Stock Code:300999　　Stock Name:Arawana　　Announcement No.:2025-038

Yihai Kerry Arawana Holdings Co., Ltd

Announcement on the Progress of Criminal Indictment Received by a Subsidiary

The Company and all members of its Board of Directors hereby confirm that the information disclosed is true, accurate, and complete, without any false records, misleading statements, or material omissions.

Important Notes:

1. Stage of the legal proceedings: First-instance judgment; appeal period;
2. Party status of Yihai (Guangzhou) Oils & Grains Industries Co., Ltd (**"Guangzhou Yihai"**), a subsidiary of Yihai Kerry Arawana Holdings Co., Ltd (the **"Company"**): Defendant and Appellant;
3. Guangzhou Yihai stated in the court that it would lodge an appeal. Both Guangzhou Yihai and the Company reject the first-instance judgment, and the Company will fully support Guangzhou Yihai's appeal in accordance with the law.

Guangzhou Yihai, a subsidiary of the Company, recently received the first-instance Criminal Judgment [(2024) Wan 06 Xing Chu No. 3] from the Huaibei Intermediate People's Court. The details are as follows:

I. Overview of the Litigation Matter

On January 11, 2024, Guangzhou Yihai received the "Indictment" (Huaijian Xingsu [2023] No. 16) issued by the Huaibei People's Procuratorate. For basic case information, please refer to the "Announces that a Subsidiary has Received a Criminal Indictment" (No.: 2024-001) disclosed by the Company on January 12, 2024, on CNINFO (www.cninfo.com.cn).

II. Progress of the Litigation Matter

(1) Summary of the First-Instance Judgment

On 19 November 2025, Guangzhou Yihai received the first-instance Criminal Judgment [(2024) Wan 06 Xing Chu No. 3] issued by the Huaibei Intermediate People's Court. The first-instance judgment is as follows:

a. The defendant entity, Guangzhou Yihai, is found guilty of contract fraud as an accessory and is fined RMB 1 million;

b. Defendant Liu Degang is found guilty of contract fraud and bribery by a non-state employee, and is sentenced to 19 years imprisonment with a fine of RMB 2.8 million;

c. Defendant entity Guangzhou Yihai is ordered to jointly bear the responsibility for compensating the economic losses of victim entity Anhui Huawen International Co., Ltd (**"Anhui Huawen"**), amounting to RMB 1.881 billion, alongside Yunnan Huijia Import & Export Co., Ltd (**"Yunnan Huijia"**); the illicit gains of defendant Liu Degang shall be confiscated in accordance with the law and remitted to the state treasury.

(2) The Company's Response to the First-Instance Judgment

The Company maintains:

a. According to the facts established during the trial proceedings in this case, during the course of Anhui Huawen and Yunnan Huijia's unlawful engagement in financing-related trade activities, Yunnan Huijia systematically bribed senior executives and staff of the "victim" Anhui Huawen. Through collusion and joint fabrication of records with Anhui Huawen, they caused substantial losses to state-owned assets.

b. Guangzhou Yihai neither participated in nor had knowledge of any fraudulent activities, nor did it engage in any acts of assistance. Prior to each transfer of cargo ownership, Guangzhou Yihai obtained confirmation from authorized personnel of Anhui Huawen and communicated the actual inventory status to Anhui Huawen through multiple channels. Guangzhou Yihai's procurement prices were not below market rates but were in fact higher than market prices, yielding no improper gains and thus not constituting the offence of contract fraud.

c. The first-instance judicial proceedings, factual determinations, adoption of evidence, and application of law were erroneous. The conviction of Guangzhou Yihai as an accessory to contract fraud lacks legal basis. The arguments and facts relied upon for conviction and sentencing cannot be upheld under the law. Guangzhou Yihai had previously commissioned seven eminent criminal law experts to conduct legal analysis of this case. The experts unanimously concluded that

Guangzhou Yihai did not constitute the offence of contract fraud under the law. Guangzhou Yihai rejected the first-instance judgment and stated in the court that it would lodge an appeal. The company will also fully support Guangzhou Yihai's appeal in accordance with the law.

The Company is a subsidiary of Wilmar International Limited, a Fortune Global 500 enterprise based in Singapore. For many years, the Company has consistently prioritized compliant operations and actively fulfilled its social responsibilities, earning widespread recognition across society. The Company will provide full legal support to Guangzhou Yihai in its appeal proceedings to safeguard the Guangzhou Yihai's legitimate rights.

III. Other Undisclosed Litigation or Arbitration Matters

As of the date of this announcement, the Company and its controlled subsidiaries have no other material litigation or arbitration matters that should be disclosed but have not been disclosed.

IV. Potential Impact of the Litigation on the Company's Current or Future Profits

As this judgment constitutes a first-instance ruling and remains subject to appeal as of the date of this announcement, its impact on the Company's current and future profits remains uncertain. Furthermore, the Company does not accept the outcome of the first-instance judgment. Guangzhou Yihai will therefore lodge an appeal with the Anhui Provincial High People's Court in accordance with the law. At present, the Company and its subsidiaries continue to operate normally.

V. Other Matters of Note

In accordance with relevant provisions of the Shenzhen Stock Exchange Growth Enterprise Market Listing Rules and other applicable regulations, the Company will closely monitor the subsequent developments of the litigation, actively adopt effective measures to safeguard the lawful rights and interests of the Company and all shareholders, and fulfil its information disclosure obligations in a timely manner as required by the relevant rules. Investors are advised to exercise caution in their decision-making and remain mindful of investment risks.

VI. Documents Available for Reference

1. The first-instance criminal judgment;

2. Other documents required by the Shenzhen Stock Exchange.

Announcement is hereby given.

Yihai Kerry Arawana Holdings Co., Ltd

Board of Directors

19 November 2025