

Anti-Fraud Policy

1. Purpose

This Policy is formulated in accordance with the *Basic Standards for Enterprise Internal Control* and other relevant laws and regulations, and in light of the actual situation of the Company, for the purpose of preventing and suppressing fraud, enhancing corporate governance and internal control of Fuyao Glass Industry Group Co., Ltd. (hereinafter referred to as “Fuyao Glass” or the “Company”), safeguarding the legitimate rights and interests of the Company and its shareholders, and mitigating corporate risks. The principle of anti-fraud efforts is to regulate the conduct of the Company’s senior and middle management personnel and all employees, urge all relevant personnel to strictly abide by applicable laws and regulations, professional ethics and the Company’s rules and regulations, and prevent acts that impair the interests of the Company and its shareholders.

2. Scope of Application

This Policy applies to all functional departments of the Company, its wholly owned subsidiaries (directly or indirectly held), and subsidiaries controlled directly or indirectly (hereinafter collectively referred to as the “subsidiaries”).

3. Management Framework

The Audit Committee of the Board of the Company (hereinafter referred to as the “Audit Committee”) is the primary governing body responsible for the Company’s anti-fraud work, and the Audit Department serves as the permanent organ for anti-fraud affairs. The Audit Committee shall conduct continuous oversight of anti-fraud work. The Audit Department of the Company is responsible for implementing routine and continuous anti-fraud supervision within the Company and its subsidiaries, including organizing annual fraud risk assessments and self-assessments by all functional departments and subsidiaries; conducting anti-fraud prevention and publicity activities; handling fraud reports, organizing investigations into fraud cases, issuing handling opinions, and reporting to the management and the Board.

4. Definition and Forms of Fraud

Fraud refers to acts committed by internal or external stakeholders of the Company to seek improper interests for themselves or other parties by means of deception or other illegal or rule-breaking acts, which harm the legitimate

rights and interests of the Company, its shareholders, the state or other parties. It mainly includes the following circumstances:

4.1 Accepting or offering bribes or kickbacks.

4.2 Illegal possession, encroachment, misappropriation or theft of the Company's assets, or abuse of the Company's resources.

4.3 Diverting transactions that should have generated profits for the Company to other parties, or fabricating transactions to defraud the Company of funds or incur debts on its behalf.

4.4 Intentionally concealing or misstating transactions, inflating revenues, understating liabilities, issuing false financial reports, or disclosing false information.

4.5 Forging or altering accounting vouchers or records, resulting in material misstatements, omissions, or misleading financial information.

4.6 Disclosing the Company's trade secrets or technical secrets.

4.7 Evading taxes or engaging in other illegal or rule-breaking economic activities.

4.8 Dereliction of duty or abuse of power by directors and senior management personnel.

4.9 Other acts that harm the interests of the Company and its shareholders or seek improper economic benefits.

5. Prevention and Control of Fraud

Management shall cultivate a culture of integrity and foster a zero-tolerance anti-fraud culture, assess fraud risks, and establish specific control procedures and mechanisms to reduce opportunities for fraud. The Company has set up a permanent anti-fraud body responsible for receiving, investigating, and reporting fraud reports, putting forward handling opinions, and subject to supervision by the Board and the Audit Committee.

5.1 Preventive Measures

5.1.1 Directors and management of the Company shall set an example and take the lead in complying with laws, regulations and the Company's rules and policies through concrete actions.

5.1.2 The Company shall ensure that employees fully understand and abide by the code of conduct through continuous and effective communication and training, to distinguish right from wrong and uphold professional ethics.

5.1.3 The Company shall provide new employees with anti-fraud training as well as education on laws, regulations, integrity, and ethics.

5.1.4 Encourage employees to act in compliance with laws, regulations, integrity and ethics in daily work and business interactions, assist employees in properly handling conflicts of interest arising at work and resist the temptation of improper benefits.

5.1.5 Communicate the Company's advocacy of law-abiding and ethical conduct to all external parties having direct or indirect relations with the Company in an appropriate manner.

5.1.6 Unethical and dishonest conduct may be reported through designated reporting channels, either under real name or anonymously.

5.1.7 The Company shall formulate and implement effective education and disciplinary policies against fraudulent acts.

5.2 Control Measures

5.2.1 Management shall identify and assess fraud risks at the company level, business unit level and major account level, including the significance and likelihood of such risks.

5.2.2 Management shall establish and adopt measures to identify, prevent and reduce fraudulent financial reporting or abuse of the Company's assets, including but not limited to approval, authorization, verification, reconciliation, segregation of duties, performance review and safeguarding of the Company's assets.

5.2.3 The Company shall establish necessary internal control measures targeting high-risk areas prone to fraud, such as fraudulent financial reporting, management override of controls, as well as information systems and technology sectors.

6. Whistleblowing, Investigation and Reporting of Fraud

6.1 The Company has established a dedicated whistleblowing hotline and email address as follows:

Whistleblowing Hotline: 0591-85363456

Whistleblowing Email: GM@FUYAOGROUP.COM

The Audit Department shall promptly file and archive all documentation relating to whistleblowing and the investigation and handling of fraud cases. The investigation results of relevant fraud cases and the work reports of the Audit Department shall be submitted to the Company's management, the Board, and the Audit Committee respectively in accordance with the nature of the report.

6.2 Investigation and Reporting:

In respect of named whistleblowing reports involving ordinary employees and middle management personnel (including management of the subsidiaries), the Audit Department shall report to the Chairman of the Company within two (2) working days from the date of receipt of the report. In respect of anonymous whistleblowing reports involving ordinary employees and middle management personnel (including management of the subsidiaries), the Audit Department shall conduct a preliminary assessment within two (2) working days from the date of receipt and decide whether to report the matter to the Chairman of the Company.

6.3 Complainants and whistleblowers shall be protected when assisting in investigations.

The Company strictly prohibits any form of discrimination or retaliation, and any obstruction, interference or hostile acts against persons participating in investigations. Any person who improperly discloses the information of complainants or whistleblowers, or takes retaliatory action against them, shall be subject to disciplinary action by the Company including recording of a demerit, removal from post, and up to termination of the labor contract. Where the act constitutes a violation of law, the Company shall refer the matter to the relevant government authorities or judicial organs for handling in accordance with the law.

7. Rectification and Disciplinary Measures for Fraud

7.1 Following the occurrence of a fraud case, the Company shall include a written report evaluating and improving internal controls in its remedial measures, take appropriate disciplinary actions against violators and, where necessary, disclose the results of such actions to internal stakeholders and relevant external third parties as required.

7.2 For employees who have committed fraudulent acts, the Audit Department shall recommend to management that corresponding internal economic and administrative disciplinary sanctions be imposed in accordance with the Company's relevant reward and punishment provisions. Where the fraudulent act violates applicable laws, the case shall be referred to the relevant competent government authorities or judicial organs for handling in accordance with the law.

Fuyao Glass Industry Group Co., Ltd.