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Eastroc Beverage (Group) Co., Ltd.

東鵬飲料（集團）股份有限公司

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

(Stock Code: 09980)

PROFIT DISTRIBUTION AND RETURN PLAN FOR THE NEXT THREE YEARS (YEAR 2026–2028)

In order to further regulate and improve the profit distribution policy of Eastroc Beverage (Group) Co., Ltd. (the “**Company**”), establish a scientific, sustainable, stable and transparent dividend decision-making and supervisory mechanism, and actively reward investors, pursuant to the requirements of relevant documents including the “Regulatory Guidelines of Listed Companies No. 3 — Distribution of Cash Dividends of Listed Companies”, the “Self-Regulatory Guidelines for Listed Companies of the Shanghai Stock Exchange No. 1 — Standardised Operation” and the articles of association of Eastroc Beverage (Group) Co., Ltd. (the “**Articles of Association**”), the board of directors of the Company (the “**Board**”), after taking into comprehensive consideration various factors including the Company’s development strategy, competitive environment, industry development trends, profitability, shareholder returns, capital cost of the society and external financing environment, and after full discussion and verification, formulated the “Profit Distribution and Return Plan for the Next Three Years (Year 2026–2028) of Eastroc Beverage (Group) Co., Ltd.” (the “**Plan**”), the details are as follows:

I. Factors to be considered by the Company during the formulation of the Plan

With a view to long-term and sustainable development, the Company comprehensively considers its actual conditions, development strategic planning and industry development trends. In accordance with the relevant requirements of the Company Law and the Securities Law of the People’s Republic of China, as well as the relevant requirements of the China Securities Regulatory Commission and the Shanghai Stock Exchange, the Company establishes a scientific, sustainable and stable return plan and mechanism for investors, so as to make systematic arrangements for profit distribution and ensure the continuity and stability of its profit distribution policy.

II. Principles of the formulation of the Plan

Subject to compliance with the relevant national laws and regulations and the Articles of Association, the Plan shall fully attach importance to returns to investors and maintain the continuity and stability of the Company's profit distribution policy, while taking into account the long-term interests of the Company, the overall interests of all shareholders and the sustainable development of the Company. During the research, verification and decision-making process of the profit distribution policy, the Company shall fully take into consideration the opinions of independent directors and public investors.

III. Details of the Profit Distribution and Return Plan for the Next Three Years of the Company (Year 2026–2028)

1. Forms of profit distribution

The Company may distribute dividends in cash, shares, a combination of cash and shares, or by other means as permitted by laws and regulations, and shall give priority to distribution of profits in cash. The Company shall mainly distribute dividends on an annual basis, and the Board may also propose interim profit distribution as appropriate.

2. Conditions of profit distribution in cash

Where the auditor has issued a standard and unqualified auditor's report on the Company's annual financial report, the distributable profit realised by the Company for the year, namely the after-tax profit remaining after the Company has made up losses and made appropriations to the reserve fund, is positive, and the Company has sufficient cash to support its continuous operation and long-term development, the Company shall actively distribute profits in cash. When determining distributable profits, the Company shall use the financial statements of the parent company as the basis. Subject to conditions, the Company may conduct interim profit distribution in cash.

Upon the occurrence of any of the following circumstances, the Company may decide not to conduct profit distribution in cash or conduct profit distribution in cash at a level lower than the indicators stipulated in item 3 below: (1) the Company has not realised profits for the year; (2) the balance of distributable profits of the Company at the end of the period is negative; (3) the net cash flow from operating activities of the Company for the year or the balance of cash and cash equivalents at the end of the period is negative; (4) the Company has material cash expenditure matters within the next twelve months that can be foreseen, and the Company has explained the relevant plan in publicly disclosed

documents, and the conduct of profit distribution in cash may cause the cash flow of the Company to be unable to satisfy its operating or investment needs.

The abovementioned material cash expenditure matters refer to circumstances where the Company's proposed external investment, acquisition of assets or purchase of equipment within the next twelve months will involve cumulative expenditure reaching or exceeding 20% of the Company's latest audited net assets and exceeding RMB300 million, or where the Company's proposed external investment, acquisition of assets or purchase of equipment within the next twelve months will involve cumulative expenditure reaching or exceeding 10% of the Company's latest audited total assets.

3. Proportion of profit distribution in cash

Except where the Company is subject to any circumstance under the Articles of Association where profit distribution may not be conducted, the profits distributed by the Company in cash each year shall not be less than 80% of the net profit attributable to shareholders of the listed company realised for the year.

Where the Company repurchases shares by way of centralised price bidding transactions for cash consideration, the amount of such repurchase shall be deemed as profit distribution in cash and included in the calculation of the abovementioned proportion of profit distribution in cash and accumulative amount of profit distribution in cash.

Where the Company distributes profits by way of both cash and bonus shares, while satisfying the capital requirements for the normal production and operation of the Company, the Company shall implement differentiated policies for profit distribution in cash:

- (1) where the Company is in a mature stage of development and has no arrangement for material capital expenditure, when conducting profit distribution, the proportion of profit distribution in cash in such profit distribution shall be at least 80%;
- (2) where the Company is in a mature stage of development and has arrangements for material capital expenditure, when conducting profit distribution, the proportion of profit distribution in cash in such profit distribution shall be at least 40%;
- (3) where the Company is in a growth stage of development and has arrangements for material capital expenditure, when conducting profit distribution, the proportion of profit distribution in cash in such profit distribution shall be at least 20%.

Where the Company's stage of development is difficult to distinguish but it has arrangements for material capital expenditure, the matter may be handled in accordance with item 3 of the preceding paragraph.

4. Conditions for the distribution of bonus shares

Where the Company is in good operating condition and the Board considers that the Company's share price does not match the scale of its share capital, and that distribution of bonus shares is beneficial to the overall interests of all shareholders of the Company, subject to satisfaction of the abovementioned conditions of profit distribution in cash, the Company may distribute profits by way of bonus shares. The specific dividend ratio shall be considered and approved by the Board and then submitted to the shareholders' general meeting for consideration and approval.

IV. Conditions, decision-making procedures and mechanism for adjustment of profit distribution policies

The Company's profit distribution policy shall maintain continuity and stability. Where, based on its production and operation conditions, investment plans and long-term development needs, the Company indeed needs to adjust its profit distribution policy, the adjusted profit distribution policy shall not violate the relevant requirements of the China Securities Regulatory Commission and the stock exchange. The proposal regarding adjustment of the profit distribution policy shall be considered and approved by the Board and then submitted to the shareholders' general meeting of the Company for approval. Amendments to the Company's profit distribution policy shall be proposed by the Board to the shareholders' general meeting. The profit distribution policy proposed by the Board shall be approved by more than half of the members of the Board. Independent directors may solicit opinions from minority shareholders, put forward dividend proposals and directly submit them to the Board for consideration.

Amendments to the Company's profit distribution policy shall be submitted to the shareholders' general meeting of the Company for consideration, and shall be approved by more than two-thirds of the voting rights represented by shareholders, including proxies of shareholders, attending the shareholders' general meeting. The Company shall also make arrangements to provide convenience for minority investors to participate in the shareholders' general meeting through the trading system of the stock exchange, online voting system and other means.

V. Decision-making and implementation of profit distribution proposals

When formulating specific proposals for profit distribution in cash, the Board shall carefully study and verify matters including the timing, conditions and minimum proportion of the Company's profit distribution in cash, the conditions for adjustment and the requirements of the relevant decision-making procedures, and fully listen to the opinions of independent directors. Independent directors may solicit opinions from minority shareholders, put forward dividend proposals and directly submit them to the Board for consideration. After the shareholders' general meeting of the Company has passed a resolution on the profit distribution proposal, the Board shall complete the distribution of dividends or shares within 2 months after the shareholders' general meeting is held.

VI. Mechanism for protection of shareholders' interests

During the decision-making and discussion process in respect of profit distribution policies, the Board and the shareholders' general meeting of the Company shall fully listen to the opinions of independent directors and minority shareholders.

Where the Company realised profits in the previous accounting year but the Board did not propose an annual proposal for profit distribution in cash, the Board shall disclose in the annual report the reasons for not distributing cash dividends and the use of the funds retained by the Company which have not been used for the distribution of cash dividends. When the Company distributes profits in cash, if there is any misappropriation of the funds of the listed company by any shareholder, the Company shall deduct the cash dividends allocated to such shareholder in order to repay the amount of funds misappropriated by such shareholder.

VII. Supplementary provisions

Any matters not covered in the Plan shall be implemented in accordance with the relevant laws, regulations, regulatory documents and the Articles of Association. The Plan shall be interpreted by the Board and shall become effective from the date on which it is considered and approved at the shareholders' general meeting of the Company.

The Plan is subject to the consideration at the Company's shareholders' meeting.

This announcement is written in both Chinese and English. In the case of any discrepancies, the Chinese version shall prevail over its English version.

By order of the Board
Eastroc Beverage (Group) Co., Ltd.
Mr. LIN Muqin
*Chairman of the Board, Executive Director and
Chief Executive Officer*

Hong Kong, July 30, 2026

As at the date of this announcement, the Board comprises: (i) Mr. LIN Muqin, Mr. LIN Mugang, Mr. LU Yifu, Ms. JIANG Weiwei, Mr. ZHANG Lei and Mr. LIN Daiji as executive Directors; and (ii) Ms. ZHAO Yali, Ms. YOU Xiao, Mr. LI Hongbin and Mr. TAI Kwok Leung, Alexander as independent non-executive Directors.