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(A joint stock company incorporated in the People's Republic of China with limited liability under the Chinese corporate name "东方证券股份有限公司" and carrying on business in Hong Kong as "東方證券" (in Chinese) and "DFZQ" (in English))
(Stock Code: 03958)

ANNOUNCEMENT ON THE PLAN OF REPURCHASE OF A SHARES OF THE COMPANY THROUGH CENTRALIZED PRICE BIDDING

This announcement is made by the board of directors (the **"Board"**) of 東方證券股份有限公司 (the **"Company"**) pursuant to the Inside Information Provisions (as defined in the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the **"Listing Rules"**)) under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong) and Rule 13.09(2) of the Listing Rules.

IMPORTANT NOTICE:

- Amount of funds for share repurchase: the total amount of funds for the proposed repurchase will range from RMB250 million (inclusive) to RMB500 million (inclusive)
- Source of funds for share repurchase: the Company's own funds
- Purpose of share repurchase: to safeguard the value of the Company and the interests of shareholders
- Share repurchase price: no more than RMB13.5 per share (inclusive)
- Method of share repurchase: centralized price bidding
- Period of share repurchase (the **"Repurchase Period"**): within three months from the date on which the A-share repurchase plan is considered and approved by the Board
- Whether relevant shareholders have plans to reduce their shareholdings: As of the date of disclosure of this announcement, the directors (the **"Director(s)"**), supervisors (the **"Supervisor(s)"**), senior management and shareholders holding more than 5% of the shares of the Company have no plan to reduce their shareholdings in the Company in the next three months and the next six months. If the above parties have plans to reduce their shareholdings in the future, the relevant parties and the Company will fulfill their information disclosure obligations in strict compliance with relevant provisions of relevant laws, regulations and normative documents.

- Relevant risk warnings:
 1. There is a risk that the price of the Company's shares may continuously exceed the upper limit of the price disclosed in the repurchase plan during the Repurchase Period, resulting in the repurchase plan not being implemented;
 2. In case of significant events that have a material impact on the trading price of the Company's shares, or significant changes in the Company's operating or financial situation or external circumstances, or other events that lead to the Board deciding to terminate the repurchase plan, there is a risk that the repurchase plan will not be successfully implemented or that the repurchase plan will be changed or terminated in accordance with relevant regulations;
 3. To safeguard the value of the Company and the interests of shareholders, the shares to be repurchased by the Company may be sold through centralized price bidding after 12 months from the date of the announcement on the repurchase results and changes in shares. If the repurchased shares are not sold by the Company within three years from the date of the announcement on the repurchase results and changes in shares, the portion of the shares that have not been sold will be cancelled after performing relevant procedures;
 4. In the event that the regulatory authorities promulgate new normative documents relating to repurchase, it may result in the risk that the corresponding terms of the repurchase will be subject to adjustment in accordance with the latest requirements of the regulatory authorities during the implementation of the repurchase.

The Company will make the repurchase decision and implement the repurchase at an appropriate time based on the market situation within the Repurchase Period and fulfill the information disclosure obligations in a timely manner based on the progress of the share repurchase matters, and investors are advised to pay attention to the investment risks.

In accordance with the relevant requirements of the Company Law of the People's Republic of China (《中華人民共和國公司法》), the Securities Law of the People's Republic of China (《中華人民共和國證券法》), the Opinions on Supporting Share Repurchase by Listed Companies (《關於支持上市公司回購股份的意見》), the Rules for Share Repurchase by Listed Companies (《上市公司股份回購規則》), Self-Regulatory Supervision Guidelines for Listed Companies on Shanghai Stock Exchange No. 7 – Share Repurchases (《上海證券交易所上市公司自律監管指引第7號—回購股份》) and other laws, regulations and normative documents, and based on the confidence in the development prospect of China's capital market and recognition of the value of the Company's shares, the Company intends to repurchase A shares from the secondary market through centralized price bidding in order to safeguard the value of the Company and the interests of shareholders. Details are as follows:

I. CONSIDERATION AND IMPLEMENTATION PROCEDURES OF THE REPURCHASE PLAN

(i) Consideration by the Board

Reference is made to the announcement of the Company dated April 8, 2025. In view of its firm optimism on the development prospect of China's capital market and to actively safeguard the value of the Company and the interests of shareholders, the Company has issued the "Indicative Announcement on Proposed Repurchase of A Shares of the Company".

On May 6, 2025, the Company held the 6th meeting of the sixth session of the Board, at which the "Proposal on the Plan of Repurchase of A Shares of the Company through Centralized Price Bidding" was considered and approved. All Directors of the Company participated in the voting and it was passed with 15 votes in favor, 0 votes against and 0 abstention.

(ii) Submission of the repurchase plan to the shareholders' general meeting for consideration

In accordance with relevant requirements of the Articles of Association of 東方證券股份有限公司 (the "**Articles of Association**"), the Rules for Share Repurchase by Listed Companies and the Self-Regulatory Supervision Guidelines for Listed Companies on Shanghai Stock Exchange No. 7 – Share Repurchases, the share repurchase plan is not required to be submitted to the general meeting of the Company for consideration and approval.

(iii) Relevant conditions to fulfill for the share repurchase

The share repurchase by the Company meets the conditions set out in paragraph 2 of Article 2 of the Self-Regulatory Supervision Guidelines for Listed Companies on Shanghai Stock Exchange No. 7 – Share Repurchases:

The repurchase of the company's shares for the purpose of safeguarding the value of the company and the interests of shareholders shall meet one of the following conditions:

1. The closing price of the company's shares is lower than the latest net asset per share;
2. A cumulative decline of 20% in the closing price of the shares over a period of 20 consecutive trading days;
3. The closing price of the company's shares is lower than 50% of the highest closing price for the latest year;
4. Other conditions stipulated by the China Securities Regulatory Commission.

The share repurchase by the Company meets the conditions set out in Article 11 of the Self-Regulatory Supervision Guidelines for Listed Companies on Shanghai Stock Exchange No. 7 – Share Repurchases:

The repurchase of shares by a listed company shall meet the following conditions:

1. The company's shares have been listed for six months;
2. The company has no major violations of laws in the last one year;
3. After the share repurchase, the company has the ability to repay its debts and the ability to operate on an ongoing basis;
4. After the share repurchase, the company's shareholding structure shall, in principle, comply with the listing conditions; if the company intends to terminate the listing and trading of its shares through the share repurchase, it shall comply with the relevant regulations;
5. Other conditions stipulated by the China Securities Regulatory Commission and the stock exchange.

II. MAJOR CONTENTS OF THE REPURCHASE PLAN

The main contents of the repurchase plan are set out below:

Initial disclosure date of the repurchase plan	May 6, 2025
Implementation period of the repurchase plan	Within 3 months after consideration and approval by the Board
Expected amount of funds for the repurchase	RMB250 million ~ RMB500 million
Source of funds for repurchase	Own funds
Upper limit of the repurchase price	RMB13.5 per share
Purpose of repurchase	<div><input type="checkbox"/> Reduction in share capital</div> <div><input type="checkbox"/> For employee stock ownership schemes or share incentives</div> <div><input type="checkbox"/> For the conversion of the convertible bonds of the Company</div> <div><input checked="" type="checkbox"/> To safeguard the value of the Company and the interests of shareholders</div>

Method of share repurchase	Centralized price bidding
Number of share repurchase	18.52 million to 37.04 million shares (measured in accordance with the upper limit of the repurchase price)
Proportion of share repurchase to total share capital	0.22%~0.44%

(i) Purpose and use of the share repurchase by the Company

In order to safeguard the value of the Company and the interests of shareholders and facilitate the healthy, stable and sustainable development of the Company, and based on the confidence in the development prospect of China's capital market and recognition of the value of the Company's shares, taking into account the Company's development strategies, operating conditions and financial situation, the Company intends to use its own funds to repurchase the A shares of the Company.

(ii) Type of the shares proposed to be repurchased

RMB-denominated ordinary shares (A shares) issued by the Company

(iii) Method of the proposed share repurchase

Centralized price bidding

(iv) Implementation period of share repurchase

1. The period of share repurchase will be no more than three months from the date of consideration and approval by the Board of the plan of repurchase of A shares. During the implementation period of the repurchase, if the Company's shares are subject to trading halt for more than 10 consecutive trading days due to the planning of material matters, the repurchase plan will be implemented after the resumption of trading in the shares and relevant disclosure will be made in a timely manner.

The Repurchase Period expires in advance if the following conditions are met:

- (1) If the amount of repurchase funds utilized reaches the maximum amount during the Repurchase Period, the repurchase plan will be completed and the Repurchase Period will expire in advance from that date;
- (2) If the Board resolves to terminate the repurchase plan, the Repurchase Period shall expire in advance from the date of the Board's resolution on the termination of the repurchase plan.

The Company will, under the authorization of the Board, make the repurchase decision and implement the repurchase at an appropriate time based on the market situation within the Repurchase Period, and carry out the repurchase in accordance with relevant laws and regulations and relevant rules of the China Securities Regulatory Commission and the stock exchanges on which the Company's shares are listed.

2. The Company shall not repurchase shares in the following periods:

- (1) From the date of occurrence of a major event that may have a significant impact on the trading price of the Company's shares and derivatives, or during the decision-making process, until the date of disclosure in accordance with relevant laws; and
- (2) Other circumstances stipulated by the China Securities Regulatory Commission and the stock exchanges on which the Company's shares are listed.

(v) Purpose and total amount of funds for the proposed share repurchase, number of A shares to be repurchased, and proportion in the total share capital of the Company

Purpose of share repurchase: to safeguard the value of the Company and the interests of shareholders.

Total amount of funds for repurchase: no less than RMB250 million (inclusive) and no more than RMB500 million (inclusive).

Number of shares to be repurchased: Based on the lower limit of the repurchase amount of RMB250 million and the upper limit of the repurchase price of RMB13.5 per share, the number of A shares to be repurchased will be approximately 18.52 million shares, representing approximately 0.22% of the total share capital of the Company as at the date of this announcement; Based on the upper limit of the repurchase amount of RMB500 million and the upper limit of the repurchase price of RMB13.5 per share, the number of A shares to be repurchased will be approximately 37.04 million shares, representing approximately 0.44% of the total share capital of the Company as at the date of this announcement. The specific number of A shares to be repurchased shall be subject to the actual number of shares repurchased upon expiry of the Repurchase Period.

Purpose of repurchase	Number of shares proposed to be repurchased (0'000 shares) (Note)	Proportion to total share capital of the Company (%)	The total amount of funds for the proposed repurchase (in RMB100 million)	Implementation period of the repurchase
To safeguard the value of the Company and the interests of shareholders	1,852-3,704	0.22-0.44	2.5-5	not more than three months from the date of consideration and approval by the Board of the plan of repurchase of A shares

Note: The number of shares to be repurchased is measured at the upper limit of the repurchase price of RMB13.5 per share. If the actual repurchase price is lower than RMB13.5 per share based on market trading conditions, the number of shares to be repurchased will be increased accordingly.

The specific number of shares to be repurchased and the percentage of the total share capital of the Company shall be subject to the actual repurchase by the Company upon completion of repurchase or expiry of the implementation period of the repurchase. If the Company implements any ex-rights and ex-dividend events such as transfer of capital reserve to share capital, distribution of share dividends, reduction of share capital or rights issue during the Repurchase Period, the Company will adjust the number of shares to be repurchased accordingly in accordance with relevant requirements of the China Securities Regulatory Commission and stock exchanges on which the Company's shares are listed.

(vi) Price or price range and pricing principle for the share repurchase

The price of the share repurchase shall be no more than RMB13.5 per share (inclusive), and the upper limit of such repurchase price does not exceed 150% of the average trading price of the A shares of the Company for the 30 trading days prior to the date of passing the resolution on share repurchase by the Board. The specific repurchase price will be determined by the management of the Company during the implementation period of the repurchase, taking into account the share price of the Company at the secondary market, the financial situation and operating conditions of the Company.

In the event of any conversion of capital reserve into share capital, cash dividend, bonus issue, share placing, stock split or reverse stock split during the Repurchase Period by the Company, the Company will adjust the price for the share repurchase accordingly pursuant to relevant requirements of the CSRC and the stock exchanges where the Company's shares are listed.

(vii) Source of funds for share repurchase

The source of funds for the repurchase is the Company's own funds.

(viii) Expected changes in the Company's shareholding structure after the repurchase

Upon completion of the repurchase, the number of shares to be repurchased will range from 18.52 million shares to 37.04 million shares, assuming that the repurchase amount will be measured at the lower limit of RMB250 million (inclusive), the upper limit of RMB500 million (inclusive) and the upper limit of the repurchase price of RMB13.5 per share, which will be converted into the Company's treasury stock, and there will be no change in the Company's total share capital. The changes in the Company's shareholding structure are set out below:

Type of shares	Before the Repurchase		After the Repurchase (measured in accordance with the lower limit of the repurchase)		After the Repurchase (measured in accordance with the upper limit of the repurchase)	
	Number of shares (shares)	Proportion (%)	Number of shares (shares)	Proportion (%)	Number of shares (shares)	Proportion (%)
A Share	7,469,482,864	87.91	7,469,482,864	87.91	7,469,482,864	87.91
— Shares subject to selling restrictions	0	0	0	0	0	0
— Shares not subject to selling restrictions	7,469,482,864	87.91	7,469,482,864	87.91	7,469,482,864	87.91
Including: specific securities account for repurchase	34,843,324	0.41	53,361,843	0.63	71,880,361	0.85
H Share	1,027,162,428	12.09	1,027,162,428	12.09	1,027,162,428	12.09
Total number of shares	8,496,645,292	100	8,496,645,292	100	8,496,645,292	100

If the Company fails to implement the sale within three years after the completion of the share repurchase, it will perform relevant procedures on the portion of the shares that have not been sold for cancellation, and the Company's total share capital and circulating non-restricted shares will be reduced accordingly. The specific number of shares to be repurchased and the actual changes in the Company's shareholding structure will be subject to subsequent implementation.

(ix) Analysis of the possible impact of the share repurchase on the Company's daily operations, finance, research and development, profitability, solvency, future development and maintenance of its listing status

The Company maintains sound operation and profitability. As of December 31, 2024, the Company's total assets amounted to RMB417.736 billion, net assets attributable to shareholders of the parent company amounted to RMB81.397 billion, and cash and cash equivalents (after deduction of customers' deposits) amounted to RMB19.128 billion. In 2024, the Company achieved operating revenue of RMB19.190 billion and net profit attributable to shareholders of the parent company of RMB3.350 billion.

As estimated based on the upper limit of the total amount of funds for repurchase of RMB500 million, the percentage of funds for repurchase to the Company's total assets, net assets attributable to the shareholders of the parent company, and cash and cash equivalents (after deduction of customers' deposits) will be 0.12%, 0.61%, and 2.61%, respectively.

Based on the above financial data, and taking into account the Company's sound operation, risk control and other factors, the Company believes that the share repurchase will not have a material impact on the Company's operation, finance and future development.

The share repurchase will be financed by the Company's own funds and will not have a significant impact on the Company's solvency. The purpose of share repurchase is to safeguard the value of the Company and the interests of shareholders, which will not impair the Company's ability to repay its debts and operate on an ongoing basis.

The completion of the share repurchase will not result in any change of control of the Company. The shareholding structure of the Company after the repurchase will meet the conditions for a listed company and will not affect the listing status of the Company.

- (x) **Whether the Directors, Supervisors, senior management, controlling shareholders, de facto controller and parties acting in concert of the Company have dealt in the Company's shares within six months prior to the Board resolution on the share repurchase, whether there is any insider trading and market manipulation, either alone or in conjunction with others, as well as the plan to increase or decrease the number of shares held during the Repurchase Period**

According to the self-inspections, the Directors, Supervisors, senior management and the largest shareholder of the Company have not dealt in the Company's shares in the six months prior to the Board resolution on share repurchase, they have no conflict of interest in the repurchase plan, and there is no insider trading and market manipulation. The Directors, Supervisors, senior management and the largest shareholder of the Company have no plan to increase or decrease their shareholdings during the Repurchase Period, and if there is any plan to increase or decrease their shareholdings in the future, the Company will fulfill its information disclosure obligations in a timely manner in strict compliance with the requirements of relevant laws and regulations.

- (xi) **Details of the Company's inquiry on whether the Directors, Supervisors, senior management, controlling shareholders, de facto controller and parties acting in concert and shareholders holding more than 5% of the shares have any plan to reduce the shareholdings in the Company in the next three months and the next six months**

Upon inquiry, the Directors, Supervisors, senior management and shareholders holding more than 5% of the shares of the Company do not have any plan to reduce their shareholdings in the Company in the next three months and the next six months. If the relevant persons intend to implement any plan to reduce their shareholdings in the future, the Company will fulfill its information disclosure obligations in a timely manner in accordance with the relevant regulations.

(xii) Relevant arrangements for cancellation or transfer of repurchased shares in accordance with the law

To safeguard the value of the Company and the interests of shareholders, the shares to be repurchased by the Company may be sold through centralized price bidding after 12 months from the date of the announcement on the repurchase results and changes in shares. If the repurchased shares are not sold by the Company within three years from the date of the announcement on the repurchase results and changes in shares, the portion of the shares that have not been sold will be cancelled after performing relevant procedures.

(xiii) Relevant arrangements by the Company to prevent infringement of creditors' interests

The purpose of share repurchase is to safeguard the value of the Company and the interests of shareholders, which will not affect the Company's normal operation on an on-going basis, and will not lead to insolvency of the Company. In case of share cancellation, the Company will perform the statutory procedures such as notifying the creditors in accordance with requirements of the Company Law of the People's Republic of China and other relevant laws and regulations, so as to fully safeguard the legitimate rights and interests of the creditors.

(xiv) Specific authorization for the management to handle the share repurchase, including the specific circumstances of implementation of the share repurchase and the authorization period and other contents

In order to coordinate the specific matters in the process of share repurchase in an orderly and efficient manner, the Board has authorized the management to handle specific matters related to the share repurchase within the scope permitted by relevant laws, regulations and normative documents and under the framework and principles of the share repurchase plan considered and approved by the Board. The content and scope of the authorization include but are not limited to:

1. to establish a special securities account for the repurchase and other related matters;
2. to repurchase shares at an appropriate time within the Repurchase Period, including the specific time, price and number of shares to be repurchased;
3. to handle relevant approval procedures, including but not limited to preparing, amending, authorizing, signing and executing all necessary documents, contracts and agreements in relation to the share repurchase;
4. in case of changes in the policies of the regulatory authorities on share repurchase or changes in market conditions, except for matters required to be re-voted by the Board as stipulated in relevant laws, regulations and the Articles of Association, authorize the management of the Company to make corresponding adjustments to the specific plan of the share repurchase and other related matters;
5. to handle other matters not mentioned above but necessary for the share repurchase in accordance with applicable laws, regulations and relevant requirements of the regulatory authorities.

The above authorization shall be valid from the date of consideration and approval of the repurchase plan by the Board to the date of completion of the above authorized matters.

III. RISK OF UNCERTAINTY IN RELATION TO THE REPURCHASE PLAN

- (i) There is a risk that the price of the Company's shares may continuously exceed the upper limit of the price disclosed in the repurchase plan during the Repurchase Period, resulting in the repurchase plan not being implemented;
- (ii) In case of significant events that have a material impact on the trading price of the Company's shares, or significant changes in the Company's operating or financial situation or external circumstances, or other events that lead to the Board deciding to terminate the repurchase plan, there is a risk that the repurchase plan will not be successfully implemented or that the repurchase plan will be changed or terminated in accordance with relevant regulations;
- (iii) To safeguard the value of the Company and the interests of shareholders, the shares to be repurchased by the Company may be sold through centralized price bidding after 12 months from the date of the announcement on the repurchase results and changes in shares. If the repurchased shares are not sold by the Company within three years from the date of the announcement on the repurchase results and changes in shares, the portion of the shares that have not been sold will be cancelled after performing relevant procedures;
- (iv) In the event that the regulatory authorities promulgate new normative documents relating to repurchase, it may result in the risk that the corresponding terms of the repurchase will be subject to adjustment in accordance with the latest requirements of the regulatory authorities during the implementation of the repurchase.

The Company will make the repurchase decision and implement the repurchase at an appropriate time based on the market situation within the Repurchase Period and fulfill the information disclosure obligations in a timely manner based on the progress of the share repurchase matters, and investors are advised to pay attention to the investment risks.

By order of the Board of Directors

GONG Dexiong

Chairman

Shanghai, PRC

May 6, 2025

As at the date of this announcement, the Board of Directors comprises Mr. GONG Dexiong, Mr. LU Weiming and Mr. LU Dayin as executive Directors; Mr. XIE Weiqing, Mr. YANG Bo, Mr. SHI Lei, Ms. LI Yun, Mr. XU Yongmiao, Mr. REN Zhixiang and Mr. SUN Weidong as non-executive Directors; and Mr. WU Hong, Mr. FENG Xingdong, Mr. LUO Xinyu, Mr. CHAN Hon and Mr. ZHU Kai as independent non-executive Directors.