SICC CO., LTD.

山東天岳先進科技股份有限公司

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

(Stock Code: 2631)

ANNOUNCEMENT ON CHANGES IN ACCOUNTING POLICIES

The Board of Directors and all directors of the Company guarantee that there are no false records, misleading statements or major omissions contained in the contents of this Announcement, and would like to assume legal liabilities for the authenticity, accuracy and completeness of such contents.

Tips on Important Contents:

These changes in accounting policies made by SICC CO., LTD. (hereinafter referred to as the "**Company**") in accordance with the relevant provisions of the Ministry of Finance and will not have a material impact on the Company's financial position, results of operations, or cash flows.

I. Overview of the Changes in Accounting Policies

On 8 July 2025, the Ministry of Finance issued implementation Q&A on the accounting treatment for standard warehouse receipt transactions, explicitly stipulating that according to the Accounting Standards for Recognition and Measurement of Financial Instruments, if an enterprise frequently enters into contracts for the purchase and sale of standard warehouse receipts on futures exchanges to profit from price differences and does not take physical delivery of the goods underlying the warehouse receipts, it usually indicates that the enterprise has a practice of receiving the subject matter of the contract and reselling it shortly thereafter to profit from short-term fluctuations. The enterprise shall treat the contracts entered into for buying and selling standard warehouse receipts as financial instruments and account for them in accordance with the Accounting Standards for Recognition and Measurement of Financial Instruments. If the enterprise, after obtaining standard warehouse receipts as stipulated in the aforementioned contracts, sells them shortly thereafter, it shall not recognize sales revenue. Instead, the difference between the consideration received and the carrying amount of the standard warehouse receipts sold shall be recognized in investment income. Standard warehouse receipts held by the enterprise at the end of the period that have not yet been sold shall be presented as other current assets.

The Company has implemented the above provisions from the 2025 fiscal year onwards, which will have no impact on the Company's financial statements.

II. Specifics of the Changes in Accounting Policies

1. Accounting policies adopted prior to the changes

Before these changes, the Company implemented the Accounting Standards for Business Enterprises — Basic Standards and various specific accounting standards, application guides for accounting standards for business enterprises, interpretation announcements for accounting standards for business enterprises, as well as other relevant regulations issued by the Ministry of Finance.

2. Accounting policies adopted after the changes

After the changes in accounting policies, the Company will apply the provisions of the Q&A on the Implementation of Financial Instruments Standards regarding accounting treatments related to standard warehouse receipt transactions. The remaining unchanged portions will still be executed in accordance with the Accounting Standards for Business Enterprises — Basic Standards and various specific accounting standards, application guides for accounting standards for business enterprises, interpretations of accounting standards for business enterprises, as well as other relevant regulations issued by the Ministry of Finance.

III. Impact of the Changes in Accounting Policies on the Company

The changes in accounting policies are made by the Company in accordance with relevant regulations and requirements issued by the Ministry of Finance. They comply with the provisions of relevant laws and regulations and the actual situation of the Company. The adoption of the changed accounting policies can objectively and fairly reflect the Company's financial position and operating results. These changes in accounting policies will not have a significant impact on the Company's financial position, operating results, and cash flows, and does not harm the interests of the Company or its shareholders.

By order of the Board
SICC CO., LTD.
Mr. Zong Yanmin
Chairman of the Board,
Executive Director and General Manager

Hong Kong, 27 March 2026

As at the date of this announcement, the Board comprises: (i) Mr. Zong Yanmin, Mr. Gao Chao and Mr. Wang Junguo as executive Directors; (ii) Mr. Qiu Yufeng, Ms. Li Wanyue and Mr. Fang Wei as non-executive Directors; and (iii) Mr. Li Honghui, Ms. Liu Hua and Mr. Lai Kwok Hung Alex as independent non-executive Directors.