

Haier Smart Home Co., Ltd.

Announcement on Implementation Result of the Increase in Shareholding of the Company by Actual Controller's Concerted Actor

The Board of Directors of the Company, all members of the Board and relevant shareholder warrant that there are no false representations, misleading statements and material omissions in this announcement, and accept legal responsibilities for the truthfulness, accuracy and completeness of the content herein.

Reminder of important content:

● General Information of the Shareholding Increase Plan: Qingdao Haichuangzhi Management Consulting Enterprise (Limited Partnership) (hereinafter referred to as “Haichuangzhi”), a concerted actor of Haier Group Corporation (hereinafter referred to as “Haier Group”) which is the actual controller of Haier Smart Home Co., Ltd. (hereinafter referred to as the “Company” or “Haier Smart Home”), intended to increase its shareholding in the Company’s A shares through the trading system of the Shanghai Stock Exchange (hereinafter referred to as “SSE”) within 6 months from 11 April 2023, with an aggregate amount of the proposed shareholding increase (including the amount of the First Shareholding Increase) of no less than RMB150 million and no more than RMB300 million (hereinafter referred to as the “Shareholding Increase Plan”). There will be no price ranges to the Shareholding Increase Plan. Haichuangzhi will gradually implement the Shareholding Increase Plan in accordance with the fluctuation of the Company’s stock price and the overall trend of the capital market.

● Implementation of the Shareholding Increase Plan: On 11 April 2023 (date of First Shareholding Increase), Haichuangzhi increased its holdings of A shares in the Company by 2,768,472 shares through the trading system of SSE, accounting for 0.03% of the Company’s total share capital in issue at that time (hereinafter referred to as the “First Shareholding Increase”). From the date of First Shareholding Increase to 23 May 2023, Haichuangzhi had accumulatively increased its holdings of A shares in the Company by 13,168,642 shares through SSE trading system, accounting for 0.14% of the total share capital in issue of the Company so far. The average price of the increased shares was RMB22.78/share with an approximate total amount of RMB299,994,949.16

(transaction fees inclusive). Haier Group and its concerted actors including Haichuangzhi together hold 3,234,034,400 shares of the Company, accounting for 34.23% of the total share capital in issue of the Company so far. As of the date of this announcement, the Shareholding Increase Plan has been properly implemented.

I. General information of the entity implementing Shareholding Increase Plan

(I) Entity implementing the Shareholding Increase Plan: Haichuangzhi, the Company's shareholder and a concerted actor of Haier Group, the Company's actual controller.

(II) Prior to implementation of the Shareholding Increase Plan, Haichuangzhi held 120,622,416 A shares of the Company, accounting for 1.28% of the Company's total share capital; Haier Group held 1,072,610,764 A shares of the Company, accounting for 11.35% of the Company's total share capital; Haier COSMO Co., Ltd., a concerted actor of Haier Group, held 1,258,684,824 A shares of the Company, accounting for 13.32% of the Company's total share capital; Qingdao Haier Venture & Investment Information Co., Ltd., a concerted actor of Haier Group, held 172,252,560 A shares of the Company, accounting for 1.82% of the Company's total share capital; Haier International Co., Limited, a concerted actor of Haier Group, held 58,135,194 D shares of the Company, accounting for 0.62% of the Company's total share capital; HCH (HK) Investment Management Co., Limited, also a concerted actor of Haier Group, held 538,560,000 H shares of the Company, accounting for 5.70% of the Company's total share capital. Haier Group and the aforementioned parties acting in concert (including Haichuangzhi) held 3,220,865,758 shares of the Company in aggregate, accounting for 34.10% of the Company's total share capital.

II. Main content of the Shareholding Increase Plan

On 11 April 2023, the Company published the *Announcement on the Increase in Shareholdings of the Company by Actual Controller's Concerted Actor of Haier Smart Home Co., Ltd.* (L2023-013). As disclosed in the announcement, Haichuangzhi intended to increase its shareholding in the Company's A shares through the trading system of SSE within 6 months from the date of First Shareholding Increase (being 11 April 2023), with an aggregate amount of the proposed shareholding increase (including the amount of the First Shareholding Increase) no less than RMB150 million and no more than RMB300 million. There will be no price ranges to the Shareholding Increase Plan. Haichuangzhi will gradually implement the Shareholding Increase Plan in accordance with the fluctuation of the Company's stock price and the overall trend of the capital market. The source of funds for the Shareholding Increase Plan is self-owned/self-raised funds.

III. Implementation result of the Shareholding Increase Plan

According to the notice from Haichuangzhi, taking into account the price fluctuations of shares and capital market trends, the implementation of the Shareholding Increase Plan has been completed. As of the date of this announcement, the particulars of the Shareholding Increase Plan implemented are as follows:

Entity implementing the Shareholding Increase Plan	Method	Number of shares increased (shares)	Average price for shares increased (RMB/share)	Amount of shares increased (RMB)	Percentage of the total share capital %
Haichuangzhi	Through Centralized Bidding Transactions	13,168,642	22.78	299,994,949.16	0.14

Upon the completion of the Shareholding Increase Plan, Haichuangzhi held 133,791,058 A shares of the Company, accounting for 1.42% of the Company's total share capital. Haier Group and its concerted actors (including Haichuangzhi) held 3,234,034,400 shares of the Company in aggregate, accounting for 34.23% of the Company's total share capital in issue as of the date of this announcement.

IV. Other explanations

(I) Regarding the above mentioned increase in shareholding, Beijing Zhong Lun Law Firm issued a legal opinion with concluding comment that Haichuangzhi possesses the qualification for being the entity implementing the Shareholding Increase Plan; This shareholding increase has fulfilled the provisions of *Article 63 of the Administrative Rules on Acquisition of Listed Company*, so as to be exempted from any obligation of making a tender offer application to China Securities Regulatory Commission; As of the date of issuance of this verification opinion, Haier Smart Home has fulfilled the necessary information disclosure obligation at this stage for this increase in shareholding, and is required to publish this announcement on the implementation results of this shareholding increase. For details, please refer to the *Beijing Zhong Lun Law Firm's Specific Verification Opinion on the Increase in Shareholding of the Company by the Actual Controller's Concerted Actor* disclosed on the same date.

(II) The entity implementing the Shareholding Increase Plan has undertaken that it will not reduce its shareholdings in the Company within the statutory period.

(III) The Shareholding Increase Plan did not result in the Company's shareholding structure failing to be eligible for listing. The Shareholding Increase Plan and its implementation have complied with *Securities Law, Administrative Measures for the Acquisition of Listed Companies* and other laws and regulations, departmental rules and Shanghai Stock Exchange Business Rules and other relevant regulations.

(IV) During the implementation period of the Shareholding Increase Plan, Haichuangzhi and its concerted parties have strictly complied with the relevant regulations of China Securities Regulatory Commission and the Shanghai Stock Exchange regarding the changes in interests in listed companies and the sensitive periods for shares trading.

The announcement is hereby given.

The Board of Directors of Haier Smart Home Co., Ltd.

23 May 2023