

**Kunshan Dongwei Technology Co., Ltd.**  
**Announcement on the Imminent Expiration of the GDR**  
**Redemption Restriction Period**

The board of directors and all directors 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:**

The redemption restriction period of Global Depositary Receipts (GDRs) issued by Kunshan Dongwei Technology Co., Ltd. (hereinafter referred to as “the Company”) is from June 13, 2023 (Swiss time) to Oct. 10, 2023 (Swiss time) (hereinafter referred to as the "redemption restriction period"), which is about to expire.

Upon the expiration of the redemption restriction period, the GDR can be converted into A share of the Company, and the number of the A shares of the Company held by the depositary Citibank and National Association as the nominal holders according to the GDR cancellation instruction will reduce and allow the A shares to enter the domestic market for circulation and trading. The number of GDRs whose redemption restriction period will expire is 5,888,000, corresponding to 11,776,000 A shares of the Company, and accounting for 5.13% of the Company's current total capital stock (i.e., 229,632,000 A shares).

3. The GDRs whose redemption restriction period will expire may be converted into A-share of the Company from 11 October 2023 (unless otherwise specified, the dates listed in this announcement refer to Beijing time).

According to the GDR cross-border conversion arrangement, the GDR cross-border conversion will neither lead to any changes in the number of newly issued or outstanding A shares of the company, nor will it affect the Company's share capital.

## **I. Introduction to the issuance of GDR**

### **(I) Approval**

The Company has obtained conditional approval from the SIX Exchange Regulation Authority for this issuance. For specific information, please refer to the *Announcement on Issuing GDR and Listing on the SIX Swiss Exchange and Obtaining Conditional Approval from the SIX Exchange Regulation* (2023-005) disclosed by the Company on 4 February 2023. The Company has obtained approval from the China Securities Regulatory Commission (hereinafter referred to as the "CSRC") for this issuance. For specific information, please refer to the *Announcement on Obtaining Approval from the China Securities Regulatory Commission for the Issuance of GDR and Listing on the SIX Swiss Exchange* (2023-006) disclosed by the Company on 22 March 2023. And it has obtained approval from the Prospectus Office of the SIX Swiss Exchange for the prospectus for this issuance. For specific information, please refer to the *Announcement on the Approval of the Prospectus Office of the SIX Swiss Exchange for the Issuance of GDR and Listing on the Swiss Stock Exchange* (2023-025) disclosed by the Company on 8 June 2023.

### **(II) Time of share registration**

On 8 June 2023, the newly issued domestic underlying A shares corresponding to 5,888,000 GDRs issued by the Company were registered and deposited with China Securities Depository and Clearing Co., Ltd. (hereinafter referred to as "CSDC") Shanghai Branch, and the holder is Citibank, National Association, the depository of the GDR of the Company.

### **(III) GDR listing situations**

The Company issued 5,888,000 shares GDRs and listed on the SIX Swiss Exchange on 13 June 2023 (Swiss Time); the full name of the security is Kunshan Dongwei Technology Co., Ltd. GDR. The GDR Listing Code is KUDO.

## **II. GDR cross-border conversion arrangement and redemption restrictions**

### **(I) GDR cross-border conversion arrangement**

Qualified investors could buy and sell GDRs through the international order market, and convert GDRs into A-share stocks through cross-border conversion institutions. As of the signing date of this announcement, there are a total of 5 cross-border conversion institutions that have completed the registration filing of cross-border conversion institutions and are capable of conducting cross-border conversion business of the SIX Swiss Exchange, according to public information from the Shanghai Stock Exchange.

Cross border conversion includes converting A share into GDR (hereinafter referred to as "Creation") and converting GDR into A-share stocks (hereinafter referred to as "Redemption"). Cross border conversion institutions handle non-trading transfers of A-share stocks of domestic underlying securities caused by the Creation and Redemption of GDR through a special cross-border conversion securities account opened in CSDC. If an overseas market investor creates or redeems GDR, CSDC will match the instructions sent by the depository of GDR and the cross-border conversion institution. After confirming the consistency and full amount of relevant underlying A share, CSDC will finish processing the non-trading transfer of the corresponding domestic underlying A share at the end of the trading day.

Cross border conversion institutions entrust members of the Shanghai Stock Exchange to conduct A-share trading in the domestic market and require depository to create or redeem GDRs. In specific:

1. Creation: Cross-border conversion institutions may entrust members of the Shanghai Stock Exchange to purchase A share and deliver them to the depository according to the instructions of investors, and then instruct the depository to issue corresponding GDRs and deliver them to the investors. The GDRs generated thereunder can be traded on the SIX Swiss Exchange.
2. Redemption: The cross-border conversion institutions may instruct the depository to cancel the GDR according to the investor's instructions, and the depository shall deliver the A-shares represented by such GDR to the cross-border conversion institution. Cross border conversion institutions can entrust members of the Shanghai Stock Exchange to sell these A-shares and deliver the fund acquired to investors.

## (II) Redemption restrictions

According to relevant domestic regulatory regulations, the GDR redemption restriction period for the Company's current issuance is from 13 June 2023 (Swiss time) to 10 Oct. 2023 (Swiss time). During this period, the GDR issued by the Company shall not be converted into A share.

According to the *Approval for the Initial Public Offering of Global Depositary Receipts by Kunshan Dongwei Technology Co., Ltd. and Listing on the Swiss Stock Exchange* issued by CSRC (ZJXX [2023] No. 608), the maximum number of GDR shares during their existence shall not exceed 5,888,000, and the corresponding maximum number of A share

shall be 11,776,000. If GDR increases or decreases due to reasons such as the Company's rights issue, share splits or mergers, or conversion ratio adjustments, the upper limit of the number shall be adjusted accordingly.

The number of GDRs whose redemption restriction period expires is 5,888,000, corresponding to 11,776,000 A-shares, and accounting for 5.13% of the Company's current total 229,632,000 shares capital.

### **III. The GDR redemption arrangement for this issuance and its impact on the Company's share capital**

The redemption restriction period of this GDR issuance is from 13 June 2023 (Swiss time) to 10 Oct. 2023 (Swiss time) (hereinafter referred to as the "redemption restriction period"), which is about to expire.

Upon expiration of redemption period, the GDR can be converted into A-share stocks of the Company from 11 Oct. 2023, which will reduce the number of the A shares held by the depositary Citibank, National Association as the nominal holders according to the GDR cancellation instruction and allow the stocks to enter the domestic market for circulation and trading.

Within the upper limit of the duration of GDR, cross-border conversion institutions can also, according to investor instructions, entrust members of the Shanghai Stock Exchange to purchase A-shares from the domestic market and instruct depositary to generate GDRs representing the A-shares they purchased. Creation of GDRs will result in an increase in the number of the Company's A-shares held by depositary Citibank, National Association as nominal holders.

In the case of cross-border conversion of the Company's GDR, the number of GDRs shall not exceed the upper limit approved by CSRC within the duration of the GDR. According to the GDR cross-border conversion arrangement, the GDR cross-border conversion will neither lead to any changes in the number of newly issued or outstanding A-shares of the company, nor will it affect the Company's share capital.

Hereby announced.

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

25 September 2023