ZHEJIANG SANHUA INTELLIGENT CONTROLS CO., LTD.
浙江三花智能控制股份有限公司

(A joint stock company incorporated in the People's Republic of China with limited liability)

(Stock Code: 2050)

PROPOSED AMENDMENTS TO THE ARTICLES OF ASSOCIATION

As 81 participants were no longer qualified under the incentive scheme or failed to satisfy the individual performance assessment requirements for the second unlocking period, Zhejiang Sanhua Intelligent Controls Co., Ltd. (the "**Company**") proposes to repurchase and cancel an aggregate of 648,500 restricted A shares under its 2024 Restricted Share Incentive Scheme. Upon completion of the repurchase and cancellation, the total number of issued shares of the Company will be reduced from 4,208,013,935 shares to 4,207,365,435 shares, and the registered capital of the Company will be reduced from RMB4,208,013,935 to RMB4,207,365,435. Accordingly, the board of directors proposes to amend the relevant provisions of the Articles of Association of Zhejiang Sanhua Intelligent Controls Co., Ltd. (the "**Articles of Association**") (the "**Proposed Amendments**").

The details of the Proposed Amendments are as follows:

Before amendment	After amendment
Article 6 The registered capital of the Company is RMB **FOUR BILLION TWO HUNDRED EIGHT MILLION THIRTEEN THOUSAND NINE HUNDRED AND THIRTY-FIVE (4,208,013,935).**	**Article 6** The registered capital of the Company is RMB **FOUR BILLION TWO HUNDRED SEVEN MILLION THREE HUNDRED SIXTY-FIVE THOUSAND FOUR HUNDRED THIRTY-FIVE (4,207,365,435).**
Article 20 The number of shares in issue of the Company comprises **4,208,013,935** shares, all of which are ordinary shares, including **3,731,477,535** A ordinary shares, representing **88.68**% of the total share capital of the Company, and 476,536,400 H ordinary shares, representing **11.32**% of the total share capital of the Company.	**Article 20** The number of shares in issue of the Company comprises **4,207,365,435** shares, all of which are ordinary shares, including **3,730,829,035** A ordinary shares, representing **88.67**% of the total share capital of the Company, and 476,536,400 H ordinary shares, representing **11.33**% of the total share capital of the Company.

Except for the Proposed Amendments, the other provisions of the Articles of Association remain unchanged. The Articles of Association are prepared in Chinese. In the event of any discrepancy between the Chinese and English versions, the Chinese version shall prevail.

The Proposed Amendments to the Articles of Association are subject to the consideration and approval by the shareholders by way of a special resolution at the 2026 first extraordinary general meeting of the Company (the "**EGM**"). The amended Articles of Association will take effect on the date of approval at the EGM. The final version of the Articles of Association shall be subject to the approval of the competent market supervision authority. The current Articles of Association shall remain in full force and effect until then.

A circular containing, among other things, the details of the Proposed Amendments to the Articles of Association, together with the notice of the EGM, will be published on the website of HKEXnews (www.hkexnews.hk) and the website of the Company (www.zjshc.com) and will be dispatched to the shareholders who have indicated their wish to receive a printed copy in due course.

By order of the Board
Zhejiang Sanhua Intelligent Controls Co., Ltd.
Zhang Yabo
Chairman of the Board and Executive Director

Hong Kong, July 17, 2026

As at the date of this announcement, the Board comprises: (i) Mr. Zhang Yabo, Mr. Wang Dayong, Mr. Ni Xiaoming and Mr. Chen Yuzhong as executive Directors; (ii) Mr. Zhang Shaobo, Mr. Ren Jintu and Mr. Shi Jianhui as non-executive Directors; and (iii) Mr. Bao Ensi, Ms. Pan Yalan, Mr. Ge Jun and Mr. Shao Shuangquan as independent non-executive Directors.