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Desun Real Estate Investment Services Group Co., Ltd.

德商產投服務集團有限公司

(incorporated in the Cayman Islands with limited liability)

(Stock Code: 2270)

CHANGE OF CHIEF EXECUTIVE OFFICER

The board (the “**Board**”) of directors (the “**Directors**”) of Desun Real Estate Investment Services Group Co., Ltd. (the “**Company**”, and together with its subsidiaries, the “**Group**”) announces that Mr. Zhou Youbo (周尤波) (“**Mr. Zhou**”) has tendered his resignation as Chief Executive Officer (“**CEO**”) of the Company to focus on his other personal business development. Mr. Zhou has ceased to perform the duties as CEO with effect from 2 March 2022.

Mr. Zhou has confirmed that he had no claims against the Company for fees, compensation for loss of office, remuneration, severance payments, pension, expenses or otherwise and there was no disagreement with the Board and there are no other matters relating to his resignation that needs to be brought to the attention of the holders of securities of the Company and The Stock Exchange of Hong Kong Limited (the “**Stock Exchange**”).

The Board would like to take this opportunity to thank Mr. Zhou for his valuable contributions to the Company during his tenure of office.

Following the resignation of Mr. Zhou, the Board further announces that with effect from 2 March 2022, Mr. Zhang Zhicheng (張志成) (“**Mr. Zhang**”) who is an executive Director and the chairman of the Board has been appointed as the CEO. Save for his new role as the CEO, there will be no change to Mr. Zhang’s other offices in the Group.

Mr. Zhang, aged 51, joined the Group in September 2020 as a director and chairman of the board of directors of Chengdu Desun Real Estate Investment Property Service Co., Ltd (成都德商產投物業服務有限公司), an indirect wholly-owned subsidiary of the Company. He was appointed as a Director on 10 December 2020 and was re-designated as executive Director on 18 March 2021. He was also appointed as the

chairman of the Board on the same day. Mr. Zhang is responsible for providing strategic and directional guidance and advising on corporate governance to the Group and the Board.

Mr. Zhang has more than 20 years of experience in real estate and property management industry. Prior to joining our Group, Mr. Zhang worked at the Housing Management Bureau of Qingbaijiang District from July 1999 to July 2002. From July 2002 to August 2010, Mr. Zhang served as a department head, vice president, president and chairman of the board of directors of Chengdu Jiabao Management Consulting Co., Ltd* (成都市嘉寶管理顧問有限公司), a company engaged in real estate management and consultancy business, where he was responsible for managing the operation of the company. From August 2010 to June 2014, Mr. Zhang served as a vice chairman of the board and president of Sichuan Languang Industrial Group Co., Ltd* (四川藍光實業集團有限公司) (subsequently known as Languang Investment Holding Group Limited Co., Ltd (藍光投資控股集團有限公司)), a company engaged in corporate investment services, where he was responsible for managing the operation of the company. From June 2014 to April 2015, Mr. Zhang served as vice chairman of the board and president of Sichuan Languang Hejin Industrial Co., Ltd* (四川藍光和駿實業股份有限公司), a company engaged in real estate investment, where he was responsible for managing the operation of the company. From April 2015 to May 2017, Mr. Zhang served as the vice chairman and the president of Sichuan Languang Development Co., Ltd. (四川藍光發展股份有限公司), a company listed on the Shanghai Stock Exchange (stock code: 600466.SH) and engaged in real estate development business, where he was mainly responsible for managing the business operation of the company. From August 2017 to October 2019, Mr. Zhang served as the president of Chengdu Chengming Construction Project Management Co., Ltd (成都城銘建設項目管理有限公司), a company engaging in construction consultation, but Mr. Zhang was not involved in the daily operation. From November 2019 to September 2020, Mr. Zhang served as the president of Tongxin Real Estate Group Co., Ltd., a company whose scope of business include real estate development and operation, where he was responsible for formulating and implementing business development strategies of the company.

Mr. Zhang obtained his bachelor's degree in economics management from Southwest Mingzu University (西南民族大學) in the PRC in July 2004. He subsequently obtained a master's degree in business administration management from the Peking University in January 2018.

As at the date of this announcement, Mr. Zhang is interested in 22,500,000 shares of the Company, representing approximately 3.67% of the issued shares of the Company, within meaning of Part XV of the Securities and Futures Ordinance (chapter 571 of the laws of Hong Kong).

The Company has entered into a director's service contract with Mr. Zhang pursuant to which the term of appointment of Mr. Zhang shall be three years which may be terminated by one month's prior notice in writing served by either party on the other. He

is entitled to an annual remuneration of RMB1,800,000 which is determined by the Board with reference to his duties and responsibilities with the Company and prevailing market conditions. There is no service agreement in relation to Mr. Zhang's appointment as the CEO and no additional remuneration will be payable to Mr. Zhang for acting as the CEO.

Save as disclosed in this announcement, Mr. Zhang (i) does not have any relationship with any director, senior management, substantial or controlling shareholder (having the meaning ascribed to it in the Rules Governing the Listing of Securities on the Stock Exchange ("**Listing Rules**")) of the Company; (ii) does not hold any other positions in the Company or its subsidiaries; and (iii) did not hold any directorships in the past three years in other listed public companies the securities of which are listed on any securities market in Hong Kong or overseas.

Other than the above, there is no other matter in relation to the appointment of Mr. Zhang as the CEO that needs to be brought to the attention of the shareholders of the Company, nor is there any information that should be disclosed pursuant to any of the requirements of Rule 13.51 (2) of the Listing Rules.

Considering the knowledge and experience of Mr. Zhang and his contribution to the Group, the Board is confident that the change of CEO would not have any material adverse impact on the business operation or the implementation of business strategies of the Group.

COMPLIANCE WITH THE CORPORATE GOVERNANCE CODE

Code provision C.2.1 of the Corporate Governance Code as set out in Appendix 14 to the Listing Rules (the "**CG Code**") states that the roles of chairman and chief executive officer should be separate and should not be performed by the same individual. As Mr. Zhang now serves as both the chairman of the Board and the CEO, such practice deviates from said code provision C.2.1. Nevertheless, the Board believes that Mr. Zhang's extensive experience and knowledge in the real estate and property management industry, who has guided the Group to complete the initial public offering in December 2021, together with the support of the management, will provide solid and consistent leadership for the Group. Therefore, the Board considers that the deviation from the code provision C.2.1 of the CG Code is appropriate under such circumstances.

By order of the Board
Desun Real Estate Investment Services Group Co., Ltd.
Mr. Zhang Zhicheng
Chairman and Executive Director

Hong Kong, 2 March 2022

As at the date of this announcement, the executive Directors are Mr. Zhang Zhicheng, Mr. Zhang Qiang, Ms. Xiong Jianqiu, Ms. Wan Hong and Mr. Wu Da, the non-executive Director is Mr. Zou Kang, and the independent non-executive Directors are Mr. Fang Liqiang, Mr. Chen Di and Mr. Yan Hong.