

PRESS RELEASE

Ad hoc announcement pursuant to article 53 LR

Lepu Medical Technology (Beijing) Co., Ltd. Announcement on the 2024 Profit Distribution Plan of the Company

The Company and all members of the Board of Directors warrant that the information disclosed is authentic, accurate and complete, and contains no false records, misleading statements or material omissions.

Lepu Medical Technology (Beijing) Co., Ltd. (hereinafter referred to as the Company) convened the 14th meeting of the 6th Board of Directors and the 10th meeting of the 6th Board of Supervisors on Apr. 17, 2025. Both meetings have passed the proposal regarding *Profit Distribution Plan for 2024 of the Company*. This proposal still needs to be submitted to the annual Shareholders' Meeting of 2024 for review. Now, related contents are hereby announced as follows:

I. Deliberative procedures and explanations of relevant opinions

1. Opinions of the Board of Directors

The 14th meeting of the 6th Board of Directors of the Company reviewed and passed *Proposal regarding Profit Distribution Plan for 2024*, and the Board of Directors thinks that, The Company's profit distribution plan for 2024 matches with the growth of the Company's performance. The Company's profit distribution plan conforms to the actual situation of the Company and the provisions of *Company Law* and the *Articles of Association*, and does not harm the interests of the Company's shareholders, especially the minority shareholders, and is conducive to the normal operation and healthy development of the Company. *Profit Distribution Plan for 2024 of the Company* is approved to be submitted to Shareholders' Meeting for review.

2. Opinions of the Board of Supervisors

The 10th meeting of the 6th Board of Supervisors of the Company reviewed and passed *Proposal regarding Profit Distribution Plan for 2024*, and the Board of Supervisors thinks that, The Board of Directors proposed the profit distribution plan for 2024 in accordance with the actual conditions of the operation and development of the Company, and give consideration to both of the immediate profits and long-term profits of shareholders. This profit distribution plan conforms to the profit distribution policies stipulated in *Company Law, Securities Law, Regulatory Guidelines for Listed Companies No. 3 - Distribution of Cash Dividends of Listed Companies (2022 Revision)* and *Articles of Association*, etc., and is legal, compliant and reasonable. Therefore, profit distribution plan for 2024 of the Company is approved.

II. Basic conditions of profit distribution plan

1. Specific contents of profit distribution plan

The distribution benchmark for this profit distribution plan is based on the fiscal year 2024. According to the audit conducted by BDO China Shu Lun Pan Certified Public Accountants LLP (Special General Partnership), the company achieved a net profit attributable to shareholders of the listed company of RMB 246,937,715.50 in 2024, while the parent company recorded a net profit of RMB 553,681,102.64. In accordance with the relevant regulations of *Company Law* and the *Articles of Association*, RMB 55,368,110.26 (10% of the parent company's net profit for 2024) has been allocated as statutory surplus reserves. The distributable profit available to shareholders for the year amounts to RMB 498,312,992.38.

The Company plans to distribute a cash dividend of RMB 1.350000 (including tax) for every 10 shares based on the total share capital of date of record in the future implementation of the equity distribution plan in 2024, after deducting the repurchased shares, and carry over the remaining undistributed profits to the next year.

As of Jan. 31, 2025, the Company's total share capital was 1,880,611,082 shares, and 37,215,700 shares of the Company have been repurchased through the special account for share repurchase securities, accounting for 1.9789% of the Company's total share capital. Estimated in accordance with the Company's total share capital of

1,880,611,082 shares minus 37,215,700 repurchased shares, the total cash dividend is temporarily RMB 248,858,376.57 (including tax). Under this profit distribution plan, no bonus shares will be issued, and no capital reserve will be converted into share capital.

In 2024, the company implemented an interim profit distribution for the first half of the year, which was approved at the 2024 First Extraordinary General Meeting of Shareholders. Based on the total share capital of 1,880,610,596 shares (as of the record date for the distribution, Sept. 19, 2024) minus the 37,215,700 repurchased shares, resulting in a distribution base of 1,843,394,896 shares, the company distributed a cash dividend of RMB 1.420000 per share (tax inclusive) to all shareholders. The total interim cash dividend amounted to RMB 261,762,075.23 (tax inclusive). If the 2024 annual profit distribution plan is approved at the shareholders' meeting, the company's total cash dividends for 2024 will amount to RMB 510,620,451.80.

Additionally, in 2024, the company repurchased shares via centralized bidding at a total cost of RMB 177,408,712.41 (excluding transaction fees).

In summary, the company's total cash dividends and share repurchases for 2024 amounted to RMB 688,029,164.21, representing 278.62% of the net profit attributable to shareholders of the listed company for the year.

2. During the period from the disclosure date of this cash dividend plan to the implementation of the plan in date of record, if the share capital changes, the share capital after change will be basis for implementation, and the distribution ratio of cash dividend of RMB 1.3500 (including tax) for every 10 shares will remain unchanged.

III. Cash Dividend Plan Details

(a) Cash Dividend Plan Related Metrics

Item	2024	2023	2022
Total Cash Dividends (RMB)	510,620,451.80	612,692,533.39	635,056,758.78
Total Share Repurchase & Cancellation (RMB)	0	0	254,282,089.95
Net profit attributable to shareholders of the listed company (RMB)	246,937,715.50	1,258,200,337.67	2,203,779,374.63
R&D Investment (RMB)	1,165,248,636.87	1,241,657,991.24	1,283,678,170.61

Operating Revenue (RMB)	6,103,269,105.88	7,979,899,319.74	10,609,442,080.61
Accumulated Undistributed Profit at Year-End (Consolidated Statements) (RMB)	9,434,401,562.79		
Accumulated Undistributed Profit at Year-End (Parent Company Statements) (RMB)	3,794,454,994.76		
Has the Company Been Listed for Three Full Fiscal Years?	Yes		
Cumulative Cash Dividends of Last Three Fiscal Years (RMB)	1,758,369,743.97		
Cumulative Share Repurchase & Cancellation of Last Three Fiscal Years (RMB)	254,282,089.95		
Average Net Profit of Last Three Fiscal Years (RMB)	1,236,305,809.27		
Total Cash Dividends & Share Repurchase/Cancellation of Last Three Fiscal Years (RMB)	2,012,651,833.92		
Cumulative R&D Investment of Last Three Fiscal Years (RMB)	3,690,584,798.72		
Cumulative R&D Investment as % of Cumulative Operating Revenue for Last Three Fiscal Years (%)	14.95%		
Whether Triggering Potential ST Risk Warning Under Article 9.4(8) of ChiNext Listing Rules	No		

Note: The "Total Cash Dividends for the Current Year" in the above table includes both the already implemented 2024 interim profit distribution, and the proposed 2024 annual profit distribution.

(b) Explanation for Not Triggering Other Risk Warning Circumstances

The company has distributed cash dividends in 2022, 2023, and 2024, with the cumulative cash dividends over the last three fiscal years amounting to RMB 1,758,369,743.97, which exceeds 30% of the average annual net profit for the same period. Therefore, the company does not trigger the potential "Other Risk Warning" circumstances as stipulated in Article 9.4(8) of the Shenzhen Stock Exchange ChiNext

Listing Rules.

(c) Legality of the profit distribution plan

This profit distribution plan is in compliance with Company Law, Securities Law, CSRC's Notice on Further Implementing the Matters Related to Cash Dividends of Listed Companies, Regulatory Guidelines for Listed Companies No. 3 - Distribution of Cash Dividends of Listed Companies (2022 Revision) and the Articles of Association, etc., and it is in line with the Company's profit distribution policy and shareholder returns planning. The profit distribution plan is legal, compliant and reasonable.

The profit distribution plan for 2024 is proposed on the premise of ensuring the normal operation and long-term development of the Company, taking into account the Company's business development and the interests of investors, conducive to investors sharing the business results of the Company's development and matching the Company's business performance and future development.

IV. Precautions of relevant risks

The Company strictly complies with applicable laws, regulations, normative documents, and internal policies to rigorously control the scope of insiders with access to material non-public information. We have duly fulfilled our obligations to inform such insiders of their confidentiality duties and strict prohibition against insider trading, while maintaining timely registration and record-filing of insiders to prevent unauthorized disclosure of material information.

This profit distribution proposal remains subject to approval at the Company's shareholders' meeting before implementation.

Investors are kindly reminded to exercise caution regarding investment risks.

V. Reference documents

1. The resolution of 14th Meeting of the 6th Session of the Board of Directors of the Company;
2. The resolution of 10th Meeting of the 6th Session of the Board of Supervisors of the Company;

It is hereby announced.

Lepu Medical Technology (Beijing) Co., Ltd.

Board of Directors

Apr. 19, 2025