Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited takes no responsibility for the contents of this announcement, makes no representation as to its accuracy or completeness and expressly disclaims any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.

Ko Yo Chemical (Group) Limited

玖 源 化 工 (集 團) 有 限 公 司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 00827)

INSIDER INFORMATION

UPDATES IN RELATION TO GOING CONCERN AND MITIGATION MEASURES IN THE ANNUAL REPORT FOR THE YEAR ENDED 31 DECEMBER 2024

This announcement is made by Ko Yo Chemical (Group) Limited (the "**Company**", together with its subsidiaries, the "**Group**") pursuant to Rule 13.09 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "**Listing Rules**") and the Inside Information Provisions (as defined under the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

Reference is made to the annual report of the Company for the year ended 31 December 2024 (the "**Annual Report**"). Unless otherwise defined herein, capitalized terms used in this announcement have the same meanings as those used in the Annual Report.

DISCLOSURE OF UPDATES ON GOING CONCERN AND MITIGATION MEASURES

Updated information regarding the going concern and mitigation measure as disclosed in Notes 2 to the consolidated financial statements for the year ended 31 December 2024, and the section headed "GOING CONCERN AND MITIGATION MEASURES" in the Corporate Governance Practices in the Annual Report and the announcement dated 30 June 2025 are as follows:

1) The Group has been actively negotiating with a number of banks under litigation for renewal or restructuring of the loans since 2021. Bank loans with an amount of approximately RMB399 million had been renewed or restructured, an amount of approximately RMB35

million had been repaid and an amount of approximately RMB39 million was the new loans for the nine period ended 30 September 2025. There is an amount of approximately RMB231 million bank loans that are in negotiation of renewal or restructuring and aim to restructure bank loans with a repayment schedule of 3 to 5 years;

2) The quality optimization of the natural gas source at the Guangan plant leads to a corresponding reduction in production costs, which can increase the benefits in the fourth quarter;

3) The Dazhou plant completed the shipment of the entire export quota of 21,000 tons of urea in the third quarter, increasing revenue by about RMB16 million;

4) The Group implements sales model optimization to increase the proportion of direct sales customers, by 30 September 2025, the number of direct sales customers has increased by 13 as compared to the end of last year;

5) The DMF (N,N-Dimethylformamide) and NMP (N-Methylpyrrolidone) projects at the Guang'an Ko Yo Electronic Materials Factory are continuing to undergoing overall production optimization.

6) The propylene oxide project at the Jiangsu Blue Planet factory is in the procedure handling stage and preparation for trial production stage.

The Company will publish announcement(s) for the updates regarding the going concern and mitigation measure as and when appropriate in accordance with the Listing Rules and/or as required by the Stock Exchange.

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

By Order of the Board
Ko Yo Chemical (Group) Limited
Chairman
Tang Guoqiang

Hong Kong, 30 September 2025

As at the date of this announcement, the Board comprises three executive directors, being Mr. Tang Guoqiang, Mr. Fan Chao and Mr. Zhang Weihua, and three independent non-executive directors being Mr. Xu Congcai, Mr. Le Yiren and Ms. Lu Yi.