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Jiangsu Lopal Tech. Group Co., Ltd.

江蘇龍蟠科技集團股份有限公司

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

(Stock Code: 2465)

OVERSEAS REGULATORY ANNOUNCEMENT

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

The "ANNOUNCEMENT ON THE SIGNING OF A COOPERATION AGREEMENT AND INVESTMENT IN THE CONSTRUCTION OF A HIGH-PERFORMANCE LITHIUM BATTERY CATHODE MATERIAL PROJECT" published by Jiangsu Lopal Tech. Group Co., Ltd. (the "**Company**") on the website of the Shanghai Stock Exchange (https://www.sse.com.cn/) is set out below for reference only.

By order of the Board
Jiangsu Lopal Tech. Group Co., Ltd.
SHI Junfeng
Chairman

Nanjing, PRC
January 4, 2026

As at the date of this announcement, the Board comprises Mr. SHI Junfeng, Mr. LU Zhenya, Mr. QIN Jian, Mr. SHEN Zhiyong and Mr. ZHANG Yi as executive Directors; Ms. ZHU Xianglan as non-executive Director; and Mr. LI Qingwen, Mr. YE Xin, Ms. GENG Chengxuan and Mr. HONG Kam Le as independent non-executive Directors.

Stock Code: 603906 Stock Abbreviation: Lopal Tech Announcement No.: 2026-003

Jiangsu Lopal Tech. Group Co., Ltd.

ANNOUNCEMENT ON THE SIGNING OF A COOPERATION AGREEMENT AND INVESTMENT IN THE CONSTRUCTION OF A HIGH-PERFORMANCE LITHIUM BATTERY CATHODE MATERIAL PROJECT

The board of directors and all directors of the Company warrant that the content of this announcement does not contain any false records, misleading statements or material omissions, and jointly and severally accept responsibility for the authenticity, accuracy and completeness of its content.

Important Notice:

- Name of the Investment Target: High-Performance Lithium Battery Cathode Material Project (the "Project")
- Investment Amount: The total planned investment for the Project will not exceed RMB2.0 billion
- Risk Warnings:

1. The implementation of the project under the agreement is still subject to completion of preliminary approvals, including but not limited to project filing, environmental impact assessment approval, construction project planning permits, and construction project permits from the relevant government authorities. If there are changes in national or local policies, project approval requirements or other implementation conditions, the project may face risks of modification, delay, suspension, or termination. After completion and full commencement of operations, the actual performance and timing of achievement will be affected by factors such as national policies, laws and regulations, the overall industry environment, market development, operational management, production capacity, and capacity utilization, and therefore remain uncertain.

2. The project involves a relatively large investment. There is a risk that delays in

capital contribution or the large scale of investment may result in construction progress or returns failing to meet expectations. Investors are advised to remain alert to investment risks.

3. Given the substantial investment involved in the project, which may exert pressure on the Company's cash flow, the Company will coordinate its funding arrangement and determine the source of funding, payment method and payment arrangement on a reasonable basis in order to ensure successful implementation of such project while maintaining normal and orderly conduct of the Company's other production and operation.

4. The project investment amount, construction period, estimated output value specified in the agreement are all planned or estimated. Such data shall not represent the Company's forecast of future performance nor constitute a performance commitment to shareholders. Investors are advised to remain alert to investment risks.

I. Overview of External Investment

(I) Basic overview of external investment

Based on the market demand and the Company's actual conditions, and in order to further increase the capacity of high-performance LFP, Changzhou Liyuan New Energy Technology Co., Ltd. (常州鋰源新能源科技有限公司) ("Changzhou Liyuan"), a controlled subsidiary of Jiangsu Lopal Tech. Group Co., Ltd. (the "Company") is intended to enter into the High-performance Lithium Battery Cathode Material Project Cooperation Agreement and the Supplementary High-performance Lithium Battery Cathode Material Project Cooperation Agreement (the "Agreement") with Jiangsu Jintan Hualuogeng High-Tech Industrial Development Zone Administrative Committee (江苏省金坛华罗庚高新技术产业开发区管理委员会) (the "Hualuogeng High-Tech Zone Administrative Committee"). The Project is intended to be invested in the construction of a research and development center and a production base for high compaction LFP with annual capacity of 240,000 tonnes by Liyuan (Jiangsu) Technology Co., Ltd. (锂源(江苏)科技有限公司), a wholly-owned subsidiary of Changzhou Liyuan, in Jiangsu Jintan Hualuogeng High-Tech Industrial

Development Zone (the “Hualuogeng High-Tech Zone”) (the “Production Base”). The total planned investment for the Project will not exceed RMB2.0 billion, the specific amount of which is subject to actual investment. The Project will be funded by the Company’s own funds or self-raised funds. The Production Base will be implemented in two phases: phase I plans to build a capacity of 120,000 tonnes, while phase II will be launched by Changzhou Liyuan in due course based on market conditions.

(II) Consideration by the board of directors

On January 4, 2026, the Proposal on the Signing of a Cooperation Agreement and Investment in the Construction of a High-Performance Lithium Battery Cathode Material Project was considered and approved at the 47th meeting of the fourth session of the board of directors of the Company, which is subject to consideration and approval by the shareholders’ meeting of the Company.

(III) In accordance with relevant provisions of the Listing Rules of the Shanghai Stock Exchange, this investment does not constitute a connected transaction or a material asset restructuring.

II. Basic Information of the Counterparty to the Cooperation Agreement

(1) Name of the counterparty: Jiangsu Jintan Hualuogeng High-Tech Industrial Development Zone Management Committee (江苏省金坛华罗庚高新技术产业开发区管理委员会)

(2) Nature: Governmental administration authority

(3) Address: No. 126 Kejiao Road, Jintan District, Changzhou City, Jiangsu Province

(4) Relationship with the Company: no connected relationship

(5) Whether the person is a defaulting debtor: No

III. Main Content of the Investment Project

(1) Project name: High-Performance Lithium Battery Cathode Material Project

(2) Investing entity: Changzhou Liyuan New Energy Technology Co., Ltd. (常州

鋰源新能源科技有限公司)

(3) Project implementation entity and basic information:

1. Company name: Liyuan (Jiangsu) Technology Co., Ltd. (锂源(江苏)科技有限公司)

2. Date of establishment: January 28, 2021

3. Registered address: No. 519 Jiangdong Avenue, Jintan District, Changzhou City

4. Legal representative: Shen Zhiyong

5. Registered capital: RMB300,000,000

6. Business scope: Import and export of goods (for items subject to approval by law, business activities can only be carried out upon approval by relevant authorities; specific business items shall be subject to the approval results) general items: research and development of electronic specialty materials; manufacturing of electronic specialty materials; sales of electronic specialty materials; research and development of new material technology; research and development of resource recycling technology; technical services, technical development, technical consulting, technical exchange, technology transfer, and technology promotion (except for those items subject to approval in accordance with the law, business activities shall be conducted independently according to the law with the business license)

(4) Project implementation location: Jiangsu Jintan Hualuogeng High-Tech Industrial Development Zone

(5) Project construction planning and investment scale: It is proposed to construct a new research and development center and the Production Base for high compaction LFP with annual capacity of 240,000 tonnes in Hualuogeng High-Tech Industrial Development Zone. The total planned investment will not exceed RMB2.0 billion. The Production Base will be implemented in two phases: phase I plans to build a capacity of 120,000 tonnes, while phase II will be launched in due course based on market conditions.

(6) Project construction period: Approximately 9 months (for phase I project)

(7) Funding source for the project investment: The Company's own funds and

self-raised funds

IV. Main Contents of the Agreement

(1) Parties to the agreement

Party A: Jiangsu Jintan Hualuogeng High-Tech Industrial Development Zone Management Committee (江苏省金坛华罗庚高新技术产业开发区管理委员会)

Party B: Changzhou Liyuan New Energy Technology Co., Ltd. (常州锂源新能源科技有限公司)

(2) Project overview

The total planned investment amount for the High-performance Lithium Battery Cathode Material Project will not exceed RMB2.0 billion. It is proposed to construct a new research and development center and a production base for high compaction LFP with annual capacity of 240,000 tonnes in Hualuogeng High-Tech Industrial Development Zone. The Production Base will be implemented in two phases: phase I plans to build a capacity of 120,000 tonnes, while phase II will be launched by Party B in due course based on market conditions.

(3) Project Company

Liyuan (Jiangsu) Technology Co., Ltd. (锂源(江苏)科技有限公司), a wholly-owned subsidiary of Party B, is responsible for the implementation of the Project.

(4) Project land

1. The planned industrial land for the Project is 160 mu (subject to the actual transferred land area), ranging from Pinghu Road (planned) in the east, Jiangdong Avenue in the south, EnerGo and Jugang in the west and Huaye Road in the north. The land is industrial land in nature with a service life of 50 years.

2. The land parcel to be listed and transferred by Party A shall meet the “Seven Utilities and One Leveling” standard (roads outside the plant area, water supply, electricity, natural gas, fiber optics, sewage network, rainwater network, and site leveling). Among these, the site leveling must comply with national design specifications and shall be completed by Party A at its sole expense. Municipal roads,

water supply and drainage, power, gas, communication pipelines, and related infrastructure outside the project site's red line shall be connected to the site boundary, all of which shall be constructed by Party A at its sole expense.

3. Party A shall ensure that the land meeting the construction conditions is delivered according to the time node agreed upon by both parties. If the delivery is delayed due to Party A's reasons, the construction, commissioning and operation time limits agreed upon by Party B in this agreement shall be postponed accordingly.

(5) Support provided by Party A to the project party

1. Party A shall establish a green channel for the implementation of the Project, providing high-quality and efficient services throughout the entire process to ensure all construction procedures for the Project are complete and compliant. This includes, but is not limited to, the "Four Permits and Two Approvals" (Land Use Right Certificate, Land Planning Permit, Construction Engineering Planning Permit, Construction Engineering Work Permit, along with the approval of the Environmental Impact Assessment Report and the Energy Conservation Review).

2. Party A shall conduct the land listing and transfer in accordance with the provincial minimum price standard for the transfer of industrial land designated for strategic emerging industries.

3. Party A shall be responsible for coordinating to ensure that the prices of electricity and gas for production consumed by the Project Company are not higher than the most preferential market prices implemented for enterprises under the same conditions in Jintan Hualuogeng High-Tech Zone. If Party B requires direct procurement of electricity and natural gas, Party A shall be responsible for coordinating the relevant procedures and making its best effort to secure the most preferential market terms for the Project Company.

4. Party A shall actively recommend the Project for inclusion in the Changzhou Key Project Plan and the Jiangsu Provincial Key Project Investment Plan, and make every effort to coordinate for its successful shortlisting, so as to secure various forms of support at both municipal (Changzhou) and provincial (Jiangsu) levels.

5. Party A shall actively assist Party B and the Project Company in securing

various enterprise-benefiting policies at higher levels, including those supporting scientific and technological R&D, talent introduction, and equipment investment.

(6) The commitments made by Party B and the Project Company to Party A

Subject to full performance of its core obligations hereunder by Party A, Party B undertakes that the Project shall commence construction in the first quarter of 2026 and complete construction and commence production in the third quarter of 2026. After the completion of phase I of the Project, the production capacity shall be no less than 120,000 tons per annum. Party B shall launch the construction of phase II of the Project in due course based on market conditions.

(7) Miscellaneous provisions

1. All matters related to tax payment into the state treasury arising from various rewards and subsidies obtained by Party B and the Project Company shall be fulfilled by Party B and the Project Company in accordance with the law.

2. Any matters not covered herein shall be determined by Party A and Party B through friendly negotiation and in the form of a supplementary agreement, which shall have the same legal effect as the Agreement. In the event of any dispute arising from the performance or interpretation of the Agreement, the parties shall first resolve such dispute through friendly negotiation; if no resolution can be reached through negotiation, either party shall have the right to file a lawsuit with the people's court having jurisdiction over the place where the Project is located (i.e., Jintan District, Changzhou City).

V. Impact of the Investment on the Company

1. The products of the investment project covered by the Agreement are primarily a strategic layout based on the needs for the Company's future development. Leveraging on the current customer base and market structure of the Company, the Project aims to achieve a reasonable and appropriate extension of the Company's business, actively exert synergies, and drive the Company's steady and healthy development, thereby continuously enhancing its comprehensive competitiveness.

2. The Company's intended investment in the Hualuogeng High-Tech Zone is of

positive strategic significance to the Company and does not involve any act that would harm the interests of the Company or all shareholders, particularly minority shareholders.

VI. Risk Alert

1. The implementation of the Project covered by the Agreement still requires the completion of preliminary approval procedures with relevant government authorities, including but not limited to project filing, environmental impact assessment approval, construction project planning permit, and construction project permit. If there are changes in implementation conditions such as adjustments to national or local policies or project approvals, the implementation of the Project may be subject to the risks of modification, delay, suspension or termination. Upon completion and full commissioning of the Project, the actual achievement and timing are subject to uncertainties influenced by national policies, laws and regulations, the macroeconomic environment of the industry, market development, operational management, production capacity and utilization, etc.

2. The Project involves significant investment. There is a risk that the project construction progress or the realization of returns may not meet expectations due to delayed investment in project construction or the large scale of the project investment. Investors are advised to remain alert to investment risks.

3. The Project involves a substantial investment amount, which may exert pressure on the Company's cash flow. The Company will make overall capital arrangements by reasonably determining the sources of funds, payment methods, payment schedules, etc., so as to ensure the smooth implementation of the Project while ensuring the normal and orderly conduct of other production and business activities of the Company.

4. The figures such as the project investment amount, construction period, and estimated output value in the Agreement are all planned or estimated figures. Such data do not represent the Company's prediction of future performance nor constitute a performance commitment to shareholders. Investors are advised to remain alert to

investment risks.

The announcement is hereby made.

The board of directors of Jiangsu Lopal Tech. Group Co., Ltd.

January 5, 2026