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HISENSE HOME APPLIANCES GROUP CO., LTD.
海信家電集團股份有限公司

(A joint stock limited company incorporated in the People's Republic of China with limited liability)
(Stock Code: 00921)

ANNOUNCEMENT
CONTINUING CONNECTED TRANSACTIONS, DISCLOSEABLE TRANSACTIONS AND MAJOR TRANSACTION

The Company wishes to inform the Shareholders and investors that each of the Existing Business Co-operation Framework Agreement and the Existing Financial Services Agreement will expire on 31 December 2026 and it is expected that the Group will continue to enter into transactions of a nature similar to the transactions under each of the agreements from time to time after their expiration. In view of the above, on 6 November 2026 (after trading hours), the Company entered into the Business Co-operation Framework Agreement and the Financial Services Agreement.

BUSINESS CO-OPERATION FRAMEWORK AGREEMENT

As at the date of this announcement, as Hisense Holdings (through its indirect interest in the Company held by Hisense Air-conditioning, Hisense Communications and Hisense HK) is the controlling shareholder of the Company, Hisense Holdings and its subsidiaries are connected persons of the Company under the Hong Kong Listing Rules. Accordingly, the transactions contemplated under the Business Co-operation Framework Agreement will constitute continuing connected transactions of the Company under the Hong Kong Listing Rules.

As the applicable percentage ratios for the Caps in relation to the transactions contemplated under the Business Co-operation Framework Agreement exceed 5% on an annual basis and the annual consideration exceeds HK$10,000,000, the Business Co-operation Framework Agreement, the transactions contemplated under it and the related Caps are subject to the reporting, announcement, annual review, circular and Independent Shareholders' approval requirements under Chapter 14A of the Hong Kong Listing Rules.

FINANCIAL SERVICES AGREEMENT

As at the date of this announcement, as (i) Hisense Holdings (through its indirect interest in the Company held by Hisense Air-conditioning, Hisense Communications and Hisense HK) is the controlling shareholder of the Company; and (ii) Hisense Finance is a subsidiary of Hisense Holdings, Hisense Finance is a connected person of the Company under the Hong Kong Listing Rules. As such, the transactions contemplated under the Financial Services Agreement will constitute continuing connected transactions of the Company under the Hong Kong Listing Rules.

As the applicable percentage ratios for the Caps in relation to the transactions for the provision of deposit services, loan and electronic finance company acceptance bill services, and settlement and sale of foreign exchange services by Hisense Finance to the Group contemplated under the Financial Services Agreement exceed 5%, the Financial Services Agreement, the transactions contemplated

under it and the related Caps are subject to the reporting, announcement, annual review, circular and Independent Shareholders' approval requirements under Chapter 14A of the Hong Kong Listing Rules.

The provision of deposit services to the Group under the Financial Services Agreement also constitutes a transaction under Chapter 14 of the Hong Kong Listing Rules. As the highest percentage ratio for the provision of the deposit services is more than 25%, the transaction will constitute a major transaction of the Company under Chapter 14 of the Hong Kong Listing Rules and is subject to the reporting, announcement, circular and Shareholders' approval requirements under the Hong Kong Listing Rules.

The provision of the loan and electronic finance company acceptance bill services and the settlement and sale of foreign exchange services under the Financial Services Agreement also constitute transactions under Chapter 14 of the Hong Kong Listing Rules. As the highest applicable percentage ratio for the provision of the loan and electronic finance company acceptance bill services and the settlement and sale of foreign exchange services under the Financial Services Agreement exceeds 5% but is less than 25%, the loan and electronic finance company acceptance bill services and the settlement and sale of foreign exchange services also constitute discloseable transactions under Chapter 14 of the Hong Kong Listing Rules and are subject to the reporting and announcement requirements under Chapter 14 of the Hong Kong Listing Rules.

As the agency services under the Financial Services Agreement will be entered into by the parties on normal commercial terms, and they will fall within the relevant de minimis threshold as stipulated under the Hong Kong Listing Rules, the agency services under the Financial Services Agreement are exempt from reporting, annual review, announcement, circular and the Independent Shareholders' approval requirements under the Hong Kong Listing Rules.

As the highest applicable percentage ratio in respect of the draft discount services and the non-recourse accounts receivable factoring services on an aggregate basis under the Financial Services Agreement exceeds 0.1% but is less than 5%, such continuing connected transactions are subject to reporting, announcement and annual review requirements but are exempt from circular and Independent Shareholders' approval requirements under Chapter 14A of the Hong Kong Listing Rules.

GENERAL

A notice of the meeting and a circular containing, among other things, (i) further information on the Business Co-operation Framework Agreement and the Financial Services Agreement, the transactions contemplated under the agreements and the Caps in relation to the agreements; (ii) the letter of advice from the independent financial adviser to the independent board committee and the Independent Shareholders; and (iii) the recommendation from the independent board committee will be despatched to the Shareholders in accordance with the Hong Kong Listing Rules within 15 business days after the publication of this announcement.

BACKGROUND

References are made to:

(i) the announcement of the Company dated 28 November 2023 in relation to, among other things, the Existing Business Co-operation Framework Agreement and the Existing Financial Services Agreement; and

(ii) the circular of the Company dated 3 January 2024 in relation to, among other things, the Existing Business Co-operation Framework Agreement and the Existing Financial Services Agreement.

The Company wishes to inform the Shareholders and investors that each of the Existing Business Co-operation Framework Agreement and the Existing Financial Services Agreement will expire on 31

December 2026 and it is expected that the Group will continue to enter into transactions of a nature similar to the transactions under each of the Existing Business Co-operation Framework Agreement and the Existing Financial Services Agreement from time to time after their expiration. In view of the above, on 6 November 2026 (after trading hours), the Company entered into the Business Co-operation Framework Agreement and the Financial Services Agreement.

(A) CONTINUING CONNECTED TRANSACTIONS

BUSINESS CO-OPERATION FRAMEWORK AGREEMENT

Date: 6 November 2026

Parties: The Company; and
Hisense Holdings

Term:

The Business Co-operation Framework Agreement shall commence from 1 January 2027 or the date of approval of the Business Co-operation Framework Agreement by the Independent Shareholders at the EGM (whichever is later) until 31 December 2027, which can be terminated before its expiration by mutual agreement of the parties.

In the event any exemption for connected transactions is withdrawn or revoked or becomes invalid and there is non-compliance with the applicable Hong Kong Listing Rules and/or Shenzhen Listing Rules (where applicable) in respect of connected transactions for any transactions contemplated under the Business Co-operation Framework Agreement, the performance of the Business Co-operation Framework Agreement in respect of such transactions shall be terminated. The Business Co-operation Framework Agreement will be terminated if all transactions contemplated under it have been terminated for the above reason.

Condition:

The Business Co-operation Framework Agreement and the transactions contemplated under it are subject to the approval of the Independent Shareholders at the EGM.

Subject matters:

The transactions contemplated under the Business Co-operation Framework Agreement will be conducted in the ordinary and usual course of business of the parties, on normal commercial terms and on terms not less favourable to the parties than terms available to or from (as appropriate) independent third parties. The Business Co-operation Framework Agreement does not restrict the rights of the parties to sell or purchase products contemplated under the Business Co-operation Framework Agreement from any other purchasers or suppliers.

The relevant parties will enter into definitive contract(s) setting out specific terms including specifications of the products or services, quantity or work scope, pricing principles, quality standards and warranties, payment terms, terms of delivery, technological services and obligations in the event of default. Such contracts shall be consistent with the principles and the terms of the Business Co-operation Framework Agreement.

Payment term(s) for the transactions contemplated under the Business Co-operation Framework Agreement shall be in accordance with the payment term(s) as stipulated in the definitive contract(s) to be signed by the relevant parties to such contract(s).

The Company's internal policy regarding connected transactions:

The Company has established connected transaction management policy (關連交易管理辦法) (the "**CT Management Policy**") for the purpose of ensuring that connected transactions will be conducted in a fair, equal and public manner, on normal commercial terms and not prejudicial to the interests of the Company and its independent Shareholders.

According to the rules of the CT Management Policy, before a definitive transaction is conducted, the Company will compare the pricing of similar transactions with or quotations obtained from at least three randomly selected independent third parties. Commencement of the definitive transaction with the connected party/parties is conditional upon the Company's assurance that the price of such continuing connected transaction, according to the principles of fairness and reasonableness, is no less favourable to the Group than those offered by independent third parties in order to ensure fairness of the price of the continuing connected transaction as well as the interests of the Company and the independent Shareholders as a whole.

Following the requirements under the CT Management Policy, the operation department of the Group will compare the terms of the proposed continuing connected transactions to those of the similar transactions with independent third parties or quotations offered by independent third parties (as the case may be) prior to the execution of the relevant orders or contracts. Before an order or a definitive contract for a transaction is placed, accepted or entered into by the Group, the operation department of the Group will, depending on the circumstances at that time, either obtain the pricing of similar transactions from at least three independent third parties through public channels, or invite at least three independent third parties who are interested in the transaction to provide or offer their quotations, for the purpose of comparing the pricing of similar transactions. If the operation department of the relevant business sector is of the view that the terms of the proposed orders or contracts are less favourable to the Group than those with or offered by independent third parties, it will report to the senior management who will negotiate with the connected party on the terms of the relevant orders or contracts. If, after negotiation, the connected party cannot offer terms which are no less favourable to the Group than those with or offered by independent third parties, the Group will not execute the relevant orders or contracts.

The finance department and securities department of the Company are responsible for the collection and summarisation of all information in relation to the continuing connected transactions from each operation department (including but not limited to the control list for the continuing connected transactions, and transaction invoices and contracts) and will prepare a summary report regarding the conduct of the continuing connected transactions periodically and make timely report to the senior management regarding the operating status of the continuing connected transactions of the Group. In addition, the Company conducts annual review on the execution of the continuing connected transactions of the Group.

The legal affairs department of the Company is responsible for reviewing and approving the Business Co-operation Framework Agreement and the new transaction agreements contemplated under the Business Co-operation Framework Agreement.

Transactions:

The transactions contemplated under the Business Co-operation Framework Agreement are in connection with the following aspects:

(1) Purchases of products and services

Pursuant to the terms of the Business Co-operation Framework Agreement, the Group will purchase from Hisense Group, on a non-exclusive basis, electrical appliances, raw materials, parts and components, and engage Hisense Group for the provision of services as the Group may require from time to time:

(i) Such electrical appliances including but not limited to, dryers and dishwashers;

(ii) such raw materials, parts and components including but not limited to, electric control boards, Wi-Fi modules; and

(iii) such services including but not limited to, material processing, installation and maintenance, distribution, property management, employee health management, leasing, design, testing, agency, training, technical support and information system services.

Pricing:

Under the Business Co-operation Framework Agreement, product prices are principally agreed by reference to market prices of similar products on a fair and reasonable basis; prices for raw materials and components are agreed on a fair and reasonable basis and set out in the definitive purchase contracts; and service prices are agreed by reference to market prices of comparable industry services and set out in the definitive service contracts. Payment terms are specified in the definitive contracts. The transactions shall be conducted in the ordinary course on normal commercial terms and terms no less favourable than those available to or from independent third parties, as appropriate.

The operation department of the relevant business sector of the Group will compare the terms of the proposed purchases (including pricing and other contractual terms taking into account factors such as the product quality and stability in supply of the product) to those of the similar transactions with independent third parties or prices offered by independent third parties (as the case may be) prior to the execution of the relevant orders or contracts. The operation department of the relevant business sector will report to the finance department which will check, compare and confirm the price of the product is not less favourable than the price offered by independent third parties (with the pricing information supplied by the operation department) and the head of the finance department will approve the terms of the relevant orders or contracts.

Historical figures:

The table below summarises existing approved annual caps for the three years ending 31 December 2026 and the historical transaction amounts for 2024 and 2025 and the nine months ended 30 September 2026. The existing caps are exclusive of VAT. The historical actuals are reproduced from the annual reports as reported.

	For the year ended 31 December 2024	**For the year ended 31 December 2025**	**For the year ending 31 December 2026**
Aggregate annual cap (RMB)	5,526,320,000	6,921,750,000	8,495,960,000
	For the year ended 31 December 2024 (audited)	**For the year ended 31 December 2025 (audited)**	**For the nine months ended 30 September 2026 (unaudited)**
Aggregate historical transaction amount (RMB)	4,251,640,000	4,566,788,200	3,546,540,000

Proposed Cap:

The table below summarises the proposed annual cap of the purchase of products and services by the Group from Hisense Group for the year ending 31 December 2027 (exclusive of VAT):

	For the year ending 31 December 2027
Annual cap (RMB)	5,678,410,000

The above proposed annual cap for 2027 is to be determined with reference to the following matters:

(i) The estimated annualised unaudited transaction amount for the year comprises: (a) the historical transaction amount for the nine months ended 30 September 2026 as mentioned above; and (b) the projected transaction amount from October 2026 to December 2026, having taken into account the current progress of the Group's projects, the contemplated transactions under the contracts already entered into by the Group and the development of the Group's business operations in the first three quarters of 2026 (the composition of the estimated annualised unaudited transaction amount for the year 2026, together with the above projection basis of the transaction amount for the final quarter of 2026, in relation to each type of transactions under the Business Co-operation Framework Agreement as presented in this announcement shall hereinafter be referred to as the "**Estimated Annualised Transaction Amount in 2026**").

(ii) similar transactions between the Group and Hisense Group in the past, that is, the Estimated Annualised Transaction Amount in 2026 of approximately RMB4,738,770,000. Notwithstanding the foregoing, the proposed cap for 2027 is RMB5,678,410,000, which is RMB2,817,550,000, or approximately 33.2%, below the annual cap of RMB8,495,960,000 for 2026, and the Estimated Annualised Transaction Amount in 2026 represents a utilisation rate of approximately 55.8% of the annual cap for 2026, the reduction principally reflects the following:

a) **Demerger of Hisense Holdings**: following the demerger of Hisense Holdings in 2025, Hisense Holdings and Hisense Investment Development became separate companies. The unaudited transaction amount for 2026 includes actual transactions with Hisense Investment Development and its subsidiaries, whereas the proposed cap for 2027 excludes such transactions. For details, please refer to the 2026 interim report of the Company;

b) **Special air-conditioners**: the annual cap for 2026 included approximately RMB730,000,000 for the purchase of special air-conditioners from Hisense Group. On 30 September 2025, the Group entered into an agreement to transfer the subsidiary that was expected to make such purchases to an independent third party. Accordingly, no such purchases have been made in 2026, and no amount has been allocated to them in the proposed cap for 2027; and

c) **Overseas raw materials**: the annual cap for 2026 included approximately RMB1,490,000,000 for purchases of raw materials and components from certain overseas subsidiaries of Hisense Holdings. Since 2023, the Group has adjusted its supply chain strategy. It has promoted the use of domestically produced materials in place of overseas-sourced materials and supported domestic suppliers in serving its overseas operations. It has also standardised common parts, which has significantly reduced the number of materials purchased. Having regard to these changes and the Group's operating performance in 2026, the Group has estimated its overseas purchase requirements for 2027 based on the Estimated Annualised Transaction Amount in 2026 rather than the annual cap for 2026. The proposed cap for 2027 is therefore not directly comparable with the annual cap for 2026.

(iii) the projected increase in the level of sales scale of the Group for the year ending 31 December 2027 (the "**Projected Sales Increment**").

The Projected Sales Increment was projected based on: (a) the Group's continual robust and vigorous marketing activities in developing key markets and expanding professional channels for overseas own brand; (b) the Group's perseverance to its high-end strategy and continual optimisation of its product structure and it is expected that the sales scale of mid-to-high-end products will be further expanded; and (c) the Group's plan to further optimise channel strategy,

strengthen terminal retail capacity and enhance the services quality, thereby bringing sales increment.

(iv) based on the above, the estimated purchases of the Group:

- the estimated purchases of electrical appliances by the Group from Hisense Group for the year ending 31 December 2027 amount to approximately RMB250,000,000, based on the projected purchases of "ASKO" and "gorenje" high-end electrical appliances from Hisense Group. The Group intends to further cultivate the sales of these high-end electrical appliances in the PRC market; and (b) the estimated purchases of other electrical appliances by the Group from Hisense Group for the year ending 31 December 2027 amount to approximately RMB1,230,000, based on the projected purchases of a certain type of television products for the Group's daily operations and marketing needs.
- the estimated purchases of raw materials, parts and components by the Group from Hisense Group for the year ending 31 December 2027 amount to approximately RMB3,256,420,000, based on the following assumptions:

    a) the Group needs to purchase a substantial quantity of raw materials and electrical components for its production and operation demands. The estimated amounts of purchases for raw materials and components from certain overseas subsidiaries of Hisense Holdings amount to approximately RMB500,470,000 for the year ending 31 December 2027, having taken into account the Estimated Annualised Transaction Amount in 2026 of approximately RMB430,400,000 between the Group and Hisense Group; and

    b) in view of the high production capacity and standard of certain PRC subsidiaries of Hisense Holdings in manufacturing raw materials and components such as electric control boards and Wi-Fi modules, and having advantages in purchasing some raw materials, it is conducive to procuring raw materials and components from such PRC subsidiaries of Hisense Holdings to ensure the quality of the Group's products and optimise procurement costs. The estimated amounts of purchases of raw materials, parts and components from certain PRC subsidiaries of Hisense Group amount to approximately RMB2,755,950,000 for the year ending 31 December 2027, having taken into account the Estimated Annualised Transaction Amount in 2026 of approximately RMB2,296,630,000 between the Group and Hisense Group;

(v) the estimated purchases of services by the Group from Hisense Group for the year ending 31 December 2027 amount to approximately RMB2,170,760,000, based on the estimated purchases of Hisense Group's services including the provision of employee health management, material processing, installation and maintenance, distribution, property, leasing, design, equipment inspection, agency, training, technical support and information system services as the Group may require from time to time.

The above estimated amounts of purchases are for reference only and may be subject to change. Any transaction must remain within its applicable approved and disclosed cap, and the Company must re-comply with the applicable requirements before an increase in the cap or a material variation of the transaction terms.

Reasons and benefits:

The Group's purchase of electrical appliances from Hisense Group is conducive to expanding the domestic sales scale, optimising the product structure and enhancing the efficiency of the Group's daily management, thereby driving the overall product scale and business development of the Company.

The Group is satisfied with the quality of the raw materials, parts and components provided by Hisense Group from the previous course of dealings. By purchasing certain raw materials from Hisense Group, it is conducive to guaranteeing the quality of the Group's products, reducing the procurement cost and logistics cost, and improving the efficiency of delivery and therefore enhancing the competitiveness of the Group's products.

The Group is satisfied with the quality of the services provided by Hisense Group from the previous course of dealings and considers that Hisense Group possesses the expertise and experience for the provision of relevant services which can enable the Group to carry out its daily operation smoothly.

In light of the above, the Directors (excluding the independent non-executive Directors whose views will be given after taking into account the advice from the independent financial adviser) are of the view that the terms of the purchases of products and services from Hisense Group under the Business Co-operation Framework Agreement and the related Cap are fair and reasonable and in the interests of the Company and the Shareholders as a whole.

(2) Supply of products and services

Pursuant to the terms of the Business Co-operation Framework Agreement, the Group will supply, on a non-exclusive basis, moulds and electrical appliances, raw materials, parts and components and provide services to Hisense Group as it may require from time to time:

(i) such moulds and electrical appliances including but not limited to freezers, refrigerators, washing machines, residential air-conditioners;

(ii) such raw materials, parts and components including but not limited to raw materials for producing electric control boards (such as resistors), and raw materials, parts and components for the production of refrigerators, washing machines, residential air-conditioners, central air-conditioners and kitchen appliances; and

(iii) such services including but not limited to material processing, installation and maintenance, distribution, property management, employee health management, leasing, design, testing, agency, training, technical support and information system services, to the extent actually provided by the Group to Hisense Group.

Pricing:

Pricing for the supply of products (save for the moulds) is determined by commercial negotiation between the parties according to the principles of fairness and reasonableness with reference to the market prices of similar transactions from at least three independent third parties. The operation department of the relevant business sector of the Group will compare the terms of the proposed supply of products (including pricing and other contractual terms taking into account factors including the customers' credit rating and qualification of the customers such as their asset scale) to those of the similar transactions with independent third parties or the terms offered to independent third parties (as the case may be) prior to the execution of the relevant orders or contracts. The operation department of the relevant business sector will report to the finance department which will check, compare and confirm the price of the product is not less favourable than the price offered by the Group to independent third parties (with the pricing information supplied by the operation department) and the head of the finance department will approve the terms of the relevant orders or contracts.

Pricing for the supply of moulds is determined by the open bidding process. The bidding price is determined on the basis of a reasonable cost plus reasonable profit margin, with the maximum mark-up rate of 150%. For determining reasonable costs, the Company will take into account fixed cost (e.g. depreciation of machinery), cost of raw materials, and labour cost for the production of the moulds. The profit margin of the Group in such bidding price will not be lower than the profit margin of the Group

in the bidding price for supply of similar and comparable moulds to independent third parties during the same period.

Historical figures:

The table below summarises the existing annual caps for each of the three years ending 31 December 2026 (exclusive of VAT) and the historical transaction amounts involved for each of the two years ended 31 December 2025 and the nine months ended 30 September 2026 (exclusive of VAT):

	For the year ended 31 December 2024	**For the year ended 31 December 2025**	**For the year ending 31 December 2026**
Aggregate annual cap (RMB)	30,852,220,000	40,334,050,000	47,652,240,000
	For the year ended 31 December 2024 (audited)	**For the year ended 31 December 2025 (audited)**	**For the nine months ended 30 September 2026 (unaudited)**
Aggregate historical transaction amount (RMB)	30,154,917,900	32,335,479,000	27,102,050,000

Proposed Cap:

The table below summarises the proposed annual cap for the supply of products and services by the Group to Hisense Group for the year ending 31 December 2027 (exclusive of VAT):

	For the year ending 31 December 2027
Annual cap (RMB)	43,528,920,000

The above proposed annual cap for 2027 is to be determined with reference to the following matters:

(i) similar transactions between the Group and Hisense Group in the past, that is, the Estimated Annualised Transaction Amount in 2026, in the amount of approximately RMB 36,131,710,000;

(ii) the Projected Sales Increment;

(iii) based on (i) and (ii) above, the estimated sales and supply by the Group:

- the estimated sales of electrical appliances from the Group to Hisense Group amount to approximately RMB42,608,730,000 for the year ending 31 December 2027, based on the assumption that with the sale of full-range products and set products becoming the market development trend through the sale plan of the Hisense full-range electrical appliance products which is integrated, managed and organised by Hisense Group, Hisense Group will continue to leverage the strength of its full-range sales platform to continue to expand its sales revenue and develop potential customers to expand its business scale.

- the estimated sales of moulds from the Group to Hisense Group amount to approximately RMB42,000,000 for the year ending 31 December 2027, based on the assumption that the demand for the Group's moulds may further increase due to the growth in the business scale and addition of new customers of Hisense Group.

- the estimated sales of raw materials, parts and components from the Group to Hisense Group amount to approximately RMB752,340,000 for the year ending 31 December 2027 based on the following assumptions:

    a) the estimated sales of raw materials from the Group to certain PRC subsidiaries of Hisense Holdings amount to approximately RMB509,650,000 for the year ending 31 December 2027 based on the procurement plan for the production and operation from Hisense Group; and

    b) the estimated sales of raw materials, parts and components from the Group to certain overseas and PRC subsidiaries of Hisense Holdings is a business incidental to the sale of electrical appliances by the Group to Hisense Group. The estimated sales of such raw materials, parts and components to Hisense Group amount to approximately RMB242,690,000 for the year ending 31 December 2027;

- the estimated provision of services by the Group to Hisense Group for the year ending 31 December 2027 amount to approximately RMB125,850,000, based on the estimated provision of property services, material processing services and installation services by the Group to Hisense Group.

The above estimated amounts of sales and supply are for reference only and may be subject to change. Any transaction must remain within its applicable approved and disclosed cap, and the Company must re-comply with the applicable requirements before an increase in the cap or a material variation of the transaction terms.

Reasons and benefits:

The supply of products by the Group to Hisense Group can help to increase production and sales scale and enhance the market competitiveness of the Group's products. At the same time, the Group can continue to develop overseas market and enhance brand competitiveness and awareness. Developing online platform and offline set sales through Hisense Group benefits the creation of a synergetic effect, which can further increase the Group's sales scale and boost the Group's market share and income.

Hisense Group has overseas sales channels and high quality customer resources. The supply of raw materials, parts and components of export products by the Group to Hisense Group can satisfy the business needs of the Group's export sales and expand the export sales scale of the Group. The provision of raw materials, parts and components to Hisense Group can also enhance the efficiency of the operation of the Group.

The provision of services for property and/or material processing services to Hisense Group can improve the utilisation rate of the Group's resources and increase the Group's revenue. Provision of installation services to Hisense Group is incidental to the Group's business of supply of electrical appliances to Hisense Group, which facilitates the development of the Group's business of sale of electrical appliances and increases the Group's revenue.

In light of the above, the Directors (excluding the independent non-executive Directors whose views will be given after taking into account the advice from the independent financial adviser) are of the view that the terms of the supply of products (including the abovementioned moulds and electrical appliances, raw materials, parts and components, and services) to Hisense Group under the Business Co-operation Framework Agreement and the related Caps are fair and reasonable and in the interests of the Company and the Shareholders as a whole.

(B) CONTINUING CONNECTED TRANSACTIONS, DISCLOSEABLE TRANSACTIONS AND MAJOR TRANSACTION

FINANCIAL SERVICES AGREEMENT

Date: 6 November 2026

Parties: The Company; and
Hisense Finance

Term:

The term of the Financial Services Agreement shall commence from 1 January 2027 or the date of approval of the Financial Services Agreement by the Independent Shareholders at the EGM (whichever is later) until 31 December 2027, which can be terminated by either party if the other party is in default and such default is not remedied within a reasonable period.

Condition:

The Financial Services Agreement and the transactions contemplated under it are subject to the approval of the Independent Shareholders at the EGM.

Subject matters:

Pursuant to the terms of the Financial Services Agreement, the Group will engage Hisense Finance to provide financial services within its scope of business, including but not limited to the following services and such other business as may be carried by Hisense Finance as approved by the regulatory authorities:

(i) deposit services;

(ii) loan and electronic finance company acceptance bill services (貸款及電子財務公司承兌匯票服務);

(iii) draft discount services (票據貼現服務);

(iv) Non-recourse accounts receivable factoring services（無追索權應收賬款保理服務）;

(v) settlement and sale of foreign exchange services (結售匯服務); and

(vi) agency services such as settlement services for receipt and payment of funds (資金收支結算等代理類服務).

For the draft discount services which will be provided to the Group by Hisense Finance, the Group is entitled to present bank drafts to Hisense Finance for payment before the maturity date of the bank drafts. In return, Hisense Finance will charge discount interest (貼現利息) from the Group for "cashing" the bank drafts. After the Group has discounted the bank drafts with Hisense Finance, such bank drafts will belong to the latter which will have the right to present such bank drafts to the issuing banks for payment on their respective maturity dates.

The particular services contemplated under the Financial Services Agreement will be implemented through separate agreements, applications, confirmations or transaction documents entered into by the Company or eligible Group members with Hisense Finance. Such documents shall be consistent with the Financial Services Agreement; in the event of any inconsistency, the Financial Services Agreement shall prevail. The Company may authorise subsidiaries within its consolidated financial statements that satisfy Hisense Finance's service eligibility requirements to enter into and perform such documents. Their transaction amounts, balances and fees shall be aggregated with those of the Company for each

applicable cap and shall be subject to the same pricing, monitoring, record-retention and conditions-precedent requirements. The Company shall ensure that such Group members comply with the Financial Services Agreement.

The Group may obtain financial services contemplated under the Financial Services Agreement from other financial institutions in addition to Hisense Finance, as it sees fit. Hisense Finance shall not restrict the Company or other Group members from choosing other financial institutions, require or indirectly compel the Company to centralise its funds with Hisense Finance, or reduce its service standards or increase its charges because the Company chooses another financial institution.

The Company's internal policy regarding connected transactions:

The Company has established the CT Management Policy to ensure that connected transactions will be conducted in a fair, equal and public manner, on normal commercial terms and not prejudicial to the interests of the Company and its independent Shareholders.

According to the CT Management Policy, before entering into a definitive transaction, the Company will compare the price of similar transactions with or quotations obtained from independent third parties. A transaction with a connected party will proceed only where its pricing is fair and reasonable and no less favourable to the Group than that available from independent third parties, and the applicable contractual pricing benchmarks have been satisfied. The pricing basis under the Financial Services Agreement includes the applicable interest-rate policies of the People's Bank of China (the "PBOC") or relevant market benchmarks, together with independent comparable transaction prices, published quotations or written quotations for each type of service. The specific benchmarks, parameters and interest-calculation or fee-calculation formulae shall be recorded in the definitive transaction documents or pricing records and shall be appropriate to the currency, tenor, amount, security, recourse arrangements, availability of funds and scope of service. The relevant price-comparison and approval records shall be retained for inspection.

Commencement of the transaction with the connected party/parties is subject to the Company's assurance that the price of such continuing connected transaction, according to the principles of fairness and reasonableness, is no less favourable to the Group than those offered by independent third parties in order to ensure fairness of the price of the continuing connected transaction as well as the interests of the Company and the independent Shareholders as a whole.

Following the requirements under the CT Management Policy, the finance department of the Group will compare the interest rates on deposits and loans and the service fee for electronic finance company acceptance bills offered by Hisense Finance to the Group to those offered by commercial banks in the PRC prior to the execution of the relevant transactions. For deposit services, the designated finance staff of the Group will review and compare the interest rates offered by Hisense Finance with the major commercial banks based on the nature and tenure of such deposits (e.g. the time deposits will be reviewed quarterly, the demand deposits will be reviewed monthly and the interest rates for loans will be reviewed regularly). For the purpose of ensuring the sufficiency of independent bank transactions that are subject to review, the finance staff will review the interest rates on deposits offered by the five major commercial banks in the PRC, namely, China Construction Bank, Industrial and Commercial Bank of China, Bank of China, Bank of Communications and Agricultural Bank of China (the "**Five Major PRC Commercial Banks**"). The Company would randomly select three banks out of the Five Major PRC Commercial Banks to obtain their quotations of the interest rates on deposits. For electronic finance company acceptance bill services, the Group's finance staff will conduct a monthly review on the service fees charged by external commercial banks for issuing electronic bank acceptance bills, and the Company would randomly select three banks out of the Five Major PRC Commercial Banks to obtain quotations of service fees for issuing electronic bank acceptance bills to ensure that the service fees charged by Hisense Finance are not higher than those charged by commercial banks. The applicable contractual benchmarks described below must also be satisfied.

If the finance department is of the view that the interest rates on deposits and loan and the service fee for electronic finance company acceptance bills offered by Hisense Finance to the Group are less favourable to the Group than those offered by commercial banks in the PRC, it will report to the senior management who will negotiate with Hisense Finance on the terms of the relevant transactions. If, after negotiation, Hisense Finance cannot offer terms which are no less favourable to the Group than those offered by commercial banks in the PRC, the Group will not execute the relevant transactions. The designated finance staff responsible for reviewing and comparing the interest rates mentioned above is not a member of the aforesaid senior management, and his duties are segregated from those of the senior management.

The finance department and securities department of the Company are responsible for the collection and summarisation of all information in relation to the continuing connected transactions from the finance department (including but not limited to the control list for the continuing connected transactions, and transaction notes and contracts) and will prepare a summary report regarding the conduct of the continuing connected transactions periodically and make timely report to the senior management regarding the operating status of the continuing connected transactions of the Group. The scope of the review conducted by the finance department and the securities department is the same so that the same information can be reviewed by personnel of different departments whose duties are segregated from each other. In addition, the Company conducts annual review on the execution of the continuing connected transactions of the Group.

The legal affairs department of the Company is responsible for reviewing and approving the Financial Services Agreement and the new transaction agreements contemplated under the Financial Services Agreement.

The finance department will initiate the approval process for the definitive transaction documents, which may only be executed after approval by the responsible finance officer of the relevant subsidiary and completion of all other applicable approval procedures. The finance department and securities department will monitor the aggregate maximum daily closing balances of deposits and loans and electronic finance company acceptance bills, and the aggregate annual transaction amounts or fees for the other services, across the Company and all participating consolidated subsidiaries against each applicable cap. The deposit cap includes interest and the combined loan and electronic finance company acceptance bill cap includes interest and service fees. The other annual caps are RMB20,000,000 for draft discount interest, US$300,000,000 for settlement and sale of foreign exchange, RMB3,000,000 for agency service fees and the maximum daily closing balance is RMB1,000,000,000 for non-recourse accounts receivable factoring. No transaction may cause its applicable cap to be exceeded, and the Company shall complete any necessary approval and disclosure procedures before implementing a cap increase or a material variation of the terms.

Transactions:

The transactions contemplated under the Financial Services Agreement are in connection with the following aspects:

(1) Deposit services

Pricing:

The interest rate payable for the Group's deposits with Hisense Finance shall not be lower than either (i) the deposit benchmark interest rate published by the PBOC during the corresponding period; or (ii) the interest rate offered by commercial banks in the PRC for comparable deposits during the corresponding period. The designated finance staff of the Group will review and compare the interest rates for comparable deposits offered by Hisense Finance with the Five Major PRC Commercial Banks, having regard to the nature and tenure of the deposits. The Company will randomly select three of those banks to obtain comparable deposit-rate quotations through online and telephone enquiries.

Historical figures:

The table below summarises the maximum daily closing balance for each of the three years ending 31 December 2026 and the historical maximum daily closing balance for each of the two years ended 31 December 2025 and the nine months ended 30 September 2026 (inclusive of interest):

	For the year ended 31 December 2024	For the year ended 31 December 2025	For the year ending 31 December 2026
Maximum daily closing balance (RMB)	27,000,000,000	27,000,000,000	27,000,000,000

	For the year ended 31 December 2024 (audited)	For the year ended 31 December 2025 (audited)	For the nine months ended 30 September 2026 (unaudited)
Historical maximum daily closing balance (RMB)	16,162,000,000	13,999,000,000	13,682,000,000

Proposed Cap:

The table below summarises the proposed maximum daily closing balance for deposit services for the year ending 31 December 2027 (inclusive of interest):

	For the year ending 31 December 2027
Maximum daily closing balance, inclusive of interest (RMB)	19,000,000,000

The proposed cap for 2027 is to be determined based on the Company's historical deposit balances, the Group's expected cashflow and funding requirements for 2027, and the final contractual measurement basis of the maximum daily closing balance, inclusive of interest:

(i) the historical maximum daily closing balance of RMB13,682,000,000 for the nine months ended 30 September 2026 and RMB13,999,000,000 for the year ended 31 December 2025; and

(ii) the estimated maximum daily closing balance for the full year of 2026 of approximately RMB15,000,000,000, representing an increase of approximately 10% over the historical maximum daily closing balance of RMB13,682,000,000 for the nine months ended 30 September 2026. Taking into account the projected sales growth of 20% for 2027, the maximum daily closing balance is expected to increase to approximately RMB18,000,000,000. An additional RMB1,000,000,000 has been allowed for the temporary deposit of loan proceeds pending drawdown to meet the Group's expected financing needs, resulting in the proposed maximum daily closing balance of RMB19,000,000,000 for 2027 (inclusive of interest).

The Company shall retain discretion over its deposits with Hisense Finance. Hisense Finance shall ensure that the Company may withdraw its deposits at any time and in full, and shall not restrict, delay or refuse payment for any reason. While the Group does not intend to deposit all its cash with Hisense Finance, a buffer in the maximum daily closing cash balance of the deposits placed by the Group with Hisense Finance is required as the Group will also borrow loans from Hisense Finance if the relevant terms are more favourable than those available from other financial institutions. As the loans to be provided by Hisense Finance to the Group under the Financial Services Agreement will first be transferred by Hisense Finance to the Group in its deposit account with Hisense Finance for drawdown, the Group's funding needs in terms of loans will also affect the Group's deposit balances with Hisense

Finance, as the Group would require temporary deposit of the proceeds of the loans proposed to be provided by Hisense Finance to the Group under the Financial Services Agreement.

(2) Loan and electronic finance company acceptance bill services

Pricing:

The interest rate charged for the loans provided to the Group by Hisense Finance shall not be higher than either (i) the loan prime rate (LPR) published by the National Interbank Funding Center during the corresponding period; or (ii) the interest rate charged by commercial banks in the PRC for comparable loans during the corresponding period. The designated finance staff of the Group will review and compare the interest rates for loans offered by Hisense Finance with those offered by the major commercial banks regularly. For the purpose of ensuring the sufficiency of independent bank transactions that are subject to review, the finance staff will review the interest rates for loan offered by the Five Major PRC Commercial Banks. The Company would randomly select three banks out of the Five Major PRC Commercial Banks to obtain their quotations of interest rate charged for loans via conducting online and telephone enquiries.

The service fees charged for the provision of electronic finance company acceptance bill services by Hisense Finance for the Group shall not be higher than the standard service fees charged by normal commercial banks in the PRC for comparable services. The finance department of the Group will conduct a monthly review on the service fees charged by external commercial banks for issuing electronic bank acceptance bills, namely the Five Major PRC Commercial Banks. The Company would randomly select three banks out of the Five Major PRC Commercial Banks to obtain their quotations of service fees for issuing electronic bank acceptance bills via conducting online and telephone enquiries. The monthly review on the service fees charged by external commercial banks for issuing electronic bank acceptance bills is conducted to ensure that the service fees charged by Hisense Finance are not higher than those charged by commercial banks.

Historical figures:

The table below summarises the maximum daily closing balance for each of the three years ending 31 December 2026 and the historical maximum daily closing balance for each of the two years ended 31 December 2025 and the nine months ended 30 September 2026 (inclusive of interest and service fees):

	For the year ended 31 December 2024	**For the year ended 31 December 2025**	**For the year ending 31 December 2026**
Maximum daily closing balance (RMB)	5,000,000,000	5,400,000,000	5,900,000,000
	For the year ended 31 December 2024 (audited)	**For the year ended 31 December 2025 (audited)**	**For the nine months ended 30 September 2026 (unaudited)**
Historical maximum daily closing balance (RMB)	2,552,000,000	2,378,000,000	1,438,000,000

Proposed Cap:

The table below summarises the proposed maximum daily closing balance for loan and electronic finance company acceptance bill services for the year ending 31 December 2027 (inclusive of interest and service fees):

	For the year ending 31 December 2027
Maximum daily closing balance, inclusive of interest and service fees (RMB)	4,000,000,000

Note: The loans provided by Hisense Finance to the Group under the Financial Services Agreement are denominated in US$. For the purpose of calculating the maximum daily closing balance against the above proposed cap, the balance of any loan denominated in US$ (inclusive of interest and service fees) will be translated into RMB at the central parity rate of RMB against US$ published by the China Foreign Exchange Trade System under the authorisation of the PBOC on the relevant day.

The proposed cap for 2027 is to be determined based on the Company's historical usage, the Group's expected financing requirements for 2027, and the final contractual measurement basis of the maximum daily closing balance, inclusive of interest and service fees:

(i) although the annualised maximum daily balance for the year ending 31 December 2026 is approximately RMB2,000,000,000, which is only half of the proposed cap for 2027, the historical maximum daily closing balances for the years ended 31 December 2024 and 31 December 2025 were RMB2,552,000,000 and RMB2,378,000,000, which were more than RMB2,000,000,000;

(ii) in accordance with the new regulations, the maximum daily closing balance of electronic finance company acceptance bills provided by Hisense Finance to the Group shall not exceed RMB3,000,000,000 (inclusive of interest and service fees) for the year ending 31 December 2027;

(iii) based on the Group's business development plan, it is expected that a loan amount of RMB1,000,000,000 will be allocated for the year ending 31 December 2027 to cater to the projected financing needs of the Group; and

(iv) the proposed cap of RMB4,000,000,000 which reflects the RMB3,000,000,000 limit for electronic finance company acceptance bill refer to in (ii) above and the separate RMB1,000,000,000 loan allocation referred to in (iii) above. Each transaction will only proceed if the terms for the provision of the loans and electronic finance company acceptance bill services by Hisense Finance to the Group shall be no less favourable than those of other normal commercial banks and financial institutions. In addition, Hisense Finance has better knowledge of the background and financial status of the Group, which will facilitate the loan and electronic finance company acceptance bill services application process by the Group.

(3) Draft discount services and non-recourse accounts receivable factoring services

Pricing for draft discount services

The discount rate charged by Hisense Finance for draft discount services shall be determined by reference to market levels with the PBOC's rediscount rate as the reference basis, and shall not be higher than the discount rates charged by commercial banks in the PRC providing such services to the Group.

Pricing for non-recourse accounts receivable factoring services

The pricing for non-recourse accounts receivable factoring services provided by Hisense Finance to the Group shall not be higher than the pricing charged by commercial banks in the PRC for comparable accounts receivable factoring services during the corresponding period, including the factoring interest rate, factoring handling fees and all other charges.

Prior to the execution of the relevant contracts for the draft discount services, the Group's staff will obtain and compare the quotations from Hisense Finance and the Five Major PRC Commercial Banks.

The Group would randomly select three banks out of the Five Major PRC Commercial Banks to obtain their quotations of discount rate via conducting online and telephone enquiries.

Historical figures:

The table below summarises the cap of the annual draft discount interest and the maximum daily closing balance of non-recourse accounts receivable factoring services for each of the three years ending 31 December 2026 and the historical total discount interest for each of the two years ended 31 December 2025 and the nine months ended 30 September 2026:

	For the year ended 31 December 2024	**For the year ended 31 December 2025**	**For the year ending 31 December 2026**
Annual draft discount interest (RMB)	50,000,000	50,000,000	50,000,000
Maximum daily closing balance of non-recourse accounts receivable factoring services (RMB)	-	-	-
	For the year ended 31 December 2024 (audited)	**For the year ended 31 December 2025 (audited)**	**For the nine months ended 30 September 2026 (unaudited)**
Historical total draft discount interest (RMB)	68,400	38,100	159,400
Historical non-recourse accounts receivable factoring services (RMB)	-	-	-

Proposed Caps:

The table below summarises the proposed annual draft discount interest cap and the maximum daily closing balance for non-recourse accounts receivable factoring services for the year ending 31 December 2027:

	For the year ending 31 December 2027
Annual draft discount interest cap (RMB)	20,000,000
Maximum daily closing balance of non-recourse accounts receivable factoring services cap (RMB)	1,000,000,000

The proposed annual draft discount interest cap and the proposed maximum daily closing balance for non-recourse accounts receivable factoring services for the year ending 31 December 2027 are determined with reference to:

(i) the expected financial needs of the Group for production for the year ending 31 December 2027; and

(ii) the terms for the provision of the draft discount services by Hisense Finance to the Group shall be no less favourable than those of other normal commercial banks and financial institutions and Hisense Finance has better knowledge of the background and financial status of the Group which will facilitate the draft discount application process by the Group.

On the basis of: (i) the expected increase in revenue and the projected capital expenditure for the year ending 31 December 2027; and (ii) the Group's plan to continue to improve the turnover of accounts receivable and inventory, it is estimated that the total discount interest payable by the Group to Hisense Finance for the provision of draft discount services will be RMB20,000,000 for the year ending 31 December 2027 taking into account the existing market interest level and the financing cycle of draft discount services. The Company will monitor actual discount interest against the cap and obtain current comparable quotations before each transaction.

The maximum daily closing balance of RMB1,000,000,000 for non-recourse accounts receivable factoring services is intended to meet the Group's expected working-capital requirements for 2027, accelerate capital turnover and improve capital-utilisation efficiency. The services will be provided on a non-recourse basis, and the relevant pricing, including financing interest and all fees, shall be no higher than that charged by commercial banks in the PRC for comparable factoring services during the corresponding period. The eligible receivables, transaction amounts, terms and applicable cap-monitoring arrangements will be set out in the definitive transaction documents consistently with the Financial Services Agreement, and transactions by participating consolidated subsidiaries will be aggregated with those of the Company for the maximum daily closing balance.

(4) Settlement and sale of foreign exchange services

Pricing:

The level of services (including the level of exchange rates) for the settlement and sale of foreign exchange at Hisense Finance shall not be worse than the level of service (including the level of exchange rates) of normal commercial banks in the PRC providing such services to the Group during the corresponding period.

Prior to the execution of the relevant contracts for the services for settlement and sale of foreign exchange, the Group's staff will obtain and compare the quotations from Hisense Finance and the Five Major PRC Commercial Banks. The Company would randomly select three banks out of the Five Major PRC Commercial Banks to obtain their quotations for the applicable exchange rates and service fees via conducting online and telephone enquiries.

Historical figures:

The table below summarises the annual amount for each of the three years ending 31 December 2026 and the historical amount for each of the two years ended 31 December 2025 and the nine months ended 30 September 2026:

	For the year ended 31 December 2024	**For the year ended 31 December 2025**	**For the year ending 31 December 2026**
Annual amount (US$)	300,000,000	300,000,000	300,000,000
	For the year ended 31 December 2024 (audited)	**For the year ended 31 December 2025 (audited)**	**For the nine months ended 30 September 2026 (unaudited)**
Historical amount (US$)	16,105,200	9,329,700	7,000,000

Proposed Cap:

The table below summarises the proposed annual cap for settlement and sale of foreign exchange services for the year ending 31 December 2027:

	For the year ending 31 December 2027
Annual cap (US$)	300,000,000

The proposed cap for 2027 is to be determined based on the confirmed cap measurement basis, the Group's expected 2027 foreign-currency receipts and payments, the Company's historical data and the expected trend in overseas sales:

(i) For the full year of 2027, it is estimated that foreign currency received by the Group from its export business and payments to be made by the Group in foreign currency would amount to approximately US$263,000,000; and

(ii) the projected trend of overseas sales growth for the year ending 31 December 2027.

(5) Agency services such as settlement services for receipt and payment of funds

Pricing:

Hisense Finance will provide agency services such as settlement services for the receipt and payment of funds to the Group in accordance with its instructions. The charging standard for service fees chargeable for the provision of agency services shall not be higher than the charging standard for comparable service fees for such services of normal commercial banks or similar agencies in the PRC during the corresponding period. Hisense Finance announces its scale of charges at the beginning of every year. Currently, the said scale of charges has been lower than those of the major commercial banks in the PRC. The finance department of the Group conducts monthly review on the service fees charged by external commercial banks, namely the Five Major PRC Commercial Banks. The Group would randomly select three banks out of the Five Major PRC Commercial Banks to obtain their quotations of service fees via conducting online and telephone enquiries. These monthly reviews are conducted for the provision of agency services to ensure that the service fees charged by Hisense Finance are not higher than those charged by commercial banks. If the expected scale of charges of Hisense Finance is found to be more expensive than that of other major commercial banks, the Company will select the bank with cheaper charging rates.

Historical figures:

The table below summarises the annual amount for each of the three years ending 31 December 2026 and the historical aggregate amount for each of the two years ended 31 December 2025 and the nine months ended 30 September 2026:

	For the year ended 31 December 2024	For the year ended 31 December 2025	For the year ending 31 December 2026
Annual amount (RMB)	3,000,000	3,000,000	3,000,000
	For the year ended 31 December 2024 (audited)	**For the year ended 31 December 2025 (audited)**	**For the nine months ended 30 September 2026 (unaudited)**
Historical aggregate amount (RMB)	787,900	2,749,300	890,000

Proposed Cap:

The table below summarises the proposed annual cap for agency service fees for the year ending 31 December 2027:

	For the year ending 31 December 2027
Annual cap (RMB)	3,000,000

The proposed cap for 2027 is to be determined with reference to: (i) the historical expenses for agency services such as settlement services for receipt and payment of funds of the Group, taking into account the corresponding increase in agency services such as settlement services for receipt and payment of funds resulting from the increment in the scale of the Group's revenue; and (ii) the charging standard for service fees chargeable for the provision of agency services such as settlement services for receipt and payment of funds by Hisense Finance for the Group which shall not be higher than the charging standard for service fees for such services of normal commercial banks or similar agencies in the PRC.

Currently, the agency services such as settlement services for receipt and payment of funds provided by Hisense Finance to the Group is mainly transfer services and its standard service fees of RMB0.8 per transaction payable by the Group to Hisense Finance is significantly lower than the charging standard for service fees charged by normal commercial banks or similar agencies in the PRC during the same period which ranges from RMB2 to RMB200 per transaction. As the Company is unable to ensure that the service fees payable by the Group to Hisense Finance will remain lower than the charging standard for service fees for such services of normal commercial banks or similar agencies in the PRC, and taking into account the Group's expected demand for transfer services for the year ending 31 December 2027 and the charging standard for service fees for such services of normal commercial banks or similar agencies in the PRC in 2027, it is estimated that the aggregate amount of the service fees payable by the Group to Hisense Finance for the provision of agency services will be RMB3,000,000.

Reasons for and benefits of the Financial Services Agreement:

It is set out in the Financial Services Agreement that the transactions contemplated under it will be conducted in the ordinary and usual course of business of the Company, on normal commercial terms and on terms not less favourable to the Company than terms available to or from (as appropriate) independent third parties.

Under the Financial Services Agreement, both parties shall establish and improve their risk assessment, risk management and internal control systems and adopt appropriate measures to prevent their respective operating risks from spreading to the other party. They shall maintain close communication and notify each other promptly of material changes. Hisense Finance shall formulate risk-control measures and internal-control procedures for each financial service and product to safeguard the Group's funds and payment requirements. These contractual protections supplement, but do not eliminate the need for, the Group's ongoing assessment of Hisense Finance's credit and liquidity risks.

The main reasons for the election by the Company to use Hisense Finance for the provision of the relevant financial services are as follows:

(i) having reviewed the historical sample deposit rates offered by Hisense Finance and other major commercial banks (including the Five Major PRC Commercial Banks), the Board noted that the interest rates offered by Hisense Finance are not less favourable than those offered by major commercial banks for the deposit with the same type and tenure. Moreover, Hisense Finance may offer to the Group tailor-made beneficial loan mix that can specifically cater for the Group's funding needs which may not be readily available from other commercial banks;

(ii) the Group is expected to benefit from Hisense Finance's better understanding of the operations of the Group which should allow more suitable, expedient and efficient service provision than those offered by PRC commercial banks; and

(iii) Hisense Finance is regulated by the NFRA and engages in the provision of financial services in compliance with the regulations and operation requirements issued by the relevant regulatory authorities. Its primary customers are companies within Hisense Holdings. In general, as the risks exposed to Hisense Finance are lesser than those exposed to the financial institutions with a broad and unrestricted customer base, Hisense Finance is able to safeguard customers' funds more effectively.

Based on the above, the Company prefers to conduct the deposit service under the Financial Services Agreement with Hisense Finance in order to maximise the benefits of the Shareholders while maintaining banking relationship with other commercial banks in the PRC to diversify risk. The transactions contemplated under the Financial Services Agreement are conducive to the reduction of financing expenses and the maintaining of a relatively stable scope of external financing by the Company. It would in turn strengthen the Company's ability to avoid the risk arising from the change of national monetary policies and ensure that the Company will maintain a stable level of assets for daily operation. It would also further improve capital efficiency of the Company.

Although the Company considers that the risk associated with placing deposits with Hisense Finance is minimal, the Group is still facing a risk that the Group may not be able to withdraw all of its deposits from Hisense Finance due to operational problems of Hisense Finance. However, the Company is of the view that such risk can be managed and monitored. On one hand, Hisense Finance will strictly adhere to the risk management guidelines to financial institutions issued by the NFRA and the asset-liability ratio, liquidity ratio and other regulatory indicators of Hisense Finance are in compliance with the relevant requirements of the Measures for the Administration of Finance Companies of Enterprise Group (企業集團財務公司管理辦法) issued by the NFRA. On the other hand, the Company has devised a risk management plan to prevent, timely control and resolve the risk involved in the Group's deposit arrangement with Hisense Finance and ensure safety of its capital. To enhance risk assessment and management, during the period when cash is deposited with Hisense Finance, the Company will review the latest available financial reports of Hisense Finance, assess the operational and financial risks of Hisense Finance, and regularly issue risk assessment reports to the Directors for their consideration and adoption of necessary measures to prevent the risks identified and ensure the safety and liquidity of the Company's capital and to publish announcement timely. As the Company has been reviewing financial reports of Hisense Finance, arranging simulation stress test every year, formulating liquidity stress test report, assessing the operational and financial risks of Hisense Finance and regularly issuing risk assessment reports to the Directors during the period when cash is deposited with Hisense Finance pursuant to the Existing Financial Services Agreement and taking into consideration the information from the aforesaid review and comparing with the risk portfolio of other independent financial service providers, the Board considers that the risk profile of Hisense Finance, as a financial services provider to the Group, is not greater than that of the independent commercial banks in the PRC.

The Board has also considered the risks which may be involved in fully utilising the relevant Caps and assessed the possibility of default for Hisense Finance by:

(i) reviewing the audited reports of Hisense Finance of the previous two financial years to ascertain the amount of its total assets and such reports are not qualified nor disclaimed by the auditors;

(ii) preparing「關於海信集團財務有限公司的風險評估報告」(the "Risk Assessment Reports"), which have been published by the Company on the designated website of the Shenzhen Stock Exchange (http://www.cninfo.com.cn) in which it was noted that Hisense Finance had complied with certain key regulatory requirements pursuant to the Measures for the Administration of Finance Companies of Enterprise Group (企業集團財務公司管理辦法) as at the relevant reporting dates and the Board noted that Hisense Finance has been maintaining a relatively higher standard for capital adequacy ratio and current ratio (the Risk Assessment Report for the six months ended 30 June 2026 has been published by the Company on the

designated website of the Shenzhen Stock Exchange (http://www.cninfo.com.cn) on 18 August 2026); and

(iii) reviewing the internal regulatory report submitted by Hisense Finance to the Company and the confirmation from Hisense Finance that there were no non-compliance events or deficiencies which resulted in suspension of business or administrative punishment.

Having considered the above findings and the fact that Hisense Finance provides financial services primarily to Hisense Holdings and its subsidiaries which Hisense Finance shall have better understanding on their financial positions and such focus of client base enables Hisense Finance to be subject to lower default risk as compared to those commercial banks which serve voluminous clients, the Directors are of the view that even with the full utilisation of the relevant Caps, the Company will not be subject to undue default risk by Hisense Finance in light of its relatively sound financial positions and historical compliance with relevant regulatory requirements.

As quite a substantial amount of the Group's cash and borrowings will be handled by Hisense Finance under the Financial Services Agreement, the Company has adopted risk control measures to mitigate the risks involved by:

(i) periodically checking the deposit balance placed with Hisense Finance and reviewing the same by the designated finance staff of the Group;

(ii) requesting the designated finance staff of the Group to ask for quotations and terms from other commercial banks for the deposits and electronic finance company acceptance bill services that are comparable to the same provided by Hisense Finance in order to ensure that the terms offered by Hisense Finance are not less favourable than other commercial banks; and

(iii) regularly reviewing the financial statements of Hisense Finance to monitor its financial positions and if any extraordinary issues are noted (for example, where the financial position of Hisense Finance was severely deteriorated), the Group can easily switch to other commercial banks given the non-exclusivity of the Financial Services Agreement.

The Directors, having taken into consideration the above matters, are of the view that the Group can benefit from Hisense Finance's better understanding of the operations of the Group which can provide more suitable and efficient service to the Group compared with those offered by other commercial banks in the PRC and the risk control measures implemented by the Group are sufficient to mitigate the risks involved should the Group fully utilise the relevant Caps.

In light of the above, the Directors (excluding the independent non-executive Directors whose views will be given after taking into account the advice from the independent financial adviser) are of the view that (i) the transactions contemplated under the Financial Services Agreement will be conducted in the ordinary and usual course of business of the Company, on normal commercial terms and on terms no less favourable to the Company than terms available to or from (as appropriate) independent third parties; and (ii) the terms of the Financial Services Agreement and the related Caps are fair and reasonable and in the interests of the Company and the Shareholders as a whole.

PLEDGING AND OTHER SECURITY

Hisense Finance may require the Group to provide guarantee, security or pledge in respect of the loan services and the electronic finance company acceptance bill services rendered, depending on the then circumstances and business needs. Such security terms shall be no less favourable to the Company than those required by major commercial banks in the PRC for comparable services during the corresponding period. Hisense Finance shall not require the Company to provide guarantees exceeding the principal and interest of the financing or the proportion corresponding to the Company's shareholding.

The specific security arrangements, if any, shall be set out in the definitive transaction documents consistently with the Financial Services Agreement. Before entering into any such arrangement, the Company will assess its implications under Chapters 14 and 14A of the Hong Kong Listing Rules and complete all applicable approval and disclosure procedures.

As at the date of this announcement, the Group's loans from Hisense Finance are unsecured credit loans and therefore no guarantee, security or pledge in respect of loan services was provided by the Group to Hisense Finance. The Financial Services Agreement nevertheless permits Hisense Finance to require security for future loan or electronic finance company acceptance bill services, subject to the contractual restrictions described above.

If the Group is required to provide any guarantee, security or pledge to Hisense Finance in respect of the provision of electronic finance company acceptance bill services or loan services, the Company will re-comply with the applicable requirements under Chapter 14A of the Hong Kong Listing Rules. The exemption under Rule 14A.90 of the Hong Kong Listing Rules applies to financial assistance received by the Group only where it is on normal commercial terms or better and is not secured by assets of the Group. The Company will not rely on that exemption for transactions secured by Group assets and will comply with the applicable requirements before entering into the relevant transactions. The mere fact that security consists of bank acceptance bills does not establish that the exemption is available.

FINANCIAL EFFECTS ON THE COMPANY FOR THE USE OF DEPOSIT SERVICES UNDER THE FINANCIAL SERVICES AGREEMENT

The use of deposit services allows the Group to receive interests for its deposits kept in Hisense Finance at a rate that is no less favourable than the interest rates for deposits offered by other commercial banks in the PRC for similar deposits. However, the annual interest income only accounts for a small portion of its profits, assets and liabilities. Therefore, the Company expects that its use of deposit services under the Financial Services Agreement will not have any material impact towards the profit, assets and liabilities of the Company.

INFORMATION RELATING TO THE GROUP, HISENSE HOLDINGS AND HISENSE FINANCE

The Group

The Group is principally engaged in research and development, manufacturing and marketing of electrical products such as refrigerators, household air-conditioners, central air-conditioners, freezers, washing machines, kitchen appliances, etc., and automotive air conditioner compressor and integrated thermal management system.

Hisense Holdings

Hisense Holdings was incorporated in 2001 and has a registered capital of RMB2,494,731,154. Its legal representative is Mr. Jia Shao Qian, and its registered address is at 218 Qian Wan Gang Road, Qingdao Economic and Technological Development Zone, Qingdao City. Its scope of business includes: engaging in investment activities with its own funds; asset management services for investments made with its own funds; R&D of household electrical appliances; manufacturing of household electrical appliances; sales of household electrical appliances; installation services for household electrical appliances; repair of household electrical appliances; manufacturing of refrigeration and air-conditioning equipment; sales of refrigeration and air-conditioning equipment; manufacturing of communication equipment; sales of communication equipment; manufacturing of network equipment; sales of network equipment; system integration services for artificial intelligence industry application; design and services of integrated circuit chips; manufacturing of integrated circuit chips and products; R&D of intelligent robots; manufacturing of industrial robots; manufacturing of service and consumer robots; manufacturing of power transmission and distribution and control equipment; sales of intelligent

power transmission and distribution and control equipment; manufacturing of photovoltaic equipment and components; sales of photovoltaic equipment and components; energy storage technology services; information system integration services; manufacturing of special equipment (excluding licensed special equipment manufacturing); R&D of auto parts; manufacturing of auto parts and accessories; manufacturing of intelligent vehicle-mounted equipment; sales of intelligent vehicle-mounted equipment; manufacturing of IoT devices; sales of IoT devices; software development; technology import and export; goods import and export.

Hisense Holdings has no effective controller and details of its shareholders' interests are as follows:

1. Hisense Group Co., Ltd holds 27.99% interest in Hisense Holdings. The ultimate beneficial owner of Hisense Group Co., Ltd is the State-owned Assets Supervision and Administration Commission of the Qingdao Municipal Government (青島市人民政府國有資產監督管理委員會).

2. Qingdao Xinfeng Information Technology Co., Ltd.* (青島新豐信息技術有限公司) ("**Qingdao Xinfeng**"), Shanghai Haifeng Shipping Co., Ltd.* (上海海豐航運有限公司) ("**Shanghai Haifeng**") and Qingdao Ximing Information Technology Co., Ltd.* (青島熙銘信息科技有限公司) ("**Qingdao Ximing**") hold 23.96%, 2.60% and 1.76% interest in Hisense Holdings, respectively. Qingdao Xinfeng, Shanghai Haifeng and Qingdao Ximing are parties acting in concert and collectively own 28.32% interest in Hisense Holdings. The ultimate beneficial owner of Qingdao Xinfeng, Shanghai Haifeng and Qingdao Ximing is Mr. Yang Shaopeng* (楊紹鵬).

3. As at the date of this announcement, (i) an aggregate interest of approximately 32.39% in Hisense Holdings is held directly by the natural person shareholders (自然人股東) of Hisense Holdings (the "**Natural Person Shareholders**"); and (ii) an aggregate interest of approximately 11.30% in Hisense Holdings is held through the shareholding platforms (the "**Shareholding Platforms**") for the benefit of the position incentive shareholders (崗位激勵股東) of Hisense Holdings (the "**Position Incentive Shareholders**"), who hold their interests in Hisense Holdings indirectly. The Natural Person Shareholders and the Position Incentive Shareholders of Hisense Holdings hold an aggregate interest of 43.69% in Hisense Holdings.
   The Natural Person Shareholders are individuals who acquired their interests in Hisense Holdings as directors, senior management staff, core management staff or key staff of Hisense Holdings. The Position Incentive Shareholders are the core staff of Hisense Holdings under its incentive plan, including but not limited to directors, senior management staff, core management staff and key staff of Hisense Holdings. Moreover, there is no acting in concert arrangement among the Natural Person Shareholders and the Position Incentive Shareholders, and none of them individually holds more than 2% interest in Hisense Holdings.

The Shareholding Platforms consist of 22 entities which were established between 2016 and 2026. They serve solely as shareholding vehicles for the relevant Position Incentive Shareholders and do not carry on any operations.

Hisense Finance

Hisense Finance is a non-bank financial institution established with the approval of the relevant banking regulator authority of the PRC and is currently regulated by the NFRA and other regulatory authorities in the PRC and is a subsidiary of Hisense Holdings. Hisense Finance is not a banking company as defined in Rule 14A.88 of the Hong Kong Listing Rules. Hisense Finance was established in the PRC on 12 June 2008 and has a registered capital of RMB1,300,000,000. The business scope of Hisense Finance is to provide financial services for enterprise groups.

The controlling shareholder of Hisense Finance is Hisense Holdings and its shareholders' interests are as follows:

1. Hisense Holdings holds 73.08% interest in Hisense Finance.

2. Hisense Air-conditioning holds 26.92% interest in Hisense Finance.

IMPLICATIONS UNDER THE HONG KONG LISTING RULES

(A) Business Co-operation Framework Agreement

As at the date of this announcement, as Hisense Holdings (through its indirect interest in the Company held by Hisense Air-conditioning, Hisense Communications and Hisense HK) is the controlling shareholder of the Company, Hisense Holdings and its subsidiaries are connected persons of the Company under the Hong Kong Listing Rules. Accordingly, the transactions contemplated under the Business Co-operation Framework Agreement will constitute continuing connected transactions of the Company under the Hong Kong Listing Rules.

As the applicable percentage ratios for the Caps in relation to the transactions contemplated under the Business Co-operation Framework Agreement exceed 5% on an annual basis and the annual consideration exceeds HK$10,000,000, the Business Co-operation Framework Agreement, the transactions contemplated under it and the related Caps are subject to the reporting, announcement, annual review, circular and Independent Shareholders' approval requirements under Chapter 14A of the Hong Kong Listing Rules.

In view of the interests of Hisense Holdings in the Business Co-operation Framework Agreement, Hisense Holdings and its associates will abstain from voting in relation to the resolution(s) to approve the Business Co-operation Framework Agreement, the transactions contemplated under it and the relevant Caps at the EGM. As such, Hisense Air-conditioning, which held 516,758,670 Shares (representing approximately 37.31% of the issued share capital of the Company), Hisense Communications which held 27,716,093 Shares (approximately 2.00% of the issued share capital of the Company) and Hisense HK, which held 124,452,000 Shares (representing approximately 8.99% of the issued share capital of the Company) as at the date of this announcement, will abstain from voting in relation to the relevant resolution(s) at the EGM. Each of Hisense Air-conditioning, Hisense Communications and Hisense HK controls or is entitled to exercise control over the voting right in respect of their Shares.

(B) Financial Services Agreement

As at the date of this announcement, as (i) Hisense Holdings (through its indirect interest in the Company held by Hisense Air-conditioning, Hisense Communications and Hisense HK) is the controlling shareholder of the Company; and (ii) Hisense Finance is a subsidiary of Hisense Holdings, Hisense Finance is a connected person of the Company under the Hong Kong Listing Rules. As such, the transactions contemplated under the Financial Services Agreement will constitute continuing connected transactions of the Company under the Hong Kong Listing Rules.

As the applicable percentage ratios for the Caps in relation to the transactions for the provision of deposit services, loan and electronic finance company acceptance bill services, and settlement and sale of foreign exchange services by Hisense Finance to the Group contemplated under the Financial Services Agreement exceed 5%, the Financial Services Agreement, the transactions contemplated under it and the related Caps are subject to the reporting, announcement, annual review, circular and Independent Shareholders' approval requirements under Chapter 14A of the Hong Kong Listing Rules.

The provision of deposit services to the Group under the Financial Services Agreement also constitutes a transaction under Chapter 14 of the Hong Kong Listing Rules. As the highest percentage ratio for the

provision of deposit services is more than 25%, the transaction will constitute a major transaction of the Company under Chapter 14 of the Hong Kong Listing Rules and is subject to the reporting, announcement, circular and Shareholders' approval requirements under the Hong Kong Listing Rules.

The provision of the loan and electronic finance company acceptance bill services and the settlement and sale of foreign exchange services under the Financial Services Agreement also constitute transactions under Chapter 14 of the Hong Kong Listing Rules. As the highest applicable percentage ratio for the provision of the loan and electronic finance company acceptance bill services and the settlement and sale of foreign exchange services under the Financial Services Agreement exceeds 5% but is less than 25%, the loan and electronic finance company acceptance bill services and the settlement and sale of foreign exchange services also constitute discloseable transactions under Chapter 14 of the Hong Kong Listing Rules and are subject to the reporting and announcement requirements under Chapter 14 of the Hong Kong Listing Rules.

As the agency services under the Financial Services Agreement will be entered into by the parties on normal commercial terms, and they will fall within the relevant de minimis threshold as stipulated under the Hong Kong Listing Rules, the agency services under the Financial Services Agreement are exempt from reporting, annual review, announcement, circular and the Independent Shareholders' approval requirements under the Hong Kong Listing Rules.

As the highest applicable percentage ratio in respect of the draft discount services and the non-recourse accounts receivable factoring services on an aggregate basis under the Financial Services Agreement exceeds 0.1% but is less than 5%, such continuing connected transactions are subject to reporting, announcement and annual review requirements but are exempt from circular and Independent Shareholders' approval requirements under Chapter 14A of the Hong Kong Listing Rules.
In view of the interests of Hisense Holdings (being the holding company of Hisense Finance) in the Financial Services Agreement, Hisense Holdings and its associates will abstain from voting in relation to the resolution(s) to approve the Financial Services Agreement, the transactions contemplated under it and the relevant Caps at the EGM. As such, Hisense Air-conditioning, which held 516,758,670 Shares (representing approximately 37.31% of the issued share capital of the Company), Hisense Communications which held 27,716,093 Shares (representing approximately 2.00% of the issued share capital of the Company) and Hisense HK, which held 124,452,000 Shares (representing approximately 8.99% of the issued share capital of the Company) as at the date of this announcement, will abstain from voting in relation to the relevant resolution(s) at the EGM. Each of Hisense Air-conditioning, Hisense Communications and Hisense HK controls or is entitled to exercise control over the voting right in respect of their Shares.

The Business Co-operation Framework Agreement and the Financial Services Agreement are not inter-conditional on each other.

GENERAL

Ms. Gao Yu Ling, Mr. Jia Shao Qian, Mr. Yu Zhi Tao and Ms. Fang Xue Yu, being the Directors and directors of Hisense Holdings and/or its subsidiaries, have abstained from voting on the relevant board resolution(s) for approving the Business Co-operation Framework Agreement and the Financial Services Agreement and the transactions contemplated under the agreements in view of their interest therein as aforementioned.

An independent financial adviser has been appointed to advise the independent board committee of the Company and the Independent Shareholders regarding the Business Co-operation Framework Agreement, the Financial Services Agreement, the transactions contemplated under the agreements and the Caps in relation to the agreements. An independent board committee of the Company will also be formed, comprising all the independent non-executive Directors, namely, Mr. Li Zhi Gang, Mr. Tsoi Wing Sing and Mr. Xu Guo Jun, to advise the Independent Shareholders on whether or not the Business Co-operation Framework Agreement, the Financial Services Agreement, the transactions contemplated

under the agreements and the Caps in relation to the agreements are in the interests of the Company and are fair and reasonable so far as the Independent Shareholders are concerned.

A notice of the meeting and a circular containing, among other things, (i) further information on the Business Co-operation Framework Agreement, the Financial Services Agreement, the transactions contemplated under the agreements and the Caps in relation to the agreements; (ii) the letter of advice from the independent financial adviser to the independent board committee and the Independent Shareholders; and (iii) the recommendation from the independent board committee will be despatched to the Shareholders in accordance with the Hong Kong Listing Rules within 15 business days after the publication of this announcement.

DEFINITIONS

In this announcement, unless the context otherwise requires, the following terms have the meanings set out below:

"A Shares"	domestic ordinary shares of the Company with a nominal value of RMB1.00 each and are listed on the Shenzhen Stock Exchange
"associate(s)"	has the meaning ascribed to it under the Hong Kong Listing Rules
"Board"	the board of Directors
"Business Co-operation Framework Agreement"	the Business Co-operation Framework Agreement (業務合作框架協議) dated 6 November 2026 entered into between the Company and Hisense Holdings in relation to the supply and purchase of products, raw materials and components and the provision of services for 2027
"Cap(s)"	(A) the annual caps for the transactions contemplated under the Business Co-operation Framework Agreement for the year ending 31 December 2027, and (B) the annual caps for the transactions contemplated under the Financial Services Agreement for the year ending 31 December 2027
"Company"	Hisense Home Appliances Group Co., Ltd. (海信家電集團股份有限公司), a joint stock limited company incorporated in the PRC with limited liability, whose shares are listed on the main board of the Stock Exchange and the Shenzhen Stock Exchange
"connected person(s)"	has the meaning ascribed to it in the Hong Kong Listing Rules
"controlling shareholder(s)"	has the meaning ascribed to it in the Hong Kong Listing Rules
"Director(s)"	director(s) of the Company
"EGM"	the extraordinary general meeting of the Company to be held for, among other things, considering and, if thought fit, approving the Business Co-operation Framework Agreement, the Financial Services Agreement, the transactions contemplated under the agreements and the Caps in relation to the agreements

"Existing Business Co-operation Framework Agreement"	the business co-operation framework agreement (業務合作框架協議) dated 28 November 2023 entered into between the Company and Hisense Holdings in relation to the sale and purchase of electrical appliances, raw materials, parts and components; supply of products, raw materials, parts and components; and the provision of various services between the Group and Hisense Group
"Existing Financial Services Agreement"	the financial services agreement (金融服務協議) dated 28 November 2023 entered into between the Company and Hisense Finance in relation to the provision of financial services by Hisense Finance to the Group
"Financial Services Agreement"	the financial services agreement (金融服務協議) dated 6 November 2026 entered into between the Company and Hisense Finance in relation to the provision of financial services by Hisense Finance to the Group for 2027
"Group"	the Company and its subsidiaries
"H Shares"	overseas listed foreign shares of the Company with a nominal value of RMB1.00 each and are listed on the Stock Exchange
"Hisense Air-conditioning"	Qingdao Hisense Air-conditioning Company Limited* (青島海信空調有限公司), a company incorporated in the PRC with limited liability and a subsidiary of Hisense Holdings, and holds approximately 37.31% of the Shares as at the date of this announcement
"Hisense Communications"	Qingdao Hisense Communications Co., Ltd.* (青島海信通信有限公司), a company incorporated in the PRC with limited liability and a subsidiary of Hisense Holdings, and holds approximately 2.00% of the Shares as at the date of this announcement
"Hisense Finance"	Hisense Finance Co., Ltd* (海信集團財務有限公司), a company incorporated in the PRC with limited liability and a subsidiary of Hisense Holdings
"Hisense Group"	Hisense Holdings and its subsidiaries from time to time (for the avoidance of doubt, excluding the Group)
"Hisense HK"	Hisense (Hong Kong) Company Limited, a company incorporated in Hong Kong with limited liability and a subsidiary of Hisense Holdings, and holds approximately 8.99% of the Shares as at the date of this announcement
"Hisense Holdings"	Hisense Group Holdings Co., Ltd. (海信集團控股股份有限公司), a company incorporated in the PRC with limited liability, which wholly owns each of Hisense Air-conditioning, Hisense Communications and Hisense HK as at the date of this announcement
"Hisense Investment Development"	Qingdao Hisense Investment Development Co., Ltd.* (青島海信投資發展股份有限公司), a company incorporated in the PRC with limited liability
"Hong Kong"	the Hong Kong Special Administrative Region of the PRC

"Hong Kong Listing Rules"	the Rules Governing the Listing of Securities on the Stock Exchange
"Independent Shareholders"	(i) in respect of the Business Co-operation Framework Agreement, Shareholders other than Hisense Holdings and its associates and other Shareholders which are required to abstain from voting in relation to the Business Co-operation Framework Agreement under the Hong Kong Listing Rules and/or Shenzhen Listing Rules; and (ii) in respect of the Financial Services Agreement, Shareholders other than Hisense Finance and its associates and other Shareholders which are required to abstain from voting in relation to the Financial Services Agreement under the Hong Kong Listing Rules and/or Shenzhen Listing Rules
"independent third parties"	a person, or in the case of a company, the company or its ultimate beneficial owner(s), who is independent of and not connected with the Company and its subsidiaries and its connected persons and its ultimate beneficial owner(s) or their respective associates
"NFRA"	National Financial Regulatory Administration (國家金融監督管理總局)
"PRC"	the People's Republic of China
"Share(s)"	share(s) of RMB1.00 each in the capital of the Company, comprising the A Shares and the H Shares
"Shareholder(s)"	holder(s) of the Shares
"Shenzhen Listing Rules"	the Rules Governing the Listing of Stocks on the Shenzhen Stock Exchange (深圳證券交易所上市規則)
"Stock Exchange"	The Stock Exchange of Hong Kong Limited
"VAT"	value-added tax
"HK$"	Hong Kong dollars, the lawful currency of Hong Kong
"RMB"	Renminbi, the lawful currency of the PRC
"US$"	United States dollars, the lawful currency of the United States of America
"%"	per cent

English translations of names in Chinese or another language in this announcement which are marked with "" are for identification purposes only.*

By order of the Board
Hisense Home Appliances Group Co., Ltd.
Gao Yu Ling
Chairperson

Qingdao City, Shandong, the PRC, 6 November 2026

As at the date of this announcement, the Company's executive directors are Ms. Gao Yu Ling, Mr. Jia Shao Qian, Mr. Yu Zhi Tao, Ms. Fang Xue Yu and Mr. Dai Hui Zhong; its independent non-executive directors are Mr. Li Zhi Gang, Mr. Tsoi Wing Sing and Mr. Xu Guo Jun; and its employee representative director is Mr. Zhang Wen Qiang.