SANHUA

ZHEJIANG SANHUA INTELLIGENT CONTROLS CO., LTD.
浙江三花智能控制股份有限公司

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

(Stock Code: 2050)

(1) CESSATION OF OFFICE OF INDEPENDENT NON-EXECUTIVE DIRECTOR;
(2) ADJUSTMENT TO THE COMPOSITION OF BOARD COMMITTEES;
(3) PROPOSED APPOINTMENT OF NON-EXECUTIVE DIRECTOR; AND
(4) PROPOSED APPOINTMENT OF INDEPENDENT NON-EXECUTIVE DIRECTOR

(1) CESSATION OF OFFICE OF INDEPENDENT NON-EXECUTIVE DIRECTOR

The board (the "**Board**") of directors (the "**Director(s)**") of Zhejiang Sanhua Intelligent Controls Co., Ltd. (the "**Company**", together with its subsidiaries, the "**Group**") hereby announces that, as an independent non-executive director shall not serve consecutively for more than six years in the same listed company in accordance with the Measures for the Administration of Independent Directors of Listed Companies and other relevant laws and regulations, Mr. Shi Jianhui ("**Mr. Shi**") will cease to act as an independent non-executive Director of the Company, the chairman of the remuneration and evaluation committee, a member of the audit committee, a member of the nomination committee and a member of the strategy management and ESG committee upon expiry of his term of office on June 7, 2026.

Mr. Shi has confirmed that he has no disagreement with the Board, and there are no other matters in relation to his cessation of office that need to be brought to the attention of the shareholders of the Company (the "**Shareholders**").

During his tenure of office, Mr. Shi performed his duties independently, impartially, diligently and responsibly, and played a positive role in promoting the Company's standardized operations and development. The Board hereby expresses its sincere gratitude to Mr. Shi for his contributions during his tenure.

(2) ADJUSTMENT TO THE COMPOSITION OF BOARD COMMITTEES

The Board is pleased to announce that, following the cessation of office of Mr. Shi, Mr. Ge Jun, an independent non-executive Director of the Company, was appointed as the chairman of the remuneration and evaluation committee, a member of the audit committee and a member of the nomination committee, with effect from June 8, 2026.

(3) PROPOSED APPOINTMENT OF NON-EXECUTIVE DIRECTOR

The Board further announces that, on June 5, 2026, the Board considered and approved the relevant resolution relating to the nomination of Mr. Shi as a candidate for non-executive Director of the eighth session of the Board of the Company.

The biographical details of Mr. Shi are as follows:

Shi Jianhui (石建輝), aged 54, holds a master's degree. Mr. Shi served as the chairman of the board of Minth Group Limited (敏實集團有限公司 (00425.HK)) and a director of Beijing LiangDao Automotive Technology Co., Ltd. (北京亮道智能汽車技術有限公司). He currently serves as the managing partner of Ningbo Meishan Bonded Area Xiaozhi Venture Capital Partnership (Limited Partnership) (寧波梅山保稅港區小智創業投資合夥企業(有限合夥)), a director of BioMintec Environment (Shanghai) Co., Ltd. (柏美智慧科技(上海)股份有限公司), the managing partner of Ningbo Lingdong Venture Capital Partnership (Limited Partnership) (寧波靈動創業投資合夥企業(有限合夥)), a director of Shanghai SDRIVE Technology Co., Ltd. (上海時駕科技有限公司) and the managing partner of Hangzhou Chishi Enterprise Management Consulting Partnership (Limited Partnership) (杭州赤石企業管理諮詢合夥企業(有限合夥)). He has served as an independent director of AAPICO Hitech Public Company Limited (AH.BK) since June 2022, an independent director of Ningbo Fangzheng Tod Co., Ltd. (寧波方正汽車模具股份有限公司 (300998.SZ)) since December 2023 and as an independent non-executive director of Haitian International Holdings Limited (海天國際控股有限公司 (01882.HK)) since May 2026. He has been the Company's independent non-executive Director since June 2020.

The appointment of Mr. Shi is subject to consideration and approval at the 2025 annual general meeting of the Company (the "**AGM**"). The term of office of Mr. Shi shall commence from the date of approval at the AGM and end on the expiration of the term of the eighth session of the Board. Subject to the approval of his appointment at the AGM, the Company will enter into a service agreement with Mr. Shi. In accordance with the Company Law of the People's Republic of China, the Code of Corporate Governance for Listed Companies and other relevant laws and regulations as well as the Articles of Association of Zhejiang Sanhua Intelligent Controls Co., Ltd. (the "**Articles of Association**"), and taking into account the Company's actual operating conditions and the remuneration level of the industry, the Board proposes that Mr. Shi's annual allowance for 2026 be RMB160,000 (before tax), which is subject to consideration and approval at the AGM. The remuneration is not covered in the service agreement.

Save as disclosed above, Mr. Shi did not hold any directorships in any other listed companies in the last three years. Mr. Shi does not hold any positions with any members of the Group and does not have any relationships with any other Directors, senior management, substantial Shareholders or controlling Shareholders of the Company. As at the date of this announcement, Mr. Shi does not hold any interests in the shares of the Company within the meaning of Part XV of the Securities and Futures Ordinance (Chapter 571 of laws of Hong Kong). There is no other information relating to the proposed appointment of Mr. Shi that is required to be disclosed pursuant to the requirements of Rules 13.51(2)(h) to (v) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "**Hong Kong Listing Rules**") and there are no other matters that need to be brought to the attention of the Shareholders of the Company.

(4) PROPOSED APPOINTMENT OF INDEPENDENT NON-EXECUTIVE DIRECTOR

The Board further announces that, on June 5, 2026, the Board considered and approved the relevant resolution relating to the nomination of Mr. Shao Shuangquan ("**Mr. Shao**") as a candidate for independent non-executive Director of the eighth session of the Board of the Company.

The biographical details of Mr. Shao are as follows:

Shao Shuangquan (邵雙全), aged 51, received his doctoral degree in Engineering from Tsinghua University. He is currently a professor and doctoral supervisor at the School of Energy and Power Engineering at Huazhong University of Science and Technology (華中科技大學能源與動力工程學院). He served as a postdoctoral researcher, associate researcher and project researcher at the Technical Institute of Physics and Chemistry of the Chinese Academy of Sciences (中國科學院理化技術研究所). He also served as the director of air conditioning R&D at the R&D Centre of LG Electronics (Tianjin) Appliances Co., Ltd. (樂金電子(天津)電器有限公司研發中心) and as a senior researcher at the Digital Appliance Company Research Lab of LG Electronics (LG電子家電事業本部研究所). Mr. Shao has long been dedicated to the fields of refrigeration and heating, ventilation and air conditioning, data center thermal management, high-efficiency energy-saving technologies and others. He led a number of national-level scientific research projects, including those funded by the National Natural Science Foundation of China and the National Key Research and Development Program, and received various major awards, including the Second Prize of the State Science and Technology Progress Award (國家科學技術進步獎) and the First Prize of the China Machinery Industry Science and Technology Award (中國機械工業科學技術獎). He also holds several academic positions, including serving as a member of the National Technical Committee on Refrigeration Standardization (SAC/TC119). He possesses a solid professional background, outstanding research capabilities and extensive industry experience.

Mr. Shao has confirmed that: (i) he has satisfied all the independence criteria as set out in Rules 3.13(1) to (8) of the Hong Kong Listing Rules; (ii) he has no past or present financial or other interest in the business of the Group, and has no connection with any core connected persons (as defined in the Hong Kong Listing Rules) of the Company; and (iii) there are no other factors that may affect his independence. The Board and the nomination committee are of the view that Mr. Shao meets the independence criteria for independent non-executive directors as set out in Rule 3.13 of the Hong Kong Listing Rules and consider him to be independent of the Company.

The appointment of Mr. Shao shall be subject to consideration and approval at the AGM. The term of office of Mr. Shao shall commence from the date of approval at the AGM and end on the expiration of the term of the eighth session of the Board. Subject to the approval of his appointment at the AGM, the Company will enter into a service agreement with Mr. Shao. In accordance with the Company Law of the People's Republic of China, the Code of Corporate Governance for Listed Companies and other relevant laws and regulations as well as the Articles of Association, and taking into account the Company's actual operating conditions and the remuneration level of the industry, the Board proposes that Mr. Shao's annual allowance for 2026 be RMB160,000 (before tax). The remuneration is not covered in the service agreement.

Save as disclosed above, Mr. Shao did not hold any directorships in any other listed companies in the last three years. Mr. Shao does not hold any positions with any members of the Group and does not have any relationships with any other Directors, senior management, substantial Shareholders or controlling Shareholders of the Company. As at the date of this announcement, Mr. Shao does not hold any interests in the shares of the Company within the meaning of Part XV of the Securities and Futures Ordinance (Chapter 571 of laws of Hong Kong). There is no other information relating to the proposed appointment of Mr. Shao that is required to be disclosed pursuant to the requirements of Rules 13.51(2)(h) to (v) of the Hong Kong Listing Rules and there are no other matters that need to be brought to the attention of the Shareholders of the Company.

In accordance with the board diversity policy and the nomination policy of the Company, the nomination committee has reviewed Mr. Shao's occupation, academic qualifications, professional titles, detailed work experience, all concurrent positions as well as eligibility, and submitted recommendations regarding the candidate for independent non-executive Director to the Board. Having reviewed Mr. Shao's professional competence for serving as an independent non-executive Director, the Board is of the view that, with his extensive experience in refrigeration and heating, ventilation and air conditioning, data center thermal management and high-efficiency energy-saving technologies (as described in his biography set out in this announcement), his appointment will bring valuable perspectives, knowledge, skills and experience to the Board to ensure the efficient and effective operation of the Board, and will facilitate the Board to achieve diversity, which is conducive to the compliant operation and healthy and sustainable development of the Company.

The proposed appointments of Mr. Shi as a non-executive Director and Mr. Shao as an independent non-executive Director are subject to consideration at the AGM. A circular containing, among other things, the details of the proposed appointments of a non-executive Director and an independent non-executive Director, together with the notice of the AGM, has been published on the website of HKEXnews (www.hkexnews.hk) and the website of the Company (www.zjshc.com) and has been dispatched to the Shareholders who have indicated their wish to receive a printed copy.

By order of the Board
Zhejiang Sanhua Intelligent Controls Co., Ltd.
Zhang Yabo
Chairman of the Board and Executive Director

Hong Kong, June 5, 2026

As at the date of this announcement, the Board comprises: (i) Mr. Zhang Yabo, Mr. Wang Dayong, Mr. Ni Xiaoming and Mr. Chen Yuzhong as executive Directors; (ii) Mr. Zhang Shaobo and Mr. Ren Jintu as non-executive Directors; and (iii) Mr. Bao Ensi, Mr. Shi Jianhui, Ms. Pan Yalan and Mr. Ge Jun as independent non-executive Directors.