

ADAMA Ltd.

Announcement on Providing Guarantees in favor of the Company's Wholly-owned Subsidiary

The Company and all members of the Company's Board of Directors confirm that all information disclosed herein is true, accurate and complete, with no false or misleading statement or material omission.

I. Overview

In order to meet the daily operation and business development needs of ADAMA Anpon (Jiangsu) Ltd. (hereinafter referred to as "Anpon"), a wholly-owned subsidiary of ADAMA Ltd. (hereinafter referred to as "the Company"), the Company intends to provide guarantees in favor of certain financing banks in order for such banks to extend certain loans to Anpon, in a total amount not exceeding RMB 360 million.

According to the Listing Rules of the Shenzhen Stock Exchange, the 31st meeting of the 9th session of the Board of Directors of the Company approved the *Proposal on Providing Guarantees in favor of the Company's Wholly-owned Subsidiary*. The decision to provide such guarantees is within the rights of the Board of Directors. No additional approval for the aforesaid guarantees is required from the shareholders of the Company.

II. Basic Information of the Warranteee

1. Basic Information of Anpon

Name of the Warranteee: ADAMA Anpon (Jiangsu) Ltd.

Established Date: November 25, 1998

Registered Address: No. 30, Huagong Road, Huai'an City

Legal Representative: Jiang Yutian

Registered Capital: RMB 251,380,000

Business Scope: Manufacture and sale of chemical products

Relationship with the Company: The Company's wholly owned subsidiary.

Credit status: After searching on the website of disclosure of enforcement information of China, Anpon is not a debtor subject to judicial enforcement.

The most recent financial situation of the Warrantee is as follows:

Unit: '0000 RMB

	At Feb 29 2024	At Dec 31,2023
Total Assets	211,234	205,188
Total Liabilities	124,262	123,372
Bank Loans	51,350	47,800
Other Current Liabilities	-	-
Contingency	-	-
Net Assets	86,973	81,816
	January to February 2024	2023
Revenue	24,047	140,840
Total Profit	630	-6,451
Net Profit	630	-10,779

Note: the above financial data was unaudited.

III. Main Contents of the Guarantees

The Company intends to provide joint liability guarantees for the below loans of Anpon.

1. Comprehensive credit line which will not exceed RMB 70 million in 2024 to be provided by Huai'an South City Branch of Industrial and Commercial Bank of China with a term of one year.
2. Loan for working capital, L/C and trade finance which will not exceed RMB 90 million in 2024 to be provided by Huai'an Qing Jiangpu Branch of Agricultural Bank of China with a term of one year.
3. Loan which will not exceed RMB 100 million in 2024 to be provided by Huai'an Branch of Industrial Bank with a term of one year.
4. Comprehensive credit line which will not exceed RMB 100 million in 2024 to be provided by Huai'an Qingjiangpu Branch of China Construction Bank with a term of three years.

IV. Opinions of the Board of Directors

With regard to the guarantees to be provided by the Company in favor of the Company's wholly-owned subsidiary, Anpon, the Board of Directors is of the opinion that: (i) the guaranteed funds are used for the daily operation needs of the Company's wholly owned subsidiary; (ii) the financial risk of the guarantees is under the Company's control; and (iii) the guarantees neither significantly impact the normal operation of the Company, nor violate

the relevant provisions of the CSRC and the Articles of Association of the Company.

V. Accumulated Quantity of External Guarantees and Overdue Guarantees

The balance of the guarantees that have been provided by the Company and/or its subsidiaries is RMB 5,440.85 million. After providing the above guarantees, the balance of the guarantees provided by the Company and its subsidiaries will be RMB 5,800.85 million, accounting for approximately 26.46% of the latest audited net assets of the Company.

No guarantee is provided by the Company and/or its subsidiaries for the favor of entities not consolidated in the Company's financial statements.

The Company and its controlled subsidiaries do not have overdue guarantees.

VI. List of Reference Documents

1. Resolutions of the 31st Meeting of the 9th Session of the Board of Directors of the Company.

The Announcement is hereby made.

The Board of Directors of ADAMA Ltd.

March 27, 2024