Foshan City, China, 14 August 2026

Ad hoc announcement pursuant to Art. 53 LR

Announcement on the Termination of Significant Asset Restructuring

Keda Industrial Group Co., Ltd. (hereinafter referred to as the "Company" or "Keda Group") held the 21st meeting of the 9th Board of Directors on 14 August 2026, and deliberated and approved the *Proposal on Terminating the Significant Asset Restructuring and Signing Relevant Termination Agreements*. It was decided to terminate the matters related to the acquisition of a 51.55% equity interest in Guangdong Twyford International Holding Ltd. (hereinafter referred to as "Twyford International" or the "Target Company") through the issuance of shares and payment by cash, and the raising of supporting funds by issuing shares to no more than 35 specific investors (hereinafter referred to as "the transaction" or "the significant asset restructuring"). The relevant matters are hereby announced as follows:

I. Basic Information of the Significant Asset Restructuring

i. Background and reasons for the significant asset restructuring

Twyford International is a holding subsidiary of the Company and the primary operating entity of the Company's building materials business segment. It mainly engages in the production and sales of architectural ceramics, glass, sanitary ware, and other products in overseas markets such as Africa. It has become a leading manufacturer of building materials in Africa, with operations in more than 60 countries and regions worldwide. The Company plans to acquire a 51.55% equity interest in Twyford International to achieve full ownership, with the aim of further expanding its overseas business footprint and accelerating the development of its building materials segment. By enhancing asset integrity and business synergies, the transaction will increase the net profit attributable to the parent company and improve shareholder returns, while also introducing high-caliber shareholders, deepening strategic partnerships, and facilitating the Company's long-term stable development.

ii. Framework of the significant asset restructuring plan

Transaction form		Issuance of shares and payment by cash to purchase assets and raising of supporting funds
Introduction to transaction plan		The Company intends to acquire a 51.55% equity interest in Twyford International by issuing shares and paying cash, while planning to issue shares to no more than 35 specific investors to raise supporting funds.
Transaction target	**Name**	Guangdong Twyford International Holding Ltd.
	Main business	Production and sales of architectural ceramics, glass, sanitary ware, and other products
Counterparty		24 shareholders of the Target Company, including Sunda Group Co., Ltd. (hereinafter referred to as "Sunda Company") but excluding the Company
Transaction price (excluding the amount of raised supporting funds)		RMB7,474,750,000, of which RMB5,380,512,100 is paid by issuing shares and RMB2,094,237,900 is paid in cash

Nature of transaction	The transaction constitutes a related party transaction and a significant asset restructuring, and does not constitute a restructuring and listing

II. Main Work of the Company During the Promotion of the Significant Asset Restructuring

i. Major matters and corresponding announcements to be disclosed

During the period of advancing the significant asset restructuring, the Company strictly followed applicable laws and regulations, organized relevant personnel to actively promote various tasks related to the transaction, fulfilled the Company's relevant internal decision-making procedures and information disclosure obligations, and adopted strict confidentiality measures during the planning process of the restructuring. Details are as follows:

Time	**Major matters**	**Corresponding announcements disclosed**
15 January 2026 - 27 January 2026	The Company's shares were suspended from trading in connection with the significant restructuring. During the suspension period, the Company actively organized relevant parties to advance the work related to the transaction and regularly released progress announcements on the suspension.	*Announcement on Suspension of Trading in Connection with Significant Asset Restructuring* (2026-001), *Announcement on the Progress of the Suspension of Trading in Connection with Significant Asset Restructuring* (2026-002)
28 January 2026	The Company convened the 15th meeting of the 9th Board of Directors, deliberating and approving the proposal on the transaction and other related matters. The Company and the parties to the transaction signed the conditionally effective *Asset Acquisition Agreement by Issuance of Shares and Payment by Cash Between Keda Industrial Group Co., Ltd. and Shareholders of Guangdong Twyford International Holding Ltd.* The Company applied for the resumption of trading of its shares starting from the market opening on January 29, 2026.	*Announcement on Resolutions of the 15th Meeting of the 9th Board of Directors* (2026-004), *Notice on the Disclosure of the Plan for the Issuance of Shares and Payment by Cash to Acquire Assets and the Raising of Supporting Funds & Related Party Transaction and the Resumption of Trading of the Company's Shares* (2026-007), *Plan for the Issuance of Shares and Payment by Cash to Acquire Assets and the Raising of Supporting Funds & Related Party Transaction*, and other relevant announcements
January - April 2026	The Company continuously advanced various tasks such as due diligence, auditing, valuation, and verification by intermediary agencies, and disclosed the progress of the restructuring.	*Announcement on the Progress of Issuance of Shares and Payment by Cash to Acquire Assets and the Raising of Supporting Funds and Related Party Transactions* (2026-014, 2026-024)
9 April 2026	The Company convened the 17th meeting of the 9th Board of Directors, where the draft of the transaction and other relevant matters were reviewed and approved. The Company signed the conditionally effective *Supplemental Agreement to the Asset Acquisition Agreement by Issuance of Shares and Payment by Cash* Between *Keda Industrial Group Co., Ltd. and Shareholders of Guangdong Twyford International Holding Ltd.* with all parties to the transaction, and signed the conditionally effective *Agreement on Performance Commitment and*	*Announcement on Resolutions of the 17th Meeting of the 9th Board of Directors* (2026-027), *Report (Draft) on Issuance of Shares and Payment by Cash to Acquire Assets and Raise Counterpart Funds and on Related Party Transaction*, and other relevant announcements

Time	Major matters	Corresponding announcements disclosed
	Compensation Between Keda Industrial Group Co., Ltd. and Relevant Shareholders of Guangdong Twyford International Holding Ltd. with 16 counterparties, including Sunda Company and Li Yuejin.	
28 April 2026	The Company convened the 2025 Annual General Meeting of Shareholders, which deliberated and approved the draft of the transaction and other related matters.	*Announcement on Resolutions of the 2025 Annual General Meeting* (2026-036)
12 May 2026	The Company submitted the restructuring report (filing draft), and the application documents for the transaction were accepted by the Shanghai Stock Exchange (hereinafter referred to as the "SSE").	*Announcement on the Acceptance by the Shanghai Stock Exchange of the Application Documents for the Issuance of Shares and Payment by Cash to Acquire Assets and Raising Supporting Funds and on Related Party Transaction* (2026-037)
May - July 2026	The Company received an audit inquiry letter from the SSE on May 18, and has since undertaken verification and response efforts in respect of the matters raised therein.	*Notice on the Reply to the Inquiry Letter on the Issuance of Shares and Payment by Cash to Acquire Assets and Raising Supporting Funds and on Related Party Transaction* (2026-056) and related reply documents
13 July 2026	The Company and the parties to the transaction signed the Supplemental Agreement to the *Agreement on Performance Commitment and Compensation Between Keda Industrial Group Co., Ltd. and Relevant Shareholders of Guangdong Twyford International Holding Ltd.* The Company convened the 20th meeting of the 9th Board of Directors, deliberating and approving the adjustments to the transaction plan and other related matters.	*Announcement on Resolutions of the 20th Meeting of the 9th Board of Directors* (2026-053), *Report (Draft) on Issuance of Shares and Payment by Cash to Acquire Assets and Raise Counterpart Funds and on Related Party Transaction (Revised Edition)*, and other relevant announcements
28 July 2026	The Company received the Letter for Implementation of Opinions from the SSE Listing Review Center and submitted the Restructuring Report (version for the review meeting). The M&A and Reorganisation Review Committee of the SSE (hereinafter referred to as the "SSE Reorganisation Committee") is scheduled to convene the 14th meeting of 2026 on 4 August 2026, to review the transaction.	*Announcement on Receiving Letter of Implementation of Review Center's Opinions from Shanghai Stock Exchange* (2026-060), *Report (Draft) on Issuance of Shares and Payment by Cash to Acquire Assets and Raise Counterpart Funds and on Related Party Transaction* (Version for the Review Meeting) and its summary, *Announcement on the Meeting Arrangement of the Shanghai Stock Exchange M&A and Reorganisation Review Committee for Reviewing the Company's Issuance of Shares and Payment by Cash to Acquire Assets and Raising of Supporting Funds & Related Party Transactions* (2026-061)
4 August 2026	The SSE Reorganisation Committee reviewed the transaction at its 14th meeting of 2026, and the review result was that the transaction did not meet the restructuring conditions or information disclosure requirements.	*Announcement on Non-Approval by the M&A and Reorganisation Review Committee of the Shanghai Stock Exchange for Issuance of Shares to Purchase Assets and Raise Supporting Funds and Connected Transaction* (2026-062)
10 August 2026	The Company received the *Notice of Review Termination for the Issuance of Shares and Payment by Cash to Purchase Assets and Raise Supporting Funds and Connected Transaction by*	*Announcement on Receiving Notice of Review Termination for the Issuance of Shares and Payment by Cash to Purchase Assets and Raise Supporting Funds and Connected Transaction by*

Time	Major matters	Corresponding announcements disclosed
	Keda Industrial Group Co., Ltd. from the SSE. The SSE has decided to terminate the review of the Company's application for the significant asset restructuring.	*Keda Industrial Group Co., Ltd. from the Shanghai Stock Exchange* (2026-064)

iii. Relevant deliberation procedures for terminating the restructuring

On 14 August 2026, the Company convened the 21st meeting of the 9th Board of Directors. With a voting result of 9 votes in favor, 0 votes against, and 0 abstentions, the *Proposal on Terminating the Significant Asset Restructuring and Signing Relevant Termination Agreements* was deliberated and approved, in which the interested directors Shen Yanchang and Li Yuejin withdrew from voting. Based on the prior authorization of the Shareholders' Meeting, the proposal does not need to be submitted to the Shareholders' Meeting for deliberation. The termination of the significant asset restructuring has been reviewed and approved or received consenting opinions from the special meeting of independent directors, the Audit Committee, and the Strategy Committee of the Company: The deliberation procedures for the proposal comply with the provisions of laws, regulations, and the *Articles of Association*; the Company's decision to terminate this transaction after prudent study is consistent with the actual circumstances of the transaction; as the transaction has not yet been completed, its termination will not have a significant adverse impact on the Company's current production and operation activities or financial position; the Company's building materials business will continue to develop steadily according to the established plan, and no situation prejudices the interests of the Company and all shareholders, especially the minority shareholders.

The independent financial advisor, Guotai Junan Securities Co., Ltd., has also issued the *Verification Opinion on the Termination of the Issuance of Shares and Payment by Cash to Acquire Assets and Raising of Supporting Funds and Related Party Transaction by Keda Industrial Group Co., Ltd.*, stating that the Company has fulfilled its information disclosure obligations regarding the termination of the transaction in accordance with relevant regulations, and that the matter has been reviewed and approved by the special meeting of independent directors and the Board of Directors. According to the authorization granted to the Board of Directors and its authorized persons by the Company's 2025 Annual General Meeting, the termination of the transaction does not need to be submitted to the Shareholders' Meeting for deliberation again. The termination procedures of this transaction comply with the provisions of relevant laws, regulations, and normative documents, including the *Measures for the Administration of the Material Asset Restructurings of Listed Companies*, the *Self-Regulatory Guidelines for Listed Companies of the Shanghai Stock Exchange No. 6 – Major Asset Restructuring*, and the *Rules of Shanghai Stock Exchange Governing the Review of Material Asset Restructurings of Listed Companies*.

III. Reasons for Terminating the Significant Asset Restructuring

Given that the transaction did not pass the review by the SSE Reorganisation Committee, the Company, after considering factors such as the progress of the transaction plan and the overseas business characteristics of the target assets, and following thorough communication with the counterparties as well as prudent research and demonstration, believes that there is significant uncertainty in the continued advancement of the transaction. To effectively safeguard the interests of the Company and all shareholders, upon prudent decision-making, the Company has decided to terminate the transaction and sign the *Termination Agreement to the Relevant Agreements on the Issuance of Shares and Payment by Cash to Acquire Assets by Keda Industrial Group Co., Ltd. and Shareholders of Guangdong Twyford International Holding Ltd.* with the counterparties.

IV. Trading of Company Shares by Insiders from the Initial Disclosure of the Restructuring Plan to Its Termination

In accordance with the relevant regulations of the China Securities Regulatory Commission and the Shanghai Stock Exchange regarding the termination of significant asset restructuring matters, the Company conducted a self-inspection on the trading of the Company's shares by insiders related to this transaction. The Company intends to submit an inquiry application to the Shanghai Branch of China Securities Depository and Clearing Company Limited regarding self-inspection matters. Upon obtaining the relevant inquiry data and completing the self-inspection work, the Company will promptly disclose the details of the trading of the Company's shares by relevant insiders during the self-inspection period.

V. Impact of the Termination of the Significant Asset Restructuring on the Company

The termination of this significant asset restructuring is the result of the Company's comprehensive consideration of internal and external factors, prudent research, and friendly negotiations with the counterparties. The termination of the transaction does not involve any circumstances of default. The original series of transaction agreements signed for the transaction are hereby terminated, and no party is required to perform obligations such as equity closing, share registration, performance commitment compensation, or impairment compensation under the original series of transaction agreements. The relevant commitments previously made by the parties to the transaction are also terminated accordingly. In addition, among the counterparties of the transaction, the counterparties other than Li Yuejin, Foshan Fujin Enterprise Management Partnership (Limited Partnership), and Foshan Fuhao Enterprise Management Partnership (Limited Partnership) had signed an Agreement on Acting in Concert with Shen Yanchang in July 2026, agreeing to maintain an acting-in-concert relationship regarding matters related to Keda Industrial Group Co., Ltd. Following the termination of the transaction, such acting-in-concert relationships are hereby simultaneously terminated.

Twyford International is a holding subsidiary of the Company. The termination of the transaction will not affect the Company's control over it, nor will it affect the Company's future development plans for it. At present, the Company's production and operations are normal, and its building materials business is also in a stage of rapid development. The Company and Sunda Company will actively seize development opportunities in the African market and continue to jointly support the expansion and development of relevant businesses, rewarding investors with solid performance.

VI. Commitments

In accordance with the provisions of relevant laws, regulations, and normative documents, such as the *Self-Regulatory Guidelines for Listed Companies of the Shanghai Stock Exchange No. 6 – Major Asset Restructuring*, the Company undertakes not to plan any significant asset restructuring matters within one month from the date of disclosure of the announcement regarding the termination of this significant asset restructuring.

VII. Other Matters

The Company will hold an investor briefing regarding the termination of this major asset restructuring at the SSE Roadshow Center (https://roadshow.sseinfo.com/) from 15:00 to 16:00 on the afternoon of 21 August 2026, and will answer questions of general concern to investors within the scope permitted for information disclosure. For details, please refer to the *Announcement on Holding an Investor Briefing Regarding the Termination of Significant Asset Restructuring* disclosed by the Company on the same day. The Company solemnly reminds investors that the designated media for the Company's information disclosure are China Securities Journal, Securities Times, Shanghai Securities News, and the website of the Shanghai Stock Exchange (www.sse.com.cn). All relevant information shall be subject to the information disclosed by the Company in the aforementioned designated media.

The Board of Directors of the Company sincerely apologizes for any inconvenience caused to the investing public by the termination of this significant asset restructuring, and expresses its heartfelt gratitude to all investors who have long followed and supported the Company’s development.

This announcement is published in both Chinese and English. In the case of any discrepancies, the Chinese version shall prevail.

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