
THIS SUPPLEMENTAL CIRCULAR IS IMPORTANT AND REQUIRES YOUR IMMEDIATE ATTENTION

If you are in any doubt as to any aspect of this supplemental circular or as to the action to be taken, you should consult a stockbroker or other registered dealer in securities, bank manager, solicitor, professional accountant or other professional advisor.

If you have sold or transferred all your shares in FOLANGSI CO., LTD, you should at once hand this supplemental circular, together with the enclosed form of proxy, to the purchaser or transferee or to the bank, stockbroker or other agent through whom the sale or transfer was effected for transmission to the purchaser or transferee.

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FolangSi

FOLANGSI CO., LTD
廣州佛朗斯股份有限公司

(A joint stock company incorporated in the People's Republic of China with limited liability)

(Stock Code: 2499)

**SUPPLEMENTAL CIRCULAR TO THE CIRCULAR
DATED APRIL 18, 2024 IN RELATION TO
(1) PROPOSED APPLICATION FOR THE H SHARE
FULL CIRCULATION;
AND
(2) SUPPLEMENTAL NOTICE OF ANNUAL GENERAL MEETING**

This supplemental circular should be read together with the circular of the Annual General Meeting dated April 18, 2024 issued by the Company (the “**First Circular**”). The Annual General Meeting of FOLANGSI CO., LTD will be held as originally scheduled at No. 999, Yayun Avenue, Shiqi Town, Panyu District, Guangzhou City, Guangdong Province, PRC on Friday, June 14, 2024 at 10:00 a.m.. A supplemental notice of the Annual General Meeting dated May 29, 2024 is set out on pages 11 to 13 of this supplemental circular. The resolutions as set out in this supplemental circular will be submitted to the Annual General Meeting for consideration.

The supplemental form of proxy for use at the Annual General Meeting, is enclosed with this supplemental circular and such supplemental form of proxy is also published on the websites of the Stock Exchange (www.hkexnews.hk) and the Company (www.fls123.com). Whether or not you intend to attend the Annual General Meeting, you are requested to complete and return the enclosed supplemental form of proxy in accordance with the instructions printed thereon not less than 24 hours before the time fixed for the holding of the Annual General Meeting (i.e. not later than 10:00 a.m. on Thursday, June 13, 2024) or any adjournment thereof (as the case may be). Completion and return of the supplemental form of proxy will not preclude you from attending the meeting and voting in person if you so wish. The proxy form enclosed in the First Circular that has been returned will remain valid and effective to the extent applicable if correctly completed.

May 29, 2024

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DEFINITIONS

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

“Annual General Meeting” or “AGM”	the annual general meeting of the Company to be held at No. 999, Yayun Avenue, Shiqi Town, Panyu District, Guangzhou City, Guangdong Province, PRC on Friday, June 14, 2024 at 10:00 a.m. or any adjournment thereof (as the case may be), to consider and, if thought fit, to approve the resolutions contained in the First Notice and the supplemental notice of the Annual General Meeting which is set out on pages 11 to 13 of this supplemental circular
“Articles of Association”	the articles of association of the Company, as amended, modified or otherwise supplemented from time to time
“Board of Directors” or “Board”	the board of directors of the Company
“China” or “the PRC”	the People’s Republic of China excluding, for the purposes of this supplemental circular, Hong Kong, the Macau Special Administrative Region of the People’s Republic of China and Taiwan
“Company” or “the Company”	FOLANGSI CO., LTD (廣州佛朗斯股份有限公司) (formerly known as Guangzhou Folangsi Machinery Co., Ltd. (廣州佛朗斯機械有限公司)), a limited liability company incorporated in the PRC on December 5, 2007 which was converted into a joint stock company with limited liability on November 25, 2016 and listed on the Stock Exchange on November 10, 2023 (Stock code: 2499)
“Company Law”	the Company Law of the PRC
“CSRC”	The China Securities Regulatory Commission (中國證券監督管理委員會)
“Director(s)”	the director(s) of the Company
“First Circular”	the circular of the Annual General Meeting dated April 18, 2024 issued by the Company

DEFINITIONS

“First Notice”	the notice of the Annual General Meeting dated April 18, 2024 issued by the Company
“First Proxy Form”	the proxy form for use at the Annual General Meeting enclosed with the First Circular
“Group”	the Company and its subsidiaries
“H Share(s)”	the overseas listed foreign share(s) in the share capital of the Company with a nominal value of RMB0.25 each, which are subscribed for and traded in Hong Kong dollars and listed on the Stock Exchange
“H Share Full Circulation”	the proposed conversion of up to 141,428,080 Unlisted Shares held by the Unlisted Shareholders into H Shares and the listing and circulation of such Shares on the Main Board of the Stock Exchange, which may be carried out at the appropriate time or times
“Hong Kong”	the Hong Kong Special Administrative Region of the PRC
“Hong Kong dollars” or “HK dollars” or “HK\$” or “HK cents”	Hong Kong dollars and cents respectively, the lawful currency of Hong Kong
“Latest Practicable Date”	May 29, 2024, being the latest practicable date prior to the issue of this supplemental circular for ascertaining certain information in this supplemental circular
“Listing Rules”	the Rules Governing the Listing of Securities on the Stock Exchange (as amended, supplemented or otherwise modified from time to time)
“RMB”	Renminbi, the lawful currency of the PRC
“SFO”	the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong)
“Share(s)”	ordinary share(s) in the capital of the Company with a nominal value of RMB0.25 each, including both Unlisted Shares and H Shares
“Shareholder(s)”	the holder(s) of Share(s)

DEFINITIONS

“Stock Exchange”	The Stock Exchange of Hong Kong Limited
“Supervisor(s)”	member(s) of the Supervisory Committee of the Company
“Supervisory Committee”	the supervisory committee of the Company
“Supplemental Proxy Form”	the supplemental proxy form for use at the Annual General Meeting enclosed with this supplemental circular
“Takeovers Code”	The Code on Takeovers and Mergers and Share Buy-backs approved by the Securities and Futures Commission as amended from time to time
“Unlisted Shares”	the ordinary shares in the share capital of the Company with a nominal value of RMB0.25 each, which are not listed on any stock exchange
“Unlisted Shareholder(s)”	the holder(s) of Unlisted Share(s)

LETTER FROM THE BOARD OF DIRECTORS



FOLANGSI CO., LTD
廣州佛朗斯股份有限公司

(A joint stock company incorporated in the People's Republic of China with limited liability)

(Stock Code: 2499)

Executive Directors:

Mr. HOU Zekuan
Mr. HOU Zebing
Mr. QIAN Xiaoxuan
Ms. MA Li

Registered Office:

No. 999, Yayun Avenue
Shiqi Town, Panyu District
Guangzhou City, Guangdong Province
PRC

Non-executive Directors:

Mr. ZHU Yingchun
Mr. SHU Xiaowu

*Headquarters and Principal Place of
Business in China:*

No. 999, Yayun Avenue
Shiqi Town, Panyu District
Guangzhou City, Guangdong Province
PRC

Independent non-executive Directors:

Mr. CHIANG Edward
Dr. FAN Xia
Mr. WANG Chuanbang

Principal Place of Business in Hong Kong:

5/F, Manulife Place
348 Kwun Tong Road
Kowloon, Hong Kong

May 29, 2024

To the Shareholders

Dear Sir/Madam,

**SUPPLEMENTAL CIRCULAR TO THE CIRCULAR
DATED APRIL 18, 2024 IN RELATION TO**

**(1) PROPOSED APPLICATION FOR THE H SHARE
FULL CIRCULATION;**

AND

(2) SUPPLEMENTAL NOTICE OF ANNUAL GENERAL MEETING

I. INTRODUCTION

This supplemental circular should be read together with the First Circular and the First Notice.

LETTER FROM THE BOARD OF DIRECTORS

The purpose of this supplemental circular is to give you supplemental notice of the Annual General Meeting and to provide you with information reasonably necessary to enable you to make an informed decision on whether to vote for or against the supplemental resolutions to be proposed at the Annual General Meeting as described below.

II. PROPOSED APPLICATION FOR THE H SHARE FULL CIRCULATION

Reference is made to the Guidelines on Application for “Full Circulation” of Domestic Unlisted Shares of H-share Companies (《H股公司境內未上市股份申請“全流通”業務指引》) issued by the CSRC on November 14, 2019 and further amended on August 10, 2023 (the “Guidelines”), and the Trial Administrative Measures of Overseas Securities Offering and Listing by Domestic Companies (《境內企業境外發行證券和上市管理試行辦法》) issued by the CSRC on February 17, 2023 regarding the procedures to apply for full circulation of shares by companies whose H shares are listed on the Stock Exchange.

In view of the Guidelines, on May 29, 2024, the Board considered and approved the proposal for the H Share Full Circulation under which the Company may consider to apply to the CSRC at the appropriate time or times to convert up to 141,428,080 Unlisted Shares into H Shares pursuant to the authorization from the Unlisted Shareholders. In the event that the H Share Full Circulation is carried out and upon obtaining all relevant approvals (including the filing notice by the CSRC and the approval of the Stock Exchange) and having complied with all applicable laws, rules and regulations, up to 141,428,080 Unlisted Shares will be converted into H Shares and the Company will apply to the Stock Exchange for the listing of, and permission to deal in, such H Shares on the Main Board of the Stock Exchange. The Unlisted Shareholders may elect to participate in the H Share Full Circulation at the appropriate time or times and, subject to obtaining all relevant approvals, convert the respective Unlisted Shares held by them into H Shares. As at the Latest Practicable Date, details of all Unlisted Shareholders who may so elect to participate in the H Share Full Circulation and the respective Unlisted Shares held by them are as follows:

No.	Name of Unlisted Shareholder	The number of Unlisted Shares held (for which the Unlisted Shareholder may elect to apply for conversion into H Shares under the H Share Full Circulation) (shares)
1	Hou Zekuan (侯澤寬)	37,044,480
2	Hou Zebing (侯澤兵)	35,567,896
3	Guangzhou Daze Investment Partnership (廣州達澤投資合夥企業(有限合夥))	15,550,108

LETTER FROM THE BOARD OF DIRECTORS

No.	Name of Unlisted Shareholder	The number of Unlisted Shares held (for which the Unlisted Shareholder may elect to apply for conversion into H Shares under the H Share Full Circulation) <i>(shares)</i>
4	Shenzhen Dachen Chuangtong Equity Investment Enterprise (Limited Partnership) (深圳市達晨創通股權投資企業(有限合夥))	19,471,952
5	Shenzhen Dachen Chuanglian Equity Investment Fund Partnership (Limited Partnership) (深圳市達晨創聯股權投資基金合夥企業(有限合夥))	21,440,924
6	Shenzhen Xinyu Equity Investment Enterprise (Limited Partnership) (深圳鑫域股權投資企業(有限合夥))	4,000,000
7	Wang Jing (汪晶)	1,800,000
8	Fuzhou Xinghe Yuanjing Equity Investment Partnership (Limited Partnership) (福州市興禾遠景股權投資合夥企業(有限合夥))	4,408,628
9	Shanghai Zezhen Investment Center (Limited Partnership) (上海澤禎投資中心(有限合夥))	2,144,092
	Total:	<hr style="width: 20%; margin-left: auto; margin-right: 0;"/> 141,428,080 <hr style="width: 20%; margin-left: auto; margin-right: 0;"/>

There are no specific provisions under the Articles of Association as to whether the H Share Full Circulation is subject to the Shareholders' approval and the Board recommended to propose matters related to the H Share Full Circulation to the Annual General Meeting for consideration. In the event that the H Share Full Circulation is to be carried out, it shall be subject to the fulfilment of the following conditions:

- (1) the approval of the H Share Full Circulation having been obtained at the Annual General Meeting;
- (2) the grant of authorization to the Board and its delegated persons to handle matters relating to the H Share Full Circulation having been obtained at the Annual General Meeting;
- (3) the approval of the H Share Full Circulation by the relevant administrative and regulatory authority (i.e. the CSRC); and
- (4) the Listing Committee of the Stock Exchange granting the listing of, and permission to deal in, the H Shares converted from the H Share Full Circulation.

LETTER FROM THE BOARD OF DIRECTORS

As of the Latest Practicable Date, none of the aforesaid conditions have been satisfied. Details of the implementation plan of the H Share Full Circulation will be subject to internal approval process of certain Unlisted Shareholders if they elect to participate in the H Share Full Circulation and the Company has not submitted the filing application to the CSRC. In the event that the H Share Full Circulation is to be carried out, the Company will make further announcement(s) on the progress of the H Share Full Circulation in accordance with the Inside Information Provisions of the SFO and/or the requirements of the Listing Rules.

Shareholding structure of the Company before and after the completion of the H Share Full Circulation

Assuming there will be no change to the share capital structure of the Company from the Latest Practicable Date to immediately before completion of the H Share Full Circulation and the above Unlisted Shareholders who may elect to participate in the H Share Full Circulation at the appropriate time or times elects to apply for the conversion of all the Unlisted Shares held by them into H Shares under the H Share Full Circulation, the share capital structure of the Company immediately before and immediately after completion of the H Share Full Circulation is set out below:

Class of Shares	Immediately before completion of the H Share Full Circulation		Immediately after completion of the H Share Full Circulation	
	<i>Number of Shares</i>	<i>Approx. %</i>	<i>Number of Shares</i>	<i>Approx. %</i>
	Unlisted Shares	141,428,080	40.64	0
H Shares	206,594,736	59.36	348,022,816	100.00
Total	<u>348,022,816</u>	<u>100.00</u>	<u>348,022,816</u>	<u>100.00</u>

The Board proposes, in preparation of and prior to the actual carrying out of the potential H Share Full Circulation, to seek approval from the Shareholders at the Annual General Meeting, by way of ordinary resolution, for the H Share Full Circulation.

As the H Share Full Circulation is subject to certain conditions and other relevant procedures as required by the CSRC and the Stock Exchange, Shareholders of the Company and potential investors are advised to exercise caution when dealing in the shares of the Company.

III. PROPOSED GRANT OF AUTHORIZATION TO THE BOARD AND ITS DELEGATED PERSONS TO HANDLE MATTERS RELATING TO THE H SHARE FULL CIRCULATION

The Unlisted Shareholders may, if they elect to participate in the H Share Full Circulation, consider to agree to authorize the Board and/or its delegated persons to apply to the CSRC, the Stock Exchange and other relevant regulatory authorities for the H Share Full Circulation and be responsible for dealing with matters related to the H Share Full Circulation.

LETTER FROM THE BOARD OF DIRECTORS

The Board proposes to seek approval from the Shareholders at the Annual General Meeting to grant authorization to the Board and its delegated persons to handle all matters in relation to the H Share Full Circulation at their sole discretion in the event that the H Share Full Circulation is carried out. The specific scope of authorization includes but is not limited to:

- (1) implementing the resolution on the H Share Full Circulation passed at the Annual General Meeting, adjusting the specific implementation plan in accordance with the filing requirements of relevant securities regulatory authorities for the H Share Full Circulation application, including determining the specific number of shares for the H Share Full Circulation;
- (2) handling the application for the H Share Full Circulation on behalf of relevant Shareholders, including but not limited to engaging relevant intermediary agencies for the H Share Full Circulation, preparing, modifying, signing, supplementing, submitting, reporting and executing relevant application documents and other legal documents in accordance with the requirements of authorized securities regulatory authorities, and signing, modifying, supplementing, submitting, reporting and executing various legal documents in connection with the H Share Full Circulation application on behalf of relevant Shareholders;
- (3) handling various matters relating to the listing of relevant Shares on the Stock Exchange on behalf of relevant Shareholders after the approval or filing notice on application of the H Share Full Circulation has been obtained from authorized securities regulatory authorities, including but not limited to authorizing the China Securities Depository and Clearing Corporation Limited to hold the converted Shares on behalf of the relevant Shareholders, applying for the establishment of a specific account for H Share Full Circulation, handling cross-border registration and custody procedures, foreign exchange registration procedures and application for listing on the Stock Exchange for relevant Shares;
- (4) as permitted by applicable laws and regulations, taking all necessary actions on behalf of relevant Shareholders to determine and handle all other matters relating to the H Share Full Circulation application.

The abovementioned authorization shall be valid and effective from the date on which the resolution on the proposed grant of authorization to the Board and its delegated persons to handle matters relating to the H Share Full Circulation has been considered and approved by the Shareholders at the Annual General Meeting until completion of the H Share Full Circulation.

The Board proposes to seek approval from the Shareholders at the Annual General Meeting, by way of ordinary resolution, for the proposed grant of authorization to the Board and its delegated persons to handle matters relating to the H Share Full Circulation.

LETTER FROM THE BOARD OF DIRECTORS

IV. ANNUAL GENERAL MEETING

The Annual General Meeting will be held as originally scheduled at No. 999, Yayun Avenue, Shiqi Town, Panyu District, Guangzhou City, Guangdong Province, PRC on Friday, June 14, 2024 at 10:00 a.m..

A supplemental notice of the Annual General Meeting dated May 29, 2024 is set out on pages 11 to 13 of this supplemental circular. The resolutions as set out in this supplemental circular will be submitted to the Annual General Meeting for consideration.

The Supplemental Proxy Form is enclosed with this supplemental circular and such Supplemental Proxy Form is also published on the websites of the Stock Exchange (www.hkexnews.hk) and the Company (www.fls123.com).

The First Proxy Form that has been returned will remain valid and applicable to the permissible extent if correctly completed. The Supplemental Proxy Form will not affect the validity of any proxy form duly completed and returned by you in respect of the resolutions set out in the First Notice. If you have validly appointed a proxy to attend the Annual General Meeting on your behalf but do not duly complete and return the Supplemental Proxy Form, your proxy will be entitled to vote at discretion on your behalf on the supplemental resolutions set out in the supplemental notice of the Annual General Meeting. If you do not duly complete and return the First Proxy Form but have duly completed and returned the Supplemental Proxy Form and validly appointed a proxy to attend the Annual General Meeting on your behalf, your proxy will be entitled to vote at discretion on your behalf on the resolutions set out in the First Notice.

Whether or not you intend to attend the Annual General Meeting, you are requested to complete and return the enclosed Supplemental Proxy Form in accordance with the instructions printed thereon not less than 24 hours before the time fixed for the holding of the Annual General Meeting (i.e. not later than 10:00 a.m. on Thursday, June 13, 2024) or any adjournment thereof (as the case may be). Completion and return of the Supplemental Proxy Form will not preclude you from attending the meeting and voting in person if you so wish.

V. CLOSURES OF REGISTER OF MEMBERS

For the purpose of determining the entitlement of Shareholders to attend and vote at the AGM, the register of members of the Company will be closed from Tuesday, June 11, 2024, to Friday, June 14, 2024, both dates inclusive, during which period no transfer of shares will be registered. In order to be eligible to attend and vote at the AGM, all share transfer documents accompanied by the relevant share certificates must be lodged with the Company's headquarters and principal place of business in China at No. 999, Yayun Avenue, Shiqi Town, Panyu District, Guangzhou City, Guangdong Province, PRC (for holders of Unlisted Shares) or the Company's H share registrar in Hong Kong, Tricor Investor Services Limited, at 17/F, Far East Finance Centre, 16 Harcourt Road, Hong Kong (for holders of H Shares) not later than 4:30 p.m. on Friday, June 7, 2024, for registration.

LETTER FROM THE BOARD OF DIRECTORS

VI. VOTING BY POLL

Pursuant to Rule 13.39(4) of the Listing Rules, at any general meeting, a resolution put to the vote of Shareholders shall be taken by poll except where the chairman of the Annual General Meeting, in good faith, decides to allow a resolution which relates purely to a procedural or administrative matter to be voted on by a show of hands, among which, voting at the meeting in respect of Resolutions No. 6(a) to No. 7 in relation to the proposed election of Directors and Supervisors (as the case may be) as set out in the First Notice shall be conducted by way of cumulative voting.

An announcement on the poll results will be published by the Company after the Annual General Meeting in the manner prescribed under the Listing Rules.

VII. RESPONSIBILITY STATEMENT

This supplemental circular, for which the Directors collectively and individually accept full responsibility, includes particulars given in compliance with the Listing Rules for the purpose of giving information with regard to the Company. The Directors, having made all reasonable enquiries, confirm that, to the best of their knowledge and belief, the information contained in this supplemental circular is accurate and complete in all material respects and not misleading or deceptive, and there are no other matters the omission of which would make any statement herein or this supplemental circular misleading.

VIII. RECOMMENDATION

The Directors are of the view that all resolutions set out in the supplemental notice of the Annual General Meeting to be considered and approved by the Shareholders are in the interests of the Company and the Shareholders as a whole. Accordingly, the Directors recommend that the Shareholders vote in favor of the relevant resolutions to be proposed at the Annual General Meeting as set out in the supplemental notice of the Annual General Meeting.

By order of the Board of Directors

FOLANGSI CO., LTD

Hou Zekuan

Chairman of the Board of Directors and Executive Director

SUPPLEMENTAL NOTICE OF ANNUAL GENERAL MEETING



FOLANGSI CO., LTD 廣州佛朗斯股份有限公司

(A joint stock company incorporated in the People's Republic of China with limited liability)

(Stock Code: 2499)

SUPPLEMENTAL NOTICE OF ANNUAL GENERAL MEETING

References are made to the circular of FOLANGSI CO., LTD (the “**Company**”) dated April 18, 2024 (the “**First Circular**”) and the notice of the annual general meeting dated April 18, 2024 (the “**First Notice**”) which set out the details of the resolutions to be proposed at the annual general meeting of the Company (the “**Annual General Meeting**”) for shareholders’ approval.

SUPPLEMENTAL NOTICE IS HEREBY GIVEN that the Annual General Meeting will be held as originally scheduled at No. 999, Yayun Avenue, Shiqi Town, Panyu District, Guangzhou City, Guangdong Province, PRC on Friday, June 14, 2024 at 10:00 a.m., for the purposes of considering and, if thought fit, passing the following resolutions in addition to the resolutions set out in the First Notice. Unless the context otherwise requires, capitalized terms used herein shall have the same meanings as those defined in the supplemental circular of the Company dated May 29, 2024 (the “**Supplemental Circular**”):

ORDINARY RESOLUTIONS

14. To consider and approve the proposed conversion of up to 141,428,080 Unlisted Shares held by the Unlisted Shareholders into H Shares and the listing and circulation of such Shares on the Main Board of the Stock Exchange, which may be carried out at the appropriate time or times.
15. To consider and approve the grant of authorization to the Board and its delegated persons to handle matters relating to the H Share Full Circulation.

By order of the Board of Directors

FOLANGSI CO., LTD

Hou Zekuan

Chairman of the Board of Directors and Executive Director

Guangzhou City, the People’s Republic of China

May 29, 2024

SUPPLEMENTAL NOTICE OF ANNUAL GENERAL MEETING

Notes:

1. CLOSURES OF REGISTER OF MEMBERS

For the purpose of determining the entitlement of Shareholders to attend and vote at the AGM, the register of members of the Company will be closed from Tuesday, June 11, 2024, to Friday, June 14, 2024, both dates inclusive, during which period no transfer of shares will be registered. In order to be eligible to attend and vote at the AGM, all share transfer documents accompanied by the relevant share certificates must be lodged with the Company's headquarters and principal place of business in China at No. 999, Yayun Avenue, Shiqi Town, Panyu District, Guangzhou City, Guangdong Province, PRC (for holders of Unlisted Shares) or the Company's H share registrar in Hong Kong, Tricor Investor Services Limited, at 17/F, Far East Finance Centre, 16 Harcourt Road, Hong Kong (for holders of H Shares) not later than 4:30 p.m. on Friday, June 7, 2024, for registration.

2. PROXY

Shareholders entitled to attend and vote at the Annual General Meeting may appoint one or more proxies to attend and vote in their stand. A proxy need not be a shareholder of the Company. If more than one proxy is appointed, the number of shares in respect of which each such proxy so appointed must be specified in the relevant form of proxy. Every shareholder present in person or by proxy shall be entitled to one vote for each share held by him.

The Supplemental Proxy Form is enclosed with the Supplemental Circular and such Supplemental Proxy Form is also published on the websites of the Stock Exchange (www.hkexnews.hk) and the Company (www.fls123.com).

The First Proxy Form that has been returned will remain valid and applicable to the permissible extent if correctly completed. The Supplemental Proxy Form will not affect the validity of any proxy form duly completed and returned by you in respect of the resolutions set out in the First Notice. If you have validly appointed a proxy to attend the Annual General Meeting on your behalf but do not duly complete and return the Supplemental Proxy Form, your proxy will be entitled to vote at discretion on your behalf on the supplemental resolutions set out in the supplemental notice of the Annual General Meeting. If you do not duly complete and return the First Proxy Form but have duly completed and returned the Supplemental Proxy Form and validly appointed a proxy to attend the Annual General Meeting on your behalf, your proxy will be entitled to vote at discretion on your behalf on the resolutions set out in the First Notice.

The instrument appointing a proxy must be in writing under the hand of a shareholder or his/her attorney duly authorized in writing. If the shareholder is a corporate body, the Supplemental Proxy Form must be either executed under its common seal or under the hand of its legal representative(s) or director(s) or duly authorized attorney(s).

The Supplemental Proxy Form together with the power of attorney or other authorization documents (if any), under which it is signed or a certified copy of that power or authorization document, must be lodged at the Company's headquarters and principal place of business in China at No. 999, Yayun Avenue, Shiqi Town, Panyu District, Guangzhou City, Guangdong Province, PRC (for holders of Unlisted Shares) or the Company's H share registrar in Hong Kong, Tricor Investor Services Limited, at 17/F, Far East Finance Centre, 16 Harcourt Road, Hong Kong (for holders of H Shares) not less than 24 hours before the time fixed for holding the Annual General Meeting (i.e. before 10:00 a.m. on Thursday, June 13, 2024) or any adjournment thereof (as the case may be). Completion and return of the Supplemental Proxy Form will not preclude a shareholder of the Company from attending the meeting and voting in person if he/she/it so wishes.

3. CONTACT DETAILS OF THE COMPANY

Contact Address: No. 999, Yayun Avenue, Shiqi Town, Panyu District, Guangzhou City, Guangdong Province, PRC

Contact Person: Ms. Ma Li, Secretary of the Board

Contact Telephone: (86) 020 66855746

Contact Fax: (86) 202 66855740

SUPPLEMENTAL NOTICE OF ANNUAL GENERAL MEETING

4. VOTING BY POLL

Pursuant to Rule 13.39(4) of the Listing Rules, at any general meeting, a resolution put to the vote of Shareholders shall be taken by poll except where the chairman of the AGM, in good faith, decides to allow a resolution which relates purely to a procedural or administrative matter to be voted on by a show of hands.

An announcement on the poll results will be published by the Company after the Annual General Meeting in the manner prescribed under the Listing Rules.

5. OTHER BUSINESS

Holders of Shares shall produce their identity documents and supporting documents in respect of the shares of the Company held when attending the Annual General Meeting. If corporate Shareholders appoint authorized representatives to attend the Annual General Meeting, the authorized representative shall produce his/her identity documents and a notarially certified copy of the relevant authorization instrument signed by the board of directors or other authorized parties of the corporate Shareholders or other notarially certified documents allowed by the Company. Proxies shall produce their identity documents and the proxy forms signed by the Shareholders or their attorneys when attending the Annual General Meeting.

References to time and dates in this notice are to Hong Kong time and dates.

For details of the above resolutions proposed at the Annual General Meeting, please refer to the Supplemental Circular.

As at the date of this notice, the Board of Directors comprises Mr. Hou Zekuan as the chairman of the Board of Directors and an executive Director, Mr. Hou Zebing, Mr. Qian Xiaoxuan and Ms. Ma Li as executive Directors, Mr. Zhu Yingchun and Mr. Shu Xiaowu as non-executive Directors, and Mr. Chiang Edward, Dr. Fan Xia and Mr. Wang Chuanbang as independent non-executive Directors.