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## **Vesync Co., Ltd**

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

**(Stock Code: 2148)**

### **VOLUNTARY ANNOUNCEMENT PROPOSED SHARE REPURCHASE AND PROPOSED PURCHASE OF SHARES UNDER THE SHARE AWARD SCHEME**

This announcement is made by Vesync Co., Ltd (the “**Company**”, together with its subsidiaries, the “**Group**”) on a voluntary basis to the shareholders of the Company (the “**Shareholders**”) and potential investors.

The board (the “**Board**”) of directors (the “**Directors**”) of the Company wishes to announce that the Board may, subject to suitable market conditions, apply up to a total of HK\$100 million: (1) to exercise the repurchase mandate (the “**Repurchase Mandate**”) granted by the Shareholders to the Board at the Company’s 2023 annual general meeting (the “**2023 AGM**”) held on May 30, 2023 to repurchase up to 116,288,480 issued ordinary shares of the Company (the “**Shares**”) in the open-market, representing 10% of the total number of issued Shares as at the date of the 2023 AGM, and (2) to pay to the Trust in accordance with the terms of the Post-IPO Share Award Scheme (the “**Share Award Scheme**”) as referred to in the announcement dated July 20, 2021 (the “**Announcement of July 20, 2021**”) for the purchase of Shares in the open-market by the Trustee. Unless otherwise defined, capitalized terms used in this announcement shall have the same meanings as those defined in the Announcement of July 20, 2021.

The Board believes that with respect to the Company’s performance, value of assets and business prospects, the current market price of Shares is undervalued. Therefore, subject to market conditions, the Board is actively considering to conduct Share repurchase in the open-market (the “**Proposed Share Repurchase**”). The Proposed Share Repurchase will be carried out in accordance with and subject to the Repurchase Mandate granted to the Directors at the 2023 AGM. The Proposed Share Repurchase will be funded by the Company’s internal cash resources. The Board considers that the repurchase of Shares reflects its confidence in the Company’s long-term strategy and growth while maintaining sufficient financial resources. The Board also believes that the Proposed Share Repurchase will benefit the Company and the Shareholders as a whole.

In addition, for the same reasons as stated above, the Board considers that the current trading prices of the Shares represent a good opportunity to purchase Shares for the purposes of the Share Award Scheme. Therefore, the Board is also actively considering to pay to the Trust in accordance with the terms of the Share Award Scheme (as set out in the Announcement of July 20, 2021) for the purchase of Shares by the Trustee (the “**Proposed Purchase of Shares under the Share Award Scheme**”). The purchase of such Shares, which will be subject to market conditions and the trading prices of the Shares, will not reduce the total number of issued Shares, and any Shares purchased by the Trustee will be held by it for the purposes as set out in the Trust Deed and in accordance with the Scheme Rules. From January 1, 2023 to the last trading day of September 2023, the Trustee had purchased 13,856,000 Shares in the open-market.

The Proposed Share Repurchase and the Proposed Purchase of Shares under the Share Award Scheme will be subject to, including but not limited to, compliance with the Repurchase Mandate granted by Shareholders, applicable provisions of the articles of association of the Company, the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited and the Codes on Takeovers and Mergers and Share Buy-backs and other applicable Hong Kong and Cayman Islands laws and regulations.

The Shareholders and potential investors of the Company should note that the Proposed Share Repurchase and the Proposed Purchase of Shares under the Share Award Scheme will be subject to market conditions and at the absolute discretion of the Board. There is no assurance implied or given as to the timing, quantity or price of the implementation of the Proposed Share Repurchase or of the Proposed Purchase of Shares under the Share Award Scheme or whether the Company will make any Share repurchase or contribution to the Trust for the Trustee to purchase Shares under the Share Award Scheme. The Shareholders and potential investors are therefore advised to exercise caution when dealing in the Shares.

By order of the Board  
**Vesync Co., Ltd**  
**YANG Lin**  
*Chairperson*

Hong Kong, October 9, 2023

*As of the date of this announcement, the Board comprises Ms. Yang Lin, Mr. Yang Hai and Mr. Chen Zhaojun as executive Directors, Mr. Yang Yuzheng as non-executive Director, and Mr. Fong Wo, Felix, Mr. Gu Jiong and Mr. Tan Wen as independent non-executive Directors.*