

Suggestive Announcement of the Adoption of Autonomous Exercise Mode for the First Exercise Period of 2023 Stock Option Incentive Plan

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

Special Notes:

1. Short form of Stock Option: Supor JLC3, Stock Option code: 037405.
2. The exercising conditions of Stock Option within the first exercise period of 2023 Stock Option Incentive Plan are fulfilled, totally 480,780 shares of stock options held by 53 incentive employees could be exercised with the exercise price of CNY36.49 per share.
3. The exercise of the Stock Option is conducted through an autonomous method for incentive employees.
4. The actual exercise period for the first exercise period of 2023 Stock Option Incentive Plan is from November 14, 2025 to October 23, 2026.
5. The exercise of Stock Option within the first exercise period of 2023 Stock Option Incentive Plan will not cause the Company's equity distribution to fail to meet the requirements of listing conditions.

On October 23, 2025, the 18th Session of the Eighth Board of Directors reviewed and adopted the *Proposal on Exercise of Stock Option within the First Exercise Period of 2023 Stock Option Incentive Plan*. In accordance with the *Administrative Measures for Equity Incentives of Listed Companies* and *2023 Stock Option Incentive Plan (Draft)* (hereinafter referred to as 2023 Stock Option Incentive Plan) of Zhejiang Supor Co., Ltd. (hereinafter referred to as "the Company", "this Company" or "Supor"), the Board of Directors has confirmed that the exercising conditions of Stock Option within the first exercise period of 2023 Stock Option Incentive Plan are fulfilled, totally 480,780 shares of stock options held by 53 incentive employees could be exercised. Details of the *Announcement of Exercise of Stock Option within the First Exercise Period of 2023 Stock Option Incentive Plan* can be found in Securities Times, China Securities Journal, Securities Daily and cninfo.com.cn dated October 24, 2025 (Announcement No.: 2025-059). As of the date of this announcement, the Company has finished the necessary procedures with the Shenzhen Branch of China Securities Depository and Clearing Corporation Limited. The relevant details are announced as follows:

I. Examination for Approval Procedures and Implementation of the Stock Option Incentive Plan

- (1) On September 27, 2023, the 3rd Session of the Eighth Board of Directors and the 3rd Session of the Eighth Board of Supervisors reviewed and adopted the *Proposal on 2023 Stock Option Incentive Plan (Draft) and its Abstract*. The Board of Supervisors has conducted preliminary verifications on the List of Incentive Employees.
- (2) On October 14, 2023, the Company disclosed *Verification Opinions on List of Incentive Employees for 2023 Stock Option Incentive Plan*. The Board of Supervisors has verified the Incentive Employees of 2023 Stock Option Incentive Plan and concluded that the subjective qualifications of the Incentive Employees involved in this plan are legal and valid.
- (3) On October 19, 2023, the Second Interim General Meeting of Shareholders 2023 reviewed and adopted the *Proposal on 2023 Stock Option Incentive Plan (Draft) and its Abstract, Proposal on Assessment Measures for the Implementation of the 2023 Stock Option Incentive Plan and Proposal on Requesting the General Meeting of Shareholders to Authorize the Board of Directors to Deal with Issues Related to the Company's 2023 Stock Option Incentive Plan*.
- (4) On October 20, 2023, the Company disclosed *Self-verification on Buying or Selling the Company's Shares by Insiders and Incentive Employees of 2023 Stock Option Incentive Plan*. The Company's insiders did not trade the Company's shares or involved in insider trading during the process of planning. In addition, the Company's insiders and Incentive Employees did not trade the Company's shares or involved in insider trading within six months before the publication of the Incentive Plan.
- (5) On October 26, 2023, the 4th Session of the Eighth Board of Directors and the 4th Session of the Eighth Board of Supervisors reviewed and adopted the *Proposal on Grant of Stock Option to Incentive Employees*. The Company granted stock options to the Incentive Employees under the 2023 Stock Option Incentive Plan. The Board of Supervisors has verified the List of Incentive Employees.
- (6) On November 8, 2023, the Company disclosed *Announcement of Completion of Registration for Grant of Stock Option*. The stock options were successfully registered under the name of all incentive employees on November 7, 2023.
- (7) On October 23, 2025, the 18th Session of the Eighth Board of Directors and the 18th Session of the Eighth Board of Supervisors reviewed and adopted the *Proposal on Exercise of Stock Option within the First Exercise Period of 2023 Stock Option Incentive Plan and Proposal on Canceling a Part of Stock*

Options.

II. Attainment of Exercising Conditions of Stock Option within the First Exercise Period as defined in 2023 Stock Option Incentive Plan

1. Expiration of waiting period

Pursuant to the Company's 2023 Stock Option Incentive Plan, the waiting period of stock options granted by this Incentive Plan is 24 months and 36 months from the grant date of stock options (i.e., the date on which the stock options are granted to the Incentive Employees). The first exercise period starts from the first transaction date after 24 months from the date of first grant to the date of the last transaction date within 36 months from the date of grant, and the proportion to be exercised is 50% of stock option granted.

The completion date of the registration of 2023 Stock Option Incentive Plan is October 26, 2023, and the first exercise period was expired on October 26, 2025.

2. Explanation on the attainment of exercising conditions of the first exercise period

No.	Exercise conditions of Stock Option during the First Exercise Period as defined in Incentive Plan	Information on whether to satisfy the exercise conditions
1	a. None of the following circumstances has occurred in the Company: ① The financial and accounting report of the most recent accounting year was given the adverse opinion or was presented the audit report with the disclaimer of opinion by the certified public accountant. ② The internal control of the financial report of the most recent accounting year was given the adverse opinion or was presented the audit report with the disclaimer of opinion by the certified public accountant. ③ The company occurred the circumstance in which the profit was distributed without abiding by the laws, regulations, articles of association and public commitment within the recent 36 months after being listed. ④ The law or regulation prohibits to execute the equity incentive. ⑤ The other circumstances recognized by CSRC (China Securities Regulatory Commission).	Therefore, the Company satisfies the exercise conditions.
2	b. None of the following circumstances has happened to the Incentive Employees: ① The incentive employee was recognized as the inappropriate candidate by the stock exchange in recent 12	Therefore, the Incentive Employees satisfy the exercise conditions.

	months. ② The incentive employee was recognized by CSRC or its agency as the inappropriate candidate in recent 12 months. ③ The incentive employee was given the administrative punishment or was not given the market access permit by CSRC or its agency due to his/her significant default behavior or illegal behavior in recent 12 months. ④ The incentive employee was involved in the circumstance in which he/she is not suitable for acting as the director or the senior management of the Company in accordance with the regulations of the Company Law. ⑤ The incentive employee who is not allowed to participate in the equity incentive according to laws or regulations. ⑥ The other circumstances recognized by CSRC (China Securities Regulatory Commission).	
3	Requirements for company performance assessment: The return on net assets of 2023 is not less than 22%. The above "return on net assets" is the weighted average return on net assets, and the net profit is calculated based on the net profit attributable to the owners of the listed company and excluding share-based payment expenses.	The return on net assets of 2023 is 35.02%, the exercise condition is satisfied.
4	Requirements for business unit performance assessment: the performance of the business unit where the incentive employee serves shall reach the basic goals or above.	The overall performance assessment of the business units where incentive employees serve is 89.45%, the Company will determine the specific proportion of stock option in accordance with the achievement rate of the performance of each business unit in the current assessment period.
5	Requirements for individual performance assessment: according to the Assessment Measures for the Implementation of the 2023 Stock Option Incentive Plan, the assessment result of the incentive employees in 2023 should be qualified or above.	In 2023, 53 Incentive Employees are assessed as qualified, which satisfied the exercise conditions.

In conclusion, the Board of Directors believes that exercising conditions of Stock Option during the First Exercise Period as defined in 2023 Stock Option Incentive Plan have been fulfilled. In view of the performance assessment of business units that incentive employees of 2023 Stock Option Incentive Plan serve did not achieve the 100% exercising target, the Company determines the amount of stock option to be exercised according to the achievement rate of the performance of each business unit in the current assessment period. Therefore, the number of exercisable stock options for the incentive employees in the first exercise period is 480,780, and the number of stock options to be cancelled is 56,720. Except for the above-mentioned

circumstances, the Board of Directors concludes that the Incentive Plan implemented this time is consistent with the Incentive Plan disclosed.

III. The Exercising Arrangement of Stock Option during the First Exercise Period as defined in 2023

Stock Option Incentive Plan

1. The source of the stock options: targeted issuance of common shares to incentive employees.
2. Short form of Stock Option: Supor JLC3
3. Stock Option code: 037405
4. Totally 480,780 shares of stock options held by 53 incentive employees could be exercised, accounting for 0.06% of the current total capital stock of the Company. The incentive employees and detailed amount of stock options which can be exercised during the first exercise period are listed as follows:

Name	Position	Stock Options granted (shares)	Stock Options to be exercised this time (share)	Stock Options to be canceled due to assessment results (share)	Stock Options remaining unexercisable (share)
Cheung Kwok Wah	Former General Manager	96,000	43,200	4,800	48,000
Xu Bo	Chief Financial Officer	68,000	30,600	3,400	34,000
Ye Jide	Vice General Manager, Secretary of Board	25,000	11,250	1,250	12,500
Other Incentive Employees		886,000	395,730	47,270	443,000
Total		1,075,000	480,780	56,720	537,500

Note: Mr. Cheung Kwok Wah, the former General Manager of the Company, resigned on January 24, 2025. The exercisable stock options this time correspond to the portion he was granted for achieving the performance assessment target in 2023. The Company has cancelled the portion of his stock options that failed to meet the performance assessment target.

5. The exercise of the Stock Option is conducted through an autonomous method for incentive employees.
The exercise price of stock options is CNY 36.49 per share. If the Company is subject to the conversion of capital reserve to share capital, distribution of stock dividends, share splitting, share allotment or shrinking before the exercise, the number of stock options shall be adjusted accordingly.
6. The actual exercise period for the first exercise period of 2023 Stock Option Incentive Plan is from November 14, 2025 to October 23, 2026.
7. The exercise date must be a transaction date, and shall not be within the following periods:
 - (1) 15 days before the announcement of the Company's annual report or semiannual report; if the date of the

announcement is postponed for special reasons, it shall be counted from the 15 days before the original appointment announcement date;

- (2) 5 days before the announcement of the Company's quarterly report, performance forecast and performance express;
- (3) From the date of the occurrence of a major event that may have a significant impact on the transaction price of the Company's stock and its derivatives or the date of entry into the decision-making process, to the disclosure date according to law;
- (4) Other periods prescribed by the CSRC and the Shenzhen Stock Exchange.

After the proposal is adopted by the Board of Directors, the Company will handle the formalities required by the exercise of stock options for incentive employees in 2023 Stock Option Incentive Plan.

8. The Selling and Buying shares by Senior Management Involved in the Incentive Plan within the 6 Months

Prior to the Announcement Date

No.	Name	Position	Transaction Time	Transaction Quantity (share)	Transaction Type
1	Xu Bo	CFO	May 30, 2025	35,553	Sell
2	Ye Jide	Vice General Manager, Secretary of Board	May 28, 2025	12,255	

Note: The two incentive employees mentioned above both have committed to conduct the autonomous exercise of their stock options after 6 months since the expiration of their respective stock reduction dates.

IV. Treatment of Stock Options That Do Not Meet the Exercising Conditions

In accordance with the provisions of the 2023 Stock Option Incentive Plan, after the end of the first exercise period, the stock options granted to the incentive employees but not yet exercised shall not be exercised or deferred to a subsequent period. The above-mentioned stock options will be cancelled by the Company.

V. Management and Usage Plan for Funds in the Exercise Special Account, and Individual Income Tax Payment Arrangements

1. The funds raised from stock option exercise shall be deposited in a special account which will be used to supplement the Company's working capital.
2. The individual income tax payable by the incentive employees shall be withheld and paid by the Company.

VI. Impact of the Stock Option Exercise on the Company

1. Impact on Shareholding Structure and Listing Conditions

Should all the exercisable stock options be exercised in this period, the Company's total capital stock would increase by 480,780 shares. This would not have a material impact on the Company's shareholding structure, and the Company's share distribution still meets the listing requirements. The changes in the Company's capital structure will be shown as follows:

Category of Shares	Before change		Increase/ decrease	After change	
	Total shares (share)	Share proportion (%)		Total shares (share)	Share proportion (%)
Circulation stock with sales restrictions	959,174	0.12%	+85,050	1,044,224	0.13%
Circulation stocks without sales restrictions	800,400,559	99.88%	+395,730	800,796,289	99.87%
Total capital stocks	801,359,733	100%	+480,780	801,840,513	100%

Note: The data in the form is preliminarily calculated by the Company and the detailed data shall refer to the capital structure statement of the list company issued by the Shenzhen Branch of China Securities Depository and Clearing Corporation Limited.

2. Impact on Operational Capability and Financial Condition

The expenses related to these stock options are being amortized over the waiting period and recorded as administrative expenses, with a corresponding increase in capital reserve, in accordance with the relevant accounting standards and systems. If all stock options eligible for exercise in the first exercise period are exercised, the Company's net assets would increase by RMB17,543,660, comprising an increase of RMB480,780 in capital stock and an increase of RMB17,062,880 in capital reserve. The impact of the exercise of stock options on the Company's basic earnings per share and return on equity is expected to be minor. The specific impact will be subject to the data audited by the Company's accounting firm.

3. Impact of Choosing Autonomous Exercise Model on Stock Option Pricing and Accounting Treatment

The Company chooses the Black-Scholes model to calculate the fair value of the stock options on the grant date. Following the accounting treatment method for stock options, no re-evaluation of the stock options is required after the grant date. Therefore, the choice of exercise model does not impact the pricing of the stock options. The Company has already recognized the services received during the period in relevant costs or expenses and capital reserve, based on the fair value of the stock options on the grant date, before the exercise date. On the exercise date, the Company recognizes share capital and share premium based on the actual number of stock options that have been exercised, simultaneously transferring the "capital reserve - other capital reserve" recognized during the waiting period to "capital reserve - share premium". Therefore, the

choice of exercise model does not affect the aforementioned accounting treatment. Consequently, the adoption of the autonomous exercise model for the stock options will not have a material impact on their pricing or accounting treatment.

VII. Other Information

1. The Company will disclose quarterly changes in the incentive employees, adjustments to key parameters of the stock options, the autonomous exercise progress by the incentive employees and changes in the Company's total capital stock in the periodic reports or interim announcements information..
2. The designated broker for the Company's autonomous exercise is Zheshang Securities Co., Ltd.. The broker has committed in its business undertaking letter that the autonomous exercise system provided to the listed company and the incentive employees fully complies with the operational and relevant compliance requirements for autonomous exercise.
3. The Company's Senior Management participating in the exercise have provided written undertakings not to sell any of their shares (including those obtained from the exercise and other shares held) within six months from the date of the option exercise, so as to avoid any short-swing trading activities.

Board of Directors of Zhejiang Supor Co., Ltd.

November 13, 2025