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GUOQUAN FOOD (SHANGHAI) CO., LTD.

鍋圈食品(上海)股份有限公司

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

(Stock Code: 2517)

VOLUNTARY ANNOUNCEMENT
PROPOSED ADOPTION OF DIVIDEND POLICY

This announcement is made by Guoquan Food (Shanghai) Co., Ltd. (the "**Company**") on a voluntary basis.

To regulate the Company's profit distribution practices, establish a scientific, sustainable and stable shareholder return mechanism, balance shareholders' current returns and the Company's long-term development, and effectively protect the legitimate rights and interests of all shareholders, the board of directors of the Company (the "**Board**") has approved the Company's dividend policy (the "**Dividend Policy**") as at the date of this announcement. The Dividend Policy shall become effective upon approval by shareholders of the Company at the 2025 annual general meeting to be held on April 29, 2026. Upon formal adoption of the Dividend Policy, the Company will declare and distribute dividends to shareholders in accordance therewith, so as to enable shareholders to share in the Company's profits. Generally, on the premise that the conditions for dividend distribution are satisfied, the Company will pay dividends twice a year and will declare/propose a dividend at the time when the Board approves the annual/interim results. Under special circumstances such as exceptional investment income or other necessary conditions, the Board may also propose to declare a special dividend at its discretion.

According to the Dividend Policy, the Company may distribute dividends in the form of cash, shares, or a combination of both, or any other methods permitted by laws and regulations. When choosing the profit distribution method, the Company shall give priority to profit distribution in the form of cash to reward shareholders if feasible. When the Board and the Company decide whether to declare, recommend or pay any dividends, the following factors will be comprehensively considered: the actual circumstance of the Company's operation and development, the shareholders' requirements and aspirations, social capital costs and external financing environment, the characteristics of the industry in which the Company operates, the stage of business development, strategic planning and its own business model, the current and expected profitability, cash flow and financial position, whether there are any major capital expenditure arrangements, the amount of the share repurchase plan implemented in the current period, the legal and regulatory environment, and any other factors that the Board may consider relevant.

Provided that the conditions for cash dividend distribution are satisfied, the Company's total cash dividend distribution for each year from 2026 to 2028 shall not be less than 60% of the net profit attributable to the shareholders of the Company for that year. The Company's historical dividend declarations may not reflect future dividend declarations. Any declaration and payment of dividends, as well as the amount of dividends, are subject to the constitutional documents of the Company, applicable PRC laws, and the approval of the shareholders of the Company. Future dividend payments will also depend on the ability to receive dividends from the Company's subsidiaries in the PRC. The laws of the PRC stipulate that dividends can only be paid out of the profits for the year calculated in accordance with Chinese accounting standards. The calculation of distributable profits under Chinese Generally Accepted Accounting Principles differs in certain aspects from the calculation under International Financial Reporting Standards. The laws of the PRC also require the Company's subsidiaries to allocate a portion of their profits to statutory reserves, which cannot be declared as cash dividends. Distributions from the Company's subsidiaries may also be restricted if the subsidiaries incur debts or losses, or due to any restrictive covenants under bank credit facilities or other agreements that the Company or its subsidiaries may enter into in the future.

The Board will continue to review the Dividend Policy.

By order of the Board
Guoquan Food (Shanghai) Co., Ltd.
鍋圈食品(上海)股份有限公司
Mr. Yang Mingchao
Chairperson of the Board, Executive Director and Chief Executive Officer

Hong Kong, April 2, 2026

As at the date of this announcement, the Board of the Company comprises Mr. Yang Mingchao, Mr. Meng Xianjin, Mr. An Haolei, Ms. Luo Na and Ms. Yang Tongyu as executive directors; Mr. Liu Zhengzheng as a non-executive director; Mr. Zeng Xiaosong, Ms. Yu Fang Jing, Mr. Li Jianfeng and Mr. Shi Kangping as independent non-executive directors; and Ms. Zheng Min as an employee director.