

*Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.*



**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)*

**Stock Code: 6690**

## **ANNOUNCEMENT**

### **IN RELATION TO THE CHANGE OF USE AND CANCELLATION OF REPURCHASED SHARES**

This announcement is made by the board of directors (the “**Board**”) of Haier Smart Home Co., Ltd. (the “**Company**”) pursuant to the Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong) and Rules 13.09(2)(a) and 13.10B of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

Reference is made to the Company’s announcement dated 7 March 2021 in relation to, among others, the Board’s approval of the repurchase of a portion of public shares of A shares by the Company for the purpose of implementing the Company’s equity incentives/employee stock ownership plans.

The Company convened the 9th meeting of the 11th session of the Board of Directors on 27 March 2024, at which the Haier Smart Home Co., Ltd.’s Proposal on the Change of Use and Cancellation of Partial Repurchased Shares was reviewed and approved, indicating the Company’s intention to change the use of 54,051,559 A shares in the designated securities repurchase account under the 2021 Annual Repurchase Plan (as

defined below) from “for equity incentives/employee stock ownership plan” into “for cancellation to reduce registered capital”. The proposal is yet required to be submitted at the general meeting for consideration. The relevant matters are hereby announced as follows:

## **I. REPURCHASE OF SHARES**

The Company convened the 16th meeting of the 10th session of the Board of Directors on 5 March 2021, at which the Haier Smart Home Co., Ltd.’s Proposal on the Repurchase Partial Public Shares (the “**2021 Annual Repurchase Plan**”) was reviewed and approved, and agreed that the Company use its own funds to repurchase partial public shares of A shares through centralized bidding for the purpose of implementing of the Company’s employee stock ownership plan or equity incentives.

From the first repurchase of A shares on 12 March 2021 to 16 November 2021, the Company has repurchased a total of 79,492,366 A shares in the secondary market by way of centralized bidding through the designated securities account under the 2021 Annual Repurchase Plan, accounting for approximately 0.85% of the total share capital of the Company at that time, with the total payment amount reaching RMB2,201,974,679.75 (transaction fees exclusive). Among them, 25,440,807 A shares have been transferred to the designated account under the “Haier Smart Home Co., Ltd. — A-Share Core Employee Stock Ownership Plan (2021–2025)” through non-trading transfer in July 2021. Therefore, so far a total of 54,051,559 repurchased A shares are held in the designated securities account under the 2021 Annual Repurchase Plan. Such shares have not yet been used to implement the employee stock ownership plan or equity incentive plan, falling within the scope of treasury shares.

## **II. REASONS FOR AND CONTENTS OF THE CHANGE OF USE AND CANCELLATION OF REPURCHASED SHARES**

According to the actual situation of the Company, in order to safeguard the interests of investors, the Company proposes to change the use of shares repurchased under the Company’s 2021 Annual Repurchase Plan. The use of the repurchased shares is proposed to be changed from “for equity incentives/employee stock ownership plan” to “for cancellation to reduce registered capital”, i.e., all 54,051,559 A shares in the designated securities repurchase account under the 2021 Annual Repurchase Plan is proposed to be canceled and the registered capital of the Company is proposed to be reduced accordingly.

### III. EXPECTED CHANGES IN THE COMPANY'S SHARE CAPITAL STRUCTURE AFTER THE CANCELLATION OF THE REPURCHASED SHARES

Class of shares	Nature of shares	Before this change		Number of repurchased shares canceled (shares)	After this change	
		Number of shares (shares)	Percentage (%)		Number of shares (shares)	Percentage (%)
Domestic-listed Domestic shares (A shares)	Tradable shares with restricted conditions					
	Unrestricted tradable shares	6,308,552,654	66.84	54,051,559	6,254,501,095	66.65
	Total	6,308,552,654	66.84	54,051,559	6,254,501,095	66.65
Overseas-listed Foreign Shares (D shares)	Total	271,013,973	2.87		271,013,973	2.89
Overseas-listed Foreign Shares (H shares)	Total	2,858,548,266	30.29		2,858,548,266	30.46
Total number of shares		9,438,114,893	100.00	54,051,559	9,384,063,334	100.00

The final status of the above changes in share capital structure is subject to the share capital structure table issued by China Securities Depository & Clearing Corporation Limited Shanghai Branch.

### IV. IMPACT OF THE CHANGE OF USE AND CANCELLATION OF REPURCHASED SHARES ON THE COMPANY

The change of use and cancellation of repurchased shares are in compliance with the Rules for Share Repurchase by Listed Companies, the Self-Regulatory Guidelines for Listed Companies on the Shanghai Stock Exchange No. 7 — Repurchase of Shares and other relevant regulations, and there is neither damage to the interests of the Company and all shareholders, nor any material adverse impact on the Company's operation, finance, research and development, debt fulfillment ability and future development, and it will not result in any change in the control of the Company or the Company's listing status, and the distribution of shareholding of the Company will still be in line with the conditions of a listed company.

## V. PENDING PROCEDURES FOR THE PROPOSED CHANGE OF USE OF THE REPURCHASED SHARES

In accordance with relevant laws and regulations and the Company's articles of association, the change of use and cancellation of the repurchased is yet required to be submitted at the general meeting of the Company for consideration, and the Board of Directors of the Company has requested the general meeting to authorize the Company's management to complete the relevant procedures for the cancellation of the shares. The Company will subsequently fulfill the decision-making procedures and make disclosure accordingly in accordance with relevant laws and regulations.

By order of the Board  
**Haier Smart Home Co., Ltd.\***  
**LI Huagang**  
*Chairman*

Qingdao, the PRC  
27 March 2024

*As at the date of this announcement, the executive Directors of the Company are Mr. LI Huagang and Mr. GONG Wei; the non-executive Directors are Mr. YU Hon To, David, Ms. Eva LI Kam Fun and Ms. SHAO Xinzhi; and the independent non-executive Directors are Mr. CHIEN Da-Chun, Mr. WONG Hak Kun, Mr. LI Shipeng and Mr. WU Qi.*

\* *For identification purpose only*