DEFINITIONS

In this document, unless the context otherwise requires, the following terms shall have the meanings set forth below. Certain technical terms are explained in "Glossary of Technical Terms" in this document.

"2023 Restricted Share Incentive Scheme"	the 2023 Restricted Share Incentive Scheme (2023年限制性股票激勵計劃), the principal terms of which are set out in the section headed "Statutory and General Information — 4. Restricted Share Incentive Schemes — 2023 Restricted Share Incentive Scheme" in Appendix VI in this document
"2026 Restricted Share Incentive Scheme"	the 2026 Restricted Share Incentive Scheme (2026年限制性股票激勵計劃), the principal terms of which are set out in the section headed "Statutory and General Information — 4. Restricted Share Incentive Schemes — 2026 Restricted Share Incentive Scheme" in Appendix VI in this document
"A Share(s)"	ordinary shares issued by our Company, with a nominal value of RMB1.00 each, which are listed on the Shenzhen Stock Exchange and traded in Renminbi
"Accountants' Report"	the accountants' report of our Company for the Track Record Period, details of which is set out in Appendix I
"affiliate(s)"	with respect to any specified person, any other person, directly or indirectly, controlling or controlled by or under direct or indirect common control with such specified person
"AFRC"	the Accounting and Financial Reporting Council of Hong Kong
"Articles" or "Articles of Association"	the articles of association of our Company, as amended, which shall become effective on the [**REDACTED**], a summary of which is set out in Appendix V to this document
"associate(s)"	has the meaning ascribed thereto under the Listing Rules
"Audit Committee"	the audit committee of the Board
"Board" or "Board of Directors"	the board of Directors of our Company
"Brazilian Legal Advisors"	Pinheiro Neto Advogados, acting as legal counsel as to Brazilian law to our Company
"business day"	a day on which banks in Hong Kong are generally open to the public for normal banking business and which is not a Saturday, Sunday or public holiday in Hong Kong

[**REDACTED**]

"CCASS"	the Central Clearing and Settlement System established and operated by HKSCC
"China", "PRC" or "Chinese Mainland"	the People's Republic of China (中華人民共和國), for the purpose of this document and for geographical reference only, except where the context requires, references in this document to "China", the "PRC" and "Chinese Mainland" do not apply to Hong Kong, Macau Special Administrative Region of the PRC and Taiwan, China
"CIC" or "Industry Consultant"	China Insights Industry Consultancy Limited, an Independent Third Party, and a market research firm engaged by our Company to prepare an industry report, the details of which are set out in the section headed "Industry Overview" in this document
"CIC Report"	an independent market research report commissioned by our Company and prepared by CIC for the purpose of this document
"close associate(s)"	has the meaning ascribed to it under the Listing Rules
"Companies Ordinance"	the Companies Ordinance (Chapter 622 of the Laws of Hong Kong), as amended, supplemented or otherwise modified from time to time
"Companies (Winding Up and Miscellaneous Provisions) Ordinance" or "CWUMPO"	the Companies (Winding Up and Miscellaneous Provisions) Ordinance (Chapter 32 of the Laws of Hong Kong), as amended, supplemented or otherwise modified from time to time
"Company", "our Company", or "the Company"	Shenzhen Longsys Electronics Co., Ltd. (深圳市江波龍電子股份有限公司) (formerly known as "Shenzhen Longsys Electronics Company Limited (深圳市江波龍電子有限公司)), a PRC company established on April 27, 1999 and converted into a joint stock limited liability company on September 30, 2018, the A Shares of which have been listed on the Shenzhen Stock Exchange (stock code: 301308)
"Comprehensively Sanctioned Countries"	any country or territory subject to a general and comprehensive export, import, financial or investment embargo under sanctions related law or regulation of the Sanctions Relevant Jurisdiction. For the purpose of this document, Comprehensively Sanctioned Countries include Cuba, Iran, North Korea, Syria, the Crimea Region of Russia/Ukraine, the self-proclaimed Luhansk People's Republic (LPR) and Donetsk People's Republic (DPR) regions and Zaporizhzhia and Kherson regions

"Concert Party Agreement"	the concert party agreement dated August 9, 2021 entered into by Mr. Cai and Ms. Cai, pursuant to which the parties agreed, inter alia, that they shall act in concert in general meetings or Board meetings of the Company since the date of the agreement. For further details, please refer to the section headed "History and Corporate Structure — Concert Party Arrangement" in this document
"connected person(s)"	has the meaning ascribed to it under the Listing Rules
"connected transaction(s)"	has the meaning ascribed to it under the Listing Rules
"Controlling Shareholder(s)"	has the meaning ascribed to it under the Listing Rules, and unless the context otherwise requires, refers to Mr. Cai and Ms. Cai. For further details, please refer to the section headed "Relationship with our Controlling Shareholders" in this document
"core connected person(s)"	has the meaning ascribed to it under the Listing Rules
"CSRC"	the China Securities Regulatory Commission (中國證券監督管理委員會)
"Director(s)"	the director(s) of our Company
"EIT"	the enterprise income tax
"EIT Law"	the PRC Enterprise Income Tax Law (《中華人民共和國 企業所得稅法》), which was promulgated on March 16, 2007, came into effect on January 1, 2008, and was most recently amended on December 29, 2018 becoming effective on the same date
"Employee Incentive Platform(s)"	the employee incentive platforms at the Company level, namely Longjian Management, LongXi No. 1, LongXi No. 2, LongXi No. 3 and/or LongXi No. 5
"ESG"	environmental, social and governance
"Euro", "EUR" or "€"	the lawful currency of the European Union
"Extreme Conditions"	extreme conditions caused by a super typhoon as announced by the government of Hong Kong

[**REDACTED**]

[**REDACTED**]

"Group", "our Group", "the Group", "we", "us", or "our"	our Company and our subsidiaries from time to time, and where the context requires, in respect of the period prior to our Company becoming the holding company of its present subsidiaries, such subsidiaries as if they were subsidiaries of our Company at the relevant time
"Guide for New Listing Applicants"	the Guide for New Listing Applicants issued by the Hong Kong Stock Exchange in December 2023
"H Share(s)"	shares in the share capital of our Company, with a nominal value of RMB1.00 each, to be [**REDACTED**] and [**REDACTED**] on the Hong Kong Stock Exchange

[**REDACTED**]

"HK" or "Hong Kong"	the Hong Kong Special Administrative Region of the PRC
"HK$", "HK dollars" or "Hong Kong dollars"	Hong Kong dollars, the lawful currency of Hong Kong

[**REDACTED**]

[**REDACTED**]

"Hong Kong Takeovers Code" or "Takeovers Code"	Codes on Takeovers and Mergers and Share Buy-backs issued by the SFC

[**REDACTED**]

"IFRS"	International Financial Reporting Standards, as issued by the International Accounting Standards Board
"Independent Third Party(ies)"	person(s) or company(ies), who/which, to the best of our Directors' knowledge, information and belief, is/are not our connected persons

[**REDACTED**]

"International Sanctions Legal Advisor"	Hogan Lovells International LLP, our legal advisor as to international sanctions laws and U.S. Outbound Investment Rule in connection with [**REDACTED**]

[**REDACTED**]

"Joint Sponsors"	the joint sponsors as named in the section headed "Directors and Parties Involved in the [**REDACTED**]" in this document
"KRW"	Korean Republic won, the lawful currency of the Republic of Korea
"Latest Practicable Date"	May 25, 2026, being the latest practicable date for ascertaining certain information in this document before its publication

[**REDACTED**]

"Listing Committee"	the Listing Committee of the Hong Kong Stock Exchange

[**REDACTED**]

"Listing Rules" or "Hong Kong Listing Rules"	the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited
"Longforce Suzhou"	Longforce Technology (Suzhou) Co., Ltd. (元成科技(蘇州)有限公司) (formerly known as "Powertech Technology (Suzhou) Co., Ltd. (力成科技(蘇州)有限公司)" ("**Powertech Suzhou**"), a limited liability company established in the PRC on August 31, 1995, and a non-wholly-owned subsidiary of our Company

"Longjian Management"	Ningbo Longjian Self-funded Investment Partnership (Limited Partnership)* (寧波龍艦自有資金投資合夥企業(有限合夥)) (formerly known as Shenzhen Longjian Management Consulting Partnership (Limited Partnership)* (深圳市龍艦管理諮詢企業(有限合夥)), a limited partnership established in the PRC on November 22, 2017 and our Employee Incentive Platforms
"LongXi No. 1"	Ningbo Longxi No. 1 Self-funded Investment Partnership (Limited Partnership)* (寧波龍熹一號自有資金投資合夥企業(有限合夥)) (formerly known as Shenzhen LongXi No. 1 Investment Partnership (Limited Partnership)* (深圳市龍熹一號投資企業(有限合夥)), a limited partnership established in the PRC on November 22, 2017 and our Employee Incentive Platforms
"LongXi No. 2"	Ningbo Longyi Self-funded Investment Partnership (Limited Partnership)* (寧波龍乙自有資金投資合夥企業(有限合夥)) (formerly known as Shenzhen LongXi No. 2 Investment Partnership (Limited Partnership)* (深圳市龍熹二號投資企業(有限合夥)), a limited partnership established in the PRC on November 24, 2017 and our Employee Incentive Platforms
"LongXi No. 3"	Ningbo Longxi No. 3 Self-funded Investment Partnership (Limited Partnership)* (寧波龍熹三號自有資金投資合夥企業(有限合夥)) (formerly known as Shenzhen LongXi No. 3 Investment Partnership (Limited Partnership)* (深圳市龍熹三號投資企業(有限合夥)), a limited partnership established in the PRC on November 22, 2017 and our Employee Incentive Platforms
"LongXi No. 5"	Ningbo Longxi No. 5 Self-funded Investment Partnership (Limited Partnership)* (寧波龍熹五號自有資金投資合夥企業(有限合夥)) (formerly known as Shenzhen LongXi No. 5 Consulting Partnership (Limited Partnership)* (深圳市龍熹五號諮詢企業(有限合夥)), a limited partnership established in the PRC on August 8, 2019 and our Employee Incentive Platforms
"Main Board"	the stock exchange (excluding the option market) operated by the Hong Kong Stock Exchange which is independent from and operates in parallel with the Growth Enterprise Market of the Hong Kong Stock Exchange
"Ministry of Finance" or "MOF"	Ministry of Finance of the PRC (中華人民共和國財政部)
"MOFCOM"	Ministry of Commerce of the PRC (中華人民共和國商務部)
"Mr. Cai"	Mr. Cai Huabo (蔡華波先生), chairman of the Board, executive Director, general manager and one of our Controlling Shareholders

"Ms. Cai"	Ms. Cai Lijiang (蔡麗江女士), the elder sister of Mr. Cai and one of our Controlling Shareholders
"NDRC"	National Development and Reform Commission of the PRC (中華人民共和國國家發展和改革委員會)
"Nomination Committee"	the nomination committee of the Board
"NPC"	the National People's Congress of the PRC (中華人民共和國全國人民代表大會)
"OFAC"	the U.S. Department of Treasury's Office of Foreign Assets Control

[**REDACTED**]

"PBOC"	the People's Bank of China (中國人民銀行), the central bank of the PRC
"PRC Company Law"	the Company Law of the PRC, as amended, modified and/or otherwise supplemented from time to time

"PRC GAAP"	generally accepted accounting principles in the PRC
"PRC government" or "State"	the central government of the PRC and all governmental subdivisions (including provincial, municipal and other regional or local government entities) and instrumentalities thereof or, where the context requires, any of them
"PRC Legal Advisor"	Zhong Lun Law Firm, acting as legal counsel as to PRC law to our Company

[**REDACTED**]

"province"	a province or, where the context requires, a provincial level autonomous region or municipality, under the direct supervision of the central government of the PRC
"QIB"	a qualified institutional buyer within the meaning of Rule 144A
"R&D"	research and development
"Regulation S"	Regulation S under the U.S. Securities Act
"Remuneration and Evaluation Committee"	the remuneration and evaluation committee of the Board
"Restricted Share Incentive Schemes"	collectively, the 2023 Restricted Share Incentive Scheme and the 2026 Restricted Share Incentive Scheme
"RMB" or "Renminbi"	Renminbi, the lawful currency of Chinese Mainland
"Rule 144A"	Rule 144A under the U.S. Securities Act
"SAFE"	the State Administration for Foreign Exchange of the PRC (中華人民共和國國家外匯管理局)
"Sanctioned Target"	any person or entity (i) designated on any list of targeted persons or entities issued under the sanctions-related law or regulation of a Sanctions Relevant Jurisdiction; (ii) that is, or is owned or controlled by, a government of a Comprehensively Sanctioned Countries; or (iii) that is the target of sanctions under the law or regulation of a Sanctions Relevant Jurisdiction because of a relationship of ownership, control, or agency with a person or entity described in (i) or (ii)

"Sanctions Relevant Jurisdiction"	any jurisdiction that is relevant to the Company and has sanctions related law or regulation restricting, among other things, its nationals and/or entities which are incorporated or located in that jurisdiction from directly or indirectly making assets or services available to or otherwise dealing in assess or certain countries, governments, person or entities targeted by such law or regulation. For the purpose of this document, Sanctions Relevant Jurisdictions include the U.S., the European Union, the United Kingdom, the United Nation and Australia
"Sanctions Relevant Person"	the Company, together with its investors and shareholders and persons who might, directly or indirectly, be involved in permitting the listing, trading, clearing and settlement of its shares, including the Stock Exchange and related group companies
"SAT"	the State Administration of Taxation of the PRC (中華人民共和國國家稅務總局)
"SDN"	any entity designated on the list of Specially Designated Nationals and Blocked Persons
"Secondary Sanctionable Activity"	certain activity by the Company that may result in the imposition of sanctions against the Sanctions Relevant Person(s) by a Sanctions Relevant Jurisdiction (including designation as a Sanctioned Target or the imposition of penalties), even though the Company is not incorporated or located in that Sanctions Relevant Jurisdiction and does not otherwise have any nexus sutra that Sanctions Relevant Jurisdiction
"Securities Law"	the Securities Law of the PRC (中華人民共和國證券法), as amended, supplemented or otherwise modified from time to time
"SFC"	Securities and Futures Commission of Hong Kong
"SFO" or "Securities and Futures Ordinance"	Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong), as amended, supplemented or otherwise modified from time to time
"Share(s)"	ordinary share(s) in the share capital of our Company, with a nominal value of RMB1.00 each, comprising A Shares and H Shares
"Shareholder(s)"	holder(s) of the Share(s)
"Shenzhen-Hong Kong Stock Connect"	a securities trading and clearing links program developed by the Hong Kong Stock Exchange, Shenzhen Stock Exchange, HKSCC and China Securities Depository and Clearing Corporation Limited for mutual market access between Hong Kong and Shenzhen

[**REDACTED**]

"State Council"	the State Council of the PRC (中華人民共和國國務院)
"Stock Exchange" or "Hong Kong Stock Exchange"	The Stock Exchange of Hong Kong Limited
"Strategy and ESG Committee"	the strategy and ESG committee of the Board
"subsidiary" or "subsidiaries"	has the meaning ascribed to it in section 15 of the Companies Ordinance
"substantial shareholder(s)"	has the meaning ascribed to it in the Listing Rules
"Track Record Period"	the years ended December 31, 2023, 2024 and 2025
"Trial Measures"	the Trial Administrative Measures of Overseas Securities Offering and Listing by Domestic Companies (《境內企業境外發行證券和上市管理試行辦法》), promulgated by the CSRC on February 17, 2023
"U.S.", "US" or "United States"	the United States of America, its territories, its possessions and all areas subject to its jurisdictions
"U.S. dollars", "US dollars", "US$" or "USD"	United States dollars, the lawful currency of the United States
"U.S. Securities Act"	United States Securities Act of 1933 and the rules and regulations promulgated thereunder

[**REDACTED**]

"VAT"	value-added tax

[**REDACTED**]

"Zilia Eletrônicos"	Zilia Technologies Indústria e Comércio de Componentes Eletrônicos Ltda. (formerly known as "SMART Modular Technologies do Brasil-Indústria e Comércio de Componentes Ltda." ("**SMART Brazil**"), a company established in Brazil on October 19, 2009, and a wholly-owned subsidiary of our Company
"Zilia Semicondutores"	Zilia Technologies Indústria de Componentes Semicondutores Ltda. (formerly known as "SMART Modular Technologies Indústria de Componentes Eletrônicos Ltda."), a company established in Brazil on February 5, 2004, and a wholly-owned subsidiary of our Company
"%"	per cent

Unless otherwise specified, in this document:

(a) certain amounts and percentage figures have been subject to rounding adjustments; accordingly, figures shown as totals in certain tables may not be an arithmetic aggregation of the figures preceding them; and

(b) for ease of reference, the names of PRC laws and regulations, governmental authorities, institutions, natural persons or other entities (including certain of our subsidiaries) have been included in this document in both the Chinese and English languages and in the event of any inconsistency, the Chinese versions shall prevail. English translations of company names and other terms from the Chinese language are provided for identification purposes only.