THIS CIRCULAR IS IMPORTANT AND REQUIRES YOUR IMMEDIATE ATTENTION

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 stockbroker or other registered dealer in securities, bank manager, solicitor, professional accountant or other professional adviser.

If you have sold or transferred all your shares in **Zhejiang Laifual Drive Co., Ltd.**, you should at once hand this circular and the accompanying form of proxy to the purchaser or transferee or to the bank, stockbroker or other agent through whom the sale or transfer was effected for transmission to the purchaser or transferee.

Zhejiang Laifual Drive Co., Ltd.
浙江來福諧波傳動股份有限公司

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

(Stock Code: 03952)

(1) PROPOSED CHANGE OF COMPANY NAME AND PROPOSED AMENDMENTS TO THE ARTICLES OF ASSOCIATION; (2) PROPOSED CHANGE OF REGISTERED ADDRESS AND PROPOSED AMENDMENTS TO THE ARTICLES OF ASSOCIATION; AND (3) NOTICE OF THE EXTRAORDINARY GENERAL MEETING

The EGM of the Company will be held at Conference Room No.6, Industrial Park, Ganlin Town, Shengzhou City, Zhejiang Province, PRC on Wednesday, 16 September 2026 at 9:30 a.m. The notice of the EGM is set out on pages EGM-1 to EGM-2 of this circular.

Whether or not you are able to attend the EGM, please complete and sign the enclosed form of proxy for use at the EGM in accordance with the instructions printed thereon and return it to the Company's H Share Registrar, Tricor Investor Services Limited, at 17/F, Far East Finance Centre, 16 Harcourt Road, Hong Kong as soon as possible but in any event not less than 24 hours before the scheduled time for the EGM or any adjournment thereof (as the case may be) (i.e. not later than 9:30 a.m. on Tuesday, 15 September 2026 (Hong Kong time)). Completion and return of the form of proxy will not preclude shareholders from attending and voting in person at the EGM if they so wish.

Non-registered shareholders whose H shares are held in the CCASS through banks, brokers, custodians or HKSCC may also vote and attend the EGM. In this regard, they should consult directly with their banks, brokers or custodians (as the case may be) for the necessary arrangements.

This circular together with the form of proxy are also published on the websites of the Hong Kong Stock Exchange (www.hkexnews.hk) and the Company (www.laifual.com).

28 August 2026

CONTENTS

Page

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

"Articles of Association" or "Articles"	the articles of association of the Company
"Board"	the board of Directors of the Company
"CCASS"	the Central Clearing and Settlement System established and operated by HKSCC
"Change of Company Name"	the change of registered name of the Company to Laifual Drive Co., Ltd.（來福諧波傳動股份有限公司）(subject to final approval by the relevant administrative authorities)
"Change of Registered Address"	the change of registered address of the Company to Room 1807, Block A, Debi Gangli WE, No. 2099 Tongwen Road, Ningwei Street, Xiaoshan District, Hangzhou City, Zhejiang Province, PRC（中國浙江省杭州市蕭山區寧圍街道通文路2099號德必港立WE A座1807室）(subject to final approval by the relevant administrative authorities)
"China", "PRC" or "Chinese Mainland"	the People's Republic of China which, for the purpose of this circular and for geographical reference only, excludes Hong Kong, the Macau Special Administrative Region and Taiwan
"Company"	Zhejiang Laifual Drive Co., Ltd.（浙江來福諧波傳動股份有限公司）, a joint stock company incorporated in the PRC with limited liability in November 2013, the issued H Shares of which are listed on the Main Board of the Stock Exchange (Stock Code: 3952)
"Directors"	the directors of the Company

"EGM" or "Extraordinary General Meeting"	the extraordinary general meeting of the Company to be held at Conference Room No.6, Industrial Park, Ganlin Town, Shengzhou City, Zhejiang Province, PRC on Wednesday, 16 September 2026 at 9:30 a.m., to consider and, if appropriate, to approve the resolutions contained in the notice of the EGM which is set out on pages EGM-1 to EGM-2 of this circular, or any adjournment thereof
"Group", "our Group", "we" or "us"	the Company and its subsidiaries
"H Share(s)"	ordinary share(s) in the share capital of our Company with a nominal value of RMB1.00 each, which are listed on the Stock Exchange and traded in Hong Kong dollars
"H Share Shareholder(s)"	holder(s) of H Shares
"H Share Registrar"	Tricor Investor Services Limited
"HKSCC"	Hong Kong Securities Clearing Company Limited, a wholly-owned subsidiary of Hong Kong Exchanges and Clearing Limited
"Hong Kong"	the Hong Kong Special Administrative Region of the People's Republic of China
"Listing Rules"	the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (as amended from time to time)
"RMB"	Renminbi, the lawful currency of the PRC

"Share(s)"	ordinary share(s) in the issued capital of the Company with a nominal value of RMB1.00 each, comprising Domestic Share(s) and H Share(s)
"Shareholder(s)"	holder(s) of Shares of the Company
"subsidiary(ies)"	has the meaning ascribed to it under section 15 of the Companies Ordinance (Chapter 622 of the Laws of Hong Kong)
"Stock Exchange"	The Stock Exchange of Hong Kong Limited
"%"	per cent

Zhejiang Laifual Drive Co., Ltd.
浙江來福諧波傳動股份有限公司
(A joint stock company incorporated in the People's Republic of China with limited liability)
(Stock Code: 03952)

Executive Directors:
Mr. Zhang Jie *(Chairman)*
Mr. Wu Di
Ms. Wang Haiying
Mr. Zhang Han

Non-Executive Directors:
Mr. Cui Zhiyuan
Mr. Li Chengsheng

Independent Non-Executive Directors:
Mr. Feng Yun
Dr. Li Jun
Mr. Lou Yu
Ms. Tian Chunshan

Registered address:
Industrial Park, Ganlin Town
Shengzhou City
Zhejiang Province
PRC

Headquarters and Principal Place of Business in the PRC:
Industrial Park, Ganlin Town
Shengzhou City
Zhejiang Province
PRC

Principal Place of Business in Hong Kong:
Room 1901, 19/F
Lee Garden One
33 Hysan Avenue
Causeway Bay
Hong Kong

28 August 2026

To the Shareholders

Dear Sir/Madam,

**(1) PROPOSED CHANGE OF COMPANY NAME AND PROPOSED AMENDMENTS TO THE ARTICLES OF ASSOCIATION;
(2) PROPOSED CHANGE OF REGISTERED ADDRESS AND PROPOSED AMENDMENTS TO THE ARTICLES OF ASSOCIATION;
AND
(3) NOTICE OF THE EXTRAORDINARY GENERAL MEETING**

I. INTRODUCTION

The 2026 EGM of the Company will be held at Conference Room No.6, Industrial Park, Ganlin Town, Shengzhou City, Zhejiang Province, PRC on Wednesday, 16 September 2026 at 9:30 a.m.. The notice of the EGM is set out on pages EGM-1 to EGM-2 of this circular.

The purpose of this circular is, among other things, to provide you with information on the notice of the EGM and certain resolutions to be considered at the EGM, so as to enable you to make an informed decision on whether to vote for or against the resolutions at the EGM.

II. MATTERS TO BE RESOLVED AT THE EGM

Reference is made to the announcement of the Company on 28 August 2026 in respect of the proposed Change of Company name, the proposed Change of Registered Address and proposed amendments to the Articles of Associations.

The Board resolved that to change the Chinese name of the Company from "浙江來福諧波傳動股份有限公司" to "來福諧波傳動股份有限公司" and to change the English name of the Company from "Zhejiang Laifual Drive Co., Ltd." to "Laifual Drive Co., Ltd." due to business operation needs.

In addition, based on the actual business needs of the Company, the Board has further resolved to change the registered address of the Company in the PRC from "Industrial Park, Ganlin Town, Shengzhou City, Zhejiang Province, PRC" to "Room 1807, Block A, Debi Gangli WE, No. 2099 Tongwen Road, Ningwei Street, Xiaoshan District, Hangzhou City, Zhejiang Province, PRC".

In view of the proposed Change of Company Name and the proposed Change of Registered Address, the Board proposes to amend the Articles of Associations as below.

Current Articles	**Amended Articles**
Article 1 In order to safeguard the legitimate rights and interests of Zhejiang Laifual Drive Co., Ltd. (the "**Company**"), its shareholders and creditors, to regulate the organization and acts of the Company, the articles of association (the "**Articles of Association**") are formulated in accordance with the Company Law of the People's Republic of China (the "**Company Law**"), the Securities Law of the People's Republic of China (the "**Securities Law**"), the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "**Hong Kong Listing Rules**") and other relevant provisions, and taking into account the actual situation of the Company.	Article 1 In order to safeguard the legitimate rights and interests of ~~**Zhejiang**~~ Laifual Drive Co., Ltd. (the "**Company**"), its shareholders and creditors, to regulate the organization and acts of the Company, the articles of association (the "**Articles of Association**") are formulated in accordance with the Company Law of the People's Republic of China (the "**Company Law**"), the Securities Law of the People's Republic of China (the "**Securities Law**"), the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "**Hong Kong Listing Rules**") and other relevant provisions, and taking into account the actual situation of the Company.

Current Articles	Amended Articles
Article 4 Registered Name of the Company: 浙江來福諧波傳動股份有限公司. English name: Zhejiang Laifual Drive Co., Ltd.	Article 4 Registered Name of the Company: ~~浙江~~來福諧波傳動股份有限公司. English name: ~~Zhejiang~~ Laifual Drive Co., Ltd.
Article 5 Domicile of the Company: Industrial Park, Ganlin Town, Shengzhou City, Zhejiang Province, the PRC. Postal Code: 312462	Article 5 Domicile of the Company: ~~Industrial Park, Ganlin Town, Shengzhou City, Zhejiang Province, the PRC. Postal Code: 312462~~ **Room 1807, Block A, Debi Gangli WE, No. 2099 Tongwen Road, Ningwei Street, Xiaoshan District, Hangzhou City, Zhejiang Province, PRC**.

The proposed Change of Company Name, proposed Change of Registered Address and the proposed amendments to the Articles of Association are subject to the approval by the Shareholders by way of special resolutions at the EGM and will come into effect after obtaining all necessary approvals, authorizations or registration (if applicable) from or filing with the relevant government or regulatory authorities. Save for the proposed amendments to the Articles of Association as set out above, other provisions of the Articles of Association shall remain unchanged.

The English version of the Articles of Association is an informal translation of the Chinese version. In case there is any inconsistency between the English version and the Chinese version, the Chinese version shall prevail.

The Company's legal advisers have confirmed that the proposed amendments to the Articles of Association comply with the requirements of the Listing Rules and PRC laws.

III. CLOSURE OF REGISTER OF MEMBERS

In order to determine the list of Shareholders who are entitled to attend the EGM, the record date for the purpose of ascertaining the eligibility of the Shareholders to attend and vote at the EGM is on Wednesday, 16 September 2026 and the H Shares register of members of the Company will be closed from Friday, 11 September 2026 to Wednesday, 16 September 2026 (both dates inclusive), during which no transfer of H Shares will be effected. In order for holders of H Shares to be eligible to attend and vote at the EGM, all share transfer documents, accompanied by the relevant share certificates, must be lodged with the H Share Registrar of the Company, Tricor Investor Services Limited, at 17/F, Far East Finance Centre, 16 Harcourt Road, Hong Kong before 4:30 p.m. on Thursday, 10 September 2026. Shareholders whose names appear on the Company's register of members on Wednesday, 16 September 2026 are entitled to attend and vote at the EGM.

IV. EXTRAORDINARY GENERAL MEETING AND PROXY ARRANGEMENT

The Company will convene the EGM at Conference Room No.6, Industrial Park, Ganlin Town, Shengzhou City, Zhejiang Province, PRC at 9:30 a.m.. The notice of the EGM is set out on pages EGM-1 to EGM-2 of this circular.

A form of proxy for use at the EGM is enclosed with this circular and available at the websites of the Stock Exchange (www.hkexnews.hk) and the Company (www.laifual.com).

Shareholders who intend to appoint a proxy to attend the EGM shall complete and return the form of proxy to the H Share Registrar of the Company, Tricor Investor Services Limited, at 17/F, Far East Finance Centre, 16 Harcourt Road, Hong Kong, not later than 24 hours before the time appointed for holding the EGM (i.e. 9:30 a.m. on Tuesday, 15 September 2026 (Hong Kong time)) or any adjournment thereof (as the case may be).

Completion and return of the form of proxy will not preclude a Shareholder from attending and voting in person at the EGM or any adjournment thereof should the Shareholder so wish at that time.

V. RECOMMENDATION

The Directors consider that the resolutions set out in the notice of the EGM are in the best interest of the Company and the Shareholders as a whole. Accordingly, the Directors recommend the Shareholders to vote for the resolutions as set out in the notice of the EGM.

By Order of the Board
Zhejiang Laifual Drive Co., Ltd.
Mr. Zhang Jie
Chairman of the Board and Executive Director

Zhejiang Laifual Drive Co., Ltd.
浙江來福諧波傳動股份有限公司
(A joint stock company incorporated in the People's Republic of China with limited liability)
(Stock Code: 03952)

NOTICE OF THE EXTRAORDINARY GENERAL MEETING

NOTICE IS HEREBY GIVEN THAT the extraordinary general meeting (the "**EGM**") of Zhejiang Laifual Drive Co., Ltd. (浙江來福諧波傳動股份有限公司) (the "**Company**") will be held at Conference Room No.6, Industrial Park, Ganlin Town, Shengzhou City, Zhejiang Province, PRC on Wednesday, 16 September 2026 at 9:30 a.m., for the purpose of considering and if thought fit, passing the following resolutions:

SPECIAL RESOLUTIONS

1. To consider and approve the proposed Change of Company Name and the proposed amendments to the Articles of Association.

2. To consider and approve the proposed Change of Registered Address and the proposed amendments to the Articles of Association.

By Order of the Board
Zhejiang Laifual Drive Co., Ltd.
Mr. Zhang Jie
Chairman of the Board and Executive Director

Hong Kong, 28 August 2026

Notes:

1. For details of the resolutions to be approved in this EGM, please refer to the circular of the Company date 28 August 2026 (the "**Circular**"). Unless the context requires otherwise, the terms used in this notice of EGM shall have the meaning same as those used in the Circular.

2. For determining the entitlement to attend and vote at the EGM, the register of members of H Shares of the Company will be closed from Friday, 11 September 2026 to Wednesday, 16 September 2026, both days inclusive, during which period no transfer of H Shares will be registered. In order to be eligible to attend and vote at the EGM, all transfer documents of H shares accompanied by the relevant shares certificates must be lodged with the Company's H Share Registrar, Tricor Investor Services Limited, at 17/F, Far East Finance Centre, 16 Harcourt Road, Hong Kong before 4:30 p.m. on Thursday, 10 September 2026.

3. H Share Shareholders who have the right to attend and vote at the EGM are entitled to appoint one or more proxies (whether or not a Shareholder) to attend and vote on his/her/its behalf. For those Shareholders who appoint more than one proxy, such proxies can only exercise their voting rights by way of poll.

4. In order to be valid, the proxy form must be completed and signed in accordance with the instructions printed thereon and return it to the Company's H Share Registrar in Hong Kong, Tricor Investor Services Limited, at 17/F, Far East Finance Centre, 16 Harcourt Road, Hong Kong as soon as possible and in any event not less than 24 hours before the time appointed for the holding of the EGM for the H Share Shareholders.

5. If a proxy is appointed to attend the EGM on behalf of a Shareholder, the proxy must produce a proxy form which is signed by the appointer or his/her agent so authorized in writing, or if the appointer is a legal person, sealed by the stamp of the legal person or signed by its director or agent so officially authorized. The proxy form shall specify the number of shares represented by the proxy of the Shareholder. Where a Shareholder appoints more than one proxy, he/she shall specify the number of shares represented by each proxy.

6. All persons who are registered holders of shares of the Company at the close of business (Hong Kong time) on Wednesday, 16 September 2026 will be entitled to attend and vote at the meeting.

7. References to time and dates in this notice are to Hong Kong time and dates.

8. Pursuant to Rule 13.39(4) of the Listing Rules, the resolutions set out in this notice will be decided by poll at the EGM.

9. Completion and return of the form of proxy will not preclude Shareholders from attending and voting in person at the EGM should they so wish, and in such event, the form of proxy shall be deemed to be revoked.

As of the date of this notice, the Board comprises: (i) Mr. Zhang Jie, Mr. Wu Di, Ms. Wang Haiying and Mr. Zhang Han as executive Directors; (ii) Mr. Cui Zhiyuan and Mr. Li Chengsheng as non-executive Directors; and (iii) Mr. Feng Yun, Dr. Li Jun, Mr. Lou Yu and Ms. Tian Chunshan as independent non-executive Directors.