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This announcement is made pursuant to section 9(2) of the Securities and Futures (Price Stabilizing) Rules (Chapter 571W of the Laws of Hong Kong).

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Unless otherwise defined in this announcement, capitalized terms used herein shall have the same meanings as those defined in the Prospectus.



STABILISING ACTIONS, END OF STABILISATION PERIOD AND LAPSE OF THE OVER-ALLOTMENT OPTION

STABILISING ACTIONS AND END OF STABILISATION PERIOD

The Company announces that the stabilisation period in connection with the Global Offering ended on Sunday, 26 December 2021, being the 30th day after the last day for the lodging of applications under the Hong Kong Public Offering.

Further information of the stabilising actions undertaken by Merrill Lynch (Asia Pacific) Limited through its affiliates, the Stabilising Manager, or any person acting for it, during the stabilisation period is set out in this announcement.

LAPSE OF THE OVER-ALLOTMENT OPTION

The Joint Global Coordinators (on behalf of the International Underwriters) did not exercise the Over-allotment Option during the stabilisation period, and the Over-allotment Option lapsed on Sunday, 26 December 2021.

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The stabilising actions undertaken by Merrill Lynch (Asia Pacific) Limited through its affiliates, the Stabilising Manager, or any person acting for it, during the stabilisation period are set out below:

- (i) over-allocations of an aggregate of 2,400,000 Shares in the International Offering, representing 15% of the number of Offer Shares initially available under the Global Offering (before any exercise of the Over-allotment Option);
- (ii) the borrowing of an aggregate of 2,400,000 Shares from NetEase, Inc. pursuant to the Stock Borrowing Agreement to cover the over-allocations in the International Offering; and
- (iii) successive purchases of an aggregate of 2,400,000 Shares at the price range of HK\$187.90 to HK\$205.00 per Share (exclusive of brokerage of 1.0%, SFC transaction levy of 0.0027% and Stock Exchange trading fee of 0.005%) on the market during the stabilisation period, representing 15% of the number of Offer Shares initially available under the Global Offering (before any exercise of the Over-allotment Option) to facilitate the return of 2,400,000 Shares borrowed from NetEase, Inc. pursuant to the Stock Borrowing Agreement. The last purchase made by the Stabilising Manager, or any person acting for it, on the market during the stabilisation period was on 9 December 2021 at the price of HK\$203.80 per Share (exclusive of brokerage of 1.0%, SFC transaction levy of 0.0027% and Stock Exchange trading fee of 0.005%).

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PUBLIC FLOAT

Immediately after the end of the stabilisation period, the Company will continue to comply with the public float requirements under Rule 8.08(1)(a) of the Listing Rules pursuant to which at least 25% of the Company's total number of issued Shares must at all times be held by the public.

By order of the Board
Cloud Village Inc.
Mr. William Lei Ding
Chairman of the Board

Hong Kong, Monday, 27 December 2021

As at the date of this announcement, the Board comprises Mr. William Lei Ding, Mr. Yong Li and Ms. Yanfeng Wang as executive directors, Mr. Yat Keung Li, Mr. Dewei Zheng and Mr. Feng Yu as non-executive directors, and Mr. Ying Kit Caleb Lo, Mr. Xianfeng Gu and Mr. Zhong Xu as independent non-executive directors.