Lopal
龙蟠科技

Jiangsu Lopal Tech. Group Co., Ltd.
江蘇龍蟠科技集團股份有限公司

(a joint stock company incorporated in the People's Republic of China with limited liability)

(Stock Code: 2465)

OVERSEAS REGULATORY ANNOUNCEMENT

This announcement is made pursuant to Rule 13.10B of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

The "ANNOUNCEMENT ON UNUSUAL MOVEMENTS IN TRADING OF SHARES" published by Jiangsu Lopal Tech. Group Co., Ltd. (the "**Company**") on the website of the Shanghai Stock Exchange (https://www.sse.com.cn/) is set out below for reference only.

By order of the Board
Jiangsu Lopal Tech. Group Co., Ltd.
SHI Junfeng
Chairman

Nanjing, PRC
November 26, 2025

As at the date of this announcement, the Board comprises Mr. SHI Junfeng, Mr. LU Zhenya, Mr. QIN Jian, Mr. SHEN Zhiyong and Mr. ZHANG Yi as executive Directors; Ms. ZHU Xianglan as non-executive Director; and Mr. LI Qingwen, Mr. YE Xin, Ms. GENG Chengxuan and Mr. HONG Kam Le as independent non-executive Directors.

Stock Code: 603906 Stock Abbreviation: Lopal Tech Announcement No.: 2025-145

Jiangsu Lopal Tech. Group Co., Ltd.

ANNOUNCEMENT ON UNUSUAL MOVEMENTS IN TRADING OF SHARES

The board of directors and all directors of the Company warrant that the content of this announcement does not contain any false records, misleading statements or material omissions, and jointly and severally accept responsibility for the authenticity, accuracy and completeness of its content.

IMPORTANT NOTICE

- The increase in the daily closing price of the shares of Jiangsu Lopal Tech. Group Co., Ltd. (the "Company") deviated by more than 20% over two consecutive trading days on November 25 and November 26, 2025 on a cumulative basis, which constitutes unusual movements in trading of shares under the relevant provisions of the Rules Governing the Listing of Securities on the Shanghai Stock Exchange.
- From 2023 to the first three quarters of 2025, the Company recorded operating revenues of RMB8.729 billion, RMB7.673 billion and RMB5.825 billion respectively; the net profits attributable to shareholders of the listed company were RMB-1.233 billion, RMB-0.636 billion and RMB-0.110 billion respectively. Investors are kindly reminded to pay attention to the risks associated with the Company's operating results.
- On November 25, 2025, the Company issued the Announcement on Progress Regarding the Signing of Major Contracts for Daily Operations of Jiangsu Lopal Tech. Group Co., Ltd. (Announcement No.: 2025-143) on the website of the Shanghai Stock Exchange (www.sse.com.cn). This agreement is a cooperation agreement and its specific implementation shall be subject to actual purchase orders. Uncertainties exist regarding the actual performance of the agreement. Investors are kindly reminded to pay attention to investment risks.

- After the self-examination and written enquiry made by the Company to the controlling shareholders and the *de facto* controllers, as of the date of this announcement, it is confirmed that there is no material matter or information that should be disclosed but not disclosed.
- The Company hereby reminds all investors to pay attention to the risk of trading in the secondary market, make decision and investment in a rational and prudent manner.

I. Specific Situation of Unusual Movements in Trading of Shares

As of the close of trading at Shanghai Stock Exchange on November 26, 2025, the increase in the daily closing price of the shares of the Company deviated by more than 20% over two consecutive trading days on November 25 and November 26, 2025 on a cumulative basis, which constitutes unusual movements in trading of shares under the relevant provisions of the Rules Governing the Listing of Securities on the Shanghai Stock Exchange.

II. The Information Concerned and Verified by the Company

In response to the unusual movements in trading of shares, the Company has conducted verification on the relevant matters and issued a written enquiry to the controlling shareholder and the *de facto* controllers. The verified findings are hereby stated as follows:

(I) Information about production and operation

The Company issued the Announcement on Progress Regarding the Signing of Major Contracts for Daily Operations of Jiangsu Lopal Tech. Group Co., Ltd. (Announcement No.: 2025-143) on November 25, 2025. This agreement involves large amount and extended performance cycle, with the following risks: (1) risks of industry fluctuations and changes in customer needs; (2) the contracts signed this time are cooperation contracts subject to uncertainty in execution; (3) risk of liability for breach of contract and compensation may arise due to the Company's potential failure to fulfill the contracts; (4) risk of potential failure to fully fulfill the contracts may arise due to extended execution period; (5) risk of uncertainties in the performance due to other factors such as changes in market conditions, adjustments to laws and regulations, and the synergy of cooperation between both parties falling short of expectations. For detailed risk warnings, please refer to the Supplementary Explanation and Risk Warning Announcement of Jiangsu Lopal Tech. Group Co., Ltd. (Announcement No.: 2025-144) disclosed by the Company on November 26, 2025. The Company will subsequently comply with corresponding decision-making procedures and information disclosure obligations based on the progress of the cooperation matters.

After the self-examination made by the Company, its production and operation is normal at present, with no material changes to its core business. There is no significant adjustment in market conditions or industry policies, and the internal production and operational activities of the Company runs orderly. There are no material matters that could affect the unusual movements in trading of the Company's share that should be disclosed but not disclosed.

(II) Operating results

From 2023 to the first nine months of 2025, the Company has incurred consecutive losses. From 2023 to the first three quarters of 2025, the Company recorded operating revenues of RMB8.729 billion, RMB7.673 billion and RMB5.825 billion respectively; the net profits attributable to shareholders of the listed company were RMB-1.233 billion, RMB-0.636 billion and RMB-0.110 billion respectively. Investors are kindly reminded to pay attention to the risks associated with the Company's operating results.

(III) Significant matters

The Company proposes to issue A shares to specific targets. For details, please refer to the Announcement on the Proposed Issuance of A Shares to Specific Target in 2025 of Jiangsu Lopal Tech. Group Co., Ltd. disclosed by the Company on August 21, 2025, on the website of the Shanghai Stock Exchange (www.sse.com.cn). The relevant matters concerning the proposed issuance of A shares to specific target have been considered and approved at the 41st meeting of the 4th Board of Directors held on August 20, 2025 and the 2025 5th extraordinary general meeting held on September 17, 2025. Its execution is subject to the approval of the Shanghai Stock Exchange and the registration approval granted by the China Securities Regulatory Commission. There is uncertainty as to whether this matter can be ultimately executed. Investors are kindly reminded to pay attention to investment risks.

The Company proposes to grant option incentives to relevant personnel including the Company's directors, senior management and core technical (business) professionals. A total of 6.85 million options are proposed to be granted to the incentive targets under this plan, accounting for approximately 1% of the total share capital of the Company as of the date of the announcement on the draft incentive plan. For details, please refer to the Announcement on the Summary of the 2025 Option Incentive Plan (Draft) of Jiangsu Lopal Tech. Group Co., Ltd. disclosed by the Company on October 23, 2025 on the website of the Shanghai Stock Exchange (www.sse.com.cn). The draft of this incentive plan has been considered and approved at the 43rd meeting of the 4th Board of Directors held on October 23, 2025, and the relevant matters are subject to the approval of the general meeting.

After the self-examination and written enquiry made by the Company to the controlling shareholders and the *de facto* controllers of the Company, as of the date of this announcement, except for the aforementioned matters, neither the Company, its controlling shareholders nor *de facto* controllers is planning any material matters involving the listed company such as material asset restructurings, share issuances, significant transactions, business reorganizations, share buybacks, equity incentives, bankruptcy reorganizations, material business collaborations, or introduction of strategic investors. There is no material information related to the Company that should be disclosed but not disclosed.

(IV) Media coverage, market rumours and hot topics

After the verification made by the Company, no media coverage or market rumours that may have a significant impact on the trading price of the Company's shares were found, nor were any hot market concepts involved.

(V) Other price-sensitive information

As of the date of this announcement, except for the publicly disclosed information on designated media, the Company is not aware of other significant events that may have a material impact on its share price. The directors, senior management, controlling shareholders and *de facto* controllers of the Company had not sold or purchased the shares of the Company during the period of unusual movements in trading of shares.

(VI) Risks associated with share pledge by substantial shareholder

As of the date of this report, Mr. Shi Junfeng, the controlling shareholder and the *de facto* controller, held 212,662,195 shares of the Company, representing 31.04% of the total share capital of the Company. Mr. Shi Junfeng, together with his parties acting in concert, Ms. Zhu Xianglan and Nanjing Bailey Venture Capital Center (Limited Partnership) (南京贝利创业投资中心（有限合伙）), held an aggregate of 238,182,052 shares of the Company, representing 34.77% of the total share capital of the Company. As of the date of this announcement, Mr. Shi Junfeng and his parties acting in concert have pledged an aggregate of 30,000,000 shares of the Company, representing 14.11% of the total number of shares of the Company held by him and 4.38% of the total share capital of the Company.

III. Relevant Risk Alert

The increase in the daily closing price of the shares of the Company deviated by more than 20% over two consecutive trading days on November 25 and November 26, 2025 on a cumulative basis, which constitutes unusual movements in trading of shares under the relevant provisions of the Rules Governing the Listing of Securities on the Shanghai Stock Exchange.

The Company hereby reminds all investors to pay attention to the risk of trading in the secondary market, make decision and investment in a rational and prudent manner. For information of the Company, relevant announcement of the Company published on the website of the Shanghai Stock Exchange (www.sse.com.cn) and the China Securities Journal, a designated media for the purpose of information disclosure by the Company, shall prevail. All investors are advised to make rational investment and pay attention to investment risk.

IV. Statement of the Board of Directors and Commitments of Related Parties

The board of directors of the Company confirms that up to the date of this announcement, except for the publicly disclosed information of the Company, there is no undisclosed matter or any plan, negotiation, intention or agreement relating to any such matter that should have been disclosed according to the Rules Governing the Listing of Securities on the Shanghai Stock Exchange and other relevant provisions. The board of directors of the Company is not aware of any undisclosed information of the Company that should have been disclosed according to the Rules Governing the Listing of Securities on the Shanghai Stock Exchange and other relevant provisions and that may have material effects on the trading price of the shares of the Company and its derivatives. There is no need to correct or supplement the information disclosed previously by the Company.

The announcement is hereby made.

The Board of directors of Jiangsu Lopal Tech. Group Co., Ltd.

November 27, 2025