Suzhou Dongshan Precision Manufacturing Co., Ltd.
蘇州東山精密製造股份有限公司
(A joint stock company incorporated in the People's Republic of China with limited liability)
(Stock Code: 2384)

VOLUNTARY ANNOUNCEMENT

CONTROLLING SHAREHOLDERS' PROPOSAL ON SHAREHOLDER RETURNS FOR THE NEXT THREE YEARS

THE CONTROLLING SHAREHOLDERS' PROPOSAL

On November 3, 2026, Suzhou Dongshan Precision Manufacturing Co., Ltd. (the "**Company**") received a proposal letter in relation to the implementation of shareholder returns for the next three years by the Company from Mr. Yuan Yonggang and Mr. Yuan Yongfeng, members of the Company's controlling shareholders (the "**Controlling Shareholders**"). The relevant details are as follows:

To enhance the Company's investment value and provide tangible returns to all investors and in light of the Company's current sound operating performance as well as confidence in its future development, the Controlling Shareholders propose as follows:

It is recommended that the total shareholder returns for the 2026 fiscal year be no less than RMB1 billion (including cash dividends distributed by the Company to shareholders, as well as amounts from share repurchases conducted via offers or centralized competitive bidding with cash consideration, which may be deemed equivalent to cash dividends under applicable laws and regulations at that time), provided that the Company meets the conditions for profit distribution, has not incurred any major investments or significant cash expenditure requirements exceeding the established plan, and such measures do not affect the Company's ongoing operations and long-term development. If the Company's operating performance continues to grow in the 2027 and 2028 fiscal years, it is recommended that the Company consider, based on the total shareholder returns for the 2026 fiscal year and in light of actual operating conditions, to appropriately increase the total shareholder returns for the 2027 and 2028 fiscal years on a year-by-year basis to share the results of the Company's development with its shareholders.

The specific plan shall be formulated by the board of directors of the Company (the "**Board**") based on financial conditions, undistributed profits, cash flow status, the Company's development plan and its own operational circumstances, and shall be implemented after being submitted to the Board and the shareholders' meeting for review and approval.

The Controlling Shareholders undertake to vote in favor of the relevant resolution when it is considered at the relevant shareholders' meeting.

OTHER INFORMATION

The Board will carefully review the content of the above proposal and, in accordance with relevant laws and regulations and the Articles of Association of the Company, formulate a specific and feasible shareholder return plan based on the Company's operating conditions at that time, optimize the shareholder return arrangements, and promptly fulfill the approval procedures and information disclosure obligations in accordance with relevant laws and regulations.

The above proposal represents only the views of the Controlling Shareholders and does not constitute a resolution of the Board. The specific shareholder return plan must be reviewed and approved by the Board and the shareholders' meeting before being implemented and there remains uncertainty regarding its implementation. Investors are advised to be aware of investment risks.

By order of the Board
Suzhou Dongshan Precision Manufacturing Co., Ltd.
Mr. Yuan Yonggang
Chairman of the Board and non-executive Director

Suzhou, the People's Republic of China
November 3, 2026

As of the date of this announcement, the Board comprises: (i) Mr. Yuan Yongfeng, Mr. Shan Jianbin, Mr. Wang Xu, Ms. Mao Xiaoyan and Mr. Ma Liqiang as executive directors; (ii) Mr. Yuan Yonggang and Mr. Zhao Xiutian as non-executive directors; and (iii) Dr. Wang Leigang, Mr. Poon Wing Shing Anthony, Mr. Cai Weihua and Dr. Xu Weidong as independent non-executive directors.