

Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.



丽珠医药
LIVZON

麗珠醫藥集團股份有限公司
LIVZON PHARMACEUTICAL GROUP INC.*
(於中華人民共和國註冊成立的股份有限公司)
(股份代號: 1513)

SHAREHOLDER RETURN PLAN FOR THE NEXT THREE YEARS (2026-2028)

This announcement is made by the Company pursuant to Rule 13.09(2) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “**Listing Rules**”) and the Inside Information Provisions (as defined in the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (the “**SFO**”) (Chapter 571 of the Laws of Hong Kong).

麗珠醫藥集團股份有限公司 Livzon Pharmaceutical Group Inc.* (the “**Company**”) announces that, at the sixth meeting of the twelfth session of the board of directors (the “**Board**”) of the Company held on 23 October 2026, the Board considered and approved the resolution in relation to the Shareholder Return Plan of the Company for the Next Three Years (2026-2028). The Plan (as defined below) is subject to approval by an ordinary resolution of the general meeting of the Company.

In order to further improve the profit distribution policy of the Company, enhance a scientific, sustained and stable shareholder return mechanism, increase the transparency, stability and predictability of the profit distribution policy, and effectively protect the legitimate rights and interests of investors, especially small and medium investors, in accordance with the relevant provisions of the Company Law of the People’s Republic of China (hereinafter referred to as the “**Company Law**”), the Securities Law of the People’s Republic of China,

the Regulatory Guidelines for Listed Companies No. 3 – Cash Dividends of Listed Companies, the Rules Governing the Listing of Shares on the Shenzhen Stock Exchange, the Self-Regulatory Guidelines for Listed Companies of the Shenzhen Stock Exchange No. 1 – Standardized Operation of Main Board Listed Companies and other laws, regulations and normative documents, as well as the Articles of Association of Livzon Pharmaceutical Group Inc. (《麗珠醫藥集團股份有限公司章程》) (hereinafter referred to as the “**Articles of Association**”), and taking into account the actual operating conditions and future development needs of the Company, the Company has formulated the Shareholder Return Plan for the Next Three Years (2026-2028) (hereinafter referred to as the “**Plan**”), the details of which are as follows:

DETAILS OF THE PLAN

I. MAJOR FACTORS CONSIDERED IN FORMULATING THE PLAN

1. Actively responding to policy calls and continuously enhancing shareholder returns

In recent years, relevant national authorities have continuously strengthened the supervision of cash dividends by listed companies, encouraging listed companies to optimize their cash dividends policies, enhance the stability, sustainability, and predictability of cash dividends, and guiding listed companies to firmly establish an awareness of returning value to shareholders. As a listed company, the Company actively responds to relevant policy orientations such as the Several Opinions of the State Council on Strengthening Supervision, Preventing Risks and Promoting the High-Quality Development of the Capital Market (《國務院關於加強監管防範風險推動資本市場高品質發展的若干意見》) and the Regulatory Guidelines for Listed Companies No. 10 – Market Value Management (《上市公司監管指引第10號—市值管理》). On the basis of safeguarding the Company’s sustainable and sound operation and long-term development, the Company further improves the level of cash dividends, enhances the normalized shareholder return mechanism, earnestly gives back to shareholders through continuous and stable cash dividends, and shares the achievements of the Company’s long-term development with shareholders.

2. Steady operational development with a solid foundation for profit distribution

Through years of consistent, sound operations and development, the Company has maintained a stable overall operational condition, and its profitability and cash-generating capabilities have a solid foundation. The Company's distributable profits accumulated over the long term are relatively sufficient, with sound capital reserves and liquidity position. On the basis of comprehensively considering factors such as the Company's actual operational development, strategic development plans, industry development characteristics, profitability, cash flow, solvency, major capital expenditure arrangements and external financing environment, the Company possesses the foundation and conditions to further enhance the level of cash dividends and maintain a relatively high proportion of shareholder returns. The Company will coordinate the relationship between its own sustainable development and shareholder returns, and subject to ensuring normal operations and sustainable development, enhance the efficiency of fund utilization to deliver its business achievements to shareholders in a more substantial and stable manner.

3. Attaching importance to shareholder returns and enhancing long-term investment confidence

The Company has always attached great importance to reasonable investment returns for shareholders and is committed to maintaining the continuity and stability of its profit distribution policy. A stable, clear and predictable cash dividends policy is conducive to further enhancing investors' confidence in the long-term operational development of the Company and safeguarding the legitimate rights and interests of all shareholders, especially minority shareholders. The Company has formulated the Plan with the aim of further clarifying the shareholder return arrangements for the next three years, improving the stability and predictability of cash dividends, actively rewarding shareholders with practical actions, and continuously enhancing investors' sense of reward and confidence in long-term shareholding.

II. PRINCIPLES FOR THE FORMULATION OF THE PLAN

Subject to compliance with relevant laws and regulations, normative documents and the Articles of Association, the Plan will take into account the long-term interests of the Company, the overall interests of all shareholders and the sustainable development of the Company, maintain the continuity and stability of the profit distribution policy, facilitate the formation of stable return expectations among investors, and guide investors to establish concepts of long-term investment and rational investment. When formulating a specific profit distribution plan, the Company shall duly consider and take into account the opinions and concerns of shareholders (in particular, minority investors), and strictly fulfill the corresponding decision-making procedures and information disclosure obligations in accordance with relevant laws and regulations, securities regulatory rules, and the Articles of Association.

III. SHAREHOLDER RETURN PLAN FOR THE NEXT THREE YEARS (2026-2028)

1. Forms of profit distribution

The Company may distribute its profit in the form of cash, shares or a combination of cash and shares or in other ways as permitted by the laws and regulations. Provided that the conditions for cash dividends are satisfied, the Company gives priority to profit distribution by way of cash dividends. Where the Company distributes profits by way of stock dividends, genuine and reasonable factors such as the growth of the Company and dilution of net assets per share shall be fully taken into consideration.

Pursuant to the relevant provisions of the Self-Regulatory Supervision Guidelines for Listed Companies on Shenzhen Stock Exchange No. 9 - Share Repurchases(《深圳證券交易所上市公司自律監管指引第9號-回購股份》),where a listed company repurchases shares using cash as consideration by way of teender offer or centralized bidding, the amount of the share repurchase implemented in the current year shall be deemed as cash dividends and included in the calculationof the relevant ratio of cash dividends for that

year. Accordingly, the amount and proportion of cash dividends referred to in the Plan include the amount of the aforesaid share repurchases already implemented by the Company in the current year.

2. Conditions for cash dividends

Pursuant to the provisions of the Articles of Association, the Company may distribute cash dividends, provided that the following conditions are fulfilled:

- (a) the distributable profit realized by the Company in the current year (i.e., the after-tax profit remaining after the Company covers losses and allocates reserves) is positive; and
- (b) the auditing firm issues a standard unqualified audit report on the Company's financial statements for the current year (interim cash dividends are not subject to audit); and

Pursuant to the provisions of the Articles of Association, the Board of the Company shall, after considering various factors such as the characteristics of the industry where it operates, stage of development, business model, profitability and investment expenses, propose different cash dividends policy based on the following situation according to statutory procedures:

- (i) if the Company is at a mature stage of development with no significant capital expenditure arrangement at the time of profit distribution, cash dividends payout ratio of such profit distribution shall be at least 80%;
- (ii) if the Company is at a mature stage of development with significant capital expenditure arrangement at the time of profit distribution, cash dividends payout ratio of such profit distribution shall be at least 40%; and
- (iii) if the Company is in a growing stage of development with significant capital expenditure arrangement at the time of profit distribution, cash dividends payout ratio of such profit distribution shall be at least 20%.

Significant capital expenditure arrangement refers to: the cumulative

expenditure that the Company intends to incur within the next twelve months for construction projects, external investments, acquisition of assets or purchase of equipment reaching or exceeding 30% of the latest audited total assets of the Company and exceeding RMB50 million.

3. Cash dividends payout ratio

In the coming three years (2026-2028), subject to the satisfaction of conditions for cash dividends and in compliance with the Company Law, the relevant regulations of the CSRC and the stock exchange(s) where the shares of the Company are listed, and the requirements on profit distribution under the Articles of Association, the total amount of cash dividends of the Company for each year (including annual dividend, interim dividend and special dividend) shall, in principle, be not less than 90% of the distributable profit realized by the Company for the current year, and the total amount of cash dividends distributed each year shall, in principle, be not less than RMB2 billion (tax inclusive). If the distributable profit realized by the Company for the current year is less than RMB2 billion, the Company will make up the shortfall by distributing from the accumulated undistributed profits of previous years (on a consolidated basis). Where the Company repurchases shares using cash as consideration by way of centralized bidding or tender offer, the amount of share repurchase implemented in the current year shall be deemed as cash dividends and included in the calculation of the relevant ratio and amount of cash dividends for that year.

The specific annual cash dividend plan of the Company is formulated by the Board based on factors such as the Company's operating conditions, profitability level, cash flow status, capital requirements for the year, as well as relevant laws and regulations, and the Articles of Association, and submitted to the general meeting for consideration in accordance with relevant requirements.

4. Frequency of profit distribution

In the next three years (2026-2028), subject to the conditions for profit distribution being satisfied, the Company will carry out profit distribution

every year, actively increase the frequency of annual cash dividends distributions, and promote the normalization of interim dividends distributions, to stabilize investors' dividend expectations. Subject to relevant laws and regulations and the Articles of Association, the Company's cash dividends for each year may be implemented in one or multiple distributions (i.e. annual dividend, interim dividend, or special dividend).

IV. DECISION-MAKING MECHANISM AND PROCEDURES FOR THE PROFIT DISTRIBUTION PLAN

The management of the Company and the Board shall propose profit distribution recommendations and plans taking into account factors including the Company's profitability, capital requirements, cash flow status, development stage and the Plan.

When formulating a specific cash dividend plan, the Board of the Company shall carefully study and substantiate factors such as the timing, conditions, minimum proportion or amount of cash dividends, and conditions for adjustment, and perform the decision-making procedures in accordance with the provisions of laws and regulations and the Articles of Association. When the independent Directors consider that a specific cash dividend plan might be detrimental to the interests of the Company or minority shareholders, they shall have the right to express independent opinions. Where the Board does not adopt or does not fully adopt the opinions of the independent Directors, it shall disclose the relevant opinions and specific reasons in accordance with the regulations.

The audit committee shall pay attention to matters including the implementation of the cash dividends policy and the Plan, as well as the fulfillment of corresponding decision-making procedures and information disclosure obligations by the Board.

The general meeting shall, in accordance with the provisions of laws, administrative regulations and the Articles of Association, vote on the profit distribution plan proposed by the Board. Before the general meeting considers the specific profit distribution plan, the Company shall actively communicate and exchange views with shareholders, particularly minority shareholders, through multiple channels, fully heed the opinions and demands of minority shareholders, and promptly respond to issues of concern to minority shareholders.

V. ADJUSTMENT MECHANISM OF PROFIT DISTRIBUTION POLICY

If it is truly necessary to adjust the profit distribution policy due to material changes such as in the external operating environment, its own operating conditions, material investments, or capital expenditure arrangements, or due to changes in laws and regulations, or regulatory policies, the Company shall fully demonstrate the necessity and reasonableness of the adjustments, and the adjusted profit distribution policy shall not violate the relevant mandatory provisions of laws and regulations, the CSRC, or the stock exchange where the shares of the Company are listed.

Any proposal on the adjustment of the profit distribution policy shall be submitted to the general meeting for consideration only after being considered and approved by the Board, and such matter shall be passed by more than two-thirds of the voting rights held by the shareholders present at the general meeting. In order to fully listen to the opinions of minority shareholders, the Company shall provide convenience for public shareholders to participate in general meetings through methods such as providing online voting, and independent directors may publicly solicit voting rights from minority shareholders when necessary.

VI. EFFECTIVENESS OF THE PLAN AND OTHER MATTERS

(I) Any matters not covered in the Plan shall be executed in accordance with the provisions of relevant laws and regulations, regulatory documents, the securities regulatory rules of the place where the shares of the Company are listed, and the Articles of Association.

(II) In the event that any relevant provisions of the Plan conflict with relevant laws and regulations promulgated or amended after the effective date of the Plan or the Articles of Association, the Company shall execute in accordance with the relevant provisions effective at that time, and fulfill the corresponding review and information disclosure procedures in accordance with the law.

(III) The interpretation of the Plan shall be vested to the Board of the Company and it shall come into effect and be implemented upon consideration and approval at the general meeting of the Company.

GENERAL

The Board has resolved to convene a general meeting to consider and approve the Shareholder Return Plan for the Next Three Years (2026-2028). A circular containing, among other things, details of the Shareholder Return Plan for the Next Three Years (2026-2028) and a notice of the general meeting will be dispatched to the Shareholders in due course.

Shareholders and potential investors should note that, as the Shareholder Return Plan for the Next Three Years (2026-2028) may or may not be adopted and implemented and may or may not be approved by the Shareholders at the general meeting, Shareholders and potential investors are advised to exercise caution when dealing in the shares of the Company.

By order of the Board
Livzon Pharmaceutical Group Inc.*
麗珠醫藥集團股份有限公司
Company Secretary
Liu Ning

Zhuhai, China

23 October 2026

As at the date of this announcement, the executive directors of the Company are Mr. Liu Daping (Chairman and President) and Mr. Tang Yanggang (Vice Chairman); the non-executive directors of the Company are Mr. Lin Nanqi and Mr. Qiu Qingfeng; the employee representative director of the Company is Ms. Ran Yongmei; and the independent non-executive directors of the Company are Mr. Luo Huiyuan, Ms. Cui Lijie, Ms. Wang Zhiyao and Ms. Kang Li.

** For identification purpose only*