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山東晨鳴紙業集團股份有限公司
SHANDONG CHENMING PAPER HOLDINGS LIMITED*

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

(Stock Code: 1812)

CUMULATIVE NEWLY OVERDUE DEBTS AND LITIGATION

This announcement is made by Shandong Chenming Paper Holdings Limited (the "**Company**", together with its subsidiaries, collectively the "**Group**") pursuant to Rule 13.09(2) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "**Listing Rules**") and the inside information provisions under Part XIVA of the Securities and Futures Ordinance (Cap. 571 of the Laws of Hong Kong).

Reference is made to the announcements of the Company dated 19 November 2024, 23 January 2025, 28 February 2025, 31 March 2025, 11 April 2025, 23 May 2025 and 29 August 2025 (the "**Announcements**"), in relation to, among other things, the Company's cumulative overdue debts, litigation and arbitration. Unless the context otherwise requires, terms used in this announcement shall have the same meanings as those defined in the Announcements.

CUMULATIVE NEWLY OVERDUE DEBTS

To effectively mitigate debt risks, the Company has been actively communicating and coordinating with the creditors to implement debt repayment solutions, including interest rate reductions, maturity extensions and adjustments to repayment schedules. As of 30 March 2026, the Group's cumulative overdue debt increased by RMB1,643,677,800 as compared to that as of 31 March 2025, representing 181.86% of the Company's latest audited net assets. The overdue debt balance amounted to RMB5,119,922,800. The overdue debts consist of working capital loans, project loans, supply chain financing, equipment financing and matured commercial paper subject to litigation. The creditors include banks, financial leasing companies, factoring companies and suppliers.

NEW CUMULATED LITIGATION

As of 30 March 2026, the Group has accumulated 239 new litigation cases as compared to that as of 29 August 2025, amounting to RMB2,260,213,700 in total, representing an increase to 250.07% of the Company's latest audited net assets due to, among others, debt overdue and contract performance disputes. The details of the new cumulated litigation cases are as follows:

Types		Causes of action	Number of cases	Amount involved *(RMB'0,000)*	Progress
The Company as plaintiff		Lease contract dispute	1	1,824.53	1 case is pending ruling.
The Company as defendant	Financial institutions	Financing contract disputes	5	168,640.73	3 cases are pending ruling; 2 cases reached settlement.
	Non-financial institutions	Financing contract disputes	2	19,148.66	1 case has been accepted for litigation; 1 case is pending ruling.
	Non-financial institutions	Supplier contract disputes Works contract disputes	231	36,407.45	86 cases have been ruled; 145 cases are pending ruling.
Total			**239**	**226,021.37**	

IMPACT ON THE COMPANY AND MEASURES

1. The Company has now reached agreements with the vast majority of its financial institutions and creditors on debt extensions, interest rate reductions, restructuring and settlements. Moving forward, the Company will engage individually with the financial institutions and creditors that have not yet reached a debt solution. Taking into account its operational and financial conditions, the Company will formulate negotiation plans, strengthen capital management to meet debt obligations, and raise funds through various channels to resolve outstanding debt risks in an orderly manner.

2. Regarding the relevant litigation, settlements have already been reached in a portion of the cases. The Group is properly advancing the resolution of the remaining cases through communication and negotiation, active legal defense and creditor settlements. The Company will apply corresponding accounting treatments in accordance with relevant accounting standards and the actual progress of the cases. The results will be subject to the Company's audited financial statements.

3. All of the Company's production bases have now fully resumed production and operations. The Company will strengthen end-to-end cost reduction and efficiency enhancement as well as all-round new product development. It will continuously optimise its product mix, concentrate resources on developing competitive product offerings, continuously improve operating cash flow, and properly resolve overdue debt and litigation issues to drive the Company towards sustained and healthy development.

4. The Company will closely monitor the progress of the above matters and will inform and update its shareholders and other investors of any material development in relation to the above by way of announcement as and when appropriate.

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
Shandong Chenming Paper Holdings Limited
Jiang Yanshan
Chairman

Shandong, the PRC
30 March 2026

As at the date of this announcement, the executive Directors are Mr. Jiang Yanshan, Mr. Li Weixian, Mr. Liu Peiji, Mr. Meng Feng and Ms. Zhu Yanli; the non-executive Directors are Mr. Song Yuchen and Ms. Wang Ying; and the independent non-executive Directors are Mr. Zhang Zhiyuan, Mr. Luo Xinhua, Mr. Wan Gang and Mr. Kong Pengzhi.

* *For identification purposes only*