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.

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)

PROGRESS OF THE CHANGE IN INTERESTS OF THE CONTROLLING SHAREHOLDER

Reference is made to the announcement of First Tractor Company Limited (the "**Company**") dated 22 December 2023 in relation to the change in interests of the controlling shareholder (the "**Announcement**"). Unless otherwise stated, capitalised terms used herein shall have the same meanings as those defined in the Announcement.

The board (the "**Board**") of directors (the "**Director(s)**") of the Company announces that, the Company has been informed by YTO that, as one of the conditions precedent under the Share Transfer Agreement cannot be fulfilled, YTO terminated the Share Transfer Agreement and the agreement on capital reduction of YTO (collectively, the "**Agreements**") with Luoyang Industrial Holding Group Co., Ltd (formerly known as Luoyang State-owned Assets Company) on 5 January 2026. As at the date of this announcement, YTO is the controlling shareholder of the Company, holding approximately 548,485,853 A Shares of the Company, representing approximately 48.81% of the total issued shares of the Company.

The Company considers that the termination of the Agreements will not have any material impact on the business and financial position of the Company.

By Order of the Board
FIRST TRACTOR COMPANY LIMITED*
LIU Bin
Company Secretary

Luoyang, the PRC
5 January 2026

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. Sun Feng as non-executive Directors; Mr. Wang Shumao, Mr. Xu Liyou and Ms. Wong Yee Man as independent non-executive Directors; and Mr. Li Peng as employee representative Director.

* *For identification purposes only*