بِسْمِ اللَّهِ الرَّحْمَنِ الرَّحِيم

In the name of Allah, The Most Gracious, The Most Merciful

2nd January 2024 | 20 Jml. II 1445 AH

SHARIAH STATUS FOR INITIAL PUBLIC OFFERING (IPO) OF ZHONGSHEN JIANYE HOLDING LIMITED (2503)

We, Sharlife Sdn Bhd, a Registered Shariah Advisers (Corporation) under the Securities Commission Malaysia, focusing on Islamic Capital Market products, alternative assets as well as Islamic Social Finance, we hereby acknowledge as follows:

- Name: **Zhongshen Jianye Holding Limited**
- Stock Code: **2503**
- IPO: Global Offering
- Exchange: Hong Kong Exchange
- Financial Statement Year Ended: 2022

We have conducted a comprehensive Shariah Screening of **Zhongshen Jianye Holding Limited** to determine the Shariah Status of its IPO. Due to the absence of a localized Shariah Screening Methodology in the region, we have adopted the Shariah Screening Methodology of the Shariah Advisory Council of the Securities Commission Malaysia which adopts a two-tier quantitative approach, which applies the business activity benchmarks and financial ratio benchmarks.

Based on our assessment conducted on the publicly available prospectus and to the best of our knowledge, we are of the opinion that the IPO of **Zhongshen Jianye Holding Limited (2503)** is **Compliance with Shariah.**

Details of our assessment can be reviewed in **Appendix I.**

والله أعلمُ

Issued by,
Sharlife Sdn. Bhd.

Ustaz Arham Merican
Shariah Officer

APPENDIX I

Business Activity Benchmark Assessment

The contribution of Shariah non-compliant (SNC) activities to the Group revenue before taxation of the company will be computed and compared against the relevant business activity benchmarks.

Zhongshen Jianye Holding Limited is a private general contracting construction enterprise in the People's Republic of China (PRC). The company specializes in municipal and public construction projects and has been granted various first grade qualifications in different construction areas. They have a proven track record and have provided construction services to both the public and private sectors. Their strengths lie in their diverse range of qualifications and licenses, allowing them to undertake a wide variety of construction works.

Operating Revenue

Segment	Segment Revenue (RMB '000)	SNC Revenue	% SNC	Classification	Results
Construction projects	1,378,055	0	0.00%	Primarily consist of construction engineering projects, municipal and public construction projects, foundation engineering projects and specialised contracting projects	Passed
TOTAL	**1,378,055**	**0**	**0.00%**	**Construction enterprise**	**Passed**

Non-Operating Revenue

Segment	Segment Revenue (RMB '000)	SNC Revenue	% SNC	Classification	Results
Interest income	148	148	100.0%	Subject to 5% benchmark	Failed
Consulting fee income	399	0	%	N/A	Passed
Government grants	343	0	%	N/A	Passed
Gains on early termination of leases	1	0	%	N/A	Passed
TOTAL	**891**	**148**	**16.6%**	**-**	**Failed**

Revenue Classification	SNC Revenue
SNC Operating Revenue	0
SNC Non-operating Revenue	148
Total SNC Revenue	148
Total Revenue (Gross)	1,378,946
% SNC Revenue	0.01%
STATUS	**PASSED**

Financial Ratio Benchmark Assessment

Cash over total assets: Cash in Conventional Account or any prohibited Financial Instrument

Segment	Segment Amount (RMB '000)	Total Assets	% Ratio	Result
Cash and cash equivalents	112,117	1,509,207	9.3%	Within 33% limits
Restricted cash deposits	27,977			
TOTAL	**140,094**			**PASSED**

Debt over total assets: Interest-Bearing Debt

Segment	Segment Amount (RMB '000)	Total Assets	% Ratio	Result
Lease liabilities	1,248	1,509,207	0.1%	Within 33% limits
TOTAL	**1,248**			**PASSED**

IPO Shariah Status

Segment		Status
Business Activity Benchmark		PASSED
Financial Ratio Benchmark	Cash	PASSED
	Debt	PASSED
Result		PASSED

Disclosure

This research is free to our clients and is grounded in presently available public information that we deem reliable. It is crucial to note that this research does not constitute an offer to sell or a solicitation of an offer to buy any security, particularly in jurisdictions where such actions would be considered illegal. Furthermore, it does not serve as a personalized recommendation and does not consider the individual investment objectives, financial situations, or needs of specific clients.

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