

Letter on Profit Estimate

30 June 2026

The Board of Directors
China Shengmu Organic Milk Limited

Dear Sirs,

China Shengmu Organic Milk Limited ("the Company", "CSM") and its subsidiaries ("the CSM Group")

Profit Estimate for the three months ended 31 March 2026

We refer to the following estimate of the consolidated loss of the CSM Group for the three months ended 31 March 2026 (the "Profit Estimate") disclosed in the section headed "4. Material Change" in Appendix II contained in the Company's Composite Document dated 30 June 2026.

Directors' responsibilities

The Profit Estimate has been prepared by the directors of the Company based on the unaudited consolidated results of the CSM Group as shown in the management accounts of the CSM Group for three months ended 31 March 2026.

The Company's directors are solely responsible for the Profit Estimate.

Our independence and quality management

We have complied with the independence and other ethical requirements of the *Code of Ethics for Professional Accountants* as issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA"), which is founded on fundamental principles of integrity, objectivity, professional competence and due care, confidentiality and professional behavior.

Our firm applies Hong Kong Standard on Quality Management 1 *Quality Management for Firms that Perform Audits or Reviews of Financial Statements, or Other Assurance or Related Services Engagements*, which requires the firm to design, implement and operate a system of quality management including policies or procedures regarding compliance with ethical requirements, professional standards and applicable legal and regulatory requirements.

Auditor's responsibilities

Our responsibility is to express an opinion on the accounting policies and calculations of the Profit Estimate based on our procedures.

We conducted our engagement in accordance with Hong Kong Standard on Investment Circular Reporting Engagements 500 Reporting on Profit Forecasts, Statements of Sufficiency of Working Capital and Statements of Indebtedness and with reference to Hong Kong Standard on Assurance Engagements 3000 (Revised) Assurance Engagements Other Than Audits or Reviews of Historical Financial Information as issued by the HKICPA. Those standards require that we plan and perform our work to obtain reasonable assurance as to whether, so far as the accounting policies and calculations are concerned, the Company's directors have properly compiled the Profit Estimate in accordance with the bases adopted by the directors and as to whether the Profit Estimate is presented on a basis consistent in all material respects with the accounting policies normally adopted by the CSM Group. Our work is substantially less in scope than an audit conducted in accordance with Hong Kong Standards on Auditing as issued by the HKICPA. Accordingly, we do not express an audit opinion.

Opinion

In our opinion, so far as the accounting policies and calculations are concerned, the Profit Estimate has been properly compiled in accordance with the bases adopted by the directors and is presented on a basis consistent in all material respects with the accounting policies normally adopted by the CSM Group as set out in the audited consolidated financial statements of the CSM Group for the year ended 31 December 2025.

Yours faithfully,

A handwritten signature in black ink, appearing to read 'Ernst & Young', written over the printed text 'Certified Public Accountants' and 'Hong Kong'.
Certified Public Accountants
Hong Kong