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山東晨鳴紙業集團股份有限公司  
**SHANDONG CHENMING PAPER HOLDINGS LIMITED\***  
*(a joint stock company incorporated in the People's Republic of China with limited liability)*  
**(Stock Code: 1812)**

**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.

Shandong Chenming Paper Holdings Limited (the “**Company**”) published the “Shandong Chenming Paper Holdings Limited: Announcement on Expected Provision of Guarantees to Subsidiaries for 2022” dated 30 March 2022 on the website of Shenzhen Stock Exchange. The following is a translation of the official announcement solely for the purpose of providing information.

By order of the Board  
**Shandong Chenming Paper Holdings Limited**  
**Chen Hongguo**  
*Chairman*

Shandong, the PRC  
30 March 2022

*As at the date of this announcement, the executive Directors are Mr. Chen Hongguo, Mr. Hu Changqing, Mr. Li Xingchun and Mr. Li Feng; the non-executive Directors are Mr. Han Tingde and Mr. Li Chuanxuan; and the independent non-executive Directors are Ms. Yin Meiqun, Mr. Sun Jianfei and Mr. Yang Biao.*

\* *For identification purposes only*

## Shandong Chenming Paper Holdings Limited

### Announcement on Expected Provision of Guarantees to Subsidiaries for 2022

The Company and all members of its board (the “Board”) of directors (the “Directors” and each a “Director”) hereby warrant the truthfulness, accuracy and completeness of the contents of information disclosure which do not contain any false information, misleading statements or material omissions.

#### I. Overview of guarantees

##### 1. Basic information about guarantees

In order to fulfill the operational funds and business development needs of Shandong Chenming Paper Holdings Limited\* (the “Company”) and its subsidiaries, as well as ensure the smooth launch of production and operational activities of its subsidiaries, the Company intends to provide guarantees for the general facilities of not more than RMB39,850 million to subsidiaries within the scope of the consolidated financial statements during 2022. In particular, for subsidiaries with a gearing ratio of below 70% (inclusive), the guarantees for the general facilities shall not exceed RMB32,550 million. For subsidiaries with a gearing ratio of over 70%, the guarantees for the general facilities shall not exceed RMB7,300 million. The guarantees will be made in, including but not limited to, securities, pledges, general guarantees, joint liability guarantees and other forms. Details on the expected provision of guarantees are as follows:

Obligors	Shareholding		Latest gearing ratio of obligor	Current balance of guarantee (RMB100 million)	Addition in guarantee amount (RMB100 million)	Proportion of guarantee amount to the latest net assets of the listed company	Whether the guarantee is provided for related party or not
	Direct	Indirect					
Zhanjiang Chenming Pulp & Paper Co., Ltd.	96.26%		66.73%	41.53	105.00	55.00%	No
Shouguang Meilun Paper Co., Ltd.	62.4864%		52.98%	17.89	50.00	26.19%	No
Jiangxi Chenming Paper Co., Ltd.		100.00%	66.51%	18.96	40.00	20.95%	No

Huanggang Chenming Pulp & Paper Co., Ltd.	70.15%	29.85%	61.17%	9.15	35.00	18.33%	No
Huanggang Chenming Paper Technology Co., Ltd.		100.00%	8.63%		50.00	26.19%	No
Huanggang Chenming Pulp Fiber Trade Co., Ltd.		100.00%	0.00%		3.00	1.57%	No
Jilin Chenming Paper Co., Ltd.		100.00%	54.83%	1.17	3.00	1.57%	No
Wuhan Chenming Hanyang Paper Holdings Co., Ltd.	65.21%	34.64%	57.18%	0.36	5.00	2.62%	No
Shouguang Chenming Art Paper Co., Ltd.	75.00%		67.27%		2.00	1.05%	No
Shandong Chenming Group Finance Co., Ltd.	80.00%	20.00%	39.78%		3.00	1.57%	No
Kunshan Tuoan Plastic Products Co., Ltd.		100.00%	67.56%		1.00	0.52%	No
Zhanjiang Chenming Arboriculture Development Co., Ltd.		100.00%	12.83%		3.00	1.57%	No
Shouguang Hongyi Decorative Packaging Co., Ltd.		100.00%	58.17%		0.50	0.26%	No
Chenming (Singapore) Co., Ltd.		100.00%	0.00%		4.00	2.10%	No
Chenming (HK) Limited		100.00%	65.30%	7.00	20.00	10.48%	No
Jiangxi Chenming Tea Co., Ltd.		100.00%	0.00%		1.00	0.52%	No
<b>Sub-total for subsidiaries with a gearing ratio of below 70% (inclusive)</b>				<b>96.06</b>	<b>325.50</b>	<b>170.51%</b>	
Shandong Chenming Paper Sales Co., Ltd.		100.00%	84.64%	6.74	35.00	18.33%	No
Shanghai Chenming Pulp & Paper Sales Co., Ltd.		100.00%	94.54%	1.20	15.00	7.86%	No
Shouguang Chenming Import and Export Trade Co., Ltd.	100.00%		96.15%		5.00	2.62%	No
Hainan Chenming Technology Co., Ltd.		100.00%	97.54%		10.00	5.24%	No
Chenming (Overseas) Co., Ltd.		100.00%	99.85%		4.00	2.10%	No
Shanghai Hongtai Property Management Co., Ltd.		100.00%	110.31%		1.00	0.52%	No
Nanchang Chenming Arboriculture Development Co., Ltd.		100.00%	84.41%		1.00	0.52%	No
Shouguang Chenming Papermaking Machine Co., Ltd.	100.00%		79.22%		0.50	0.26%	No
Shouguang Hongxiang Printing	100.00%		91.51%		0.50	0.26%	No

and Packaging Co., Ltd.							
Shouguang Chenming Modern Logistic Co., Ltd.	100.00%		85.30%		0.50	0.26%	No
Shandong Grand View Hotel Co., Ltd.	70.00%		167.91%		0.50	0.26%	No
<b>Sub-total for subsidiaries with a gearing ratio of over 70%</b>					<b>7.94</b>	<b>73.00</b>	<b>38.24%</b>
<b>Total</b>					<b>104.00</b>	<b>398.50</b>	<b>208.75%</b>

The guarantee amount shall be valid from the date of approval at the 2021 annual general meeting of the Company until the date of convening of the 2022 annual general meeting of the Company. Guarantees can be applied on a revolving basis, and shall not be included in guarantee amount upon performance, expiration or cancellation. The Board of the Company has authorised its management to handle matters in relation to the guarantees within the scope of aforementioned guarantee amount. No separate Board meeting or general meeting is needed to be convened.

Provided that it is in compliance with the Listing Rules and relevant regulations, the management of the Company may adjust the guarantee amounts between subsidiaries (including but not limited to subsidiaries listed in table above, established subsidiaries and subsidiaries that may be included in the consolidated financial statements of the Company in the future) based on the actual operation or construction status of relevant subsidiaries. In case of adjustment, for obligors with a gearing ratio of over 70%, such obligor may only obtain guarantee amount from obligors with a gearing ratio of over 70%.

## **2. Approval procedures**

On 30 March 2022, the Resolution on the Expected Provision of Guarantees to Subsidiaries for 2022 was considered and approved at the twelfth meeting of the ninth session of the Board of the Company with a voting result as follows: votes for: 9; votes against: 0; votes abstained: 0. According to the Rules Governing the Listing of Stocks on Shenzhen Stock Exchange, the Articles of Association and other relevant rules, the resolution is subject to consideration and approval at the 2021 annual general meeting.

## **II. Overview of the obligors**

1. Zhanjiang Chenming Pulp & Paper Co., Ltd.

Date of establishment: 23 January 2006

Registered address: 6/F, Taihua Building, 42 Mid Renmin Avenue, Zhanjiang

Legal representative: Zhang Gang

Registered capital: RMB5,765,833,330

Scope of business: Soil improvement, forestry research, raw material forest bases construction, timber operation and acquisition; production and sales of aerated block autoclaved bricks; execution, management and operation of pulp plant construction; manufacturing, production, processing and sales of pulp and related products; design, development, construction, operation and maintenance of coal-fired power plant and other ancillary facilities and sales of power and other ancillary products, machinery equipment, chemical products; hazardous chemicals production; cargo storage; cargo transportation; import and export of goods and technology.

Shareholding structure: It was held as to 88.6255%, 7.6312% and 3.7433% equity interest by the Company, CDB Development Fund Co., Ltd.\* (國開發基金有限公司) and Beijing Chuanfa Investment Management Co., Ltd.\* (北京川發投資管理有限公司), respectively.

As at 31 December 2021, the total assets of Zhanjiang Chenming Pulp & Paper Co., Ltd. amounted to RMB23,474.3394 million, its total liabilities amounted to RMB15,664.8435 million, its net assets amounted to RMB7,809.4960 million and its net profit in 2021 amounted to RMB1,090.6931 million.

## 2. Shouguang Meilun Paper Co., Ltd.

Date of establishment: 30 June 2009

Registered address: No. 595 Shengcheng Road, Shouguang

Legal representative: He Zhiqiang

Registered capital: RMB4,801,045,519

Scope of business: Production and sales of coated paper, paper board, paper products, papermaking raw materials, papermaking machinery, amyllum; sales of fiber feed, germ, protein powder, papermaking auxiliaries, chemical products (excluding hazardous chemicals and precursor chemicals), power, heat, coal, gypsum, papermaking machinery accessories; papermaking technology research and development consultation services; import and export of goods and technologies as permitted by the State.

Shareholding structure: It was held as to 62.4864%, 5.4363%, 3.5749%, 10.7246%, 15.5556% and 2.2222% equity interest by the Company, Weifang Chenrong New and Old Kinetic Energy Conversion Equity Investment Fund Partnership (Limited Partnership)\* (濰坊晨融新舊動能轉換股權投資基金合夥企業(有限合夥)), Dongxing Securities Co.,Ltd., Weifang Chenchuang Equity Investment Fund Partnership (Limited Partnership) \* (濰坊晨創股權投資基金合夥企業(有限合夥)), CCB Financial Asset Investment Co., Ltd. \* (建信金融資產投資有限公司) and Xizheng Venture Investment Co., Ltd.\* (西證創新投資有限公司), respectively.

As at 31 December 2021, the total assets of Shouguang Meilun Paper Co., Ltd. amounted to RMB17,670.5208 million, its total liabilities amounted to RMB9,362.4418 million, its net assets amounted to RMB8,308.0790 million and its net profit in 2021 amounted to RMB245.3132 million.

### 3. Jiangxi Chenming Paper Co., Ltd.

Date of establishment: 4 November 2002

Registered address: Baishuihu Industrial Park, Nanchang Economic and Technological Development Zone, Jiangxi

Legal representative: Zhang Gang

Registered capital: US\$326.7332 million

Scope of business: Production and sales of high-end paper, paper board (excluding newsprint paper) and self-produced pulp.

Shareholding structure: It was held as to 42.4567%, 40.7917% and 16.7516% equity interest by the Company, Chenming (HK) Limited and Shandong Chenming Paper Sales Co., Ltd. , respectively.

As at 31 December 2021, the total assets of Jiangxi Chenming Paper Co., Ltd. amounted to RMB7,602.8058 million, its total liabilities amounted to RMB5,056.5451 million, its net assets amounted to RMB2,546.2608 million and its net profit in 2021 amounted to RMB89.6732 million.

### 4. Huanggang Chenming Pulp & Paper Co., Ltd.

Date of establishment: 26 September 2008

Registered address: Special No. 1, Yanjiang Avenue, Huangzhou District, Huanggang City, Hubei

Legal representative: Chen Gang

Registered capital: RMB3,350 million

Scope of business: Raw material forest bases construction, timber operation and acquisition; pulp and related product project construction; import and export of goods (excluding import and export of goods or technologies as prohibited or restricted by the State); construction, operation and management of biomass power generation and cogeneration projects; production and sales of viscose fiber and yarn and ancillary chemicals (excluding flammable, explosive, toxic, harmful and dangerous chemicals); transportation of general cargo.

Shareholding structure: It was held as to 68.6567%, 1.4925% and 29.8507% equity interest by the Company, CDB Development Fund Co., Ltd.\* (國開發基金有限公司) and Hubei Changjiang Chenming Huanggang Equity Investment Fund Partnership (Limited Partnership).

As at 31 December 2021, the total assets of Huanggang Chenming Pulp & Paper Co., Ltd. amounted to RMB7,408.0001 million, its total liabilities amounted to RMB4,531.1874 million, its net assets amounted to RMB2,876.8127 million and its net profit in 2021 amounted to RMB228.8721 million.

5. Huanggang Chenming Paper Technology Co., Ltd.

Date of establishment: 7 January 2020

Registered address: Special No. 1, Yanjiang Avenue, Huangzhou District, Huanggang, Hubei

Legal representative: Zhang Jinyu

Registered capital: RMB1,000 million

Scope of business: Licensed items: port cargo loading, unloading and transportation activities; port operation; power generation business, power transmission business, power distribution business (items that are subject to approval according to law can only be carried out after approval by relevant authorities, and the specific business items are subject to the approval documents or licenses issued by the relevant authorities); general items: paper production; pulp production; sales of pulp; paper products production; sales of paper products; biomass material production; sales of biomass material; import and export of goods; import and export of technologies; cellulose fiber raw material and fiber production; high performance fiber and composite material production; sales of high performance fiber and composite material; special chemical product production (excluding dangerous chemicals); agency services for domestic goods transportation; port cargo handling; loading, unloading and transportation; technical services, technology development, technology consultation, technology exchange; technology transfer, technology promotion; heat generation and supply; biomass technology services.

Shareholding structure: It was held as to 100% equity interest by Huanggang Chenming Pulp & Paper Co., Ltd.

As at 31 December 2021, the total assets of Huanggang Chenming Paper Technology Co., Ltd. amounted to RMB560.2544 million, its total liabilities amounted to RMB48.3647 million, its net assets amounted to RMB511.8898 million and its net profit in 2021 amounted to RMB11.8898 million.

6. Huanggang Chenming Pulp Fiber Trade Co., Ltd.

Date of establishment: 17 December 2021

Registered address: Special No. 1, Yanjiang Avenue, Huangzhou District, Huanggang, Hubei

Legal representative: Li Feng

Registered capital: RMB50 million

Scope of business: General items: sales of pulp; sales of paper products; sales of daily wood products; sales of construction materials; sales of machinery and equipment; sales of electronic products; sales of electrical appliance; wholesale of hardware products; sales of rubber products; sales of plastic products; sales of lamps; sales of metal materials; sales coal and coal products; sales of chemical products (excluding licensed chemical products); import and export of goods; import and export of technologies; supply chain management service.

Shareholding structure: It was held as to 100% equity interest by Huanggang Chenming Pulp & Paper Co., Ltd.

As at 31 December 2021, Huanggang Chenming Pulp Fiber Trade Co., Ltd. has not yet commenced any business.

7. Jilin Chenming Paper Co., Ltd.

Date of establishment: 1 September 2005

Registered address: No. 1 Chenming Road, Longtan District, Jilin

Legal representative: He Zhiqiang

Registered capital: RMB1,500 million

Scope of business: Processing and sales of machine-made paper, paper board, paper products, pulp, paper-making machinery and equipment, installation of machinery and equipment, import and export of self-produced products and technologies, import and export for raw and ancillary materials, apparatus, meter, machinery and equipment, spare parts and technology necessary for the production and scientific research of the company (excluding goods under the restriction by the State and prohibited from importing and exporting), sales of water, electricity and steam; acquisition of agricultural and non-staple product (excluding grain and oil); processing of metallurgy waste (excluding dangerous product, steel); distribution of slag and construction materials.

Shareholding structure: It was held as to 100% equity interest by the Company.



As at 31 December 2021, the total assets of Jilin Chenming Paper Co., Ltd. amounted to RMB3,145.4220 million, its total liabilities amounted to RMB1,724.6579 million, its net assets amounted to RMB1,420.7641 million and its net profit in 2021 amounted to RMB8.1038 million.

8. Wuhan Chenming Hanyang Paper Holdings Co., Ltd.

Date of establishment: 29 June 2004

Registered address: 33 Shenlong Avenue, Wuhan Economic & Technological Development Zone

Legal representative: Sang Jinggao

Registered capital: RMB211.367 million

Scope of business: Manufacturing and sales of machine-made paper, paper board and paper making raw materials; manufacturing, processing and sales of paper making machinery; general cargo; and import and export business.

Shareholding structure: It was held as to 65.21%, 26.41%, 8.23%, 0.05%, 0.05% and 0.05% equity interest by the Company, Aberdeen Industrial Limited, Hong Kong Oriental Huixin Holdings Co., Ltd.\* (香港東方匯鑫控股有限公司), Hubei Xinhua Printing Industrial Park Co., Ltd, Hubei Changjiang Publishing & Media Group Co., Ltd. and Hubei Zhiyin Printing Co., Ltd., respectively.

As at 31 December 2021, the total assets of Wuhan Chenming Hanyang Paper Holdings Co., Ltd. amounted to RMB1,455.5367 million, its total liabilities amounted to RMB832.2372 million, its net assets amounted to RMB623.2995 million and its net profit in 2021 amounted to RMB-110.7184 million.

9. Shouguang Chenming Art Paper Co., Ltd.

Date of establishment: 25 May 2007

Registered address: Chenming Industrial Park, Shouguang

Legal representative: He Zhiqiang

Registered capital: US\$20 million

Scope of business: Manufacturing of art paper; sales of products produced by the Company.

Shareholding structure: It was held as to 75% and 25% equity interest by the Company and Arjowiggins HKK 2 Limited, respectively.

As at 31 December 2021, the total assets of Shouguang Chenming Art Paper Co., Ltd. amounted to RMB1,164.5599 million, its total liabilities amounted to RMB783.3832 million, its net assets amounted to RMB381.1768 million and its net profit in 2021 amounted to RMB-13.8240 million.

10. Shandong Chenming Group Finance Co., Ltd.

Date of establishment: 8 July 2014

Registered address: 15th Floor, Building A7-2, Hanyu Gold Valley Financial Business Center, No. 7000, Jingshi Road, Jinan Area, China (Shandong) Pilot Free Trade Zone

Legal representative: Li Feng

Registered capital: RMB5,000 million

Scope of business: Operation of businesses as approved by China Banking Regulatory Commission (CBRC) according to relevant laws, administrative regulations and other rules, the scope of business is subject to those listed in the approval documents.

Shareholding structure: It was held as to 80% and 20% equity interest by the Company and Jiangxi Chenming Paper Co., Ltd., respectively.

As at 31 December 2021, the total assets of Shandong Chenming Group Finance Co., Ltd. amounted to RMB9,026.6942 million, its total liabilities amounted to RMB3,590.7731 million, its net assets amounted to RMB5,435.9212 million and its net profit in 2021 amounted to RMB125.1077 million.

11. Kunshan Tuoan Plastic Products Co., Ltd.

Date of establishment: 17 September 2010

Registered address: South side of Jinmao Road, Zhoushi Town

Legal representative: Meng Xiangqi

Registered capital: RMB50 million

Scope of business: Production and sales of plastic products and toolboxes; manufacturing, processing and sales of molds, lighting equipment and metal stamping parts; import and export of various commodities and technologies.

Shareholding structure: It was held as to 100% by Shouguang Hongyi Decorative Packaging Co., Ltd.

As at 31 December 2021, the total assets of Kunshan Tuoan Plastic Products Co., Ltd. amounted to RMB278.8528 million, its total liabilities amounted to RMB188.3876 million, its net assets amounted to RMB90.4652 million and its net profit in 2021 amounted to RMB35.9957 million.

12. Zhanjiang Chenming Arboriculture Development Co., Ltd.

Date of establishment: 7 December 2005

Registered address: Room 1003, Residential Building, No. 17, Shanhaihuafu, No. 20, Leyi Road, Zhanjiang Economic and Technological Development Zone

Legal representative: Ma Jingye

Registered capital: RMB1,300 million

Scope of business: General items: tree plantation and management; timber sales; timber purchases; pulp sales; sales of agricultural and sideline products; cork products sales; import and export of goods.

Shareholding structure: It was held as to 100% by Zhanjiang Chenming Pulp & Paper Co., Ltd.

As at 31 December 2021, the total assets of Zhanjiang Chenming Arboriculture Development Co., Ltd. amounted to RMB1,392.6652 million, its total liabilities amounted to RMB178.6901 million, its net assets amounted to RMB1,213.9751 million and its net profit in 2021 amounted to RMB-56.3123 million.

13. Chenming (Singapore) Co., Ltd.

Date of establishment: 28 August 2020

Registered address: 112 ROBINSON ROAD, #03-01 ROBINSON 112, SINGAPORE 068902

Legal representative: Jia Guanlei

Registered capital: 0.00

Scope of business: Import and export trade related to paper and paper products.

Shareholding structure: It was held as to 100% equity interest by Shandong Chenming Paper Sales Co., Ltd.

As at 31 December 2021, Chenming (Singapore) Co., Ltd. has not yet commenced any business.

14. Jiangxi Chenming Tea Co., Ltd.

Date of establishment: 25 January 2022

Registered address: Room 501, Unit 1, Building 14, Xiujiang Mingzhu, Yining Town, Xiushui County, Jiujiang, Jiangxi

Legal representative: Zhang Jinyu

Registered capital: RMB10 million

Scope of business: Sales of food on internet, sales of food (items that are subject to approval according to law can only be carried out after approval by relevant authorities); general items: oil-bearing fruit plantation, sales of agricultural and sideline products, tea plantation, sales of tea sets.

Shareholding structure: It was held as to 100% equity interest by Zhanjiang Chenming Arboriculture Development Co., Ltd..

As at 31 December 2021, Jiangxi Chenming Tea Co., Ltd. has not yet commenced any business.

15. Shandong Chenming Paper Sales Co., Ltd.

Date of establishment: 17 March 2010

Registered address: No. 595 Shengcheng Road, Shouguang

Legal representative: Li Feng

Registered capital: RMB100 million

Scope of business: Sales of machine-made paper, paper board, papermaking raw materials and auxiliary materials, papermaking machinery.

Shareholding structure: It was held as to 100% equity interest by the Company.

As at 31 December 2021, the total assets of Shandong Chenming Paper Sales Co., Ltd. amounted to RMB12,017.0708 million, its total liabilities amounted to RMB10,171.1501 million, its net assets amounted to RMB1,845.9207 million and its net profit in 2021 amounted to RMB120.6480 million.

16. Shanghai Chenming Pulp & Paper Sales Co., Ltd.

Date of establishment: 29 January 2019

Registered address: 6th Floor, No. 9, Lane 360, Feihong Road, Hongkou District, Shanghai (central registration office)

Legal representative: Li Feng

Registered capital: RMB100 million

Scope of business: Sales of pulp, paper products, wood products, mineral products, building materials, steel, mechanical equipment, electronic products, electrical equipment, hardware and electrical equipment, rubber products, plastic products, lamps, metal materials, coal operations, chemical product wholesales (excluding dangerous chemicals, restricted chemicals, fireworks and firecrackers, civil explosives and precursor chemicals); engaged in goods and technology import and export business, and supply chain management.

Shareholding structure: It was held as to 100% equity interest by Shandong Chenming Paper Sales Co., Ltd.

As at 31 December 2021, the total assets of Shanghai Chenming Pulp & Paper Sales Co., Ltd. amounted to RMB3,627.3760 million, its total liabilities amounted to RMB3,429.3407

million, its net assets amounted to RMB198.0353 million and its net profit in 2021 amounted to RMB43.1431 million.

17. Chenming (HK) Limited

Date of establishment: 13 November 2006

Registered address: No. C, 16/F, Chinaweal Centre, 414-424 Jaffe Road, Wanchai, Hong Kong

Legal representative: Jia Guanlei

Registered capital: US\$99.9 million

Scope of business: Import and export trade related to paper and paper products.

Shareholding structure: It was held as to 100% equity interest by Yimei (BVI) Co., Ltd.\* (依美(BVI)有限公司).

As at 31 December 2021, the total assets of Chenming (HK) Limited amounted to RMB10,084.8445 million, its total liabilities amounted to RMB6,585.7529 million, its net assets amounted to RMB3,499.0916 million and its net profit in 2021 amounted to RMB384.2702 million.

18. Shouguang Chenming Import and Export Trade Co., Ltd.

Date of establishment: 30 December 2011

Registered address: No.595 Shengcheng Steet, Shouguang (South of Weigao Road, Wenjia Street Office)

Legal representative: Chen Hongguo

Registered capital: RMB250 million

Scope of business: Sales of paper products and papermaking raw materials (excluding dangerous chemicals), calcite, coal, metal materials (excluding dangerous chemicals), prepackaged food, bulk food, fruit, fresh meat, dairy products (including infant formula); import and export of goods and technologies as permitted by the State.

Shareholding structure: It was held as to 100% equity interest by the Company.

As at 31 December 2021, the total assets of Shouguang Chenming Import and Export Trade Co., Ltd. amounted to RMB7,312.6766 million, its total liabilities amounted to RMB7,031.2986 million, its net assets amounted to RMB281.3781 million and its net profit in 2021 amounted to RMB22.8166 million.

19. Hainan Chenming Technology Co., Ltd.

Date of establishment: 27 August 2020

Registered address: Room 2321, Sunac Wonderful World, No. 29, Haixiu East Road, Datong Street, Longhua District, Haikou, Hainan

Legal representative: Zhang Wenhua

Registered capital: RMB200 million

Scope of business: Licensed items: goods import and export; technology import and export (items that are subject to approval according to law can only be carried out after approval by relevant authorities); general items: sales of pulp; sales of paper products; purchase of wood; sales of wood; sales of chemical products (excluding licensed chemical products); sales of refractory materials; sales of lime and gypsum; sales of non-metallic minerals and products; sales of construction materials; sales of metal materials; sales of metal products; wholesale of hardware products; sales of machinery and equipment; sales of electrical equipment; sales of instruments and meters; sales of electronic products; sales of lamps; sales of rubber products; sales of plastic products; sales of coal and products; domestic trade agency.

Shareholding structure: It was held as to 100% equity interest by Zhanjiang Chenming Pulp & Paper Co., Ltd.

As at 31 December 2021, the total assets of Hainan Chenming Technology Co., Ltd. amounted to RMB623.3514 million, its total liabilities amounted to RMB608.0411 million, its net assets amounted to RMB15.3102 million and its net profit in 2021 amounted to RMB5.0962 million.

20. Chenming (Overseas) Co., Ltd.

Date of establishment: 21 May 2020

Registered address: No. C, 16/F, Chinaweal Centre, 414-424 Jaffe Road, Wanchai, Hong Kong

Legal representative: Jia Guanlei

Registered capital: 0.00

Scope of business: Import and export trade related to paper and paper products.

Shareholding structure: It was held as to 100% equity interest by Shandong Chenming Paper Sales Co., Ltd.

As at 31 December 2021, the total assets of Chenming (Overseas) Co., Ltd. amounted to RMB413.3604 million, its total liabilities amounted to RMB412.7379 million, its net assets amounted to RMB0.6224 million and its net profit in 2021 amounted to RMB0.7286 million.

21. Shanghai Hongtai Property Management Co., Ltd.

Date of establishment: 22 October 2013

Registered address: Room 17918, No. 1191 East Daming Road, Hongkou District, Shanghai

Legal representative: Liu Duowen

Registered capital: RMB2 million

Scope of business: Property management, parking lot management, exhibition service, ticketing agent, cleaning service, green maintenance, professional construction of building decoration engineering, electromechanical equipment maintenance.

Shareholding structure: It was held as to 100% equity interest by Shanghai Hongtai Real Estate Co., Ltd.

As at 31 December 2021, the total assets of Shanghai Hongtai Property Management Co., Ltd. amounted to RMB134.5890 million, its total liabilities amounted to RMB148.4622 million, its net assets amounted to RMB-13.8732 million and its net profit in 2021 amounted to RMB8.2348 million.

22. Nanchang Chenming Arboriculture Development Co., Ltd.

Date of establishment: 29 June 2007

Registered address: Baishuihu Industrial Park, Nanchang Economic and Technological Development Zone, Jiangxi

Legal representative: Ma Jingye

Registered capital: RMB10 million

Scope of business: Processing and sales of wood and wooden products.

Shareholding structure: It was held as to 100% equity interest by Jiangxi Chenming Paper Co., Ltd.

As at 31 December 2021, the total assets of Nanchang Chenming Arboriculture Development Co., Ltd. amounted to RMB127.5051 million, its total liabilities amounted to RMB107.6282 million, its net assets amounted to RMB19.8769 million and its net profit in 2021 amounted to RMB28.6348 million.

23. Shouguang Chenming Papermaking Machine Co., Ltd.

Date of establishment: 30 December 2011

Registered address: No.595 Shengcheng Steet, Shouguang (South of Weigao Road, Wenjia Street Office)

Legal representative: Zhang Wenhua

Registered capital: RMB2 million

Scope of business: Processing and maintenance of papermaking machinery.

Shareholding structure: It was held as to 100% equity interest by the Company.

As at 31 December 2021, the total assets of Shouguang Chenming Papermaking Machine Co., Ltd. amounted to RMB28.0023 million, its total liabilities amounted to RMB22.1824 million, its net assets amounted to RMB5.8199 million and its net profit in 2021 amounted to RMB0.7301 million.

24. Shouguang Hongxiang Printing and Packaging Co., Ltd.

Date of establishment: 29 April 2004

Registered address: Chenming Industrial Park, Shouguang (West of the middle section of West Second Ring Road)

Legal representative: Ding Buxun

Registered capital: RMB0.8 million

Scope of business: Printing of forms, account books (the validity period is subject to the license); processing and sales of paper products, doors and windows, plastic products (excluding agricultural film), clothing, packaging boards; sales of paper; import and export of goods and technologies as permitted by the State.

Shareholding structure: It was held as to 100% equity interest by the Company.

As at 31 December 2021, the total assets of Shouguang Hongxiang Printing and Packaging Co., Ltd. amounted to RMB63.7817 million, its total liabilities amounted to RMB58.3681 million, its net assets amounted to RMB5.4136 million and its net profit in 2021 amounted to RMB-1.2354 million.

25. Shouguang Hongyi Decorative Packaging Co., Ltd.

Date of establishment: 13 October 2005

Registered address: The building along the street opposite the north gate of Chenming No.1 Factory, Shengcheng Street, Shouguang

Legal representative: Ding Buxun

Registered capital: RMB2 million

Scope of business: Processing and sales of packaging products, metal products, furniture; sales of native products, plastic products (excluding agricultural film), banners, signs, lamps, celebration gifts, decorative materials, curtains, hardware; indoor and outdoor decoration.

Shareholding structure: It was held as to 100% equity interest by Shouguang Chenming Modern Logistic Co., Ltd.

As at 31 December 2021, the total assets of Shouguang Hongyi Decorative Packaging Co., Ltd. amounted to RMB240.9124 million, its total liabilities amounted to RMB140.1353 million,



its net assets amounted to RMB100.7770 million and its net profit in 2021 amounted to RMB45.0563 million.

26. Shouguang Chenming Modern Logistic Co., Ltd.

Date of establishment: 14 March 2007

Registered address: Intersection of Jianxin West Street and Wenqu Road, Shouguang

Legal representative: Zhang Jinyu

Registered capital: RMB10 million

Scope of business: General cargo; special cargo transportation (container) (the validity period is subject to the license); warehousing; agent declaration and inspection declaration; import and export of goods and technologies as permitted by the State.

Shareholding structure: It was held as to 100% equity interest by the Company.

As at 31 December 2021, the total assets of Shouguang Chenming Modern Logistic Co., Ltd. amounted to RMB67.5338 million, its total liabilities amounted to RMB57.6038 million, its net assets amounted to RMB9.93 million and its net profit in 2021 amounted to RMB-0.1885 million.

27. Shandong Grand View Hotel Co., Ltd.

Date of establishment: 6 June 2005

Registered address: East side of Mihe Bridge, Nanhuan Road, Shouguang

Legal representative: Feng Tao

Registered capital: US\$13.9057 million

Scope of business: Licensed items: catering services; accommodation services; hairdressing services; life beauty services; high-risk sports (swimming); bathing services; singing and dancing entertainment activities; liquor business; technology import and export; goods import and export. (items that are subject to approval according to law can only be carried out after approval by relevant authorities, and the specific business items are subject to the approval documents or licenses issued by the relevant authorities); general items: exhibition services; fitness and leisure activities; clothing and apparel wholesale; clothing and apparel retail; laundry and ironing services; sales of gift and flower.

Shareholding structure: It was held as to 70% and 30% equity interest by the Company and Hong Kong Well Spread Development Limited\* (香港康弘發展有限公司), respectively.

As at 31 December 2021, the total assets of Shandong Grand View Hotel Co., Ltd. amounted to RMB290.7795 million, its total liabilities amounted to RMB488.2472 million, its net assets amounted to RMB-197.4676 million and its net profit in 2021 amounted to RMB-12.8432 million.

None of the obligors aforesaid are dishonest entities subject to enforcement.

### **III. Subject matter under the guarantee agreement**

The Company and its subsidiaries have not entered into any relevant formal guarantee agreement or agreement of intent so far. According to the actual needs of their business, the Company and its subsidiaries will enter into relevant documents with banks and other institutions within the guarantee amount approved at the general meeting. The specific guarantee amount, method and term shall be subject to the final documents to be entered into. A guarantee agreement entered into within the validity period of the guarantee amount shall be deemed valid regardless of whether the guarantee period exceeds the validity period of the guarantee amount.

### **IV. Opinion of the Board**

The Company's provision of guarantees for related subsidiaries can guarantee the Company's subsidiaries' project construction and normal production and operation needs. The obligors are subsidiaries within the scope of the consolidated financial statements of the Company and the Company has absolute control over them to effectively control their financial and operating decisions. They have stable operation and credit standing in good condition with the risk exposure of the guarantee under control and without any detriment to the interests of the Company and its shareholders, especially the minority shareholders. The Board has agreed that the expected guarantee amount herein shall be submitted to the 2021 annual general meeting for consideration.

### **V. Aggregate amount of external guarantees and amount of overdue guarantees**

As at the disclosure date of this announcement, the balance of external guarantees provided by the Company and its subsidiaries amounts to RMB11,136 million (excluding the expected guarantee amount herein), which accounts for 58.33% of the net assets of the Company under its latest audited financial statements. In particular, the balance of guarantees provided by the Company and its subsidiaries to entities not included in the consolidated financial statements amounts to RMB416 million, which accounts for 2.18% of the net assets of the Company under its latest audited financial statements. There is no overdue external guarantee provided by the Company.

### **VI. Documents for inspection**

1. The resolutions of the twelfth meeting of the ninth session of the Board of the Company.  
Notice is hereby given.

Board of Shandong Chenming Paper Holdings Limited

30 March 2022