FUTURE PLANS

See "Business — Our Strategies" for a detailed description of our future plans.

USE OF [REDACTED]

We estimate that we will receive net [REDACTED] from the [REDACTED] of approximately HK$[REDACTED] (after deducting the [REDACTED] and other estimated expenses payable by us in connection with the [REDACTED]), assuming an [REDACTED] of HK$[REDACTED] per H Share, being the mid-point of the [REDACTED] stated in this Document, and assuming the [REDACTED] is not exercised.

In line with our strategies, we intend to use the net [REDACTED] for the following purposes:

- Approximately [REDACTED]% of the net [REDACTED], or HK$[REDACTED], will be used to construct new production facilities and/or acquire equipments to expand our production capacity for solid-liquid hybrid and all-solid-state batteries.

  We plan to expand production capacity across strategically selected bases in the PRC, taking into account regional geographic advantages, industrial layout, resource availability and proximity to downstream customers. In the Yangtze River Delta, where a concentration of automotive OEMs is located, we plan to add capacity to capture growing EV demand.

  Specifically, the net [REDACTED] will be used primarily for (i) the construction of production lines and supporting infrastructure, along with mechanical and electrical installation, (ii) the purchase and installation of automated logistics and warehousing equipment, (iii) manufacturing information system deployment and (iv) trial production and initial ramp-up.

  Upon completion of our planned production base expansion, our overall production capacity is expected to reach [98.2] GWh by 2030. We expect to commence the expansion of capacity at these production bases in the second half of 2026, with construction, equipment installation, commissioning and ramp-up expected to be completed and put into operation in phases between 2026 and 2028.

- Approximately [REDACTED]% of the net [REDACTED], or HK$[REDACTED], will be used for R&D activities to enhance the performance of our solid-state battery products and refine our manufacturing processes, with the aim of translating our technology capabilities into commercially viable products across EV, ESS and emerging sector applications. These investments will be directed towards: (i) expanding our R&D team; (ii) acquiring R&D equipment, including materials synthesis equipment, characterization instruments, computing hardware, simulation software, safety testing equipment and energy storage testing platforms; (iii) procuring materials and consumables for verification experiments, including cathode and anode materials, separators, solvents and thermal management materials; and (iv) other R&D purposes, including testing and certification, technical cooperation with academic and industry partners, and IP application and protection. We expect these investments to improve the efficiency and precision of our battery development process, strengthen battery management and lifecycle monitoring, and enhance safety, durability and commercialization efficiency. For more information about these capabilities, see "Business — Key Technologies."

- Approximately [REDACTED]% of the net [REDACTED], or HK$[REDACTED] will be used for working capital and general corporate purposes.

In the event that the [REDACTED] is set at the maximum [REDACTED] or the minimum [REDACTED] of the indicative [REDACTED], the net [REDACTED] of the [REDACTED] will increase or decrease by approximately HK$[REDACTED] and HK$[REDACTED], respectively. If we make an upward or downward [REDACTED] adjustment to set the final [REDACTED] to be above or below the mid-point of the [REDACTED], we will increase or decrease the allocation of the net [REDACTED] to the above purposes on a pro rata basis.

The additional net [REDACTED] that we would receive if the [REDACTED] was exercised in full would be (i) HK$[REDACTED] (assuming an [REDACTED] of HK$[REDACTED] per H Share, being the maximum [REDACTED] of the indicative [REDACTED]), (ii) HK$[REDACTED] (assuming an [REDACTED] of HK$[REDACTED] per H Share, being the mid-point of the indicative [REDACTED]) and (iii) HK$[REDACTED] (assuming an [REDACTED] of HK$[REDACTED] per H Share, being the minimum [REDACTED] of the indicative [REDACTED]). We intend to apply the additional net [REDACTED] to the above uses on a pro rata basis.

To the extent that the net [REDACTED] of the [REDACTED] are not immediately used for the above purposes or if we are unable to effect any part of our future development plans as intended, we may hold such funds in short-term interest-bearing accounts at licensed commercial banks and/or other authorized financial institutions (as defined under the Securities and Futures Ordinance or applicable laws and regulations in other jurisdictions). In such event, we will comply with the appropriate disclosure requirements under the Listing Rules.