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**HARVEST INTERNATIONAL COMPANY**

*(incorporated in the Cayman Islands with limited liability)*

**HK\$8,000,000,000 Zero Coupon Guaranteed Convertible Bonds due 2022**

**(Stock Code: 5024; ISIN: XS1716796641)**

**(the "Bonds")**

*unconditionally and irrevocably guaranteed by*

**Haier**

**HAIER SMART HOME CO., LTD. (海爾智家股份有限公司)**

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

**convertible into the ordinary H shares of HAIER SMART HOME CO., LTD. (海爾智家股份有限公司) (Stock Code: 6690) ("Shares")**

**PARTIAL CANCELLATION OF THE BONDS DUE TO CONVERSION**

Reference is made to the announcements dated 31 July 2020, 18 August 2020 and 28 August 2020 (together, the "**Consent Solicitation Announcements**") made by Harvest International Company (the "**Issuer**") relating to the notice of a meeting dated 31 July 2020 given by the Issuer, Haier Smart Home Co., Ltd. (the "**Guarantor**"), Haier Shareholdings (Hong Kong) Limited and FLOURISHING REACH LIMITED to holders (the "**Bondholders**") of the HK\$8,000,000,000 Zero Coupon Guaranteed Convertible Bonds due 2022 convertible into the ordinary H shares of Haier Smart Home Co., Ltd. (the "**Bonds**") (formerly referred to as HK\$8,000,000,000 Zero Coupon Guaranteed Exchangeable Bonds due 2022 exchangeable into the ordinary shares of Haier Electronics Group Co., Ltd.) in connection with the solicitation of consents by an extraordinary resolution of the Bondholders for approval of certain amendments to the terms and conditions of the Bonds and the trust deed constituting the Bonds (the "**Consent Solicitation**") and the results of the Bondholders' meeting and the Consent Solicitation. Terms and expressions used but not defined herein have the respective meanings given to them in the Consent Solicitation Announcements. For further details of the

Consent Solicitation and the EB-to-CB Proposal, please refer to the Consent Solicitation Announcements and the Consent Solicitation Memorandum.

Pursuant to Rule 37.48(a) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited ("**Listing Rules**"), the Issuer announces that, as at 9 February 2021, an aggregate principal amount of HK\$4,441,000,000, representing approximately 55.51% of the initial aggregate principal amount of the Bonds, had been converted at the prevailing adjusted conversion price of approximately HK\$18.8369 per Share and cancelled in accordance with the terms and conditions of the Bonds (the "**Conditions**"). As a result of the exercise of the conversion rights by the Bondholders, a total number of 235,760,628 Shares, representing approximately 2.61% of the total issued share capital of the Guarantor as at 31 January 2021, have been issued and credited as fully paid.

As at the date of this announcement, the aggregate principal amount of the Bonds remaining outstanding is HK\$3,552,000,000 ("**Outstanding Bonds**"), representing approximately 44.40% of the initial aggregate principal amount of the Bonds. Assuming full conversion of the Outstanding Bonds at the prevailing adjusted conversion price of approximately HK\$18.8369 per Share (subject to adjustments), Shares resulting from such conversion will amount to approximately 2.09% of the total issued share capital of the Guarantor as at 31 January 2021.

Pursuant to Rule 37.48(a) of the Listing Rules, the Issuer will make further announcements for every subsequent 5% interval of the initial aggregate principal amount of the Bonds which had been converted and cancelled in accordance with the Conditions.

Harvest International Company  
Board of Directors

Hong Kong, 10 February 2021

*As at the date of this announcement, the directors of Harvest International Company are WANG Ningning and WANG Rongli.*

*As at the date of this announcement, the executive directors of Haier Smart Home Co., Ltd. are LIANG Haishan and LI Huagang, the non-executive directors are TAN Lixia, WU Changqi and LIN Sui and the independent non-executive directors are DAI Deming, CHIEN Da-Chun and WONG Hak Kun.*