*China Shengmu Organic Milk Limited (the "**Company**") is regarded as having a Significant Public Float Shortfall under Rule 13.32F of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (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)

(1) CHANGE OF DIRECTORS AND (2) CHANGE IN THE COMPOSITION OF BOARD COMMITTEES

The Board announces that with effect from 27 August 2026:

(i) Mr. Zhang Ping has resigned as a non-executive Director, a member of the Audit Committee and the Remuneration Committee of the Company;

(ii) Mr. Bai Fengming has resigned as a non-executive Director and a member of the Strategy and Sustainability Committee of the Company;

(iii) Mr. Sun Qian has resigned as a non-executive Director and a member of the Strategy and Sustainability Committee of the Company;

(iv) Ms. Shao Lijun has resigned as a non-executive Director of the Company;

(v) Mr. Wang Liyan has resigned as the lead independent non-executive Director, the chairman of the Audit Committee and a member of the Nomination Committee of the Company;

(vi) Mr. Wu Liang will cease to be a member of the Remuneration Committee of the Company;

(vii) Mr. Shen Xinwen has been appointed as a non-executive Director and a member of the Audit Committee of the Company;

(viii) Mr. Sun Yugang has been appointed as a non-executive Director, a member of the Remuneration Committee, a member of the Nomination Committee and a member of the Strategy and Sustainability Committee of the Company;

(ix) Mr. Zhu Xiaohui has been appointed as a non-executive Director and a member of the Strategy and Sustainability Committee of the Company;

(x) Mr. Li Shengli has been appointed as the lead independent non-executive Director, a member of the Remuneration Committee and a member of the Strategy and Sustainability Committee of the Company;

(xi) Ms. Pan Min has been appointed as an independent non-executive Director, the chairman of the Audit Committee and a member of the Nomination Committee of the Company; and

(xii) Mr. Sun Yansheng has been appointed as a member of the Nomination Committee of the Company.

The board (the "**Board**") of directors (the "**Directors**", each a "**Director**") of China Shengmu Organic Milk Limited (the "**Company**", together with its subsidiaries collectively referred to as the "**Group**") hereby announces the following changes to the composition of the Board and the Board committees.

I. RESIGNATION OF DIRECTORS

The Board hereby announces that the following resignations of the Directors will take effect on 27 August 2026:

Mr. Zhang Ping ("**Mr. Zhang**") has resigned as a non-executive Director, a member of the Audit Committee (the "**Audit Committee**") and a member of the Remuneration Committee (the "**Remuneration Committee**") of the Company due to having reached retirement age.

Mr. Bai Fengming ("**Mr. Bai**") has resigned as a non-executive Director and a member of the Strategy and Sustainability Committee (the "**Strategy and Sustainability Committee**") of the Company due to work re-delegation.

Mr. Sun Qian ("**Mr. Sun Qian**") has resigned as a non-executive Director and a member of the Strategy and Sustainability Committee of the Company due to personal career commitments.

Ms. Shao Lijun ("**Ms. Shao**") has resigned as a non-executive Director of the Company due to work arrangements.

Mr. Wang Liyan ("**Mr. Wang**"), having served as an independent non-executive Director of the Company for over nine years, has resigned as the lead independent non-executive Director, the chairman of the Audit Committee and a member of the Nomination Committee (the "**Nomination Committee**") of the Company.

Mr. Zhang, Mr. Bai, Mr. Sun Qian, Ms. Shao and Mr. Wang have confirmed that there is no disagreement with the Board, and they are not aware of any matter in connection with their resignation as Directors that need to be brought to the attention of the shareholders of the Company (the "**Shareholders**") or The Stock Exchange of Hong Kong Limited (the "**Stock Exchange"**).

II. APPOINTMENT OF DIRECTORS

The Board is pleased to announce the following appointments which will take effect on 27 August 2026.

APPOINTMENT OF NON-EXECUTIVE DIRECTORS

Mr. Shen Xinwen

Mr. Shen Xinwen ("**Mr. Shen**") has been appointed as a non-executive Director and a member of the Audit Committee of the Company.

Details of Mr. Shen's biography are set out below.

Mr. Shen, aged 54, was appointed as a non-executive director of China Modern Dairy Holdings Ltd. (stock code: 1117.HK) ("**Modern Dairy**") on 25 March 2026. He is currently an executive director, vice-president and chief financial officer of China Mengniu Dairy Company Limited (stock code: 2319.HK) ("**China Mengniu**"), and a non-independent director of Shanghai Milkground Food Tech Co., Ltd. (stock code: 600882) listed on the Shanghai Stock Exchange. Mr. Shen was an executive director of China Foods Limited (stock code: 506.HK), a subsidiary of COFCO Corporation from September 2022 to August 2025. From August 2022 to August 2025, Mr. Shen was a deputy general manager and the deputy chief financial officer of COFCO Coca-Cola Beverages Limited, a 65%-owned subsidiary of China Foods Limited and a director of certain subsidiaries of China Foods Limited. Before joining COFCO Coca-Cola Beverages Limited, Mr. Shen served as the executive deputy general manager of COFCO Technology & Industry Co., Ltd. (formerly known as COFCO Engineering & Technology Co., Ltd.), a company listed on the Shenzhen Stock Exchange (stock code: 301058) from August 2020 to September 2022. From 1995 to August 2020, he served various positions in certain subsidiaries of COFCO Corporation, including head of COFCO International (Beijing) Co., Ltd., senior financial manager of CTA Makro Commercial Co., Ltd., general manager of finance department of COFCO Commercial Property Investment Co., Ltd., deputy general manager of finance department of COFCO Land Limited, deputy general manager of COFCO Land Limited, Beijing Branch, general manager of Xidan Joy City Co., Ltd., general manager of Grandjoy Holdings Group Co., Ltd. (Northwestern Region) and general manager of Xi'an Qinhantang International Plaza Management Limited. Mr. Shen was a director of COFCO Technology & Industry Co., Ltd., a company listed on the Shenzhen Stock Exchange (stock code: 301058) until October 2022. Mr. Shen holds a Bachelor's degree in Economics and an Executive Master of Business Administration degree from the University of International Business and Economics. Mr. Shen is an intermediate accountant and has over 20 years of experience in finance and accounting. He also has extensive experience in corporate administration.

Mr. Sun Yugang

Mr. Sun Yugang ("**Mr. Sun**") has been appointed as a non-executive Director, a member of the Remuneration Committee, a member of the Nomination Committee and a member of the Strategy and Sustainability Committee of the Company.

Details of Mr. Sun's biography are set out below.

Mr. Sun, aged 46, is currently the executive director and chief executive officer of Modern Dairy. From May 2002 to March 2007, Mr. Sun served as manager of the finance and investment department of Inner Mongolia Mengniu Dairy (Group) Co., Ltd. From March 2007 to September 2016, Mr. Sun was the chief financial officer, executive director and vice president of Modern Dairy, and served as non-executive director of Modern Dairy from October 2016 to March 2017. Mr. Sun re-joined Modern Dairy as the executive vice president in November 2019. Mr. Sun was promoted to the chief executive officer of the Modern Dairy in June 2022. Mr. Sun holds a Master of Business Administration degree from China Europe International Business School. Mr. Sun has extensive management and operational experience in corporate strategic development, international financing, corporate governance, investment, mergers and acquisitions and the dairy industry.

Mr. Zhu Xiaohui

Mr. Zhu Xiaohui ("**Mr. Zhu**") has been appointed as a non-executive Director and a member of the Strategy and Sustainability Committee of the Company.

Details of Mr. Zhu's biography are set out below.

Mr. Zhu, aged 55, is currently the executive director and chief financial officer of Modern Dairy. Mr. Zhu was appointed as a non-executive director of Modern Dairy and the vice president in July 2021 and was re-designated as an executive director and chief financial officer of Modern Dairy in November of the same year. Mr. Zhu has been responsible for overseeing finance, procurement, information and compliance management of the Modern Dairy since January 2024. Mr. Zhu joined Inner Mongolia Fuyuan International Industrial (Group) Co., Ltd. ("**Fuyuan International**") in August 2014, where he served as vice president, senior vice president, vice president and secretary to the board of directors of Fuyuan International. Prior to joining Fuyuan International, Mr. Zhu held senior positions at COFCO Group for approximately 18 years and served as a senior executive at Dalian Wanda Group Inc., Ltd. for approximately 4 years. Mr. Zhu has over 31 years of experience in corporate governance, financial management, international financing, investment, mergers and acquisitions, and management of large enterprises, as well as extensive operational experience in the animal husbandry industry. Mr. Zhu graduated from Guangdong University of Foreign Studies with a Bachelor's degree in International Business Administration and the University of International Business and Economics with a Master's degree in Business Administration.

APPOINTMENT OF INDEPENDENT NON-EXECUTIVE DIRECTORS

Mr. Li Shengli

Mr. Li Shengli ("**Mr. Li**") has been appointed as the lead independent non-executive Director, a member of the Remuneration Committee and a member of the Strategy and Sustainability Committee of the Company.

Details of Mr. Li's biography are set out below.

Mr. Li, aged 60, is currently the lead independent non-executive director of Modern Dairy, primarily providing independent judgement to the board on matters relating to dairy industry development and corporate oversight. Mr. Li is currently an independent non-executive director of AustAsia Group Ltd. (stock code: 2425.HK) ("**AustAsia**"). Mr. Li graduated from Shihezi Agricultural College with a Bachelor's degree in Animal Husbandry and Veterinary Science in July 1987. He then obtained his Doctorate degree in Animal Nutrition Science from China Agricultural University in July 1996. Since 2003, Mr. Li has been with China Agricultural University, working as an assistant professor and professor. Mr. Li is currently the vice-director (Animal Nutrition) of the State Key Laboratories, director of the Sino-US Dairy Research Center of China Agricultural University, director of the Sino-Dutch Dairy

Development Center, chief scientist in national dairy products industry technology system, a specialist to the China School Milk Programme and a specialist in the Cattle and Poultry Research Centre of Beijing Sanyuan Breeding Technology Co., Ltd. Mr. Li is a specialist to the Working Committee of National Dairy Herd Improvement Programme (DHI) of the Dairy Association of China and the chairman of China Institute of Animal Husbandry and Veterinary Cattle Chapter. Up to August 2022, Mr. Li served as an independent director of Xinjiang Tianrun Dairy Co., Ltd., a company listed on the Shanghai Stock Exchange (stock code: 600419). Until June 2023, Mr. Li served as an independent director of Zhejiang Yiming Food Co., Ltd., a company listed on the Shanghai Stock Exchange (stock code: 605179). In 2007, Mr. Li obtained a patent on Rubeili (乳倍利), a type of high-energy and high-protein supplementary feed for dairy cows. Mr. Li was awarded the second prize and a prize of the Beijing Science and Technology Award in 2000 and 2007, respectively, and was recognized by the Beijing Municipal Government as "Top 10 Scientists with Contribution to the Economic Development in Rural Villages of Beijing" in 2009. He also received the first prize for Advancement in Science and Technology awarded by the Education Department in 2012, the first prize for Chinese Agricultural Science awarded by the Ministry of Agriculture in 2013 and the second prize of National Scientific and Technological Progress Award in 2014.

As disclosed in the Statement of Disciplinary Action dated 8 May 2026, it was found AustAsia submitted outdated information during its listing application despite the availability of more up-to-date information during the application process. The company was found to have filed successive versions of a forecast for its financial year of 2022 which contained outdated and/or unjustified figures. The Listing Committee censured AustAsia, certain directors and senior management, as well as issued a prejudice to investors' interests statement in respect of a director and a member of senior management. For the avoidance of doubt, no sanction was imposed on Mr. Li in his capacity as a director of AustAsia.

Ms. Pan Min

Ms. Pan Min ("**Ms. Pan**") has been appointed as an independent non-executive Director, the chairman of the Audit Committee and a member of the Nomination Committee of the Company.

Details of Ms. Pan's biography are set out below.

Ms. Pan, aged 55, holds a Doctorate degree and graduated from Wuhan University, majoring in Financial Management. Ms. Pan is a non-practising member of Certified Public Accountants in Chinese Mainland. She is currently an independent non-executive director of Hony Media Group (stock code: 00419.HK), and an independent director of Shanghai Golden Union Commercial Management Co., Ltd. (stock code: 603682), Shanghai Milkground Food Tech Co., Ltd. (stock code: 600882) and Shanghai Vohringer Home Technology Co., Ltd. (stock code: 603226), all of which are listed on the Shanghai Stock Exchange.

Ms. Pan previously served as an independent director of Shanghai Hugong Electric (Group) Co., Ltd. (stock code: 603131), a company listed on the Shanghai Stock Exchange, and an independent director of Shandong Longji Machinery Co., Ltd. (stock code: 002363) and Harbin Gloria Pharmaceuticals Co., Ltd. (stock code: 002437) ("**Harbin Gloria**"), both of which are listed on the Shenzhen Stock Exchange.

Ms. Pan also previously worked at accounting firms in Chinese Mainland, with business coverage of Chinese Mainland, Hong Kong and Europe, and possesses over 30 years of professional accounting and audit experience.

According to a decision by the Heilongjiang bureau of the China Securities Regulatory Commission ("**CSRC**") dated 15 August 2024, Harbin Gloria disclosed inaccurate financial information. In Harbin Gloria's announcement dated 31 January 2024 in respect of its 2023 annual results, Harbin Gloria estimated a net profit attributable to shareholders of RMB200 million to RMB240 million. However, its annual report dated 20 April 2024 stated an audited net profit of RMB120.33 million for the same period. The CSRC determined that the material discrepancy constituted a violation of the Administrative Measures for Information Disclosure by Listed Companies. CSRC issued a warning letter to Harbin Gloria, Harbin Gloria's chairman and its general manager and financial controller and recorded the matter in the securities and futures market integrity database. For the avoidance of doubt, no sanction was imposed on Ms. Pan in her capacity as a director of Harbin Gloria.

TERMS OF APPOINTMENTS

The Company will enter into a letter of appointment with each of Mr. Shen, Mr. Sun, Mr. Zhu, Mr. Li and Ms. Pan in respect of their respective appointments as a non-executive Director or an independent non-executive Director for a term of three years commencing on 27 August 2026. Mr. Shen, Mr. Sun, Mr. Zhu, Mr. Li and Ms. Pan shall be subject to retirement by rotation and re-election at the Company's annual general meeting in accordance with the Company's articles of association and the Rules Governing the Listing of Securities on the Stock Exchange (the "**Listing Rules**"). Pursuant to the appointment letters of Mr. Shen, Mr. Sun and Mr. Zhu, they will not receive any remuneration or allowances from the Company in connection with their roles as non-executive Directors. Pursuant to Mr. Li and Ms. Pan's appointment letter, they will each be entitled to an annual fee of RMB200,000. The aforesaid fee is determined with reference to their duties and responsibilities within the Company, the Company's remuneration policies and prevailing market conditions.

As at the date of this announcement, Mr. Sun holds beneficial interests in 23,944,952 underlying shares of Modern Dairy (the holding company of the Company) in respect of certain restricted share awards, representing approximately 0.3% of the issued share capital of Modern Dairy. As at the date of this announcement, Mr. Zhu holds beneficial interests in 14,629,920 underlying shares of Modern Dairy in respect of certain restricted share awards, representing approximately 0.18% of the issued share capital of Modern Dairy. As at the date of this announcement, Mr. Shen holds beneficial interests in 102,812 underlying shares of China Mengniu (a substantial shareholder of each of the Company and Modern Dairy) in respect of certain restricted share awards, representing approximately 0.003% of the issued share capital of China Mengniu.

Save as disclosed above, as at the date of this announcement, Mr. Shen, Mr. Sun, Mr. Zhu, Mr. Li and Ms. Pan (i) have not held any directorships in any publicly listed companies whose securities are listed on any stock market in Hong Kong or overseas in the past three years; (ii) have no other major appointments or professional qualifications; (iii) do not hold or are not deemed to hold any interests in any shares or underlying shares of the Company within the meaning of Part XV of the Securities and Futures Ordinance (Cap. 571 of the Laws of Hong Kong); and (iv) have no relationship with any other directors, senior management or substantial or controlling shareholders of the Company.

Save as disclosed above, there are no other matters in connection with the appointment of Mr. Shen, Mr. Sun, Mr. Zhu, Mr. Li and Ms. Pan that should be brought to the attention of the Shareholders or the Stock Exchange, and no other information is required to be disclosed pursuant to Rule 13.51(2) of the Listing Rules.

III. CHANGES IN THE COMPOSITION OF BOARD COMMITTEES

As a result of the directors' resignations and appointments disclosed above, the composition of the Audit Committee, Remuneration Committee, Nomination Committee and Strategy and Sustainability Committee will be changed, with effect from 27 August 2026, as follows:

Mr. Shen has been appointed as a member of the Audit Committee.

Mr. Sun has been appointed as a member of the Remuneration Committee, a member of the Nomination Committee and a member of the Strategy and Sustainability Committee.

Mr. Zhu has been appointed as a member of the Strategy and Sustainability Committee.

Mr. Li has been appointed as a member of the Remuneration Committee and a member of the Strategy and Sustainability Committee.

Ms. Pan has been appointed as the chairman of the Audit Committee and a member of the Nomination Committee.

Mr. Sun Yansheng has been appointed as a member of the Nomination Committee.

IV. ACKNOWLEDGEMENT

The Board hereby expresses its sincere gratitude to Mr. Zhang, Mr. Bai, Mr. Sun Qian and Ms. Shao for their valuable contributions to the Group during their tenures as non-executive Directors, to Mr. Wang for his valuable contributions to the Group during his tenure as an independent non-executive Director, and to Mr. Wu Liang for his valuable contributions to the Group during his tenure as a member of the Remuneration Committee. The Board also warmly welcomes Mr. Shen, Mr. Sun, Mr. Zhu, Mr. Li and Ms. Pan to their new roles, as well as the new appointment of Mr. Sun Yansheng.

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

Hong Kong, 26 August 2026

As at the date of this announcement, the Board comprises Mr. Zhang Jiawang, as executive Director; Mr. Chen Yiyi (Chairman), Mr. Zhang Ping, Mr. Bai Fengming, Mr. Sun Qian and Ms. Shao Lijun, as non-executive Directors; and Mr. Wang Liyan, Mr. Wu Liang and Mr. Sun Yansheng, as independent non-executive Directors.