

## Keda Industrial Group Co., Ltd.

### Announcement on Implementation of 2025 Annual Profit Distribution

#### Important notice:

- Distribution per share

Cash dividend of RMB 0.30 per A-share

- Relevant date

Class of shares	Record date	Last trading day	Ex-rights (ex-dividends) date	Cash dividend payment date
A-Share	2026/6/16	—	2026/6/17	2026/6/17

- Differentiated dividend distribution: No

#### I. Session and date of the General Meeting of Shareholders for passing the distribution plan

This profit distribution plan was considered and approved at the 2025 Annual General Meeting of Shareholders held by the Company on 28 April 2026.

#### II. Distribution plan

1. Year of Distribution: 2025

2. Distribution Participants:

All shareholders of the Company registered in the Shanghai Branch of China Securities Depository and Clearing Corporation Limited (hereinafter referred to as "CSDC Shanghai Branch") as at the close of the Shanghai Stock Exchange in the afternoon of the record date.

3. Dividend Distribution Plan

On May 28, 2026, the 11,699,862 shares held in the special account for securities repurchase were transferred on a non-trade basis to the special securities account of "Keda Industrial Group Co., Ltd. - 2025 Employee Stock Ownership Plan". Following such transfer, the number of shares remaining in the special account for securities repurchase is zero. Pursuant to the profit distribution plan, if there is a change in the total share capital of the Company prior to the record date of the profit distribution, the Company intends to maintain the distribution ratio per share unchanged and adjust the total amount of distribution accordingly. The profit distribution is calculated based on the total share capital of 1,917,856,391 shares, under which a cash dividend of RMB 0.3 per shares (tax inclusive) will be paid, resulting in a total cash dividend of RMB 575,356,917.30 (tax inclusive).

#### III. Relevant date

Class of shares	Record date	Last trading day	Ex-rights (ex-dividends) date	Cash dividend payment date
A Shares	2026/6/16	—	2026/6/17	2026/6/17

#### IV. Measures for implementing the distribution plan

##### 1. Implementation measures

(1) Except for shareholders who receive dividends directly from the Company, dividends for other shareholders will be distributed through the CSDC Shanghai Branch. The distribution will be processed through its fund clearing system to shareholders who are registered on the record date at the Shanghai Stock Exchange and have designated trading accounts with members of the Shanghai Stock Exchange. Investors who have completed designated transactions may receive cash dividends from their designated securities business department on the dividend distribution date. The dividends of the shareholders who have not completed designated transactions are temporarily retained by CSDC Shanghai Branch and will be distributed after completing the designated transactions.

(2) The profit distribution does not involve the distribution of bonus shares or the capitalization of reserves.

##### 2. Recipients of self-distribution

The Company will distribute cash dividends to Mr. Liang Tongcan, Mr. Lu Qin, Mr. Bian Cheng, Guangdong Hongyu Group Co., Ltd., Foshan New Pearl Enterprise Group Co., Ltd. by itself.

##### 3. Explanation of tax deduction

(1) For natural person shareholders and securities investment funds who hold A shares of the Company, pursuant to the Notice on Relevant Issues Concerning the Implementation of Differential Individual Income Tax Policies on Dividends and Bonuses of Listed Companies (Cai Shui [2012] No. 85) and the Notice on Relevant Issues Concerning Differential Individual Income Tax Policies on Dividends and Bonuses of Listed Companies (Cai Shui [2015] No. 101), the Company will not withhold individual income tax for the time being when distributing cash dividends. The amount of cash dividends is RMB 0.30 per share.

In accordance with the provisions of the above-mentioned regulation, when natural person shareholders and securities investment funds transfer their shares after the record date, CSDC Shanghai Branch shall calculate the actual amount of tax payable according to the stock holding period, and the securities company and other share custodian institutions shall deduct the tax from their capital accounts and transfer the tax to CSDC Shanghai Branch. CSDC Shanghai Branch will transfer the tax to the Company within 5 trading days of the following month. The Company will declare and pay the tax to the competent tax authority within the statutory declaration period of the month in which the tax is received. The specific actual tax is as follows: if the stock holding period is more than one year, the dividend income shall be exempted from personal income tax; if the stock holding period is less than one month (inclusive), the dividend income shall be included into the taxable income in full amount, and the actual tax burden shall be

20% of the dividend income; if the stock holding period is more than one month and less than one year (inclusive), the dividend income shall be included into the taxable income at the reduced rate of 50% for the time being, and the actual tax burden shall be 10% of the dividend income.

(2) For qualified foreign institutional investors ("QFII"), the Company shall withhold and pay enterprise income tax at the rate of 10% in accordance with the requirements of the Notice on Relevant Issues Concerning the Withholding and Payment of Enterprise Income Tax Relating to the Payment of Dividends, Bonuses and Interests by PRC Resident Enterprises to QFII (Guo Shui Han [2009] No. 47). The actual cash dividend after tax will be RMB 0.27 per share. If relevant shareholders consider that their dividends and bonuses shall be treated in accordance with any tax treaty (arrangement), they may file an application to the competent tax authority after receiving such dividends and bonuses in accordance with the regulations.

(3) For investors of Hong Kong Stock Exchange (including enterprises and individuals) investing in the Company's A Shares via the Shanghai Stock Connect Program, in accordance with the provisions of the Notice on the Tax Policies Related to the Pilot Program of the Shanghai-Hong Kong Stock Connect (Cai Shui [2014] No. 81), prior to the Hong Kong Securities Clearing Company Limited not being able to provide detailed data, such as investor identity and holding duration to CSDC Shanghai Branch, the policy of differential taxation based on holding duration shall not be implemented. The Company will withhold and pay income tax at the rate of 10% on behalf of those investors, and the cash dividend after tax will be RMB 0.27 per share.

For investors via the Shanghai Stock Connect Program who are tax residents of other countries and whose country of domicile is a country which has entered into a tax treaty with the PRC stipulating a dividend tax rate of less than 10%, those enterprises or individuals may apply to the competent tax authorities for the entitlement of the rate under such tax treaty. The schedule of the equity record date and cash dividend distribution date for Shanghai-Hong Kong Stock Connect investors is consistent with that of the shareholders of the Company's A shares.

(4) For eligible investors who invest in Global Depository Receipts (GDRs) issued by the Company on the SIX Swiss Exchange ("GDR investors") and comply with the relevant domestic and overseas regulatory rules, the cash dividends will be paid by CSDC Shanghai Branch entrusted by the Company to "Citibank, National Association", the nominal holders of GDRs corresponding to the underlying A shares. According to the tax regulations such as the Enterprise Income Tax Law of the People's Republic of China, the income tax is withheld and paid at a rate of 10%. After receiving the GDR dividend income, if GDR investors need to enjoy the relevant tax agreement (arrangement) treatment, they can apply to the competent tax authority by themselves in accordance with the regulations.

The record date and cash dividend payment date for GDR investors are June 16<sup>th</sup>, 2026 and June 25<sup>th</sup>, 2026, respectively. The cash dividends will be paid by Citibank and National Association to GDR investors through Euroclear Bank SA/NV and Clearstream Banking, S.A.

(5) For other institutional investors and corporate shareholders holding shares of the Company, the Company will not withhold or pay any enterprise income tax on behalf of the taxpayers. It is up to the taxpayers to determine whether they should pay

enterprise income tax locally in accordance with the provisions of the tax law, and the actual cash dividend paid is RMB 0.30 per share.

## **V. Adjustments to Relevant Pricing and Share Quantities**

Pursuant to the relevant provisions of the Report on Issuance of Shares and Payment by Cash to Acquire Assets and Raise Counterpart Funds and on Related Party Transaction, if the Company implements any ex-dividend or ex-rights measures such as cash dividend, bonus share issuance, capitalization of capital reserve into share capital, or rights offering during the period from the pricing benchmark date to the issuance date, the issue price of the shares issued for the asset acquisition shall be adjusted accordingly, in strict compliance with the regulatory requirements stipulated by the China Securities Regulatory Commission and the Shanghai Stock Exchange. Therefore, following the implementation of the profit distribution, both the adjusted issue price and the corresponding number of shares to be issued in connection with the ongoing asset acquisition will be revised. Please refer to the Company's subsequent announcements for further details.

### **Contact information**

Keda Industrial Group

Jianhui Li

Securities Department

securities\_department@kedachina.com.cn

+86-757-23833869

### **Disclaimer**

This announcement may contain forward looking statements, estimates, opinions and projections with respect to anticipated future performance of the Company ("forward-looking statements"). These forward-looking statements can be identified by the use of forward-looking terminology, including the terms "believes," "estimates," "anticipates," "expects," "intends," "may," "will" or "should" or, in each case, their negative, or other variations or comparable terminology. These forward-looking statements include all matters that are not historical facts. Forward-looking statements are based on the current views, expectations and assumptions of the management of the Company and involve significant known and unknown risks and uncertainties that could cause actual results, performance or events to differ materially from those expressed or implied in such statements. Forward-looking statements should not be read as guarantees of future performance or results and will not necessarily be accurate indications of whether or not such results will be achieved. Any forward-looking statements included herein only speak as at the date of this release. We undertake no obligation, and do not expect to publicly update, or publicly revise, any of the information, forward-looking statements or the conclusions contained herein or to reflect new events or circumstances or to correct any inaccuracies which may become apparent subsequent to the date hereof, whether as a result of new information, future

events or otherwise. We accept no liability whatsoever in respect of the achievement of such forward-looking statements and assumptions.