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**CHINA XLX FERTILISER LTD.**

**中國心連心化肥有限公司 \***

*(Incorporated in Singapore with limited liability)*

**(Hong Kong Stock Code: 1866)**

### **VOLUNTARY ANNOUNCEMENT**

## **SHARE REPURCHASE SCHEME UNDER THE REPURCHASE MANDATE**

This announcement is made by China XLX Fertiliser Ltd. (the “**Company**”, together with its subsidiaries collectively referred to as the “**Group**”) on a voluntary basis.

The board of directors (the “**Board**”) of the Company hereby announces that the Company plans to repurchase shares during the period from 9 May 2023 to 30 June 2023 (both days inclusive). The share repurchase during the period from 9 May 2023 until the annual general meeting to be held on 2 June 2023 (the “**2023 AGM**”) shall be made through the exercise of the power of the Board under the general mandate to repurchase shares of the Company (the “**Share(s)**”) granted by the shareholders of the Company (the “**Shareholders**”) to the Board at the annual general meeting held on 24 June 2022 (the “**Existing Repurchase Mandate**”). For the period from the conclusion of the 2023 AGM to 30 June 2023, the share repurchase will be subject to the grant of relevant repurchase mandate (the “**New Repurchase Mandate**”) at the 2023 AGM.

Pursuant to the Existing Repurchase Mandate, the Company is entitled to repurchase up to 122,812,100 Shares, being 10% of the total number of Shares in issue on the date on which the relevant resolution granting the Existing Repurchase Mandate was approved. Therefore, the Company may repurchase up to 122,812,100 Shares pursuant to the Existing Repurchase Mandate for the period from 9 May 2023 to the 2023 AGM if the Existing Repurchase Mandate is fully exercised. If the New Repurchase Mandate is approved by the Shareholders at the 2023 AGM, the Company shall be entitled to repurchase up to 10% of the total number of shares in issue on the date on which the grant of the New Repurchase Mandate is approved.

The share repurchase shall be made in compliance with the constitutional documents of the Company, the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited, the Codes on Takeovers and Mergers and Share Buy-backs as well as all other applicable laws and regulations of Hong Kong and Singapore. Shares repurchased by the Company, if any, will be cancelled.

The Company considers that its current share price is below its intrinsic value and may not fully reflect the business prospects of the Group, and therefore it is a good opportunity for the Company to repurchase its Shares. The Company is currently in a strong financial position. The Board believes that the share repurchase reflects the Company's confidence in its business prospects and potential growth in the long run. In addition, the Company believes that optimising the capital structure through share repurchase will increase earnings per share, net asset value per Share and overall shareholder return in a proactive manner.

Shareholders and potential investors are reminded that the repurchase of any Shares by the Company will be subject to market conditions and will be determined at the sole discretion of the Board and management of the Company. There is no assurance of the timing, quantity or price of any share repurchase or whether or not the Company will make any repurchases, and there is no assurance that the granting of the New Repurchase Mandate will be approved by the Shareholders at the 2023 AGM and if not, the share repurchase scheme will be terminated thereafter.

Shareholders and potential investors are advised to exercise caution when dealing in the securities of the Company.

By Order of the Board  
**China XLX Fertiliser Ltd.**  
**Liu Xingxu**  
Chairman

Hong Kong, 8 May 2023

*As at the date of this announcement, the executive directors of the Company are Mr. Liu Xingxu, Mr. Zhang Qingjin and Ms. Yan Yunhua; and the independent non-executive directors of the Company are Mr. Ong Kian Guan, Mr. Li Shengxiao, Mr. Ong Wei Jin and Mr. Li Hongxing.*

*\* for identification purpose only*