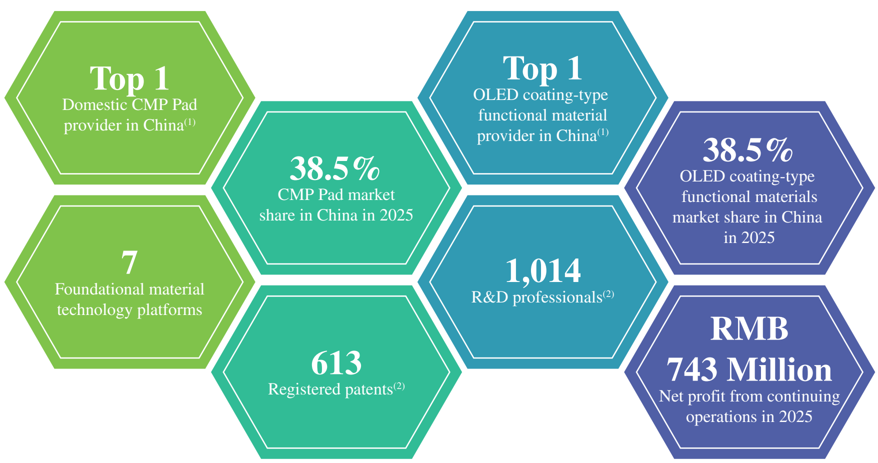
SUMMARY

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 this document in its entirety before you decide to [REDACTED] in the [REDACTED].

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

OVERVIEW

We are an innovative leader in materials application for critical industries in China. We provide upstream integrated materials and solutions for semiconductor industries including chemical mechanical polishing ("**CMP**") solutions, semiconductor display materials, lithography materials, and advanced packaging materials. According to Frost & Sullivan, measured by revenue in 2025, we are the largest domestic chemical mechanical polishing pads ("**CMP Pads**") provider in China with 38.5% market share, the third largest CMP materials provider in China with 16.8% market share, and the largest OLED coating-type functional materials provider in China with 38.5% market share. We empower our customers' supply chain localization and technology roadmap to seize the opportunities in megatrends, such as AI and advanced computing. We are also expanding into new high-growth material markets, such as new energy materials and providing printing and copying critical materials. The chart below demonstrates the highlights of our business:



Notes:

(1) As measured by revenue for the year ended December 31, 2025

(2) As of April 30, 2026 and as to continuing operations only

OUR TRACK RECORD IN INNOVATIONS

We have a track record of innovations that centered on (i) critical materials application industries for economic development, (ii) upstream-integrated materials, production, application, and evaluation, (iii) independent innovative R&D and IP generation, and (iv) in-house talents cultivation. Our dedication to innovation has enabled successful business transformation of our Company and localization of supply chain for our customers.

- 2012: We achieved the commercial production of color polymerized toner ("**CPT**").
- 2016: Phase I of our CMP Pads project commenced production.
- 2020: Our industrialization project with an annual production capacity of 1,000 tons of yellow polyimide ("**YPI**") for flexible displays commenced production.

- 2021: Phase I of our chemical mechanical polishing slurry ("**CMP Slurry**") and post-CMP cleaning solutions ("**Cleaning Solutions**") production line commenced production and we completed the construction of Phase I production line for photosensitive polyimide ("**PSPI**") for flexible displays.
- 2023: Our semiconductor advanced packaging materials — packaging polyimide ("**Packaging PI**") and temporary bonding adhesive ("**TBA**") — commenced production.
- 2024: Phase I of our high-end wafer photoresist — argon fluoride ("**ArF**") and krypton fluoride ("**KrF**") photoresist — production line in Qianjiang was completed.
- 2026: Phase II of our KrF and ArF photoresist production line in Qianjiang commenced operations.

OUR BUSINESS

We provide semiconductor materials and solutions that address customers' need to improve supply chain as well as advance next-generation product and technology development. Our semiconductor materials and solutions consist of (i) CMP solutions, (ii) semiconductor display materials, and (iii) advanced semiconductor materials and others. We also provide printing and copying critical materials such as CPT. In addition, we are expanding into new high-growth materials applications, such as lithium battery functional auxiliary materials in the new energy sector.

The following table sets forth the details of our primary products from continuing operations:

Business	Products	Applications	Customer Types
Semiconductor Materials and Solutions — CMP Solutions	CMP Pads, CMP Slurry and Cleaning Solutions	Core consumable for CMP processes in integrated circuit manufacturing	Integrated device manufacturers ("**IDMs**") and foundries
Semiconductor Materials and Solutions — Semiconductor Display Materials	YPI, PSPI and thin-film encapsulation ink ("**TFE-INK**")	Critical materials for OLED display panel manufacturing	Display panel manufacturers
Semiconductor Materials and Solutions — Advanced Semiconductor Materials and Others	KrF and ArF Immersion ("**ArFi**") Photoresist	Critical materials for lithography processes in integrated circuit manufacturing	IDMs and foundries
	Packaging PI and TBA	Critical materials for semiconductor advanced packaging processes	Outsourced semiconductor assembly and test companies and wafer fabs
	Integrated Circuit Chips	Chips for printing and copying general consumables	End-market toner cartridge and ink cartridge manufacturers for printing and copying consumables
Printing and Copying Critical Materials	CPT	CPT for printing and copying general consumables	Toner cartridge manufacturers for the printing and copying consumables end-market
New Energy Materials and Others	Lithium Battery Dispersants and Binders	Critical functional process auxiliary materials for lithium batteries	Power battery and energy storage battery manufacturers

During the Track Record Period, we also operated a toner cartridge business and an ink cartridge business, with products covering toner cartridges for laser printers and ink cartridges for inkjet printers. In April 2026, we completed the disposal of Zhuhai Mingtu and Jixun Technology, which were components of our Group and represented a separate major line of business. In accordance with IFRS, the related operating activities of these two entities were classified as discontinued operations during the Track Record Period.

OUR COLLABORATION WITH CUSTOMERS

Our customers for semiconductor materials and solutions mainly include IDMs, foundries, and display panel manufacturers. We aim to address customers' need for secure and stable supply of advanced semiconductor materials and empower technological advancements in semiconductor manufacturing through systematic research capability and collaboration with industry-leading customers. We forge close partnership with our semiconductor customers, working alongside our customers to co-design products, drive rapid iteration, and achieve their technological roadmaps. We have developed deep and broad knowledge in material science, enabling us to provide customer-centric solutions through supply of precisely matched semiconductor materials. In addition, through the strategic acquisition of Hao Fei, we are positioned to serve global leading new energy customers. Our customers for printing and copying critical materials are mainly manufacturers of end-market products, such as toner cartridge and ink cartridge manufacturers.

OUR MATERIAL TECHNOLOGY PLATFORM

Through years of sustained proprietary R&D and product innovation, we have distilled our technologies and expertise into seven material technology platforms including:

- Organic synthesis technology platform
- Polymer synthesis technology platform
- Physicochemical technology platform
- Inorganic non-metallic materials technology platform
- Microsphere synthesis and foaming technology platform
- Engineering equipment design technology platform
- Materials application and evaluation technology platform

The seven platforms provide foundational technology support across the entire value chain, supporting all stages from raw materials to end products including production equipment, manufacturing processes, quality inspection, and application evaluation. The collaboration and development of technologies across our seven platforms drive the continuous product innovation and performance advancement and enable expansion into new frontiers.

OUR OPPORTUNITIES

AI is profoundly transforming the field of materials application by driving a paradigm shift in R&D toward data- and intelligence-driven methods. This transformation significantly accelerates the materials innovation cycle and stimulates market demand for high-performance materials in key sectors such as semiconductors and new energy.

We see substantial opportunities and strong demand for semiconductor materials, underpinned by (i) global rebalancing of semiconductor supply chain and demand for critical material supply, (ii) strong semiconductor chip demand accelerated by AI development, and (iii) development in advanced packaging and new chip architecture. According to Frost & Sullivan, from 2026 to 2030, the China market for CMP materials is expected to grow at a CAGR of 16.1% from RMB9.7 billion to RMB17.6 billion; the China market for OLED coating-type functional materials is projected to expand at a CAGR of 10.8% from RMB1.5 billion to RMB2.3 billion; the China market for semiconductor wafer photoresists is expected to increase at a CAGR of 11.1% from RMB8.6 billion to RMB13.1 billion; and the China market for semiconductor advanced packaging materials is anticipated to grow at a CAGR of 12.0% from RMB23.2 billion to RMB36.5 billion.

We are also actively capitalizing on the robust growth of the new energy materials market, fueled by transformative applications of materials in areas such as new energy vehicles, grid-scale storage, AI data centers, low-altitude economy, and robotics. According to Frost & Sullivan, the market for lithium battery functional auxiliary materials in China is expected to expand from RMB35.2 billion in 2026 to RMB63.0 billion in 2030, representing a CAGR of 15.7%.

OUR FINANCIAL PERFORMANCE

During the Track Record Period, we experienced significant growth in our operating results. We recorded revenue from continuing operations of RMB1,305.3 million, RMB1,953.4 million, RMB2,467.6 million, RMB723.8 million and RMB1,090.3 million in 2023, 2024, and 2025, and for the four months ended April 30, 2025 and 2026, respectively. Among these, our revenue contribution from semiconductor materials and solutions out of our total revenue was 73.4%, 81.8%, 86.5%, 85.6%, and 78.5%, respectively. In addition, our net profit margin from continuing operations was 17.6%, 27.5%, 30.1%, 29.0% and 32.3% in 2023, 2024, and 2025, and for the four months ended April 30, 2025 and 2026, respectively.

RESEARCH AND DEVELOPMENT

We have established a systematic research and commercialization process spanning fundamental research, product development, process optimization, and application validation. Our central R&D hub, Hubei Dinglong Advanced Materials Innovation Research Institute, spearheads frontier technologies. As of April 30, 2026, our R&D team comprised 1,014 technical personnel, accounting for more than one-third of our total workforce. During the Track Record Period, we invested a total of RMB1.4 billion in R&D, representing 20.5% of our total revenue from continuing operations.

PRODUCTION

We have established an integrated, intelligent, and agile production system, anchored by four major production bases in China. Our core strength lies in end-to-end in-house capabilities, spanning from raw material synthesis to final packaging, supported by dedicated lines and stringent quality control. To ensure superior performance, we deploy custom-engineered core equipment such as casting machines and reactors sourced from reputable suppliers. This allows us to maintain high qualification rate and consistency while meeting diverse client needs through customized development and rapid delivery. Driving our operational efficiency is a comprehensive smart factory architecture. Through a distributed control system and a production execution system, we automate critical processes including charging, blending, and filtration, achieving over 30% higher efficiency than semi-automated lines. We have experienced no major production disruptions during the Track Record Period.

RAW MATERIALS AND SUPPLIERS

We have strategically built in-house capabilities for critical raw materials such as prepolymers, cushion pads, and specialty resins, where product performance is vital, cost composition is high, and domestic supply is scarce. This upstream integration secures quality, supply chain stability, and cost efficiency, underpinning our market competitiveness and aligning with the supply chain localization. During the Track Record Period, we primarily source base chemicals (e.g., hydrogen peroxide, organic solvents) and non-critical raw materials from a diversified supplier base.

During the Track Record Period, the aggregate purchases of our continuing operations from our five largest suppliers amounted to RMB93.0 million in 2023, RMB146.2 million in 2024, RMB174.7 million in 2025 and RMB107.8 million for the four months ended April 30, 2026, representing 20.1%, 20.8%, 21.0% and 30.6% of our total purchases for the corresponding years/periods, respectively.

SALES AND CUSTOMERS

We sell our products through direct sales. Our success is built on deep customer insight and consistent production quality. We translate unique process requirements into customized materials and comprehensive solutions. Our customers are primarily IDMs, foundries, and display panel manufacturers, among others. During the Track Record Period, revenue generated by our continuing operations from our five largest customers in each year/period amounted to RMB554.5 million in 2023, RMB1,041.7 million in 2024, RMB1,316.2 million in 2025 and RMB567.1 million for the four months ended April 30, 2026, representing 42.5%, 53.4%, 53.5% and 52.1% of our total revenue for the corresponding years/periods, respectively.

COMPETITIVE STRENGTHS

We believe the following competitive strengths have contributed to our success and differentiated us from our competitors:

- A leading semiconductor materials and solutions provider in China;
- Comprehensive product portfolio for critical markets;
- Deep collaboration with industry leading customers;
- Proprietary full-process technologies starting from core raw materials;
- Material science and engineering expertise rooted in systematic R&D capability; and
- Visionary management with proven track record of innovation.

GROWTH STRATEGIES

We plan to implement the following strategies to further consolidate our market position:

- Leveraging our technology platforms to facilitate cross-sector development;
- Concentrating on end-to-end independent R&D to forge core competitive barriers;
- Enhancing the talent system and deepening customer collaborative partnerships; and
- Expanding the global business footprint to capture long-term growth momentum.

COMPETITION

Across our principal businesses, our competitors include both overseas and domestic suppliers, including suppliers of CMP materials, OLED coating-type functional materials, high-end wafer photoresist and color polymerized toner. We compete primarily on product performance and reliability, technological capability, customer service and responsiveness, supply chain security and price. We believe we compete effectively by leveraging our comprehensive product portfolio, end-to-end proprietary R&D and production capabilities starting from core raw materials, deep customer relationships with industry-leading semiconductor manufacturers, and the high barriers to entry in the semiconductor materials industry.

SUMMARY OF HISTORICAL AND FINANCIAL INFORMATION

The summary consolidated financial data set forth below should be read together with, and is qualified in its entirety by reference to, the Accountants' Report set out in Appendix I to this document, including the related notes.

Summary of the 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 years/periods indicated:

	For the year ended December 31,						For the four months ended April 30,			
	2023		2024		2025		2025		2026	
	RMB'000	*%*	*RMB'000*	*%*	*RMB'000*	*%*	*RMB'000*	*%*	*RMB'000*	*%*
							(unaudited)			
Continuing Operations:										
Revenue	**1,305,336**	**100.0**	**1,953,405**	**100.0**	**2,467,551**	**100.0**	**723,811**	**100.0**	**1,090,304**	**100.0**
Cost of sales	(560,104)	(42.9)	(688,456)	(35.2)	(822,638)	(33.3)	(254,239)	(35.1)	(367,861)	(33.7)
Gross profit	**745,232**	**57.1**	**1,264,949**	**64.8**	**1,644,913**	**66.7**	**469,572**	**64.9**	**722,443**	**66.3**
Selling and marketing expenses	(53,500)	(4.1)	(70,576)	(3.6)	(76,281)	(3.1)	(25,751)	(3.6)	(38,487)	(3.5)
General and administrative expenses	(149,060)	(11.4)	(230,068)	(11.8)	(255,919)	(10.4)	(80,929)	(11.2)	(99,697)	(9.1)
Research and development expenses	(328,139)	(25.1)	(402,733)	(20.6)	(475,607)	(19.3)	(145,217)	(20.1)	(190,283)	(17.5)
Fair value gains/(losses) on financial assets at fair value through profit or loss ("**FVTPL**")	6,900	0.5	9,847	0.5	(9,044)	(0.4)	58	0.0	(7)	(0.0)
Net impairment losses on financial assets	(10,521)	(0.8)	(18,372)	(0.9)	(2,711)	(0.1)	(1)	(0.0)	(760)	(0.1)
Impairment losses on investment in associates	(20,757)	(1.6)	(18,785)	(1.0)	(18,857)	(0.8)	—	—	—	—
Other income	91,004	7.0	78,022	4.0	80,540	3.3	18,055	2.5	22,272	2.0
Other (losses)/gains, net	(7,105)	(0.5)	12,766	0.7	(2,308)	(0.1)	3,069	0.4	5,535	0.5
Finance costs	(16,386)	(1.3)	(24,168)	(1.2)	(51,811)	(2.1)	(8,489)	(1.2)	(15,030)	(1.4)
Share of results of associates and joint ventures	2,210	0.2	7,829	0.4	20,320	0.8	1,940	0.3	3,023	0.3
Profit before tax	**259,878**	**19.9**	**608,711**	**31.2**	**853,235**	**34.6**	**232,307**	**32.1**	**409,009**	**37.5**
Income tax expenses	(30,236)	(2.3)	(71,782)	(3.7)	(109,880)	(4.5)	(22,680)	(3.1)	(56,436)	(5.2)
Profit for the year/period from continuing operations	**229,642**	**17.6**	**536,929**	**27.5**	**743,355**	**30.1**	**209,627**	**29.0**	**352,573**	**32.3**
Discontinued operations										
Profit/(loss) for the year/period from discontinued operations	58,111	4.5	101,869	5.2	52,276	2.1	28,046	3.9	(1,034)	(0.1)
Profit for the year/period	**287,753**	**22.0**	**638,798**	**32.7**	**795,631**	**32.2**	**237,673**	**32.8**	**351,539**	**32.2**

Revenue

The following table sets forth the breakdown of our revenue from continuing operations, in absolute amounts and as percentages of total revenue from continuing operations, for the years/periods indicated:

	For the year ended December 31,						For the four months ended April 30,			
	2023		2024		2025		2025		2026	
	RMB'000	*%*	*RMB'000*	*%*	*RMB'000*	*%*	*RMB'000*	*%*	*RMB'000*	*%*
							(unaudited)			
Continuing Operations:										
Semiconductor Materials and Solutions	**957,981**	**73.4**	**1,598,433**	**81.8**	**2,135,125**	**86.5**	**619,656**	**85.6**	**855,483**	**78.5**
— Chemical Mechanical Polishing Solutions	494,644	37.9	931,154	47.7	1,385,191	56.1	374,954	51.8	614,264	56.3
— Semiconductor Display Materials	173,900	13.3	401,919	20.6	544,490	22.1	174,071	24.0	176,253	16.2
— Advanced Semiconductor Materials and Others	289,437	22.2	265,360	13.6	205,444	8.3	70,631	9.8	64,966	6.0
Printing and Copying Critical Materials	**313,955**	**24.0**	**319,386**	**16.4**	**314,105**	**12.8**	**95,090**	**13.1**	**110,485**	**10.1**
New Energy Materials and Others	**33,400**	**2.6**	**35,586**	**1.8**	**18,321**	**0.7**	**9,065**	**1.3**	**124,336**	**11.4**
Total	**1,305,336**	**100.0**	**1,953,405**	**100.0**	**2,467,551**	**100.0**	**723,811**	**100.0**	**1,090,304**	**100.0**

Gross Profit and Gross Profit Margin

Our gross profit equals our revenue from continuing operations minus our cost of revenue from continuing operations. Our gross profit margin represents our gross profit as a percentage of our revenue from continuing operations. The following table sets forth our gross profit and gross profit margin by business segment, for the years/periods indicated:

	For the year ended December 31,						For the four months ended April 30,			
	2023		2024		2025		2025		2026	
	Gross Profit	Gross Profit Margin	Gross Profit	Gross Profit Margin	Gross Profit	Gross Profit Margin	Gross Profit	Gross Profit Margin	Gross Profit	Gross Profit Margin
	RMB'000	*%*	*RMB'000*	*%*	*RMB'000*	*%*	*RMB'000*	*%*	*RMB'000*	*%*
							(unaudited)			
Continuing Operations:										
Semiconductor Materials and Solutions	599,350	62.6	1,098,894	68.7	1,486,906	69.6	418,994	67.6	613,739	71.7
Printing and Copying Critical Materials	133,285	42.5	160,178	50.2	152,375	48.5	48,627	51.0	60,256	54.5
New Energy Materials and Others	12,597	37.7	5,877	16.5	5,632	30.7	1,951	21.5	48,448	39.0
Total	**745,232**	**57.1**	**1,264,949**	**64.8**	**1,644,913**	**66.7**	**469,572**	**64.9**	**722,443**	**66.3**

Summary of the Consolidated Statements of Financial Position

The following table sets forth a summary of our consolidated statements of financial position as of the dates indicated:

	As of December 31,			As of April 30,
	2023	**2024**	**2025**	**2026**
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000* *(unaudited)*
Total current assets	2,827,255	2,943,703	3,815,008	3,543,028
Total non-current assets	3,880,644	4,451,058	5,250,585	5,911,516
Total assets	**6,707,899**	**7,394,761**	**9,065,593**	**9,454,544**
Total current liabilities	936,448	1,457,376	1,204,590	1,462,086
Total non-current liabilities	895,516	1,062,875	2,346,027	2,395,603
Total liabilities	**1,831,964**	**2,520,251**	**3,550,617**	**3,857,689**
Net current assets	1,890,807	1,486,327	2,610,418	2,080,942
Net assets	**4,875,935**	**4,874,510**	**5,514,976**	**5,596,855**

Our net assets remained relatively stable at RMB4,875.9 million as of December 31, 2023 and RMB4,874.5 million as of December 31, 2024, primarily due to profit for the year of RMB638.8 million, substantially offset by the change in ownership interest in subsidiaries of RMB528.1 million, primarily relating to the purchase of minority interests in non-wholly owned subsidiaries, and share repurchases of RMB150.0 million. Our net assets increased to RMB5,515.0 million as of December 31, 2025, primarily due to profit for the year of RMB795.6 million and the exercise of share options of RMB172.1 million, partially offset by the change in ownership interest in subsidiaries of RMB286.7 million, primarily relating to the purchase of minority interests in non-wholly owned subsidiaries, and dividends paid of RMB120.2 million. Our net assets further increased to RMB5,596.9 million as of April 30, 2026, primarily due to profit for the period of RMB351.5 million and the increase in non-controlling interests arising from the acquisition of a subsidiary of RMB107.4 million, partially offset by the change in ownership interest in subsidiaries of RMB162.2 million, primarily relating to the purchase of minority interests in non-wholly owned subsidiaries, disposal of discontinued operations of RMB143.0 million and dividends declared of RMB94.7 million.

Our net current assets decreased from RMB1,890.8 million as of December 31, 2023 to RMB1,486.3 million as of December 31, 2024, primarily attributable to an increase of RMB520.9 million in our current liabilities, mainly as a result of (i) an increase of RMB346.1 million in borrowings, and (ii) an increase of RMB144.2 million in other payables and accruals; partially offset by an increase of RMB116.4 million in our current assets, primarily due to an increase of RMB154.9 million in trade and notes receivables.

Our net current assets increased from RMB1,486.3 million as of December 31, 2024 to RMB2,610.4 million as of December 31, 2025, primarily attributable to an increase of RMB871.3 million in our current assets, mainly as a result of (i) an increase of RMB517.5 million in cash and cash equivalents, (ii) an increase of RMB131.9 million in other investments, including derivatives, and (iii) an increase of RMB123.4 million in prepayments, other receivables and other assets.

Our net current assets decreased from RMB2,610.4 million as of December 31, 2025 to RMB2,080.9 million as of April 30, 2026, primarily attributable to a decrease of RMB272.0 million in current assets, mainly as a result of (i) a decrease of RMB272.1 million in cash and cash equivalents and (ii) a decrease of RMB66.2 million in other investments, including derivatives, partially offset by an increase of RMB168.4 million in prepayments, other receivables and other assets; coupled with an increase of RMB257.5 million in our current liabilities, primarily due to an increase of RMB271.2 million in other payables and accruals.

Summary of the Consolidated Statements of Cash Flow

The following table sets forth a summary of our consolidated statements of cash flow for the years/periods indicated:

	For the year ended December 31,			For the four months ended April 30,	
	2023	2024	2025	2025	2026
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000* (*unaudited*)	*RMB'000*
Net cash generated from operating activities	427,446	639,230	1,028,456	263,216	388,810
Net cash used in investing activities	(1,020,268)	(581,297)	(1,102,873)	(358,691)	(802,804)
Net cash generated from/(used in) financing activities	661,558	(133,802)	593,092	1,062,038	138,928
Net increase/(decrease) in cash and cash equivalents	68,736	(75,869)	518,675	966,563	(275,066)
Cash and cash equivalents at the beginning of the year/period	1,033,710	1,101,530	1,025,582	1,025,582	1,543,032
Cash and cash equivalents at the end of the year/period	1,101,530	1,025,582	1,543,032	1,992,319	1,270,924

KEY FINANCIAL RATIOS

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

	As of/For the year ended December 31,			As of/For the four months ended April 30,
	2023	2024	2025	2026
Gross profit margin(1)	57.1%	64.8%	66.7%	66.3%
Net profit margin(2)	17.6%	27.5%	30.1%	32.3%
Current ratio(3)	3.0	2.0	3.2	2.4

Notes:

(1) Gross profit margin is calculated by dividing gross profit from continuing operations by revenue from continuing operations for the relevant year/period.

(2) Net profit margin is calculated by dividing profit from continuing operations for the year/period by revenue from continuing operations for the relevant year/period.

(3) Current ratio is calculated by dividing current assets by current liabilities as of the relevant date.

DIVIDENDS

On July 10, 2025, we declared final dividends attributable to the year ended December 31, 2024 of RMB94.5 million, which were paid on July 17, 2025. In addition, on June 10, 2026, we declared final dividends attributable to the year ended December 31, 2025 of RMB95.3 million, which were paid on June 17, 2026. As of the Latest Practicable Date, all declared final dividends had been paid in full.

After the completion of the [REDACTED], we may distribute dividends in the form of cash or by other means permitted by our Articles of Association. A decision to declare or to pay dividends in the future and the amount of dividends will be at the discretion of our Board and will depend on a number of factors, including our results of operations, cash flows, financial condition, payments by our subsidiaries of cash dividends to us, business prospects, statutory and regulatory restrictions on our declaration and payment of dividends and other factors that our Board may consider important. Any declaration and payment as well as the amount of dividends will be subject to our constitutional documents and the relevant laws. Our Shareholders may approve any declaration of dividends.

[REDACTED]

Assuming that the [REDACTED] is not exercised, after deducting the [REDACTED] commissions and other estimated [REDACTED] expenses payable by us in connection with the [REDACTED], and assuming an [REDACTED] of HK$[REDACTED] per H Share, being the [REDACTED], we estimate that we will receive [REDACTED] of approximately HK$[REDACTED] from the [REDACTED]. We intend to use the [REDACTED] from the [REDACTED] for the purposes and in the amounts set forth below, subject to adjustment in light of our evolving business needs and changes in market conditions: (i) approximately [REDACTED]% of the [REDACTED], or HK$[REDACTED], will be used to advance our global strategic expansion and enhance our global presence; (ii) approximately [REDACTED]% of the [REDACTED], or HK$[REDACTED], will be used to fund our ongoing technology research and development and product iteration of semiconductor materials and other advanced materials, especially high-end wafer photoresists, to maintain our leading position in the markets; (iii) approximately [REDACTED]% of the [REDACTED], or HK$[REDACTED], will be used for strategic investments and acquisitions to implement our long-term growth strategy; (iv) approximately [REDACTED]% of the [REDACTED], or HK$[REDACTED], will be used for capacity expansion and industrialization in our core business; (v) approximately [REDACTED]% of the [REDACTED], or HK$[REDACTED], will be used to expand our sales network and support marketing activities, with the aim of enhancing our products' market reach and brand influence; and (vi) approximately [REDACTED]% of the [REDACTED], or HK$[REDACTED], will be used for working capital and general corporate purposes. For details, see "Future Plans and [REDACTED]" in this document.

[REDACTED] EXPENSES

[REDACTED] expenses to be borne by us are estimated to be approximately HK$[REDACTED] (assuming an [REDACTED] of HK$[REDACTED] per Share, being the [REDACTED] of the indicative [REDACTED] range of HK$[REDACTED] to HK$[REDACTED] per Share), representing approximately [REDACTED]% of the estimated [REDACTED] from the [REDACTED] assuming no Shares are issued pursuant to the [REDACTED]. The [REDACTED] expenses consist of (i) [REDACTED]-related expenses, including [REDACTED] commission, of approximately HK$[REDACTED], and (ii) non-[REDACTED]-related expenses of approximately HK$[REDACTED], comprising (a) fees and expenses of our legal advisors and reporting accountants of approximately HK$[REDACTED], and (b) other fees and expenses of approximately HK$[REDACTED]. During the Track Record Period, the [REDACTED] expenses charged to our consolidated statements of profit or loss were RMB1.1 million (HK$1.2 million). After the Track Record Period, approximately HK$[REDACTED] is expected to be charged to our consolidated statements of profit or loss, and approximately HK$[REDACTED] is expected to be accounted for as a deduction from equity upon the [REDACTED]. We do not believe any of the above fees or expenses are material or are unusually high for our Group. The [REDACTED] expenses above are the latest practicable estimate for reference only, and the actual amount may differ from this estimate.

RISK FACTORS

Our operations and the [REDACTED] involve certain risks and uncertainties, including, but not limited to:

- We operate in highly competitive industries, and if we are unable to compete successfully, our business, results of operations prospects may be harmed;
- Our performance depends on demand from downstream industries that adopt our products, and a slowdown in the growth of these industries could adversely affect our business, financial condition and results of operations;
- If we fail to timely and cost-effectively develop and commercialize new products that meet customer preferences and achieve market acceptance, our business, financial condition and results of operations may be adversely affected;
- Our quality control system may not be able to completely eliminate product defects or non-conformities; and
- If we are unable to produce or deliver high-quality products on schedule and on a large scale, our business may be materially and adversely affected.

[REDACTED]

All statistics in the following table are based on the assumptions that (i) the [REDACTED] is completed and [REDACTED] H Shares are issued and sold in the [REDACTED]; (ii) the [REDACTED] is not exercised; and (iii) [REDACTED] Shares are issued and outstanding following the completion of the [REDACTED].

	Based on an [REDACTED] of HK$[REDACTED] per H Share	**Based on an [REDACTED] of HK$[REDACTED] per H Share**
Market capitalization of our A Shares[(1)]	[REDACTED]	[REDACTED]
[REDACTED] of the H Shares following the completion of the [REDACTED]	[REDACTED]	[REDACTED]
Total [REDACTED] considering both A Shares and H Shares	[REDACTED]	[REDACTED]
Unaudited [REDACTED] adjusted [REDACTED] assets of the Group per Share[(2)]	[REDACTED]	[REDACTED]

Notes:

(1) Calculated based on the average closing price of A Shares for the five business days immediately preceding the Latest Practicable Date of RMB93.98 (i.e. HK$108.12 calculated based on RMB0.8692 to HK$1.00) per A Share and the total share capital of 953,198,181 A Shares as of the Latest Practicable Date.

(2) The unaudited [REDACTED] adjusted consolidated [REDACTED] assets per Share is calculated after making the adjustments referred to in the section headed "Appendix II — Unaudited [REDACTED] Financial Information" in this document.

CONCERT PARTY AGREEMENT AND OUR SINGLE LARGEST GROUP OF SHAREHOLDERS

Pursuant to the Concert Party Agreement they entered into in November 2007, Mr. Zhu Shuangquan and Mr. Zhu Shunquan constituted our Single Largest Group of Shareholders, collectively entitled to exercise the voting rights attached to approximately 29.09% of our total issued share capital as of the Latest Practicable Date, and will be entitled to exercise the voting rights attached to approximately [REDACTED]% of our total issued share capital immediately following the completion of the [REDACTED] (assuming (i) the [REDACTED] is not exercised, and (ii) no other changes are made to the total issued share capital of our Company since the Latest Practicable Date and up to the [REDACTED], and excluding any A Shares may be issued upon conversion of the Convertible Bonds).

For details, see "History and Corporate Structure — Concert Party Agreement and Single Largest Group of Shareholders" and "Relationship with Our Single Largest Group of Shareholders."

STOCK OPTION INCENTIVE PLAN

We have adopted the 2024 Stock Option Incentive Plan. As of the Latest Practicable Date, the number of outstanding stock options granted under the 2024 Stock Option Incentive Plan was 9,280,611, representing approximately [REDACTED]% of the issued Shares immediately following the completion of the [REDACTED] (assuming (i) the [REDACTED] is not exercised, and (ii) no other changes are made to the total issued share capital of our Company since the Latest Practicable Date and up to the [REDACTED], and excluding any A Shares may be issued upon conversion of the Convertible Bonds). If all such outstanding stock options are fully exercised, assuming the [REDACTED] is not exercised and no other changes are made to the issued share capital of our Company between the Latest Practicable Date and the [REDACTED], the issued and outstanding Shares held by Shareholders immediately following the [REDACTED] will be diluted by approximately [REDACTED]%. For details, see "Appendix VI — Statutory and General Information — D. 2024 Stock Option Incentive Plan."

OUR LISTING ON THE SHENZHEN STOCK EXCHANGE

In February 2010, we completed the listing of our A Shares on the Shenzhen Stock Exchange (stock code: 300054). For details, see "History and Corporate Structure — Corporate Development and Major Shareholding Changes."

MATERIAL ACQUISITIONS AND DISPOSALS

In February 2026, our Company acquired a 70% equity interest in Hao Fei. The acquisition represents a strategic entry by our Company into the new energy materials industry, specifically in lithium battery functional auxiliary materials such as binders and dispersants.

In April 2026, our Company disposed of 60% equity interest of Zhuhai Mingtu and 15% equity interest of Jixun Technology to further focus on our core semiconductor materials business, optimize our overall business portfolio and enhance resource allocation efficiency. As a result of the disposal, operations of Zhuhai Mingtu and Jixun Technology were classified as discontinued operations during the Track Record Period. Upon the completion of the disposals, Zhuhai Mingtu and Jixun Technology became associates of the Group.

For details, see "History and Corporate Structure — Major Acquisitions, Disposals and Mergers."

RECENT DEVELOPMENTS

In May 2026, we made further progress in our CMP Slurry business. In particular, certain types of CMP Slurry products, such as large silicon wafer fine polishing slurry, ceria polishing slurry, TSV polishing slurry and SiC substrate polishing slurry products, obtained customer orders, and certain core CMP Slurry products received recognition from a leading domestic logic chip foundry customer.

In June 2026, we announced the proposed construction of a third soft CMP Pads production line at the Qianjiang manufacturing base, focusing on glass substrate CMP Pads and large-size CMP Pads. The project has a planned annual production capacity of 300,000 pieces and a planned investment amount of RMB30.0 million.

In June 2026, we also continued to make commercial progress in high-end wafer photoresists. Following the commencement of production of our 300-tonne annual production line in March 2026, we delivered ArFi and KrF photoresists to two domestic semiconductor manufacturing customers, which subsequently placed additional orders. As of the Latest Practicable Date, eight high-end wafer photoresist products of our Group had obtained batch orders from multiple mainstream domestic wafer fab customers. In addition, we had developed a portfolio of over 40 high-end wafer photoresist products, of which nearly 30 have entered the customer qualification stage.

In June 2026, the cash dividend declared for 2025 had been fully paid.

NO MATERIAL ADVERSE CHANGE

Our Directors confirm that, up to the date of this document, there has been no material adverse change in our financial or trading position or prospects since April 30, 2026.