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**CanSino Biologics Inc.**  
**康希諾生物股份公司**

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

**(Stock code: 6185)**

**ANNOUNCEMENT IN RELATION TO REPURCHASE OF A SHARES  
THROUGH CENTRALIZED BIDDING TRADING**

This announcement is made by CanSino Biologics Inc. (the “**Company**”) pursuant to Rules 13.09 and 13.10B of the Rules (the “**Listing Rules**”) Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “**Hong Kong Stock Exchange**”) and the Inside Information Provisions (as defined in the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

**Proposal for Repurchase of A Shares**

On January 21, 2022, the board (the “**Board**”) of directors (the “**Directors**”) of the Company received a letter from Dr. Xuefeng YU, a controlling shareholder of the Company, the chairman of the Board and an executive Director, in relation to a proposal for repurchase of A shares of the Company (the “**A Shares**”), pursuant to which, Dr. Xuefeng YU proposed the Company to repurchase a portion of issued A Shares by using the Company’s internal funds through centralized bidding trading on the trading system of the Shanghai Stock Exchange (the “**Centralized Bidding Trading**”).

**Procedures for Consideration and Implementation of the Repurchase Plan**

At the seventh extraordinary meeting of the second session of the Board convened on January 23, 2022, the Board considered and approved the repurchase (the “**Share Repurchase**”) of a portion of issued A Shares by the Company using its internal funds through Centralized Bidding Trading (the “**Repurchase Plan**”). The independent non-executive Directors expressed their independent opinions on such resolution and approved the Repurchase Plan. According to the applicable laws and regulations, and the articles of association of the Company, the Repurchase Plan is not required to be submitted to the general meeting of the shareholders of the Company (the “**Shareholders**”) for consideration.

**Main Contents of the Repurchase Plan**

***Purpose of the Share Repurchase***

The Repurchase Plan is formed based on the confidence in the Company’s development prospects and the high recognition on the Company’s value, with an aim at protecting the interests of the investors and enhancing their confidence in the Company, further improving the Company’s long-term incentive mechanism, mobilizing the enthusiasm of the Company’s management personnel, core employees, and enhancing team cohesion and competitiveness, so as to effectively promote the long-term development of the Company. All the repurchased A Shares are proposed to be used for future employee stock ownership plan or equity incentive scheme to be adopted in due course.

### ***Type of the Share Repurchased***

The type of shares to be repurchased is the issued RMB-denominated ordinary shares (A Shares).

### ***Method of the Share Repurchase***

The Company intends to repurchase the A Shares through Centralized Bidding Trading.

### ***Period of the Share Repurchase***

The Company may conduct Share Repurchase within 12 months from the date of approval of the Repurchase Plan by the Board. During the implementation period of the Repurchase Plan (the “**Repurchase Period**”), if the trading of the A Shares is suspended for more than 10 consecutive trading days due to the planning of material events, the implementation of the Repurchase Plan shall be postponed and disclosed promptly upon the resumption of trading of A Shares.

The Repurchase Period shall expire early where:

- (1) the number of repurchased A Shares or the use of repurchase funds reaches the maximum limit during the Repurchase Period. In such case, the implementation of the Repurchase Plan shall be completed and the Repurchase Period shall expire on such date; and
- (2) the Board decides to terminate the Repurchase Plan. In such case, the Repurchase Period shall expire on the date when the Board resolves to terminate the Repurchase Plan.

The Company shall not repurchase any A Shares during the following periods:

- (1) within ten trading days before the publication of annual report, interim report and quarterly report of the Company. In the circumstance that the date of publication is delayed due to certain reasons, such period shall be calculated from ten trading days before the original date scheduled to the date before publication;
- (2) within ten trading days before the publication of results forecast or preliminary results of the Company;
- (3) from the date of occurrence of a significant event that may have a relatively significant impact on the trading price of the shares (or during the decision-making process of such events), to the ending of the day following the disclosure of the aforesaid events; and
- (4) other circumstances as stipulated by the China Securities Regulatory Commission (“**CSRC**”) and the Shanghai Stock Exchange.

### ***Use and quantity of the shares to be repurchased, proportion to the total share capital of the Company and total amount of funds***

The repurchased A Shares will be used as the source of A Shares for future employee stock ownership plan or equity incentive scheme. The total amount of funds for the Share Repurchase shall be not less than RMB150 million (inclusive) and not more than RMB300 million (inclusive). Based on the calculation with reference to the maximum repurchase price of RMB446.78 per A Share, the total amount of A Shares to be repurchased by the Company is approximately 335,736 A Shares to 671,471 A Shares, representing approximately 0.14% to 0.27% of the total share capital of the Company as of the date of this announcement. The exact number of A Shares to be repurchased shall be subject to the actual number of shares repurchased upon the completion of the Repurchase Plan or the expiry of the Repurchase Period. In the event of conversion of capital reserve into share capital of the Company, bonus issue, rights issue, share sub-division or consolidation or events with similar nature during the Repurchase Period, the Company will make corresponding adjustments to the number of A Shares to be repurchased pursuant to relevant regulations of the CSRC and the Shanghai Stock Exchange.

### ***Price of the Share Repurchase***

The repurchase price of the A Shares shall be inclusive of and not exceed RMB446.78 per A Share, and the maximum repurchase price shall not exceed 150% of the average trading price of the A Shares for the 30 trading days immediately preceding the date of approval of the Repurchase Plan by the Board. The repurchase price shall be determined by the Board during the implementation period of the Repurchase Plan with reference to the Company's A Share price, financial position and operating conditions. In the event of conversion of capital reserve into share capital of the Company, bonus issue, rights issue, share sub-division or consolidation or events with similar nature during the Repurchase Period, the Company will make corresponding adjustments to the price of the A Shares to be repurchased pursuant to relevant regulations of the CSRC and the Shanghai Stock Exchange.

### ***Expected changes in the shareholding structure of the Company after the Share Repurchase***

The total amount of funds for the Share Repurchase shall be not less than RMB150 million (inclusive) and not more than RMB300 million (inclusive). Assuming that all the A Shares are repurchased at the maximum repurchase price of RMB446.78 per A Share, and that all the A Shares repurchased will be used for future employee stock ownership plan or equity incentive scheme and be subject to lock-up, it is expected that the shareholding structure of the Company will be changed as follows:

Type of Shares	Before the Share Repurchase			After the Share Repurchase at the minimum repurchase amount			After the Share Repurchase at the maximum repurchase amount		
	Number of shares	Percentage (%) of total shares in our Company	Percentage (%) of the relevant class of shares	Number of shares	Percentage (%) of total shares in our Company	Percentage (%) of the relevant class of shares	Number of shares	Percentage (%) of total shares in our Company	Percentage (%) of the relevant class of shares
A Shares subject to trading restrictions	47,962,292	19.38	41.79	48,298,028	19.52	42.08	48,633,763	19.65	42.37
A Shares not subject to trading restrictions	66,816,707	27.00	58.21	66,480,971	26.86	57.92	66,145,236	26.73	57.63
H Shares	<u>132,670,900</u>	<u>53.62</u>	100.00	<u>132,670,900</u>	<u>53.62</u>	100.00	<u>132,670,900</u>	<u>53.62</u>	100.00
Total Share Capital	<u>247,449,899</u>	<u>100.00</u>	N/A	<u>247,449,899</u>	<u>100.00</u>	N/A	<u>247,449,899</u>	<u>100.00</u>	N/A

*Note: The above changes have not taken into account other factors. The specific number of A Shares to be repurchased is subject to the actual number of A Shares repurchased upon the expiry of the Repurchase Period.*

***Effect on the daily operations, finances, research and development, profitability, debt repayment ability, future development and maintenance of listing status of the Company***

As of September 30, 2021, the total assets of the Company amounted to RMB10,885,218,200, the equity attributable to the owners of the Company amounted to RMB7,420,158,300, and the monetary fund of the Company amounted to RMB5,139,096,200 (the above figures are unaudited). Assuming that the maximum amount of repurchase funds of RMB300 million is fully utilized, the repurchase funds will account for 2.76%, 4.04% and 5.84% of the total assets of the Company, the net assets attributable to owners of the Company and the monetary fund of the Company as of September 30, 2021, respectively. Given that the A Shares to be repurchased will be used for future employee stock ownership plan or equity incentive scheme to be adopted in due course for the purpose set out above, based on the above calculation and taking into account the profitability and development prospects of the Company, the Repurchase Plan is not expected to have a significant impact on the daily operation, finance, research and development, debt repayment ability and future development of the Company. The shareholding structure of the Company after the Share Repurchase meets the listing requirements of the Shanghai Stock Exchange as well as the Hong Kong Stock Exchange, and is not expected to affect the listing status of the Company or result in a change in control of the Company.

***Opinions of independent non-executive Directors on compliance, necessity, reasonability, feasibility of the Repurchase Plan***

The independent non-executive Directors of the Company are of the view that the Share Repurchase is legal and in compliance with the relevant regulations, which will promote the long-term development of the Company, without prejudice to the interests of the Company and all Shareholders, especially interests of minority Shareholders. Therefore, the independent non-executive Directors approved the Purchase Plan.

***Relevant arrangements for cancellation or transfer of A Shares after the Share Repurchase***

The Company will transfer the repurchased A Shares pursuant to applicable laws and regulations and the employee stock ownership plan or equity incentive scheme to be adopted in due course. In the event that the Company fails to complete the transfer of such A Shares within three years upon the publication of repurchase results and/or share changes announcement, the A Shares repurchased under the Repurchase Plan remained unused will be cancelled pursuant to applicable laws and regulations.

During the Repurchase Period, the Company may decide to repurchase as and when appropriate based on market conditions, and will promptly fulfill its disclosure obligations in respect of the progress of the Share Repurchase. **Shareholders and potential investors of the Company are advised to exercise caution when dealing in the shares of the Company.**

By order of the Board  
**CanSino Biologics Inc.**  
**Xuefeng YU**  
*Chairman*

Hong Kong, January 23, 2022

*As of the date of this announcement, the Board comprises Dr. Xuefeng YU, Dr. Shou Bai CHAO, Dr. Tao ZHU, Dr. Dongxu QIU and Ms. Jing WANG as executive Directors, Mr. Liang LIN, Ms. Nisa Bernice Wing-Yu LEUNG and Mr. Zhi XIAO as non-executive Directors, and Mr. Shiu Kwan Danny WAI, Ms. Zhu XIN, Mr. Shuifa GUI and Mr. Jianzhong LIU as independent non-executive Directors.*