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联华超市股份有限公司
LIANHUA SUPERMARKET HOLDINGS CO., LTD.

(a joint stock limited company incorporated in the People's Republic of China with limited liability)

(Stock Code: 00980)

ANNOUNCEMENT
INSIDE INFORMATION

(1) POSSIBLE DISCLOSEABLE AND CONNECTED TRANSACTION IN RELATION TO THE PROPOSED DISPOSAL OF A SUBSIDIARY AND (2) POSSIBLE CONTINUING CONNECTED TRANSACTION IN RELATION TO THE PROPOSED ENTRUSTMENT MANAGEMENT ARRANGEMENT

This announcement is made by Lianhua Supermarket Holdings Co., Ltd. (the "**Company**") pursuant to Rule 13.09(2)(a) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "**Listing Rules**") and the Inside Information Provisions (as defined under the Listing Rules) under Part XIVA of the Securities and Futures Ordinance.

PROPOSED DISPOSAL

The board of directors (the "**Board**") of the Company announces that the Company proposes to dispose of the entire equity interests in Shanghai Century Lianhua Supermarket Yangpu Co., Ltd.*(上海世紀聯華超市楊浦有限公司)("**Yangpu Century Lianhua**") held by its direct wholly-owned subsidiary, Shanghai Century Lianhua Supermarket Development Co., Ltd.*(上海世紀聯華超市發展有限公司)("**Century Lianhua Development**"), to Shanghai Dongran Industrial Co., Ltd.*(上海動燃實業有限公司)("**Shanghai Dongran**"), an indirect wholly-owned subsidiary of Bailian Group Co., Ltd.*(百聯集團有限公司)("**Bailian Group**") (the "**Proposed Disposal**"). The consideration of the Proposed Disposal will be determined based on a valuation report to be issued by an independent valuer, duly filed with competent authorities, and will be agreed upon all parties through arm's-length negotiation and provided in a definitive equity transfer agreement. If the Proposed Disposal is materialised and completed, Yangpu Century Lianhua will cease to be a subsidiary of the Company. Century Lianhua Development will enter into a definitive agreement with Shanghai Dongran in relation to the Proposed Disposal. Further announcement(s) will be made by the Company in relation to the Proposed Disposal in compliance with the relevant requirements under the Listing Rules as and when appropriate.

THE PROPOSED ENTRUSTMENT MANAGEMENT ARRANGEMENT

The Board further announces that upon completion of the Proposed Disposal, the Company intends to enter into a proposed entrustment management arrangement with Shanghai Dongran, pursuant to which, the Company shall agree to provide operating management services and resources supporting services to Yangpu Century Lianhua subject to the terms of a definitive entrusted management agreement to be entered into between the Company and Shanghai Dongran. Further announcement(s) will be made by the Company in compliance with the relevant requirements under the Listing Rules as and when appropriate.

GENERAL INFORMATION

Information of the Company

The Company is principally engaged in retail chain business, including the operation of hypermarkets, supermarkets and convenience stores in the PRC.

Information of Century Lianhua Development

Century Lianhua Development is a company incorporated under the laws of the PRC, and is principally engaged in operation of hypermarkets. As at the date of this announcement, Century Lianhua Development is a direct wholly-owned subsidiary of the Company.

Information of Shanghai Dongran

Shanghai Dongran is a company incorporated under the laws of the PRC, and is principally engaged in manufacture and sale of petroleum products, import and export of goods and technology, software development, architectural engineering design and construction, enterprise management and consulting. As at the date of this announcement, Shanghai Dongran is an indirect wholly-owned subsidiary of Bailian Group, which is a state-owned enterprise incorporated in the PRC and a substantial shareholder of the Company.

Information of Yangpu Century Lianhua

Yangpu Century Lianhua is a company incorporated in the PRC, and is principally engaged in operation of hypermarkets and supermarkets in Yangpu District, Shanghai and Henan Province.

REASONS FOR AND BENEFIT OF THE PROPOSED DISPOSAL AND ENTRUSTED MANAGEMENT ARRANGEMENT

The Proposed Disposal is mainly based on the overall strategic background of the Company for its medium-to-long term sustainable and healthy development and enhancement of its overall performance. Having duly considered market and competitive environment, the operation of the stores, the value of the outlets and the impact of the supply chain, the Company intends to further divest assets to better focus on the development of its core businesses in Shanghai and Zhejiang.

In order to ensure a smooth transition and sustainable and stable operation of Yangpu Century Lianhua after the completion of the Proposed Disposal, the Group will give full play to its own branding, merchandising and management strengths, and be entrusted by Shanghai Dongran to carry out entrusted management of Yangpu Century Lianhua, and provide relevant resources support to Yangpu Century Lianhua, including personnel management support, branding support, information system support and merchandising support, so as to help them achieve their new operating objectives.

LISTING RULES IMPLICATIONS

As at the date of this announcement, Bailian Group is a substantial shareholder of the Company, and Shanghai Dongran is an indirect wholly-owned subsidiary of Bailian Group. As such, Shanghai Dongran is a connected person of the Company under Chapter 14A of the Listing Rules.

As one or more of the applicable percentage ratios (as defined in the Listing Rules) with respect to the Proposed Disposal are expected to exceed 5% but less than 25%, the Proposed Disposal, if materialised, is therefore expected to constitute a discloseable transaction and connected transaction of the Company and will be subject to the reporting and announcement requirements under Chapter 14 of the Listing Rules and reporting, announcement and independent shareholders' approval requirements under Chapter 14A of the Listing Rules.

As the highest applicable percentage ratio (as defined under the Listing Rules) for the annual caps (following aggregation in accordance with the Listing Rules) with respect to the entrustment management arrangement, if materialised, is expected to be more than 0.1% but less than 5%, the transactions contemplated thereunder are therefore expected to constitute continuing connected transactions of the Company and subject to the reporting, announcement and annual review requirements, but exempt from the independent shareholders' approval requirements, under Chapter 14A of the Listing Rules.

The Board would like to emphasise that the transaction contemplated under the Proposed Disposal is subject to the filing and approval of the regulatory authority and negotiation, finalisation and signing of a definitive agreement. As such, the Proposed Disposal and the proposed entrustment management arrangement may or may not proceed. The Company will fulfil the information disclosure obligation with respect to the development of such transaction and arrangement in compliance with the requirements of the Listing Rules in due course. Shareholders and potential investors of the Company are advised to exercise caution when dealing in the shares of the Company.

By order of the Board
Lianhua Supermarket Holdings Co., Ltd.
Pu Shao-hua
Chairman

Shanghai, the People's Republic of China, 5 November 2025

As at the date of this announcement, the directors of the Company are:

Executive directors:	Wang Xiao-yan, Zhang Hui-qin and Zhu Ding-ping;
Non-executive directors:	Pu Shao-hua, Shen Chen, Cao Hai-lun and Yang Qin;
Independent non-executive directors:	Xia Da-wei, Lee Kwok Ming, Don, Chen Wei and Zhao Xin-sheng.

* *For identification purpose only*