

**Haier Smart Home Co., Ltd.****Announcement on Resolutions of the 7th Meeting of  
the Tenth Session of the Board of Supervisors**

The Board of Supervisors 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.

The 7th Meeting of the Tenth Session of the Board of Supervisors of Haier Smart Home Co., Ltd. was convened at Meeting Room 118, Chuangpai Building, Haier Information Industrial Park (海尔信息产业园创牌大楼 118 会议室) on the afternoon of 28 April 2020, with the due count of supervisors being 3 and the actual count being 3, representing 100% of the supervisors of the Company, which is in compliance with the requirements on quorum under the *Articles of Association*. The senior management of the Company sat in on the meeting. Notice of the meeting was dispatched by Email on 17 April 2020 and the notification and convening of the meeting are both in compliance with the requirements under the *Company Law* and the *Articles of Association*. The meeting was held by Mr. Wang Peihua, the chairman of the Board of Supervisors. The following resolutions have been considered and approved after prudent review of the attending supervisors:

**I. The Work Report of the Board of Supervisors in 2019 of Haier Smart Home Co., Ltd.** (Poll Result: For: 3; Against: 0; Abstain: 0)

The work report of the Board of Supervisors in 2019 of Haier Smart Home Co., Ltd. is as follows:

1. Work of the Board of Supervisors

During the reporting period, the Board of Supervisors held 7 meetings and

attended the Annual General Meeting and Board meetings. The Board of Supervisors heard the Company's position on production and operation, investment activities and financial operations, participated in the decision-making procedure for material events of the Company, and reviewed the Company's regular report and relevant matters for the year in strict compliance with requirements of the regulatory authorities.

2. Independent opinion of the Board of Supervisors on the Company's operation according to law

(I) Independent opinion of the Board of Supervisors on the Company's operation according to law

The Board of Supervisors of the Company supervised the procedures for convening the Company's general meetings and Board meetings, matters for resolution, implementation of the resolutions of the general meeting by the Board of Directors, activities performed by senior management of the Company, the management system of the Company and the decision-making approval procedure of related-party transaction in according with the State relevant laws and regulations. By attending each Board meeting and general meeting, the Board of Supervisors performed their supervisory duties and considered that the Company's decision-making procedure is legal, a relatively comprehensive corporate governance structure had been established, relevant internal control systems had been formed and the directors and senior management of the Company did not violate any laws, regulations and Articles of Association or damage the interests of the Company.

(II) Independent opinion of the Board of Supervisors on inspecting the financial position of the Company

During the reporting period, the Board of Supervisors of the Company carefully reviewed the audit opinion on 2019 financial report issued by Hexin Certified Public Accountants LLP from the standpoint of ensuring the Company's standardize operation and the legal interests of the majority shareholders, and believes that it truly reflects the financial position, operation result and cash flow of the Company which is objective and fair.

(III) Independent opinion of the Board of Supervisors on related-party transactions of the Company

During the reporting period, the related-party transactions between the Company

and the related shareholders are performed on the basis of the market pricing without prejudicing the interests of the Company and the shareholders. In conducting the voting on the related-party transaction, the Board of Directors of the Company performed the fiduciary obligations. The way in which the related-party transaction conducted is fair and reasonable and the procedure are both in compliance with the provisions of the *Company Law, Rules Governing the Listing of Stocks on Shanghai Stock Exchange* and *Articles of Association*.

( IV ) Independent opinion of the Board of Supervisors on the self-assessment report on internal control of the Company

During the reporting period, the Board of Supervisors reviewed the *2019 Self-assessment Report on Internal Control Effectiveness of Haier Smart Home Co., Ltd.* carefully in accordance with the State relevant laws and regulations, and believes that its truly, objectively and fairly reflects the implementation and effect of the Company's internal control.

( V ) Independent opinion of the Board of Supervisors on matters such as the Employees Stock Ownership Scheme

During the reporting Period, the Board of Supervisors reviewed the Phase IV stock ownership scheme of the Core Employees Stock Ownership Scheme, and believed that the Stock Ownership Scheme for Current Phase of the Company can further improve the remuneration incentive mechanism of the Company, fully arouse the enthusiasm of the Company's key employees, achieve all-rounded combination of the long-term development of the Company and the interests of the employees, and is beneficial to the Company's operation as a going concern. The reviewing procedures and decisions of proposals on the Stock Ownership Scheme for Current Phase conducted by the Company are legal and valid, without undermining the interest of all shareholders. Implementation of the Stock Ownership Scheme for Current Phase are participated by the employees in compliance with the laws and regulations, and on the basis of voluntary participation and self-assumption of risks, without compelling the employees to participate in the Stock Ownership Scheme for Current Phase by way of apportion and compulsory allocation. And the Company does not have any plans or arrangements on providing loans, loan guarantees or any other financial assistance to

the holders of employee stock ownership scheme in violation of the laws and regulations.

The Proposal shall be submitted to the 2019 Annual General Meeting of the Company for consideration and approval.

**II. The 2019 Final Financial Report of Haier Smart Home Co., Ltd.** (Poll Result: For: 3; Against: 0; Abstain: 0)

For details, please refer to the *2019 Annual Report of Haier Smart Home Co., Ltd.* published on the website of Shanghai Stock Exchange on the same day of this announcement.

The Proposal shall be submitted to the 2019 Annual General Meeting of the Company for consideration and approval.

**III. The Report on the Review of the “2019 Annual Report of Haier Smart Home Co., Ltd. and its Summary”** (Poll Result: For:3; Against: 0; Abstain: 0)

Pursuant to the requirements of related laws and regulations such as the *Securities Law*, the *Regulation on the Preparation of Information Disclosure Contents and Formats of Information Disclosure by Listed Companies No. 2 – Contents and Formats of Annual Reports (Revised in 2017)* and the *Notice in Relation to the Endeavour on Disclosure of the 2019 Annual Report of the Listed Companies* of Shanghai Stock Exchange, we, having carefully studied and reviewed the 2019 Annual Report of the Company, are of the opinion that:

1. The preparation and audit procedure of the 2019 Annual Report and its summary of the Company are in compliance with the laws, regulations and relevant provisions of *Articles of Association*.

2. The content and form of the 2019 Annual Report and its summary of the Company are in compliance with the relevant provisions of the China Securities Regulatory Commission and Shanghai Stock Exchange, and the information contained can accurately and objectively reflect the financial position and operation result of the Company during the reporting period from all aspects.

3. Before arriving at this opinion, none of the person participating in preparation and audit of the 2019 Annual Report had been found acting in breach of the rules of confidentiality.

Therefore, we promise that there are no false or misleading statements contained in or material omissions from the information contained in the *2019 Annual Report of Haier Smart Home Co., Ltd.* and the *Summary of the 2019 Annual Report of Haier Smart Home Co., Ltd.* We jointly and severally accept full responsibility for the authenticity, accuracy and completeness of the information thereof.

The Proposal shall be submitted to the 2019 Annual General Meeting of the Company for consideration and approval.

**IV. The *Internal Control Audit Report of Haier Smart Home Co., Ltd.*** (Poll Result: For:3; Against: 0; Abstain: 0)

For details, please refer to the *Internal Control Audit Report of Haier Smart Home Co., Ltd.* published on the website of Shanghai Stock Exchange on the same day of this announcement.

The Proposal shall be submitted to the 2019 Annual General Meeting of the Company for consideration and approval.

**V. The *Proposal of Profit Distribution in 2019 of Haier Smart Home Co., Ltd.*** (Poll Result: For: 3; Against: 0; Abstain: 0)

The 2019 Profit Distribution Proposal prepared by the Company is to distribute the cash dividend of RMB3.75 (tax included) to all shareholders for every 10 shares based on the total share capital on the registration date when the distribution plan is implemented in the future. The remaining reserved profits of the Company will be mainly used for project construction, foreign investment, R&D investment and daily operations related to the Company's principal business and therefore to maintain sustainable and stable development and to bring more benefits for investors. For details, please refer to the *Announcement on Proposal of Profit Distribution in 2019 of Haier Smart Home Co., Ltd.* (No.:L2020-014) published on the website of Shanghai Stock Exchange on the same day of this announcement.

The Proposal shall be submitted to the 2019 Annual General Meeting of the Company for consideration and approval.

**VI. The *Proposal on Estimation on Day-to-day Related-Party Transaction in 2020 of Haier Smart Home Co., Ltd.*** (Poll Result: For: 3; Against: 0; Abstain: 0)

For details, please refer to the *Announcement on Estimation on Day-to-day Related-Party Transaction in 2020 of Haier Smart Home Co., Ltd.* (No.: L2020-020) published on the website of Shanghai Stock Exchange on the same day of this announcement.

The Proposal shall be submitted to the 2019 Annual General Meeting of the Company for consideration and approval.

**VII. The Proposal on Prediction on Providing Guarantees for Subsidiaries in 2020 of Haier Smart Home Co., Ltd.** (Poll Result: For: 3; Against: 0; Abstain: 0)

For details, please refer to the *Announcement on Prediction on Providing Guarantees for Subsidiaries in 2020 of Haier Smart Home Co., Ltd.* (No.: L2020-016) published on the website of Shanghai Stock Exchange on the same day of this announcement.

The Proposal shall be submitted to the 2019 Annual General Meeting of the Company for consideration and approval.

**VIII. The Proposal on Conducting Foreign Exchange Funds Derivatives Business of Haier Smart Home Co., Ltd.** (Poll Result: For: 3; Against: 0; Abstain: 0)

For details, please refer to the *Announcement on Conducting Foreign Exchange Funds Derivatives Business of Haier Smart Home Co., Ltd.* (No.: L2020-017) published on the website of Shanghai Stock Exchange on the same day of this announcement.

The Proposal shall be submitted to the 2019 Annual General Meeting of the Company for consideration and approval.

**IX. The Proposal on Conducting Hedging Business of Bulk Raw Materials of Haier Smart Home Co., Ltd.** (Poll Result: For: 3; Against: 0; Abstain: 0)

For details, please refer to the *Announcement on Conducting Hedging Business of Bulk Raw Materials of Haier Smart Home Co., Ltd.* (No.: L2020-018) published on the website of Shanghai Stock Exchange on the same day of this announcement.

**X. The 2019 Internal Control Evaluation Report of Haier Smart Home Co., Ltd.** (Poll Result: For: 3; Against: 0; Abstain: 0)

For details, please refer to the *2019 Internal Control Evaluation Report of Haier Smart Home Co., Ltd.* published on the website of Shanghai Stock Exchange on the same day of this announcement.

**XI. The 2019 Corporate Social Responsibility Report of Haier Smart Home Co., Ltd.** (Poll Result: For: 3; Against: 0; Abstain: 0)

For details, please refer to the *2019 Corporate Social Responsibility Report of Haier Smart Home Co., Ltd.* published on the website of Shanghai Stock Exchange on the same day of this announcement.

**XII. Haier Smart Home Co., Ltd. 's Proposal on the Completion of Part of Investment Projects Financed by Proceeds and the Permanent Replenishment of Working Capital with Raised Funds Savings** (Poll Result: For: 3; Against: 0; Abstain: 0)

According to the *Reply on Approving the Public Issuance of Convertible Corporate Bonds by Qingdao Haier Co., Ltd.* (Zheng Jian Xu Ke [2018] No. 1912) issued by the China Securities Regulatory Commission on 4 December 2018 and as agreed by the Shanghai Stock Exchange, the Company publicly issues convertible corporate bonds (hereinafter referred to as "the Convertible Corporate Bonds") of RMB3,007.49 million. The production scale of the Company has been improved, and the input of supporting working capital has been increased after the completion of Russia Front Loading Washing Machine Manufacturing Base Project and Vietnam Front Loading Washing Machine Manufacturing Base Project in "Overseas emerging markets manufacturing base construction projects which layout the 'One Belt, One Road'". The Company intends to permanently supplement the Company's working capital with the surplus funds raised by the aforementioned two projects of a total of RMB97.03 million (the actual amount is subject to the balance of the special account on the day the funds are transferred out) for the Company's daily operating activities in order to further improve the efficiency of the use of raised funds, capital status and economic efficiency of the Company, and reduce the Company's financial costs.

The Company convened the 3rd meeting of the tenth session of the Board of Directors on 29 August 2019, which considered and approved to temporarily replenish the working capital with part of raised funds which not exceeding RMB35 million within 12 months from the date of approval by the Board. Up to now, the term

of the aforementioned temporary replenishment of working capital is still within 12 months from the aforementioned date of approval by the Board, and the Company intends to directly convert the total amount of RMB29.69million of the temporary replenishment of working capital which has been replenished previously into permanent replenishment of working capital and will no longer be returned to the special fund-raising account.

For details, please refer to the *Announcement of Haier Smart Home Co., Ltd. on the Completion of Part of Investment Projects Financed by Proceeds and the Permanent Replenishment of Working Capital with Raised Funds Savings* (No.:L2020-022) published on the website of Shanghai Stock Exchange on the same day of this announcement.

The Proposal still needs to be submitted to the 2019 Annual General Meeting of the Company for consideration and approval.

**XIII. The Proposal of Special Inspection Report on the Deposit and Actual Use of Raised Funds by Haier Smart Home Co., Ltd. in 2019** (Poll Result: For: 3; Against: 0; Abstain: 0)

For details, please refer to the *Special Inspection Report on the Deposit and Actual Use of Raised Funds by Haier Smart Home Co., Ltd. in 2019* published on the website of Shanghai Stock Exchange on the same day of this announcement.

**XIV. The Proposal of Haier Smart Home Co., Ltd. in relation to Using Idle Raised Funds for Cash Management.** (Poll Result: For: 3; Against: 0; Abstain: 0)

In order to further improve the use efficiency of the Company's funds, make reasonable use of the temporarily idle raised funds to increase the Company's income, the Company and its subsidiaries plan to use the idle raised funds of no more than 700 million yuan for investment and financing, to purchase the capital guaranteed type with high security, good liquidity and a term of no more than 12 months, without affecting the normal implementation of the raised funds investment project financial products. The cash management period is valid for 18 months from the date of deliberation and approval by the board of directors of the Company.

For details, please refer to the *Announcement of Haier Smart Home Co., Ltd. in relation to the Use of Idle Raised Funds for Cash Management* (No.: L2020-023)



published on the website of Shanghai Stock Exchange on the same day of this announcement.

**XV. Haier Smart Home Co., Ltd.'s Proposal on Changing Its Part of the Undertakings of Assets Injection of Haier Group Corporation** (Poll Result: For: 3; Against: 0; Abstain: 0)

For details, please refer to the *Announcement of Haier Smart Home Co., Ltd. on Changing Its Part of the Undertakings of Assets Injection of Haier Group Corporation* (No.: L2020-024) published on the website of Shanghai Stock Exchange on the same day of this announcement.

The Proposal still needs to be submitted to the 2019 Annual General Meeting of the Company for consideration and approval.

**XVI. The Proposal of Haier Smart Home Co., Ltd. on Continuing to be Entrusted to Manage Qingdao Haier Optronics Co., Ltd.** (Poll Result: For: 3; Against: 0; Abstain: 0)

In order to fulfill Haier Group's commitment to solve the problem of horizontal competition and reduce connected transactions, the Company and Haier Group signed the trusteeship agreement between Haier Group and Qingdao Haier Co., Ltd. (the former name of the Company) on 22 December 2015, stipulating that Haier Group would entrust the Company to operate and manage the relevant assets of Qingdao Haier Optronics Co., Ltd. which is the main body of color TV business (hereinafter referred to as "entrusted assets") for a period of 5 years from 7 January 2016.

In order to further resolve the commitment of connected transactions, the Company will sign the supplementary agreement between Haier Group and Haier Smart Home Co., Ltd. on the custody agreement of Qingdao Haier Optronics Co., Ltd., which stipulates that Haier Group will continue to entrust the Company to operate and manage the entrusted assets for a period of 5 years from the date this proposal is considered and approved by the general meeting of shareholders.

For details, please refer to the *Announcement of Haier Smart Home Co., Ltd. on Related-Party Transactions of Continued Entrusted Management of Qingdao Haier Optronics Co., Ltd.* (No.: L2020-025) published on the website of Shanghai Stock Exchange on the same day of this announcement.

The Proposal still needs to be submitted to the 2019 Annual General Meeting of the Company for consideration and approval.

**XVII. The Proposal on Amending the “Articles of Association” of Haier Smart Home Co., Ltd.**

For details, please refer to the *Announcement on Amending the “Articles of Association” of Haier Smart Home Co., Ltd.* (No.: L2020-026) published on the website of Shanghai Stock Exchange on the same day of this announcement.

The Proposal still needs to be submitted to the 2019 Annual General Meeting of the Company for consideration and approval.

**XVIII. The Proposal on Proposed Registration and Issuance of Debt Financing Instruments of Haier Smart Home Co., Ltd.**

In order to further broaden the Company's financing channels, optimize the financing structure, enhance the Company's liquidity management capabilities, and fulfill the Company's funding needs for strategic development, the Company intends to apply to National Association of Financial Market Institutional Investors for debt financing instruments with a total registration of no more than RMB 15 billion (inclusive). Among them, the scale of super and short-term commercial paper for proposed registration does not exceed RMB10 billion (inclusive) and the medium-term note for proposed registration and issuance does not exceed RMB5 billion (inclusive).

For details, please refer to the *Announcement on Proposed Registration and Issuance of Debt Financing Instruments of Haier Smart Home Co., Ltd.* (No.: L2020-027) published on the website of Shanghai Stock Exchange on the same day of this announcement.

The Proposal still needs to be submitted to the 2019 Annual General Meeting of the Company for consideration and approval.

**XIX. The Report on the Review of the “2020 First Quarterly Report of Haier Smart Home Co., Ltd.” (Poll Result: For:3; Against: 0; Abstain: 0)**

Pursuant to the relevant requirements of the *Securities Law* and the *Preparation Rules for Information Disclosure by Companies Offering Securities to the Public No. 13—Contents and Formats of Quarterly Reports (Revised in 2016)*, we, as the

supervisor of the Company, having carefully studied and reviewed the First Quarterly Report of 2020 of the Company, are in the opinion that:

1. The preparation and audit process of the First Quarterly Report of 2020 of the Company complies with all provisions of laws, regulations, the *Articles of Association* and the internal management system;

2. We warrant that the information contained in the First Quarterly Report of 2020 of the Company is true, accurate and complete, and that there are no false or misleading statements contained in or material omissions from the report. We jointly and severally accept full responsibility for the authenticity, accuracy and completeness of the information contained in the report;

3. Prior to issuing the opinion, no one involved in the preparation and audit of the 2020 First Quarterly Report of the Company has been found to have breached secrecy provisions.

It is hereby notified the above.

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

28 April 2020