Foshan City, China, 14 July 2026

Ad hoc announcement pursuant to Art. 53 LR

Announcement on Changes in Shareholders' Equity

Important Notice:

● Keda Industrial Group Co., Ltd. (hereinafter referred to as the "Company", "Keda Group", or the "Listed Company") intends to acquire 51.55% equity interest in Guangdong Twyford International Holding Co., Ltd. (hereinafter referred to as "Twyford International") through the issuance of shares and payment by cash (hereinafter referred to as the "asset restructuring"). SUNDA GROUP CO., LTD. (hereinafter referred to as "Sunda Company"), six Foshan-based shareholding platforms, and 14 natural persons, including Luo Jichao (collectively referred to as the "parties acting in concert"), as the counterparties of the asset restructuring, have agreed to subscribe for the newly issued shares of Keda Group with their equity interests in Twyford International. In July 2026, considering the historical change of relevant equity in Twyford International and the equity lock-up arrangements upon completion of the asset restructuring, Shen Yanchang, the de facto controller of Sunda Company, and the aforementioned parties acting in concert jointly signed the *Agreement on Acting in Concert*. It was agreed to maintain the relevant acting-in-concert relationship from the date of signing the agreement until 36 months after the completion of the asset restructuring. This collectively resulted in the current change in equity and does not trigger a tender offer.

● After the completion of this equity change, Shen Yanchang, Yang Yanjuan, Sunda Company (hereinafter collectively referred to as the "information disclosure obligors") and their parties acting in concert will collectively hold 547,294,454 A-shares in the Company, accounting for 22.52% of the total share capital after the asset acquisition by share issuance is completed (not considering counterpart fundraising).

● After the completion of this equity change, Shen Yanchang and his parties acting in concert will become the largest shareholder of the Company, but the Company will still have no controlling shareholder or de facto controller.

● This equity change is predicated on the successful implementation of the aforementioned asset restructuring, which is still subject to the review and approval by the Shanghai Stock Exchange (hereinafter referred to as the "SSE") and the registration and consent of the China Securities Regulatory Commission (hereinafter referred to as the "CSRC"). As there is still uncertainty regarding the completion of the above matters, we kindly remind all investors to pay attention to investment risks.

On April 10, 2026, the information disclosure obligors disclosed the *Announcement on Changes in Shareholders' Equity* regarding the previous increase in shareholding in the Company through the secondary market and the matters related to the asset restructuring. Subsequently, as the share issuance price and the number of shares issued for the asset restructuring were adjusted, and Shen Yanchang signed the *Agreement on Acting in Concert* with relevant parties, the total shareholding ratio of the information disclosure obligors and their parties acting in concert exceeded 20%. The details of the equity change are hereby announced as follows:

I. Basic Information on the Equity Change

i. Information disclosure obligors

<table>
<tr><td rowspan="3">Basic information of information disclosure obligors</td><td>Name</td><td>Shen Yanchang</td><td>Yang Yanjuan</td><td>SUNDA GROUP CO., LTD.</td></tr>
<tr><td>Investor</td><td colspan="3">Other shareholders holding more than 5% and his/her persons acting in concert</td></tr>
<tr><td>Statement of acting in concert relationship</td><td colspan="3">Shen Yanchang and Yang Yanjuan are husband and wife, jointly controlling 100% of the equity in Sunda Company, and are the de facto controllers of Sunda Company. According to Article 83 of the Administrative Measures on Acquisition of Listed Companies, Shen Yanchang, Yang Yanjuan, and Sunda Company form an acting in concert relationship.</td></tr>
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ii. Parties acting in concert

<table>
<tr><td rowspan="4">Basic information of parties acting in concert</td><td>Legal entities (6)</td><td>Foshan Fucheng Enterprise Management Partnership (Limited Partnership), Foshan Fujing Enterprise Management Partnership (Limited Partnership), Foshan Fujin Enterprise Management Partnership (Limited Partnership), Foshan Futuan Enterprise Management Partnership (Limited Partnership), Foshan Fufen Enterprise Management Partnership (Limited Partnership), Foshan Fuzhong Enterprise Management Partnership (Limited Partnership)
(Note: The six partnerships mentioned above are collectively referred to as the "six Foshan-based shareholding platforms")</td></tr>
<tr><td>Natural persons (14)</td><td>Luo Jichao, Wang Dajiang, Zhang Jianfeng, Hu Dongming, Zhou Renwei, Chen Chaobo, Ding Zhen, Yue Jie, Xu Chao, Li Ruiqin, Feng Ligang, Wang Xiaoqing, Hu Wei, Li Wei</td></tr>
<tr><td>Investor status</td><td>Other direct shareholders</td></tr>
<tr><td>Description of acting-in-concert relationship</td><td>In July 2026, Shen Yanchang and his parties acting in concert jointly entered into an Agreement on Acting in Concert, pursuant to which the six Foshan-based shareholding platforms and 14 natural persons, including Luo Jichao, agreed to act in concert with Shen Yanchang when exercising their respective shareholder rights in Keda Group in the future. The term of the acting-in-concert arrangement shall remain in effect from the date of execution of the agreement until 36 months after the completion of the current asset restructuring.
According to Article 83 of the Measures for the Administration of the Takeover of Listed Companies, Sunda Company and its de facto controllers, Shen Yanchang and Yang Yanjuan, together with the six Foshan-based shareholding platforms and 14 natural persons including Luo Jichao, constitute parties acting in concert as shareholders of the Listed Company.</td></tr>
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iii. Method of the equity change

This equity change includes: (1) In January and April 2026, Keda Group and 24 counterparties, including Sunda Company, signed the *Asset Acquisition Agreement by*

Issuance of Shares and Payment by Cash and the *Supplemental Agreement to the Asset Acquisition Agreement by Issuance of Shares and Payment by Cash* with effective conditions, intending to acquire 51.55% equity interest in Twyford International through share issuance and cash payment; (2) In June 2026, as Keda Group's 2025 annual equity distribution had been implemented, the issuance price and quantity for the asset restructuring were adjusted accordingly based on the asset restructuring plan and relevant regulatory rules; (3) In July 2026, Shen Yanchang, the de facto controller of Sunda Company, signed an *Agreement on Acting in Concert* with 20 of the aforementioned counterparties, agreeing to act in concert with Shen Yanchang on matters relating to Keda Group in the future. Details are as follows:

Sunda Company and its parties acting in concert, as minority shareholders of Twyford International, signed the *Asset Acquisition Agreement by Issuance of Shares and Payment by Cash* and the *Supplemental Agreement to the Asset Acquisition Agreement by Issuance of Shares and Payment by Cash* with Keda Group on January 28 and April 9, 2026, respectively. The Listed Company is estimated to issue 498,195,551 shares. According to the asset restructuring plan, the issuance price was adjusted due to the implementation of Keda Group's 2025 annual equity distribution, and the number of shares to be issued by the Listed Company was accordingly adjusted to 512,429,711 shares. Upon completion of the issuance (not considering counterpart fundraising), the total number of shares of the Listed Company will increase to 2,430,286,102 shares. Sunda and its parties acting in concert intend to subscribe for a total of 471,001,140 shares of Keda Group, accounting for 19.38%.

In July 2026, Shen Yanchang signed an *Agreement on Acting in Concert* with his parties acting in concert. The agreement provides that: At meetings of the Board of Directors of Keda Group (where applicable), they shall cast their votes uniformly in favor of, against, or abstain from each proposal or matter at the Board meeting; and at Shareholders' Meetings of Keda Group, they shall act in concert with Shen Yanchang with respect to all matters submitted for deliberation, including but not limited to voting rights, the right to submit proposals, and the right to nominate directors/supervisors. In exercising such rights, they shall follow the written instructions of Shen Yanchang and cast all the voting rights they hold or actually control uniformly in favor of, against, or abstain from each proposal. The term of acting in concert shall be from the date of signing the *Agreement on Acting in Concert* until 36 months after the completion of the transaction to acquire the minority equity interests in Twyford International by issuance of shares and payment of cash.

After the completion of this equity change, the information disclosure obligors and their parties acting in concert will collectively hold 547,294,454 shares of Keda Group directly, representing 22.52% of the total share capital of the Company after the completion of the asset acquisition by issuance of shares (not considering counterpart fundraising).

iv. Changes in the Company's shareholding structure before and after the asset restructuring

According to calculations, upon completion of the asset acquisition by issuance of shares (not considering counterpart fundraising), the changes in the Company's shareholding structure are as follows:

Shareholder name	**Before the asset restructuring**		**After the asset restructuring (not considering counterpart fundraising)**	
	Number of shares held	**Shareholding percentage (%)**	**Number of shares held**	**Shareholding percentage (%)**
Liang Tongcan and his parties acting in concert	**438,797,931**	**22.88%**	**438,797,931**	**18.06%**
Including: Liang Tongcan	374,456,779	19.52%	374,456,779	15.41%
Hongyu Group	64,341,152	3.35%	64,341,152	2.65%
Shen Yanchang and his parties acting in concert	**76,293,314**	**3.98%**	**547,294,454**	**22.52%**
Including: Sunda Company	-	-	341,204,598	14.04%
Shen Yanchang	7,646,400	0.40%	7,646,400	0.31%
Yang Yanjuan	68,644,414	3.58%	68,644,414	2.82%
Luo Jichao	-	-	26,624,146	1.10%
Wang Dajiang	-	-	15,611,404	0.64%
Foshan Futuan Enterprise Management Partnership (Limited Partnership)	-	-	12,656,485	0.52%
Foshan Fucheng Enterprise Management Partnership (Limited Partnership)	-	-	9,958,821	0.41%
Foshan Fufen Enterprise Management Partnership (Limited Partnership)	-	-	6,841,735	0.28%
Zhang Jianfeng	-	-	5,456,946	0.22%
Hu Dongming	-	-	5,350,430	0.22%
Zhou Renwei	2,400	0.00%	5,342,896	0.22%
Foshan Fujin Enterprise Management Partnership (Limited Partnership)	-	-	5,309,310	0.22%
Chen Chaobo	100	0.00%	4,962,468	0.20%
Foshan Fuzhong Enterprise Management Partnership (Limited Partnership)	-	-	4,534,792	0.19%
Ding Zhen	-	-	4,434,684	0.18%
Yue Jie	-	-	4,056,997	0.17%
Xu Chao	-	-	3,861,408	0.16%
Li Ruiqin	-	-	3,730,081	0.15%
Feng Ligang	-	-	2,890,624	0.12%
Foshan Fujing Enterprise	-	-	2,673,940	0.11%

Shareholder name	Before the asset restructuring		After the asset restructuring (not considering counterpart fundraising)	
	Number of shares held	Shareholding percentage (%)	Number of shares held	Shareholding percentage (%)
Management Partnership (Limited Partnership)				
Wang Xiaoqing	-	-	2,311,523	0.10%
Hu Wei	-	-	1,943,786	0.08%
Li Wei	-	-	1,246,566	0.05%
Lesso Technology	153,600,077	8.01%	153,600,077	6.32%
Lu Qin	125,983,334	6.57%	125,983,334	5.18%
Bian Cheng and his parties acting in concert	**98,699,598**	**5.15%**	**98,699,598**	**4.06%**
Including: Bian Cheng	49,349,799	2.57%	49,349,799	2.03%
Guan Qi	49,349,799	2.57%	49,349,799	2.03%
Other shareholders of the Listed Company	1,024,482,137	53.42%	1,065,910,708	43.86%
Total	**1,917,856,391**	**100.00%**	**2,430,286,102**	**100.00%**

Note: The table above only lists the direct shareholders of the Listed Company. Upon completion of the asset restructuring, Li Ruiqin, a party acting in concert, will indirectly hold 15,200 shares of the Listed Company as a limited partner through Taian Fujin Investment Partnership (Limited Partnership).

Shen Yanchang, as the de facto controller of Sunda Company, has issued the *Commitment Letter on Not Seeking Control of the Listed Company.* The specific contents are as follows:

"1. I acknowledge the current governance status of no de facto controller of the Listed Company, and I support Keda Group in maintaining its existing dispersed shareholding structure and board composition;

2. I hereby confirm that my execution of the *Agreement on Acting in Concert* with the six Foshan-based shareholding platforms, Luo Jichao, Wang Dajiang, Zhang Jianfeng, Hu Dongming, Zhou Renwei, Chen Chaobo, Ding Zhen, Yue Jie, Xu Chao, Li Ruiqin, Feng Ligang, Wang Xiaoqing, Hu Wei, and Li Wei in 2026 is not intended to seek control over the Listed Company. Apart from the above, as of the date of issuing the Commitment Letter, neither I nor any of my related parties have entered into any agreement on acting in concert or similar agreement or arrangement with any other shareholder of the Listed Company or any third party for the purpose of obtaining control over the Listed Company;

3. Neither I nor my related parties will, whether individually, jointly with others, or by assisting others, seek the status of controlling shareholder or de facto controller of the Listed Company by entering into agreements on acting in concert or similar agreements or arrangements with other shareholders of the Listed Company or their related parties, or by accepting proxies, soliciting voting rights, or through any other means such as

agreements or arrangements;

4. I and my parties acting in concert shall nominate one director, and in the future, I will no longer be nominated by the Board of Directors of the Listed Company;

5. This Commitment Letter shall remain effective from the date of issuance hereof until the expiration of 36 months after the completion of Keda Group's acquisition of the 51.55% equity interest in Twyford International from the shareholders (other than Keda Group itself) of Twyford International by issuance of shares and payment of cash."

After the completion of this equity change, the Company has no shareholder holding more than 50% of the shares or capable of actually controlling more than 30% of the voting rights of the Listed Company's shares. The shares held by any single shareholder are insufficient to exert a decisive influence on the resolutions of the Company's Shareholders' Meeting, and there is no situation where any single shareholder controls more than half of the seats on the Board of Directors, nor is there any other person capable of actually controlling the Company's actions. Therefore, the Listed Company will continue to have no controlling shareholder or de facto controller after the completion of the equity change, and the equity change will not result in any change to the control structure of the Listed Company.

II. Explanation and Follow-up Matters Related to the Equity Change

i. The counterparties to this asset restructuring undertake that the shares of the Listed Company acquired by them through the transaction shall not be transferred within 36 months from the date of completion of the issuance of such shares (i.e., the date on which the shares are registered under their names).Based on the aforementioned lock-up period, the consideration shares acquired by the counterparty shall not be transferred before the date on which the performance commitment period expires and the compensation obligations have been fully performed (if no compensation obligation is required, the date on which the *Special Audit Report* and the *Impairment Test Report* are disclosed after the expiration of the performance commitment period shall prevail). Any additional shares acquired during the lock-up period due to events such as the issuance of bonus shares or the conversion of capital reserve into share capital by the Listed Company shall also comply with the aforementioned share lock-up arrangements.

If the above commitments regarding the share lock-up period are inconsistent with the latest regulatory provisions or opinions of the securities regulatory authorities, the counterparties shall make corresponding adjustments to the share lock-up period in accordance with the latest regulatory provisions or opinions of the relevant securities regulatory authorities; after the expiration of the above share lock-up period, any shareholding lessening or disposal by other means shall be carried out in accordance with the relevant provisions of the CSRC and the SSE.

ii. This equity change is predicated on the successful implementation of the asset restructuring. This asset restructuring is still subject to the review and approval of the SSE and the approval and registration of the CSRC. There is uncertainty as to whether such approvals, review and approval, or registration can be obtained, as well as the timing of obtaining the same. All relevant information shall be subject to the announcements published by the Company through its designated information disclosure channels. Investors are advised to pay attention to subsequent announcements and be aware of investment risks.

iii. After the completion of this equity change, Shen Yanchang and his parties acting in concert will become the largest shareholder of the Company. However, the Company will still have no controlling shareholder or de facto controller, and the equity change will not result in any change in the control structure of the Company.

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Disclaimer

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