

Stock code: 002032

Short form: Supor

Announcement No.:2020-035

## **Announcement of Implementation of Profit Distribution Plan for 2019 Fiscal Year**

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

### **I. Profit Distribution Plan Adopted at the Annual General Meeting of Shareholders**

Zhejiang Supor Co., Ltd. (hereinafter referred to as "the Company" or "this Company" or "Supor") profit distribution plan adopted at Annual General Meeting of Shareholders for 2019 Fiscal Year held on May 20, 2020 specifies that: based on total capital stock of 821,099,910 shares at the end of 2019 (total capital stock of 821,119,910 shares at the end of 2019 deducted by 20,000 shares of repurchased shares in the Company's special stock repurchase account), the Company will distribute all shareholders cash dividends of CNY 13.30 per 10 shares (tax included) and the total cash profit distributed is CNY 1,092,062,880.30. During the period from the disclosure of this profit distribution plan to the actual implementation date, if the Company's capital stock changes due to conversion of convertible bonds into stocks, share repurchases, equity incentive exercise, and refinancing and new share listing, it will be executed based on the changed capital stock, and the above distribution ratio remains unchanged. Resolutions of the Annual General Meeting of Shareholders for 2019 Fiscal Year published in Securities Times, China Securities Journal, Securities Daily and cninfo.com.cn dated May 21, 2020. As of disclosure date of this announcement, totally 3,596,900 shares of repurchased shares are held by the Company's special stock repurchase account. Therefore, total capital stock base of this profit distribution plan shall be 817,523,010 shares (total capital stock of 821,119,910 shares at the end of 2019 deducted by 3,596,900 shares of repurchased shares in the Company's special stock repurchase account), the Company will distribute all shareholders cash dividends of CNY 13.30 per 10 shares (tax included) and the total cash profit distributed is CNY 1,087,305,603.30. Except for above change on total capital stock base, this profit distribution plan under implementation is in accordance with that

adopted at the Annual General Meeting of Shareholders for 2019 Fiscal Year.

This Profit Distribution Plan has been implemented within two months from the adoption of the Annual General Meeting of Shareholders.

## **II. Profit Distribution Plan**

The profit distribution plan for 2019: Based on current total capital stock of 817,523,010 shares, the Company will distribute all shareholders cash dividends of CNY 13.30 per 10 shares (after tax deductions, QFII, RQFII, individuals and securities investment funds holding non-tradable shares after share reform or non-tradable shares from IPO will be distributed CNY 11.970 per 10 shares; for individuals holding non-reform restricted shares and shares not from IPO or unrestricted outstanding shares, the dividends tax is differentiated: they will be distributed CNY 10.200 per 10 shares first; after the equity registration date, these investors shall pay overdue tax according to the actual holding period of shares; for securities investment funds holding non-reform restricted shares and shares not from IPO or unrestricted outstanding shares, Hong Kong investors shall pay dividends tax based on 10% of its total funds, after the equity registration date, mainland investors shall pay overdue tax according to the actual holding period of shares<sup>3</sup>; other non-resident enterprises excluding QFII, RQFII, the Company will not withhold or remit tax for them. They shall pay tax by themselves at the place where the income tax occurs).

【 Note: according to the "First In First Out" principle, holding period shall be calculated based on investor's securities account. If the period is within one month (including), overdue tax of CNY 2.660 per 10 shares shall be paid; if the period is more than one month and within one year (including), overdue tax of CNY 1.330 per 10 shares shall be paid; if the period is more than one year, no overdue tax shall be paid. 】

## **III. Equity Registration Date and Ex-Dividend Date**

The equity registration date is June 22, 2020; ex-dividend date is June 23, 2020.

## **IV. Profit Distribution Objects**

Distribution objects: all shareholders of the Company registered with Shenzhen Branch of China Securities Depository and Clearing Corporation Limited after close of Shenzhen Stock Exchange in the afternoon of June 22, 2020.

**V. Profit Distribution Method**

1. The cash dividends distributed by Shenzhen Branch of China Securities Depository and Clearing Corporation Limited through entrustment will be directly transferred to shareholders' accounts on June 23, 2020 through their trusted securities agencies (or other depository agencies).

2. The cash dividends of following shareholders will be distributed by the Company:

No.	Shareholder accounts:	Shareholder's name
1	08*****076	SEB INTERNATIONALE S.A.S

**VI. Calculation Method of Ex-dividend Stock Price**

The total amount of the Company's cash dividends = the total capital stock actually participated in the distribution plan  $\times$  the distribution ratio, that is, CNY 1,087,305,603.30 = 817,523,010 shares  $\times$  CNY 1.33 per share considering that shares held by the Company's special stock repurchase account do not participate in the profit distribution plan for 2019 fiscal year. After the implementation of this profit distribution plan, the total capital stock of the Company remains unchanged, and the ratio of the total cash dividends allocated to each share will be a little bit reduced according to the principle that the market value of stock remains unchanged. Therefore, when calculating the ex-dividend stock price after the implementation of this profit distribution plan, the cash dividend per share should be calculated at CNY 1.324174 per share. (Cash dividend per share = total cash dividends / total capital stock, that is, CNY 1.324174 per share = CNY 1,087,305,603.30  $\div$  821,119,910 shares). On the premise that the profit distribution plan remains unchanged, the ex-dividend stock price after the implementation of the profit distribution plan for 2019 fiscal year shall be implemented in accordance with above principles and calculation methods, that is, the ex-dividend stock price after the implementation = closing stock price on the equity registration date – CNY 1.324174 per share.

**VII. Consultation Institution**

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Board of Directors of Zhejiang Supor Co., Ltd.

June 16, 2020