

ADAMA Ltd.

Announcement on the Progress of the Arbitration Matters about Fulfillment of Performance Commitments Related to a Controlled Subsidiary

The Company and all members of its board of directors hereby confirm that all information disclosed herein is true, accurate and complete with no false recording, misleading statement or material omission.

I. Key Points

1. Progress of the Arbitration Case: Shanghai International Economic and Trade Arbitration Commission (Shanghai International Arbitration Centre) has issued the award.
2. The Standing of the Listed Company in the Case: the Applicant
3. Value Involved in the Case: The Applicant requested the payment of price adjustment of RMB 64,535,827 yuan, compensation for corresponding losses and all costs incurred for initiating the arbitration, including fees for the attorney and the arbitration.
4. Compensation Amount supported by Award: According to the award made by Shanghai International Arbitration Centre, the respondent shall pay to the applicant the price adjustment amount of RMB45,000,000, the compensation for corresponding losses and a proportion of the costs incurred for initiating the arbitration, including fees for the attorney and the arbitration.
5. Impact on the Profit and Losses of the Listed Company: The Company will make accounting treatment in accordance with the relevant provisions of *the Accounting Standards for Business Enterprises*, and the specific results of the treatment and the impact

on the Company's profits for the current and the following periods shall be subject to the final audit results of the accounting firm. The Company does not expect material impact on its profits or losses.

II. Basic Information of the Arbitration Matter

Due to the disputes between ADAMA Ltd. (hereinafter referred to as the “Company” or the “Applicant”) and Jiangsu Huifeng Bio-agriculture Co., Ltd. (hereinafter referred to as the “Respondent”) regarding the price adjustment payment in relation to *the Equity Purchase Agreement* (6.11.2019), *the Supplemental Agreement to the Equity Purchase Agreement* (26.2.2020) and *the Supplemental Agreement to the Equity Purchase Agreement* (II) (28.10.2020), the Company applied for arbitration with Shanghai International Arbitration Center (hereinafter referred to as the ‘Arbitration’).

For details, please refer to *the Announcement on the Fulfillment of Performance Commitments Related to a Controlled Subsidiary* (No. 2024-9) disclosed on 27 March, 2024 and *the Announcement on the Arbitration Matters about Fulfillment of Performance Commitments Related to a Controlled Subsidiary of ADAMA Ltd.* (No. 2024-28) disclosed on 10 May, 2024, respectively on the website of www.cninfo.com.cn.

III. Award Results

On 1 April, 2025, Shanghai International Arbitration Center rendered an award in respect of the arbitration, according to which the Respondent shall pay the Applicant the price adjustment payment of RMB45,000,000 yuan, the damage compensation for failure to pay the price adjustment amount on time (calculated on the basis of the payable amount of RMB45,000,000 and the LPR for one-year loan according to the National Interbank Offered Rate announced by China National Interbank Funding Center for the same period starting from 23 February 2024 to the date of actual payment of the entire price adjustment amount), and a certain proportion of fees for the attorney and the arbitration as well as other expenses incurred by the Applicant for initiating the case.

IV. Other Litigation and Arbitration Matters Not Disclosed

As of the date of disclosure of this announcement, the Company and its controlled subsidiaries have litigations and arbitrations whose value involved do not meet the

disclosure threshold for material litigation and arbitration matters set out in the *Rules Governing the Listing of Stocks on the Shenzhen Stock Exchange*. The Company doesn't have litigations and arbitrations that should be disclosed but have not been disclosed.

V. Possible Impact of this Arbitration on the Company's Profits for the Current and Subsequent Periods

The Company will make accounting treatment in accordance with the relevant provisions of *the Accounting Standards for Business Enterprises*, and the specific results of the treatment and the impact on the Company's profit for the current and the following periods shall be subject to the final audit results of the accounting firm. The Company does not expect material impact on its profit or loss.

VI. Documents for Reference

1. *the Arbitration Award* [File No.1292(2024) of Shanghai International Arbitration Center]

It is hereby announced.

Board of Directors of ADAMA Ltd.

April 4th, 2025