Putian Communication Group Limited
普天通信集團有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 1720)

SUPPLEMENTAL ANNOUNCEMENT
DISCLOSEABLE TRANSACTION
DISPOSAL OF 51% EQUITY INTEREST IN A SUBSIDIARY

Reference is made to the announcement of Putian Communication Group Limited (the "**Company**" and together with its subsidiaries, the "**Group**") dated 21 March 2025 in relation to the Transaction (the "**Announcement**"). Capitalised terms used herein shall have the same meanings as those defined in the Announcement unless otherwise defined.

In relation to the Announcement, the Board would like to provide further information as follows:

Circumstances leading up to the Disposal

In 1991, the Purchaser first met Mr. Zhao Xiaobao, the executive director of the Company, on a social occasion, through the introduction of Mr. Zhao Xiaobao's sister. In early June 2024, the Purchaser expressed interests in acquiring certain stakes in the Target Company and proposed to Mr. Zhao Xiaobao, who then referred this proposal to Ms. Wang Qiuping for further negotiation. From early June 2024 to 18 July 2024, the Purchaser and Ms. Wang Qiuping continued negotiating for the Disposal and reached an agreement on 18 July 2024. Ms. Wang Qiuping was involved in the initiation, negotiation and entering into the Disposal Agreement. The Disposal was completed on 14 March 2025.

Reasons for breach of Listing Rules

After the negotiation for the substantive terms of the Disposal completed between the Purchaser and Ms. Wang Qiuping as abovementioned, the preparation for the disposal agreement and other administrative matters were delegated to the Group's administrative manager, Ms. Li Huiya, who was in the erroneous belief that due to the loss-making position of the Target Company and completion of the Disposal had yet to take place, no announcement, nor consultation with the Exchange, with respect to the Disposal, was required.

Reasons for disposal of 51% equity interests in the Target Company

The Company considered that the disposal of 51% in the Target Company can enable the Company to realize part of its investment while maintaining the upside exposure to the Target Company in case the Purchaser, who possesses ample experience in managing the business in which the Target Company is presently engaged, is subsequently able to improve its operation and profit-making ability. It was also the intention of the Purchaser to acquire the majority stake in the Target Company so that he can direct the management policy of the Target Company.

Remedial measures

The Company proposed the following remedial measures to prevent the recurrence of similar incidence. Ms. Li Huiya, will be responsible for implementing the following remedial actions, and Mr. Zhao Zhiwei, our finance manager, will be responsible for monitoring and approving the same.

Remedial Action No.	Remedial Action	Implementation Timeline
1	The Company will arrange for training to be provided by S.H. Wong & Co., a solicitors' firm of Hong Kong, for its employees, including the Directors, the senior management, the relevant business operation and finance departments, to strengthen their familiarity with the Listing Rules and enhance their awareness of compliance with the relevant internal control procedures relating to the Group's notifiable and connected transactions. The topics to be covered involve (1)notifiable transaction under Chapter 14 of the Listing Rules, (2) connected transaction under Chapter 14A of the Listing Rules and (3) continuing obligations under Chapter 13 of the Listing Rules. It is expected that there will be two sessions of training to be provided within 2 months from the date of this announcement.	Within 2 months from the date of this announcement

Remedial Action No.	Remedial Action	Implementation Timeline
2	The Company will provide detailed guidelines relating to notifiable transactions and connected transaction under the Listing Rules for all the Directors as well as senior management in order to strengthen and reinforce their existing knowledge relating to notifiable transactions and connected transaction as well as their ability to identify potential issues at early stage. Such guidelines cover the following area:– Chapter 14 of the Listing Rules: 1. Definition of transaction 2. Classification of notifiable transactions 3. **Disclosure Obligations:** Specifies under what circumstances disclosure is required 4. **Shareholder Approval:** Determines which categories of transactions require approval from shareholders 5. **Financial Assistance & Guarantees:** Rules with respect to indemnities, guarantees, and financial assistance provided by listed issuers 6. **Leasing Transactions:** Rules with respect to finance and operating leases that significantly impact a listed issuer's operations 7. Formation of Joint Venture and its related exemption 8. Exemption for transaction of a revenue nature in the ordinary and usual course of business of the listed issuer. Chapter 14A of the Listing Rules: 1. Definition and list of connected person 2. Category of Connected Transaction; Connected Transaction and Continuing Connected Transaction 3. Disclosure obligations, independent shareholder approval and annual review and reporting requirement: application of the de minimis exemption	Within 3 months from the date of this announcement

Remedial Action No.	Remedial Action	Implementation Timeline
3	The Company will set up a reporting guideline such that the staff should evaluate the proposed transactions and report to the relevant personnel, Mr. Zhao Zhiwei, our finance manager, if the proposed transactions may constitute notifiable transactions and/or connected transaction and/or in case they are in doubt prior to the entering into of those transactions. The relevant personnel shall further assess the proposed transactions and comply with their reporting obligations as well as submit to the Board for approval Specifically, the Company has appointed Mr. Zhao Zhiwei, our finance manager of the Company, to closely monitor potential notifiable transactions and connected transactions. The Company's finance team and other business departments will closely monitor any transactions that may trigger disclosure requirements under the Listing Rules. In particular, prior to entering into any relevant potential notifiable and/or connected transactions in the future, the business departments will notify the finance team to perform size test analysis accordingly. Where the disclosure threshold is met, the finance team will notify the relevant departments to review the relevant agreement and report to Mr. Zhao Zhiwei, who will further review the results and nature of the agreement before presenting them to the Board for approval and to entering into such agreement.	Within 3 months from the date of this announcement
4	The Company will seek advice of external professional advisers from time to time with respect to the continual compliance with the Listing Rules prior to entering into any notifiable transactions and connected transaction	Ongoing
5	The Company will also implement the above measures at the subsidiary level to ensure prompt reporting of any proposed transaction(s) or event(s) where the transactions may constitute notifiable transactions or connected transactions	Within 3 months from the date of this announcement

Save as disclosed above, all other information set out in the Announcement remains unchanged.

On behalf of the Board
Putian Communication Group Limited
Wang Qiuping
Chairlady

PRC, 30 May 2025

As at the date of this announcement, the Board comprises Ms. Wang Qiuping, Mr. Zhao Xiaobao and Ms. Zhao Moge as executive directors of the Company; and Ms. Cheng Shing Yan, Mr. Liu Guodong and Mr. Xie Haidong as independent non-executive directors of the Company.