

Anti-Corruption Policy Statement

Oriental Yuhong is committed to adhering to the *Ten Principles of the United Nations Global Compact*, the *United Nations Convention Against Corruption*, and other international standards, while strictly complying with anti-corruption laws and regulations in all jurisdictions where the company operates.

This policy is designed to foster an ethical and transparent corporate environment through institutional controls and value-based guidance, and to promote the healthy and sustainable development of the company as well as the broader business and social ecosystem.

This policy applies to all directors, supervisors, executives, and employees of the company, and extends to suppliers, distributors, agents, consultants, partners, and other business collaborators (collectively referred to as "Relevant Parties").

1. Definition of Corruption

Corruption fundamentally involves the abuse of entrusted authority or influence to obtain improper personal or related-party benefits through illicit exchanges of power and advantages, thereby undermining public interests, organizational assets, or social fairness. Core manifestations include, but are not limited to: bribery (soliciting, offering, or accepting), favoritism, illicit profit transfers, and misuse of authority for private gain..

2. Core Management Principles

- Zero-Tolerance Mechanism: Any confirmed misconduct, regardless of position or performance, will result in severe consequences, including contract termination, financial restitution, and legal prosecution.
- Audit Committee Oversight: The Audit Committee retains direct authority to investigate fraud and supervise financial compliance.
- Whistleblower Protection: Retaliation against whistleblowers is strictly prohibited,

and violators will be held accountable.

3. Conflict of Interest Management

- Disclosure & Recusal: Personal interests, including relationships with related parties, or external investments/positions, that may compromise impartiality must be fully and promptly disclosed. Recusal is mandatory in cases of actual or potential conflicts.
- Arm's-Length Transactions: Transactions with related parties must be commercially justified, fairly priced, transparent, and conducted in accordance with the company's prescribed approval procedures.
- Proper Use of Information: Material non-public information (insider information) obtained through work may only be used for legitimate business purposes; Using such information for personal securities trading or advising others is prohibited.

4. Ethical Business Conduct & Fair Competition

- Rejection of Improper Benefits: Employees shall refuse or refrain from offering cash, gifts, hospitality, or other benefits (beyond normal corporate hospitality) that could influence impartial judgment or secure undue advantages in dealings with government entities, clients, suppliers, or partners.
- Zero Tolerance for Bribery: All Relevant Parties representing or collaborating with the company must abstain from any form of bribery, including indirect facilitation through third parties.
- Transparent Relationships: Business interactions must be conducted for legitimate purposes and in accordance with fair dealing principles.
- Competition Law Compliance: All business activities must strictly comply with applicable antitrust and fair competition laws (e.g., *Anti-Monopoly Law*, *Anti-Unfair Competition Law*), prohibiting:
 - 1) Monopolistic agreements with competitors (e.g., price-fixing, market allocation, output restriction);
 - 2) Abuse of market dominance for unfair pricing or restrictive trade practices;
 - 3) Commercial defamation, false advertising, or other improper means to harm competitors' reputations;
 - 4) Illegal acquisition, use, or disclosure of competitors' trade secrets.

5. Asset Protection & Proper Use

- Dedicated Funds: Company funds shall only be used for authorized business purposes, with transparent and compliant financial trails.
- Asset Accountability: All tangible and intangible assets (including inventory, equipment, intellectual property, and trade secrets) must be properly utilized, safeguarded, and protected against theft, misuse, or unauthorized disposal.
- Expense Reimbursement: All reimbursements must be for genuine, policy-compliant business expenditures supported by valid documentation.
- Resource Compliance: Company resources (premises, equipment, information, personnel, etc.) must not be exploited for personal or third-party gain.

6. Third-Party Management

- Legitimate Partnerships: Engagements with third parties (vendors, suppliers, agents, consultants, partners, etc.) must be based on genuine and lawful business needs.
- Due Diligence & Oversight: Third parties are required to comply with local laws as well as the company's *Code of Conduct for Business Partners* and anti-corruption requirements. The company considers proper due diligence, contractual compliance clauses, and ongoing supervision as essential measures to ensure that third-party conduct aligns with company expectations.
- Prohibition of Collusion: Any facilitating, assisting, inducement, or encouragement of third-party bribery, corruption, or policy violations is strictly prohibited.

7. Reporting & Communication Channels

We uphold the belief that maintaining an integrity-driven environment requires collective effort and vigilance. The company is committed to protecting the legal rights of whistleblowers and providing a secure and confidential reporting environment.

Reporting Channels:

- Email: shenji09@yuhong.com.cn
- Phone: 010-59031951

Our Commitments:

- Confidentiality: Whistleblower identities and report contents are strictly protected.
- Procedural Fairness: All investigations are conducted impartially, transparently, and objectively, safeguarding all parties' rights to present their statements and defenses.
- Thorough Investigation: Credible reports are investigated independently, objectively, and promptly.
- Consequences for Misconduct: Verified violations will be addressed rigorously in accordance with applicable laws and policies.
- No Retaliation: All forms of retaliation are strictly prohibited and will be severely punished.

Oriental Yuhong is committed to continuously enhancing governance standards and upholding its integrity pledge. We encourage all employees and partners to work together based on trust, compliance, and transparency to promote a healthy, sustainable business ecosystem and achieve long-term shared success.