To the best of our knowledge, the Board of Directors of the Company and its members confirm that there is no material false or misleading statement or material omission in this announcement and shall be severally and jointly liable for the truthfulness, accuracy and completeness of its content.

I. Important Points

(3) Source of Funds

Funds for the foreign exchange derivatives transactions of the Company's subsidiaries shall be sourced from their own proceeds raised funds.

(4) Transaction Methods and Counterparties

[redacted]

qualifications, sound operations and good credit standing.

3. The expected amount of foreign exchange derivatives trading by the Company's subsidiaries is matched with their foreign exchange receipts and payments arising from operating activities in recent years. Applications for all foreign exchange derivatives transactions shall be made based on actual needs and shall be reviewed and approved in strict accordance with the Company's internal control procedures.

IV. Impact of Transactions on the Company and Relevant Accounting Treatment

The foreign exchange derivatives trading business conducted by the Company's subsidiaries is based on specific business activities and aims to hedge against and mitigate exchange rate risks, reduce the impact of market volatility on the Company's operating performance, and enhance financial stability. Such business does not harm the interests of the Company or all shareholders.

The Company will determine the fair value of foreign exchange derivatives and conduct corresponding accounting treatment for foreign exchange derivatives transactions in accordance with Accounting Standard for Business Enterprises No.22 — Recognition and Measurement of Financial Instruments, Accounting Standard for Business Enterprises No.37 — Presentation of Financial Instruments and other relevant regulations issued by the Ministry of Finance, together with their respective application guidelines. The relevant amounts will be reflected