This summary aims to give you an overview of the information contained in this Document. As this is a summary, it does not contain all the information that may be important to you. You should read the whole document before you decide to [**REDACTED**] *in the* [**REDACTED**].

There are risks associated with any investment. Some of the particular risks in [**REDACTED**] *in the* [**REDACTED**] *are set forth in the section headed "Risk Factors" in this Document. You should read that section carefully before you decide to* [**REDACTED**] *in the* [**REDACTED**].

OVERVIEW

Who We Are

We are an integrated lithium-ion battery-related materials provider, with established leadership in electrolyte solvents. Leveraging our sustained commitment to the new energy sector, we have developed a full value-chain footprint encompassing electrolyte solvents, $LiPF_6$, electrolyte additives, electrolytes and other advanced new materials. We are dedicated to providing an integrated suite of lithium-ion battery-related materials to customers worldwide.

We are a global leader in the field of electrolyte solvents for lithium-ion batteries. According to Frost & Sullivan, we ranked first in the global electrolyte solvents market by shipment volume for six consecutive years since 2020 and we achieved a global market share of 22.2% by shipment volume in 2025. We are the first company in China with production capacities covering all the five major carbonate solvents, which are the most widely used electrolyte solvents for lithium-ion batteries. Distinguished by comprehensive vertical integration and proprietary technological breakthroughs, we have integrated the key production stages for carbonate solvents, including ethylene carbonate (EC), propylene carbonate (PC), dimethyl carbonate (DMC), ethyl methyl carbonate (EMC), and diethyl carbonate (DEC), from raw materials to finished products.

Our core management team has over 20 years of experience in fine chemicals and new energy materials. Leveraging the technical heritage and industrialization experience of China University of Petroleum (East China), we possess leading edge technological capabilities in chemical materials and strong industry insight. Since our inception, we have driven the development of carbonate solvent products and maintained a global leadership position in electrolyte solvents. Meanwhile, we have deepened our presence in the new energy and advanced materials fields, growing rapidly in electrolytes and becoming a key participant along the full value chain of lithium-ion battery-related materials.

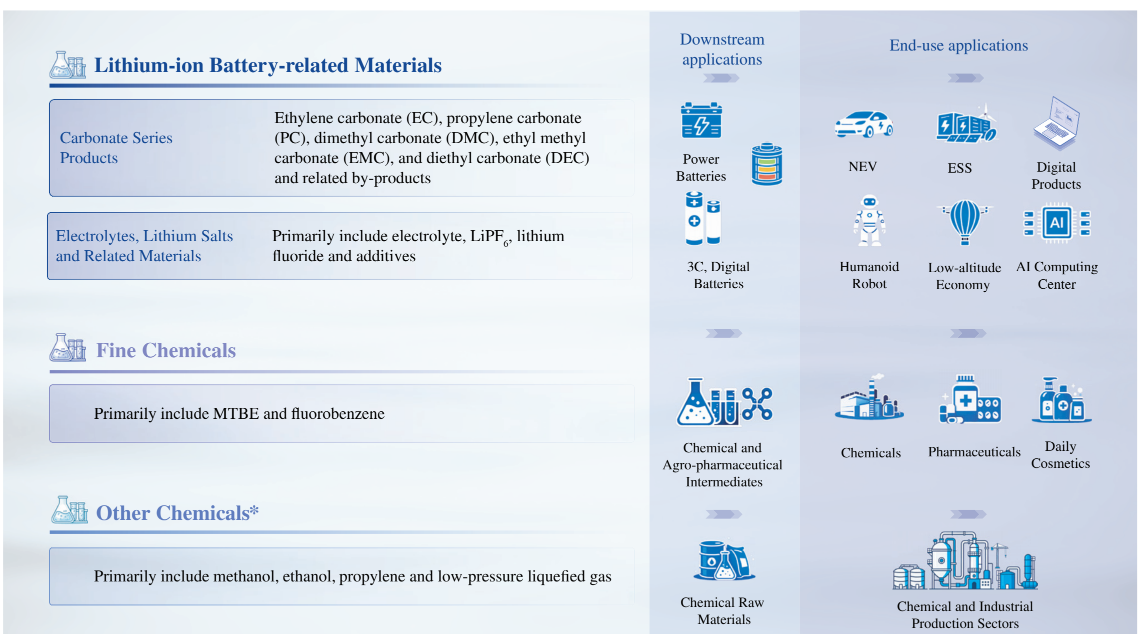
Leveraging our strong research foundation and long-standing collaborations with our customers, we have expanded into electrolyte products and built complementary capabilities in $LiPF_6$ and electrolyte additives, forming an integrated suite of core lithium-ion battery-related materials. Meanwhile, we are advancing high-end new materials, such as sulfide solid electrolytes and polyether ether ketone (PEEK), targeted for emerging applications in solid-state batteries, humanoid robotics, aerospace and medical implants. According to Frost & Sullivan, since extending our value chain into electrolytes in 2022, our market ranking by shipment volume in the global electrolytes market improved to the sixth in 2025 and our electrolyte shipment volume increased at a CAGR of 292.2% from 2023 to 2025, reflecting rapid market recognition of our product capabilities.

Our Business and Products

We have two major product categories: lithium-ion battery-related materials and fine chemicals.

- ***Lithium-ion battery-related materials.*** We have built a core product portfolio led by our electrolyte solvent products, which covers the five major carbonate solvents. Extending along the lithium-ion battery-related materials value chain, our product portfolio also includes electrolytes and its other key components, such as $LiPF_6$, a major type of lithium salt that functions as the electrolyte solute, and additives. In addition, we are developing high-end lithium-ion battery-related materials including silicon-based anode materials, cathode lithium-replenishment agents, and specialty and next-generation additives, such as difluoro(oxalato)borate (DFOB) and ethylene sulfate (DTD). These materials are processed into battery cells ultimately used in new electric vehicle (NEV), energy storage system (ESS), consumer electronics, the low-altitude economy applications, AI and humanoid robotics, among others.

- ***Fine chemicals.*** Our fine chemical products include among others, fluorobenzene and methyl tert-butyl ether (MTBE), which are widely used across chemical, pharmaceutical, agrochemical, coatings, and personal care sectors. In addition, we are developing high-end new materials, such as PEEK, which are mainly applied in automotive and aerospace industries.



Note:

* Chemical products that are externally sourced and sold by us.

Our Market Opportunities

Our market opportunities are driven by multiple factors. The rapid growth of the global new energy industry creates sustained downstream demand, providing a solid foundation for continued development across the value chain. Lithium-ion battery materials are expected to benefit from the expansion. According to Frost & Sullivan, the global market size of electrolytes by shipment volume is estimated to continue growing at a CAGR of 18.2% from 2026 to 2030, reaching 6,380.6 thousand tons by 2030. The global market size of electrolyte solvents, $LiPF_6$ and electrolyte additives by shipment volume is estimated to continue growing at a CAGR of 17.9%, 15.3% and 20.5% from 2026 to 2030, respectively.

In addition, with global manufacturing moving up the value chain and toward intelligent production, the fine chemicals market, which is foundational to new materials, pharmaceuticals and consumer electronics, is expected to deliver steady growth, driven by continued upgrades in technology and product mix. According to Frost & Sullivan, the global market size of fine chemicals is estimated to continue growing at a CAGR of 5.6% from 2026 to 2030, reaching RMB1,486.8 billion by 2030. In particular, fluorobenzene, a key raw material for high-performance engineering plastics such as PEEK, is expected to benefit as high-performance engineering plastics penetrate further into new energy vehicles and electronics applications, supporting sustained demand and creating ongoing growth opportunities for the fine chemicals industry. According to Frost & Sullivan, the global market size of fluorobenzene is estimated to continue growing at a CAGR of 14.8% from 2026 to 2030.

Our Technology

With leading technological capabilities in electrolyte solvents for lithium-ion batteries, we prioritize fundamental research and transformative technology development. Rooted in a strong academic heritage and building on the technical heritage of our predecessor, a company affiliated with China University of Petroleum (East China), we have established provincial-level platforms such as the Shandong Engineering Research Center for High-Purity Electrolytes (高純電解液山東省工程研究中心), and we operate a technology transfer framework covering laboratory, pilot and commercial scale, combining our research expertise with extensive industrialization experience.

We have built an experienced and highly specialized R&D team and maintain technical collaborations with major customers, research institutes and universities to address critical technical challenges. We are a key contributor to the industry standards of carbonate solvents and have led the formulation of one national standard and six industry standards. As of December 31, 2025, we had 451 issued patents, many of which have been implemented in production, covering key areas such as electrolyte solvent purification and silicon-carbon composite materials. As of December 31, 2025, our R&D team consisted of 297 employees, accounting for 14.9% of our total workforce. Our R&D expenses increased from RMB192.1 million in 2023 to RMB271.0 million in 2025, representing a CAGR of 18.8%.

OUR COMPETITIVE STRENGTHS

We consider that the following competitive strengths have underpinned our business development, enabling us to capture emerging market opportunities and support our long-term, sustainable growth: (i) pioneer and long-standing leader in global electrolyte solvents market, becoming a full value-chain lithium-ion battery-related materials provider; (ii) integrated electrolyte value chain and multi-site footprint ensuring efficient, stable and cost-effective supply; (iii) technology-driven development delivering quality and cost advantages; (iv) premier global customers and diverse strategic partnerships; (v) experienced management team with global vision and technological expertise; and (vi) commitment to green and sustainable development.

OUR STRATEGIES

We drive the development of our business through the following strategies: (i) consolidate our industry leadership by deepening integration and upgrade the industrial ecosystem; (ii) continuous technology advancement and product innovation to drive sustained growth; (iii) promote green and sustainable development with high ESG standards; (iv) enhance overseas presence to further strengthen global competitiveness; and (v) digitalization and intelligent manufacturing to improve cost reduction and operational efficiency.

PRODUCTION

As of December 31, 2025, we located five production bases across China in Dongying, Shandong; Zoucheng, Shandong; Wuhan, Hubei; Quanzhou, Fujian; and Meishan, Sichuan, forming a production system characterized by multi-site coordination and complementary functional positioning. For details about our production facilities and utilization rate, see "Business — Production."

OUR CUSTOMERS

We engage in direct sales to our domestic and overseas customers. In addition to direct sales, we also collaborate with chemical trading companies primarily for sales of carbonate series products and fine chemicals. During the Track Record Period, our customers were primarily domestic and overseas electrolyte manufacturers, EV manufacturers, battery manufacturers and chemical trading companies. In 2023, 2024 and 2025, the aggregate sales to our five largest customers in each period during the Track Record Period amounted to RMB1,195.7 million, RMB1,282.4 million and RMB2,172.5 million, respectively, accounting for 21.3%, 23.1% and 31.9% of our total revenue for the respective periods. In 2023, 2024 and 2025, the sales to our largest customer in each period during the Track Record Period amounted to RMB358.3 million, RMB348.0 million and RMB885.6 million, respectively, accounting for 6.4%, 6.3% and 13.0% of our total revenue for the respective periods.

OUR SUPPLIERS

Our principal raw materials primarily include propylene, methanol, ethylene oxide, low-pressure liquefied gas, propylene oxide and lithium carbonate. These raw materials are primarily sourced domestically. In 2023, 2024 and 2025, the aggregate purchases from our five largest suppliers in each period during the Track Record Period amounted to RMB1,703.3 million, RMB1,385.6 million and RMB1,324.2 million, respectively, which accounted for 35.4%, 28.3% and 23.3% of our total purchases for the corresponding periods. In 2023, 2024 and 2025, purchases from our largest supplier in each period during the Track Record Period amounted to RMB524.3 million, RMB367.0 million and RMB396.5 million, respectively, which accounted for 10.9%, 7.5% and 7.0% of our total purchases for the corresponding periods.

SUMMARY OF HISTORICAL FINANCIAL INFORMATION

The following tables set forth summary financial data from our financial information during the Track Record Period, extracted from the Accountants' Report in Appendix I to this Document. The summary financial data set forth below should be read together with, and is qualified in its entirety by reference to, our financial statements in this Document, including the related notes. Our financial information was prepared in accordance with IFRS.

Summary of Consolidated Statements of Profit or Loss and Other Comprehensive Income

The following table sets forth a summary of our consolidated statements of profit or loss and other comprehensive income for the periods indicated.

	For the year ended December 31,					
	2023		2024		2025	
	RMB	*%*	*RMB*	*%*	*RMB*	*%*
	(in thousands, except percentages)					
Revenue	5,634,788	100.0	5,546,730	100.0	6,808,387	100.0
Cost of sales	(5,281,410)	(93.7)	(5,252,320)	(94.7)	(6,321,651)	(92.9)
Gross profit	**353,378**	**6.3**	**294,410**	**5.3**	**486,736**	**7.1**
Other revenue	41,285	0.7	88,262	1.5	84,418	1.2

	For the year ended December 31,					
	2023		2024		2025	
	RMB	%	*RMB*	%	*RMB*	%
	(in thousands, except percentages)					
Other net (losses)/gains	(14,927)	(0.3)	14,646	0.3	(7,599)	(0.0)
Selling and distribution expenses	(86,539)	(1.5)	(81,870)	(1.5)	(85,320)	(1.3)
Administrative expenses	(156,007)	(2.8)	(146,293)	(2.6)	(157,619)	(2.3)
Research and development expenses	(192,057)	(3.4)	(238,282)	(4.3)	(271,039)	(4.0)
Reversal of/(provision for) impairment losses under expected credit loss ("ECL") model	1,257	0.0	(6,097)	(0.1)	(2,309)	(0.0)
(Loss)/profit from operations	**(53,610)**	**(1.0)**	**(75,224)**	**(1.4)**	**47,268**	**0.7**
Finance costs	(25,510)	(0.4)	(61,090)	(1.1)	(96,533)	(1.4)
Share of profits less losses of associates	22	0.0	(123)	(0.0)	80	0.0
Loss before taxation	**(79,098)**	**(1.4)**	**(136,437)**	**(2.5)**	**(49,185)**	**(0.7)**
Income tax credit	13,864	0.2	66,014	1.2	43,306	0.6
Loss and total comprehensive income for the year	**(65,234)**	**(1.2)**	**(70,423)**	**(1.3)**	**(5,879)**	**(0.1)**
Attributable to:						
Equity shareholders of the Company	14,143	0.2	20,321	0.4	28,485	0.4
Non-controlling interests	(79,377)	(1.4)	(90,744)	(1.7)	(34,364)	(0.5)

Revenue by Product/Service Category

The following table sets forth a breakdown of our revenue by product and service category, in an absolute amount and as a percentage of our total revenue, for the periods indicated.

	For the year ended December 31,					
	2023		2024		2025	
	RMB	%	*RMB*	%	*RMB*	%
	(in thousands, except percentages)					
Sales of products						
Lithium-ion battery-related materials	2,699,654	47.9	3,399,056	61.3	4,793,554	70.4
Fine chemicals	1,817,772	32.3	1,599,820	28.8	1,614,761	23.7
Other chemicals	1,094,260	19.4	539,103	9.7	365,418	5.4
Subtotal	**5,611,686**	**99.6**	**5,537,979**	**99.8**	**6,773,733**	**99.5**
Provision of services						
Trading service[(1)]	10,528	0.2	4,501	0.1	12,047	0.2
Other service[(2)]	11,723	0.2	2,802	0.1	20,543	0.3
Subtotal	**22,251**	**0.4**	**7,303**	**0.2**	**32,590**	**0.5**
Other sources						
Rentals[(3)]	851	0.0	1,448	0.0	2,064	0.0
Total	**5,634,788**	**100.0**	**5,546,730**	**100.0**	**6,808,387**	**100.0**

Notes:

(1) Trading service primarily refers to a limited volume of resale of externally sourced products conducted by us in our capacity as an agent or intermediary, with revenue recognized on a net basis representing the margin earned. During the Track Record Period, such trading activities were carried out by our subsidiaries, primarily to fulfill overseas customer orders, maintain customer relationships and facilitate supply chain coordination.

(2) Other service primarily refers to the handling of liquid chlorine for our customers.

(3) Rentals primarily refer to rental income derived from leasing our investment properties, which mainly comprise a limited number of apartments and office buildings.

The following table sets forth the sales volume and average selling price of our major products for the periods indicated.

	For the year ended December 31,					
	2023		2024		2025	
	Sales Volume	Average Selling Price	Sales Volume	Average Selling Price	Sales Volume	Average Selling Price
	Ton	*RMB/Ton*	*Ton*	*RMB/Ton*	*Ton*	*RMB/Ton*
Carbonate series products	424,853	5,832	436,547	5,463	544,944	4,891
Electrolytes	6,906	21,804	54,605	13,089[(1)]	119,133	14,312
$LiPF_6$ (solid)	403	142,689	473	55,182[(2)]	983	52,093
MTBE	237,290	6,423	222,547	5,747	248,773	4,788
Fluorobenzene	2,619	54,308	3,383	38,031[(3)]	6,045	33,628

Notes:

(1) The average selling price of electrolytes decreased from RMB21,804 per ton in 2023 to RMB13,089 per ton in 2024, primarily due to (i) the significant decrease in the price of $LiPF_6$, a key upstream raw material, and (ii) the global capacity expansion across the battery materials value chain from 2023 to 2024, which led to increased supply of electrolytes and their upstream materials;

(2) The average selling price of $LiPF_6$ decreased from RMB142,689 per ton in 2023 to RMB55,182 per ton in 2024, primarily due to (i) a reduction in the price of lithium carbonate, a key upstream raw material, and (ii) increased supply of $LiPF_6$ in 2024 following accelerated release of industry capacity;

(3) The average selling price of fluorobenzene decreased from RMB54,308 per ton in 2023 to RMB38,031 per ton in 2024, primarily due to increased market supply following capacity expansions.

Revenue by Sales Region

During the Track Record Period, we generated most of our revenue from operations in Greater China area. The following table sets forth a breakdown of our revenue by sales region, in an absolute amount and as a percentage of our total revenue, for the periods indicated.

	For the year ended December 31,					
	2023		2024		2025	
	RMB	*%*	*RMB*	*%*	*RMB*	*%*
	(in thousands, except percentages)					
Greater China area[(1)]	3,982,398	70.7	4,292,297	77.4	5,755,590	84.5
Overseas[(2)]	1,652,390	29.3	1,254,433	22.6	1,052,797	15.5
Total	**5,634,788**	**100.0**	**5,546,730**	**100.0**	**6,808,387**	**100.0**

Notes:

(1) Greater China area refers to Chinese mainland, Hong Kong, Macau and Taiwan.

(2) Mainly including America, Europe, and Asia (excluding Greater China area).

Gross Profit and Gross Profit Margin

The following table sets forth a breakdown of the gross profit and gross profit margin of our sales of products for the periods indicated.

	For the year ended December 31,					
	2023		2024		2025	
	Gross Profit	Gross Profit Margin	Gross Profit	Gross Profit Margin	Gross Profit	Gross Profit Margin
	RMB	*%*	*RMB*	*%*	*RMB*	*%*
	(in thousands, except percentages)					
Lithium-ion battery-related materials	173,864	6.4	175,609	5.2	391,154	8.2
Fine chemicals	134,398	7.4	98,225	6.1	50,231	3.1
Other chemicals	23,422	2.1	13,996	2.6	15,088	4.1
Total	**331,684**	**5.9**	**287,830**	**5.2**	**456,473**	**6.7**

Loss and Total Comprehensive Income for the Year

While we incurred net loss of RMB65.2 million, RMB70.4 million and RMB5.9 million in 2023, 2024 and 2025, respectively, we have been making progress in narrowing our losses. See "Financial Information — Path to Profitability".

Summary of Consolidated Statements of Financial Position

The table below sets forth selected information from our consolidated statements of financial position as of the dates indicated.

	As of December 31,		
	2023	2024	2025
	(RMB in thousands)		
Total non-current assets	5,184,908	5,701,054	5,659,610
Total current assets	2,088,708	3,947,953	5,713,994
Total assets	**7,273,616**	**9,649,007**	**11,373,604**
Total non-current liabilities	628,140	1,608,291	802,901
Total current liabilities	2,259,957	3,716,809	5,267,806
Total liabilities	**2,888,097**	**5,325,100**	**6,070,707**
Net current (liabilities)/assets	**(171,249)**	**231,144**	**446,188**
Net assets	**4,385,519**	**4,323,907**	**5,302,897**
Share capital	202,680	202,680	232,701
Reserves	3,687,863	3,693,390	4,677,977
Total equity attributable to the equity shareholders of the Company	3,890,543	3,896,070	4,910,678
Non-controlling interests	494,976	427,837	392,219
Total equity	**4,385,519**	**4,323,907**	**5,302,897**

Summary of Consolidated Statements of Cash Flows

The following table sets forth a summary of our cash flows for the periods indicated.

	For the year ended December 31,		
	2023	2024	2025
		(RMB in thousands)	
Cash used in operations	(432,059)	(1,035,346)	(701,317)
Income taxes refund/(paid)	39,612	(904)	(499)
Net cash used in operating activities	(392,447)	(1,036,250)	(701,816)
Net cash used in investing activities	(775,441)	(1,732,558)	(385,994)
Net cash generated from financing activities	635,890	2,333,502	1,329,667
Net (decrease)/increase in cash and cash equivalents	**(531,998)**	**(435,306)**	**241,857**
Cash and cash equivalents at the beginning of the year	1,137,280	595,288	159,561
Effect of foreign exchange rate changes	(9,994)	(421)	(1,015)
Cash and cash equivalents at the end of the year	**595,288**	**159,561**	**400,403**

In 2023, 2024 and 2025, we had net cash used in operating activities of RMB392.4 million, RMB1,036.3 million and RMB701.8 million, respectively. For details, see "Financial Information — Liquidity and Capital Resources — Cash Flow Analysis."

KEY FINANCIAL RATIOS

The following table sets forth certain of our key financial ratios for the periods or as of the dates indicated.

	For the year ended/As of December 31,		
	2023	2024	2025
Current ratio(1)	0.9	1.1	1.1
Quick ratio(2)	0.7	0.9	1.0
Debt-to-assets ratio(3)	39.7%	55.2%	53.4%
Total asset turnover(4)	0.8	0.7	0.6
Gross profit margin(5)	6.3%	5.3%	7.1%

Notes:

(1) Current ratio is calculated by dividing current assets by current liabilities.

(2) Quick ratio is calculated by dividing current assets less inventories by current liabilities.

(3) Debt-to-asset ratio is calculated by dividing total liabilities by total assets as of the end of the year and multiplied by 100%.

(4) Total asset turnover is calculated by dividing revenue by average total asset.

(5) Gross profit margin equals gross profit divided by revenue and multiplied by 100%.

COMPETITION

We operate in the global lithium-ion battery materials industry and the global fine chemicals industry. According to Frost & Sullivan, the global lithium-ion battery materials industry and the fine chemicals industry are characterized by high entry barriers, including formulation barriers, technological barriers and customer barriers. In addition, we compete with other market participants across factors such as brand reputation, product quality, sales network and supply chain systems. The global electrolyte solvent market is characterized by stable leading players and intense competition among small- and mid-sized participants. We believe that we are well-positioned to compete effectively given our competitive strengths and strategies. For more information on our industry and the competitive landscape, see "Industry Overview."

OUR LISTING ON THE SHANGHAI STOCK EXCHANGE AND REASONS FOR THE [REDACTED] ON THE STOCK EXCHANGE

Since 2015, our Company has been listed on the Shanghai Stock Exchange. Our Directors confirmed that, during the Track Record Period and up to the Latest Practicable Date, we had no instances of material non-compliance with the rules of the Shanghai Stock Exchange and other applicable securities laws and regulations of the PRC in any material respects, and, to the best knowledge of our Directors having made all reasonable enquiries, there was no material matter that should be brought to the [**REDACTED**] attention in relation to our compliance record on the Shanghai Stock Exchange. As advised by our PRC Legal Adviser, during the Track Record Period and up to the Latest Practicable Date, we have not been subject to any material administrative penalties imposed by the CSRC or other PRC securities regulatory authorities. Based on the independent due diligence conducted by the Sole Sponsor and our PRC Legal Adviser's view, nothing has come to the Sole Sponsor's attention that would reasonably cause it to cast doubt on our Directors' aforementioned confirmation with regard to the compliance record of our Company on the Shanghai Stock Exchange in all material respects.

We are applying for the [**REDACTED**] under Rule 8.05(3) of the Listing Rules and satisfy the market capitalization/revenue test. Our Company seeks to [**REDACTED**] on the Hong Kong Stock Exchange to further advance our global expansion strategy, establish an international equity financing platform, better attract overseas investors and talents, optimize our shareholding structure and enhance our overall competitiveness. See "Business — Our Strategies" and "Future Plans and Use of [**REDACTED**]" in this Document for more details.

OUR SINGLE LARGEST GROUP OF SHAREHOLDERS

As of the Latest Practicable Date, our Company was owned as to 7.24% by CUP Holdings, 6.53% by Rongfa Group, 6.53% by Kaitou Group, 0.86% by Shandong Weipu and 0.35% by Dr. Guo. Shandong Weipu was ultimately controlled by Dr. Guo as to 69.44% of the equity interest as of the Latest Practicable Date, therefore, the voting rights attached to the Shares of our Company held by Shandong Weipu was controlled and exercised by Dr. Guo.

CUP Holdings, Rongfa Group, Kaitou Group and Dr. Guo entered into the AIC Agreement on January 3, 2023, pursuant to which, among other things, they agreed that (i) CUP Holdings, Rongfa Group and Kaitou Group are entitled to nominate four directors (excluding Dr. Guo) in our Board and (ii) the Concert Parties and their nominated Directors would cast their votes as shareholders and/or directors (as appropriate) unanimously in relation to resolutions concerning important matters of our Company. See "History, Development and Corporate Structure — Acting-in-Concert Arrangement" for details.

Pursuant to the Hong Kong Listing Rules and Chapter 1.1C of the Guide for New Listing Applicants, CUP Holdings, Rongfa Group, Kaitou Group, Dr. Guo and Shandong Weipu constituted our Single Largest Group of Shareholders, holding in aggregate approximately 21.51% of our total issued Shares as of the Latest Practicable Date. Immediately following completion of the [**REDACTED**], our Single Largest Group of Shareholders will in aggregate hold approximately [**REDACTED**]% of our Shares (assuming the [**REDACTED**] is not exercised). Therefore, upon [**REDACTED**], CUP Holdings, Rongfa Group, Kaitou Group, Dr. Guo and Shandong Weipu will continue to be our Single Largest Group of Shareholders.

[**REDACTED**]

DIVIDENDS

Our Company declared and paid dividends in respect of the previous year of RMB60.8 million, RMB8.1 million and nil in 2023, 2024 and 2025, respectively.

Pursuant to our Articles of Association, our Board may declare dividends in the future after taking into account our results of operations, financial condition, cash requirements and availability and other factors as it may deem relevant at such time. As of the Latest Practicable Date, we did not have a formal dividend policy or a fixed dividend distribution ratio. Any declaration and payment as well as the amount of dividends will be subject to our constitutional documents, applicable PRC Law and approval by our Shareholders.

We may provide our Shareholders with dividends as the Board deems appropriate, subject to the discretion of our Directors in accordance with our Articles of Association and the applicable laws and regulations in Chinese mainland and Hong Kong.

Our future declarations of dividends may not be in line with our historical declaration of dividends and will be subject to the approval of our Shareholders.

[**REDACTED**]

[**REDACTED**]

USE OF [REDACTED]

Assuming an [**REDACTED**] of HK$[**REDACTED**] per H Share (being the mid-point of the [**REDACTED**] Range of between HK$[**REDACTED**] and HK$[**REDACTED**] per H Share), we estimate that we will receive net [**REDACTED**] of approximately HK$[**REDACTED**] from the [**REDACTED**] after deducting the [**REDACTED**] and other estimated expenses paid and payable by us in connection with the [**REDACTED**] and assuming that the [**REDACTED**] is not exercised. In line with our strategies, we intend to use our [**REDACTED**] from the [**REDACTED**] for the purposes and in the following amounts: (i) approximately [[**REDACTED**]%] of the net [**REDACTED**], or HK$[**REDACTED**], will be allocated to scale up and upgrade our electrolyte business to extend our market presence and expand our capability to provide integrated lithium-ion battery-related materials solutions; (ii) approximately [[**REDACTED**]%] of the net [**REDACTED**], or HK$[**REDACTED**], will be used to strengthen our R&D capabilities over the next five years to drive ongoing innovation and enhance the technical infrastructure that underpins our operations and to sustain product iteration across industry cycles; (iii) approximately [[**REDACTED**]%] of the net [**REDACTED**], or HK$[**REDACTED**], will be allocated to support our overseas expansion strategy over the next five years to strengthen our overseas commercialization network and service capabilities; and (iv) approximately [[**REDACTED**]%] of the net [**REDACTED**], or HK$[**REDACTED**], will be allocated to working capital and general corporate purposes.

RECENT DEVELOPMENT AND NO MATERIAL ADVERSE CHANGE

On March 30, 2026, our Board approved a profit distribution plan for the year ended December 31, 2025 (the "**2025 Profit Distribution Plan**"). Pursuant to the 2025 Profit Distribution Plan, our Company will declare a cash dividend of RMB0.04 per A Share (inclusive of tax). The 2025 Profit Distribution Plan is subject to approval by the Shareholders at the forthcoming general meeting.

Our Directors have confirmed that, up to the date of this Document, there has been no material adverse change in our financial, operational or trading position, indebtedness, contingent liabilities or prospects since December 31, 2025, being the latest reporting date of our historical financial information in the Accountants' Report, and there has been no event since December 31, 2025 that would materially affect the information shown in the Accountants' Report set out in Appendix I to this Document.

RISKS FACTORS

Our business and the [**REDACTED**] involve certain risks. Some of the major risks we face include, but are not limited to: (i) we are exposed to the supply-demand dynamics in the lithium-ion battery materials industry and fine chemicals industry; (ii) we are exposed to market fluctuations of prices of products we produce and sell; (iii) we are exposed to fluctuations in the price and supply of raw materials; (iv) we face various risks associated with our international operations; (v) we face competition in our business and may not be able to maintain our leading position in the market; (vi) our production capacity may not be fully utilized; and (vii) we may be unable to secure new sales or maintain our customers in the future.