

December 8, 2022

## **Frequently Asked Questions following the Termination of the ADR Program of SINOPEC Shanghai Petrochemical Company Limited**

### **Security Details**

ADS CUSIP –82935M109

US ISIN – US82935M1099

ADSs: Ordinary Shares Ratio – 100 Class H Ordinary Shares to 1 American Depositary Shares

### **Important Notes**

- The last day of trading of the American Depositary Shares (“ADSs”) of SINOPEC Shanghai Petrochemical Company Limited (“SPC” or the “Company”) on the New York Stock Exchange (“NYSE”) was September 2, 2022. The ADSs of the Company are no longer listed and traded on the NYSE.
- The Company has informed The Bank of New York Mellon (the “Depositary”) of the termination of its American Depositary Receipts (“ADR”) program. All information with respect to the termination of ADR program has been provided to the Depositary by the Company.
- The termination of the Company’s ADR program will become effective on or about March 13, 2023 (U.S. Eastern time) (the “Termination Date”).
- After the Termination Date, holders of the Company’s ADSs will have the right, until one year following the Termination Date, to surrender their ADSs to the Depositary in exchange for the underlying class H ordinary shares (“H Shares”) of the Company, subject to the provisions of the Amended and Restated Deposit Agreement, dated as of May 11, 2011 (the “Deposit Agreement”), by and among the Company, the Depositary, and the owners and holders of ADSs.
- H Shares of the Company will continue to be traded on The Stock Exchange of Hong Kong Limited. The Company does not intend to seek a listing of the H Shares on a national securities exchange or over-the-counter market in the United States.

### **Main Contacts**

- **Depositary Bank Contacts**

The Bank of New York Mellon

DTC participant 2504

Contact – Lin Kong

Tel: 1 212 815 2514

Email: [drsettlements@bnymellon.com](mailto:drsettlements@bnymellon.com)

- **Custodian Contacts**

The Hong Kong office of The Hongkong and Shanghai Banking Corporation Limited (the “Custodian”)

The FAQ is for reference only. For more information, please consult the Depositary Bank or your broker.

Contact – Wing Kin Chan  
Tel: (852) 2288 8306  
Email: [chanwingkin@hsbc.com](mailto:chanwingkin@hsbc.com)

## **Frequently Asked Questions**

### ***When will the termination of the Company's ADR program become effective?***

The termination of the Company's ADR program will become effective on or about March 13, 2023 (U.S. Eastern time). After the Termination Date, holders of the Company's ADSs may surrender their ADSs for cancellation and take delivery of the underlying H Shares of the Company, subject to the provisions of the Deposit Agreement.

### ***How do I convert ADSs into H Shares?***

An investor that holds ADSs indirectly through a broker should follow the broker's procedure and instruct the broker to arrange for cancellation of the ADSs, and transfer of the underlying H Shares from the Depository's account in the Hong Kong Securities Clearing Company Limited central clearing and settlement system ("CCASS") to the investor's Hong Kong stock account in CCASS.

- Investor requests to cancel their ADSs through their broker.
- Broker delivers the ADSs to the Depository (DTC #2504) for cancellation by 3pm EDT, deliveries made after 3pm EDT will be processed on best efforts basis on the same day.
- Broker emails the CCASS delivery instructions to [drsettlements@bnymellon.com](mailto:drsettlements@bnymellon.com).
- Broker accepts the ADS cancellation fee and cable fee charged through DTC.
- Depository will cancel the ADSs and instruct the Custodian to release the underlying H Shares to the broker's designated account in CCASS.
- H Shares will generally be delivered on the next business day in Hong Kong from the Custodian\*.  
\*Disclaimer - There can be no assurances that deliveries will occur in this stated time frame and neither the Depository nor the Custodian will be subject to liability as a result of the timing of such deliveries.

For investors holding ADSs directly (in its own name outside a brokerage account), the following steps must be taken:

- To withdraw H Shares from the ADR program, an investor who holds ADSs in its own name may turn in such ADSs at the office of the Depository (and the applicable ADR(s) if the ADSs are held in certificated form), and send an instruction to cancel such ADSs to the Depository.
- Upon receipt of payment of its fees and expenses and of any taxes or charges, such as stamp taxes or stock transfer taxes or fees, if applicable, the Depository will instruct the Custodian to deliver the H Shares underlying the cancelled ADSs to the CCASS account designated by the investor.

### ***By what date must I convert ADSs into H Shares?***

In accordance with the terms and conditions of the Deposit Agreement and the ADRs, ADS holders

will be able to surrender their ADSs for cancellation and take delivery of the underlying H Shares in the twelve-month period following the Termination Date.

***What happens after such twelve-month period expires?***

After one year following the Termination Date, the Depositary may sell the securities represented by the then outstanding ADSs and will thereafter hold the uninvested net proceeds of any such sale, without liability for interest, for the pro rata benefit of holders of ADSs not surrendered.

***Are there any Depositary fees that I need to pay in connection with the cancellation of ADSs into H Shares?***

Yes. You are required to pay (a) up to US\$5 per every 100 ADSs and (b) a cable charge of US\$17.50 per cancellation transaction.

***Are there any additional taxes or fees to cancel my ADSs?***

We recommend that you consult with your broker or financial advisor regarding any tax matters and any fees other than those charged by the Depositary.