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CHINA PIONEER PHARMA HOLDINGS LIMITED

中国先锋医药控股有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 01345)

VOLUNTARY ANNOUNCEMENT

SIGNING OF STRATEGIC COOPERATION AGREEMENT

On 21 May 2022, Mr. LI Xinzhou, chairman of China Pioneer Pharma Holdings Limited (the “**Company**”) and Dr. XIAO Guoguang, general manager of the Company’s subsidiary Hunan Tiantong Environmental Protection Co., Ltd. (湖南天童環保有限公司) (“**Tiantong Environmental Protection**”), visited Dalian, China to inspect Dalian Xinhongli Marine Engineering Co., Ltd. (“**Xinhongli**”), a famous local ship coating enterprise, and signed a strategic cooperation agreement (the “**Cooperation Agreement**”) with Xinhongli in respect of the ECD acid-free cleaning of ships’ special-shaped parts and new corrosion prevention products with new cold zinc coating process. According to the Cooperation Agreement, Tiantong Environmental Protection intends to establish a company in Dalian for ECD acid-free cleaning and cold zinc coating business, and cooperate with Xinhongli and other ship enterprises to solve the technical problems of scale removal and corrosion prevention.

Dalian is an important shipbuilding base for the heavy industry in China, with about 2 million tons of ships’ special-shaped parts in need of scale and rust removal and corrosion protection every year and a potential market of approximately RMB4 billion to RMB8 billion. Old acid cleaning process, with its complicated waste acid water treatment, poor working environment and serious environmental problems, has been restricted and banned by local government. The ECD acid-free cleaning technology developed by Tiantong Environmental Protection can fully replace acid cleaning without generating sewage, exhaust and solid waste. At the same time, the cold zinc coating technology and products developed and produced by Tiantong Environmental Protection can also completely replace electro-galvanizing, hot plating and hot dipping zinc for the ship industry.

Founded in 1988, Xinhongli is a well-known private enterprise engaged in ship painting in China. With a production plant area of nearly 120,000 square meter, it is able to provide customers with ship fittings, non-ship products and whole ship painting operations, and can undertake large-scale steel structure manufacturing and machining operations. Tiantong Environmental Protection, a subsidiary of the Company, is a comprehensive enterprise engaged in the research and development of environmental protection technology, production of the complete set of ECD equipment and production services. The key projects of Tiantong Environmental Protection are the promotion and application of the comprehensive recycling of electroless nickel plating waste and the research and application of the complete set of ECD electrocatalytic steel strip acid-free cleaning technology and equipment.

The cooperation between the two parties can perfectly solve the pain points of scale removal and corrosion prevention in the ship industry, which serves as a symbol that the complete set of ECD electrocatalytic steel strip acid-free cleaning technology developed by Tiantong Environmental Protection is maturing and moving towards marketization. Having invested in and built its plant in Dalian for the rust removal and corrosion prevention business for ship special-shaped parts, Tiantong Environmental Protection will successively develop the scale removal and corrosion prevention business at shipbuilding bases in Tianjin, Qingdao, Nantong, Shanghai and Guangzhou to contribute to the scale removal, corrosion prevention and environmental protection improvement of the shipbuilding heavy industry in China.

By order of the Board
China Pioneer Pharma Holdings Limited
LI Xinzhou
Chairman

Hong Kong, 24 May 2022

As at the date of this announcement, the directors of the Company are Mr. LI Xinzhou, Mr. LUO Chunyi and Mr. XIAO Guoguang as executive directors, Ms. HU Mingfei as a non-executive director and Mr. ZHANG Hong, Mr. WONG Chi Hung, Stanley and Mr. LAI Chanshu as independent non-executive directors.