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If you are in any doubt as to any aspect of this circular or as to the action to be taken, you should consult your licensed securities dealer, bank manager, solicitor, professional accountant or other professional adviser.

If you have sold or transferred all your shares in Xiamen Jihong Co., Ltd, you should at once hand this circular and the accompanying form of proxy to the purchaser(s) or transferee(s) or to the bank, licensed securities dealer, or other agent through whom the sale or transfer was effected for transmission to the purchaser(s) or transferee(s).

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XIAMEN JIHONG CO., LTD **廈門吉宏科技股份有限公司**

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

(Stock Code: 2603)

- (1) PROPOSED PROFIT DISTRIBUTION FOR THE FIRST HALF OF 2026;**
(2) PROPOSED AMENDMENTS TO THE ARTICLES OF ASSOCIATION;
(3) PROPOSED AMENDMENTS TO
THE SYSTEM FOR THE ADMINISTRATION OF PROCEEDS
FROM CAPITAL RAISING ACTIVITIES OF THE COMPANY;
AND
(4) NOTICE OF 2026 FOURTH EXTRAORDINARY GENERAL MEETING
-

The 2026 Fourth EGM will be held at 38th Floor, Yuzhou Plaza, No. 55 Hubin South Road, Siming District, Xiamen, the PRC, at 2:30 p.m. on Tuesday, 8 September 2026. Notice convening the 2026 Fourth EGM is set out on pages EGM-1 to EGM-2 of this circular. Proxy form for the 2026 Fourth EGM is enclosed in this circular and published on the websites of the Stock Exchange (www.hkexnews.hk) and the Company (<https://www.jihong.cn>). Shareholders who are eligible to attend and intend to appoint a proxy to attend the 2026 Fourth EGM shall complete and return the accompanying proxy form in accordance with the instructions printed thereon to the H share registrar of the Company, Computershare Hong Kong Investor Services Limited, at 17M Floor, Hopewell Centre, 183 Queen's Road East, Wanchai, Hong Kong as soon as possible but in any event not later than 24 hours before the time fixed for holding the 2026 Fourth EGM or any adjournment thereof (as the case may be). Completion and return of the proxy form will not preclude you from attending and voting in person at the 2026 Fourth EGM or any adjourned meetings in person should you so desire. A letter from the Board is set out on pages 3 to 6 of this circular.

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DEFINITIONS

In this circular, the following expressions have the following meanings unless the context otherwise requires:

“2026 Fourth EGM”	the 2026 fourth extraordinary general meeting of the Company to be held at 38th Floor, Yuzhou Plaza, No. 55 Hubin South Road, Siming District, Xiamen, the PRC at 2:30 p.m. on Tuesday, 8 September 2026;
“2026 Interim Dividend”	the proposed distribution of an interim dividend for the six months ended 30 June 2026, of RMB0.14 per Share (tax inclusive) as described in the unaudited interim results announcement of the Company dated 17 August 2026;
“A Share(s)”	the ordinary share(s) with a par value of RMB1.00 each in the share capital of the Company, which are listed on the Shenzhen Stock Exchange, and are subscribed for and traded in RMB;
“Articles of Association”	the articles of association of the Company, as amended from time to time;
“Board”	the board of Directors;
“Company”	Xiamen Jihong Co., Ltd (廈門吉宏科技股份有限公司), a joint-stock company with limited liability incorporated in the PRC, the shares of which are listed on the Shenzhen Stock Exchange and the main board of the Stock Exchange;
“Director(s)”	the director(s) of the Company;
“H Share(s)”	overseas listed foreign share(s) with a par value of RMB1.00 each in the share capital of the Company which are listed on the Stock Exchange and are subscribed for and traded in Hong Kong dollars;
“Hong Kong”	the Hong Kong Special Administrative Region of the PRC;
“Listing Rules”	the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited;
“PRC”	the People’s Republic of China;
“RMB”	Renminbi, the lawful currency of the PRC;

DEFINITIONS

“Shareholder(s)”	the shareholder(s) of the Company;
“Stock Exchange”	The Stock Exchange of Hong Kong Limited; and
“Unaudited 2026 Interim Results Announcement”	the unaudited interim results announcement for the period ended 30 June 2026, dated 17 August 2026, published by the Company.

LETTER FROM THE BOARD



XIAMEN JIHONG CO., LTD **廈門吉宏科技股份有限公司**

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

(Stock Code: 2603)

Executive Directors:

ZHUANG Hao (*Chairwoman*)
ZHANG Heping (*General Manager*)
ZHUANG Shu (*Deputy General Manager*)
LU Tashan (*Vice Chairman, Deputy General Manager and
Joint Company Secretary*)

Registered Office:

No. 9 Putou Road
Dongfu Industry Park II
Haicang District
Xiamen
Fujian Province
PRC

Employee Representative Director:

BAI Xueting

Principal place of business in Hong Kong:

Office 5, 15/F
Bank of East Asia
Harbour View Centre
No. 56 Gloucester Road
Hong Kong

Independent Non-Executive Directors:

ZHANG Guoqing
Alfred SIT Wing Hang
TANG Yi Hoi
CAI Qinghui

17 August 2026

To the Shareholder

Dear Sir or Madam,

- (1) PROPOSED PROFIT DISTRIBUTION FOR THE FIRST HALF OF 2026;**
(2) PROPOSED AMENDMENTS TO THE ARTICLES OF ASSOCIATION;
(3) PROPOSED AMENDMENTS TO
THE SYSTEM FOR THE ADMINISTRATION OF PROCEEDS
FROM CAPITAL RAISING ACTIVITIES OF THE COMPANY;
AND
(4) NOTICE OF 2026 FOURTH EXTRAORDINARY GENERAL MEETING

1. INTRODUCTION

The purpose of this circular is to provide you with detailed information regarding the notice of the 2026 Fourth EGM and the relevant resolutions to be proposed at the 2026 Fourth EGM, so as to enable you to make an informed decision on whether to vote for or against the resolutions at the 2026 Fourth EGM. For details of the resolutions to be proposed at the 2026 Fourth EGM, please refer to the notice of the 2026 Fourth EGM enclosed with this circular.

LETTER FROM THE BOARD

2. PROPOSED PROFIT DISTRIBUTION FOR THE FIRST HALF OF 2026

According to the unaudited financial results for the first half of 2026, the net profit attributable to the Shareholders for the six months ended 30 June 2026 was RMB 157,747,480.69. As at 30 June 2026, the Company's total distributable profit amounted to RMB291,325,970.02. The Company proposed, based on the Company's distributable share capital of 447,840,388 Shares (being the Company's total share capital of 457,916,788 Shares excluding 10,076,400 Shares held in the dedicated repurchase account) in issue as at 17 August 2026 (the date on which the Unaudited Interim Results Announcement was published), that a cash dividend of RMB0.14 per Share (tax inclusive) will be distributed to all Shareholders, amounting to a total cash dividend distribution of RMB62,697,654.32, whereas no bonus shares will be distributed, and no conversion of capital reserve into share capital will be made.

If there is any change in the total share capital, such as exercise of equity incentives, conversion of convertible bonds, or share repurchases, between the Unaudited 2026 Interim Results Announcement and implementation of the profit distribution plan, the total distribution amount will be adjusted in accordance with the principle that the distribution ratio per Share remains unchanged.

The aforesaid cash dividend is denominated and announced in RMB, and will be paid to A Shareholders in RMB and to H Shareholders in Hong Kong dollars. The actual amount distributed in Hong Kong dollars shall be calculated based on the exchange rate of RMB against Hong Kong dollars published by the People's Bank of China on the date of the 2026 Fourth EGM.

The proposal has been considered and approved at the eighth meeting of the sixth session of the Board. If this proposal is approved at the 2026 Fourth EGM, the above profit distribution plan shall be implemented within two months from the date of the 2026 Fourth EGM, and the Company will separately announce the arrangements in relation to the distribution of the 2026 Interim Dividend, including the record date for dividend distribution and the period for closure of the register of members of the Company.

The above resolution is subject to approval by the Shareholders by way of an ordinary resolution at the 2026 Fourth EGM.

3. PROPOSED AMENDMENTS TO THE ARTICLES OF ASSOCIATION

The Company has allotted and issued 9,371,500 H Shares to not less than six places on 20 July 2026 under the general mandate granted to the Board to allot, issue and deal with H Shares pursuant to a resolution of the Shareholders passed at the first extraordinary general meeting of the Company held on 14 May 2026 (the "**Placing**"). Immediately following the Placing, the number of A Shares remained unchanged at 380,635,288, while the number of H Shares increased from 67,910,000 to 77,281,500, bringing the total issued share capital of the Company from 448,545,288 to 457,916,788. For details of the Placing, please refer to the Company's announcements dated 16 July 2026 and 20 July 2026.

The Board proposes to amend Articles 6 and 21 of the Articles of Association in accordance with the aforementioned changes in the registered capital (the "**Proposed Amendments to the Articles of Association**") and authorise the Company's management and any authorised person to deal with the relevant regulatory procedures for the Proposed Amendments to the Articles of Association.

LETTER FROM THE BOARD

The legal advisers to the Company, as to the laws of Hong Kong and the laws of the PRC, have respectively confirmed that the Proposed Amendments to the Articles of Association comply with the requirements of the Listing Rules and applicable laws of the PRC. The Company confirms that there is nothing unusual about the Proposed Amendments to the Articles of Association for a company incorporated in the PRC and listed on the Stock Exchange.

The above Proposed Amendments to the Articles of Association will become effective subject to the approval of the Shareholders by way of a special resolution at the 2026 Fourth EGM. The existing Articles of Association shall continue to be valid prior to the approval of the relevant resolution at the 2026 Fourth EGM. Relevant details are set out in Appendix I to this circular.

4. PROPOSED AMENDMENTS TO THE SYSTEM FOR THE ADMINISTRATION OF PROCEEDS FROM CAPITAL RAISING ACTIVITIES OF THE COMPANY

Pursuant to the applicable provisions of laws, regulations and normative documents, including the Company Law of the People's Republic of China, the Guidelines for the Articles of Association of Listed Companies (Revised in 2025), the Rules Governing the Listing of Stocks on the Shenzhen Stock Exchange and the Self-Regulatory Guidelines No. 1 for Listed Companies on the Shenzhen Stock Exchange – Standardised Operation of Listed Companies on the Main Board, the Board proposes to amend relevant provisions of the System for the Management of Proceeds of the Company in light of its actual circumstances.

The above resolution is subject to approval by the Shareholders by way of an ordinary resolution at the 2026 Fourth EGM. Relevant details are set out in Appendix II to this circular.

5. THE 2026 FOURTH EGM

The 2026 Fourth EGM will be held at 38th Floor, Yuzhou Plaza, No. 55, Hubin South Road, Siming District, Xiamen, the PRC at 2:30 p.m. on Tuesday, 8 September 2026. Notice convening the 2026 Fourth EGM is set out on pages EGM-1 to EGM-2 of this circular.

Proxy form for the 2026 Fourth EGM is enclosed in this circular and published on the websites of the Stock Exchange (www.hkexnews.hk) and the Company (<https://www.jihong.cn>). Shareholders who are eligible to attend and intend to appoint a proxy to attend the 2026 Fourth EGM shall complete and return the proxy form in accordance with the instructions printed thereon to the H share registrar of the Company, Computershare Hong Kong Investor Services Limited, at 17M Floor, Hopewell Centre, 183 Queen's Road East, Wanchai, Hong Kong as soon as possible but in any event not later than 24 hours before the time fixed for holding the 2026 Fourth EGM or any adjournment thereof (as the case may be). Completion and return of the proxy form will not preclude you from attending and voting at the 2026 Fourth EGM or any adjourned meetings in person should you so desire.

LETTER FROM THE BOARD

To determine the eligibility of the holders of H Shares to attend and vote at the 2026 Fourth EGM, the register of the holders of H Shares of the Company will be closed from 3 September 2026 to 8 September 2026 (both days inclusive). During this period, no transfer of H Shares will be registered. Any holder of the H Shares, whose name appears on the Company's register of members on 8 September 2026, is entitled to attend and vote at the 2026 Fourth EGM. In order to be qualified to attend and vote at the 2026 Fourth EGM, all transfer documents accompanied by the relevant H Share certificates must be lodged with the Company's H share registrar, Computershare Hong Kong Investor Services Limited, at Shops 1712-1716, 17th Floor, Hopewell Centre, 183 Queen's Road East, Wanchai, Hong Kong not later than 4:30 p.m. on 2 September 2026. For the notice of the 2026 Fourth EGM applicable to holders of A Shares and the relevant form of proxy, please refer to the announcement of the Company dated 17 August 2026, published on the Shenzhen Stock Exchange.

6. VOTING BY WAY OF POLL

Pursuant to Rule 13.39(4) of the Listing Rules, any vote of Shareholders at the general meeting must be taken by poll except where the chairman, in good faith, decides to allow a resolution which relates purely to a procedural or administrative matter to be voted on by a show of hands. Poll results will be announced and published by the Company in accordance with Rule 13.39(5) and 13.39(5A) of the Listing Rules after the conclusion of the 2026 Fourth EGM.

To the best of the Directors' knowledge, information and belief, no Shareholder is required to abstain from voting at the 2026 Fourth EGM.

7. RECOMMENDATIONS

The Board believes that the resolutions set out in the notice of the 2026 Fourth EGM are in the interests of the Company and its Shareholders as a whole. Accordingly, the Board recommends all Shareholders to vote in favour of the relevant resolutions as set out in the notice of the 2026 Fourth EGM.

8. RESPONSIBILITY STATEMENT

This circular, for which the Directors collectively and individually accept full responsibility, includes particulars given in compliance with the Listing Rules for the purpose of giving information with regard to the Company. The Directors, having made all reasonable enquiries, confirm that to the best of their knowledge and belief the information contained in this circular is accurate and complete in all material respects and not misleading or deceptive, and there are no other matters the omission of which would make any statement herein or this circular misleading.

Yours faithfully,
For and on behalf of the Board
Xiamen Jihong Co., Ltd
ZHUANG Hao
Executive Director and Chairwoman

APPENDIX I PROPOSED AMENDMENTS TO THE ARTICLES OF ASSOCIATION

COMPARISON TABLE OF AMENDMENTS TO THE ARTICLES OF ASSOCIATION

Before the Proposed Amendments	After the Proposed Amendments
Article 6 The registered capital of the Company is RMB448,545,288.	Article 6 The registered capital of the Company is RMB~~448,545,288~~ <u>457,916,788</u>.
Article 21 The total issued share capital of the Company comprises 448,545,288 shares, all of which are ordinary shares, including 380,635,288 A ordinary shares, representing 84.86% of the total issued share capital of the Company, and 67,910,000 H ordinary shares, representing 15.14% of the total issued share capital of the Company.	Article 21 The total issued share capital of the Company comprises ~~448,545,288~~ <u>457,916,788</u> shares, all of which are ordinary shares, including 380,635,288 A ordinary shares, representing ~~84.86~~<u>83.12</u>% of the total issued share capital of the Company, and ~~67,910,000~~ <u>77,281,500</u> H ordinary shares, representing ~~15.14~~<u>16.88</u>% of the total issued share capital of the Company.

Details of the proposed amendments to the System for the Management of Proceeds of Xiamen Jihong Co., Ltd are set out below.

XIAMEN JIHONG CO., LTD
System for the Administration of Proceeds from Capital Raising Activities
(Revised in August~~June~~ 2026~~5~~)

Chapter 1: GENERAL PROVISIONS

Article 1 In order to strengthen the management of the proceeds from capital raising activities by Xiamen Jihong Co., Ltd (hereinafter referred to as “**the Company**”), standardize the use of the proceeds from capital raising activities, and effectively protect the interests of investors, in accordance with the “Company Law of the People’s Republic of China” (hereinafter referred to as the “**Company Law**”), the “Securities Law of the People’s Republic of China” (hereinafter referred to as the “**Securities Law**”), the “Administrative Measures for the Issuance of Securities by Listed Companies,” the “Rules on the Regulation of Proceeds from capital raising activities by Listed Companies, the “Listing Rules of the Shenzhen Stock Exchange” (hereinafter referred to as the “**Listing Rules**”), and the “Self-regulatory Guidelines No. 1 for Listed Companies on the Shenzhen Stock Exchange – Standardized Operation of Listed Companies on Main Board” and other relevant laws, regulations, and normative documents, and considering the actual situation of the Company, this system is formulated.

Article 2 The term “proceeds from capital raising activities” as used in this system refers to proceeds from capital raising activities by the Company through the issuance of shares or other equity-based securities from investors for specific purposes. This does not include proceeds from capital raising activities by a listed company for the implementation of an equity incentive plan.

The term “oversubscription funds” as used in this system refers to the portion of the actual net proceeds from capital raising activities exceeding the planned fundraising amount.

Article 3 The Board of the Company shall continuously monitor the deposit, management, and use of proceeds from capital raising activities, effectively prevent investment risks, and improve the efficiency of fund utilization.

The directors and senior management members of the Company shall perform their duties diligently to ensure the safety of the Company’s proceeds from capital raising activities, and shall not manipulate the Company to arbitrarily or disguisedly change the use of such funds.

Article 4 The Company shall prudently use the proceeds from capital raising activities and ensure that their use is consistent with the purposes and uses as contained in the prospectus or other public offering documents. The Company shall not arbitrarily change the purposes of proceeds from capital raising activities.

The Company shall disclose the actual use of the proceeds from capital raising activities truthfully, accurately, and completely. In the event of a situation that severely impacts the normal execution of the fundraising investment plan, the Company shall promptly make an announcement.

Article 5 The Board of the Company shall fully demonstrate the feasibility of projects to be funded with proceeds from capital raising activities, ensuring that such projects have promising market prospects and profitability, so as to effectively prevent investment risks and improve the efficiency of fund utilization.

The Board of the Company is responsible for establishing and improving the internal management system for proceeds from capital raising activities and for ensuring the effective implementation of this system.

The directors and senior management members of the Company shall perform their duties diligently, supervise the proper use of proceeds from capital raising activities, voluntarily safeguard the security of such funds, and shall not participate in, assist with, or tolerate any arbitrary or disguised changes in the use of proceeds from capital raising activities.

Article 6 When the investment projects in respect of proceeds from capital raising activities are implemented through the Company's subsidiaries or other enterprises controlled by the Company, the Company shall ensure that the subsidiary or other controlled enterprises comply with this system.

Where the proceeds from capital raising activities are invested in overseas projects, the Company and its sponsor shall take effective measures to ensure the security and proper use of the funds invested in such overseas projects, and shall disclose the relevant specific measures and actual outcomes in the special report on the deposit, management, and use of proceeds from capital raising activities.

Where the proceeds from capital raising activities are utilized in violation of national laws and regulations and other provisions, including the Articles of Association, resulting in losses to the Company, the responsible persons shall bear the corresponding civil liability for compensation in accordance with applicable laws and regulations.

Chapter 2: Special Account for the Deposit of Proceeds from capital raising activities

Article 7 The Company shall prudently select a commercial bank and open a special account for the proceeds from capital raising activities (hereinafter referred to as the "**Special Account**"). The proceeds from capital raising activities shall be deposited and managed and used centrally in the Special Account approved by the Board. The Special Account shall not be used to hold non-proceeds from capital raising activities or be used for other purposes.

If the Company has more than two rounds of financing, separate Special Accounts shall be set up for each round of fundraising.

The oversubscription funds shall also be deposited and managed in the Special Account.

Article 8 Within one month after the proceeds from capital raising activities are in place, the Company shall enter into a tripartite supervision agreement (hereinafter referred to as the “**Tripartite Agreement**”) with the sponsor or independent financial advisor and the commercial bank where the proceeds from capital raising activities are deposited. After the agreement is signed, the Company may use the proceeds from capital raising activities. The Tripartite Agreement shall at least include the following contents:

- (I) The Company shall concentrate the proceeds from capital raising activities in the Special Account;
- (II) The account number of the Special Account, the raised fund projects involved, and the amount deposited in the account;
- (III) If the amount withdrawn from the Special Account by the Company exceeds RMB50 million or 20% of the net proceeds from capital raising activities within a single withdrawal or within a 12-month cumulative period, the Company and the commercial bank shall promptly notify the sponsor or independent financial advisor;
- (IV) The commercial bank shall provide the Company with a bank statement every month and send a copy to the sponsor or independent financial advisor;
- (V) The sponsor or independent financial advisor may, at any time, inquire about the Special Account information at the commercial bank;
- (VI) The supervisory duties of the sponsor or independent financial advisor, the notification and cooperation responsibilities of the commercial bank, and the supervision methods by the sponsor or independent financial advisor and commercial bank regarding the use of the Company’s proceeds from capital raising activities;
- (VII) The rights, obligations, and breach of contract responsibilities of the Company, commercial bank, sponsor, or independent financial advisor;
- (VIII) If the commercial bank fails to issue bank statements or notify the sponsor or independent financial advisor of significant withdrawals from the Special Account on three occasions, or fails to cooperate with the sponsor or independent financial advisor in querying or investigating the Special Account information, the Company may terminate the Agreement and close the Special Account.

The Company shall promptly disclose the main contents of the Tripartite Agreement after it is signed.

If the Company implements the fundraising investment projects through its controlling subsidiaries, a tripartite supervision agreement shall be signed by the Company, the controlling subsidiary implementing the fundraising investment projects, the commercial bank, and the sponsor or independent financial advisor, with the Company and the subsidiary jointly considered as one party.

If the Tripartite Agreement is terminated before its expiration, the Company shall sign a new agreement with the relevant parties within one month from the date of termination and promptly disclose it.

Chapter 3: Use of Proceeds from capital raising activities

Article 9 In principle, proceeds from capital raising activities should be used for the Company's main business activities and may not be used for high-risk investments such as securities investments, derivative transactions, or providing financial assistance to others. Additionally, proceeds from capital raising activities may not be directly or indirectly invested in companies whose main business involves the buying and selling of securities.

The Company shall not use proceeds from capital raising activities for pledge, entrusted loans, or other investments that would effectively alter the intended use of the proceeds from capital raising activities.

Article 10 The Company shall ensure the authenticity and fairness of the use of proceeds from capital raising activities, preventing the occupation or misappropriation of funds by the controlling shareholders, actual controllers, or other related parties. The Company shall adopt effective measures to prevent related parties from using the proceeds from capital raising activities to gain improper benefits through investment projects.

Where the Company discovers that its controlling shareholder, de facto controller or other related parties have misappropriated the proceeds from capital raising activities, it shall promptly demand the return of such funds from the fund occupying party, and disclose the cause of the misappropriation, its impact on the Company, the rectification and repayment plan, and the progress of such rectification. The Board shall pursue the legal liability of the relevant parties in accordance with the law.

Article 11 If any of the following circumstances occurs with a fundraising investment project, the Company shall re-evaluate the feasibility, expected returns, etc., of the project, decide whether to continue the project:

- (I) A significant change in the market environment involved in the fundraising investment project;
- (II) The fundraising investment project has been suspended for more than 1 year after the proceeds from capital raising activities have been received;
- (III) The completion deadline of the fundraising investment plan has passed, and the amount of funds invested does not reach 50% of the relevant planned amount;
- (IV) Other abnormal situations occur with the fundraising investment project.

If the Company encounters any of the circumstances set forth in the preceding paragraph, it shall make a timely disclosure. The Company shall disclose in its most recent periodic report the progress of the project, the reasons for the abnormalities, and the details of any re-evaluation conducted during the reporting period. If an adjustment to the fundraising investment plan is required, the adjusted fundraising investment plan should be disclosed simultaneously.

Article 12 Where a fundraising investment project is expected to fail to complete within the originally scheduled timeframe and the Company intends to postpone its implementation, such postponement shall be promptly reviewed and approved by the Board of the Company, and the sponsor or independent financial advisor shall issue a clear opinion. The Company shall promptly disclose the specific reasons for the failure to complete on schedule, by explaining the current deposit and accounting status of the proceeds from capital raising activities, the circumstances affecting the normal progress of the proceeds from capital raising activities usage plan, the estimated completion time and phased investment plan, the measures to ensure timely completion after the postponement, and other relevant matters.

Article 13 When the Company uses proceeds from capital raising activities for the following matters, it shall be reviewed and approved by the Board, with clear consent from the sponsor or independent financial advisor:

- (I) Replacing self-proceeds from capital raising activities already invested in fundraising investment project with proceeds from capital raising activities;
- (II) Using temporarily idle proceeds from capital raising activities for cash management;
- (III) Using temporarily idle proceeds from capital raising activities to temporarily supplement working capital;
- (IV) Changing the use of proceeds from capital raising activities;
- (V) Changing the implementation location of the fundraising investment project;
- (VI) Using surplus proceeds from capital raising activities;
- (VII) Using oversubscription funds for ongoing projects and new projects, as well as the repurchase and lawful cancellation of the Company's shares.

Where the Company changes the use of proceeds, uses oversubscription funds, or uses surplus proceeds reaching the threshold for shareholders' general meeting approval, such matters shall also be submitted to the shareholders' general meeting for approval.

If the relevant matters involve connected transactions, asset acquisitions, external investments, or similar, the Company shall also perform the review procedures and information disclosure obligations in accordance with Chapter 6 of the Stock Listing Rules.

Article 14 Upon completion of an individual or all fundraising investment projects, where the surplus funds (including interest income) are less than 10% of the net proceeds allocated to the project, the Company shall follow the procedures stipulated in the first paragraph of Article 13 when using such surplus funds.

If the surplus funds (including interest income) equal to or exceed 10% of the net proceeds allocated to the project, their use shall also be submitted to the shareholders' general meeting for approval. If the surplus funds (including interest income) are less than RMB 5 million or less than 1% of the project's net fundraising proceeds, the above procedures may be exempted, but the usage shall be disclosed in the annual report.

Article 15 The Company shall, based on its development plan and actual operational needs, properly arrange the use plan for oversubscription funds. Oversubscription funds shall be used for projects under construction, and new projects, as well as for the repurchase and lawful cancellation of the Company's shares. The Company shall, at the latest, determine the specific use plan for oversubscription funds at the time of the overall completion of the same batch of fundraising investment projects, and shall allocate and utilize the funds according to the plan.

Where the Company uses oversubscription funds to invest in projects under construction and new projects, it shall fully disclose information such as the construction plan of the relevant projects, the necessity and reasonableness of the investment, the investment period, and the rate of return. If the projects involve connected transactions, asset acquisitions, external investments, or similar, the Company shall also perform the review procedures and information disclosure obligations in accordance with Chapter 6 of the Listing Rules and other applicable provisions.

Where it is indeed necessary to use temporarily idle oversubscription funds for cash management or to temporarily supplement working capital, the necessity and reasonableness of such use shall be explained. If the Company uses temporarily idle oversubscription funds for cash management or to temporarily supplement working capital, the amount, duration, and other relevant matters shall be subject to approval by the Board of the Company, and the sponsor shall issue a clear opinion. The Company shall promptly disclose the relevant information.

The Company shall explain the use of oversubscription funds and the usage plan for the following year in the annual special report on the deposit, management, and use of proceeds from capital raising activities.

The Company shall use the oversubscription funds in a planned manner according to the actual production and operation needs of the enterprise, and after submitting it to the Board or Shareholders' General Meeting for approval, in the following order:

- (I) To supplement the funding gap of fundraising investment project;
- (II) Temporarily supplement working capital;
- (III) Conduct cash management;

Article 16 Where the Company substitutes proceeds from capital raising activities for self-raised funds that were previously advanced for fundraising investment projects, such replacement shall be subject to approval by the Board of the Company, with a clear opinion issued by the sponsor. The Company shall promptly disclose relevant information. In principle, the replacement shall be carried out within six months after the proceeds from capital raising activities are deposited into the dedicated account.

During the implementation of fundraising investment projects, proceeds from capital raising activities shall, in principle, be used for direct payments. Where it is indeed difficult to make direct payments using proceeds from capital raising activities, such as for paying staff salaries or purchasing overseas products and equipment, replacement may be carried out within six months after payment has been made using self-raised funds.

If the Company has disclosed in its offering application documents the intention to replace the self-raised funds with proceeds from capital raising activities, and the amount of the pre-investment is determined, it must disclose the matter to the public before implementing the replacement.

Article 17 Where the Company uses temporarily idle proceeds from capital raising activities for cash management, such cash management shall be conducted through the dedicated fundraising account or a publicly disclosed product-specific settlement account. Where a product-specific settlement account is used, the account shall not be used to hold funds irrelevant to proceeds from capital raising activities or for any other purpose. The implementation of cash management shall not affect the normal progress of the fundraising investment plan. The Company shall promptly disclose any opening or closure of a product-specific settlement account.

Cash management products shall meet the following conditions:

- (I) They shall be highly secure products such as structured deposits or large-denomination certificates of deposit, and shall not be non-principal-guaranteed products;
- (II) They shall have good liquidity, with a term not exceeding twelve months;
- (III) The cash management products shall not be pledged.

Article 18 Where the Company uses idle proceeds from capital raising activities for cash management, it shall promptly disclose the following information after the board meeting:

- (I) Basic information on the proceeds from capital raising activities, including the date of receipt, total amount raised, net proceeds, and investment plan;
- (II) The usage status of the proceeds from capital raising activities and the reasons for the idle funds;
- (III) The amount and term of the cash management, whether there is any disguised change in the intended use of the proceeds from capital raising activities, and the measures to ensure that the fundraising investment projects are not adversely affected;

- (IV) The income distribution method of the cash management products, the investment scope, the safety analysis provided by the issuing entity of the product, and the risk control measures taken by the Company to ensure the safety of the funds;
- (V) Opinions from the sponsor or independent financial advisor.

The Company must promptly disclose a risk warning announcement, when major risk situations occur, such as deterioration of the financial condition of the product issuer or potential losses in the cash management products, and explain the risk control measures the Company has taken to ensure the safety of the funds.

Article 19 When the Company temporarily uses idle proceeds from capital raising activities to supplement working capital, such use shall be carried out through the dedicated account for proceeds from capital raising activities and shall be limited to production and business activities related to the main business, and shall meet the following conditions:

- (I) It shall not change the use of proceeds from capital raising activities in disguise or affect the normal progress of the fundraising investment plan;
- (II) Previously used proceeds from capital raising activities for temporarily supplementing working capital have been repaid;
- (III) The duration for each temporary working capital supplementation shall not exceed twelve months;
- (IV) Idle proceeds from capital raising activities shall not be used directly or indirectly for high-risk investments such as securities investment, derivatives trading, etc.

Article 20 When the Company uses idle proceeds from capital raising activities to temporarily supplement working capital, it shall promptly disclose the following information after the Board's approval:

- (I) The basic information of this raised fund, including the date of receipt of such proceeds from capital raising activities, amount raised, net amount of proceeds from capital raising activities, and investment plan;
- (II) The usage of proceeds from capital raising activities;
- (III) The amount and duration of idle proceeds from capital raising activities used to supplement working capital;
- (IV) The estimated savings in financial expenses from using idle proceeds from capital raising activities to supplement working capital, the reasons for insufficient working capital, whether there is any disguised change in the use of proceeds from capital raising activities, and the measures to ensure that the normal progress of fundraising investment projects will not be affected;

- (V) The opinions of the sponsor or independent financial advisor;
- (VI) Any other content required by the Shenzhen Stock Exchange.

Before the due date for the supplementary working capital, the Company shall return the funds to the proceeds from capital raising activities special account and promptly disclose this after all the funds have been returned. If the Company expects to be unable to return such portion of funds to the dedicated account for proceeds from capital raising activities on schedule, it shall, prior to the due date, fulfill the review procedures as required in the preceding paragraph and make a timely announcement. The announcement shall include the use of funds, reasons for the failure to return the funds, reasons for the continued use of the funds to replenish working capital, and the duration of such use.

Chapter 4: Change of Use of Proceeds from capital raising activities

Article 21 The following situations are considered as changes in the use of proceeds from capital raising activities:

- (I) Cancellation or termination of the original fundraising investment project and implementation of a new project or permanent replenishment of working capital;
- (II) Change of the implementing entity for the fundraising investment project (except for changes within the Company and its wholly-owned subsidiaries);
- (III) Change in the implementation method of the fundraising investment project;
- (IV) Other situations recognized by the China Securities Regulatory Committee or Shenzhen Stock Exchange.

Where the Company uses the proceeds from capital raising activities for cash management, temporary replenishment of working capital, or uses excess proceeds from capital raising activities, in a manner that exceeds the amount, duration, or purpose approved by the Board or the shareholders' general meeting, and the circumstances are serious, such conduct shall be deemed a unauthorized change in the use of proceeds from capital raising activities.

Article 22 The Board of the Company should scientifically and prudently select new investment projects, conduct feasibility analyses on new investment projects, and ensure that the investment project has good market prospects and profitability, effectively mitigate investment risks, and improve the utilization efficiency of proceeds from capital raising activities.

Article 23 If the Company intends to change the fundraising investment project to a joint venture, it should carefully consider the necessity of the joint venture based on a thorough understanding of the joint venture partner's basic situation. The Company should ensure that it holds a controlling stake to maintain effective control over the fundraising investment project.

Article 24 If the Company changes the use of proceeds from capital raising activities for the acquisition of assets (including equity) from the controlling shareholder or actual controller, it should ensure that after the acquisition, there will be effective measures to avoid competition in the same industry and reduce related party transactions.

Article 25 If the Company changes the implementation location of the fundraising investment project, it should promptly announce the change after approval by the Board, explaining the changes, reasons, impact on the implementation of the fundraising investment project, and the opinions issued by the sponsor or independent financial advisor.

Article 26 Before the completion of all the Company's fundraising projects, if surplus funds arise due to project termination and part of the proceeds from capital raising activities are planned to be used for permanent working capital replenishment, the following requirements must be met:

- (I) The proceeds from capital raising activities must have been received for over one year;
- (II) The use of funds should not affect the implementation of other fundraising projects;
- (III) The approval procedures and information disclosure obligations for the change in the use of proceeds from capital raising activities should be followed according to the requirements.

Chapter 5: Management and Supervision of Proceeds from capital raising activities

Article 27 When the Company undertakes project investments, the expenditure of funds must strictly follow the Company's fund management system and complete the necessary approval procedures for fund usage. For each expenditure of proceeds from capital raising activities, a fund usage plan must be submitted by the department or unit responsible for the fundraising investment project. Within the scope authorized by the Board, after being signed by the head of the department or unit, the plan should be submitted to the Finance Department for review. After the Finance Department's review, the plan must be signed off by the financial manager, chief engineer, and general manager before payment is made. For amounts exceeding the Board's authorized limits, the approval of the Board must be obtained.

The Company's accounting department should establish a ledger to record in detail the expenditure and investment status of the proceeds from capital raising activities.

The internal audit department of the Company should inspect the deposit, management and use of proceeds from capital raising activities at least quarterly and report the inspection results to the audit committee in a timely manner.

If the audit committee finds that the Company's proceeds from capital raising activities management violates regulations, presents significant risks, or the internal audit department fails to submit the inspection report as required, it should promptly report to the Board. The Board should report to the Shenzhen Stock Exchange and make an announcement within 2 trading days upon receiving the report.

Article 28 The Board of the Company shall continuously monitor the actual deposit, management, and use of the proceeds from capital raising activities, conduct a comprehensive review of the progress of the fundraising investment projects on a semi-annual basis, issue special semi-annual and annual reports on the deposit, management, and use of the proceeds from capital raising activities, and engage an accounting firm to issue a verification report on the annual deposit, management, and use of the proceeds from capital raising activities. The relevant special reports shall include the basic information of the proceeds from capital raising activities and the deposit, management, and use of such funds as required under the Self-Regulatory Guidelines for Listed Companies No. 1 – Standardized Operation of Main Board Listed Companies issued by the Shenzhen Stock Exchange. The Company shall disclose the verification report issued by the accounting firm together with its periodic reports through qualified media channels.

If there is a discrepancy between the actual investment progress of the fundraising investment project and the investment plan, the Company shall explain the specific reasons. If the difference between the actual usage of proceeds from capital raising activities for the investment project in the year and the estimated usage amount in the latest disclosed fundraising investment plan exceeds 30%, the Company shall adjust the fundraising investment plan and disclose the following in the special report on the deposit, management and usage of proceeds from capital raising activities and the periodic report: the latest annual fundraising investment plan, the current actual investment progress, the adjusted estimated annual investment plan, and the reasons for the changes in the investment plan. The Company shall cooperate with the ongoing supervision conducted by the sponsor or independent financial advisor, as well as the audit work performed by the accounting firm, and shall promptly provide or apply to the bank for the provision of necessary information related to the deposit, management, and use of the proceeds from capital raising activities.

The accounting firm shall reasonably verify whether the special report of the Board has been prepared in accordance with the relevant regulations of the Shenzhen Stock Exchange and whether it truthfully reflects the actual deposit, management and usage of the annual proceeds from capital raising activities, and provide a verification conclusion.

If the verification conclusion is “qualified opinion”, “negative opinion”, or “unable to form an opinion”, the Board shall analyze the reasons for the conclusion raised by the accountant in the verification report, propose corrective measures, and disclose them in the annual report.

Article 29 If the sponsor or independent financial advisor discovers any irregularities in the deposit, management, or use of the Company’s proceeds from capital raising activities, it shall promptly conduct an on-site inspection and report to the Shenzhen Stock Exchange in a timely manner. The sponsor or independent financial advisor should conduct an on-site inspection of the Company’s deposit, management and use of proceeds from capital raising activities at least once every six months. At the end of each fiscal year, the sponsor or independent financial advisor should issue a special verification report on the Company’s annual deposit, management and use of proceeds from capital raising activities and disclose it.

If the accounting firm issues a “qualified opinion”, “negative opinion”, or “unable to form an opinion” in the verification conclusion on the deposit, management and use of proceeds from capital raising activities of the Company, the sponsor or independent financial advisor should carefully analyze the reasons for the above conclusions in their verification report and provide clear verification opinions.

If the sponsor or independent financial advisor finds that the Company or the commercial bank has not fulfilled the Tripartite Agreement as agreed, or if they discover significant violations or major risks in the Company's proceeds from capital raising activities management during an on-site inspection, they should urge the Company to rectify the issue promptly and report it to the Shenzhen Stock Exchange.

Chapter 6: Supplementary Provisions

Article 30 The terms “above”, “within”, and “before” as used in this system include the stated number, while “exceeding” and “below” do not include the stated number.

Article 31 For matters not covered by this system, or in the event of inconsistency with the provisions of the Company Law and other relevant laws, administrative regulations, normative documents, and the Company's Articles of Association, the relevant provisions of national laws, administrative regulations, normative documents, and the Articles of Association shall prevail.

Article 32 This system shall not apply to the use and management of proceeds raised by the Company from the issuance of overseas listed shares. The use of proceeds raised from the issuance of overseas listed shares shall be in accordance with the relevant laws, regulations, regulatory documents of the place where such shares are listed, and as well as the listing rules of the stock exchange.

Article 33 This system shall be interpreted and amended by the Board of the Company.

Article 34 This system shall come into effect and be implemented upon approval by the shareholders' general meeting.

Xiamen Jihong Co., Ltd

August 2026~~June 2026~~

NOTICE OF 2026 FOURTH EXTRAORDINARY GENERAL MEETING



XIAMEN JIHONG CO., LTD 廈門吉宏科技股份有限公司

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

(Stock Code: 2603)

NOTICE OF 2026 FOURTH EXTRAORDINARY GENERAL MEETING

NOTICE IS HEREBY GIVEN THAT the 2026 fourth extraordinary general meeting (the “**2026 Fourth EGM**”) of Xiamen Jihong Co., Ltd (廈門吉宏科技股份有限公司) (the “**Company**”) will be held at 38th Floor, Yuzhou Plaza, No. 55, Hubin South Road, Siming District, Xiamen, the PRC at 2:30 p.m. on Tuesday, 8 September 2026 to consider and, if thought fit, approve the following resolutions.

ORDINARY RESOLUTIONS

1. Proposed profit distribution for the first half of 2026; and
2. Proposed amendments to the System for the Administration of Proceeds from Capital Raising Activities of the Company.

SPECIAL RESOLUTION

3. Proposed amendments to the articles of association of the Company.

For and on behalf of the Board
Xiamen Jihong Co., Ltd
ZHUANG Hao
Executive Director and Chairwoman

Hong Kong, 17 August 2026

Notes:

1. Pursuant to Rule 13.39(4) of the Listing Rules, votes of the Shareholders at the 2026 Fourth EGM shall be taken by poll except where the chairman of the 2026 Fourth EGM, in good faith, decides to allow a resolution which relates purely to a procedural or administrative matter to be voted by a show of hands.
2. Any shareholder entitled to attend and vote at the 2026 Fourth EGM is entitled to appoint one or more proxies to attend and vote on his/her behalf. A proxy needs not be a member of the Company.
3. To be valid, the form of proxy and the power of attorney or other authority, if any, under which it is signed or a notarially certified copy of such authority, must be deposited at the Company's H share registrar, Computershare Hong Kong Investor Services Limited, at 17M Floor, Hopewell Centre, 183 Queen's Road East, Wanchai, Hong Kong as soon as possible and in any event not less than 24 hours before the time for holding of the meeting or any adjournment thereof.
4. Shareholders or their proxies shall present proof of identity when attending the 2026 Fourth EGM.

NOTICE OF 2026 FOURTH EXTRAORDINARY GENERAL MEETING

5. The holders of A Shares and H Shares will vote as one class of Shareholders. The register of holders for H Shares will be closed from 3 September 2026 to 8 September 2026 (both days inclusive), during which no transfer of Shares will be effected. The holders of H Shares whose names appear on the register of members of the Company on 8 September 2026 will be entitled to attend and vote at the 2026 Fourth EGM. In order to attend and vote at the 2026 Fourth EGM, all transfers accompanied by relevant share certificates must be lodged with the Company's H Share Registrar, Computershare Hong Kong Investor Services Limited, at Shops 1712–1716, 17th Floor, Hopewell Centre, 183 Queen's Road East, Wanchai, Hong Kong, not later than 4:30 p.m. on 2 September 2026.
6. Shareholders or their proxies attending the 2026 Fourth EGM are responsible for their own transportation and accommodation expenses.

As at the date of this announcement, the Board comprises of Ms. ZHUANG Hao as the chairwoman of the Board and executive Director; Mr. ZHANG Heping, Mr. ZHUANG Shu and Mr. LU Tashan as executive Directors; Ms. BAI Xueting as employee representative Director; and Dr. ZHANG Guoqing, Professor Alfred SIT Wing Hang, Mr. TANG Yi Hoi, and Mr. CAI Qinghui as independent non-executive Directors.