

SUBSTANTIAL SHAREHOLDERS

So far as the Directors are aware, immediately following the completion of the [REDACTED] (assuming the [REDACTED] is not exercised), the following persons will have an interest or short position in the Shares and/or underlying Shares of the Company which would fall to be disclosed to the Company under the provisions of Divisions 2 and 3 of Part XV of the SFO, or will be, directly or indirectly, interested in 5% or more of the issued voting Shares of the Company.

<u>Name of shareholders</u>	<u>Capacity and nature of interest</u>	<u>Shares held as of the Latest Practicable Date</u>		<u>Shares immediately following the [REDACTED]⁽¹⁾</u>	
		<u>in A Shares</u>	<u>in total issued share capital</u>	<u>in A Shares</u>	<u>in total issued share capital</u>
Mr. Yuan Yonggang ⁽²⁾	Beneficial owner	16.53%	16.53%	[16.53]%	[REDACTED]%
Mr. Yuan Yongfeng ⁽²⁾	Beneficial owner	13.51%	13.51%	[13.51]%	[REDACTED]%

Note:

- (1) The calculation is based on the total number of [REDACTED] Shares in issue immediately following the completion of the [REDACTED] (assuming the [REDACTED] is not exercised).
- (2) As of the Latest Practicable Date, Mr. Yuan Yonggang pledged 104,828,000 A Shares, representing approximately 5.72% of the total issued share capital of the Company and Mr. Yuan Yongfeng pledged 56,883,800 A Shares, representing approximately 3.11% of the total issued share capital of the Company. For details, see “—Share Pledges by Mr. Yuan Yonggang and Mr. Yuan Yongfeng” of this section.

Except as disclosed above, our Directors are not aware of any other person who will, immediately following the completion of the [REDACTED] (assuming the [REDACTED] is not exercised), have any interest and/or short positions in the Shares or underlying shares of our Company which would fall to be disclosed to us pursuant to the provisions of Divisions 2 and 3 of Part XV of the SFO, or, will be, directly or indirectly, interested in 5% or more of the nominal value of any class of our share capital carrying rights to vote in all circumstances at general meetings of our Company.

SHARE PLEDGES BY MR. YUAN YONGGANG AND MR. YUAN YONGFENG

Mr. Yuan Yonggang and Mr. Yuan Yongfeng have from time to time pledged the A Shares they owned to certain PRC securities companies regulated by the CSRC as collateral in order to obtain financing for their own capital needs. As of the Latest Practicable Date, Mr. Yuan Yonggang pledged 104,828,000 A Shares, representing approximately 5.72% of the total issued share capital of the Company and Mr. Yuan Yongfeng pledged 56,883,800 A Shares, representing approximately 3.11% of the total issued share capital of the Company.

To the best knowledge of our Directors having made all reasonable enquiries, there has not been any adverse credit records against Mr. Yuan Yonggang or Mr. Yuan Yongfeng in respect of any breach of repayment obligations under its indebtedness.

Each of Mr. Yuan Yonggang and Mr. Yuan Yongfeng has confirmed that, if there is a risk of default or other circumstances that may give rise to the enforcement of the pledged A Shares, Mr. Yuan Yonggang and Mr. Yuan Yongfeng shall take all necessary actions, such as provision of additional collaterals and repayment of loans, to avoid such enforcement.

The Group has assigned dedicated staff to closely monitor any changes in any pledge, disposal or creation of encumbrance over shares held by the Largest Group of Shareholders. The Largest Group of Shareholders shall also inform the Company of (i) the number of shares pledged, (ii) the loan balance, margin ratio and covenant status, and (iii) any risk triggers (e.g., market price declines or covenant breaches) immediately after such occasions for monitoring and ensuring compliance with Rule 10.07 of the Listing Rules. The Company also closely monitors the daily updates on share pledge provided by China Securities Depository and Clearing Corporation Limited to ensure compliance with relevant laws and regulations.