SHENZHEN ZHAOWEI MACHINERY & ELECTRONICS CO., LTD.
深圳市兆威機電股份有限公司

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

(Stock Code: 2692)

ANNOUNCEMENT ON THE ALIGNMENT IN PREPARATION OF FINANCIAL REPORTS IN ACCORDANCE WITH THE CHINA ACCOUNTING STANDARDS FOR BUSINESS ENTERPRISES

At the 17th meeting of the third session of the board of directors (the "**Board**") of Shenzhen Zhaowei Machinery & Electronics Co., Ltd. (the "**Company**") convened on March 30, 2026, the resolution regarding the alignment in preparation of financial reports in accordance with the China Accounting Standards for Business Enterprises was considered and approved. In accordance with the laws and regulations of the PRC and the articles of association of the Company, the relevant matters are not required to be submitted to the shareholders' meeting of the Company for consideration.

The Company is listed on the Shenzhen Stock Exchange and The Stock Exchange of Hong Kong Limited (the "**Stock Exchange**"), and adopts the China Accounting Standards for Business Enterprises and International Financial Reporting Standards for the preparation of its financial reports and disclosure of related financial information, respectively. Pursuant to Rule 4.11(c) and Rule 19A.31(4) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "**Listing Rules**"), an issuer which is incorporated in Mainland China as a joint stock limited company and listed in Hong Kong (the "**PRC issuer**") may adopt the China Accounting Standards for Business Enterprises for the preparation of financial statements, and if the PRC issuer's primary listing is on the Stock Exchange, its annual accounts may be audited by a PRC firm of practicing accountants which under the mutual recognition agreement, has been approved by the China Ministry of Finance and the China Securities Regulatory Commission (the "**CSRC**") as being suitable to act as an auditor or a reporting accountant for a PRC incorporated company listed in Hong Kong and is a Recognized PIE Auditor (as defined under the Listing Rules) under section 20ZT of the Accounting and Financial Reporting Council Ordinance (Chapter 588 of the Laws of Hong Kong) on the condition that the PRC issuer has adopted the China Accounting Standards for Business Enterprises for the preparation of its annual financial statements.

In view of the fact that the financial statements prepared under the China Accounting Standards for Business Enterprises and International Financial Reporting Standards have largely converged, the Company intends to adopt the China Accounting Standards for Business Enterprises for the preparation of financial statements and disclosure of related financial information on a uniform basis commencing from the first quarterly report of 2026. The adoption of the China Accounting Standards for Business Enterprises for the preparation of financial reports and disclosure of related financial information on a uniform basis will not have any material impact on the results or financial position of the Company. Pursuant to the resolution of the 2026 first extraordinary shareholders' meeting held by the Company on March 27, 2026, Ernst & Young ("**EY**") was appointed as the overseas accounting firm for the year 2025. EY will complete all its engagements and its mandate will not be renewed and will be accordingly terminated upon the publication of the Company's 2025 annual report on the Stock Exchange.

Given that the Company will adopt the China Accounting Standards for Business Enterprises on a uniform basis for the preparation of financial reports, and that BDO China Shu Lun Pan Certified Public Accountants LLP (立信會計師事務所(特殊普通合夥)), the Company's domestic financial report auditing firm, has obtained recognition from the China Ministry of Finance and the CSRC and is qualified to provide audit services to issuers incorporated in Mainland China and listed in Hong Kong, the Company will accordingly not separately appoint an overseas accounting firm.

The audit committee of the Board (the "**Audit Committee**") is of the opinion that: the Company's adoption of the China Accounting Standards for Business Enterprises on a uniform basis for the preparation of financial statements is conducive to improving the efficiency of information disclosure and will not have any material adverse impact on the authenticity and accuracy of the financial reports or on investors' decision-making. The members of the Audit Committee have unanimously agreed that the Company shall adopt the China Accounting Standards for Business Enterprises on a uniform basis to prepare its financial statements and will no longer separately appoint an overseas accounting firm.

By order of the Board
Shenzhen Zhaowei Machinery & Electronics Co., Ltd.
Mr. Li Haizhou
Executive Director and Chairman of the Board

Shenzhen, the PRC, March 30, 2026

As at the date of this announcement, the Board comprises: (i) Mr. Li Haizhou, Ms. Xie Yanling, Mr. Ye Shubing and Mr. Li Ping as executive Directors ; and (ii) Mr. Lu Zhiqiang as Employee Representative Director; and (iii) Ms. Guo Xinmei, Dr. Zhou Changjiang and Mr. Lin Sen as independent non-executive Directors.