock, after it was reviewed and confirmed by Shenzhen Branch of China Securities Depository and Clearing Corporation Limited. The total capital stock and circulation stock without sales restriction of the Company will be changed according to *the Measures for the Administration of Listed Companies Repurchase Public Shares(trial), Implementation Rules of Shenzhen Securities Exchange for Repurchasing Public Shares by Listed Companies*.

### **I. Summary of Public Shares Repurchase Plan**

1. The Proposal on Public Shares Repurchase Plan was reviewed and approved by the 14<sup>th</sup> Session of Sixth Board of Directors and the Second Interim General Meeting of Shareholders 2019, the aim of this Stock Repurchase Plan is to reduce registered capital fund of the Company and to implement equity incentive. The Proposal on Adjusting Public Shares Repurchase Plan was reviewed and approved by the 2<sup>nd</sup> Session of Seventh Board of Directors, approving the Company to adjust the maximum price for repurchasing shares, the total fund amount used for repurchasing shares and the implementation period of shares repurchase plan to ensure the smooth implementation of this public shares repurchase plan. The maximum price for repurchasing shares shall not exceed CNY90.97 per share. The top limitation of shares to be repurchased will not exceed 8,211,199 shares and the bottom limitation of shares will not be lower than 4,105,600 shares. The valid date of public shares repurchase plan will be expired on September 22,

2021. The Repurchase Report on Public Shares of Zhejiang Supor Co., Ltd. was published on September 25, 2019. The Repurchase Report on Public Shares of Zhejiang Supor Co., Ltd. (Revised version) was published on August 28, 2020.

2. The maximum price of public shares repurchased in the Plan has been adjusted due to implementation of Profit Distribution Plan for First Half Year of 2019 and for 2019 Fiscal Year. Details of Announcement on Adjusting Share Price for Public Shares Repurchase Plan can be found in Securities Times, China Securities Journal, Securities Daily and cninfo.com.cn (Announcement No.: 2019-064 & 2020-036).

3. The Company initially implemented repurchase of the public shares on November 28, 2019, totally 20,000 shares have been repurchased successfully. Details of Announcement of Initial Repurchase of Public Shares can be found in Securities Times, China Securities Journal, Securities Daily and cninfo.com.cn (Announcement No.: 2019-073).

4. The Company has disclosed the implementation process of share repurchase plan during October 10, 2019 to April 2, 2021 and fulfilled the information disclosure obligation in time. Announcement on the Progress of Public Shares Repurchase (Announcement No.: 2019-059, 2019-070, 2019-074, 2020-001, 2020-005, 2020-008, 2020-009, 2020-027, 2020-034, 2020-037, 2020-043, 2020-051, 2020-052, 2020-059, 2020-062, 2021-001, 2021-010, 2021-013 and 2021-026).

5. Totally 8,214,314 shares have been repurchased during November 28, 2019 to April 7, 2021, amounting to 1% of the total capital stock using cash of CNY 576.21 million (transaction fees excluded), in specific, the highest price is CNY79.89 per share and the lowest price is CNY62.88 yuan per share.

6. The Public Repurchase Plan was completed on April 7, 2021 and totally 8,214,314 shares have been repurchased. The actual number of shares repurchased by the Company exceeds the top limitation of shares in the Public Repurchase Plan, amounting to 3,115 shares, due to automatic aggregation by the centralized bidding trading system. On April 22, 2021, the 6<sup>th</sup> Session of the Seventh Board of Directors adopted the Proposal on Adjusting the Use of Shares for Exceeded Part in Public Shares Repurchase Plan with 9 votes in favor, 0 against, 0 abstention and 0 withdraw, agreeing the Company to add the exceeded part of shares into the shares amount for implementing equity incentive, that is the shares used for implementing equity incentive will be increased from 4,000,000 shares to 4,003,115 shares. Other shares, amounting to 4,211,199 shares will be canceled to reduce registered capital as stipulated in original plan.

## **II. Equity Change**

Totally 4,211,199 shares are canceled to reduce registered capital, the equity change is stated as below:

Category of Shares	Prior to this Repurchase		After this Repurchase	
	Total shares (share)	(%)	Total shares (share)	(%)
Circulation stock with sales restrictions	208,713,354	25.42%	208,713,354	25.55%
Circulation stocks without sales restrictions	612,370,506	74.58%	608,159,307	74.45%
Total capital stock	821,083,860	100%	816,872,661	100%

### III. Influence to the Company

The completion of cancellation of repurchased shares has no significant impacts on the operation, finance and debt paying ability considering the stable financial situations of the Company. The Company's equity distribution still meets its listing conditions. Therefore, the Company's status as a listed company has no change after shares repurchased.

### IV. Other Arrangements

On April 22, 2021, the 6<sup>th</sup> Session of the Seventh Board of Directors adopted the Proposal on Revising the Articles of Association, agreed to modify the Articles of Association on the change of the registered capital and total capital stock of the Company according to the authorization issued by Second Interim General Meeting of Shareholders 2019. The Company will deal with the registration change in Market Supervision Administration later.

Board of Directors of Zhejiang Supor Co., Ltd.

May 8, 2021