Bluestar Adisseo Company

2024 Annual Report by the Audit, Risk and Compliance Committee

In accordance of *Code of Corporate Governance for Listed Companies*, the *Shanghai Stock Exchange Listing Rules*, the *Articles of Association of Bluestar Adisseo Company* and the *Implementation Rules of the Audit, Risk and Compliance Committee*, the Audit, Risk and Compliance Committee of the Board of Directors (hereinafter referred to as "the Audit Committee") of Bluestar Adisseo Company (hereinafter referred to as "the Company") fulfilled their duties in a diligent and conscientious manner in 2024; and played an important role in the supervision of the Company's external control and the internal control guidance. The 2024 annual work report of the Audit Committee is as follows:

1. Basic information of the Audit Committee

Elected by the first meeting of the 8th session board of directors in September 2021, members of the 8th session of Audit, Risk and Compliance Committee are Ding Yuan (the chairman), Wu Jingwan and Caroline Grégoire Sainte-Marie. Mr. Wu Jingwan resigned as the Director of the Company (including Audit Committee member) on 27th October 2023 due to job changes. Deliberated by the thirteenth meeting of the 8th session board of directors on 27th October 2023 and the interim shareholder meeting on 11th December 2023, Mr. Sun Yanfeng was elected as board member and member of audit committee.

Elected by the first meeting of the 9th session of board of directors in September 2024, members of the 9th session of Audit, Risk and Compliance Committee are Benny LAM (the chairman), Xin LIU and Yanfeng SUN.

The Audit Committee meets the requirements of the *Articles of Association of Bluestar Adisseo Company*, the *Implementation Rules of the Audit, Risk and Compliance Committee* and other related regulations by SSE.

2. The Audit Committee Meetings in 2024

In 2024, the Audit Committee convened 7 meetings and the detailed contents of the meetings are as follows:

Date	Meeting	Proposals
30th January 2024	The sixteenth meeting of 8th Audit, Risk and Compliance Committee	Discussed the proposal on: 1. 2023 Performance Reduction Forecast
25th March 2024	The seventeenth meeting of 8th Audit, Risk and Compliance Committee	Deliberated and passed the proposal on: 1. 2023 Annual Report and the Executive Summary; 2. 2023Annual Final Accounts; 3. 2023 and 2024 Day-to-day Connected Transactions; 4. Special Report on Occupancy of Non-Operation Funds and Other Fund Transactions with Connected Parties for FY2023; 5. The Approval of Risk Report of Sinochem Finance Co., Ltd. for FY2023; 6. Self-Assessment Report on Internal Control for FY2023, Annual Internal Control & Risk Report for FY2023 and Audit Report on Internal Control for FY2023; 7. Audit, Risk and Compliance Committee's Report for FY2023; 8. Audit, Risk and Compliance Committee's Report on the Supervision of Accounting Firm for FY2023; 9. Assessment Report on the Performance of Accounting Firms for FY2023; 10. Appointment of Auditor and Internal Control Auditor for the year 2024; 11. Auditing Fees for FY2023; 12. Internal Audit Plan for FY2024; 13. 2023 Sustainable Development Report.

25th April 2024	The eighteenth meeting of 8th Audit, Risk and Compliance Committee	Deliberated and passed the proposals on: 1. 2024 Q1 Report; 2. Foreign Exchange Hedging Business Plan; 3. Long-term Dividend Policy Adjustment; 4. Corporate Value and Return Enhancement Action Plan 2024; 5. Implementation Rules for the Audit, Risk and Compliance Committee of Bluestar Adisseo Company; 6. Bluestar Adisseo Company Internal Audit Management System. Reviewed the items on: 1. Internal Audit Update; 2. Risk, Compliance Update.
25th June 2024	The nineteenth meeting of 8th Audit, Risk and Compliance Committee	Discussed the item on: 1. Calysseo Update
26th July 2024	The twentieth meeting of 8th Audit, Risk and Compliance Committee	Deliberated and passed the proposals on: 1. H1 2024 Annual Report and the Executive Summary; 2. The Approval of Risk Report of Sinochem Finance Co., Ltd. for H1 2024. Reviewed the item on: 1. Update on Calysseo; 2. Update on Risk, Internal Control, Internal Audit and Compliance Matters.
28th October 2024	The first of 9th Audit, Risk and Compliance Committee	Deliberated and passed the proposal on: 1. 2024 Q3 Report Review the items on 1. Calysseo Update 2. Update on Risk, Internal Audit and Internal Control matters

17th December 2024	The second meeting of 9th Audit, Risk and Compliance Committee	Deliberated and passed the proposal on: 1. 2024 KPMG Huazhen Audit Plan Reviewed the items on: 1. Update on Calysseo; 2. Closing Option.

Note: The Audit Committee has issued written conformation opinions on the CFO nomination in the proposal on Nomination of Executives of the first meeting of the 9th board of directors. It agrees to appoint Ms. Virginie Cayatte as the Chief Financial Officer of the Company and consents to submit the proposal to the Board of Directors for consideration.

3. Performance of the Audit Committee in 2024

3.1. Supervise and evaluate the work of external audit firm

(1) Evaluate the independence and professionalism of external audit firm

KPMG Huazhen LLP. meets the qualifications specified in the securities law, abides by the independent, objective and fair ethics and professional ethics, and KPMG has performed all the audit work engaged by the company with reasonable resources, professional ability and due attention.

(2) Propose to the board of directors to engage the audit firm

KPMG Huazhen LLP. was able to fulfill its duties in the audit work in 2023, following the independent, objective and fair practice standards, cooperated well with the company, and completed the annual audit engaged by the company on timely basis. Thus, the audit committee recommended to renew the appointment of KPMG as the Company's financial and internal control auditor in 2024 and submitted the proposal to the board of directors for deliberation.

(3) Monitor and evaluate the diligence of external audit firm

Through the communication and discussion with the auditors on the work related to the Company's 2023 annual report and the results of the audit provided by the accountant for the Company, the Audit Committee believe that KPMG Huazhen LLP. was diligent and responsible during the audit of the Company and followed the professional standards of independence, objectivity and impartiality.

3.2. Supervise and evaluate internal audit work

The Audit Committee has listened to the reports on the annual, half-year, and third quarter work of the internal audit and carefully reviewed the work summary and work plan of the internal audit department for the next year, recognized the feasibility of the plan, and urged the Company's internal audit department to strictly follow the audit plan. After reviewing the internal audit work report, no significant issues were found in the internal audit work.

3.3 Review the financial reports of listed companies and express opinions on them

The Audit Committee has reviewed the 2023 Performance Reduction Forecast, 2023 Annual Report, 2024 Q1 Report, 2024 H1 Performance Increase Forecast, 2024 H1 Report and 2024 Q3 Report, effectively fulfilling its supervisory responsibilities and issuing relevant audit opinions. It is believed that the Company's financial reports truthfully, accurately, and completely reflect the Company's financial condition and business management, without the possibility of fraud, fraudulent behavior, or significant misstatement. There are no significant accounting error adjustments, matters involving significant accounting judgments, or matters that lead to non-standard unqualified audit reports.

3.4. Evaluate the effectiveness of internal control

The Company has established a relatively sound and perfect internal control management system, which meets the requirements of relevant laws and regulations, conforms to the actual situation of the company, can meet the current development needs of the Company, and various internal control management systems have been effectively implemented.

3.5. Coordinate the communication between management, internal audit department and relevant departments and external audit institutions

At the end of 2024, the Company negotiated with the accountant to determine the 2024 annual financial report audit work plan. The audit committee of the board of directors actively urged and coordinated the communication between the management, internal audit department and relevant departments and external audit institutions to ensure the timely delivery of the audit report.

4. General evaluation

The Audit Committee fulfilled their duties with their profound expertise and experience in a diligent and conscientious manner in compliance with the *Code of Corporate Governance for*

Listed Companies, the *Shanghai Stock Exchange Listing Rules*, the *Articles of Association of Bluestar Adisseo Company* and *the Implementation Rules of the Audit, Risk and Compliance Committee* in 2024; focused on key issues including periodic reports, related-party transaction, C-SOX as well as major events etc.; contributed to the continuous improvement of the corporate governance; and protected the interests of the Company and shareholders, especially minority shareholders.

Bluestar Adisseo Company

Audit, Risk and Compliance Committee

27th February 2025

(In case of discrepancies between the English version and the Chinese version of this announcement, the Chinese version, officially published and disclosed, shall prevail.)