

Kunshan Dongwei Technology Co., Ltd.
Announcement on the Shareholding Reduction
Plan for Specific Shareholders

The board of directors, all directors and relevant shareholders of the company guarantee that there are no false records, misleading statements or major omissions in the content of this announcement, and they shall bear the legal responsibility for the authenticity, accuracy and integrity of the content in accordance with the law.

Important tips:

● Basic information of the specific shareholders

As of the disclosure date of this Announcement, Kunshan Dongwei Technology Co., Ltd. (hereinafter referred to as the "Company") received the Notification Letter of Shareholding Reduction submitted by Mr. Xie Yulong, a specific shareholder of the Company, on June 21, 2023. As of the date of this announcement, Mr. Xie Yulong holds 8,176,599 shares of the Company, accounting for 3.56% of the company's total share capital. Among them, 5,063,317 shares are the company's IPO shares before listed on the Sci-Tech Innovation Board, which have been listed and traded since June 15, 2021; 461,412 shares are increased holdings; 2,651,870 shares are shares converted from capital reserve in equity distribution of 2022, which have been listed and traded since May 19, 2023.

● Main content of the shareholding reduction plan

Due to the shareholders' own financial needs and arrangements, Mr. Xie Yulong plans to reduce his holdings of no more than 3,150,000 shares through call auction and block transactions, and the proposed reduction ratio will not exceed 1.37% of the Company's total share capital. The reduction of shareholdings through block transactions shall be carried out within 6 months after 3 trading days from the date of disclosure of this Announcement. The reduction of shareholdings through call auction shall be carried out within 6 months after 15 trading days from the date of disclosure

of this Announcement, and within any 90 consecutive days, the total number of reduced shares shall not exceed 1% of the total number of the Company's shares.

Source of the shares to be reduced: Pre-IPO shares and their corresponding shares converted from capital reserve after listing.

I. Basic information of the entities of holding reduction

Name of shareholder	Title of shareholders	Quantity of stock keeping (shares)	Shareholding ratio	Source of current shareholding
Xie Yulong	Less than 5% of shareholders	8,176,599	3.56%	Acquired before IPO: 5,063,317 shares Acquired through call auction: 461,412 shares (increased shareholding) Acquired by other means: 2,651,870 shares (shares converted from capital reserve in equity distribution of 2022)

There are no persons acting in concert among the above-mentioned shareholding reduction entities.

Mr. Xie Yulong's shareholding reduction in the past 12 months

Name of shareholder	Number of shares to be reduced (shares)	Reduction ratio	Reduction period	Reduction price range (RMB/share)	Disclosure date of previous shareholding reduction plan
Xie Yulong	300,000	0.204%	7/18/2022~ 7/29/2022	113-140	6/18/2022
	500,429	0.34%	7/30/2022~ 10/14/2022	130.99-173	11/3/2022

II. Main content of the shareholding reduction plan

Name of shareholder	Number of shares planned to be reduced (shares)	Planned ratio of shareholding reduction	Ways of shareholding reduction	During shareholding reduction through call auction	Reasonable price range for the shareholding reduction	Source of shares to be reduced	Reasons for proposed reduction
Xie Yulong	No more than 3,150,000 shares	No more than: 1.37%	Shareholding reduction through block transactions, no more than: 3,150,000 shares Shareholding reduction through call auction, no more than: 3,150,000 shares	7/18/2023~1/17/2024	At market price	Pre-IPO shares and their corresponding shares converted from capital reserve after listing	Financial needs and arrangements

Note: The reduction of shareholdings through block transactions shall be carried out within 6 months after 3 trading days from the date of disclosure of this Announcement, that is, from June 29, 2023 to December 28, 2023.

(I) Do relevant shareholders have other arrangements? Yes No

(II) Has Xie Yulong, a specific shareholder, previously made commitments on the proportion of shares held, the number of shares held, the period of shareholding, the ways of shareholding reduction, the number of shares reduced, and the price of shareholding reduction, etc.? Yes No

According to the Prospectus of Kunshan Dongwei Technology Co., Ltd. on IPO and Listing on the Sci-Tech Innovation Board, relevant commitments of Mr. Xie Yulong are as follows:

(1) Conditions and number of shares to be reduced

I will strictly comply with the share lock-up commitment set forth in the Company's initial public offering and listing prospectus on the STAR Market and other public disclosure documents, and will not reduce my holdings of the Company's shares during the share lock-up period.

If I intend to reduce my shares of the Company within two years after the expiration of the lock-up period, the cumulative shares reduced in the two years shall not exceed 50% of the total number of shares held by me before the initial public offering of the Company (if the Company's equity allocation, and capital and share reduction result in any change in the shares held by me in the Company, the amount of transferable shares in the corresponding year shall be adjusted accordingly).

(2) Share reduction price

If I intend to reduce my holdings of the Company's shares within two years after the expiration of the lock-up period, the reduction price shall not be lower than the issue price of the Company's initial public offering of shares (if there are ex-right and ex-dividend matters such as dividend payouts, stock dividends, and conversion of capital reserve to share capital after the offering of the Company's shares, the issue price will be adjusted accordingly).

(3) Procedures and methods of reducing shares

For the procedure for reducing shares after the expiration of the lock-up period, I will strictly follow the Opinions of the China Securities Regulatory Commission on Further Promoting the IPO System Reform, Rules of the Shanghai Stock Exchange for the Listing of Stocks on the STAR Market, Several Provisions on the Reduction of Shares Held in a Listed Company by the Shareholders, Directors, Supervisors, and Senior Executives of the Listed Company, Detailed Implementing Rules of the Shanghai Stock Exchange for Shareholding Reduction by Shareholders, Directors, Supervisors and Senior Executives of Listed Companies, and other relevant laws and regulations. The reduction method shall comply with the relevant laws and regulations applicable at that time, including but not limited to the methods by auction, block trading and agreement transfer, etc.

(4) Disclosure of information on reduction of shares

For the reduction of shares (through auction), I will report to the Shanghai Stock Exchange 15 trading days before the first reduction and disclose the share reduction plan in advance. For the reduction of the Company's shares by other means, I will promptly and accurately perform the information disclosure obligation three trading days in advance in accordance with the rules of the securities regulatory authority and the Shanghai Stock Exchange at that time.

(5) Others

I will strictly abide by the above commitments. If I violate the above commitment to reduce my shares, all proceeds from the reduction of shares shall belong to the Company. If I fail to turn over the proceeds of illegal reduction of shares to the Company, the Company shall have the right to recover the amount of cash dividends payable to me equal to the proceeds of illegal reduction of shares.

Is the proposed shareholding reduction consistent with the previously disclosed commitments? Yes No

(III) Is it that the controlling shareholders, actual controllers, directors, supervisors and senior managers of an unprofitable company at the time of listing plan to reduce their pre-IPO shares? Yes No

(IV) Other matters required by the Shanghai Stock Exchange

None

III. The controlling shareholders or actual controllers reduce the pre-IPO shares

Is it that the controlling shareholders or the actual controllers plan to reduce their pre-IPO shares? Yes No

IV. Warning of relevant risks

(I) Uncertainty risks in the implementation of the shareholding reduction plan, such as the preconditions and restrictive conditions for the implementation of the plan, and the specific circumstances of the achievement or elimination of relevant conditions, etc.

This shareholding reduction plan is a shareholding reduction carried out by shareholders based on their own financial needs and arrangements. During the shareholding reduction period, the above-mentioned shareholders will decide whether to implement and how to implement this shareholding reduction plan based on market conditions and the Company's stock price, etc. Therefore, there are uncertainties in the number and price of the shares to be reduced.

(II) Will the implementation of the shareholding reduction plan lead to the risk of changes in the control rights of the listed company? Yes No

(III) Other risk warning

1. The above-mentioned shareholders will strictly abide by the Law of the People's Republic of China on Securities, Rules of Shanghai Stock Exchange on the Listing of Sci-Tech Innovation Board Stocks, Implementation Rules of Shanghai Stock Exchange for Shareholders, Directors, Supervisors, and Senior Managers of Listed Companies to Reduce Shareholdings, and other relevant laws, regulations and regulatory documents.

2. During the implementation of this shareholding reduction plan, the above-mentioned shareholders will implement the shareholding reduction in strict accordance with laws and regulations, regulatory documents, corresponding commitments and relevant regulatory requirements, and perform information disclosure obligations in a timely manner.

Hereby announced.

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

June 22, 2023