

Stock Code: 600690

Stock Name: Qingdao Haier

No.: L2019-051

Convertible Bond Code: 110049

Convertible Bond Name: Haier Convertible Bonds

Convertible Stock Code: 190049

Convertible Stock Name: Haier Converted Stocks

Haier Smart Home Co., Ltd.

Announcement on Results of Conversion of Convertible Bonds and Changes in Share Capital

The Board of Directors of the Company and all members of the Board warrant that there are no false representations, misleading statements and material omissions in this announcement, and are severally and jointly responsible for the authenticity, accuracy and completeness of the content herein.

IMPORTANT INFORMATION:

- Information on the conversion: As at 28 June 2019, a total amount of RMB712,000 of Haier Convertible Bonds have been converted into 48,856 shares of the Company, representing 0.001% of the total number of issued shares of the Company immediately before the conversion;
- Information on the outstanding convertible bonds: As at 28 June 2019, an amount of RMB3,006,778,000 of Haier Convertible Bonds remained outstanding, representing 99.976% of the total value of the issued Haier Convertible Bonds.

I. Listing of the Convertible Bonds

Approved by the China Securities Regulatory Commission (Zheng Jian Xu Ke [2018] No.1912), the Company publicly issued 30,074,900 convertible corporate bonds at the par value of RMB100 each on 18 December 2018, and the total amount issued is RMB3,007.49 million for a period of 6 years.

Agreed by SSE (Self-regulation Decision [2019] No. 14), the Company's convertible corporate bonds of RMB3,007.49 million will be listed and trade on SSE from 18 January 2019. The bonds are referred to as "Haier Convertible Bonds" and the bond code is "110049".

According to the Prospectus of Qingdao Haier Co., Ltd. on Public Issuance of A-share Convertible Bonds, Haier Convertible Bond issued by the Company can be converted into A shares of the Company from 25 June 2019. The conversion period commenced from 25 June 2019 to 18 December 2024, and the stock code is "190049". The initial conversion price was RMB14.55 per share, and the prevailing conversion price is RMB14.55 per share.

II. Information on Conversion of the Convertible Bonds

During the period from 25 June 2019 (the commencement date of conversion) to 28 June 2019 (the last trading day in June), an amount of RMB712,000 of Haier Convertible Bonds were converted into 48,856 shares of the Company, representing 0.001% of the total number of issued shares of the Company immediately before the conversion. As at 28 June 2019, a total amount of RMB712,000 of Haier Convertible Bonds have been converted into 48,856 shares of the Company, representing 0.001% of the total number of issued shares of the Company immediately before the conversion; an amount of RMB3,006,778,000 of Haier Convertible Bonds remained outstanding, representing 99.976% of the total value of the issued Haier Convertible Bonds.

III. Information on Changes in the Share Capital

Changes in the share capital of the Company immediately after the conversion of the Convertible Bonds are shown as follows:

Unit: shares

Stock Category	Before the change (24 June 2019)	Conversion of the Convertible Bonds	After the change (28 June 2019)
Unrestricted tradable shares	6,368,416,700	48,856	6,368,465,556
Among which			
A shares	6,097,402,727	48,856	6,097,451,583
Overseas listed foreign shares (D shares)	271,013,973	0	271,013,973
Total number of shares	6,368,416,700	48,856	6,368,465,556

IV. Others

Contact department: Securities department of the Company

Telephone number: 0532-8893 1670

It is hereby notified the above.

Haier Smart Home Co., Ltd.

1 July 2019

(Note: This Report has been prepared in both Chinese and English. Should there be any discrepancies or misunderstandings between the two versions, the Chinese version shall prevail.)