

The members of the Board and the Company acknowledge being responsible for the truthfulness, accuracy, and completeness of the announcement. No false record, misleading statement or significant omission is carried in this announcement.

I. Reviewing of equity distribution by the general shareholders' meeting

2. From the disclosure of the 2022 profit distribution plan to the implementation period, the

3. The distribution plan implemented this time is consistent with the distribution plan approved at the shareholders meeting.

4. The time for the implementation of the distribution plan from the shareholders meeting was not more than two months.

II. Implementation of the equity distribution plan

The implementation plan of the Company's annual equity distribution in 2022 is: Based on the Company's existing total share capital of 1,073,874,227 shares, pay RMB0.50 yuan in cash (including tax) to all shareholders for every 10 shares; after tax deduction, RMB0.45 yuan will be paid for every 10 shares of A-share QFII, RQFII and individuals holding pre-IPO restricted shares and securities investment funds; the individual dividend tax on A-share holding non-tradable shares will be levied at a differentiated tax rate of RMB0.50 yuan for every 10 shares; after the equity registration date, the tax will be paid according to the actual holding period according to the reduction of shares held by investors [note]; The dividend profit tax involved in securities investment funds with A-shares holding non-tradable shares shall be levied at 10% on the fund units held by Hong Kong investors and at a differentiated tax rate on the fund shares held by Chinese

mainland investors; B-share non-resident enterprises will pay RMB0.45 in cash for every 10 shares after tax deduction. The dividend tax of domestic (foreign) individual shareholders holding non tradable shares will be levied at a differentiated tax rate. First, RMB0.50 will be paid for every 10 shares, and then the tax will be paid according to the actual holding period after the equity registration date.

first-in-first-out principle. The tax for every 10 shares is RMB0.10 for shares held for 1 month or less; RMB0.05 for shares held for more than 1 month but no more than 1 year. No tax will be deducted for shares held for more than 1 year.

Special note: As the Company is a Sino-foreign joint venture, overseas individual shareholders

1	08*****976	Shenzhen Banglin Technologies Development Co., Ltd.
2	08*****962	Shenzhen Banglin Technologies Development Co., Ltd.

In the period of application for the equity distribution business (application date: March 22, 2023 to equity registration date: April 3, 2023), if the number of shares in the self-distributed shareholder's securities account decreased, it entrusted the China Clearing Shenzhen Branch to act on behalf of the company. If the cash dividend is insufficient, all legal responsibilities and consequences will be borne by the Company.

VI. Other Matters

If income tax is deducted for a B-share shareholder who is not a domestic individual or non-resident enterprise, please contact the Company before April 30, 2023 (inclusive) and provide related support materials. The tax will be refunded if the tax payment is verified.

VII. Information Consulting

Address: 39th Floor, Building T1, Fangda Town, No.2, Longzhu 4th Road, Nanshan District, Shenzhen

Contact: Xiao Yangjian, Guo Lingchen

Tel.: (0755) 26788571-6622

Fax: (0755) 26788353

VIII. Reference

1. China Securities Depository and Clearing Co., Ltd. Shenzhen Branch's specific time schedule for dividend payment;
2. Resolutions of the 18th Meeting of the 9th Board of Directors;
3. Resolutions of the 2022 Annual Shareholders' Meeting.

The above is for the attention of the shareholders.

China Fangda Group Co., Ltd.
Board of Directors
March 27, 2023