TIANJIN PHARMACEUTICAL DA REN TANG GROUP CORPORATION LIMITED
(Formerly known as Tianjin Zhong Xin Pharmaceutical Group Corporation Limited)
(Company Registration No.91120000103100784F)
(Incorporated in the People's Republic of China)

ANNOUNCEMENT ON THE PROPOSED TRANSFER OF EQUITY INTEREST IN THE COMPANY'S CONTROLLING SHAREHOLDER

The board of directors (the "Board") and every individual director of Tianjin Pharmaceutical Da Ren Tang Group Corporation Limited (formerly known as Tianjin Zhong Xin Pharmaceutical Group Corporation Limited) (the "Company") hereby confirm that they will individually and collectively accept full responsibility for the accuracy of the information given in this announcement, and confirm, having made all reasonable enquiries, that to the best of their knowledge and belief, the facts stated in this announcement are fair and accurate in all material respects as at the date of this announcement, and that there are no material facts the omission of which would make any statement in this announcement misleading.

The Company refers to the announcement dated 4 August 2023 in relation to the change in the shareholding structure of the Company's controlling shareholder (the "**Announcement on 1st Change**"), and the announcement dated 7 August 2023 in relation to the further change in the shareholding structure of the Company's controlling shareholder (the "**Announcement on 2nd Change**", together with the Announcement on 1st Change, the "**Announcements on Change**").

All capitalised terms used herein, unless the context otherwise requires, shall bear the meanings ascribed to them in the Announcements on Change.

As at the date of this announcement, Tianjin Pharmaceutical Holdings Co., Ltd. (天津市医药集团有限公司) ("**TPH**") is the controlling shareholder of the Company and holds 42.99% of the total number of issued shares in the capital of the Company. As stated in the Announcement on 2nd Change, Tianjin Bohai State-owned Assets Management Co., Ltd. (天津渤海国有资产经营管理有限公司) ("**Bohai State-owned Assets Management**") has further subscribed for additional capital contributions in Tianjin Bohai Guoxin Technology Co., Ltd. (天津渤海国鑫科技有限公司) ("**Bohai Guoxin**") with the 10% equity interest held by it in TPH and accordingly, as at the date of this announcement, Bohai Guoxin holds 33% equity interest in TPH, and Bohai State-owned Assets Management has ceased to be a shareholder of TPH.

Further to the Announcements on Change, the Company has received a notification from TPH stating that Bohai Guoxin intends to transfer its entire 33% equity interest in TPH (the "**Proposed Transfer**") by way of a public solicitation of transferees on the website of Tianjin Property Rights Exchange (天津产权交易中心) (the "**Public Solicitation**"). By reference to the *Measures for the Supervision and Administration of State-owned Equities of Listed Companies (《上市公司国有股权监督管理办法》)*, the consideration for the Proposed Transfer involving transfer of indirect interest in the Company shall not be lower than the simple average of the volume weighted average traded prices of the A Shares of the Company on the Shanghai Stock Exchange on the latest 30 trading days up to and including the date of this announcement.

The Proposed Transfer is subject to the approval by the competent state-owned assets supervision and administration authority (the "**Authority**") and can only be carried out after being approved by the Authority. Accordingly, there are uncertainties in relation to the status of the Proposed Transfer as to whether and when the Proposed Transfer can be approved by the Authority, as well as whether and when the Proposed Transfer can proceed with the Public Solicitation. Further, prior to the completion of the Public Solicitation, it is also uncertain as to whether there will be a successful transferee of the

Proposed Transfer, and who will be the transferee of the Proposed Transfer. The Proposed Transfer will not result in the change of the controlling shareholder and/or the actual controller (as determined in accordance with the laws of the People's Republic of China) of the Company.

The Company will closely monitor the progress of the Proposed Transfer and will make timely disclosure in accordance with the requirements of applicable laws and regulations.

Shareholders and potential investors of the Company are advised to exercise caution in trading the shares in the Company as there are uncertainties in relation to the status of the Proposed Transfer as set out above.

Shareholders and potential investors are advised to read this announcement and any further announcement(s) by the Company carefully and to refrain from taking any action in respect of their shares in the Company which may be prejudicial to their interests. Shareholders and potential investors should consult their stockbrokers, bank managers, solicitors or other professional advisers if they have any doubt about the actions that they should take.

By Order of the Board

Jiao Yan
Secretary to the Board of Directors
7 August 2023