FUTURE PLANS

For a detailed description of our future plans, please see the section headed "Business – Our Business Strategies."

USE OF [REDACTED]

We estimate that we will receive net **[REDACTED]** of approximately HK$**[REDACTED]** million from the **[REDACTED]** based on an **[REDACTED]** of HK$**[REDACTED]** per **[REDACTED]** (being the mid-point of the **[REDACTED]** range of HK$**[REDACTED]** to **[REDACTED]** per **[REDACTED]**), after deducting the **[REDACTED]** fees, commissions and other estimated expenses in connection with the **[REDACTED]** and assuming the **[REDACTED]** is not exercised. In line with our strategies, we intend to use our net **[REDACTED]** from the **[REDACTED]** for the following purposes:

- Approximately **[REDACTED]**% of the net **[REDACTED]**, or approximately HK$**[REDACTED]** million, will be used to expand our production and operation bases and accelerate corporate digital transformation, including the construction and upgrading of operation bases to enhance production capacity and advance our digitalisation process. We expect such **[REDACTED]** will be gradually utilised within [36] months after the **[REDACTED]**.

  (i) Approximately **[REDACTED]** of the net **[REDACTED]**, or approximately HK$**[REDACTED]** million, will be used to expand, construct or acquire production and operation bases, as well as to procure or construct equipment that will facilitate the expansion and enhancement of our production and R&D capabilities, with a view to optimising our asset structure, enhancing our production and operation capabilities, and supporting our future development. In addition, we plan to install photovoltaic energy storage facilities at production and operation bases where conditions permit, in order to increase the proportion of green electricity usage and support low-carbon and green production.

  (ii) Approximately **[REDACTED]**% of the net **[REDACTED]**, or approximately HK$**[REDACTED]** million, will be used to accelerate our digital transformation, with a focus on the development of a digital intelligent management platform, the construction of server rooms, and the deployment of computing power servers. Through the development and upgrading of our ERP, SRM, CRM, OA and other systems, the establishment of a data management center, supplementing and upgrading relevant softwares, together with the application of AI technologies, we will integrate our R&D, procurement, production and sales functions to enhance data synchronisation, traceability and interoperability among various business modules. In particular, we plan to combine AI-driven predictive maintenance and big data analysis to enhance cross-departmental data transparency, thereby improving the efficiency and visibility of customer service response, real-time materials management, cost tracking and accounts receivable management.

- Approximately **[REDACTED]**% of the net **[REDACTED]** or approximately HK$**[REDACTED]** million, will be applied for product research and development to strengthen our R&D capabilities, enhance our product design and technology innovation, and expand our product portfolio in the new energy intelligent equipment sector. Specifically, the **[REDACTED]** will be mainly used to primarily focus on the R&D of next-generation battery manufacturing equipment, including the manufacturing equipment such as large-format energy storage battery stacking machine, solid-state batteries and sodium-ion batteries, as well as advanced equipment solutions supporting high-precision motion control, automated stacking, AI inspection and control. These initiatives are intended to enhance our technological competitiveness and alignment with emerging energy storage and EV trends.

- Approximately **[REDACTED]**% of the net **[REDACTED]**, or approximately HK$**[REDACTED]** million, will be used to selectively pursue strategic initiatives in Chinese Mainland, such as mergers and acquisitions, joint technology development, joint ventures, minority investments, and other strategic collaborations with domestic partners possessing complementary technologies, local service capabilities, or market access in the new energy and intelligent equipment sectors. These initiatives are intended to support us in enhancing our product and technology portfolio, strengthening our customer service capabilities, and laying a foundation for further expansion into global market in the future. When evaluating potential investment and collaborations opportunities, we will focus on targets or partners with a proven track record of financial performance, recognised qualifications or certifications such as "National Specialised, Sophisticated, Distinctive and Innovative" enterprises, or possessed specific technological advantages and that offer complementary strengths in areas such as products, technology, supply chains or customer service. We will carefully assess the integration feasibility and long-term strategic value of such collaborations with our existing business, so as to ensure effective deployment of resources and sustainable returns. Subject to the availability of suitable opportunities and satisfactory due diligence outcomes, we believe these investments and collaborations will help improve our degree of vertical integration in the industrial chain, consolidate long-term cooperative relationships with customers, and enhance our overall competitiveness in the global market. As at the Latest Practicable Date, we had not identified any investment targets or entered into any legally binding investment agreements.

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

The additional net **[REDACTED]** that we would receive if the **[REDACTED]** were exercised in full would be HK$**[REDACTED]** million (at an **[REDACTED]** of HK$**[REDACTED]** per Share).

To the extent that the net **[REDACTED]** from the **[REDACTED]** are either more or less than expected, we will adjust our allocation of the net **[REDACTED]** for the above purposes on a pro rata basis.

If the net **[REDACTED]** from the **[REDACTED]** are not immediately used for the above purposes, we will only deposit the net **[REDACTED]** into short-term interest-bearing accounts with licensed commercial banks and/or other authorised financial institutions (as defined in the SFO or applicable laws and regulations in other jurisdictions) in Hong Kong or the PRC. In such event, we will comply with the appropriate disclosure requirements under the Listing Rules.

If any part of our development plan does not proceed as planned for reasons such as changes in government policies that would hinder the development of any of our projects, or the occurrence of force majeure events, the Directors will carefully evaluate the situation and may **[REDACTED]** the net **[REDACTED]** from the **[REDACTED]**.