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赣锋锂业
GanfengLithium
Ganfeng Lithium Group Co., Ltd.
江西赣锋锂业集团股份有限公司

(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 GROUP 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 GROUP CO., LTD.
LI Liangbin
Chairman

Jiangxi, PRC
December 7, 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 Mr. Wang Jinben, Ms. WONG Sze Wing, Ms. XU Yixin and Mr. XU Guanhua as independent non-executive directors of the Company.

Stock Code: 002460

Stock Abbreviation: Ganfeng lithium

No.: Lin 2022-119

GANFENG LITHIUM GROUP CO., LTD

ANNOUNCEMENT ON THE RECEIPT OF ADVANCE NOTICE OF

ADMINISTRATIVE PENALTY BY THE COMPANY AND RELAVANT PARTIES

The Company and all members of the board of directors guarantee that the contents of the announcement are true, accurate and complete, without false records, misleading statements or major omissions.

Ganfeng Lithium Group Co., Ltd. (hereinafter referred to as "the Company") received the Notice of Case Filing (No.: Zheng Jian Li An Zi 0252022001) from the China Securities Regulatory Commission (hereinafter referred to as "CSRC") on July 1, 2022, which was related to the allegations that the Company was on suspicion of being involved in insider trading of an A-share listed company's shares in the secondary market. According to the Securities Law of the People's Republic of China, the Administrative Penalty Law of the People's Republic of China and other laws and regulations, the CSRC decided to file a case against the Company on January 24, 2022. For details, please refer to the Announcement of the Company in relation to the Receipt of the Notification of Case Filing from the China Securities Regulatory Commission (Lin2022-064) disclosed by the Company on the website of CNINFO (巨潮資訊網) (<http://www.cninfo.com.cn>) on July 4, 2022.

On December 6, 2022, the Company received the Advance Notice of Administrative Penalty (Gan Penalty Zi [2022] No.4) issued by the Jiangxi Supervision Bureau of the CSRC, and the relevant information of the notice are announced as follows:

I. RELEVANT INFORMATION OF THE ADVANCE NOTICE OF ADMINISTRATIVE PENALTY

“Ganfeng Lithium Group Co., Ltd, Li Liangbin, Ouyang Ming:

Ganfeng Lithium Group Co., Ltd. (formerly known as Ganfeng Lithium Co., Ltd., hereinafter referred to as Ganfeng Lithium) has been investigated by us for its suspected insider trading of shares of Jiangxi Special Motor Co., Ltd. (hereinafter referred to as JTEM or * ST Jiangte). We plan to impose administrative penalty on you according to law. We intend to inform you the imposed administrative penalty according to the illegal facts, reasons, basis and the relevant rights you enjoy.

It is found that the facts of your suspected violation of law are as follows.

(1) The formation and disclosure process of inside information

On April 29, 2020, JTEM disclosed that the Shenzhen Stock Exchange would impose a Delisting Risk Warning on the company's shares because the company's annual audited net profits for two consecutive years in 2018 and 2019 were negative.

On June 8, 2020, JTEM submitted the Report on Measures to Resolve the Delisting Risk of JTEM to the People's Government of Yuanzhou District, Yichun City (hereinafter referred to as the People's Government of Yuanzhou District), which mentioned a number of Measures Preventing JTEM from the Delisting with a Par Value Less Than RMB1, including, among which, introducing strategic investors to strengthen the confidence of the secondary market.

Not later than June 9, 2020, Lu Shunmin, a director of JTEM, prepared a plan for becoming the largest shareholder of JTEM and sent it to Zhu Jun, the chairman of the board. The plan detailed that strategic investors can become the largest shareholder of JTEM through secondary market transactions and stock issuance. Liang Yun, JTEM's president, Min Yinzhang, the vice president and secretary of the board of JTEM and other senior management actively sought strategic investors based on the above plan.

From June 2020, Ganfeng Lithium approached JTEM under the promotion of Yuanzhou District Government.

On June 18, 2020, Li Liangbin, the chairman and president of Ganfeng Lithium, Ouyang Ming, then secretary of the board of directors, Yang Manying, vice president and chief financial officer, visited JTEM and exchanged views on cooperation matters.

On July 4, 2020, Ganfeng Lithium made a request to Yuanzhou District Government to acquire JTEM.

On July 8, 2020, Yuanzhou District Government responded to Ganfeng Lithium's request.

On July 13, 2020, JTEM and Ganfeng Lithium held a meeting with the auspices of Yuanzhou District Government.

On August 12, 2020, JTEM and Ganfeng Lithium signed a Memorandum of Cooperation, agreeing that Ganfeng Lithium would subscribe for JTEM's non-public offering shares exclusively (the number of shares to be issued would not exceed 30% of JTEM's total share capital) and become the controlling shareholder of JTEM. Hence, Li Liangbin would become the actual controller of JTEM.

On August 13, 2020, JTEM disclosed the Announcement in relation to Suspension of Trading on the Preparation of Non-public Offering of Shares, stating that JTEM was preparing for the non-public offering of shares, which might lead to the change of the controlling shareholder and the actual controller of the company.

Subsequently, Ganfeng Lithium conducted a due diligence investigation on JTEM. On August 20, 2020, JTEM disclosed that the parties had failed to reach an agreement on the key terms to avoid

horizontal competition and terminated the preparation of the non-public offering.

The non-public offering of shares planned by JTEM may lead to the change of controlling shareholders and actual controllers of JTEM, which belongs to the "significant changes in the shares held by shareholders or actual controllers holding more than 5% of the Company's shares or controlling the Company" stipulated in paragraph 8, Article 80 (2) of the Securities Law, and is the inside information stipulated in Article 52 of the Securities Law before being disclosed in accordance with the law. The inside information was formed no later than June 9, 2020, and was published on August 13, 2020. The sensitive period of inside information is from June 9, 2020 to August 13, 2020. Li Liangbin, Ouyang Ming, Yang Manying of Ganfeng Lithium, relevant directors and senior executives of JTEM, and relevant staff of Yichun City and Yuanzhou District Government are insiders. Among them, the inside information came to Li Liangbin and Ouyang Ming's knowledge no later than June 18, 2020.

(2) Ganfeng lithium suspected of insider trading "*ST Jiangte" stock

The securities account of "Ganfeng Lithium" (capital account number: 12711582) was opened in the Xinyu Lengshang Road Business Department of Changjiang Securities on May 15, 2015, with two Shanghai shareholder accounts (account number: B880041403, F118259096) and two Shenzhen shareholder accounts (account number: 0800244468, 0015915261) attached. The third-party depository account is an account under the Industrial and Commercial Bank of China (account number: 1505201219000019371), which is maintained by Ganfeng Lithium and is managed by the securities department for investment matters.

Upon decisions made by Li Liangbin, actions taken by Ouyang Ming and concrete operations taken by the securities department staff, the "Ganfeng Lithium" securities account traded "*ST Jiangte" shares during the sensitive period of inside information.

On June 22, 2020, the Company transferred RMB30 million to the securities account of "Ganfeng Lithium". The "Ganfeng Lithium" securities account bought 15,677,700 shares of "*ST Jiangte" from June 23, 2020 to July 2, 2020, in the amount of RMB26,483,753.18, and sold all of them from July 8 to July 9, 2020, with the amount of RMB27,632,905.00, making a profit of RMB1,105,283.92. The proceeds of the sale of shares were deposited in the securities account of "Ganfeng Lithium".

The above facts are sufficient to be affirmed, given the evidences of the relevant announcement of JTEM, relevant securities and bank account information, transaction records, exchange calculation data and relevant personnel interview transcripts, etc..

We are of the opinion that the above-mentioned acts of Ganfeng Lithium are suspected of violating the provisions of Article 53(1) of the Securities Law and constitute insider trading acts as described in Article 191(1) of the Securities Law.

For the insider trading act of Ganfeng Lithium, Li Liangbin, chairman and president of Ganfeng

Lithium, was the person who was directly in charge, and Ouyang Ming, then secretary of the board of directors, was the other person directly responsible.

According to the facts, nature, circumstances and degree of social harm of the illegal acts of the parties involved, according to Article 191 (1) of the Securities Law, we intend to decide as follows:

1. confiscate the illegal sale proceeds of Ganfeng Lithium Group Co., Ltd. of RMB1,105,283.92 and impose a fine of RMB3,315,851.76;
2. issue a warning to Li Liangbin and impose a fine of RMB600,000; and
3. issue a warning to Ouyang Ming and impose a fine of RMB200,000.

According to the relevant provisions of Articles 45, 63 and 64 of the Administrative Penalty Law of the People's Republic of China and the Rules for Hearing of Administrative Penalty of the China Securities Regulatory Commission, you shall have the right to state and plead and the right to request a hearing regarding the administrative penalty to be imposed on you by us. We will adopt the facts, reasons and evidences that are put forward by you if tenable upon our review. If you waive the right of stating, pleading and hearing, we will make a formal administrative penalty decision in accordance with the above facts, reasons and basis.”

II. THE IMPACT ON THE COMPANY AND RISK WARNING

1. Based on the circumstances identified in the Advance Notice of Administrative Penalty, the Company preliminarily considers that the violation of the laws involved in the Advance Notice of Administrative Penalty does not fall within the circumstances of mandatory delisting for major violation of the laws as stipulated in Article 9.5.1, Article 9.5.2 and Article 9.5.3 of the Rules Governing the Listing of Stocks on Shenzhen Stock Exchange and the delisting risk warning as stipulated in Article 9.3.1 and Article 9.4.1, and may affect the spin-off and listing of Ganfeng LiEnergy Technology Co., Ltd. The final determination shall be subject to the administrative penalty decision issued by the Jiangxi Supervision Bureau of the CSRC.

2. As of the date of this announcement, the production and operation of the Company are normal. The Company will learn from the lessons, strengthen the standardization of internal corporate governance, strictly comply with the relevant laws and regulations and comprehensively enhance the level of compliance management and internal control to avoid the reoccurrence of similar incidents.

3. The Company will fulfill its information disclosure obligations in a timely manner in accordance with the relevant regulations. All information of the Company shall be based on the information disclosed in the Securities Times (《证券时报》) and the CNINFO website (巨潮資訊網)

(www.cninfo.com.cn), the designated media, and investors are advised to pay attention to the investment risks.

The announcement is hereby given.

Ganfeng Lithium Group Co. Ltd

Board of Directors

December 8, 2022