THIS DOCUMENT IS IMPORTANT AND REQUIRES YOUR IMMEDIATE ACTION

If you are in doubt as to any aspect of this circular, you should consult your stockbroker or other registered dealer in securities, bank manager, solicitor, professional accountant or other professional adviser.

If you have sold or transferred all your shares in Shenzhen Han's CNC Technology Co., Ltd., you should at once hand this circular together with the accompanying form of proxy to the purchaser or to the bank, stockbroker or other agent through whom the sale was effected for delivery to the purchaser or transferee.

SHENZHEN HAN'S CNC TECHNOLOGY CO., LTD.
深圳市大族數控科技股份有限公司

(A joint stock company incorporated in the People's Republic of China with limited liability)

(Stock Code: 3200)

(1) Change of Registered Capital and Amendments to the Articles of Association (2) Conclusion of A Share Proceeds-Funded Projects, Permanent Supplement of Working Capital with Surplus Proceeds and Closure of Special Accounts for Proceeds (3) Adoption of China Accounting Standards for Business Enterprises for the Preparation of Financial Reports and Termination of Appointment of Overseas Financial Report Auditor and Notice of the 2026 Second Extraordinary General Meeting

The EGM of the Company will be held at 9:30 a.m. on Friday, 31 July 2026 at Meeting Room A01, Zone 1, 7/F of Building 3, Han's Laser Intelligence Manufacturing Center, Chongqing Road, Fuhai Street, Bao'an District, Shenzhen, PRC. Notice of the EGM is set out in this circular. Whether or not you intend to attend the EGM, you are requested to complete and return the accompanying form of proxy in accordance with the instructions printed thereon as soon as possible and in any event by no later than 24 hours before the time appointed for the holding of the EGM (i.e., before 9:30 a.m. on 30 July 2026). Completion and return of the form of proxy will not preclude you from attending and voting at the EGM in person if you so wish.

13 July 2026

CONTENTS

Page

In this circular, unless otherwise indicated in the context, the following expressions have the meaning set out below:

"A Share(s)"	domestic ordinary shares with a nominal value of RMB1.00 each in the share capital of the Company, which are listed on the Shenzhen Stock Exchange and traded in RMB
"Articles of Association"	the articles of association of our Company, as amended from time to time
"Audit Committee"	the audit committee of the Board
"Board" or "Board of Directors"	the Board of Directors of our Company
"CASBE"	China Accounting Standards for Business Enterprises
"China" or "PRC"	the People's Republic of China, for the purpose of this circular only, excludes the Hong Kong, Macau Special Administrative Region and the Taiwan region
"Company", "our Company" or "the Company"	Shenzhen Han's CNC Technology Co., Ltd. (深圳市大族數控科技股份有限公司), a joint stock company with limited liability established in the PRC on 22 April 2002, whose shares are listed on the Shenzhen Stock Exchange (stock code: 301200) and on the Hong Kong Stock Exchange (stock code: 03200)
"Company Law"	Company Law of the People's Republic of China (《中華人民共和國公司法》)
"CSRC"	the China Securities Regulatory Commission
"Director(s)"	director(s) of our Company
"Extraordinary General Meeting" or "EGM"	the 2026 second extraordinary general meeting of the Company to be held at 9:30 a.m. on Friday, 31 July 2026 at Meeting Room A01, Zone 1, 7/F of Building 3, Han's Laser Intelligence Manufacturing Center, Chongqing Road, Fuhai Street, Bao'an District, Shenzhen, PRC

"EY"	Ernst & Young
"H Share(s)"	overseas ordinary shares with a nominal value of RMB1.00 each in the share capital of the Company, which are listed on the Hong Kong Stock Exchange and traded in Hong Kong dollars
"HK$" or "HK dollars"	Hong Kong dollars, the lawful currency of Hong Kong
"Hong Kong"	the Hong Kong Special Administrative Region of the PRC
"Hong Kong Listing Rules"	the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited
"Hong Kong Stock Exchange"	The Stock Exchange of Hong Kong Limited
"IFRS"	International Financial Reporting Standards
"Latest Practicable Date"	13 July 2026, being the latest practicable date prior to the printing of this circular for the purpose of ascertaining certain information contained herein
"PRC Issuer(s)"	an issuer incorporated in Mainland China as a joint stock company with limited liability and listed on the Hong Kong Stock Exchange
"RMB" or "Renminbi"	Renminbi, the lawful currency of the PRC
"RSM China"	RSM China CPA LLP
"Shareholder(s)"	holder(s) of the Share(s)

Unless otherwise stated, all amounts set out in this circular are denominated in RMB.

HAN'S CNC
大族數控

SHENZHEN HAN'S CNC TECHNOLOGY CO., LTD.
深圳市大族數控科技股份有限公司

(A joint stock company incorporated in the People's Republic of China with limited liability)

(Stock Code: 3200)

Executive Director:
Mr. YANG Chaohui (楊朝輝)

Non-executive Directors:
Mr. ZHANG Jianqun (張建群)
Mr. ZHOU Huiqiang (周輝強)
Mr. DU Yonggang (杜永剛)
Ms. HUANG Linting (黃麟婷)

Independent Non-executive Directors:
Mr. QIU Yunliang (丘運良)
Ms. LI Weiwei (李薇薇)
Dr. XIN Guosheng (辛國勝)
Ms. XIA Liya (夏麗雅)

Registered Office, Headquarter and Principal Place of Business in the PRC:
No. 101 of Building 3, 1–2/F, 4/F and 7/F of Building 3, and 1/F and 4/F of Building 4
Han's Laser Intelligence Manufacturing Center
12 Chongqing Road, Heping Community
Fuhai Street
Bao'an District
Shenzhen, Guangdong Province
PRC

Principal Place of Business in Hong Kong:
Room 1916, 19/F, Lee Garden One
33 Hysan Avenue, Causeway Bay
Hong Kong

13 July 2026

To the Shareholders

Dear Sir or Madam,

(1) Change of Registered Capital and Amendments to the Articles of Association
(2) Conclusion of A Share Proceeds-Funded Projects, Permanent Supplement of Working Capital with Surplus Proceeds and Closure of Special Accounts for Proceeds
(3) Adoption of China Accounting Standards for Business Enterprises for the Preparation of Financial Reports and Termination of Appointment of Overseas Financial Report Auditor
and
Notice of the 2026 Second Extraordinary General Meeting

INTRODUCTION

References are made to (i) the announcement of the Company dated 13 July 2026 in relation to the proposed amendments to the Articles of Association and adoption of China Accounting Standards for Business Enterprises for the preparation of financial reports and termination of appointment of overseas financial report auditor; and (ii) the notice of the EGM dated 13 July 2026.

The purpose of this circular is to provide you with further details regarding the resolutions to be proposed at the EGM, so as to enable you to make an informed decision as to whether to vote for or against the resolutions to be considered at the meeting.

At the EGM, a special resolution will be proposed to approve (1) change of registered capital and amendments to the Articles of Association. In addition, ordinary resolutions will be proposed to approve (2) conclusion of A Share proceeds-funded projects, permanent supplement of working capital with surplus proceeds and closure of special accounts for proceeds; and (3) adoption of China Accounting Standards for Business Enterprises for the preparation of financial reports and termination of appointment of overseas financial report auditor.

Special Resolution:

1. Change of Registered Capital and Amendments to the Articles of Association

A special resolution will be proposed at the EGM to approve the change of registered capital and amendments to the Articles of Association.

The registration procedures in respect of 5,479,089 A Shares vested under the second vesting period of the Company's 2023 Restricted Share Incentive Scheme were completed on 7 May 2026 and such A Shares were listed for trading on 8 May 2026. Accordingly, the total number of issued Shares of the Company increased by 5,479,089 Shares. The Company therefore proposed to increase its registered capital from RMB483,528,652 to RMB489,007,741 and amend the relevant provisions of the Articles of Association (the "**Proposed Amendments**").

Details of the Proposed Amendments are as follows:

Before Amendments	After Amendments
Article 6 The registered capital of the Company is RMB~~483,528,652~~.	**Article 6** The registered capital of the Company is RMB**489,007,741**.
Article 20 The total share capital of the Company is ~~483,528,652~~ shares, all of which are ordinary shares; Among them, ~~425,509,152~~ A ordinary shares, accounting for ~~88.00~~% of the Company's total share capital; 58,019,500 H ordinary shares, accounting for ~~12.00~~% of the Company's total share capital.	**Article 20** The total share capital of the Company is **489,007,741** shares, all of which are ordinary shares; Among them, **430,988,241** A ordinary shares, accounting for **88.14**% of the Company's total share capital; 58,019,500 H ordinary shares, accounting for **11.86**% of the Company's total share capital.

The Proposed Amendments are subject to Shareholders' approval by way of a special resolution at the EGM. The Board further proposes to the EGM to authorize the management of the Company and its authorised personnel to process the changes to the industrial and commercial registration, the filing of the Articles of Association and the signing of relevant documents in connection with the Proposed Amendments. The authorization shall be valid from the date of consideration and approval at the EGM until the completion of the relevant changes to the industrial and commercial registration and filing of the Articles of Association. The revised Articles of Association shall come into effect from the date of consideration and approval at the EGM. Until then, the current Articles of Association shall remain in force.

Ordinary Resolutions:

2. Conclusion of A Share Proceeds-Funded Projects, Permanent Supplement of Working Capital with Surplus Proceeds and Closure of Special Accounts for Proceeds

An ordinary resolution will be proposed at the EGM to approve the conclusion of A Share proceeds-funded projects, permanent supplement of working capital with surplus proceeds and closure of special accounts for proceeds, details of which are set out in the Appendix to this circular.

3. Adoption of China Accounting Standards for Business Enterprises for the Preparation of Financial Reports and Termination of Appointment of Overseas Financial Report Auditor

An ordinary resolution will be proposed at the EGM to approve the adoption of China Accounting Standards for Business Enterprises for the preparation of financial reports and termination of appointment of overseas financial report auditor.

Adoption of China Accounting Standards for Business Enterprises for the Preparation of Financial Reports

The Company is listed on both the Shenzhen Stock Exchange and the Hong Kong Stock Exchange, and prepares its financial reports and discloses relevant financial information in accordance with CASBE and IFRS respectively. Pursuant to Rule 4.11(c) and Rule 19A.31(4) of the Hong Kong Listing Rules, the PRC Issuers may adopt CASBE to prepare its financial reports, and if the PRC Issuer's primary listing is on the Hong Kong Stock Exchange, its annual accounts may be audited by a PRC firm of practicing accountants which under the mutual recognition agreement, has been approved by the China Ministry of Finance and the CSRC as being suitable to act as an auditor or a reporting accountant for a PRC Issuer and is a Recognized PIE Auditor (as defined under the Hong Kong Listing Rules) under section 20ZT of the Accounting and Financial Reporting Council Ordinance (Chapter 588 of the Laws of Hong Kong) on the condition that the PRC Issuer has adopted CASBE for the preparation of its annual financial reports.

In view of the substantial convergence between financial reports prepared in accordance with CASBE and IFRS, and in order to further enhance the efficiency of information disclosure, streamline the financial report preparation process and reduce disclosure costs, the Company proposes to adopt CASBE for the preparation of its financial reports and the disclosure of relevant financial information, commencing from its interim financial report of 2026. Such adoption will not have any material impact on the Company's operating results or financial position, nor will it cause any adverse effect on the preparation and disclosure of the Company's financial reports.

Termination of Appointment of Overseas Financial Report Auditor

EY currently serves as the overseas financial report auditor of the Company, providing audit services for the Company's financial reports prepared in accordance with IFRS, with a term of office of one year commencing from the date of approval at the 2025 annual general meeting. In view of the fact that the Company will adopt CASBE for the preparation of its financial reports, and that RSM China, being the existing domestic financial report auditor of the Company for the year 2026, has been recognised by the China Ministry of Finance and the CSRC and is qualified to provide audit services to PRC Issuers, the Board accordingly proposes to terminate the appointment of EY as the overseas financial report auditor of the Company.

With reference to Section 200 "Changes in a Professional Appointment" and Section 300 "Change of Auditors of a Listed Issuer of The Stock Exchange of Hong Kong" of the *Code of Ethics for Professional Accountants* issued by the Hong Kong Institute of Certified Public Accountants, EY confirms that, up to the date of this circular, it has neither been engaged nor commenced any audit work for the year ended 31 December 2026. EY further confirms that, save for the above, it does not have any matter relating to the termination of the appointment of the overseas financial report auditor that needs to be brought to the attention of the Shareholders or creditors. The Company and EY have no disagreement in respect of the termination of the appointment of the overseas financial report auditor.

The adoption of CASBE for the preparation of financial reports and the termination of the appointment of the overseas financial report auditor are subject to consideration by the EGM, and shall become effective upon approval by the EGM. Upon approval by the EGM, RSM China will become the sole auditor of the Company to audit the Company's financial reports in accordance with CASBE and will concurrently assume the responsibilities of both the domestic and overseas financial report auditor.

Opinion of the Audit Committee

The Audit Committee is of the view that the adoption of CASBE for the preparation of the Company's financial reports is conducive to enhancing the efficiency of information disclosure, streamlining the financial report preparation process, and reducing disclosure costs and audit fees, and will not have any material adverse effect on the truthfulness and accuracy of the financial reports or on investors' decision-making. The procedures for the termination of the appointment of EY, the overseas financial report auditor, are in compliance with laws, regulations and relevant rules as well as the actual needs of the Company, and there is no disagreement between the two parties, and no circumstance that would prejudice the interests of the Company and its Shareholders. Accordingly, the Audit Committee agrees that the Company shall, commencing from its 2026 interim report, adopt CASBE for the preparation of its financial reports, and terminate the appointment of the overseas financial report auditor.

EGM

The EGM will be held at 9:30 a.m. on Friday, 31 July 2026 at Meeting Room A01, Zone 1, 7/F of Building 3, Han's Laser Intelligence Manufacturing Center, Chongqing Road, Fuhai Street, Bao'an District, Shenzhen, PRC. Notice of the EGM is set out in this circular. The proxy forms applicable to the EGM are being despatched together with this circular to the H Shareholders (if applicable). The form of proxy applicable to the EGM has been published on the website of the Hong Kong Stock Exchange (www.hkexnews.hk) and on the Company's website (www.hanscnc.com).

If you wish to appoint a proxy to attend the EGM, please complete and return the accompanying form of proxy for the meeting as soon as possible in accordance with the instructions printed thereon. H Shareholders should lodge the form of proxy by hand or by post to the H share registrar of the Company, Tricor Investor Services Limited at 17/F, Far East Finance Centre, 16 Harcourt Road, Hong Kong, as early as possible and in any event no later than 24 hours before the time appointed for the holding of the EGM (i.e., before 9:30 a.m. on Thursday, 30 July 2026). Completion and return of the form of proxy will not preclude you from attending and voting at the EGM in person if you so wish.

Pursuant to Rule 13.39(4) of the Hong Kong Listing Rules, the resolutions set out in the notice of the EGM will be taken by poll. The poll results will be announced by the Company after the EGM in the way prescribed under Rule 13.39(5) of the Hong Kong Listing Rules. As at the Latest Practicable Date, to the best knowledge of the Directors, no Shareholder is required to abstain from voting on the ordinary resolutions and special resolution to be proposed at the EGM.

CLOSURE OF REGISTER OF H SHARES

The register of H Shares will be closed from Tuesday, 28 July 2026 to Friday, 31 July 2026 (both days inclusive), during which period no transfer of H Shares will be registered. The record date is Friday, 31 July 2026. In order to qualify for attending the EGM, all transfer documents of H Shares accompanied by the relevant share certificates must be lodged with the H share registrar of the Company, Tricor Investor Services Limited at 17/F, Far East Finance Centre, 16 Harcourt Road, Hong Kong no later than 4:30 p.m. on Monday, 27 July 2026.

RECOMMENDATION

The Directors (including the independent non-executive Directors) are of the view that all the resolutions mentioned above are in the best interests of the Company and its Shareholders as a whole. Accordingly, the Directors recommend all Shareholders to vote in favour of all the resolutions to be proposed at the EGM.

Yours faithfully
By order of the Board
Shenzhen Han's CNC Technology Co., Ltd.
Mr. Yang Chaohui
Chairman of the Board and Executive Director

HAN'S CNC
大族數控

SHENZHEN HAN'S CNC TECHNOLOGY CO., LTD.
深圳市大族數控科技股份有限公司

(A joint stock company incorporated in the People's Republic of China with limited liability)

(Stock Code: 3200)

Notice of the 2026 Second Extraordinary General Meeting

NOTICE IS HEREBY GIVEN that the 2026 Second Extraordinary General Meeting (the "**EGM**") of Shenzhen Han's CNC Technology Co., Ltd. (the "**Company**") will be held at 9:30 a.m. on Friday, 31 July 2026 at Meeting Room A01, Zone 1, 7/F of Building 3, Han's Laser Intelligence Manufacturing Center, Chongqing Road, Fuhai Street, Bao'an District, Shenzhen, PRC for the purpose of considering and, if thought fit, passing the following resolutions. Unless otherwise specified, terms used in this notice shall have the same meanings as defined in the circular (the "**Circular**") of the Company dated 13 July 2026.

Special Resolution

1. To consider and approve the resolution on the change of registered capital, amendments to the Articles of Association and the industrial and commercial registration of the changes

Ordinary Resolutions

2. To consider and approve the resolution on the conclusion of A Share proceeds-funded projects, permanent supplement of working capital with surplus proceeds and closure of special accounts for proceeds

3. To consider and approve the resolution on the adoption of China Accounting Standards for Business Enterprises for the preparation of financial reports and termination of appointment of overseas financial report auditor

By order of the Board
Shenzhen Han's CNC Technology Co., Ltd.
Mr. Yang Chaohui
Chairman of the Board and Executive Director

Shenzhen, China
13 July 2026

Notes:

I. Persons Entitled to Attend the EGM

1. Eligibility to Attend the EGM

All H Shareholders whose names appear on the register of members of the Company maintained by the H share registrar of the Company, Tricor Investor Services Limited on Friday, 31 July 2026 shall be entitled to attend the EGM. The register of members of the Company will be closed for transfer of H shares from Tuesday, 28 July 2026 to Friday, 31 July 2026 (both days inclusive). H Shareholders who wish to attend the EGM should lodge their share certificates and transfer documents with the H share registrar of the Company, Tricor Investor Services Limited at 17/F, Far East Finance Centre, 16 Harcourt Road, Hong Kong for registration no later than 4:30 p.m. on Monday, 27 July 2026.

2. Proxies

(1) Any Shareholder entitled to attend and vote at the EGM shall be entitled to appoint one or more persons in writing as his proxy to attend and vote at the EGM. A proxy need not be a Shareholder of the Company.

(2) A Shareholder shall appoint a proxy in writing. The proxy form shall be executed by the appointor or by his attorney appointed in writing. If the proxy form is executed by a person authorized by the appointor, the power of attorney or other authorization document authorizing such execution shall be notarized.

(3) The proxy form and/or the notarized power of attorney or other authorization document must be returned to the H share registrar of the Company, Tricor Investor Services Limited at 17/F, Far East Finance Centre, 16 Harcourt Road, Hong Kong no later than 24 hours before the time appointed for the holding of the EGM (i.e., no later than 9:30 a.m. on 30 July 2026).

(4) The Shareholders or their proxies shall vote by way of poll.

3. Directors and senior management of the Company.

4. Legal adviser appointed by the Company.

5. Relevant working staff.

II. Registration Procedures for the EGM

H Shareholders or their proxies shall present proof of identity when attending the EGM. If a H Shareholder is a corporate entity, its legal representative or other persons authorised by the board of directors or other governing body of such corporate entity may attend the EGM by producing a copy of the resolutions of the board of directors or other governing body of such corporate entity designating such persons to attend the EGM.

III. Other Matters

1. The EGM will be held for half a day, and all expenses incurred by Shareholders attending the meeting shall be borne by themselves.

2. The H share registrar of the Company is Tricor Investor Services Limited, with its address at 17/F, Far East Finance Centre, 16 Harcourt Road, Hong Kong.

3. For details of the resolutions to be proposed at the EGM for consideration and approval as mentioned above, please refer to the Circular dated 13 July 2026.

4. Contact Details of the EGM:

   Contact Person: ZHOU Yuanyuan
   Contact Number: +86 755-86018244
   Fax: +86 755-86018244
   Email: hanscnc2002@hanscnc.com

As at the date of this notice, the Board of the Company comprises Mr. Yang Chaohui as an executive Director, Mr. Zhang Jianqun, Mr. Zhou Huiqiang, Mr. Du Yonggang and Ms. Huang Linting as non-executive Directors, and Mr. Qiu Yunliang, Ms. Li Weiwei, Dr. Xin Guosheng and Ms. Xia Liya as independent non-executive Directors.

The Company convened the 24th meeting of the Second Session of the Board of Directors on 13 July 2026, at which the Resolution on the Conclusion of A Share Proceeds-Funded Projects, Permanent Supplement of Working Capital with Surplus Proceeds and Closure of Special Accounts for Proceeds were considered and approved. Given that the "Specialized PCB Equipment Production Renovation and Expansion Project" and the "Specialized PCB Equipment Technology R&D Center Construction Project", both of which were funded by the proceeds from initial public offering of A Shares of the Company (the "**Proceeds-Funded Projects**"), have both reached their intended state of use, the Company proposes to conclude the foregoing Proceeds-Funded Projects, and permanently supplement its working capital with the surplus proceeds of RMB156.08 million (including interest and cash management income, with the final amount subject to the bank interest settlement amount on the date of fund transfer). Upon completion of the transfer of the surplus proceeds, the relevant special accounts for proceeds will be closed by the Company. Since the surplus proceeds (including interest income) of the "Specialized PCB Equipment Technology R&D Center Construction Project" has exceeded 10% of the net proceeds of the project and is higher than RMB10 million, it will be subject to approval by the EGM. The Board of Directors further proposes that the EGM authorize the management of the Company to process the above matters. The sponsor has issued its verification opinion on the above matters. The relevant details are set out as follows:

I. BASIC INFORMATION OF PROCEEDS FROM THE A SHARE ISSUANCE

Pursuant to the Approval on the Registration of the Initial Public Offering by Shenzhen Han's CNC Technology Co., Ltd. (Zheng Jian Xu Ke [2021] No. 4134) by the CSRC, the Company issued 42,000,000 RMB-denominated ordinary shares (A Shares) to the public in February 2022 at an issue price of RMB76.56 per share. The total proceeds raised amounted to RMB3,215.52 million. After deducting issuance expenses of RMB133.7417 million in accordance with applicable regulations, the actual net proceeds amounted to RMB3,081.7783 million. Such proceeds were received on 22 February 2022, and the receipt thereof was verified by RSM China CPA LLP in its Capital Verification Report (RSM Yan Zi [2022] No. 518Z0010). The Company has adopted special account management for the proceeds.

II. MANAGEMENT AND DEPOSIT OF PROCEEDS FROM THE A SHARE ISSUANCE

To regulate the management and use of the Company's proceeds and to protect the interests of investors, the Company has formulated the Measures for the Administration of Raised Funds of Shenzhen Han's CNC Technology Co., Ltd. (the "**Administration Measures**") in accordance with the Company Law, the Securities Law of the People's Republic of China, the Regulatory Rules for Raised Funds of Listed Companies, the Self-regulatory Guidelines for the Companies Listed No. 2

— Standardized Operation of Listed Companies on the ChiNext Market, and other relevant laws and regulations, and taking into account its actual circumstances. Pursuant to the Administration Measures, the Company has established special accounts for proceeds with banks for the deposit and management of the proceeds. The Company and its wholly-owned subsidiary, Asia Foundation (Shenzhen) Wood Industry Co., Ltd. ("**Asia Foundation Shenzhen**"), as the implementing entities of the Proceeds-Funded Projects, entered into the Supervision Agreement on Proceeds with Bank of Communications Co., Ltd., Shenzhen Branch, Shanghai Pudong Development Bank Co., Ltd., Shenzhen Houhai Sub-branch and Bank of Shanghai Co., Ltd., Shenzhen Longgang Sub-branch and other banks, together with CITIC Securities Company Limited, a sponsor of the Company.

As of 30 June 2026, the deposit details in the special accounts for proceeds of the Company and Asia Foundation Shenzhen are as follows:

Account Holder	Bank for Proceeds Deposit	Bank Account	Balance as of Cut-off Date (RMB)
Shenzhen Han's CNC Technology Co., Ltd.	Bank of Communications Co., Ltd. Shenzhen Hongli Sub-branch	443066041013005277953	654,298.62
	Shanghai Pudong Development Bank Co., Ltd. Shenzhen Houhai Sub-branch	79300078801300001951	780,545.16
	Bank of Shanghai Co., Ltd. Shenzhen Longgang Sub-branch	0039291003004878409	119,681.20
	China Merchants Bank Co., Ltd. Shenzhen Fuyong Sub-branch	755901637610106	147,301.55
	China Zheshang Bank Co., Ltd. Shenzhen Branch	5840000010120100602249	548,512.42
	Bank of China Limited, Shenzhen Binhai Sub-branch	770575579962	468,534.98
	Ping An Bank Co., Ltd. Shenzhen Fuyong Sub-branch	15302033070063	106,938,560.23

Account Holder	Bank for Proceeds Deposit	Bank Account	Balance as of Cut-off Date (RMB)
	Guangdong Huaxing Bank Co., Ltd. Shenzhen Branch	805880100075248	20,842,418.86
	China Everbright Bank Co., Ltd. Shenzhen Guangming New District Sub-branch	51940188000042104	26,817,448.75
Asia Foundation (Shenzhen) Wood Industry Co., Ltd.	Bank of China Limited, Shenzhen Binhai Sub-branch	757575821631	8,384.30
	Bank of China Limited, Shenzhen Binhai Sub-branch	748475816789	240,326.93
Total			157,566,013.00

Note: Bank of China Limited, Shenzhen Binhai Sub-branch was formerly known as Bank of China Limited, Shenzhen Yiyuan Road Sub-branch.

III. UTILIZATION AND SURPLUS OF PROCEEDS FOR THE PROCEEDS-FUNDED PROJECTS TO BE CONCLUDED

(I) Conclusion of the Proceeds-Funded Projects and Surplus of Proceeds

As of the Latest Practicable Date, save for a small portion of equipment that has yet to be installed, the Company's Proceeds-Funded Projects, namely the "Specialized PCB Equipment Production Renovation and Expansion Project" and the "Specialized PCB Equipment Technology R&D Center Construction Project", have reached their intended construction objectives, and no further significant constructions or capital investments are involved. As the conditions for project conclusion have been fulfilled, the Company proposed to conclude the projects.

As of 30 June 2026, the utilization and surplus of proceeds for the Company's Proceeds-Funded Projects to be concluded are set out as follows:

Unit: RMB million

Proceeds-Funded Projects	Total committed investment amount of proceeds	Aggregated investment amount			Aggregated investment progress	Accumulated interest and net income	Surplus proceeds (including net income from interests)
		Paid amount	Pending payment	Subtotal			
Specialized PCB Equipment Production Renovation and Expansion Project	1,523.9303	1,448.1986	0.0482	1,448.2468	95.03%	33.9341	109.6176
Specialized PCB Equipment Technology R&D Center Construction Project	182.6017	139.6375	1.4378	141.0753	77.26%	4.9360	46.4624
Total	**1,706.5320**	**1,587.8361**	**1.4860**	**1,589.3221**	**93.13%**	**38.8701**	**156.0800**

(II) Main Reasons for Surplus of A Share Proceeds

1. During the implementation of the Proceeds-Funded Projects, the Company has strictly complied with relevant provisions governing the utilization of proceeds. In light of project plans and actual conditions, the Company utilized proceeds prudently under the principles of reasonableness, economy and efficiency while guaranteeing project quality. Through effective resource allocation and optimized deployment of production and R&D laboratory equipment, the project construction costs and related expenses were reduced, resulting in savings on a portion of proceeds originally budgeted for equipment procurement.

2. Without adversely affecting the implementation of Proceeds-Funded Projects and the safety of proceeds, the Company used a portion of the temporarily idle proceeds for cash management in compliance with relevant regulations and obtained certain investment gains. Meanwhile, interest income was accrued on the proceeds during the period in which they were deposited in the relevant accounts. As of 30 June 2026, the total interest and cash management gains

generated during the deposit period in which the proceeds were held in special accounts (net of handling fees) for the "Specialized PCB Equipment Production Renovation and Expansion Project" and the "Specialized PCB Equipment Technology R&D Center Construction Project" amounted to RMB38.8701 million.

(III) Plan for Utilization of A Share Surplus Proceeds and Closure of Special Accounts for Proceeds

To improve the efficiency of the use of proceeds and in light of the Company's actual operating conditions, the Company proposes to transfer surplus proceeds of RMB156.08 million (including interest income and gains from cash management, with the final amount subject to the bank interest settlement amount on the date of fund transfer) to the Company's corresponding general bank accounts for the permanent supplement of working capital to support the Company's daily production and operating activities.

The Company will close the relevant special accounts for proceeds upon the completion of outstanding payments under the signed contracts for the Proceeds-Funded Projects. Meanwhile, relevant personnel of the Company's Finance Department are authorized to complete all formalities for the closure of special accounts for proceeds. After the closure of the special accounts, the Supervision Agreement on Proceeds entered into among the Company, its subsidiary, the sponsor and the account banks shall be terminated accordingly.

IV. IMPACT OF PERMANENT SUPPLEMENT OF WORKING CAPITAL WITH A SHARE SURPLUS PROCEEDS ON THE COMPANY

The proposed permanent supplement of the Company's working capital with surplus proceeds is a prudent decision made based on the actual progress of the Proceeds-Funded Projects, which will enhance the efficiency of the Company's capital utilization, further reduce its financial expenses and support the long-term business development. It will not have any material adverse impact on the Company's normal production and operation, nor does it constitute a change in the intended use of proceeds or prejudice the interests of all Shareholders.