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Sinopec Shanghai Petrochemical Company Limited
中國石化上海石油化工股份有限公司
(A joint stock limited company incorporated in the People's Republic of China)
(Stock Code: 00338)

ANNOUNCEMENT REGARDING THE REDUCTION OF REGISTERED CAPITAL, ABOLISHMENT OF SUPERVISORY COMMITTEE, ADJUSTMENT OF BUSINESS SCOPE AND AMENDMENTS TO THE ARTICLES OF ASSOCIATION AND ITS APPENDICES

Sinopec Shanghai Petrochemical Company Limited (the "**Company**") convened the 20th meeting of the eleventh session of the board of directors on 22 October 2025, at which the Resolution Regarding the Reduction of Registered Capital, Abolishment of Supervisor Committee, Adjustment of Business Scope and Amendments to the Articles of Association and its Appendices was considered and approved. Pursuant to the relevant laws and regulations, and in order to standardize the corporate governance systems and facilitate the Company's strategic development, the Company proposes to amend the Articles of Association of Sinopec Shanghai Petrochemical Company Limited (the "**Articles of Association**") and its appendices (the "**Proposed Amendments**") based on its actual circumstances.

I. BACKGROUND AND SUMMERY OF THE PROPOSED AMENDMENTS

The Company Law of the People's Republic of China (2023 Revision) (the "**Company Law**") officially came into effect on 1 July 2024. On 27 December 2024, the China Securities Regulatory Commission (the "**CSRC**") promulgated the Transitional Arrangements for the Implementation of Supporting Rules under the Revised Company Law (《關於新〈公司法〉配套制度規則實施相關過渡期安排》), requiring listed companies to provide for in their articles of association the establishment of an audit committee under the board of directors to exercise the duties of the supervisory committee stipulated in the Company Law, and to abolish the supervisory committee or supervisors by 1 January 2026, in accordance with the Company Law, the Provisions of the State Council on the Implementation of the Registration Management System for Registered Capital under the Company Law of the People's Republic of China (《國務院關於實施〈中華人民共和國公司法〉註冊資本登記管理制度的規定》), and the supporting rules of the CSRC. On 28 March 2025, the CSRC also published the revised Guidelines for the Articles of Association of Listed Companies and the Rules for General Meetings of Listed Companies.

The Company proposes to undertake comprehensive adaptive amendments to its Articles of Association and its appendices, namely the Rules of Procedure for the General Meetings of Sinopec Shanghai Petrochemical Company Limited and the Rules of Procedure for the Board Meetings of Sinopec Shanghai Petrochemical Company Limited, in accordance with the Company Law, the Guidelines on the Articles of Association of Listed Companies, the Rules for General Meetings of Listed Companies, and the relevant regulatory rules issued by the Shanghai Stock Exchange and The Stock Exchange of Hong Kong Limited as well as in light of the Company's actual circumstances. These revisions will involve an adjustment to the Company's organizational framework, the supervisors and the supervisory committee, as well as the addition of one employee representative director. Furthermore, given that the Company has cancelled an aggregate of 256,668,000 overseas-listed foreign shares (H shares) repurchased as of 17 June 2024, 3 March 2025 and 12 June 2025, respectively, the total number of issued shares has been reduced from 10,799,285,500 to 10,542,617,500, the Company proposes to reduce its registered capital in line with such change in the total number of issued shares. The Company also proposes to adjust its business scope and add certain permitted items in light of its actual operational needs.

Details of the Proposed Amendments and the relevant resolutions will be set out in the notice and circular of the general meeting to be issued by the Company separately.

II. IMPACT OF THE PROPOSED AMENDMENTS

Upon completion of the Proposed Amendments, the Company will no longer have the supervisory committee or any supervisor positions, with the audit and compliance committee of the eleventh session of the board of directors exercising the functions and powers of the supervisory committee as stipulated under the Company Law. The Rules of Procedure for the Supervisory Committee of Sinopec Shanghai Petrochemical Company Limited and other relevant policies of the supervisory committee will be repealed accordingly.

The Proposed Amendments shall be subject to the consideration at the 2025 second extraordinary general meeting of the Company. At the same time, the Company proposes that the shareholders at the general meeting to authorize the secretary to the board to handle, on behalf of the Company, all relevant procedures regarding any applications, approvals, disclosures, registrations and filings (including wording amendments as requested by the regulatory authorities) arising from the amendments to the Articles of Association and its appendices. The final adjusted business scope of the Company shall be subject to the approval and registration by the market supervision and administration authority.

By Order of the Board
Sinopec Shanghai Petrochemical Company Limited
Liu Gang
Joint Company Secretary

Shanghai, the PRC, 22 October 2025

As at the date of this announcement, the executive directors of the Company are Guo Xiaojun, Du Jun and Huang Xiangyu; the non-executive directors of the Company are Xie Zhenglin and Qin Zhaohui; and the independent non-executive directors of the Company are Tang Song, Chen Haifeng, Yang Jun, Zhou Ying and Huang Jiangdong.