

Announcement of Capital Reduction

This Company and all members of the Board of Directors hereby warrant that all information announced here are true, accurate and complete, and shall undertake responsibilities for any fictitious statement, misleading information or significant omission of the Announcement.

The Public Shares Repurchase Plan which was first issued on September 25, 2019 was completed on April 7, 2021. According to the use of the repurchased shares stipulated in the Shares Repurchase Plan and the Proposal on Adjusting the Use of Shares in Public Shares Repurchase Plan reviewed and approved during the Second Interim General Meeting of Shareholders 2021 held on September 13, 2021, agreeing the Company to adjust the use of shares in Public Shares Repurchase Plan adopted by the Second Interim General Meeting of Shareholders 2019 to be canceled to reduce registered capital fund instead of original use of implementing equity incentive, amounting to 4,003,115 shares. In addition, the Public Shares Repurchase Plan issued on May 13, 2021 was completed on September 10, 2021. According to the use of the repurchased shares stipulated in the Shares Repurchase Plan, totally 4,165,070 shares of repurchased shares will be canceled to reduce registered capital. After above shares canceled, the capital stock of the Company will be changed from 816,846,661 shares to 808,678,476 shares, and the registered capital will be changed from 816,846,661 yuan to 808,678,476 yuan. The Announcement of Adjusting the Use of Shares in Public Shares Repurchase Plan and the Announcement on Completion of Public Shares Repurchase Plan were published in Securities Times, China Securities Journal, Securities Daily and cninfo.com.cn dated August 27, 2021 and September 14, 2021 (Announcement No.: 2021-059&2021-063).

The repurchase and cancellation of shares will cause reduction of the Company's registered capital. In accordance with Company Law and other laws and regulations, the Company hereby notifies all creditors of the capital reduction, who, within 45 days after this announcement, have the right to require the Company to clear off debts or provide relevant guarantees. If creditors do not exercise these rights within the specified time, the repurchase and cancellation of restricted stock will be implemented according to legal procedures.

Creditors of the Company who require the Company to clear off debts or provide relevant guarantees shall submit a written application to the Company attached with relevant certifying documents.

Board of Directors of Zhejiang Supor Co., Ltd.

October 27, 2021