*China Shengmu Organic Milk Limited (the "**Company**") is regarded as having a Significant Public Float Shortfall under Rule 13.32F of the Listing Rules. Accordingly, shareholders and potential investors of the Company are advised to exercise caution when dealing in the shares of the Company (the "**Shares**") because: (a) the Company has failed to maintain the minimum public float required under Rule 13.32B of the Listing Rules, resulting in a shortfall that constitutes a Significant Public Float Shortfall as defined under Rule 13.32F of the Listing Rules; and (b) the Stock Exchange will cancel the listing of the Shares if the Company fails to re-comply with Rule 13.32B of the Listing Rules within the prescribed period under Rule 13.32G(3) of the Listing Rules (i.e. by 2 February 2028).*

中国圣牧
CHINA SHENGMU

CHINA SHENGMU ORGANIC MILK LIMITED
中國聖牧有機奶業有限公司

(Incorporated in the Cayman Islands with limited liability)
(Stock Code: 1432)

ANNOUNCEMENT IN RELATION TO PUBLIC FLOAT

Reference is made to the announcement of the Company dated 3 August 2026 (the "**Announcement**") in relation to, among other things, the Company's non-compliance with the minimum public float requirement under Rule 13.32B of the Listing Rules and the Significant Public Float Shortfall as defined under Rule 13.32F of the Listing Rules. Unless otherwise defined, capitalised terms used herein shall have the same meanings as defined in the Announcement.

As disclosed in the Announcement, the CMD Directors have jointly and severally undertaken to the Stock Exchange they will take appropriate steps to ensure the Company's compliance with Rule 13.32B of the Listing Rules at the earliest possible moment.

The Company has been informed that CMD is actively considering measures to restore the public float of the Company, including but not limited to on-market and off-market disposal of Shares. Following the publication of the Company's interim results for the six months ended 30 June 2026, CMD will, subject to prevailing market conditions, conduct on-market disposal of Shares and/or identify investors and discuss and negotiate terms and conditions for disposal of Shares with a view to restoring the public float of the Company as soon as practicable.

Taking into account the historical liquidity of the Shares on The Stock Exchange of Hong Kong Limited, the expected time required for identifying potential investors, discussing and finalising the relevant transaction terms and conditions, the Company has been informed that based on information available to CMD, it is currently expected that the public float of the Company will be restored to comply with Rule 13.32B of the Listing Rules by the end of June 2027.

In the meantime, CMD and the Company will continue to explore other possible measures to facilitate the restoration of the public float of the Company, which may include (but are not limited to) the issuance of equity instruments convertible or exchangeable into Shares and/or equity fundraising.

For so long as the Company remains non-compliant with Rule 13.32B(2) of the Listing Rules, the Company will comply with the relevant disclosure requirements under the Listing Rules and refrain from taking any action which may further lower the percentage of its public float, unless the Company can demonstrate there are exceptional circumstances.

Announcement(s) will be made by the Company on a monthly basis until the public float of the Company is restored so as to keep the Shareholders informed of the progress of the implementation of the restoration plan.

By order of the Board
China Shengmu Organic Milk Limited
LI Kwok Fat
Company Secretary

Hong Kong, 11 August 2026

As at the date of this announcement, the executive director of the Company is Mr. Zhang Jiawang; the non-executive directors of the Company are Mr. Chen Yiyi (Chairman), Mr. Zhang Ping, Mr. Bai Fengming, Mr. Sun Qian and Ms. Shao Lijun; and the independent non-executive directors of the Company are Mr. Wang Liyan, Mr. Wu Liang and Mr. Sun Yansheng.