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 entire document before you decide to **[REDACTED]** *in the* **[REDACTED]**.

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

OVERVIEW

We are a leading technology enterprise specializing in the R&D, production and sales of high-performance electrolytic copper foil products. We ranked as the third-largest electrolytic copper foil producer in the world by shipment volume in 2025, with a market share of approximately 5.4%, according to Frost & Sullivan. We are dedicated to becoming a first-tier global player in the electrolytic copper foil industry. Our products include lithium-ion battery copper foil and electronic circuit copper foil, which have received wide customer recognition for their performance and value.

Electrolytic copper foil is a critical raw material for lithium-ion batteries and electronic circuit manufacturing, serving as an essential component across the new energy and electronic information industries. Based on end applications, electrolytic copper foil products can be broadly categorized into lithium-ion battery copper foil and electronic circuit copper foil. Our lithium-ion battery copper foil products mainly include double-sided shiny high-performance lithium-ion battery copper foil, which is primarily used as an anode current collector in lithium-ion batteries. The quality, surface characteristics and mechanical properties of lithium-ion battery copper foil directly affect the manufacturing process of battery anodes and the electrochemical performance of lithium-ion batteries. With the rapid advancement of lithium-ion battery technologies in recent years, copper foil products have evolved towards higher energy density, lower warpage, ultra-thin and lightweight profiles, higher tensile strength and higher elongation. These developments play a critical role in enhancing battery energy density, safety performance and battery life.

Electronic circuit copper foil is the core conductive material used in CCL and PCB, where it is etched to form precision circuitry. Electronic circuit copper foil performs two fundamental functions, namely (i) serving as the transmission channel for electronic signals and power and (ii) acting as the physical carrier for component mounting and interconnection. As a result, electronic circuit copper foil directly determines the signal integrity, reliability and integration density of electronic circuits. It is widely applied across consumer electronics, communication equipment, automotive electronics and digital infrastructure and is regarded as the foundational "nervous system" of the modern electronic information industry.

According to Frost & Sullivan, global shipment volume of electrolytic copper foil increased from 815.9 thousand tonnes in 2021 to 1,854.2 thousand tonnes in 2025, representing a CAGR of 22.8%, and is expected to further increase to 4,344.9 thousand tonnes by 2030, representing a CAGR of 16.9% from 2026 to 2030. We have proactively captured market opportunities from the rapid developments of the new energy lithium-ion battery industry and the semiconductor industry, and achieved rapid business expansion through responsive and targeted R&D.

OUR BUSINESS MODEL

We are a leading technology enterprise specializing in the R&D, production and sales of high-performance electrolytic copper foil, dedicated to becoming a first-tier global player in the electrolytic copper foil industry. Our product portfolio consists of two core categories: (i) high-performance lithium-ion battery copper foil, primarily double-sided shiny copper foil, which serves as the essential anode current collector in lithium-ion batteries; and (ii) electronic circuit copper foil, a key conductive material used in the production of CCL and PCB.

We primarily serve customers across the downstream lithium-ion battery and electronic circuit markets. We adopt an integrated, customer-demand-driven business model that connects R&D, production, sales and commercialization of high-performance electrolytic copper foil. We work closely with customers, often from the early stages of their product development cycles, to align product definition, performance targets and testing methodologies with their requirements and process conditions. Our collaboration typically includes joint technical discussions, sample development and iterative optimization, validation and qualification, and volume production planning to support stable and consistent supply. Leveraging continuous process improvement, quality management systems and rapid R&D capabilities, we offer products with a broad range of specifications while maintaining reliable quality consistency.

We generate revenue primarily from the sale of our electrolytic copper foil products. Through continuous technological innovation and deep customer collaboration, we have established long-term relationships with customers, which strengthens our market position and supports sustainable growth. The following table sets forth a breakdown of our revenue by product line in absolute amounts and as a percentage of our total revenue for the years indicated:

	Year ended December 31,					
	2023		**2024**		**2025**	
	Amount	*%*	*Amount*	*%*	*Amount*	*%*
	(RMB in thousands, except for percentages)					
Lithium-ion battery copper foil	3,756,837	86.1	5,235,445	94.6	8,129,048	94.2
Electronic circuit copper foil	113,307	2.6	245,865	4.5	477,648	5.5
Others[1]	492,044	11.3	51,431	0.9	23,797	0.3
Total	**4,362,188**	**100.0**	**5,532,741**	**100.0**	**8,630,493**	**100.0**

Note:

(1) Others mainly included scrap copper, copper plates and copper-containing sludge.

OUR STRENGTHS

We believe the following strengths have driven our success and enabled us to seize market opportunities and achieve sustainable growth:

- A Fast-Growing Copper Foil Manufacturer with an Established Industry-Leading Position.
- Industry-Leading Yield Performance Driven by High Slitting Efficiency and Low Scrap Rates.
- Deep Technological Expertise and Sustained Innovation Driving Core Competitive Advantages.
- Customer Trust Built on Strong Product Quality and Stable Supply Capabilities.

- In-depth Collaboration with Leading Customers Driving Industry Development.
- Industry Expertise Supported by an Experienced Management Team.

See "Business — Our Strengths."

OUR STRATEGIES

We drive the development of our business through the following strategies:

- Expand Our Product Portfolio through Product Innovation.
- Strengthen Our R&D Advantages through Technological Leadership.
- Build a World-Leading Manufacturing and Operations System through Operational Excellence.
- Pursue Sustainable Development and Contribute to Global ESG Advancement.

See "Business — Our Strategies."

OUR PRODUCTS

Lithium-Ion Battery Copper Foil

We specialize in R&D, production and sales of high-performance lithium-ion battery copper foil products, which serve as the essential anode current collector in lithium-ion batteries. Our lithium-ion battery copper foil products are characterized by high tensile strength, high elongation, high toughness and ultra-thin and lightweight profiles, which are strategically tailored to the specific requirements of next-generation high-performance lithium-ion batteries. We offer a comprehensive range of lithium-ion battery copper foils with tensile strengths from 220 MPa to 1,400 MPa and have achieved breakthroughs in the mass production of ultra-thin foils of below 6 μm. According to Frost & Sullivan we are among the few companies in the industry capable of producing and supplying 3 μm to 3.5 μm lithium-ion battery copper foil. In 2023, 2024 and 2025, our revenue from sales of lithium-ion battery copper foil amounted to RMB3,756.8 million, RMB5,235.4 million and RMB8,129.0 million, respectively, representing 86.1%, 94.6% and 94.2% of our total revenue for the same years.

Electronic Circuit Copper Foil

We also engage in R&D, production and sales of high-grade electronic circuit copper foil products, which are a critical material used in the production of CCL and PCB. Our electronic circuit copper foil products are distinguished by their fine surface profiles, excellent mechanical properties and high customizability, meeting the stringent requirements of high-frequency, high-speed and high-reliability electronic applications. Our comprehensive electronic circuit copper foil products portfolio covers fine-grain HTE, flexible and rigid RTF and HVLP series, enabling us to address a wide range of circuit density, thermal resistance and signal integrity demands. In 2023, 2024 and 2025, our revenue from sales of electronic circuit copper foil amounted to RMB113.3 million, RMB245.9 million and RMB477.6 million, respectively, representing 2.6%, 4.5% and 5.5% of our total revenue for the same years.

RESEARCH AND DEVELOPMENT

We are committed to technological innovation, which drives us to advancing our capabilities and delivering value to our customers as well as driving sales and profitability. Our R&D team brings together PhD and master's degree holders from leading domestic and international institutions, with expertise spanning electrochemistry, materials science, mechanical engineering and synthetic chemistry. This multidisciplinary talent pool enables us to establish a comprehensive technical chain from fundamental research to process industrialization. Through a dual-engine organizational model combining dedicated technology teams and equipment development teams, we achieve efficient coordination between product development and equipment innovation, providing strong organizational support for continuous technological iteration, capacity expansion and market development. As of December 31, 2025, our R&D and engineering team comprised a total of 295 personnel.

R&D Laboratory Center

Our R&D laboratory center serves as a provincially recognized enterprise innovation and technology center and is a key driver of innovation in the industry in which we operate. Located in Nanchang, China, the center occupies a GFA of approximately 1,200 sq.m., equipped with state-of-the-art laboratories and advanced testing instruments. The center has received multiple awards for technological excellence and industry contribution. Led by an R&D team of experienced professionals, including six PhD holders and a proportion of researchers with postgraduate qualifications, the center is recognized for its strong technical expertise and industry leadership. The R&D laboratory center closely tracks technological advances in related sectors, focusing on the development of cutting-edge products with broad applications.

Our Key Technologies and R&D Achievements

Through years of dedicated research and development, we have consistently achieved significant breakthroughs in core technologies, enabling us to meet the increasingly stringent requirements of downstream applications such as new energy vehicles, energy storage systems and advanced electronic applications. By closely aligning our technological advancements with evolving market trends and customer needs, we have proven capabilities in delivering high-performance, reliable and cost-effective copper foil products. Our commitment to independent technological innovation has strengthened our competitive position in the industry, which has enabled us to play a leading role in setting technical benchmarks and supporting the sustainable development of the sector.

As of December 31, 2025, we possessed a comprehensive suite of key technologies in the production of electrolytic copper foil. Our core technology development of lithium-ion battery copper foil is collectively known as our Three-Highs and One-Thin Technology, which refer to (i) the tensile strength control technology for lithium-ion battery copper foil, (ii) the elongation control technology for lithium-ion battery copper foil, (iii) the flexural resistance control technology for lithium-ion battery copper foil, and (iv) the ultra-thin copper foil thickness control technology. These technological achievements enable us to introduce a steady stream of original and innovative products which challenge existing foreign monopolies and enable us to compete effectively in the market.

Building on our established R&D capabilities and manufacturing know-how in lithium-ion battery copper foil, we have also strategically expanded our R&D focus to electronic circuit copper foil, which we view as an important growth driver and a key area for long-term technology accumulation. Our electronic circuit copper foil R&D mainly focuses on reducing signal loss in high-frequency and high-speed circuit boards and improving the consistency of surface morphology, thereby enabling us to deliver products that meet the demanding requirements of advanced electronic applications, including next-generation communication and computing devices.

OUR PRODUCTION

We primarily adopt a customer-centric and market-oriented production model, formulating production plans based on demand forecasting, confirmed orders and capacity utilization. This enables us to respond rapidly to changing market demand and diverse application requirements while ensuring efficient resource allocation. Our production process is designed to maintain high quality standards while remaining flexible to meet our customers' requirements.

We have established a comprehensive production management platform that integrates intelligent automation, real-time data monitoring and digital traceability across the production process. This platform enables us to coordinate production scheduling, material procurement and quality control in a unified manner, ensuring high product quality, efficient resource utilization and robust supply chain management.

As of December 31, 2025, we operated three production bases in China, namely Tongling Production Base, Yulin Production Base and Nanchang Production Base. We own these production sites and possess all requisite permits and certificates in accordance with local regulations. As of December 31, 2025, the aggregate GFA of our production bases amounted to approximately 506,730.1 sq.m. These production bases are equipped with 72 production lines, supporting a total designed production capacity of 152,000 tonnes per annum as of December 31, 2025. Our production bases possess integrated production capabilities for a range of product specifications, ensuring stable supply, enhanced production efficiency and rigorous quality control.

SALES AND MARKETING

Leveraging our competitive product portfolio and extensive industry experience, we have established a robust customer base primarily comprising (i) leading lithium-ion battery manufacturers for applications in new energy vehicles, energy storage systems and consumer electronics; and (ii) major CCL and PCB manufacturers serving the communications, computing and automotive electronics sectors. Our customers are primarily located in China. We take a customer-centric marketing approach, focusing on building and expanding long-term relationships with our customers. We proactively collect feedback through direct communication, satisfaction surveys and regular follow-ups, using these insights to drive continuous improvement in our products and services. We use both offline and online marketing channels, including our official website, industry exhibitions, technical seminars and industry media, to showcase our latest products and technological advancements. These targeted marketing strategies enhance our brand awareness, strengthen our market presence and attract potential customers.

Sales Network

We have established an extensive sales network that allows us to bring our products to a broad customer base in China, bolstering our brand reputation and reinforcing our competitive edge in the market. During the Track Record Period, we entered into sales agreements with our direct sales customers and distributors, who in turn sell our products to other companies. In 2023, 2024 and 2025, our revenue from direct sales amounted to RMB4,324.4 million, RMB5,462.9 million and RMB8,609.6 million, respectively, accounting for 99.1%, 98.7% and 99.8% of our revenue for the same years. In 2023, 2024 and 2025, revenue from sales to distributors amounted to RMB37.8 million, RMB69.8 million and RMB20.9 million, respectively, accounting for 0.9%, 1.3% and 0.2% of our revenue for the same years.

Major Customers

Our customers primarily consist of (i) leading lithium-ion battery manufacturers for applications in new energy vehicles, energy storage systems and consumer electronics; and (ii) major CCL and PCB manufacturers, serving the communications, computing and automotive electronics sectors. Revenue from our five largest customers in each year during the Track Record Period amounted to RMB3,708.3 million, RMB4,658.1 million and RMB7,027.0 million, respectively, accounting for 85.0%, 84.2% and 81.4% of our total revenue for the same years. Revenue from our largest customer in each year during the Track Record Period amounted to RMB1,292.9 million, RMB2,215.5 million and RMB3,023.6 million, respectively, accounting for 29.6%, 40.0% and 35.0% of our total revenue for the same years. To the best knowledge of our Directors, each of our five largest customers for each year during the Track Record Period is an Independent Third Party.

SUPPLY CHAIN MANAGEMENT

Procurement

We typically procure high-purity cathode copper, sulfuric acid, and chemical additives in China. These materials are essential for our copper foil manufacturing processes and are sourced from a network of qualified suppliers. Leveraging our ERP system, we conduct approvals for demand planning, supplier quotation reviews, contract approval workflows, payment application approvals, as well as operational execution functions such as the entry of purchase orders, receipt of goods, inventory intake and the registration of payments. Our procurement plans are formulated based on production forecasts, inventory safety levels, supplier lead times and market trends. For major raw materials such as cathode copper, we typically enter into annual purchase framework agreements with key suppliers to ensure cost efficiency and supply stability and enter into additional documents such as quality assurance agreements, integrity and anti-corruption undertakings and social responsibility commitment letters to support product quality and compliance.

To mitigate the impact of raw material price fluctuations, we employ a combination of spot pricing mechanisms and futures contracts. For copper procurement, we align our copper pricing and hedging with customer pricing terms by using spot price-locking and futures hedging, as appropriate. As a result, price fluctuations did not have a significant impact on our operations during the Track Record Period.

Major Suppliers

Our suppliers primarily consist of domestic manufacturers and distributors of copper and chemical reagents in China. Purchases from our five largest suppliers in each year during the Track Record Period amounted to RMB3,817.6 million, RMB3,600.9 million and RMB7,726.3 million, respectively, accounting for 69.3%, 63.1% and 76.6% of our purchases for the same years. Purchases from our largest supplier in each year during the Track Record Period amounted to RMB1,557.1 million, RMB1,434.6 million and RMB2,439.4 million, respectively, accounting for 28.3%, 25.1% and 24.2% of our purchases for the same years. To the best knowledge of our Directors, each of our five largest suppliers for each year during the Track Record Period is an Independent Third Party.

COMPETITION

The electrolytic copper foil industry in China is characterized by intense competition and a relatively fragmented market landscape. According to Frost & Sullivan, the global electrolytic copper foil industry is highly competitive and relatively fragmented, with the top five manufacturers in the industry globally accounting for approximately 28.9% of the total market share in terms of shipment volume in 2025. We primarily compete with other established copper foil manufacturers as well as a number of regional and specialized manufacturers. As the industry continues to evolve, we anticipate further consolidation, with leading players strengthening their market positions through technological advancement and capacity expansion. See "Business — Competition."

SUMMARY OF HISTORICAL FINANCIAL INFORMATION

Description of Major Components of Our Results of Operations

The following table sets forth a summary of our consolidated statements of profit or loss for the years indicated:

	Year ended December 31,		
	2023	**2024**	**2025**
	(RMB in thousands)		
Revenue	4,362,188	5,532,741	8,630,493
Cost of sales	(4,307,220)	(5,547,548)	(8,070,852)
Gross profit/(loss)	**54,968**	**(14,807)**	**559,641**
Other net income	55,309	72,334	74,929
Selling expenses	(8,368)	(11,102)	(14,080)
Administrative expenses	(153,750)	(147,092)	(140,743)
Research and development expenses	(28,592)	(30,599)	(39,632)
Impairment losses on financial assets	(15,032)	(13,189)	(25,404)
Other expenses	(43,709)	(75,838)	(90,540)
(Loss)/profit from operations	**(139,174)**	**(220,293)**	**324,171**
Finance costs	(121,941)	(197,074)	(187,926)
(Loss)/profit before taxation	**(261,115)**	**(417,367)**	**136,245**
Income tax	48,975	53,163	(38,602)
(Loss)/profit for the year	**(212,140)**	**(364,204)**	**97,643**

See "Financial Information — Description of Major Components of Our Results of Operations."

Selected Items from the Consolidated Statements of Financial Position

The following table sets forth selected information from our consolidated statements of financial position as of the date indicated:

	As of December 31,		
	2023	**2024**	**2025**
	(RMB in thousands)		
Total current assets	4,396,897	6,337,916	10,454,003
Total non-current assets	5,593,866	5,642,044	5,599,680
Total assets	**9,990,763**	**11,979,960**	**16,053,683**
Total current liabilities	3,593,061	6,064,508	9,785,899
Total non-current liabilities	3,888,563	3,774,240	3,621,221
Total liabilities	**7,481,624**	**9,838,748**	**13,407,120**
Net current assets	**803,836**	**273,408**	**668,104**
Net assets	**2,509,139**	**2,141,212**	**2,646,563**
Capital and reserves			
Share capital	1,150,000	1,150,000	1,247,113
Reserves	1,359,139	991,212	1,399,450
Total equity	**2,509,139**	**2,141,212**	**2,646,563**

Net Current Assets

Our net current assets increased by 144.4% from RMB273.4 million as of December 31, 2024 to RMB668.1 million as of December 31, 2025, primarily due to (i) an increase in trade and bills receivables driven by increased sales of lithium-ion battery copper foil driven by production capacity expansion and strong demand from the energy storage system industry and (ii) an increase in restricted bank deposits driven by increased adoption of bank acceptance bills and letters of credit, which required margin deposits, partially offset by (i) an increase in trade and bills payables driven by increased procurement volumes driven by business expansion, an increase in copper prices and extended settlement terms for copper materials following negotiations of payment terms with certain key suppliers and (ii) an increase in loans and borrowings to supplement working capital.

Our net current assets decreased by 66.0% from RMB803.8 million as of December 31, 2023 to RMB273.4 million as of December 31, 2024, primarily due to (i) an increase in trade and bills payables driven by increased procurement volumes resulting from business expansion, an increase in copper prices and our optimized supply chain model, which extended settlement terms for copper materials and (ii) an increase in loans and borrowings to supplement working capital, partially offset by an increase in restricted bank deposits driven by increased adoption of bank acceptance bills and letters of credit, which required margin deposits.

Net Assets

Our net assets increased by 23.6% from RMB2,141.2 million as of December 31, 2024 to RMB2,646.6 million as of December 31, 2025, primarily due to (i) capital contributions from shareholders of RMB405.0 million, (ii) profit for the year of RMB97.6 million and (iii) equity-settled share-based payment expenses of RMB3.7 million, partially offset by other comprehensive loss of RMB0.9 million.

Our net assets decreased by 14.7% from RMB2,509.1 million as of December 31, 2024 to RMB2,141.2 million as of December 31, 2024, primarily due to (i) loss for the year of RMB364.2 million and (ii) other comprehensive loss of RMB6.0 million, partially offset by equity-settled share-based payment expenses of RMB2.3 million.

See "Financial Information — Discussion of Key Items of Consolidated Statements of Financial Position."

Summary of the Consolidated Statements of Cash Flows

The following table sets forth a summary of our cash flows for the years indicated:

	Year ended December 31,		
	2023	2024	2025
	(RMB in thousands)		
Net cash used in operating activities	(1,118,002)	(653,853)	(3,821,654)
Net cash used in investing activities	(2,263,715)	(363,754)	(746,333)
Net cash generated from financing activities	3,358,707	1,467,452	4,324,800
Net (decrease)/increase in cash and cash equivalents	(23,010)	449,845	(243,187)
Cash and cash equivalents at the beginning of the year	409,855	386,845	836,690
Cash and cash equivalents at the end of the year	**386,845**	**836,690**	**593,503**

See "Financial Information — Liquidity and Capital Resources — Cash Flow."

KEY FINANCIAL RATIOS

The following table sets forth our key financial ratios for the years indicated or as of the dates indicated:

	As of/For the year ended December 31,		
	2023	2024	2025
Profitability ratio			
Gross profit/(loss) margin (%)	1.3	(0.3)	6.5
Net (loss)/profit margin (%)	(4.9)	(6.6)	1.1
Liquidity ratio			
Current ratio	1.2	1.0	1.1
Quick ratio	0.9	0.9	0.9
Capital adequacy ratio			
Gearing ratio (%)	225.0	319.1	351.2

See "Financial Information — Key Financial Ratios."

RISK FACTORS

Our business and the **[REDACTED]** involve certain risks as set out in the section headed "Risk Factors" in this document. You should read that section in its entirety carefully before you decide to **[REDACTED]** in our Shares. Some of the major risks we face include: (i) factors that adversely affect the industries in which our customers operate may reduce the downstream demand for our products, and our business, financial condition and results of operations may be materially and adversely affected; (ii) the industries in which we operate are highly competitive. If we fail to compete effectively and successfully, our business, financial condition and results of operations may be materially and adversely affected; (iii) if we fail to keep up with technological evolution in downstream markets or adapt our technology to emerging industry standards, or if our investments in new technologies prove unsuccessful or ineffective, our business, competitiveness and profitability may be materially and adversely affected; (iv) we generate a substantial portion of our revenue from a limited number of key customers. If we are unable to retain existing customers and attract new customers, our business, financial condition and results of operations will be adversely affected; and (v) our sales depend on our ability to continuously meet stringent customer qualifications and performance requirements, and failure to do so may result in the loss of existing customers or inability to acquire new customers. See "Risk Factors."

OUR CONTROLLING SHAREHOLDERS

As of the Latest Practicable Date, Huayou Holdings held 58.17% of the shares of the Company. Huayou Holdings is held by Mr. Chen, TMA International and Ms. Qiu as to 60.00%, 33.33% and 6.67%, respectively. Ms. Qiu is Mr. Chen's spouse. TMA International is controlled by TMA HK, which is in turn wholly owned by Tongxiang Huajin. Tongxiang Huajin is wholly owned by Mr. Chen. Tongling Chuang'anhui, for which Huayou Holdings acts as the general partner and holds 44.59% interest therein, held 3.54% of the shares of the Company. Accordingly, as of the Latest Practicable Date Mr. Chen, Ms. Qiu, TMA International, TMA HK, Tongxiang Huajin, Huayou Holdings and Tongling Chuang'anhui, were interested in approximately 61.72% of the total issued share capital of the Company.

Immediately following the completion of the **[REDACTED]** (assuming the **[REDACTED]** is not exercised), Mr. Chen, Ms. Qiu, TMA International, TMA HK, Tongxiang Huajin, Huayou Holdings and Tongling Chuang'anhui will be interested in approximately **[REDACTED]**% of the total issued share capital of our Company. Therefore, Mr. Chen, Ms. Qiu, TMA International, TMA HK, Tongxiang Huajin, Huayou Holdings and Tongling Chuang'anhui will constitute a group of Controlling Shareholders of our Company under the Listing Rules. See "Relationship with the Controlling Shareholders."

PRE-[REDACTED] INVESTORS

We have engaged in Pre-**[REDACTED]** Investments with our Pre-**[REDACTED]** Investors. For further details of the identities and background of the Pre-**[REDACTED]** Investors and the principal terms of the Pre-**[REDACTED]** Investments, see "History, Development and Corporate Structure."

USE OF [REDACTED]

Assuming an **[REDACTED]** of HK$**[REDACTED]** per Share (being the mid-point of the **[REDACTED]** range), we estimate that we will receive net **[REDACTED]** of approximately HK$**[REDACTED] [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]** in the following two to three years for the purposes and in the amounts set forth below:

- Approximately **[REDACTED]**%, or HK$**[REDACTED] [REDACTED]**, of the net **[REDACTED]** will be used to strengthen our production capabilities for electrolytic copper foil.
- Approximately **[REDACTED]**%, or HK$**[REDACTED] [REDACTED]**, of the net **[REDACTED]** will be used to implement R&D initiatives for our new product developments, upgrade existing technologies and advance product iterations to enhance our overall competitiveness.
- Approximately **[REDACTED]**%, or HK$**[REDACTED] [REDACTED]**, of the net **[REDACTED]** will be used to repay bank loans with annual interest rates ranging from 2.0% to 5.0% which will mature in 2027.
- Approximately **[REDACTED]**%, or HK$**[REDACTED] [REDACTED]**, of the net **[REDACTED]** will be used for working capital and general corporate purposes.

See "Future Plans and Use of **[REDACTED]**."

APPLICATION FOR [REDACTED] ON THE STOCK EXCHANGE

We have applied to the Stock Exchange for the granting of the **[REDACTED]** of, and permission to deal in, the H Shares in **[REDACTED]** and to be **[REDACTED]** pursuant to the **[REDACTED]** (including any Shares which may be **[REDACTED]** pursuant to the exercise of the **[REDACTED]**); and the H Shares to be converted from the Domestic **[REDACTED]** Shares. Our **[REDACTED]** is made on the basis that, among other things, we satisfy the market capitalization/revenue test under Rule 8.05(3) of the Listing Rules with reference to: (i) our revenue for the year ended December 31, 2025, which exceeded HK$500 million; and (ii) our expected market capitalization at the time of **[REDACTED]**, which, based on the low-end of the indicative **[REDACTED]** range, exceeds HK$4 billion.

[REDACTED] STATISTICS

The statistics in the following table are based on the assumptions that (i) the **[REDACTED]** has been completed and **[REDACTED]** H Shares are newly **[REDACTED]** in the **[REDACTED]**, (ii) **[REDACTED]** Shares are **[REDACTED]** and outstanding following the **[REDACTED]** and Conversion of Domestic **[REDACTED]** Shares into H Shares, (iii) **[REDACTED]** Domestic **[REDACTED]** Shares will be converted into H shares upon the completion of the **[REDACTED]**, and (iv) the **[REDACTED]** for the **[REDACTED]** is not exercised:

	Based on an [REDACTED] of HK$[REDACTED] per H Share	Based on an [REDACTED] of HK$[REDACTED] per H Share
Market capitalization for our H Shares(1)	HK$**[REDACTED]** **[REDACTED]**	HK$**[REDACTED]** **[REDACTED]**
Market capitalization of our Shares(2)	HK$**[REDACTED]** **[REDACTED]**	HK$**[REDACTED]** **[REDACTED]**
Unaudited **[REDACTED]** adjusted consolidated net tangible assets per Share(3)(4)	HK$**[REDACTED]**	HK$**[REDACTED]**

Notes:

(1) The calculation of market capitalization is based on the assumption that **[REDACTED]** H Shares will be in **[REDACTED]** immediately following the completion of the **[REDACTED]** (assuming the **[REDACTED]** is not exercised and including **[REDACTED]** Domestic **[REDACTED]** Shares that will be converted into H Shares upon the completion of the **[REDACTED]**).

(2) The calculation of market capitalization of our Shares is based on **[REDACTED]** Shares expected to be in **[REDACTED]** immediately after completion of the **[REDACTED]**.

(3) The unaudited **[REDACTED]** adjusted net tangible assets attributable to equity shareholders of the Company per Share is arrived at after adjustments as described above and on the basis that **[REDACTED]** Shares (which is calculated based on **[REDACTED]** Shares as at December 31, 2025 and adjusted for **[REDACTED]** H Shares newly **[REDACTED]** upon the **[REDACTED]**), without taking into account of any shares which may be **[REDACTED]** upon the exercise of the **[REDACTED]**. For illustrative purpose, the estimated net **[REDACTED]** from the **[REDACTED]** is converted from Hong Kong dollar into Renminbi and the unaudited **[REDACTED]** adjusted net tangible assets attributable to equity shareholders of the Company per Share is converted from Renminbi to Hong Kong dollar at the exchange rate of HK$1.00 to RMB0.87005, the exchange rate set by the People's Bank of China prevailing on the Latest Practicable Date. No representation is made that the Hong Kong dollar amounts have been, could have been or may be converted to Renminbi, or vice versa, at the rate or at any other rates.

(4) No other adjustment has been made to the unaudited **[REDACTED]** adjusted consolidated net tangible assets to reflect any trading results or other transactions of the Group entered into subsequent to December 31, 2025.

DIVIDENDS AND DIVIDEND POLICY

No dividend has been paid or declared by the Company or the companies now comprising our Group during the Track Record Period. Although we currently do not have a formal dividend policy or a fixed dividend distribution ratio, our Board may declare dividends in the future after taking into account various factors, including our future earnings and cash inflows, future plans for the use of funds, long-term development of our business, statutory reserves, discretionary common reserve funds, legal and regulatory restrictions and other factors which our Directors consider relevant. Distribution of dividends will be decided by our Board at its discretion and will be subject to Shareholders' approval. In addition, our dividend policy will also be subject to our Articles of Association, the PRC Company Law and any other applicable PRC laws and regulations.

In any event, we will pay dividends out of our profit after tax only after we have made the following allocations: (a) recovery of accumulated losses, if any; (b) allocation to the statutory common reserve fund an amount of 10% of our profit after tax, as determined under the Accounting Standards for Business Enterprises issued by the MOF (the "**PRC GAAP**"), until such fund has reached more than 50% of our registered capital; and (c) allocation, if any, to a discretionary common reserve fund in an amount approved by the shareholders at a shareholders' meeting.

Payment of dividends is subject to restrictions under PRC laws. Under PRC laws, dividends may only be paid out of distributable profits. Distributable profits refer to the balance of the Company's net profit after offsetting accumulated losses from prior years and making appropriations to the statutory common reserve fund and other reserves required to be withdrawn in accordance with the law.

[REDACTED]

[REDACTED] represent professional fees, **[REDACTED]** and other fees incurred in connection with the **[REDACTED]**. We estimate that our **[REDACTED]** will be approximately HK$**[REDACTED] [REDACTED]** (assuming an **[REDACTED]** of HK$**[REDACTED]** per **[REDACTED]** (being the mid-point of the indicative **[REDACTED]** range) and no exercise of the **[REDACTED]**), representing **[REDACTED]**% of the gross **[REDACTED]** (based on the mid-point of our indicative **[REDACTED]** range for the **[REDACTED]** and assuming that the **[REDACTED]** is not exercised) of the **[REDACTED]**.

We expect to incur total **[REDACTED]** of approximately HK$**[REDACTED] [REDACTED]**, of which approximately HK$**[REDACTED] [REDACTED]** is expected to be recognized in the consolidated statements of profit or loss as administrative expenses and approximately HK$**[REDACTED] [REDACTED]** is expected to be recognized as a deduction in equity directly upon the **[REDACTED]**. By nature, our **[REDACTED]** are composed of (i) **[REDACTED]** of approximately HK$**[REDACTED] [REDACTED]**, and (ii) non-**[REDACTED]** related expenses of approximately HK$**[REDACTED] [REDACTED]**, which consist of fees and expenses of legal advisors and Reporting Accountants of approximately HK$**[REDACTED] [REDACTED]** and other fees and expenses of approximately HK$**[REDACTED] [REDACTED]**.

RECENT DEVELOPMENT AND NO MATERIAL ADVERSE CHANGE

Since December 31, 2025, we have undertaken two rounds of Pre-**[REDACTED]** Investments. For details of the Pre-**[REDACTED]** Investments, see "History, Development and Corporate Structure — Pre-**[REDACTED]** Investments."

We have maintained robust growth in our business operations and financial results since December 31, 2025. Our total sales volume increased by 116.1% from 23.6 thousand tonnes in the four months ended April 30, 2025 to 51.0 thousand tonnes in the four months ended April 30, 2026. In particular, our sales volume of lithium-ion battery copper foil increased by 109.7% from 22.7 thousand tonnes in the four months ended April 30, 2025 to 47.6 thousand tonnes in the four months ended April 30, 2026, and our sales volume of electronic circuit copper foil increased by 277.8% from 0.9 thousand tonnes in the four months ended April 30, 2025 to 3.4 thousand tonnes in the four months ended April 30, 2026.

Our Directors have confirmed that up to the date of this document there has been no material adverse change in our financial or trading position or prospects since December 31, 2025, being the end date of the years reported in Appendix I to this document, and there is no event since December 31, 2025 that would materially affect the information as set out in the Accountants' Report in Appendix I to this document.