

Stock code: 002032

Short form: Supor

Announcement No.:2021-052

## **Announcement of Progress of Using Excessive Cash to Purchase Financial Products**

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.

Zhejiang Supor Co., Ltd. (hereinafter referred to as the “Company”, “the Company” or “Supor”) adopted the *Proposal on Short-term Investment Using Excessive Cash* at the Annual General Meeting of Shareholders for 2020 Fiscal Year on April 22, 2021, agreeing to invest in different financial products using excessive cash, the limit of which is no more than RMB 4 billion. For specific announcement contents, see *Announcement of Short-term Investment Using Excessive Cash* disclosed on *Securities Times*, *Securities Daily*, *China Securities Journal* and *cninfo.com.cn* dated on April 1, 2021 (Announcement No.2021-019). The detailed information of financial products newly-purchased is announced as follows:

### **I. Financial Products Newly-purchased**

In the second quarter of 2021, there was no financial product newly purchased.

### **II. Impact on the Company of Financial Products**

The Company invested in different short-term financial products, under the conditions that the normal operating requirements on cash by the Company and its subsidiaries will not be affected at all.

### **III. Internal Risk Control Procedures**

(1) The Finance Department would be responsible to prepare the investment proposal including type, term and amount of financial product to be invested. All investments shall be approved jointly by Supor’s CFO and CEO.

(2) The Finance Department needs to prepare monthly report before the 10<sup>th</sup> business day after each month end closing, with all the supporting contracts indicating, in as much detail as possible, the nature of

the underlying investments, and send to all the Audit Committee Members. They are also responsible to follow up closely the detailed status of each investment product, if there is possibility to affect the safety of investment capital or affect the normal capital liquidity demands through evaluation, they should take corresponding preservation or redemption measures to control investment risks.

(3) The Company would also follow related regulations issued by Shenzhen Stock Exchange to disclose the detailed investment products and the yield periodically.

#### IV. Information of Previous Financial Products Purchased

No.	Company	Financial product	Subscription date	Subscription amount (unit: 10K yuan)	Value date	Due date	Estimated annual yield	Actual annual yield
1	Zhejiang Shaoxing Supor Domestic Electrical Appliances Co., Ltd.	China Guangfa Bank Xinjiixin No. 16 CNY Structured Deposit	2020/7/9	10,000	2020/7/10	2020/11/9	1.50%	1.50%
2	Zhejiang Supor Water Heaters Co., Ltd.	ICBC Tianlibao Net Value Financial Product	2020/7/16	5,500.30	2020/7/16	2021/6/24	2.60%	2.65%
3	Shanghai SEB Electrical Appliances Co., Ltd.	Credit Agricole CIB CNY Range Accrual Structured Deposit	2020/10/22	3,000	2020/10/22	2021/1/22	2.70%	2.70%
4	Shanghai SEB Electrical Appliances Co., Ltd.	Credit Agricole CIB CNY Range Accrual Structured Deposit	2020/10/22	3,000	2020/10/22	2021/4/22	2.80%	2.80%

Board of Directors of Zhejiang Supor Co., Ltd.

July 12, 2021