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第一拖拉机股份有限公司
FIRST TRACTOR COMPANY LIMITED*
(a joint stock company incorporated in The People's Republic of China with limited liability)

(Stock Code: 0038)

ANNOUNCEMENT ON THE INTERIM DIVIDEND DISTRIBUTION PLAN FOR 2025

First Tractor Company Limited* (the "**Company**") and all members of the board (the "**Board**") of directors (the "**Directors**") of the Company hereby warrant that there are no false information, misleading statements, or material omissions in this announcement and jointly and severally accept responsibility for the truthfulness, accuracy, and completeness of its contents.

IMPORTANT:

- Distribution amount per share: a cash dividend of RMB0.6844 per 10 shares (tax inclusive, in RMB, same below).

- The profit distribution will be based on the total share capital as at the record date for the equity distribution, and the specific dates will be provided in the announcement regarding the equity distribution.

- In the event of any change in the total share capital of the Company that is entitled to profit distribution (i.e. after deducting the repurchased shares) due to any repurchase of H Shares before the record date for the equity distribution, the distribution amount per share will remain unchanged, and the total distribution amount will be adjusted accordingly and disclosed in the relevant announcement.

I. OUTLINE OF THE PROFIT DISTRIBUTION PLAN

According to the Company's "Financial Statements for January to June 2025" (unaudited) prepared in accordance with the Chinese Accounting Standards for Business Enterprises, the Company achieved a net profit attributable to the owners of the parent company of RMB769,040,000 for the first half of 2025, and the accumulated undistributed profit of the parent company amounted to RMB2,970,320,000 as at 30 June 2025. As resolved by the Board, the interim profit distribution plan of the Company for 2025 is set out below:

The Company will distribute a cash dividend of RMB0.6844 per 10 shares (tax inclusive) to all shareholders. As at the date of this announcement, the total share capital of the Company entitled to profit distribution is 1,123,645,275 shares, and based on this, the total cash dividend proposed to be distributed is RMB76,900,000 (tax inclusive), representing 10% of the Company's net profit attributable to the owners of the parent company for January to June 2025.

In the event of any change in the total share capital of the Company due to the repurchase of shares between the date of this announcement and the date of equity registration for the equity distribution, the distribution amount per share will remain unchanged, and the total distribution amount will be adjusted accordingly and disclosures of the specific adjustment will be made in separate announcement.

Pursuant to the authorisation of the 2024 annual general meeting, the interim dividend distribution plan is not subject to consideration by the general meeting.

II. DECISION-MAKING PROCEDURES PERFORMED BY THE COMPANY

(i) Authorisation of the annual general meeting

The Company held the 2024 annual general meeting on 10 June 2025, during which the Resolution on the Authorisation for the Board to Determine the 2025 Interim Profit Distribution Plan at the Shareholders' Meeting was considered and approved. The Company was approved to authorise the Board to formulate the interim cash dividend distribution plan for 2025.

(ii) Convening, consideration and voting of the Board meeting

The Company held the 38th meeting of the 9th session of the Board on 28 August 2025, during which the Resolution on the Company's Interim Profit Distribution Plan for 2025 was unanimously agreed by the Directors. The Company's interim profit distribution plan for 2025 complies with the requirements of the Company's Articles of Association.

(iii) Opinion of the supervisory committee

The Company's interim profit distribution plan for 2025 align with the Company's Articles of Association and relevant regulatory guidelines. These plans take into account the Company's operations and development, balancing reasonable returns for investors with the Company's long-term sustainability. There are no circumstances that would harm the interests of minority investors.

III. RELATED RISK WARNING

The interim profit distribution plan fully takes into account factors such as the Company's operating conditions and future capital needs, will not have a significant impact on the Company's operating cash flow and will not affect the Company's normal operations and long-term development.

By Order of the Board
FIRST TRACTOR COMPANY LIMITED*
YU Lina
Company Secretary

Luoyang, the PRC
28 August 2025

As at the date of this announcement, the Board comprises Mr. Zhao Weilin (Chairman) and Mr. Wei Tao as executive Directors; Mr. Fang Xianfa, Mr. Yang Jianhui and Mr. Miao Yu as non-executive Directors; and Mr. Wang Shumao, Mr. Xu Liyou and Ms. Wong Yee Man as independent non-executive Directors.

* *For identification purposes only*