

**Kato (Hong Kong) Holdings Limited**  
**嘉濤(香港)控股有限公司**  
*(incorporated in Cayman Islands with limited liability)*  
(the “Company”)

**DIVIDEND POLICY**

**1. PURPOSE**

This dividend policy aims to set out the principles and guidelines that the Company intends to apply in relation to the declaration, payment or distribution of its net profits as dividends to the shareholders of the Company.

**2. PRINCIPLES AND GUIDELINES**

- 2.1 The board (the “**Board**”) of directors (the “**Directors**”) of the Company adopt the policy that, in recommending or declaring dividends, the Company shall maintain adequate cash reserves for meeting its working capital requirements and future growth as well as its shareholder value.
- 2.2 The Board has the discretion to declare and distribute dividends to the shareholders of the Company, subject to the articles of the association of the Company and all applicable laws and regulations.
- 2.3 The Board may distribute dividends by way of cash or by other means that it considers appropriate.
- 2.4 The Board shall also take into account the following factors of the Group when considering the declaration and payment of dividends:
- (i) financial results;
  - (ii) cash flow situation;
  - (iii) business conditions and strategies;
  - (iv) future operations and earnings;
  - (v) capital requirements and expenditure plans;
  - (vi) interests of shareholders;
  - (vii) any restrictions on payment of dividends; and
  - (viii) any other factors that the Board may consider relevant.
- 2.5 A decision to declare and pay any dividends would require the approval of the Board and will be at its discretion.
- 2.6 Any final dividend for a financial year will be subject to shareholders’ approval.

- 2.7 The Board will review the dividend policy from time to time in light of results of operations, cash flows, financial condition, shareholders' interest, capital requirements, general business conditions and strategies, and other factors the Board may deem relevant in determining whether dividends are to be declared and paid.
- 2.8 Depending on the factors set out above, dividends may be proposed and/or declared by the Board for a financial year or period as follows:
- interim dividend;
  - final dividend;
  - special dividend; and
  - any distribution of net profits that the Board may deem appropriate.
- 2.9 Any dividend unclaimed shall be forfeited and shall revert to the Company in accordance with the articles of association of the Company.