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盛融控股
Shengrong Holding

SHENGRONG HOLDING LTD.

盛融控股有限公司

(Incorporated in Bermuda with limited liability)

(Hong Kong Stock Code (Primary Listing): 834)

(Singapore Stock Code (Secondary Listing): P74)

**CONTINUING CONNECTED TRANSACTIONS
MUTUAL PROVISION OF PRODUCTS AND SERVICE
AND
ASSET LEASE AGREEMENTS**

**2027-2029 PRODUCT PROCUREMENT AND SERVICE PROVISION
FRAMEWORK AGREEMENT AND ASSET LEASE AGREEMENTS**

As the Previous Framework Agreement shall expire on 31 December 2026, on 13 October 2026, the Company (for and on behalf of the Group) and KD Holding (for and on behalf of the KD Holding Group) entered into the 2027-2029 Product Procurement and Service Provision Framework Agreement in relation to the Mutual Provision of Products and Service. Pursuant to the agreement, the Group shall provide (1) chilled and frozen rabbit meat products, chilled and frozen chicken meat products and processed foods; (2) breeder rabbits; and (3) product processing/storage service to KD Holding Group. Meanwhile, the Group shall purchase (1) commercial rabbits; (2) feedstock; and (3) raw and auxiliary ingredients from KD Holding Group.

Furthermore, as the Previous Asset Lease Agreement shall expire on 31 December 2026, on 13 October 2026, Kangda Foods (as the lessor) and Kangda Changrong and Kangda Pet (as the lessees) entered into the Asset Lease Agreement I in respect of the renewal of premise I and the lease of its equipment, and entered into the Asset Lease Agreement II in respect of the lease of premise II and the lease of its equipment. Pursuant to the Asset Lease Agreements, the Group shall lease Premises and Equipment, which shall only be used in food production, to Kangda Changrong and Kangda Pet.

LISTING RULES IMPLICATIONS

1. Mutual Provision of Products and Service

As at the date of this announcement, approximately 94.705% of the equity interest in KD Holding is ultimately controlled by Mr. Gao Sishi, the chairman and an executive Director of the Company. Mr. Gao Sishi is a connected person of the Company under Rule 14A.07(1) of the Listing Rules. As such, KD Holding is an associate of a connected person of the Company. Accordingly, the 2027-2029 Product Procurement and Service Provision Framework Agreement and the transactions contemplated thereunder constitute continuing connected transactions of the Company. As the applicable percentage ratios in relation to the 2027-2029 Product Procurement and Service Provision Framework Agreement, the transactions contemplated thereunder and the corresponding annual caps exceed 5%, they are subject to the reporting, announcement, independent Shareholders' approval and annual review requirements under Chapter 14A of the Listing Rules.

2. Asset Lease Agreements

Kangda Changrong and Kangda Pet are both companies incorporated in the PRC with limited liability. As at the date of this announcement, Kangda Changrong is a wholly-owned subsidiary of Kangda Aibo, which is in turn held as to 80% by Mr. Gao Sishi, an executive Director, and 20% by KD Holding, while Kangda Pet is a wholly-owned subsidiary of KD Holding. Mr. Gao Sishi is the chairman, an executive Director and the controlling shareholder of the Company. As such, Kangda Changrong and Kangda Pet are both associates of a connected person of the Company. Accordingly, the Asset Lease Agreements and the transactions contemplated thereunder constitute continuing connected transactions of the Company.

As the highest applicable percentage ratio in relation to the Asset Lease Agreements, the transactions contemplated thereunder and the corresponding annual caps exceeds 5%, they are subject to the reporting, announcement, independent Shareholders' approval and annual review requirements under Chapter 14A of the Listing Rules.

Given that Mr. Gao Sishi and Mr. Gao Yanxu, both executive Directors, hold approximately 94.705% and 5.295% of the issued shares in KD Holding, respectively, Mr. Gao Sishi and Mr. Gao Yanxu are considered to have a material interest in the 2027-2029 Product Procurement and Service Provision Framework Agreement and the Asset Lease Agreements and have abstained from voting on the resolutions passed by the Board to approve the 2027-2029 Product Procurement and Service Provision Framework Agreement and the Asset Lease Agreements, the transactions contemplated thereunder and the corresponding annual caps. Save as disclosed above, none of the Directors has any material interest in and is required to abstain from voting on the resolutions passed by the Board to approve the same.

DESPATCH OF CIRCULAR

A circular containing, among others, (i) further details of the 2027-2029 Product Procurement and Service Provision Framework Agreement and the Asset Lease Agreements, the transactions contemplated thereunder and the corresponding annual caps; (ii) a letter from the independent board committee containing its recommendations on the 2027-2029 Product Procurement and Service Provision Framework Agreement and the Asset Lease Agreements, the transactions contemplated thereunder and the corresponding annual caps; (iii) a letter of advice from the independent financial adviser to the independent board committee and the Shareholders of the Company containing its recommendations on the 2027-2029 Product Procurement and Service Provision Framework Agreement and the Asset Lease Agreements, the transactions contemplated thereunder and the corresponding annual caps; (iv) a notice of the special general meeting; and (v) other relevant matters as required under the Listing Rules, is expected to be published on the website of Hong Kong Exchanges and Clearing Limited (www.hkexnews.hk) and the Company's website (<https://shengrongholding.com>) on or before 4 November 2026.

BACKGROUND

As the Previous Framework Agreement shall expire on 31 December 2026, on 13 October 2026, the Company (for and on behalf of the Group) and KD Holding (for and on behalf of the KD Holding Group) entered into the 2027-2029 Product Procurement and Service Provision Framework Agreement in relation to the Mutual Provision of Products and Service. Pursuant to the agreement, the Group shall provide (1) chilled and frozen rabbit meat products, chilled and frozen chicken meat products and processed foods; (2) breeder rabbits; and (3) product processing/storage service to KD Holding Group. Meanwhile, the Group shall purchase (1) commercial rabbits; (2) feedstock; and (3) raw and auxiliary ingredients from KD Holding Group.

Furthermore, as the Previous Asset Lease Agreement shall expire on 31 December 2026, on 13 October 2026, Kangda Foods (as the lessor) and Kangda Changrong and Kangda Pet (as the lessees) entered into the Asset Lease Agreement I in respect of the renewal of premise I and the lease of its equipment, and entered into the Asset Lease Agreement II in respect of the lease of premise II and the lease of its equipment. Pursuant to the Asset Lease Agreements, the Group shall lease Premises and Equipment, which shall only be used in food production, to Kangda Changrong and Kangda Pet.

(A) 2027-2029 Product Procurement and Service Provision Framework Agreement

The principal terms of the 2027-2029 Product Procurement and Service Provision Framework Agreement are set out below:

Date: 13 October 2026

Parties: (i) the Company; and
(ii) KD Holding

Term: From 1 January 2027 to 31 December 2029

Nature of transaction:

- (i) Provision of Products – The Group will provide rabbit meat products, chicken meat products and processed foods to KD Holding Group.
- (ii) Provision of Breeder Rabbits – The Group will provide breeder rabbits to KD Holding Group.
- (iii) Provision of Service – The Group will provide product processing/storage service to KD Holding Group.
- (iv) Purchase of Rabbits – The Group will purchase commercial rabbits from KD Holding Group.
- (v) Purchase of feedstock – The Group will purchase feedstock from KD Holding Group.
- (vi) Purchase of raw and auxiliary ingredients – The Group will purchase raw and auxiliary ingredients from KD Holding Group.

Condition precedent

The 2027-2029 Product Procurement and Service Provision Framework Agreement is conditional upon (i) the Company obtaining the independent Shareholders' approval in accordance with the Listing Rules; and (ii) all parties complying with all requirements in relation to relevant laws and regulations (including but not limited to the Listing Rules).

Basis of pricing

The price under the 2027-2029 Product Procurement and Service Provision Framework Agreement should be based on the following principles. The price should be determined according to the market price on an arm's length basis based on normal commercial terms in the ordinary and usual course of business, details of which are set out as follows:

(1) Provision of Products, Provision of Breeder Rabbits and Provision of Product Processing/Storage Service

Regarding the Provision of Products, in respect of the publicly available products, the price charged by the Group to KD Holding Group will be determined with reference to the price of the same product charged by the Group to the Independent Third Parties. Such price will be reviewed and adjusted on a weekly basis by the Group with reference to the fluctuation in the market price of respective products.

Regarding the Provision of Breeder Rabbits, in respect of the publicly available products, the price charged by the Group to KD Holding Group will be determined with reference to the price of the same or comparable breeder rabbits charged by the Group to the Independent Third Parties. Such price will be reviewed and adjusted on a weekly basis by the Group with reference to the fluctuation of market price of comparable breeder rabbits.

Regarding the Provision of Product Processing/Storage Service, in respect of the publicly available same or comparable services, the price charged by the Group to KD Holding Group will be determined with reference to the price of same or comparable service charged by the Group to the Independent Third Parties. Such price will be reviewed and adjusted on a weekly basis by the Group with reference to the fluctuation of market price of comparable service.

In the event that the Group needs to tailor-make the above products or service to fulfil the requirements of KD Holding Group and their market prices are not available, the Group will determine the market price of such products or service based on the production costs incurred by the Group plus a markup of 20%. Such price will not be less favourable than the price quoted to the Independent Third Parties, which is also determined based on the production costs incurred by the Group plus a markup of 20%.

(2) *Purchase of Rabbits, Purchase of Feedstock and Purchase of Raw and Auxiliary Ingredients*

Regarding the Purchase of Rabbits, in respect of the publicly available products, the Group will seek quotations from KD Holding Group and three or more independent suppliers. The Company will compare independent suppliers and KD Holding Group based on the following priorities, including but not limited to the quality, price and payment terms of the commercial rabbits. Provided that the quality of commercial rabbits meets the requirement of the Group, the market price will be determined based on the lowest price of the commercial rabbits of the same quality offered by KD Holding Group and independent suppliers. Based on the above, the Group will purchase the commercial rabbits at the lowest price to be offered by KD Holding Group or independent suppliers.

Regarding the Purchase of Products, in respect of the publicly available feedstock and raw and auxiliary ingredients, the Group will seek quotations from KD Holding Group and three or more independent suppliers. The Company will compare independent suppliers and KD Holding Group based on the following priorities, including but not limited to the quality, price and payment terms of the feedstock and raw and auxiliary ingredients. Provided that the quality of feedstock and raw and auxiliary ingredients meets the requirement of the Group, the market price will be determined based on the lowest price of the feedstock and raw and auxiliary ingredients of the same quality offered by KD Holding Group and the independent suppliers. Based on the above, the Group will purchase the feedstock and raw and auxiliary ingredients at the lowest price to be offered by KD Holding Group or independent suppliers.

Annual caps

The transaction amount in relation to the Mutual Provision of Products and Service for the period from 1 January 2027 to 31 December 2029 will not exceed the amount as set out below:

	For the year ending 31 December 2027 (RMB)	For the year ending 31 December 2028 (RMB)	For the year ending 31 December 2029 (RMB)
Annual Cap of Sales Transaction by the Group to KD Holding Group	107,560,000	110,600,000	112,260,000
<i>Expected transaction amount for Provision of Products by the Group to KD Holding Group</i>	67,560,000	70,600,000	72,260,000
<i>Expected transaction amount for Provision of Breeder Rabbits by the Group to KD Holding Group</i>	14,000,000	14,000,000	14,000,000
<i>Expected transaction amount for Provision of Product Processing/ Storage Service by the Group to KD Holding Group</i>	26,000,000	26,000,000	26,000,000
Annual Cap of Purchase Transaction by the Group from KD Holding Group	190,000,000	201,000,000	212,000,000
<i>Expected transaction amount for Purchase of Rabbits by the Group from KD Holding Group</i>	162,000,000	172,000,000	182,000,000
<i>Expected transaction amount for purchase of feedstock by the Group from KD Holding Group</i>	25,000,000	25,000,000	25,000,000
<i>Expected transaction amount for purchase of raw and auxiliary ingredients by the Group from KD Holding Group</i>	3,000,000	4,000,000	5,000,000

Historical transaction amounts

The historical transaction amounts in relation to the Mutual Provision of Products and Service are as follows:

	For the year ended 31 December 2024 <i>(Approximately RMB)</i>	Utilisation rate of the annual cap <i>(%)</i>	For the year ended 31 December 2025 <i>(Approximately RMB)</i>	Utilisation rate of the annual cap <i>(%)</i>	For the nine months ended 30 September 2026 <i>(Approximately RMB)</i>	Utilisation rate of the annual cap <i>(%)</i>
Historical transaction amounts for sales by the Group to KD Holding Group	24,405,096	73.7	18,762,764	41.1	14,964,530	30.5
<i>Provision of Products by the Group to KD Holding Group</i>	23,141,294	73.9	13,923,397	35.7	10,888,232	26.6
<i>Provision of Breeder Rabbits by the Group to KD Holding Group</i>	1,263,802	70.2	4,839,367	72.2	4,076,298	51.0
<i>Provision of Product Processing/ Storage Service by the Group to KD Holding Group⁽¹⁾</i>	–	N/A	–	N/A	–	N/A
Historical transaction amounts for purchase by the Group from KD Holding Group	45,888,966	94.8	79,631,560	72.3	59,676,981	49.0
<i>Purchase of Rabbits by the Group from KD Holding Group</i>	40,649,506	96.8	64,604,311	68.0	47,992,958	45.3
<i>Purchase of Feedstock by the Group from KD Holding Group</i>	5,239,460	81.9	15,027,249	99.5	11,684,023	73.5
<i>Purchase of raw and auxiliary ingredients by the Group from KD Holding Group⁽²⁾</i>	–	N/A	–	N/A	–	N/A

Notes:

- (1) As this is the first time the Group has provided the product processing/storage service to KD Holding Group, there is no disclosure of the historical transaction amounts in respect of such service fee.
- (2) As this is the first time the Group has purchased raw and auxiliary ingredients from KD Holding Group, there is no disclosure of the historical transaction amounts in respect of such service fee.

Bases of annual caps

The Annual Cap of Sales Transaction by the Group to KD Holding Group was determined based on the following factors:

For the Provision of Products, the anticipated demand for chilled and frozen rabbit meat products, chilled and frozen chicken meat products and other processed foods of KD Holding Group was determined with reference to (a) the historical purchase amount of the relevant products by KD Holding Group from the Group for the two years ended 31 December 2025 and for the nine months ended 30 September 2026, being approximately RMB23.1 million, RMB13.9 million and RMB10.9 million, respectively; (b) the actual sales amount of processed foods, chilled and frozen rabbit meat products and chilled and frozen chicken meat products to the end customers of KD Holding Group by KD Holding Group for the two years ended 31 December 2025 and for the nine months ended 30 September 2026, being approximately RMB105.8 million, RMB101.5 million and RMB93.2 million; (c) the purchase plan of two end customers of KD Holding Group in the forthcoming six months ending 30 June 2027; (d) the expected annual growth rate of no less than 10% in market demand for processed foods and chilled and frozen meat products in each of the three years ending 31 December 2029, respectively; and (e) an additional 10% buffer to give flexibility in conducting and expanding the business and for the potential fluctuation of the prices of poultry, chicken, rabbit meat and other raw ingredients during the relevant period.

For the Provision of Breeder Rabbits, the anticipated demand for breeder rabbits of KD Holding Group was determined with reference to (a) the historical sales amount of breeder rabbits sold by the Group to KD Holding Group for the two years ended 31 December 2025 and for the nine months ended 30 September 2026, being approximately RMB1.3 million, RMB4.8 million and RMB4.1 million, respectively; and (b) the expected increase in the sales volume to KD Holding Group.

For the Provision of Product Processing/Storage Service, the anticipated demand for products processing/storage service of KD Holding Group was determined with reference to (a) the historical sales amount of products processing/storage service provided by the Group to the Independent Third Parties for the nine months ended 30 September 2026 of approximately RMB0.3 million; (b) the product processing plan of three end customers of KD Holding Group in the forthcoming six months ending 30 June 2027; and (c) the expected increase in provision of product processing/storage service to KD Holding Group.

Annual Cap of Purchase Transaction by the Group from KD Holding Group was based on the following factors:

For the Purchase of Rabbits, the anticipated demand for commercial rabbits of the Group for the three years ended 31 December 2029 was determined with reference to (a) the historical purchase amount of commercial rabbits by the Group from KD Holding Group for the two years ended 31 December 2025 and for the nine months ended 30 September 2026, being approximately RMB40.6 million, RMB64.6 million and RMB48.0 million, respectively; (b) the purchase plan of the Group for the corresponding period and the expected increase in the purchase volume from KD Holding Group; (c) the expected annual growth rate of no less than 10% in market demand for chilled and frozen rabbit meat products in each of the three years ending 31 December 2029, respectively; and (d) an additional 10% buffer to give flexibility in conducting and expanding the business and for the potential fluctuation of the prices of commercial rabbits during the relevant period.

For the purchase of feedstock, the anticipated demand for feedstock of the Group for the three years ended 31 December 2029 was determined with reference to (a) the historical purchase amount of feedstock purchased by the Group from KD Holding Group for the two years ended 31 December 2025 and for the nine months ended 30 September 2026, being approximately RMB5.2 million, RMB15.0 million and RMB11.7 million, respectively; (b) the anticipated increase in the purchase volume from KD Holding Group for the corresponding period; (c) the expected compound annual growth rate of the feedstock market of approximately 10% compared with the previous year; and (d) an additional 10% buffer to give flexibility in conducting and expanding the business and for the potential fluctuation of the prices of feedstock during the relevant period.

For the purchase of raw and auxiliary ingredients, the anticipated demand for raw and auxiliary ingredients of the Group for the three years ended 31 December 2029 was determined with reference to (a) the historical purchase amount of raw and auxiliary ingredients purchased by the Group from the Independent Third Parties for the two years ended 31 December 2025 and for the nine months ended 30 September 2026, being approximately RMB2.6 million, RMB2.8 million and RMB4.7 million, respectively; (b) the anticipated increase in the purchase volume from KD Holding Group for the corresponding period; (c) the expected compound annual growth rate of the raw and auxiliary ingredients market of approximately 10% compared with the previous year; and (d) an additional 10% buffer to give flexibility in conducting and expanding the business and for the potential fluctuation of the prices of raw and auxiliary ingredients during the relevant period.

(B) ASSET LEASE AGREEMENTS

The principal terms of the Asset Lease Agreements are set out below:

Date: 13 October 2026

Parties: (i) Kangda Foods (as the lessor); and
(ii) Kangda Changrong and Kangda Pet (as the lessees)

Term: From 1 January 2027 to 31 December 2029

Premises: Premise I: The land located at No. 517, Ling Shan Wan Road, Huangdao District, Qingdao, together with the factory building, the office building and equipment thereon; and

Premise II: The land located at No. 8399, Binhai Avenue, Huangdao District, Qingdao, together with the workshops, the factory building and equipment thereon

Gross Floor Area: Premise I: Approximately 24,824.7 square meters in respect of the land; approximately 9,089.42 square meters in respect of the buildings thereon;

Premise II: Approximately 52,267.6 square meters in respect of the land; approximately 47,218.93 square meters in respect of the buildings thereon.

The specific areas used by Kangda Changrong and Kangda Pet will be allocated and adjusted from time to time according to their respective production and operational arrangements.

Rent:	Premise I: The rental for the land, factory and office building is RMB90,000 per month (taxes exclusive). Kangda Changrong and Kangda Pet shall be responsible for the water and electricity bills. The rental for all machinery and equipment in the factory is RMB185,000 per month (taxes exclusive). The specific monthly payment amounts shall be allocated proportionately according to the production capacity actually used by Kangda Changrong and Kangda Pet.
	Premise II: The rental for the land, factory and office building is RMB225,000 per month (taxes exclusive). Kangda Changrong and Kangda Pet shall be responsible for the water and electricity bills. The rental for all machinery and equipment in the factory is RMB225,000 per month (taxes exclusive). The specific monthly payment amounts shall be allocated proportionately according to the production capacity actually used by Kangda Changrong and Kangda Pet.
Rental Deposit Payment Terms:	One month's rental as rental deposit, payable by Kangda Changrong
Payment Terms:	The rent is payable on a monthly basis. Kangda Changrong and Kangda Pet shall pay the monthly rental to Kangda Foods within the first week of each corresponding month
Permitted Use:	For food production use only. If Kangda Changrong and Kangda Pet use the premises for any other purpose, they shall obtain prior written consent from Kangda Foods

Conditions precedent

The Asset Lease Agreements are conditional upon (i) the Company obtaining the independent Shareholders' approval in accordance with the Listing Rules; and (ii) all parties complying with all requirements in relation to relevant laws and regulations (including but not limited to the Listing Rules).

Annual cap

Based on the monthly rental payable under the Asset Lease Agreements, the transaction amounts in relation to the Asset Lease Agreements for the three financial years ending 31 December 2029 will not exceed the amounts set out below:

	For the year ending 31 December 2027 (RMB)	For the year ending 31 December 2028 (RMB)	For the year ending 31 December 2029 (RMB)
Rental receivable by the Group from Kangda Changrong and Kangda Pet (the “ Lease Annual Cap ”)	8,700,000	8,700,000	8,700,000

Bases of annual cap

The premises rental and the terms of the Asset Lease Agreements were determined after arm's length negotiations between Kangda Changrong, Kangda Pet and the Group with reference to (a) the historical rental payable by Kangda Changrong to the Group for the lease of premise I and equipment for the two years ended 31 December 2025 and the nine months ended 30 September 2026, being RMB3,480,000, RMB4,450,800 and RMB3,338,100, respectively; and (b) the market terms of comparable properties in the vicinity and the fair rent opinion issued by its valuer dated 12 October 2026, with 31 August 2026 as the valuation date (the “**Valuation Date**”). The Group has taken into account, among others, (i) the location, size, usage, nature and condition of the premises; (ii) the term of the lease; and (iii) the market rental level of comparable properties in the vicinity.

The equipment rental under the Asset Lease Agreements was determined after arm's length negotiations between the parties with reference to the fair rent opinion issued by the valuer dated 12 October 2026, with 31 August 2026 as the Valuation Date. The equipment rental has been assessed based on the cost approach, incorporating asset registers, procurement records, replacement costs adjusted via the Producer Price Index where applicable, and depreciation adjustments, taking into account estimated equipment values, the expected residual value retained by the lessor at lease expiry, and an annual rate of return during the lease term. The above assessment of equipment rental has excluded value-added tax, and relevant taxes shall be handled in accordance with applicable regulations and the terms set forth in the Asset Lease Agreements.

INFORMATION ON THE PARTIES

The Group is principally engaged in the production, processing, sales and distribution of (i) chilled and frozen meat products, which are divided into rabbit and chicken meat; (ii) processed foods, which include a wide range of food products such as instant soup, curry food, chicken-based cooked products, rabbit cooked products, rabbit ham sausage, meatballs and de-oxygenated consumer packed chestnuts; and (iii) other products, which mainly include seafood, poultry, rabbit organs and seasoning etc..

Kangda Foods is an indirect wholly-owned subsidiary of the Company and is principally engaged in the production and sales of chicken meat products, rabbit meat products and processed foods.

KD Holding is a company incorporated in the PRC with limited liability. As at the date of this announcement, KD Holding is owned by Mr. Gao Sishi and Mr. Gao Yanxu, both executive Directors, as to approximately 94.705% and 5.295%, respectively. KD Holding is principally engaged in diversified businesses, including breeding and sales of livestock, poultry and rabbits, trading of construction materials and fresh vegetables and property management.

Kangda Changrong is a company incorporated in the PRC with limited liability. As at the date of this announcement, Kangda Changrong is a wholly-owned subsidiary of Kangda Aibo, which is in turn held as to 80% by Mr. Gao Sishi, an executive Director, and 20% by KD Holding. Kangda Changrong is principally engaged in trading of food products, processing and sales of pet foods.

Kangda Pet is a company incorporated in the PRC with limited liability. As at the date of this announcement, Kangda Pet is a wholly-owned subsidiary of KD Holding. Kangda Pet is principally engaged in processing and sales of pet food and supplies.

REASONS FOR AND BENEFITS OF THE CONTINUING CONNECTED TRANSACTIONS

1. Mutual Provision of Products and Service

The Group is principally engaged in, among others, the sales and production of frozen and chilled chicken and rabbit meat products and processed foods. The Company is one of the major companies in the PRC authorised to supply rabbit meat to the European Union, and it is one of the largest PRC exporters of rabbit meat.

The Group retained the rabbit breeding assets and continued its rabbit breeding operation and sales of progeny rabbits and breeder rabbits. After the Group breeds breeder rabbits, the breeder rabbits are then sold to the rabbit breeding quarters that subsequently breed commercial rabbits. The Group will then purchase commercial rabbits from those rabbit breeding quarters and further process the commercial rabbits into chilled and frozen rabbit meat and related processed foods.

On the other hand, KD Holding Group breeds commercial rabbits which are ready to be slaughtered for commercial use. Having considered the fluctuation in the historical live rabbit price, the Company considers that it is mutually beneficial for the Group and KD Holding Group to enter into the 2027-2029 Product Procurement and Service Provision Framework Agreement to secure a stable supply of breeder rabbits and commercial rabbits to better cope with the fluctuation in prices and quality as compared to sourcing those from external independent third parties.

Taking into account the gradual increase in the operating cost of the rabbit breeding operation, including (i) high rectification cost in relation to environmental protection due to low efficiency in managing the discharge of the livestock waste from the rabbit breeding process; (ii) compensation paid to the villagers due to the damage to the environment caused by the rabbit breeding process; and (iii) the maintenance cost of the outdated rabbit breeding assets, the Directors consider that it would be more cost-efficient to sell the breeder rabbits at their infant stage to KD Holding Group so that KD Holding Group shall bear the operating costs and the regulatory burdens to raise the breeder rabbits to commercial rabbits that are ready for slaughtering and further processing to frozen and chilled rabbit meat and related products.

In this connection, due to growing demand from end customers, the Group's demand for procuring commercial rabbits, including its demand for procuring commercial rabbits from KD Holding Group, has increased, leading to an increasing demand of the KD Holding Group for breeder rabbits from the Group to breed more commercial rabbits. Following the Lease of Premises and Lease of Equipment, KD Holding Group would substantially increase its production capacity to further process the chilled and frozen rabbit meat products, chilled and frozen chicken meat products and processed foods purchased from the Group to meet the increasing demands for processed foods from its end customers.

On the other hand, the Group completed its cold storage system expansion work for its processed foods distribution in September 2025, and its cold storage capacity has increased from approximately 450 tonnes to approximately 800 tonnes. The newly constructed cold storage facilities for chilled and frozen chicken meat division were officially commissioned in June 2025, enhancing its storage capacity from 3,000 tonnes to 4,000 tonnes. The expansion of food processing facilities was also completed in October 2025, leading to an increase in the slaughtering capacity of the Company for meeting the growing market demand. The above expansion and new construction projects have increased the supply of processed and frozen meat product to customers, including KD Holding Group, as well as allowing the provision of product processing and cold storage service to customers, including KD Holding Group. The increase in slaughtering volume and cold storage capacity in turn drives the demand for purchasing more commercial rabbits from KD Holding Group.

The Group has also compared (i) the cost of procuring commercial rabbits from other suppliers; (ii) the cost of raising breeder rabbits to commercial rabbits; and (iii) the cost of upgrading the outdated rabbit breeding assets and then breeding the rabbits by the Group itself. Having considered the above factors, the Company is of the view that this arrangement would allow the Group to better allocate its internal resources and offload the corresponding operating and breeding costs to KD Holding Group.

Having considered the long-term business relationship between the Group and KD Holding Group, the parties would have a better understanding of the requirements of one another than transacting with other independent third-party suppliers. Further, this mutual cooperation would be able to provide a consistent and stable supply of rabbits, food products and feedstock that meet the requirements of the Group and KD Holding Group.

In respect of the Provision of Products, the prices of the processed foods, chilled and frozen rabbit meat and frozen chicken meat paid by KD Holding Group to the Group are no less favourable than those paid by the Independent Third Parties.

In respect of the Provision of Breeder Rabbits, the prices of the breeder rabbit paid by KD Holding Group to the Group are no less favourable than those paid by the Independent Third Parties.

In respect of the Provision of Product Processing/Storage, the prices of the product processing/storage paid by KD Holding Group to the Group are no less favourable than those paid by the Independent Third Parties.

In respect of the Purchase of Rabbits, the prices of the commercial rabbits charged by KD Holding Group are no less favourable to the Group than those charged by the Independent Third Parties.

In respect of the Purchase of Products, the prices of the feedstock and raw and auxiliary ingredients charged by KD Holding Group are no less favourable to the Group than those charged by the Independent Third Parties. As the quality of feedstock is crucial for the growth of rabbits and the quality of raw and auxiliary ingredients is crucial for meat processing process as well as the safety and quality of the final products, and given that the rabbit meat products and other meat products are exported in large quantities to overseas markets that are subject to strict general food law and regulations, to ensure the quality of the rabbit meat products and other meat products and in view of the increasing price in feedstock, the Group intends to purchase a larger proportion of feedstock and raw and auxiliary ingredients from KD Holding Group to secure a stable and quality purchase and ease the chances of unnecessary cost and lack of production component, which might in turn cause the Group in failing to meet the delivery commitment and capture the market demand.

2. Asset Lease Agreements

Kangda Foods has focused its resources on the business of processed foods and chilled and frozen chicken meat since 2023. The production of pet food is a capital-intensive and labour-intensive industry requiring significant capital expenditure to operate. As the entry barrier for pet food industry is relatively low and it has become increasingly competitive in recent years, having considered that (i) the profitability for pet food production has been reducing significantly; (ii) the existing factories and machinery have become outdated and require capital investment for improvement; and (iii) the increase in the demands for processed foods and chilled and frozen chicken meat that requires more liquidity, the Group has ceased production of pet foods since 2023, and shifted its focus to the processed foods and chilled and frozen chicken meat to capture the rising market demands in this area.

Therefore, the Group has remaining unutilised production lines and equipment, the Company intends to lease them out to maximize the returns to the Company. As the Company is given to understand that KD Holding Group (through its associates, Kangda Changrong and Kangda Pet) proposes to lease the unutilised production facilities for its own operation. Kangda Foods, Kangda Changrong and Kangda Pet entered into the Asset Lease Agreements so that Kangda Changrong and Kangda Pet could better utilise the idle production plant of Kangda Foods, and this Lease of Premises arrangement could generate additional rental income to the Group at the same time.

Under the Asset Lease Agreements, the terms regarding (i) the premises rental and equipment rental were determined after arm's length negotiations among Kangda Changrong, Kangda Pet and the Group with reference to (a) the historical rentals payable by Kangda Changrong to the Group for the lease of premise I and equipment for the two years ended 31 December 2025 and the nine months ended 30 September 2026, which were RMB3,480,000, RMB4,450,800 and RMB3,338,100, respectively; and (b) market terms of comparable properties in the vicinity and the fair rent opinion dated 12 October 2026 issued by its valuer; and (ii) the equipment rental has been assessed based on the cost approach, incorporating asset registers, procurement records, replacement costs adjusted via the Producer Price Index where applicable, and depreciation adjustments, taking into account estimated equipment values, the expected residual value retained by the lessor at lease expiry, and an annual rate of return during the lease term.

Valuation of the Premises

The Valuer assessed the market rent of the Premises on a market basis using the direct comparison method. Under this method, the asking rents of comparable properties are analysed and compared with the Premises. In selecting the comparable properties (the “**Comparables**”), the Valuer considered properties with similar size, character, use and location, and weighed their respective similarities and differences in order to arrive at an assessment of the market rent of the Premises.

The Company discussed with the Valuer the criteria adopted in selecting the Comparables. As advised by the Valuer, the Comparables were selected by reference to their physical and locational attributes and the recency of the available market information. The Company reviewed the information provided and noted that the Comparables were located in the same development as, or in the vicinity of, the Premises, and that the dates on which the relevant asking rents were posted or updated were close to the Valuation Date. The Comparables were stated to be industrial properties, consistent with the use of the Premises.

The Valuer considered the market approach appropriate because a sufficient number of comparable properties in the relevant locality were available to permit a meaningful comparison. The monthly rent of each Comparable was adjusted by reference to the relevant locational and physical attributes before being used to assess the market rent of the Premises.

The fair rent opinion was prepared on, among other things, the following assumptions in respect of the Premises:

- the Premises are let in the market in their existing state, without the benefit of deferred-term contracts, joint ventures, management agreements or similar arrangements that may affect the Premises;
- the Premises have been constructed, occupied and used in full compliance with, and without contravention of, all applicable ordinances, except as otherwise stated in the fair rent opinion; and
- all licences, permits, certificates and authorisations required for the use of the Premises on which the valuation is based have been obtained.

In considering the fair rent opinion, the Board reviewed and discussed with the Valuer (i) the criteria used to select the Comparables, including their size, character, use and location; (ii) the sources and dates of the market information for the Comparables; (iii) the proposed rent for the Premises in comparison with the market rent assessed by the Valuer; and (iv) the valuation methodology and the key assumptions adopted.

The Board noted the Valuer's explanation that the Comparables were located in the same development as, or in the vicinity of, the Premises, and that the relevant asking-rent information was obtained or updated close to the Valuation Date. The Board also considered the Valuer's explanation of how the market approach and the adjustments for locational and physical attributes had been applied. Based on the information and explanations provided by the Valuer, the Board considered the valuation methodology and key assumptions adopted to be appropriate, and concurred with the Valuer's assessment of the market rent.

The Valuer determined the unit rent of each Premises by reference to the adjusted unit rents of the relevant Comparables. The Valuer confirmed that no adjustments other than those relating to locational and physical attributes were made in the valuation. The Valuer also expressed the opinion that the terms of the Asset Lease Agreements were on normal commercial terms and that the lease durations were consistent with prevailing market practice. Having considered the fair rent opinion and the matters described above, the Board considered that the rental terms of the Asset Lease Agreements were fair and reasonable and in the interests of the Company and its Shareholders as a whole.

The following table sets out the Comparables referred to in the valuation materials made available to the Company:

Comparable	Usage	Gross Floor Area (sq.m.)	Asking rent (RMB/month)	Adjusted rent (RMB/sq.m./month)
Selected comparables for Premise I				
Boli	Industrial	10,000	120,000	9.1
Fengshan Road	Industrial	11,000	165,000	11.4
Yuntaishan Road	Industrial	8,000	120,000	11.2
Qingdao Lingang Industrial Park	Industrial	14,800	177,600	9.9
Selected comparables for Premise II				
Binhai Industrial Park	Industrial	6,400	65,300	7.7
Zhushan Subdistrict	Industrial	11,200	50,000	4.3
Binhai Avenue	Industrial	4,500	31,100	6.1

Valuation of Equipment

For the annual rent of the machinery and equipment, the Company has made reference to the Valuer's assessment under the cost approach. As advised by the Valuer, the estimated equipment values were determined based on the asset registers and procurement records provided by the Company, including equipment descriptions, dates of use and acquisition costs. Replacement costs were estimated by reference to comparable procurement costs where available, or historical costs adjusted for cumulative changes in the Producer Price Index, with depreciation adjustments for existing equipment. Procurement costs excluding VAT were adopted for new equipment.

The Company understands from the Valuer that the annual rents were derived from the estimated equipment values, taking into account assumed remaining useful lives of 3 to 7 years for existing equipment and 8 to 12 years for new equipment, measured from the Valuation Date of 31 August 2026, and annual rates of return ranging from 5% to 7%. The calculations also take into account the 36-month lease period from 1 January 2027 to 31 December 2029, normal use before lease commencement and the estimated equipment values retained by the lessor at lease expiry.

On this basis, the Valuer assessed monthly rental ranges of RMB100,000 to RMB190,000 for existing equipment and RMB160,000 to RMB230,000 for new equipment, exclusive of VAT and rounded to the nearest RMB10,000. The assessment assumes continued serviceability throughout the lease, with major repairs and replacements borne by the lessee.

In preparing its fair-rent assessment of the Equipment, the Valuer made certain assumptions and imposed certain limitations, including the following:

- (i) **Condition of the Equipment.** The Valuer assumed that there was no deferred maintenance, physical wear and tear, lack of utility or other observable condition distinguishing the Equipment from equipment of like kind in new condition, except to the extent that such factors were taken into account in determining the valuation.

- (ii) **Depreciation and serviceability.** The Valuer took into consideration accrued depreciation by reference to the condition and present and prospective serviceability of the Equipment compared with new units of like kind, as well as the maintenance policy, characteristics, levels of use and other factors considered relevant to its value.
- (iii) **Continued use.** The Valuer assumed that the Equipment would continue to be used in its existing state in the business of the Company for the purpose for which it was designed, built and installed, without specific reference to the income generated by such use.
- (iv) **Basis of valuation.** The Valuer's assessment of the Equipment in its installed state and for its intended use does not necessarily represent the amount that might be realised from the piecemeal disposal of the Equipment in the open market or from its use for alternative purposes.
- (v) **Continuity of tenure.** The Valuer assumed that the Equipment would continue to be used in its existing state, with the benefit of continuity of tenure of the land and buildings in which it is situated, for the foreseeable future.
- (vi) **Title and liabilities.** The Valuer did not investigate, and assumed no responsibility for, the title to or any liabilities against the Equipment.
- (vii) **Scope of valuation.** The Valuer's investigation was limited to the valuation of the Equipment and did not extend to determining the value of the Company as a whole business entity.
- (viii) **Financial information.** The Valuer did not investigate the financial data relating to the present or prospective earning capacity of the business in which the Equipment is used.
- (ix) **Inspection and regulatory compliance.** The Valuer did not carry out a mechanical survey or inspect covered or inaccessible areas of the Equipment. The Valuer also did not investigate whether the operation of any specific item of the Equipment complied with applicable environmental standards and ordinances. The Valuer assumed that the Equipment was, and would continue to be, operated in compliance with the applicable environmental standards and ordinances. No allowance was made in the valuation for any costs that might arise from the disposal or handling of materials required to comply with existing or future environmental legislation.

The Board reviewed and discussed with the Valuer the valuation methodology, the principal assumptions adopted and the basis of the valuation of the Equipment. In particular, the Board noted that the Equipment rental was determined under the cost approach, with replacement costs estimated by reference to comparable procurement costs where available, or historical costs adjusted for cumulative changes in the Producer Price Index, together with depreciation adjustments for existing equipment. Procurement costs excluding VAT were adopted for new equipment. The Board also noted that the annual rents were derived from the estimated equipment values, taking into account assumed remaining useful lives of 3 to 7 years for existing equipment and 8 to 12 years for new equipment (measured from the Valuation Date of 31 August 2026), annual rates of return ranging from 5% to 7%, the 36-month lease period from 1 January 2027 to 31 December 2029, normal use prior to lease commencement, and the estimated equipment values retained by the lessor at lease expiry. On this basis, the Valuer assessed monthly rental ranges of RMB100,000 to RMB190,000 for existing equipment and RMB160,000 to RMB230,000 for new equipment, exclusive of VAT and rounded to the nearest RMB10,000, on the assumption of continued serviceability throughout the lease with major repairs and replacements borne by the lessee. The Board considered that the valuation methodology and assumptions adopted by the Valuer were appropriate and that the resulting valuation provided a reasonable basis for determining the rental payable under the proposed lease, having regard to the nature, value, condition and intended use of the Equipment.

INTERNAL CONTROL MEASURES

The Company has the following internal control mechanism in place to ensure the terms are

- (i) not less favourable than those provided by the Independent Third Parties to the Group or
- (ii) not less favourable than those provided by KD Holding Group to the Independent Third Parties:

- (i) the Company has prepared and implemented the System for Management of Connected Transactions (《關連交易管理制度》) which sets out, among other things, the identification of connected transactions, the responsibilities of sales and purchasing departments in the implementation and management of connected transactions, reporting procedures and ongoing monitoring, with a view to ensuring the Group's compliance with applicable laws and regulations (including the Listing Rules) in relation to connected transactions;
- (ii) the Company will ensure the pricing of connected transactions does not deviate from the fair standards of the Independent Third Parties in the market and must adhere to the principles of openness and market fairness. The pricing of connected transactions should comply with the normal commercial terms in the Company's ordinary course of business (or, for the Company, the transaction terms are no less favorable than those available to or provided by the Independent Third Parties). In particular, in order to ensure the terms provided by the connected persons and/or its associates are no less favorable than that offered to the Group by the Independent Third Parties, the Group will obtain quotations from three independent third-party suppliers and purchase in accordance with the market prices obtained from the quotations. If the market price cannot be obtained, the purchasing department of the Company will search for government and industry prices and request the connected persons to provide the transaction contract with the third party for the same product to determine the market price and report it to the Company's procurement supervision committee for review. Upon review, the transaction price and terms should be no less favourable than those offered by the connected persons to the third parties;
- (iii) the Company will strictly follow the requirements under "on normal commercial terms or better" by comparing and verifying the fair price of related party transactions, as well as collecting and recording third-party quotations, government or industry reference prices, contracts, invoices, orders and other related prices as supporting materials for independent non-executive Directors and external auditors to properly review the transactions;

- (iv) the Company will regularly summarise the transaction amounts arising from each continuing connected transaction under the 2027-2029 Product Procurement and Service Provision Framework Agreement and submit periodic reports to senior management for their evaluation and review of the implementation progress of the connected transactions;
- (v) reporting and prior approval is required from the finance department of the Company in case of procurement from connected persons and must be made within the existing annual cap. If it is anticipated that the existing annual caps may be exceeded in the event that the Company continues to conduct the continuing connected transactions, the relevant business departments shall report to the management of the Company at least two months in advance, the Company will then take all appropriate steps, including proposing supplementary proposals and perform corresponding approval and/or disclosure procedures in accordance with the relevant requirements under the Listing Rules;
- (vi) the Group's external auditor will conduct an annual review of the transactions entered into under the 2027-2029 Product Procurement and Service Provision Framework Agreement and the Asset Lease Agreements in accordance with the relevant requirements under the Listing Rules; and
- (vii) the independent non-executive Directors will conduct annual review of the status of the transactions contemplated under the 2027-2029 Product Procurement and Service Provision Framework Agreement and the Asset Lease Agreements to ensure that the Group has complied with its internal approval process, the terms of the 2027-2029 Product Procurement and Service Provision Framework Agreement and the Asset Lease Agreements as well as the relevant requirements under the Listing Rules.

LISTING RULES IMPLICATIONS

1. Mutual Provision of Products and Service

As at the date of this announcement, approximately 94.705% of the equity interest in KD Holding is ultimately controlled by Mr. Gao Sishi, the chairman and an executive Director of the Company. Mr. Gao Sishi is a connected person of the Company under Rule 14A.07(1) of the Listing Rules. As such, KD Holding is an associate of a connected person of the Company. Accordingly, the 2027-2029 Product Procurement and Service Provision Framework Agreement and the transactions contemplated thereunder constitute continuing connected transactions of the Company. As the applicable percentage ratios in relation to the 2027-2029 Product Procurement and Service Provision Framework Agreement, the transactions contemplated thereunder and the corresponding annual caps exceed 5%, they are subject to the reporting, announcement, independent Shareholders' approval and annual review requirements under Chapter 14A of the Listing Rules.

2. Asset Lease Agreements

Kangda Changrong and Kangda Pet are both companies incorporated in the PRC with limited liability. As at the date of this announcement, Kangda Changrong is a wholly-owned subsidiary of Kangda Aibo, which is in turn held as to 80% by Mr. Gao Sishi, an executive Director, and 20% by KD Holding, while Kangda Pet is a wholly-owned subsidiary of KD Holding. Mr. Gao Sishi is the chairman, an executive Director and the controlling shareholder of the Company. As such, Kangda Changrong and Kangda Pet are both associates of a connected person of the Company. Accordingly, the Asset Lease Agreements and the transactions contemplated thereunder constitute continuing connected transactions of the Company.

As the highest applicable percentage ratio in relation to the Asset Lease Agreements, the transactions contemplated thereunder and the corresponding annual caps exceeds 5%, they are subject to the reporting, announcement, independent Shareholders' approval and annual review requirements under Chapter 14A of the Listing Rules.

Given that Mr. Gao Sishi and Mr. Gao Yanxu, both executive Directors, hold approximately 94.705% and 5.295% of the issued shares in KD Holding, respectively, Mr. Gao Sishi and Mr. Gao Yanxu are considered to have a material interest in the 2027-2029 Product Procurement and Service Provision Framework Agreement and the Asset Lease Agreements and have abstained from voting on the resolutions passed by the Board to approve the 2027-2029 Product Procurement and Service Provision Framework Agreement and the Asset Lease Agreements, the transactions contemplated thereunder and the corresponding annual caps. Save as disclosed above, none of the Directors has any material interest in and is required to abstain from voting on the resolutions passed by the Board to approve the same.

Independent Board Committee and Independent Financial Adviser

The Company has established an independent board committee comprising all the independent non-executive Directors pursuant to Chapter 14A of the Listing Rules to advise the Shareholders on the 2027-2029 Product Procurement and Service Provision Framework Agreement and the Asset Lease Agreements, the transactions contemplated thereunder and the corresponding annual caps. In this regard, the Company will appoint an independent financial adviser to advise the independent board committee and the Shareholders on the 2027-2029 Product Procurement and Service Provision Framework Agreement and the Asset Lease Agreements, the transactions contemplated thereunder and the corresponding annual caps.

Special General Meeting

The Company will convene a special general meeting to consider and, if thought fit, pass the resolutions to approve the 2027-2029 Product Procurement and Service Provision Framework Agreement and the Asset Lease Agreements, the transactions contemplated thereunder and the corresponding annual caps. Since Hong Kong Sheng Yuan Holding Co., Limited (which holds 325,926,100 Shares, representing approximately 71.96% of the issued share capital of the Company as at the date of this announcement) is wholly owned by the chairman and an executive Director of the Company, it is considered to have a material interest in entering into the 2027-2029 Product Procurement and Service Provision Framework Agreement and the Asset Lease Agreements, the transactions contemplated thereunder and the corresponding annual caps. Accordingly, Hong Kong Sheng Yuan Holding Co., Limited and its associates are required to abstain from voting on the resolutions to be proposed at the general meeting in relation to the entering into of the 2027-2029 Product Procurement and Service Provision Framework Agreement and the Asset Lease Agreements, the transactions contemplated thereunder and the corresponding annual caps.

To the best of the Directors' knowledge, information and belief, having made all reasonable enquiries, save as disclosed above, as at the date of this announcement, none of the Shareholders or any of their respective associates has any material interest in the 2027-2029 Product Procurement and Service Provision Framework Agreement and the Asset Lease Agreements. Accordingly, no Shareholder is required to abstain from voting at the special general meeting on the 2027-2029 Product Procurement and Service Provision Framework Agreement and the Asset Lease Agreements, the transactions contemplated thereunder and the corresponding annual caps.

DESPATCH OF CIRCULAR

A circular containing, among others, (i) further details of the 2027-2029 Product Procurement and Service Provision Framework Agreement and the Asset Lease Agreements, the transactions contemplated thereunder and the corresponding annual caps; (ii) a letter from the independent board committee containing its recommendations on the 2027-2029 Product Procurement and Service Provision Framework Agreement and the Asset Lease Agreements, the transactions contemplated thereunder and the corresponding annual caps; (iii) a letter of advice from the independent financial adviser to the independent board committee and the Shareholders of the Company containing its recommendations on the 2027-2029 Product Procurement and Service Provision Framework Agreement and the Asset Lease Agreements, the transactions contemplated thereunder and the corresponding annual caps; (iv) a notice of the special general meeting; and (v) other relevant matters as required under the Listing Rules, is expected to be published on the website of Hong Kong Exchanges and Clearing Limited (www.hkexnews.hk) and the Company's website (<https://shengrongholding.com>) on or before 4 November 2026.

DEFINITIONS

“2027-2029 Product Procurement and Service Provision Framework Agreement”	the 2027-2029 product procurement and service provision framework agreement dated 13 October 2026 entered into between the Company and KD Holding in relation to the Mutual Provision of Products and Service
“Annual Cap of Purchase Transaction by the Group from KD Holding Group”	the annual cap of the Purchase of Rabbits, and Purchase of Products contemplated under the 2027-2029 Product Procurement and Service Provision Framework Agreement
“Annual Cap of Sales Transaction by the Group to KD Holding Group”	the annual cap of the provision of products, the provision of breeder rabbits and provision of product processing/ storage service contemplated under the 2027-2029 Product Procurement and Service Provision Framework Agreement
“Asset Lease Agreement I”	the asset lease agreement entered into between Kangda Foods, Kangda Changrong and Kangda Pet on 13 October 2026 in respect of the lease of premise I and the lease of its equipment
“Asset Lease Agreement II”	the asset lease agreement entered into between Kangda Foods, Kangda Changrong and Kangda Pet on 13 October 2026 in respect of the lease of premise II and the lease of its equipment
“Asset Lease Agreements”	collectively, Asset Lease Agreement I and Asset Lease Agreement II
“Board”	the board of Directors
“Company”	Shengrong Holding Ltd., a company incorporated in Bermuda with limited liability, the Shares of which are primarily listed on the Main Board of the Stock Exchange (Stock Code: 834) with secondary listing on the Main Board of the Singapore Stock Exchange (Stock Code: P74)
“Director(s)”	director(s) of the Company
“Equipment”	the equipment of Premises under the Asset Lease Agreements
“Group”	the Company and its subsidiaries

“HK\$”	Hong Kong dollars, the lawful currency for the time being of Hong Kong
“Hong Kong”	the Hong Kong Special Administrative Region of the PRC
“Independent Third Party(ies)”	any person or company and its ultimate beneficial owner(s) who, to the best of the Directors’ knowledge, information and belief having made all reasonable enquiries, is/are not connected person(s) of the Company and is/are third party(ies) independent of the Company and its connected persons in accordance with the Listing Rules
“Kangda Aibo”	Qingdao Kangda Aibo Biotechnology Co., Ltd* (青島康大愛博生物科技有限公司), a company established in the PRC, which is held as to 20% by KD Holding and 80% by Mr. Gao Sishi
“Kangda Changrong”	Qingdao Kangda Changrong Import & Export Co., Ltd* (青島康大長榮進出口有限公司), a company established in the PRC with limited liability, being the lessee of the Asset Lease Agreements
“Kangda Foods”	Qingdao Kangda Foods Co., Ltd* (青島康大食品有限公司), a company established in the PRC with limited liability and an indirect wholly-owned subsidiary of the Company
“Kangda Pet”	Qingdao Kangda Pet Foods Co., Ltd. (青島康大寵物食品有限公司), a company established in the PRC with limited liability, being the lessee of the Asset Lease Agreements
“KD Holding”	Qingdao Kangda Holding Group Co. Ltd.* (青島康大控股集團有限公司), a company established in the PRC with limited liability and ultimately controlled by Mr. Gao Sishi as at the date of this announcement
“KD Holding Group”	collectively, KD Holding, its subsidiaries, and its associates
“Lease Annual Cap”	the annual cap in respect of the premises rental and equipment rental payable by Kangda Changrong and Kangda Pet to Kangda Foods on an annual basis pursuant to the Asset Lease Agreements

“Lease of Equipment”	the lease of equipment pursuant to the Asset Lease Agreements
“Lease of Premises”	the lease of premises pursuant to the Asset Lease Agreements
“Listing Rules”	the Rules Governing the Listing of Securities on the Stock Exchange
“Mutual Provision of Products and Service”	collectively, the Provision of Products, the Provision of Breeder Rabbits, the Provision of Product Processing/Storage Service, the Purchase of Rabbits and the Purchase of Products
“PRC”	The People’s Republic of China
“Premises and Equipment”	the lands located at No. 517, Ling Shan Wan Road, Huangdao District, Qingdao and No. 8399, Binhai Avenue, Huangdao District, Qingdao, together with the factory building, the office building and equipment thereon
“Previous Asset Lease Agreement”	the asset lease agreement entered into between Kangda Foods and Kangda Changrong in relation to the lease of premise I and the lease of equipment on 31 July 2024
“Previous Framework Agreement”	the framework agreement dated 31 July 2024 entered into between the Company and KD Holding in relation to (i) the provision of breeder rabbits, chilled and frozen rabbit meat products, chilled and frozen chicken meat products and other processed food to KD Holding Group by the Group; and (2) the purchase of commercial rabbits and feedstock from KD Holding Group by the Group
“Provision of Breeder Rabbits”	the provision of breeder rabbits to KD Holding Group by the Group under the 2027-2029 Product Procurement and Service Provision Framework Agreement
“Provision of Product Processing/Storage Service”	the provision of product processing/storage service to KD Holding Group by the Group under the 2027-2029 Product Procurement and Service Provision Framework Agreement

“Provision of Products”	the provision of chilled and frozen rabbit meat products, chilled and frozen chicken meat products and processed foods to KD Holding Group by the Group under the 2027-2029 Product Procurement and Service Provision Framework Agreement
“Purchase of Products”	the purchase of feedstock and raw and auxiliary ingredients from KD Holding Group by the Group under the 2027-2029 Product Procurement and Service Provision Framework Agreement
“Purchase of Rabbits”	the purchase of commercial rabbits from KD Holding Group by the Group under the 2027-2029 Product Procurement and Service Provision Framework Agreement
“Share(s)”	ordinary share(s) of par value of HK\$0.25 each in the issued share capital of the Company
“Shareholder(s)”	holders of Share(s)
“Singapore Stock Exchange”	Singapore Exchange Securities Trading Limited
“Stock Exchange”	The Stock Exchange of Hong Kong Limited
“%”	per cent

* *For identification purposes only*

By order of the Board
Shengrong Holding Ltd.
Gao Sishi
Executive Director

Hong Kong and Singapore, 13 October 2026

As at the date of this announcement, the executive Directors are Mr. Gao Sishi, Mr. Gao Yanxu and Mr. Zhuang Jinwen; and the independent non-executive Directors are Mr. Sun Gang, Mr. Fok Wai Hung and Ms. Lau Pik Ki.