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Ganfeng Lithium Co., Ltd.

江西赣锋锂业股份有限公司

(A joint stock company incorporated in the People's Republic of China with limited liability)

(Stock Code: 1772)

OVERSEAS REGULATORY ANNOUNCEMENT

This announcement is made pursuant to the disclosure requirements under Rule 13.10B of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

According to the relevant regulations of the People's Republic of China, GANFENG LITHIUM CO., LTD. (the "**Company**") had published the following announcement on the website of the Shenzhen Stock Exchange (<http://www.szse.cn/>). The following is a translation of the official announcement solely for the purpose of providing information.

By order of the Board
GANFENG LITHIUM CO., LTD.
LI Liangbin
Chairman

Jiangxi, PRC
May 16, 2022

As at the date of this announcement, the Board comprises Mr. LI Liangbin, Mr. WANG Xiaoshen, Ms. DENG Zhaonan and Mr. SHEN Haibo as executive directors of the Company; Mr. YU Jianguo and Ms. YANG Juan as non-executive directors of the Company ; and Ms. WONG Sze Wing , Ms. XU Yixin and Mr. XU Guanghua as independent non-executive directors of the Company.

GANFENG LITHIUM CO., LTD
ANNOUNCEMENT REGARDING THE STATUS OF
ESTABLISHMENT OF A JOINT VENTURE TO ACQUIRE 100%
EQUITY INTEREST OF ZHONGCHENG DEJI WHICH
INVOLVES MINING RIGHTS INVESTMENT

<p>The Company and all members of its board of directors warrant that the information contained in this announcement is true, accurate and complete and there are no false representations or misleading statements contained in or material omissions from this announcement.</p>
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SPECIAL NOTICE:

1. The target of the transaction is 100% equity interest in Shanghai Zhongcheng Deji Mining Investment Co., Ltd. (hereinafter referred to as "Zhongcheng Deji"). Zhongcheng Deji indirectly legally holds 100% equity interest of Songshugang tantalum niobium mine project in Hengfeng County, Shangrao City, Jiangxi Province through its wholly-owned subsidiary Jiangxi Jinfeng Mining Co., Ltd. (hereinafter referred to as "Jinfeng mining"). The transaction does not constitute a related party transaction, nor does it constitute major assets restructuring as defined under the Administrative Measures for Major Asset Restructuring of Listed Companies, which does not need to be considered at the general meeting of the Company.
2. The relevant procedures for the transfer of exploration right to mining right of Songshugang tantalum niobium mine project are in progress, which involves the risk of failing to obtain approval.
3. Due to the impact of international politics, economic environment and industrial policies, the fluctuation in the price of lithium products will affect the economic benefit from Songshugang tantalum niobium mine project.
4. Notwithstanding some professional institution has conducted evaluation on the resource reserve of Songshugang tantalum niobium mine project, there are risks, with respect to the resource quantity data, that the total resources and the reserves may differ from the actual total resources, reserves, and actual exploitable reserves.

5. Due to series of fixed asset investment and technology investment required in mineral products mining, as well as the natural conditions in the environment where the mine is situated, there may be some risks such as safe production, environmental protection and failure to achieve the expected scale of mining.

I. OVERVIEW OF THE TRANSACTION AND STATUES

1. At the 37th meeting of the fifth session of the board of directors of Ganfeng Lithium Co., Ltd. (hereinafter referred to as the “Ganfeng Lithium” or the “Company”) held on 3 December 2021, the Resolution in relation to establishment of a joint venture to acquire 100% equity interest of Zhongcheng Deji which involves mining rights investment was considered and passed. In order to ensure the lithium resources required for the development of the Company, it is agreed that the Company or its subsidiary shall establish a joint venture with its own funds of no more than RMB 1.17 billion, in which the Company or its subsidiary shall hold no more than 65% equity interest of the joint venture; it is agreed that the joint venture company shall acquire 100% equity interest of Zhongcheng Deji at the consideration of no more than RMB1.8 billion. The management of the Company will be authorized to deal with relevant matters in the transaction at its sole discretion.

2. In January 2022, the Company, Zhongcheng United Investment Group Co., Ltd. (hereinafter referred to as "Zhongcheng United"), Shanghai Jujingui Enterprise Management Partnership (limited partnership) (hereinafter referred to as "Shanghai Jujingui") and Shanghai Hongzuo Enterprise Management Co., Ltd. (hereinafter referred to as "Shanghai Hongzuo") signed the investment cooperation framework agreement and the shareholder agreement on the establishment of Jiangxi Ganfeng Mining Co., Ltd. (tentative name). Zhongcheng United designated Shanghai Jujingui and Shanghai Hongzuo as the joint venture entities to jointly invest and establish the joint venture Jiangxi Ganfeng Mining Co., Ltd. (tentative name, the company name finally registered by the market supervision and administration department is Xinyu Ganfeng Mining Co., Ltd., hereinafter referred to as "Xinyu Ganfeng Mining"), and Xinyu Ganfeng Mining acquired 100% equity interest of Zhongcheng Deji at the agreed consideration of RMB 1.085 billion.

3. In February 2022, Xinyu Ganfeng Mining, Zhongcheng Deji, Beijing Maosheng Richeng Trading Co., Ltd. (hereinafter referred to as "Beijing Maosheng"), Beijing Shengxin Kangzheng Trading Co., Ltd. (hereinafter referred to as "Beijing Shengxin") and Zhongju Asset Management Co., Ltd. (hereinafter referred to as "Zhongju Assets") signed the equity transfer agreement and creditor's right and debt transfer agreement. In order to acquire 100% equity interest of Zhongcheng Deji, Xinyu Ganfeng mining agreed to pay a total contract price of RMB1.085 billion, including RMB911.246 million for the 100% equity interest transfer of Zhongcheng Deji and the debt of RMB173.754 million to Zhongju Asset on behalf of Zhongcheng Deji.

4. In order to ensure the successful implementation of this transaction, the Company did not disclose the resolution of the 37th meeting of the fifth board of directors. As of the disclosure date of this announcement, the Company has completed the establishment of Xinyu Ganfeng Mining, the payment of 100% equity interest of Zhongcheng Deji, the payment of creditor's rights and debts of Zhongcheng Deji, and the industrial and commercial change of 100% equity transfer of Zhongcheng Deji. The Company indirectly holds 100% equity of Zhongcheng Deji and its wholly-owned subsidiary Jinfeng Mining Songshugang tantalum niobium project by holding 62% equity interest of Xinyu Ganfeng Mining.

5. The transaction does not constitute a related party transaction, nor does it constitute major assets restructuring as defined under the Administrative Measures for Major Asset Restructuring of Listed Companies, which does not need to be considered at the general meeting of the Company.

II. BASIC INFORMATION OF COUNTERPARTY

1. Zhongcheng United Investment Group Co., Ltd

Unified social credit code: 91320583664932345U

Address: South of Guangming Road, Huaqiao International Business Center,
Kunshan City

Legal representative: Chen Mingxing

Registered capital: RMB237.33 million

Type: limited liability company (invested or controlled by natural person)

Date of establishment: August 19, 2004

Business scope: investment in industry, agriculture, forestry, tourism, commerce, real estate, hotels, coal industry, high-tech and environmental protection industries; research and development of agriculture, forestry and biotechnology. (for projects subject to approval according to law, business activities can be carried out only after approval by relevant departments)

2. Shanghai Jujingui Enterprise Management Partnership (limited partnership)

Unified social credit code: 91310120MA7FRRBG5R

Address: room 412, No. 1, Lane 2288, Wangyuan South Road, Fengxian District, Shanghai

Executive partner: Shanghai Hongzuo Enterprise Management Co., Ltd

Registered capital: RMB1 million

Type: limited partnership

Date of establishment: January 7, 2022

Business scope: enterprise management, enterprise management consulting; information consulting services (excluding licensed information consulting services)

3. Shanghai Hongzuo Enterprise Management Co., Ltd

Unified social credit code: 91310120MA7F0N3M5A

Address: room 412, No. 1, Lane 2288, Wangyuan South Road, Fengxian District, Shanghai

Legal representative: Wang Meng

Registered capital: RMB1 million

Type: limited liability company (invested or controlled by natural person)

Date of establishment: December 21, 2005

Business scope: Sales of hardware and electrical appliances, construction materials, steel, metal materials, mechanical equipment, electronic products, instruments and meters, computers, software and auxiliary equipment, stationery, daily necessities, knitwear and textiles, rubber products, mineral products (those engaged in coal shall not carry out physical coal trading, storage and transportation

activities in Beijing), chemical products (excluding hazardous chemicals)Class I medical devices; leasing construction machinery and equipment; technology promotion; economic and trade consultation; import and export of goods, import and export of technology, import and export agency.

4. Beijing Maosheng Richeng Trading Co., Ltd

Unified social credit code: 911101057839820896

Address: No. B2211, 2F, Building 3, Zone 3, No. 8, Yuhui North Road, Chaoyang District, Beijing

Legal representative: Zhang Yubo

Registered capital: RMB33 million

Type: limited liability company (invested or controlled by natural person)

Date of establishment: December 21, 2005

Business scope: Sales of hardware and electrical material, construction materials, steel, metal materials, mechanical equipment, electronic products, instruments and meters, computers, software and auxiliary equipment, stationery, daily necessities, knitwear and textiles, rubber products, mineral products (those engaged in coal shall not carry out physical coal trading, storage and transportation activities in Beijing), chemical products (excluding hazardous chemicals)Class I medical devices; leasing construction machinery and equipment; technology promotion; economic and trade consultation; import and export of goods, import and export of technology, import and export agency.

5. Beijing Shengxin Kangzheng Trading Co., Ltd

Unified social credit code: 9111010558446772XW

Address: 2219, Floor 2, Building J11, No. 98, Guangqu Road, Chaoyang District, Beijing

Legal representative: Rao Xue

Registered capital: RMB48.03 million

Type: limited liability company (sole proprietorship by natural person)

Date of establishment: October 9, 2011

Business scope: Sales of clothing, shoes and hats, handicrafts, daily necessities, stationery, electronic products, hardware and electrical material, mechanical

equipment, auto parts and chemical products (excluding hazardous chemicals); catering management; technology promotion services; leasing construction machinery and equipment.

6. Zhongju Asset Management Co., Ltd.

Unified social credit code: 91110000693202325X

Address: 703, floor 7, building 2, office building 18, Jianguomen inner street, Dongcheng District, Beijing

Legal representative: Tian Benzhen

Registered capital: RMB12.3 billion

Type: other limited liability company

Date of establishment: November 18, 2009

Business scope: asset management; project investment; investment management.

((i) it is not allowed to raise funds in public without the approval of relevant departments; (ii) it is not allowed to carry out securities products and financial derivatives trading activities in public; (iii) it is not allowed to issue loans; (iv) it is not allowed to provide guarantees to enterprises other than the invested enterprises; (v) it is not allowed to promise investors that the capital will not suffer losses or promise the minimum income. Market entities independently choose business projects and carry out business activities according to law; for projects subject to approval according to law, business activities shall be carried out according to the approved contents after being approved by relevant departments; it is not allowed to engage in business activities of projects prohibited or restricted by the industrial policies of the state and this Municipality.)

Each counterparty to this transaction and their shareholders, partners, final investors de facto controllers, etc are not related to the Company and the Company's de facto controllers, directors, supervisors and senior management in terms of property rights, business, assets, debts and liabilities, personnel, etc.

III. BASIC INFORMATION OF THE JOINT VENTURE

Company name: Xinyu Ganfeng Mining Co., Ltd

Address: Longteng Road, Economic development zone, Xinyu City, Jiangxi Province

Registered capital: RMB1 million

Contribution method: monetary contribution

Type: limited liability company

Business scope: industrial investment, enterprise management consulting, technical consulting in the professional area of mining

Shareholding structure:

Name of shareholder	Subscribed capital contribution (RMB0'000)	Shareholding ratio
The Company	108,500	62%
Shanghai Jujingui Enterprise Management Partnership (limited partnership)	18	18%
Shanghai Hongzuo Enterprise Management Co., Ltd	20	20%

The Company, Shanghai Jujingui and Shanghai Hongzuo didn't make capital contributions in the same proportion as the shareholding ratio, mainly because in the process of this transaction, the Company fully considered Zhongcheng United, as the special investor, designated Shanghai Jujingui and Shanghai Hongzuo as the joint venture entities to jointly contribute to the establishment of Xinyu Ganfeng Mining with the Company, and agreed to take the 100% equity interest repurchase right of Zhongcheng Deji owned by Zhongcheng United as the special investment after the establishment of Xinyu Ganfeng mining, to exclusively grant the value of Xinyu Ganfeng Mining free of charge. At the same time, combined with the audit and evaluation conclusion of the agency, the subscribed capital contribution of each party to the transaction shall be determined through negotiation. The market supervision and administration department also allows shareholders not to subscribe for capital contributions according to their shareholding ratio.

IV. BASIC INFORMATION OF THE TARGET COMPANY

Company name: Shanghai Zhongcheng Deji Mining Investment Co., Ltd

Unified social credit code: 9131011835107938X1

Address: Room 542, Zone B, Floor 5, Building 8, No. 1881, Lianmin Road, Xujing Town, Qingpu District, Shanghai

Legal representative: Lu Shiwei

Registered capital: RMB10 million

Type: other limited liability company

Date of establishment: August 17, 2015

Business scope: technical consultation, industrial investment, investment consultation, investment management, asset management, enterprise management consultation, marketing planning, business information consultation, E-commerce (not engaged in value-added telecommunications and financial business), sales of mineral products (except special control), metal materials, non-ferrous metals and building decoration materials.

Below is the financial data of Zhongcheng Deji for the latest year and period indicated:

Unit: RMB

Indicators	December 31, 2020 (Audited)	November 30, 2021 (Audited)
Total assets	173,660,219.15	173,660,219.15
Net assets	-93,780.85	-93,780.85
Indicators	For the year ended December 31, 2020 (Audited)	For the eleven months ended November 30, 2021 (Audited)
business income	0	0
Net profit	0	0

The net assets of Zhongcheng Deji are negative, mainly because Zhongcheng Deji did not pay in capital contribution and had a certain amount of liabilities before being acquired by Xinyu Ganfeng mining.

V. INFORMATION ON THE MINING RIGHT INVOLVED

Jiangxi Jinfeng Mining Co., Ltd. is a wholly-owned subsidiary of Zhongcheng Deji, and its Songshugang tantalum niobium mine project is the main mining project involved in this transaction.

(1) Jiangxi Jinfeng Mining Co., Ltd

Unified social credit code: 91361125794751331b

Address: Fenglin Village, Geyuan Town, Hengfeng County, Shangrao City, Jiangxi Province

Legal representative: Chen Tanrong

Registered capital: RMB168 million

Type: limited liability company (invested by natural person or solely-invested by controlling legal person)

Date of establishment: October 8, 2006

Business scope: mineral resources exploration and investment, processing and sales of mineral products (except coal and oil); trade and geological and mineral technical services

Below is the financial data of Jinfeng Mining Co., Ltd. for the year and period indicated:

Unit: RMB

Indicators	December 31, 2020 (Audited)	November 30, 2021 (Audited)
Total assets	159,200,916.26	159,409,387.84
Net assets	156,781,117.03	156,048,188.61
Indicators	For the year ended December 31, 2020 (Audited)	For the eleven months ended November 30, 2021 (Audited)
Business income	0	0
Net profit	-525,493.64	-17,869.6

The negative net profit of Jiangxi Jinfeng Mining Co., Ltd. was because that the Songshugang tantalum niobium mine project is still in the initial stage of exploration and construction, with exploration expenses and enterprise operation expenses.

(2) Basic information of Songshugang tantalum niobium mine project

Jinfeng mining owns the Songshugang tantalum niobium mine project located in Hengfeng County, Shangrao City, Jiangxi Province. At present, it has one exploration license. The relevant procedures for the transfer of exploration right to mining right are being handled:

Exploration right license number	T3600002008125010019676
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Exploration right owner	Jiangxi Jinfeng Mining Co., Ltd
Address of exploration right owner	No. 77, South District, Hongqiao West Road, cenyang Town, Hengfeng County
Name of exploration project	Exploration of Songshugang tantalum niobium deposit in Hengfeng County, Jiangxi Province
Geographical location	Hengfeng City, Jiangxi Province
Sheet number	H50E021015
Exploration area	3.53square kilometer
Expiry date	May 23, 2021 to May 22, 2023
Issuing unit	Jiangxi Natural Resources Department

According to the certificate of review and filing of mineral resources reserves in the exploration report of niobium and tantalum in Songshugang mining area, Hengfeng County, Jiangxi Province (Land and Resources Reserve Zi [2018] No. 16) issued by the Jiangxi Land and Resources Bureau, the total amount of ore recorded in the exploration report is 298.604 million tons, the amount of Ta₂O₅ and Nb₂O₅ oxides are 42,444 tons and 63,591 tons respectively, the associated rubidium oxide is 601,834 tons, and the associated lithium oxide is 603,813 tons at an average grade of 0.2022%.

VI. MAJOR TERMS OF THE AGREEMENT

(1) Investment cooperation framework agreement and shareholders' agreement on the establishment of Jiangxi Ganfeng Mining Co., Ltd. (tentative name)

1. Zhongcheng United designated Shanghai Jujingui and Shanghai Hongzuo as the joint venture entities to jointly invest in the establishment of Xinyu Ganfeng Mining with the Company. After the establishment of Xinyu Ganfeng Mining, Zhongcheng United agreed to take its 100% equity interest repurchase right of Zhongcheng Deji as a special investment and exclusively grant it to Xinyu Ganfeng Mining free of charge. Xinyu Ganfeng Mining has the right to acquire 100% equity interest of Zhongcheng Deji at the agreed consideration of RMB 1.085 billion.

2. The registered capital of Xinyu Ganfeng Mining is RMB1 million, of which the Company invested RMB1.085 billion, accounting for 62% of the registered capital; Shanghai Jujingui invested RMB180,000, accounting for 18% of the registered capital;

Shanghai Hongzuo invested RMB200,000, accounting for 20% of the registered capital.

3. Xinyu Ganfeng Mining set up the board of directors, which is responsible for the shareholders' meeting. The board of directors consists of five directors, of which, 3 directors are recommended by the Company, 1 director is recommended by Shanghai Jujingui, and 1 director is recommended by Shanghai Hongzuo. The chairman is recommended by the Company.

(2) Equity transfer agreement and creditor's right and debt transfer agreement

1. Xinyu Ganfeng Mining agreed to pay a total contract price of RMB1.085 billion to acquire 100% equity of Zhongcheng Deji held by Beijing Maosheng and Beijing Shengxin, including RMB911.246 million for 100% equity transfer of Zhongcheng Deji and the debt of RMB173.754 million to Zhongju Asset on behalf of Zhongcheng Deji.

2. Within three working days after Beijing Maosheng and Beijing Shengxin completed the industrial and commercial change registration of 100% equity interest of Zhongcheng Deji and confirmed by Xinyu Ganfeng Mining, Xinyu Ganfeng Mining shall pay 80% of the equity interest transfer amount, i.e. RMB 728,996,800, and the contract consideration of RMB17,375,400 to Zhongju Assets under the debt undertaking agreement.

3. Within 10 working days after Beijing Maosheng and Beijing Shengxin complete all equity interest transfer matters, Xinyu Ganfeng Mining shall pay the remaining 20% equity transfer amount, i.e. RMB182.2492 million.

VII. FAIRNESS OF CONSIDERATION OF THE TRANSACTION AND THE RATIONALITY OF THE INVESTMENT ARRANGEMENT

1. The fairness of consideration of this transaction

The Company appointed Zhitong Accounting Firm (special general partnership) to issue the audit report of Shanghai Zhongcheng Deji Mining Investment Co., Ltd. of 2020 and from January to November, 2021 (Zhitong Audit Zi (2022) No. 351C000289). The Company also appointed Shanghai Lixin Assets Valuation Co., Ltd.

to issue the valuation report on the proposed acquisition of Ganfeng Lithium Co., Ltd. to the equity interest in Shanghai Zhongcheng Deji Mining Investment Co., Ltd. involving the value of all shareholders' equity in Shanghai Zhongcheng Deji Mining Investment Co., Ltd. (《江西赣锋锂业股份有限公司拟收购上海中城德基矿业投资有限公司股权所涉及的上海中城德基矿业投资有限公司的股东全部权益价值评估报告》)(Xin Zi Ping Bao Zi [2022] No. A00005 (信资评报字(2022)第 A00005 号)) (hereinafter referred to as the "Zhongcheng Deji Valuation Report") and the valuation report on the exploration right of Songshugang tantalum niobium mine in Hengfeng County, Jiangxi Province(《江西省横峰县松树岗钽铌矿勘探探矿权评估报告》)(Xin Kuang Ping Bao Zi [2022] No. A00006 (信矿评报字(2022)第 A00006 号)) (hereinafter referred to as the " Songshugang tantalum niobium mine Valuation Report"). According to the Zhongcheng Deji Valuation Report, the value of all shareholders' equity of Zhongcheng Deji on the base date is RMB1,575,547,000 through asset-based evaluation; according to the Songshugang tantalum niobium mine Valuation Report, the evaluators investigated, collected data and analyzed the local market, selected appropriate appraisal methods and parameters according to the principles and procedures of mining right evaluation, and determined that the value of "exploration right of Songshugang tantalum niobium mine in Hengfeng County, Jiangxi Province" is RMB1,752,992 thousand after careful estimation.

In this transaction, the Company finally held 62% equity interest of Xinyu Ganfeng Mining with a capital contribution of RMB1.085 billion, and Xinyu Ganfeng Mining acquired 100% equity interest of Zhongcheng Deji with a capital contribution of RMB1.085 billion. The total consideration of the equity interest in target was RMB1.75 billion, which was referred to the audit and valuation result issued by agency, and the pricing shall be negotiated by all parties to the transaction.

As the Songshugang tantalum niobium mine project under Xinyu Ganfeng Mining has not been put into operation, and the indexes such as P / E ratio and P / B ratio can not be used as the reference basis for this acquisition, the Company refers to the recent acquisition cases of lithium mine projects in the market and takes the lithium oxide resource reserves as the reference standard. The comparative valuation level is as

follows:

Name of project	Acquisition time	Lithium oxide resources (0,000 tons)	Valuation level of lithium oxide resources per ton (RMB)
Songshugang tantalum niobium mine project	February 2022 to March 2022	60.4	2,898
Zimbabwe Bikita lithium project	February 2022	34.4	3,333
Zimbabwe Arcadia lithium project	December 2021	77.0	3,491

Data source: according to the public information disclosure from different companies, the acquisition valuation of overseas projects has been converted from US dollars to RMB

The valuation level of lithium oxide resources per ton of the Company's acquisition of Songshugang tantalum niobium mine project is close to the lithium acquisition cases in the recent market. Considering that there are certain differences in the geographical location, project construction stage and resource types involved in the above lithium acquisition cases, the slight difference in valuation level is reasonable. To sum up, the consideration of 62% equity interest of Xinyu Ganfeng Mining acquired by Company and the 100% equity interest of Zhongcheng Deji acquired by Xinyu Ganfeng Mining are fairness.

2. The rationality of the investment arrangement

The successful implementation of this transaction is because the 100% equity repurchase right of Zhongcheng Deji enjoyed by Zhongcheng United has played a key role in this transaction. Therefore, Shanghai Jujingui and Shanghai Hongzuo jointly designated by Zhongcheng United have acquired 18% and 20% equity interest of Xinyu Ganfeng Mining respectively.

As of the disclosure date of this announcement, in order to facilitate the operation and management of Xinyu Ganfeng Mining in the future, Shanghai Hongzuo has transferred 20% equity interest of Xinyu Ganfeng Mining to Shanghai Jujingui. After the transfer, the Company holds 62% equity interest of Xinyu Ganfeng Mining and Shanghai Jujingui holds 38% equity interest of Xinyu Ganfeng Mining. The board of directors of Xinyu Ganfeng Mining is consist of 4 directors, including 3 directors recommended by the Company, 1 director recommended by Shanghai Jujingui.

In conclusion, the Company believes that the consideration of this transaction is fair, there is no transfer of interests in the transaction arrangement, and there is no damage to the interests of shareholders of the listed company.

VIII. PURPOSE, IMPACT ON THE COMPANY AND EXISTING RISKS OF THE TRANSACTION

(1) Purpose of the transaction

The transaction will directly provide the lithium resources required for the development of the Company, which guarantees the stable development of the Company in the long run and is conducive to improving the core competitiveness of the Company.

(2) Impact on the Company of the transaction

The transaction will lead to a certain of net outflow for the cash flow of the Company, which will not have a significant impact on the normal working capital of the Company. The transaction will have a positive impact on the financial position and operating results of the Company in the future.

(3) Existing risks in the transaction

1. The relevant procedures for the transfer of exploration right to mining right of Songshugang tantalum niobium mine project are in progress, which involves the risk of failing to obtain approval.

2. Due to the impact of international politics, economic environment and

industrial policies, the fluctuation in the price of lithium products will affect the economic benefit from Songshugang tantalum niobium mine project.

3. Notwithstanding some professional institution has conducted evaluation on the resource reserve of Songshugang tantalum niobium mine project, there are risks, with respect to the resource quantity data, that the total resources and the reserves may differ from the actual total resources, reserves, and actual exploitable reserves.

4. Due to series of fixed asset investment and technology investment required in mineral products mining, as well as the natural conditions in the environment where the mine is situated, there may be some risks such as safe production, environmental protection and failure to achieve the expected scale of mining.

The board of directors of the Company will proactively pay attention to the progress of the transaction and perform the obligation of information disclosure in a timely manner. Investors are advised to pay attention to the investment risks.

Announcement is hereby given.

GANFENG LITHIUM CO., LTD.

Board of Directors

May 17, 2022