FUTURE PLANS

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

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$**[REDACTED]** **[REDACTED]**, of the net **[REDACTED]** will be used to strengthen our production capabilities for electrolytic copper foil. In particular:
  - o Approximately **[REDACTED]**%, or HK$**[REDACTED]** **[REDACTED]**, of the net **[REDACTED]** will be used for the construction of production facilities.
  - o Approximately **[REDACTED]**%, or HK$**[REDACTED]** **[REDACTED]**, of the net **[REDACTED]** will be used for the procurement and installation of production equipment, office equipment and other ancillary facilities. The expanded facilities will be equipped with advanced production equipment, including foil-making machines, cathode rollers, rectifiers for electro-deposition, high-speed slitting machines, surface treatment equipment, and electrolyte preparation equipment, as well as upstream equipment related to copper material preparing including the upward copper-melting furnace and equipment.
- Approximately **[REDACTED]**%, or HK$**[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. In particular:
  - o Approximately **[REDACTED]**%, or HK$**[REDACTED]** **[REDACTED]**, of the net **[REDACTED]** will be used for the R&D of lithium-ion battery copper foil products. Our R&D will focus on (i) high-safety composite copper foil, (ii) copper foil for high-compaction-density anode materials, (iii) high-performance copper foil with silicon-carbon anode compatibility, and (iv) specialty copper foil for solid-state batteries. To support these R&D initiatives, we plan to upgrade R&D equipment and recruit R&D and technical personnel.
  - o Approximately **[REDACTED]**%, or HK$**[REDACTED]** **[REDACTED]**, of the net **[REDACTED]** will be used for the R&D of high-end electronic circuit copper foil products, as well as for the establishment of an electronic circuit copper foil R&D institute and the installation of advanced R&D facilities to support such R&D efforts. Our R&D focus will include (i) the development of flexible RTF products with ultra-low surface roughness, (ii) the improvement of adhesion performance and thermal stability of HVLP copper foil products, and (iii) the advancement of ultra-thin copper foil with thicknesses below 5μm. In support of the foregoing, we will establish an electronic circuit copper foil R&D institute as a centralized technological innovation platform focusing on the research and development, testing and optimization of production processes, productperformance and quality stability.

We also intend to acquire advanced R&D instruments and testing equipment for material performance testing, surface quality inspection, plating process monitoring and product reliability verification.

- Approximately **[REDACTED]**%, or HK$**[REDACTED] [REDACTED]**, of the net **[REDACTED]** will be used to repay bank loans with annual interest rates ranging from 2.0% to 5.0% which will mature in 2027. These loans were mainly incurred to finance the construction of copper foil production bases and supplement our working capital.
- Approximately **[REDACTED]**%, or HK$**[REDACTED] [REDACTED]**, of the net **[REDACTED]** will be used for working capital and general corporate purposes.

If the **[REDACTED]** is set at the high-end of the **[REDACTED]** range or the low-end of the **[REDACTED]** range, the net **[REDACTED]** of the **[REDACTED]** will increase by approximately HK$**[REDACTED] [REDACTED]** or decrease by HK$**[REDACTED] [REDACTED]**, respectively. To the extent our net **[REDACTED]** from the **[REDACTED]** (including the net **[REDACTED]** from the exercise of 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 **[REDACTED]** is fully exercised, our Company will receive additional net **[REDACTED]** of approximately HK$**[REDACTED] [REDACTED]** for **[REDACTED]** Shares to be **[REDACTED]** and **[REDACTED]** upon the full exercise of the **[REDACTED]** based on the **[REDACTED]** of HK$**[REDACTED]** per **[REDACTED]**, being the mid-point of the **[REDACTED]** range, and after deducting the **[REDACTED]** fees and commissions payable by our Company. The additional amount raised will be applied to the above areas of use of **[REDACTED]** on a pro-rata basis.

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

To the extent that the net **[REDACTED]** of the **[REDACTED]** are not immediately used for the purposes described above and to the extent permitted by the relevant laws and regulations, we will only deposit the unused net **[REDACTED]** into 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).