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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 following announcements 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
June 24, 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 Ms. GENG Chengxuan, Mr. HONG Kam Le, Mr. ZHANG Jinlong and Mr. LU Jian as independent non-executive Directors.

Stock Code: 603906 Stock Abbreviation: Lopal Tech
Announcement No.:2026-108

Jiangsu Lopal Tech. Group Co., Ltd.

ANNOUNCEMENT ON UNUSUAL MOVEMENTS IN TRADING OF SHARES

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

- The increase in the closing price of the shares of Jiangsu Lopal Tech. Group Co., Ltd. (the "Company") deviated by more than 20% over three consecutive trading days on June 22, June 23 and June 24, 2026 on a cumulative basis, which constitutes unusual movements in trading of shares under the relevant provisions of the Rules Governing the Listing of Securities on the Shanghai Stock Exchange.
- For the year 2024 to 2025, the net cash flows generated from operating activities of the Company amounted to RMB798 million (after retrospective adjustment) and RMB394 million respectively, representing a year-on-year decrease of 50.63%. The gearing ratio stood at 74.94% (after retrospective adjustment) and 79.77% respectively, up by 4.83 percentage points year-on-year. Investors are kindly reminded to pay attention to the risks associated with the Company's operating results.
- On June 23, 2026, the Company issued the Announcement on Completion of Placing of H Shares of Jiangsu Lopal Tech. Group Co., Ltd. (Announcement No.: 2026-106) on the website of the Shanghai Stock Exchange (http://www.sse.com.cn), pursuant to which the joint placing agents successfully placed a total of 15,000,000 placing shares to not less than six placees at the placing price of HK$13.09 per placing share in

accordance with the terms and conditions of the Placing Agreement, representing approximately 11.11% of the total number of H Shares as enlarged by the allotment and issue of the placing shares and approximately 1.90% of the total number of issued Shares as enlarged by the allotment and issue of the Placing Shares. The H Shares that have been successfully placed will be normally circulated and traded in accordance with the relevant listing rules of the Hong Kong Stock Exchange. The entry of these newly circulated shares into the market may, in the short term, have a certain impact on the liquidity of secondary market trading. Investors are kindly reminded to pay attention to investment risks.

- On June 16, 2026, the Company issued the Announcement on Supplementary Tax Payment of the Wholly-Owned Tier-three Subsidiary of Jiangsu Lopal Tech. Group Co., Ltd. (Announcement No.: 2026-104) on the website of the Shanghai Stock Exchange (http://www.sse.com.cn). Sichuan Liyuan New Material Co., Ltd. (四川锂源新材料有限公司), a tier-three subsidiary under the Company's control, was required to make supplementary payments of value-added tax, surcharges and late payment interest totalling RMB28.6118 million. All such taxes and late payment interest have been fully settled, and no administrative penalties are applicable to this supplementary tax matter. The aforesaid supplementary taxes and late payment interest are expected to be recognised in the current profit or loss of the Company for the year 2026. The actual impact on the net profit attributable to shareholders of the listed Company for 2026 shall be subject to the audited financial statements of the Company for the year 2026. Investors are kindly reminded to pay attention to investment risks.
- After the self-examination and written enquiry made by the Company to the controlling shareholders and the de facto controllers, as of the date of this announcement, it is confirmed that there is no material matter or information that should be disclosed but not disclosed.
- The Company hereby reminds all investors to pay attention to the risk of

trading in the secondary market, and make decision and investment in a rational and prudent manner.

I. Specific Situation of Unusual Movements in Trading of Shares

As of the close of trading at Shanghai Stock Exchange on June 24, 2026, the increase in the closing price of the shares of the Company deviated by more than 20% over three consecutive trading days on June 22, June 23, and June 24, 2026 on a cumulative basis, which constitutes unusual movements in trading of shares under the relevant provisions of the Rules Governing the Listing of Securities on the Shanghai Stock Exchange.

II. The Information Concerned and Verified by the Company

In response to the unusual movements in trading of shares, the Company has conducted verification on the relevant matters and issued a written enquiry to the controlling shareholder and the *de facto* controllers. The verified findings are hereby stated as follows:

(I) Information about production and operation

After the self-examination made by the Company, its production and operation is normal at present, with no material changes to its core business. There is no significant adjustment in market conditions or industry policies, and the internal production and operational activities of the Company runs orderly. There are no material matters that could affect the unusual movements in trading of the Company's share that should be disclosed but not disclosed.

(II) Operating results

From 2024 to 2025, the Company has incurred consecutive losses and recorded an increase in gearing ratio. The Company recorded net cash flow generated from operating activities of RMB798 million (after retrospective adjustment) and RMB394 million respectively, representing a year-on-year decrease of 50.63%; the gearing ratio were 74.94% (after retrospective adjustment) and 79.77% respectively, representing a year-on-year increase of 4.83 percentage points.

(III) Significant matters

The Company held 2025 sixth extraordinary general meeting on December 31, 2025, at which the resolution regarding proposed new general mandate to issue the Company's shares was considered and approved. The Company completed the placing of H shares on June 22, 2026. In particular, An aggregate of 15,000,000 placing shares, representing approximately 11.11% of the total number of H shares as enlarged by the allotment and issue of the placing shares; and approximately 1.90% of the total number of shares in issue as enlarged by the allotment and issue of the placing shares, have been successfully placed by the joint placing agents to not less than six placees at the placing price of HK$13.09 per placing share pursuant to the terms and conditions of the placing agreement. For details, please refer to the Announcement on Completion of Placing of H Shares of Jiangsu Lopal Tech. Group Co., Ltd. (Announcement No.: 2026-106) disclosed by the Company on June 23, 2026.

After the self-examination and written enquiry made by the Company to the controlling shareholders and the *de facto* controllers of the Company, as of the date of this announcement, except for the aforementioned matters, neither the Company, its controlling shareholders nor *de facto* controllers is planning any material matters involving the listed company such as material asset restructurings, share issuances, significant transactions, business reorganizations, share buybacks, equity incentives, bankruptcy reorganizations, material business collaborations, or introduction of strategic investors. There is no material information related to the Company that should be disclosed but not disclosed.

(IV) Media coverage, market rumours and hot topics

After the verification made by the Company, no media coverage or market rumours that may have a significant impact on the trading price of the Company's shares were found, nor were any hot market concepts involved.

(V) Other price-sensitive information

As of the date of this announcement, except for the publicly disclosed information on designated media, the Company is not aware of other significant events that may

have a material impact on its share price. The directors, senior management, controlling shareholders and *de facto* controllers of the Company had not sold or purchased the shares of the Company during the period of unusual movements in trading of shares.

(VI) Risks associated with share pledge by substantial shareholders

As of the date of this report, Mr. Shi Junfeng, the controlling shareholder and the *de facto* controller, held 212,662,195 shares of the Company, representing 26.88% of the total share capital of the Company. Mr. Shi Junfeng, together with his parties acting in concert, Ms. Zhu Xianglan and Nanjing Bailey Venture Capital Center (Limited Partnership) (南京贝利创业投资中心（有限合伙）), held an aggregate of 238,182,052 shares of the Company, representing 30.11% of the total share capital of the Company. As of the date of this announcement, Mr. Shi Junfeng and his parties acting in concert have pledged an aggregate of 30,000,000 shares of the Company, representing 14.11% of the total number of shares of the Company held by him and 3.79% of the total share capital of the Company.

III. Relevant Risk Alert

(I) Risks relating to market transaction

The increase in the daily closing price of the shares of the Company deviated by more than 20% over three consecutive trading days on June 22, June 23 and June 24, 2026 on a cumulative basis, which constitutes unusual movements in trading of shares under the relevant provisions of the Rules Governing the Listing of Securities on the Shanghai Stock Exchange. The stock turnover rates of the Company over the aforesaid three trading days stood at 9.61%, 14.56% and 14.71% respectively, which were higher than the normal daily turnover level. There have been no material changes to the Company's fundamentals. Investors are advised to be aware of the trading risks in the secondary market, make rational judgments and exercise prudence when investing.

(II) Risks relating to operating performance

The Company recorded consecutive losses for the years 2024 to 2025, alongside

an upward trend in its gearing ratio. The net cash flows generated from operating activities reached RMB798 million (after retrospective adjustment) and RMB394 million respectively, representing a year-on-year decrease of 50.63%. The gearing ratio stood at 74.94% (after retrospective adjustment) and 79.77% respectively, rising by 4.83 percentage points year-on-year. While there have been no material changes to the Company's fundamentals, its share price has experienced sharp short-term volatility. Investors are reminded to take heed of risks arising from the Company's operating performance, make rational investment and pay attention to investment risks.

The Company hereby reminds all investors to pay attention to the risk of trading in the secondary market, and make decision and investment in a rational and prudent manner. For information of the Company, relevant announcements of the Company published on the website of the Shanghai Stock Exchange (http://www.sse.com.cn) and the China Securities Journal, a designated media for the purpose of information disclosure by the Company, shall prevail. All investors are advised to make rational investment and pay attention to investment risks.

IV. Statement of the Board of Directors and Commitments of Related Parties

The board of directors of the Company confirms that up to the date of this announcement, except for the publicly disclosed information of the Company, there is no undisclosed matter or any plan, negotiation, intention or agreement relating to any such matter that should have been disclosed according to the Rules Governing the Listing of Securities on the Shanghai Stock Exchange and other relevant provisions. The board of directors of the Company is not aware of any undisclosed information of the Company that should have been disclosed according to the Rules Governing the Listing of Securities on the Shanghai Stock Exchange and other relevant provisions and that may have material effects on the trading price of the shares of the Company and its derivatives. There is no need to correct or supplement the information disclosed previously by the Company.

The announcement is hereby made.

The Board of Directors of Jiangsu Lopal Tech. Group Co., Ltd.

June 25, 2026