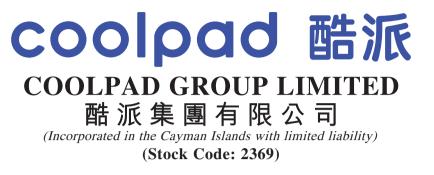
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ANNOUNCEMENT – LEGAL PROCEEDINGS

This announcement is made by Coolpad Group Limited (the "**Company**", together with its subsidiaries, the "**Group**") pursuant to Rules 13.09(2), 13.51(2)(u) and 13.51B(2) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "**Listing Rules**") 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).

The board of directors ("**Directors**") of the Company (the "**Board**") announces that, amongst others, the Company and two of its independent non-executive directors, namely Mr. Chan King Chung and Mr. Xie Weixin, have each been named as one of the respondents in a petition dated 29 July 2021 (the "**Petition**") filed in the Court of First Instance of the High Court (the "**Court**") of Hong Kong Special Administrative Region ("**Hong Kong**") by the Securities and Futures Commission of Hong Kong (the "**SFC**") pursuant to section 214 of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong) (the "**SFO**"). The SFC has also named certain previous Directors during the Relevant Period (as defined below) as respondents in the Petition.

The SFC stated in the Petition that, among other things, (i) the business or affairs of the Company have, during the period from June 2016 to July 2017 (the "**Relevant Period**"), been conducted in a manner as described in sections 214(1)(b), (c) and (d) of the SFO and (ii) the respondent Directors had failed to discharge their duties with due and reasonable care, skill and diligence as the management of the Company.

The SFC has petitioned to the Court for, among other things, (i) an order to be made against each respondents under section 214(2)(d) of the SFO that each of them shall not, for such periods as the Court may consider appropriate, be, or continue to be, a director, liquidator, or receiver or manager of the property or business, of any listed or unlisted corporation in Hong Kong (including the Company or any of its subsidiaries or affiliates); (ii) an order to be made against each respondents under 214(2)(e) of the SFO requiring the respondents to compensate the Company and/or the Group for the loss suffered in the sum of RMB83,924,309.70, together with interest thereon (the "Loss"); and (iii) in the alternative to (ii) above, an order to be made under sections 214(2)(b) and 214(2)(e) of the SFO that the Company to bring and/or the relevant subsidiary of the Company to bring and/or the relevant subsidiary of the Company to bring and/or the relevant subsidiary of the Company to bring and/or the relevant subsidiary of the Company to bring and/or the relevant subsidiary of the Company to bring and/or the relevant subsidiary of the Company to bring and/or the relevant subsidiary of the Company to bring and/or the relevant subsidiary of the Company to bring such proceedings as the Court considers appropriate against any or all of the respondents, to recover the Loss.

The Company emphasises that the composition of the Board has been substantially changed after the Relevant Period. The other current Directors are not respondents in the Petition.

The Board currently does not expect the Petition to have any material adverse impact on the business operation or financial position of the Group.

Meanwhile, the Company is seeking professional advice on the Petition.

Further announcement(s) will be made by the Company as and when appropriate.

By order of the Board Coolpad Group Limited Chen Jiajun Executive Director Chief Executive Officer Chairman

Hong Kong, 2 August 2021

As at the date of this announcement, the Board comprises (i) four executive Directors, namely Mr. Chen Jiajun, Mr. Ma Fei, Mr. Xu Yibo and Mr. Lam Ting Fung Freeman; (ii) two non-executive Directors, namely Mr. Liang Rui and Mr. Ng Wai Hung; and (iii) four independent non-executive Directors, namely Dr. Huang Dazhan, Mr. Xie Weixin, Mr. Chan King Chung and Mr. Guo Jinghui.