China Hongguang Holdings Limited

中國宏光控股有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 8646)

SUPPLEMENTAL ANNOUNCEMENT IN RELATION TO ANNUAL REPORT 2024

References are made to the Annual Report 2024 of China Hongguang Holdings Limited (the "**Company**", together with its subsidiaries, the "**Group**") dated 31 March 2025 (the "**Annual Report**"). Unless otherwise stated, capitalised terms used in the shall have the same meanings as those defined in the Annual Report.

In addition to the information provided in the Annual Report, the board of directors (the "Board") of the Company wishes to provide to the shareholders and potential investors of the Company with the following additional information in relation to the Share Option Scheme, adopted by the Company on 30 June 2023, in accordance with the provisions of Chapter 23 of the GEM Listing Rules.

1. Maximum Numbers of Shares

The total number of Shares which may be issued in respect of all Options which may be granted at any time under the Share Option Scheme together with options and awards which may be granted under any other schemes of the Company shall not exceed such number of Shares as equals 10% of the Shares in issue as at the date of adoption of the Share Option Scheme on 30 June 2023 (the "**Scheme Mandate Limit**"). Options lapsed in accordance with the terms of the Share Option Scheme will not be regarded as utilised for the purpose of calculating the Scheme Mandate Limit. Having considered the issued shares on the adoption date of the Share Option Scheme, the total number of Shares which may be issued upon exercise of all Options to be granted under the Share Option Scheme together with all options and awards which may be granted under any other share schemes for the time being of the Company would be 39,900,000 Shares, representing approximately 8.69% of the issued Shares as at the date of the annual report (i.e. 31 March 2025).

No Option has been granted, exercised, cancelled or lapsed under the Share Option Scheme since the date of adoption and up to 31 March 2025 and thereafter up to the date of this annual report. Accordingly, the total number of Shares available for issue under the Share Option Scheme is 39,900,000 Shares, representing the Scheme Mandate Limit.

2. *Maximum Entitlement of Each Eligible Participant*

Where any grant of an Option to an Eligible Participant would result in the Shares issued and to be issued in respect of all options and awards granted to such Eligible Participant (excluding any options and awards lapsed in accordance with the terms of the relevant schemes) in the twelve (12)-month period up to and including the date of such grant representing in aggregate over 1% of the Shares in issue, such grant must be separately approved by the Shareholders in a general meeting of the Company with such Eligible Participant and the person's close associates (or associates if the Eligible Participant is a connected person) abstaining from voting.

3. *Time of Exercise of Options*

Subject to the terms of the Share Option Scheme, an Option may be exercised in whole or in part at any time during the Option Period, provided that such period shall not go beyond the day immediately prior to the tenth anniversary of the offer date with respect of the relevant Option.

The Board may at its discretion specify any condition in the offer letter at the grant of the relevant Option which must be satisfied before an Option may be exercised.

4. *Vesting Period*

Save for the circumstances prescribed below, an Option must be held by the Grantee for a period that is not shorter than the Minimum Period before the Option can be exercised.

The Board may at its discretion grant Options with a vesting period shorter than the Minimum Period in the following circumstances: (1) grants of "make-whole" Options to new joiners to replace the share options they forfeited when leaving the previous employers; (2) grants to an Eligible Participant whose employment is terminated due to death or occurrence of any out of control event; (3) grants that are made in batches during a year for administrative and compliance reasons, which include Options that should have been granted earlier if not for such administrative or compliance reasons but had to wait for subsequent batch; (4) grants of Options with a mixed or accelerated vesting schedule such as where the Options may vest evenly over a period of twelve (12) months; or (5) grants with performance-based vesting conditions in lieu of time-based vesting criteria.

5. *Amount payable on application or acceptance of the Option and the period within which payments or calls must or may be made, or loans for such purposes must be repaid*

An Offer shall remain open for acceptance by the eligible participant concerned (and by no other person, including the eligible participant's personal representative) for a period of thirty (30) days from the date of offer. During such thirty (30) day period, an Offer shall be deemed to have been accepted by an eligible participant concerned in respect of all the Shares which are offered to such eligible participant when the duplicate letter comprising acceptance of the Offer duly signed by the eligible participant, together with a payment in favour of the Company of HK$1.00 as consideration for the grant thereof, is received by the Company.

6. *Exercise price*

The exercise price for Shares to be subscribed may be determined by the Board at its absolute discretion, provided that it shall not be less than the highest of: (1) the closing price of the Shares as shown in the daily quotations sheet of the Stock Exchange on the offer date, which must be a Business Day; (2) the average of the closing prices of the Shares as shown in the daily quotations sheets of the Stock Exchange for the five (5) consecutive days on which the Shares are traded on the Stock Exchange immediately preceding the offer date; and (3) the nominal value of the Share on the offer date.

7. *Period of Share Option Scheme*

The Share Option Scheme shall be valid and effective until the close of business of the Company on the termination date ("**Termination Date**", being the date which falls on the date immediately prior to the tenth anniversary of the date of adoption of the Share Option Scheme on 30 June 2023), after which period no further Options will be granted but the provisions of the Share Option Scheme shall remain in force to the extent necessary to give effect to the exercise of any Options granted on or prior to the said Termination Date or otherwise as may be required in accordance with the provisions of the Share Option Scheme.

Save as disclosed above, all other information contained in the Annual Report remains unchanged and continues to be valid for all purposes. This announcement is a supplement to, and should be read in conjunction with, the Annual Report.

By Order of the Board
China Hongguang Holdings Limited
LIN Weishan
Chairwoman and Executive Director

Hong Kong, 8 September 2025

As at the date of this announcement, the executive Directors are Mr. WEI Jiakun, Ms. LIN Weishan and Ms. LI Wanna; and the independent non-executive Directors are Ms. MAO Shue, Mr. JIA Xiaogang and Mr. WU Yong.