21世紀教育
21ST CENTURY EDUCATION

China 21st Century Education Group Limited
中國21世紀教育集團有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 1598)

SUPPLEMENTAL ANNOUNCEMENT TO THE ANNUAL REPORT FOR THE YEAR ENDED 31 DECEMBER 2020

Reference is made to the Group's annual report published on 30 April 2021 for the year ended 31 December 2020 (the "**Annual Report**"). Unless otherwise stated, capitalised terms used herein shall bear the same meanings as defined in the Annual Report.

SHARE OPTION SCHEME

In addition to the information provided in the Annual Report, the following set out certain supplemental information:

(1) as at 31 December 2020, the total number of Shares available for issue under the Share Option Scheme was 120,000,000 Shares, representing approximately 10.28% of the issued shares of the Company as at the date of the Annual Report.

(2) As provided in the Share Option Scheme, the period within which the Shares must be taken up under an Option shall be the period of time to be notified by the Board to each grantee at the time of making an offer, which shall be determined by the Board in its absolute discretion at the time of grant, but such period must not exceed 10 years from the date of grant of the relevant Option.

(3) Furthermore, on 5 November 2020, the Company granted a total of 4,272,000 Options to seven non-employees who acted as consultants to the Company (the "**Consultants**"). These Consultants had provided various services to the Company, including (i) consultation on the Group's business development and potential acquisitions; (ii) offering advices on the operation, strategies, financial and taxation aspects of the new businesses of the Group; and (iii) introduction of prospective investors.

The Board believes that the grant of Options to the Consultants will help motivate these non-employees to optimize their future contributions to the Group and to reward them for their past contributions. The grant of Options by the Company is to incentivize the Consultants to help the Group expand its business network, acquire and explore new business projects and opportunities, and to provide continuous services to the Group and maintain a long-term relationship with the Group.

PENSION SCHEME

As disclosed in the Annual Report, the employees of the Group's subsidiaries which operate in the PRC are required to participate in a central pension scheme (being a defined contribution scheme) operated by the local municipal government. These subsidiaries are required to contribute a certain percentage of its payroll costs to the central pension scheme.

The contributions by the Group for the defined contribution scheme above are charged to the statement of profit or loss as they become payable in accordance with the rules of the respective defined contribution scheme. The only obligation of the Group with respect to such defined contribution scheme is to make the specified contributions. During the year ended 31 December 2020, there was no forfeited contributions under the defined contribution scheme above which may be used by the Group to reduce the contribution payable.

The Board confirms that the additional information stated herein does not affect other information contained in the Annual Report and the contents of the Annual Report remain correct and unchanged.

By order of the Board
China 21st Century Education Group Limited
Li Yunong
Chairman

Hong Kong, 11 October 2021

As at the date of this announcement, executive Directors are Mr. Li Yunong, Ms. Liu Hongwei, Mr. Ren Caiyin, Ms. Yang Li and Mr. Li Yasheng; and independent non-executive Directors are Mr. Guo Litian, Mr. Yao Zhijun and Mr. Wan Joseph Jason.