

Ad hoc announcement pursuant to Art. 53 LR

Securities code: 688777

Securities abbreviation: SUPCON

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SUPCON Technology Co., LTD

Repurchase Report on repurchase of shares by centralized bidding

The Board of Directors and all directors of the Company warrant that the content of this announcement is free from any false records, misleading statements or major omissions, and shall bear legal responsibility for the authenticity, accuracy and completeness of its content in accordance with law.

Important content note:

- Share repurchase amount: not less than RMB 100 million yuan (inclusive) and not more than RMB 200 million yuan (inclusive).
- Source of share repurchase funds: the company's own funds.
- Share repurchase purpose: for the implementation of equity incentives.
- Share repurchase price: not more than RMB 62.04 yuan/share (inclusive), the price is not higher than 150% of the average trading price of the Company's shares in the 30 trading days before the Board of Directors passed the share repurchase resolution.
- Share repurchase method: centralized bidding trading method
- Share repurchase period: within 12 months from the date of approval of the share repurchase plan by the board of Directors of the company.
- Whether the relevant shareholders have plans to reduce their holdings: As of the disclosure date of this announcement, the controlling shareholders, actual controllers, other directors, supervisors, senior managers and shareholders holding more than 5% of the company have replied that they do not have plans to reduce their holdings of the Company's shares in the next 3 months and the next 6 months. If the relevant personnel plan to implement the share reduction plan in the future, the Company will fulfill the obligation of information disclosure in a timely manner in accordance with relevant

regulations.

- Relevant risk warning:

1. If the company's stock price continues to exceed the price ceiling disclosed in the repurchase plan during the repurchase period, there is a risk that the repurchase plan cannot be implemented;

2. If major events that have a significant impact on the trading price of the Company's shares occur or the Company's board of directors decides to terminate the repurchase program occur, there is a risk that the repurchase program cannot be implemented smoothly;

3. The repurchased shares are intended to be used for equity incentives, and there is a risk that the repurchased shares cannot be fully granted because the equity incentives have not been reviewed and approved by the decision-making bodies of the company's board of directors and the general meeting of shareholders, and the incentive objects give up the subscription for shares, etc. In such case of failure to grant, there is a risk that the repurchased shares that have not been granted will be cancelled;

4. Due to major changes in the company's production and operation, financial situation and external objective situation, there is a risk that the buyback program may be changed or terminated according to the rules;

5. There is a risk that the subsequent regulatory authorities will issue new regulations and requirements for share repurchase of listed companies, resulting in the repurchase plan not meeting the new regulatory regulations and requirements, and thus unable to be implemented or in need of adjustment.

The Company will make and implement the buyback decision according to the market conditions within the buyback period, and will fulfill the obligation of information disclosure in a timely manner according to the progress of the buyback matters. Please pay attention to investment risks.

1. Review and implementation procedures of repurchase programs

(1) The seventh meeting of the sixth Board of Directors of the Company was held on July 2, 2024, and the "Proposal on the Plan to repurchase the Company's Shares through Centralized bidding trading" was considered and passed by all the directors of the Company at the meeting with 7 votes in

favor, 0 votes against and 0 abstentions.

(2) According to the relevant provisions of the Articles of Association of China Control Technology Co., LTD., the share repurchase plan can be implemented after deliberation and approval at the board meeting attended by more than two-thirds of the directors, and there is no need to submit it to the general meeting of shareholders for deliberation.

(3) On June 19, 2024, Mr. CUI SHAN, Chairman of the Company, proposed to the Board of Directors of the Company to repurchase the Company's shares, suggesting that the Company formulate and implement a share repurchase plan and use the Company's own funds to repurchase part of the Company's shares in the form of centralized bidding trading. For details, please refer to the "Notice of China Control Technology Co., Ltd. on Receiving a Proposal from the Chairman of the Company to Repurchase the Company's Shares" (Announcement No. 2024-043) disclosed by the Company on the website of the Shanghai Stock Exchange (www.sse.com.cn) on June 20, 2024.

On July 2, 2024, the seventh meeting of the sixth Board of Directors of the Company was held to consider and approve the above share repurchase proposal. The time and procedure of the above proposal and the review time and procedure of the Board of Directors are all in line with the relevant provisions of the Self-Regulatory Guidelines for Listed Companies No. 7 -- Share Repurchase (hereinafter referred to as the "Self-Regulatory Guidelines No. 7") and so on.

2. The main contents of the buyback plan

The main contents of this repurchase plan are as follows:

The date of the first disclosure of the repurchase plan	2024/7/3
Buyback program implementation period	12 months after the approval of the board of directors
Proposal date and proposer	2024/6/20
Estimated repurchase amount	100 million to 200 million yuan
Source of repurchase funds	Own funds
Buy-back price caps	62.04 yuan/share
Buyback use	☐ Reduction of registered capital ☒ For employee stock ownership plans or equity incentives ☐ To convert corporate convertible bonds ☐ To safeguard the company's value and shareholders' rights and interests

Share repurchase method	Centralized bidding trading method
Number of shares repurchased	1,611,900 ~ 3,223,700 shares (based on the buyback price cap)
Proportion of repurchased shares to total share capital	0.2041% ~ 0.4081%
Repo securities account name	SUPCON Technology Co., LTD. Repo special securities account
Repurchase securities account number	B886020641

(1) Purpose of repurchasing shares

Based on the confidence in the future sustainable development of the company and the recognition of the value of the company, in order to safeguard the interests of the majority of investors, enhance investors' confidence in the company's investment, while promoting the stable and healthy development of the company, effectively combine the interests of shareholders, the interests of the company and the personal interests of employees closely together, after comprehensive consideration of the company's operation and financial status, development strategy, etc., The Company intends to implement share repurchase for the purpose of implementing stock incentive. If the Company fails to implement the stock incentive within three years after the completion of the share repurchase, the shares not implemented will be cancelled in accordance with the law.

(2) The type of shares to be repurchased

Renminbi ordinary A-shares issued by the company.

(3) The way shares are repurchased

Centralized bidding method.

(4) The implementation period for repurchasing shares

The period shall not exceed 12 months from the date when the board of Directors considers and approves the final share repurchase plan. The Board of Directors of the Company will authorize the management of the Company to make and implement buyback decisions based on market conditions within the buyback period. During the buyback period, if the trading of the Company's shares is suspended for more than 10 consecutive trading days due to major matters planned, the buyback plan will be postponed and disclosed in a timely manner after the stock resumes trading.

If the following conditions are met, the buyback period will expire in advance:

1. If the amount of repurchase funds used reaches the maximum limit during the repurchase

period, the repurchase plan is completed and the repurchase period expires in advance from that date;

2. If the amount of repurchase funds used reaches the lower limit and minimum limit during the repurchase period, the repurchase program may expire early from the date on which the company's management decides to terminate the repurchase program;

3. If the board of Directors of the Company decides to terminate the repurchase program, the repurchase term may expire early from the date on which the Board of Directors decides to terminate the repurchase program;

4. The Company shall not repurchase shares during the following periods:

(1) from the date of the occurrence of major events that may have a significant impact on the trading prices of the Company's securities and its derivatives or during the decision-making process to the day of disclosure according to law;

And (2) other circumstances stipulated by the China Securities Regulatory Commission and the Shanghai Stock Exchange.

(5) The purpose, number, proportion to the total share capital of the company and the total amount of funds to be repurchased

Purpose of the repurchased shares: for equity incentives

Total amount of repurchased funds: The total amount of repurchased funds shall be no less than RMB 100 million yuan (inclusive) and no more than RMB 200 million yuan (inclusive).

The number of shares repurchased and their proportion to the total share capital of the Company: Based on the current total share capital of 789,915,088 shares of the Company, the number of shares repurchased this time is approximately 3,223,700 shares, accounting for 0.4081% of the total share capital of the Company, and the upper limit of the repurchase amount is RMB 20,000 yuan and the upper limit of the repurchase price is 62.04 yuan/share. Based on the lower limit of the repurchase amount of RMB 100 million and the upper limit of the repurchase price of 62.04 yuan/share, the number of repurchases will be about 1.6119 million shares, and the proportion of repurchases will account for 0.2041% of the total share capital of the Company.

(6) The price or price range and pricing principle of the repurchased shares

The price of the Company's repurchased shares this time shall not exceed 62.04 yuan/share, which shall not be higher than 150% of the average trading price of the Company's shares on the 30 trading days prior to the adoption of the resolution by the Board of Directors.

The specific repurchase price shall be submitted to the Board of Directors of the Company to authorize the management of the Company to determine the stock price in the secondary market comprehensively during the implementation of the repurchase. If the company implements such ex-rights and ex-dividend matters as capital accumulation fund conversion to capital increase, cash dividend, stock dividend distribution, rights issue, stock split or share reduction during the buyback period, the price ceiling of the repurchased shares shall be adjusted accordingly in accordance with the relevant provisions of the China Securities Regulatory Commission and the Shanghai Stock Exchange from the date of the share price de-rights and ex-dividend.

(7) The source of funds for repurchasing shares

The source of funds for the share repurchase shall be the company's own funds.

(8) It is expected that the change of the company's equity structure after the buyback

Class of shares	Before this repurchase		After the repurchase (calculated at buyback lower limit)		Post-buyback (by buyback cap)	
	Number of shares (Shares)	Ratio (%)	Number of shares (shares)	Percent age (%)	Number of shares (Shares)	Ratio (%)
Shares outstanding under limited sale conditions	11939310	1.51	13551173	1.72	15163037	1.92
Unlimited sale condition negotiable shares	777975778	98.49	776363915	98.28	774752051	98.08
Total shares	789915088	100	789915088	100.00	789915088	100.00

Note: The above changes do not consider other factors, the above calculation data is for reference only, the specific number of shares repurchased and the actual change of the company's equity structure shall be subject to the subsequent implementation.

(9) Analysis of the possible impact of this share repurchase on the company's daily operation, finance, research and development, profitability, debt fulfillment ability, future development and maintenance of listed status

As of December 31, 2023, the total assets of the Company were 17,879,65.4 million yuan, and the net assets attributable to the shareholders of the listed company were 9,824.9573 million yuan, assuming that the maximum amount of the total amount of repurchased funds of RMB 200 million yuan (inclusive) had been used in accordance with the prescribed purposes. Then the proportion of the total repurchased funds in the total assets of the company and the net assets attributable to shareholders of the listed company is 1.12% and 2.04%, respectively, accounting for a relatively low proportion. This share repurchase will not have a significant impact on the company's operating activities, financial status, research and development, profitability, debt fulfillment ability and future development, and the implementation of the share repurchase plan will not lead to changes in the control of the company, and will not affect the company's listing status.

(10) Whether the directors of the listed company, the controlling shareholders, the actual controllers and the persons acting in concert have traded the shares of the Company in the six months before the board of directors makes the decision to repurchase the shares, whether there is any explanation of insider trading and market manipulation alone or jointly with others, and the plan to increase or decrease the holdings during the repurchase period

CUI, Chairman and President of the company Mr. SHAN, Mr. Yu Haibin, Senior Vice President, Mr. Guo Biao, Senior Vice President, Mr. Mo Wei, Vice President and Secretary of the Board and Head of Finance, Mr. Fang Yongsheng, Vice President, Mr. Zhang Lei, Vice President, Mr. Lu Weijun, Vice President, Mr. Chen Jiangyi, Vice President, Mr. Wu Yucheng, Vice President, Mr. Wu Caibao, during the six months prior to the decision of the Board of Directors to repurchase shares The Company exercised 36,250 shares, 72,500 shares, 18,125 shares, 72,500 shares, 36,250 shares, 36,250 shares, 18,125 shares, 25,375 shares, 36,250 shares and 25,375 shares respectively during the fourth exercise period of the Company's 2019 stock option incentive plan. For details, please refer to the Announcement on the Exercise Results and Share Changes of the Fourth Exercise Period of the 2019 Stock Option Incentive Plan of Zhonghang Technology Co., LTD. (Announcement No. 2024-003) disclosed by the Company on the website of Shanghai Stock Exchange (www.sse.com.cn) on January 9, 2024. In addition to the above, the Chief supervisor of the Board of Directors, the controlling shareholder

and the actual controller of the Company have not engaged in any trading of the Company's shares in the six months prior to the decision of the Board of Directors to repurchase shares, and there is no conflict of interest, no insider trading and no market manipulation in this repurchase plan.

Mr. Chu Jian, the controlling shareholder and actual controller of the Company, based on his confidence in the sustainable and stable development of the Company in the future and his recognition of the long-term investment value of the Company's shares, intends to increase his holdings of the Company's shares with his own funds or self-raised funds, and within 6 months from June 20, 2024, To increase its shares of the Company by means permitted by the trading system of the Shanghai Stock Exchange (including but not limited to centralized bidding, block trading, etc.). For details, please refer to the Announcement of SUPCON Technology Co., Ltd. on the Plan of Controlling Shareholders and Actual Controllers to Increase Their Shares of the Company (Announcement No. 2024-042) disclosed by the Company on the website of Shanghai Stock Exchange (www.sse.com.cn) on June 20, 2024. In addition to the above circumstances, the directors, supervisors, senior management, controlling shareholders, actual controllers and their concerted actors of the Company have no clear plan to increase or decrease their holdings during the buyback period. If the above-mentioned entities have subsequent plans to increase or decrease their holdings, the Company will fulfill the obligation of information disclosure in a timely manner in accordance with relevant regulations.

(11) The listed company shall inquire the directors and supervisors, the controlling shareholders, the actual controllers and the persons acting in concert, and the shareholders holding more than 5% of the shares about the specific situation of whether there is a reduction plan in the next 3 months and 6 months

The company has respectively asked directors, supervisors, senior management, controlling shareholders, actual controllers, buyback proposers and shareholders holding more than 5% of shares whether there is a reduction plan in the next three months and the next six months. As of the disclosure date of this announcement, the directors, supervisors, senior management, controlling shareholders, actual controllers, repurchase proposers

and shareholders holding more than 5% of the Company have all replied that they have no plans to reduce their holdings of the Company's shares in the next 3 months and the next 6 months. If the relevant personnel plan to implement the share reduction plan in the future, the Company will fulfill the information disclosure obligations in a timely manner in accordance with the relevant provisions.

(12) The proposer of the share repurchase plan, the time of the proposal, the reasons for the proposal, the situation of the proposer's trading of the Company's shares in the six months before the proposal, whether there is any explanation of insider trading and market manipulation by the proposer alone or jointly with others, and the plan of increasing or reducing the stake during the repurchase period

The proposer, Mr. CUI SHAN, is the chairman and President of the Company. On June 19, 2024, the proposer, Mr. CUI SHAN, proposed to the Board of Directors of the Company to repurchase the shares, based on the confidence of the Company's future sustainable development and the recognition of the Company's value, in order to safeguard the interests of investors and enhance investors' confidence in the Company's investment. At the same time, to promote the stable and healthy development of the company, effectively combine the interests of shareholders, the interests of the company and the personal interests of employees closely together, it is proposed that the company carry out share repurchase through centralized bidding trading. The proposer, Mr. CUI SHAN, has exercised 36,250 shares in the six months prior to the proposal due to the exercise conditions of the fourth exercise period of the Company's 2019 Stock option Incentive Plan. Other than the foregoing, the proposer, Mr. CUI SHAN, has not traded shares of the Company during the six months prior to the proposal. Has not engaged in insider trading or market manipulation alone or in conjunction with others; The proposer has no plans to increase or decrease its holding of the Company's shares during the repurchase period; If there is any subsequent plan to increase or decrease the Company's shares, it will promptly cooperate with the Company to fulfill its information disclosure obligations in accordance with the requirements of laws, regulations, normative documents and commitments. The proposer undertakes to vote in favor of the share repurchase at the board of Directors meeting to consider the matter.

(13) Relevant arrangements for cancellation or transfer of shares after repurchase according to law

All the repurchased shares will be used for equity incentive at an appropriate time in the future. The shares will be transferred within 3 years after the announcement of the share repurchase implementation result and share change; If the company fails to complete the transfer within 3 years after the announcement of the share repurchase implementation result and share change, it will perform the procedure of reducing the registered capital according to law, the untransferred shares will be cancelled, and the information disclosure obligation will be timely fulfilled according to the specific implementation situation.

(14) The Company's relevant arrangements for preventing infringement of the interests of creditors

The repurchase of shares will not affect the normal continuing operations of the Company or cause the Company to become insolvent. If the Company intends to cancel the repurchased shares in the future, the Company will promptly perform the relevant decision-making procedures and notify creditors in accordance with the relevant provisions of the Company Law of the People's Republic of China and other laws and regulations, fully protect the legitimate rights and interests of creditors, and timely fulfill the obligation of information disclosure.

(15) The specific authorization for the share repurchase of this time

In order to ensure the smooth implementation of the repurchase, in accordance with the Company Law, the Articles of Association and other relevant provisions, the Board of Directors of the Company authorizes the management of the Company to handle the relevant matters concerning the repurchase of shares within the scope prescribed by laws and regulations and in accordance with the principle of maximizing the interests of the Company and shareholders. The contents and scope of authorization include but are not limited to:

1. Within the scope permitted by laws, regulations and normative documents, according to the specific situation of the company and the market, formulate and adjust the specific implementation plan of the buyback, including but not limited to the timing of the buyback, the price of the buyback, the quantity of the buyback and other matters related to the buyback.

- 2, in addition to related laws, regulations, normative documents and the "Articles of association" required by the company's board of directors, shareholders' meeting to vote on matters, according to

the opinions of regulatory authorities, policy changes or changes in market conditions, the buyback related matters to be adjusted accordingly, or according to the actual situation to decide whether to continue to implement all or part of the work of the buyback.

3. Decide and hire relevant intermediaries to assist the Company in handling relevant matters related to the share repurchase this time (if necessary).

4. Sign, execute, modify and complete all documents related to this repurchase, and make relevant information disclosure in accordance with relevant laws and regulations and the listing rules of the SSE.

5. Repurchase shares according to the actual situation during the repurchase period, including the time, price and quantity of repurchase.

6. If the shares are suspended during the implementation of the buyback plan, the relevant matters shall be decided to postpone the buyback.

7. Handle other matters related to the repurchase of shares.

This authorization shall start from the date when the board of directors of the Company deliberates and adopts the share repurchase plan to the date when the above authorization matters are completed.

3. Uncertainty risk of repurchase plan

(1) If the company's stock price continues to exceed the price ceiling disclosed in the repurchase plan during the repurchase term, there is a risk that the repurchase plan cannot be implemented;

(2) If major events that have a significant impact on the trading price of the Company's shares occur or the Company's board of directors decides to terminate the repurchase program occur, there is a risk that the repurchase program cannot be implemented smoothly;

(3) The shares repurchased this time are intended to be used for stock incentive, and there is a risk that the shares repurchased cannot be fully granted due to the reasons such as the stock incentive failing to be reviewed and approved by the decision-making bodies of the company's board of directors and the general meeting of shareholders, or the incentive object giving up the subscription for shares. In such case of failure to grant, there is a risk that the shares repurchased and ungranted will be cancelled;

(4) There is a risk that the repurchase plan may be changed or terminated in accordance with the

rules due to major changes in the company's production and operation, financial situation and external objective circumstances;

(5) There is a risk that the subsequent regulatory authorities will issue new regulations and requirements for share repurchase of listed companies, resulting in the repurchase plan not meeting the new regulatory regulations and requirements, and thus unable to be implemented or in need of adjustment.

4. Description of Other matters

(1) Repurchase special account

According to relevant regulations, the Company has opened a special securities account for share repurchase at the Shanghai Branch of China Securities Depository and Clearing Co., LTD. The details are as follows:

Holder name: Repurchase special securities account of SUPCON Technology Co., LTD

Securities account number: B886020641

This account is only used to buy back company shares.

(2) Subsequent information disclosure arrangements

The Company will make repurchase decisions and implement them according to market conditions within the repurchase period, and fulfill information disclosure obligations in a timely manner according to the progress of share repurchase matters. Investors are kindly requested to pay attention to investment risks.

It is hereby announced.

Board of directors of SUPCON Technology Co., LTD
July 3, 2024