

Ad hoc announcement pursuant to Art. 53 LR

# **Implementation Announcement of 2024 Annual Dividend Distribution of Kunshan Dongwei Technology Co., Ltd.**

## **Important Content Reminder:**

- Whether differentiated dividend distribution is involved:Yes

- Distribution per share

Cash dividend of 0.10 Yuan per share

- Relevant dates

Share Registration Date	Ex-rights (Dividend) Date	Cash Dividend Payment Date
June 25, 2025	June 26, 2025	June 26, 2025

## **I Session and Date of the Shareholders' Meeting at Which the Distribution Plan Was Adopted**

The profit distribution plan was considered and approved by the Shareholders' Meeting of 2024 of the Company on May 16, 2025.

## **II Distribution Plan**

1.Year of issuance: Year 2024

2.Distribution objects:

As of the close of trading on the Shanghai Stock Exchange in the afternoon of the equity registration date, all shareholders of the Company registered with the Shanghai Branch of China Securities Depository and Clearing Corporation Limited (hereinafter referred to as "China Securities Depository Shanghai Branch") (except for the dedicated securities account for repurchase of Kunshan Dongwei Technology Co., LTD.). In accordance with the Company Law of the People's Republic of China, the Securities Law of the People's Republic of China, the Self-Regulatory Guidelines for Listed Companies No. 7 of the Shanghai Stock Exchange - Share Repurchase, and other relevant regulations, the shares in the special account for share repurchase of listed companies do not enjoy the rights of voting at the shareholders' meeting, profit distribution, conversion of reserve funds into share capital, subscription of new shares

and convertible corporate bonds, etc. No pledge or lending allowed.

### 3. Differentiated dividend distribution plan

#### (1) The plan for this differentiated dividend distribution

On May 16, 2025, the company held the 2024 Annual General Meeting of shareholders, which reviewed and approved the "Proposal on the Company's 2024 Annual Profit Distribution Plan". In 2024, the company will distribute profits based on the total share capital on the equity registration date for implementing the equity distribution (excluding the number of shares held in the company's dedicated securities account for share repurchase). A cash dividend of RMB 1.00 (including tax) will be distributed to all shareholders for every 10 shares. No bonus shares will be issued and no capital reserve will be converted into share capital. In accordance with the profit distribution plan approved by the 2024 Annual General Meeting of shareholders, if the total share capital of the company changes after deducting the shares repurchased by the company before the equity registration date for the implementation of the equity distribution, the company intends to maintain the distribution amount per share unchanged and adjust the total distribution amount accordingly.

As of the date of this announcement, the total share capital of the company is 298,401,360 shares. The total number of shares in the dedicated securities account for repurchase is 400,800 shares, and the actual number of share capital participating in the distribution is 298,000,560 shares. Based on this calculation, the total proposed cash dividend to be distributed is 29,800,056.00 yuan (including tax).

#### (2) The calculation basis for this differentiated dividend distribution

The company calculates the opening reference price for ex-rights and ex-dividend in accordance with the relevant regulations of the Shanghai Stock Exchange and the following formula:

The reference price for ex-rights (dividend)  $= (\text{previous closing price} - \text{cash dividend}) \div (1 + \text{Proportion of changes in tradable shares})$

In accordance with the profit distribution plan approved by the company's 2024 annual general meeting of shareholders, the company will only distribute cash dividends this time, without issuing bonus shares or increasing share capital through capital reserve. Therefore, the company's tradable shares will not change in this profit distribution, and the change ratio of tradable shares is 0.

At present, the total share capital of the company is 298,401,360 shares. After deducting the number of shares of 400,800 in the dedicated securities account for share repurchase, the actual number of share capital participating in the distribution is 298,000,560 shares.

The cash dividend of virtual distribution  $= (\text{Total number of shares participating in the distribution} \times \text{actual cash dividend per share distributed}) \div \text{Total share capital} = (298,000,560 \times 0.1000) \div 298,401,360 \approx 0.0999$  yuan per share.

In conclusion, the reference price for this rights distribution and dividend adjustment  $= (\text{previous closing price} - \text{cash dividend per share}) \div (1 + \text{change ratio of tradable shares}) = (\text{previous closing price} - 0.0999) \div (1 + 0) = \text{previous closing price}$

-0.0999 yuan per share.

### III Relevant Dates

Share Registration Date	Ex-rights (Dividend) Date	Cash Dividend Payment Date
June 25, 2025	June 26, 2025	June 26, 2025

### IV Distribution Implementation Mean

#### 1. Implementation Means

As of the date of this announcement, all the shares of the company are unrestricted tradable shares. Except for those issued by the company itself, other dividends of the unlimited outstanding shares are entrusted to CSDC, Shanghai Branch for distribution through its fund clearing system to the shareholders who are registered after the close of the Shanghai Stock Exchange on the share registration date and who have handled designated transactions with the members of the Shanghai Stock Exchange. Investors who have applied for designated transactions can collect the cash dividends at their designated securities business offices on the dividend payment date, and the dividends for shareholders who have not applied for designated transactions will be temporarily kept by CSDC, Shanghai Branch, and will be paid out after the shareholders apply for designated transaction.

#### 2. Self-issuance Recipients

Cash dividends on shares held by shareholders Liu Jianbo, Kunshan Fangfang Yuanyuan Enterprise Management Center (Limited Partnership), and Kunshan Jiayue Jiayue Enterprise Management Center (Limited Partnership) will be issued by the Company itself

#### 3. Tax Deduction Instructions

(1) For natural person shareholders and securities investment funds holding unlimited outstanding shares, in accordance with the relevant provisions of the Notice of the Ministry of Finance, State Administration of Taxation and Securities and Futures Commission on Issues Relating to the Implementation of the Policy of Differentiated Individual Income Tax on Dividends of Listed Companies (Cai Shui [2012] No. 85) and the Notice on Issues Relating to the Policy of Differentiated Individual Income Tax on Dividends of Listed Companies (Cai Shui [2015] No. 101), the Company will not withhold individual income tax when paying dividends and bonuses, and will calculate the amount of tax payable according to the shareholding period when the shares are actually transferred.

When individual shareholders and securities investment funds transfer their shares after the share registration date, CSDC, Shanghai Branch will calculate the actual tax payable according to the period of their shareholding, and the share custodians such as securities companies will deduct the tax from the individual's fund account and transfer it to CSDC, Shanghai Branch who will transfer it to the company within five working days of the following month, and the company will declare and

pay it to the competent tax authority within the statutory declaration period of the month in which the tax is received. The specific effective tax burden is: The effective tax burden is 20% if the holding period is one month or less (inclusive); The effective tax burden is 10% if the holding period is between one month and one year (inclusive); Dividends and bonuses are temporarily exempted from individual income tax if the holding period exceeds one year.

(2) For Qualified Foreign Institutional Investor ("QFII") shareholders, the Company shall, in accordance with the Notice on Issues Relating to Withholding and Payment of Enterprise Income Tax on Behalf of Chinese Resident Enterprises Paying Dividends, Bonuses and Interests to QFIIs ("Guo Shui Han [2009] No. 47) issued by the State Administration of Taxation ("SAT") on January 23, 2009, uniformly withhold and pay enterprise income tax at a tax rate of 10% on behalf of the shareholders. The Company has paid a cash dividend of RMB0.09 per share after tax. If the QFII shareholders consider that the dividend and bonus income obtained by them need to enjoy the treatment under the tax treaty (arrangement), they may apply to the competent tax authorities in accordance with the regulations after obtaining the dividend and bonus.

(3) For investors in the Hong Kong market (including enterprises and individuals) who hold the Company's shares through the Shanghai Stock, the dividend and bonus will be paid by the Company through CSDC, Shanghai Branch in RMB according to the accounts of the nominal holders of the shares (Hong Kong Securities Clearing Company Limited), and tax will be deducted in accordance with the relevant provisions of the Notice on Relevant Taxation Policies on the Pilot of the Mechanism for the Interconnection of the Trading of the Stock Markets of Shanghai and Hong Kong by the Ministry of Finance, State Administration of Taxation, and the SFC (Cai Shui [2014] No. 81) at the tax rate of 10%. The actual cash dividends paid after tax is RMB0.09 per share. For Hong Kong investors who are tax residents of other countries and whose countries have entered into tax treaties with China that provide for a dividend and bonus income tax rate of less than 10%, the enterprises or individuals may apply to the competent tax authorities of the Company on their own for enjoyment of the treatment under the tax treaties.

(4) For other institutional investors and corporate shareholders whose income tax on dividends and bonuses shall be paid by themselves, the actual cash dividend paid is RMB0.09 per share before tax.

## **V Relevant Consultation Means**

If you have any questions about the distribution of the interests, please contact us through the following ways:

Contact Department: Securities Affairs Department  
Tel: 0512-57710500

Board of Directors of Kunshan Dongwei Technology Co., Ltd.

June 19, 2025