CHINA SUNSHINE PAPER HOLDINGS COMPANY LIMITED
中國陽光紙業控股有限公司*

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 2002)

DISCLOSEABLE TRANSACTIONS
FINANCE LEASE ARRANGEMENT

FINANCE LEASE ARRANGEMENT

The Board is pleased to announce that, on 31 August 2026 (after trading hours), Numat Paper (a wholly-owned subsidiary of the Company), as the seller and the lessee, entered into the Finance Lease Agreement with Ping An International Financial Leasing, as the purchaser and the lessor, pursuant to which, Ping An International Financial Leasing has agreed to, among other things, (i) acquire the Leased Assets from Numat Paper at a consideration of RMB120,000,000; and (ii) lease the Leased Assets to Numat Paper during the Lease Term for a total lease amount of RMB130,500,000.

IMPLICATIONS OF THE LISTING RULES

As one or more of the applicable percentage ratios (as defined in the Listing Rules) of the transactions under the Finance Lease Arrangement are more than 5% but less than 25%, the transactions under the Finance Lease Arrangement constitute discloseable transactions of the Company under Chapter 14 of the Listing Rules, and are subject to the announcement and reporting requirements under the Listing Rules.

FINANCE LEASE ARRANGEMENT

The Board is pleased to announce that, on 31 August 2026 (after trading hours), Numat Paper, a wholly-owned subsidiary of the Company, entered into the Finance Lease Agreement with Ping An International Financial Leasing in respect of the Finance Lease Arrangement. The principal terms of the Finance Lease Agreement are summarized as follows:

Date: 31 August 2026 (after trading hours)

Parties:

(i) Numat Paper (as the seller and lessee); and

(ii) Ping An International Financial Leasing (as the purchaser and lessor)

Sale of the Leased Assets:

The Leased Assets comprise certain equipment owned by Numat Paper, which are mainly used for coated white top linerboard production and are currently stored at its factory located in Changle Economic Development Zone, Weifang, Shandong, China, including the QCS scanning frame, soft calender machine, hard calender machine and other related equipment.

Pursuant to the Finance Lease Agreement, Numat Paper has agreed to sell and Ping An International Financial Leasing has agreed to purchase the Leased Assets at a consideration of RMB120,000,000, which was determined after arm's length negotiation between the parties with reference to the unaudited book value of the Leased Assets of approximately RMB141,613,490.07 as of 25 August 2026, and the fair market price of the similar assets.

Ping An International Financial Leasing shall pay the relevant purchase price in one-lump sum to the bank account designated by Numat Paper within 30 working days after receipt of the original payment notice issued by Numat Paper. Such payment notice may be issued upon execution of the Finance Lease Agreement.

Delivery of the Leased Assets:

The legal title of the Leased Assets shall be transferred to Ping An International Financial Leasing upon its payment of the consideration for the purchase of the Leased Assets and shall be vested in Ping An International Financial Leasing throughout the Lease Term.

Lease Term: Three years from the Lease Commencement Date

Lease Payment:

Pursuant to the Finance Lease Agreement, the Leased Assets shall be leased back to Numat Paper for the Lease Term at the total lease payment of approximately RMB130,500,000, which comprises of (i) the amount of the lease principal in the sum of RMB120,000,000; and (ii) a total interest component to the lease payments of RMB10,500,000. The interest rate has been agreed after arm's length negotiations between the parties, taking into account factors including (i) the consideration payable by Ping An International Financial Leasing for the purchase of the Leased Assets; (ii) the length of the Lease Term and payment schedule; (iii) the credit risks associated with Numat Paper; and (iv) prevailing market interest rates and trading terms of the similar finance lease arrangements. The lease payment shall be paid by Numat Paper to Ping An International Financial Leasing every three months in 12 installments during the Lease Term, and the first rent payment date is the third month after the Lease Commencement Date.

Transfer of Ownership of the Leased Assets back to the Lessee:

Subject to full payment of all lease payments and other amounts payable by Numat Paper to Ping An International Financial Leasing under the Finance Lease Agreement, Ping An International Financial Leasing shall transfer the ownership of the Leased Assets to Numat Paper with the payment of a retention money of RMB100.

Guarantee for the Finance Lease Agreement:

Shandong Century Sunshine Paper Group Company Limited* (山東世紀陽光紙業集團有限公司), Shandong Wamat Paper Company Limited (山東華邁紙業有限公司) and Changle Shengshi Thermoelectricity Company Limited* (昌樂盛世熱電有限責任公司), the subsidiaries of the Company, shall provide joint liability guarantees in favor of Ping An International Financial Leasing in respect of Numat Paper's obligations under the Finance Lease Agreement.

REASONS FOR AND BENEFITS OF ENTERING INTO THE FINANCE LEASE ARRANGEMENT

The terms of the Finance Lease Arrangement and the transactions contemplated thereunder are determined after arm's length negotiations with reference to, among others, the prevailing market price of similar assets and the prevailing market interest rates and trading terms of similar finance lease arrangement. The Directors are of the opinion that the Group will be able to supplement its working capital through the Finance Lease Arrangement.

According to the International Financial Reporting Standards, the transactions contemplated under the Finance Lease Arrangement do not constitute a disposal of assets and will not give rise to any gain or loss to be recorded in the Group's income statement. Upon expiry of the Lease Term and subject to the Finance Lease Agreement, the ownership of the Leased Assets will be transferred to the Group with the payment of a retention money of RMB100. Accordingly, in substance and for accounting purposes, the Finance Lease Arrangement is substantially similar to a secured borrowing arrangement. The Directors are of the view that the terms and conditions of which are on normal commercial terms, fair and reasonable and in the interests of the Company and its shareholders as a whole.

INFORMATION ABOUT THE PARTIES TO THE FINANCE LEASE ARRANGEMENT

The Company is a limited company incorporated in the Cayman Islands under the Companies Act as an exempted company with limited liability on 22 August 2007 and its shares have been listed on the main board of the Stock Exchange since 12 December 2007. The principal activities of the Company, together with its subsidiaries (including the three subsidiaries which provided guarantees under the Finance Lease Agreement), are production/generation and sale of paper products, electricity and steam.

Numat Paper is a wholly-owned subsidiary of the Company, and is principally engaged in production and sale of machine-made paper, premium paperboard and raw materials of papermaking, and sale of paper additives, as well as export and import for the above.

Ping An International Financial Leasing is a company incorporated in the PRC with limited liability (平安國際融資租賃有限公司) and is principally engaged in financial leasing business; leasing business; purchasing leased property from domestic and overseas parties; residual value disposal and maintenance of leased property; consultation and guarantee for leasing transactions. Ping An International Financial Leasing is owned as to approximately 69.4432% by Ping An Insurance (Group) Company of China, Ltd.* (中國平安保險(集團)股份有限公司), a PRC company listed on the main board of the Stock Exchange (stock code: 2318) and Shanghai Stock Exchange (stock code: 601318); and approximately 30.5568% by China Ping An Insurance Overseas (Holdings) Limited* (中國平安保險海外(控股)有限公司), which is wholly owned by Ping An Insurance (Group) Company of China, Ltd.* (中國平安保險(集團)股份有限公司).

To the best of the Directors' knowledge, information and belief having made all reasonable enquiries, Ping An International Financial Leasing and its ultimate beneficial owners (if applicable) are third parties independent of the Company and its connected persons (as defined in the Listing Rules).

IMPLICATIONS OF THE LISTING RULES

As one or more of the applicable percentage ratios (as defined in the Listing Rules) of the transactions under the Finance Lease Arrangement are more than 5% but less than 25%, the transactions under the Finance Lease Arrangement constitute discloseable transactions of the Company under Chapter 14 of the Listing Rules, and are subject to the announcement and reporting requirements under the Listing Rules.

DEFINITIONS

In this announcement, the following expressions shall have the following meanings unless the context requires otherwise:

"Board"	the board of Directors;
"Company"	China Sunshine Paper Holdings Company Limited (中國陽光紙業控股有限公司), a company incorporated in the Cayman Islands with limited liability and the issued shares of which are listed on the main board of the Stock Exchange (stock code: 2002);
"Companies Act"	the Companies Act, Cap. 22 (Law 3 of 1961, as consolidated and revised) of the Cayman Islands;
"connected person(s)"	has the meaning ascribed to it under the Listing Rules;
"Director(s)"	the director(s) of the Company;
"Finance Lease Agreement"	the finance lease agreement dated 31 August 2026 and entered into between Ping An International Financial Leasing and Numat Paper in relation to the Finance Lease Arrangement;
"Finance Lease Arrangement"	the purchase of the Leased Assets by Ping An International Financial Leasing and the lease back of the Leased Assets to Numat Paper pursuant to the terms of the Finance Lease Agreement;
"Group"	the Company and its subsidiaries of the PRC;
"Hong Kong"	the Hong Kong Special Administrative Region of the PRC;
"Lease Commencement Date"	the date of payment of the consideration by Ping An International Financial Leasing to Numat Paper for the purchase of the Leased Assets;

"Lease Term"	the lease term of three years from the Lease Commencement Date under the Finance Lease Agreement;
"Leased Assets"	certain equipment owned by Numat Paper (mainly for coated white top linerboard production) and currently stored in the Lessee's factory located in Changle Economic Development Zone, Weifang, Shandong, China, which will be sold by Numat Paper to Ping An International Financial Leasing and shall be leased back to Numat Paper according to the Finance Lease Arrangement;
"Listing Rules"	the Rules Governing the Listing of the Securities on the main board of the Stock Exchange (as amended from time to time);
"Numat Paper"	Changle Numat Paper Industry Co., Ltd.* (昌樂新邁紙業有限公司), a company established in the PRC with limited liability, which is a wholly-owned subsidiary of the Company;
"Ping An International Financial Leasing"	Ping An International Financial Leasing Company Limited* (平安國際融資租賃有限公司, a limited liability company incorporated in the PRC on 27 September 2012;
"PRC" or "China"	the People's Republic of China, for the purpose of this announcement only, excluding Hong Kong, Macau Special Administrative Region and Taiwan;
"RMB"	Renminbi, the lawful currency of the PRC;
"Stock Exchange"	The Stock Exchange of Hong Kong Limited;
"%"	per cent.

By order of the Board
China Sunshine Paper Holdings Company Limited
Wang Dongxing
Chairman

Weifang, China, 31 August 2026

As at the date of this announcement, the executive Directors are Mr. Wang Dongxing (Chairman), Mr. Shi Weixin and Mr. Wang Changhai; the non-executive Directors are Ms. Wu Rong and Mr. Chen Dongxu; and the independent non-executive Directors are Ms. Zhang Tao, Mr. Li Hengyuan and Mr. Sun Junchen.

* *For identification purposes only*