Ad hoc announcement pursuant to Art. 53 LR

Securities code: 688777 Securities abbreviation: SUPCON Announcement No. : 2024-031

SUPCON Technology Co., LTD

Announcement on the Implementation of 2023 Annual Allocation of Rights and Interests

The Board of Directors and all directors of the Company guarantee that there are no false records, misleading statements or material omissions in the contents of the announcement, and shall bear legal responsibilities for the authenticity, accuracy and completeness of the contents in accordance with the law.

Important Contents Note:

- Whether differentiated dividend transfer is involved: Yes
- Percentage of distribution per share

  Cash dividend per share of RMB0.70
- Relevant dates

Date of share registration	Ex-option (interest) date	Cash dividend payment date
2024/5/29	2024/5/30	2024/5/30

1. The number and date of the general meeting for the adoption of the distribution plan

The profit distribution plan was reviewed and approved by the Company's 2023 Annual General Meeting of Shareholders on April 29, 2024.

2. Distribution Plan

1) Year of distribution: 2023

2) Distribution object:

All shareholders of the Company registered in the Shanghai Branch of China Securities Depository and Clearing Limited Corporation (hereinafter referred to as "China Clearing Shanghai Branch") as of the closing of the Shanghai Stock Exchange on the afternoon of the equity registration date.

3) Differentiated dividend transfer plan:

(1) The company shall distribute profits based on the total share capital registered on the registration date of equity allocation minus the number of shares in the company's special account for repurchase, and distribute cash dividend of 7.0 yuan (tax included) to all shareholders for every 10 shares.

(2) According to the relevant provisions of the Trading Rules of Shanghai Stock Exchange, the Company will calculate the opening reference price of ex-rights and ex-interest according to the following formula: ex-rights (interest) reference price = (previous closing price - cash dividend)/(1+ change ratio of shares in circulation). Among them, the change ratio of outstanding shares = (the total number of shares participating in the distribution * the proportion of conversion)/the total share capital.

According to the profit distribution plan reviewed and approved by the company's 2023 annual general meeting of shareholders, the calculation process of this differentiated dividend excluding rights and interests is as follows: 1. According to the profit distribution plan reviewed and approved by the general meeting of shareholders, the company only carries out cash dividend this time, and there is no accumulation fund to increase capital stock. Therefore, the conversion ratio is 0, and the change ratio of outstanding shares is 0; 2. According to the profit distribution plan reviewed and approved by the general meeting of shareholders, the actual cash dividend per share distributed by the company is 0.70 yuan (including tax); 3. As of the disclosure date of this announcement, the total share capital of the Company is 789,915,088 shares. After deducting 2,261,798 shares that have been repurchased in the company's special account for repurchase that does not participate in profit distribution, the number of shares that can participate in profit distribution is 787,653,290 shares; 4, virtual distribution of cash dividend = (total number of shares allocated * actual distribution of cash dividend per share)/total share capital = (787,653,290×0.7) /789,915,088≈0.6980 yuan/share. To sum up, the ex-option ex-dividend reference price = previous closing price - 0.6980 yuan/share.

3. Relevant date

Date of share registration	Ex-option (interest) date	Cash dividend payment date
2024/5/29	2024/5/30	2024/5/30

4. **Allocation and implementation measures**

1) Implementation Measures

(1) Except for those to be distributed by the Company itself, the dividends of the remaining shareholders of the Company shall be distributed to the shareholders registered after the closing of the Shanghai Stock Exchange on the date of equity registration and who have conducted designated transactions in the members of the Shanghai Stock Exchange through the capital clearing system of China Clearing Shanghai Branch. Investors who have handled designated transactions can receive cash dividends at their designated securities business department on the dividend payment date. The dividends of shareholders who have not handled designated transactions shall be temporarily kept by China Clearing Shanghai Branch and distributed after the designated transactions are handled.

(2) The shares in the special securities account for repurchase of the company shall not participate in profit distribution.

2. Self-issued objects

The cash dividends of Chu Jian, Hangzhou Yuancheng Enterprise Management Partnership (limited partnership) and Jin Jianxiang shall be paid by the company itself.

3. Explanation on tax deduction

(1) For natural person shareholders and securities investment funds holding unlimited tradable shares of the company, According to the relevant provisions of the Notice on Issues related to the Implementation of the Differentiated Individual Income Tax Policy on Dividends and Bonuses of Listed Companies (Caishui [2012] No. 85) and the Notice on Issues Related to the Differentiated Individual Income Tax Policy on Dividends and Bonuses of Listed Companies (Caishui [2015] No. 101) : If an individual (including securities investment funds) obtains the listed company's stocks from the public issuance and transfer market, and the holding period (refers to the holding period from the date of obtaining the company's stocks from the public issuance and transfer market to the day before the transfer and delivery of the stocks) exceeds one year, the dividend income will be temporarily exempted from individual income tax, and the actual cash dividend per share will be 0.70 yuan; If the shareholding period is less than one year (including one year), the company will not temporarily withhold individual income tax and will actually distribute cash dividend of 0.70 yuan per share. When individuals (including securities investment funds) transfer stocks, China Clearing Shanghai Branch will calculate the tax payable according to the shareholding period. The stock custodian institution such as the securities company shall deduct the tax from its capital account and transfer it to China Clearing Shanghai Branch. China Clearing Shanghai Branch shall transfer the tax to the company within 5 working days of the next month. The company shall report and pay the tax to the competent tax authority within the statutory filing period of the month in which the tax is received. The actual tax burden is: if the shareholding period is less than one month (including one month), the dividend income will be fully included in the taxable income, and the actual tax burden is 20%; If the holding period is more than one month to one year (including one year), it will be temporarily reduced by 50% and included in the taxable income amount, and the actual

tax burden will be 10%; If the holding period exceeds one year, the income from dividends and bonuses shall be temporarily exempted from individual income tax.

(2) For natural person shareholders and securities investment funds holding limited sale conditions of the company, according to the relevant provisions of the Notice on Issues related to the Implementation of Differentiated Individual Income Tax Policies on Dividends and bonuses of Listed Companies (Caishui [2012] No. 85), the dividends and bonuses obtained after the lifting of the ban shall be calculated and taxed in accordance with the provisions, and the holding time shall be calculated from the lifting date; The dividends and bonuses obtained before the lifting of the ban shall be temporarily reduced by 50% and included in the taxable income amount, and the actual tax burden shall be 10%, that is, the actual cash dividend per share shall be distributed after tax of 0.63 yuan.

(3) For non-resident enterprises holding limited sale tradable shares of the company, according to the provisions of the Enterprise Income Tax Law of the People's Republic of China and the Regulations on the Implementation of the Enterprise Income Tax Law of the People's Republic of China, the enterprise income tax shall be levied at the rate of 10%, and the actual cash dividend per share after tax shall be 0.63 yuan. If the relevant shareholders consider that they need to enjoy the treatment of tax agreement (arrangement) or other preferential tax policies for obtaining dividends or bonus income, they may apply to the competent tax authorities according to the relevant provisions.

(4) For shareholders of Qualified Foreign Institutional Investors (" QFII ") holding shares of the Company, according to the relevant provisions of the Notice on Issues related to the Withholding and Payment of Corporate Income Tax by Chinese Resident Enterprises in Payment of Dividends, Bonuses and Interest to QFII (Guoshuihan [2009] No. 47) : The company shall uniformly withhold and pay the enterprise income tax at the tax rate of 10%, and the actual cash dividend per share shall be RMB 0.63 after tax. If the relevant shareholders consider that the dividend income they obtain needs to enjoy any tax agreement (arrangement) treatment or other preferential tax policies, they can handle it by themselves in accordance with relevant regulations.

(5) For investors of the Stock Exchange of Hong Kong Limited (including enterprises

and individuals) holding shares of the Company through the "Shanghai-Share Connect", their cash dividends will be distributed by the Company through China Clearing Shanghai Branch in RMB according to the account of the nominal holder of shares. According to the "Notice on Tax Policies related to the Pilot Scheme of Shanghai-Hong Kong Stock Market Trading Interconnection Mechanism" (Caishui [2014] No. 81), the cash dividend will be withheld and paid by the Company at the rate of 10% income tax, and the actual cash dividend will be distributed after tax of RMB 0.63 per share. If the relevant shareholders believe that the dividend income they obtain needs to enjoy any tax agreement (arrangement) treatment or other preferential tax policies, they can handle it by themselves in accordance with relevant provisions.

(6) For investors holding Global Depositary Receipts (GDR) issued by the Company on the Swiss Stock Exchange (hereinafter referred to as "GDR Investors"), The cash dividend will be distributed by the Company to Citibank, National Association, the nominal holders of the underlying A shares of the GDR through the Shanghai Branch of the Company. In accordance with the Enterprise Income Tax Law of the People's Republic of China and other relevant tax regulations, the income tax will be withheld and paid at the rate of 10%. After obtaining the GDR dividend income, if the GDR investors need to enjoy the relevant tax agreement (arrangement) treatment, they can apply to the competent tax authorities of the Company according to the provisions. The equity registration date of GDR investors is the same as that of A-share shareholders. Cash dividends will be paid by Citibank, National Association through Euroclear Bank SA/NV, Clearstream Banking,S.A. on June 6, 2024 Swiss time to GDR investors.

(7) For other institutional investors and legal person shareholders, the Company will not withhold corporate income tax, and taxpayers will make their own judgment on whether they should pay local corporate income tax according to the provisions of the tax law. The actual cash dividend to be distributed is RMB 0.70 per share.

5.Relevant Consultation measures

If you have any questions about the company's 2023 annual equity allocation, please contact the following information for consultation:

Contact Department: Securities Department

Contact number: 0571-86667525

Here by notice.

Board of Directors of

SUPCON Technology Co., LTD

May 24, 2024