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CNGR Advanced Material Co., Ltd.
中偉新材料股份有限公司

(A joint stock company incorporated in the People's Republic of China with limited liability)
(Stock Code: 2579)

- (1) PROPOSAL ON THE INTERIM DIVIDEND PLAN OF
THE COMPANY FOR 2026;**
**(2) PROPOSAL ON THE NEW GENERAL MANDATE FOR THE
ISSUANCE OF ADDITIONAL A SHARES OR H SHARES
OF THE COMPANY;**
**(3) PROPOSAL REGARDING PROVIDING FINANCIAL
ASSISTANCE TO ASSOCIATE COMPANY;**
**(4) PROPOSAL REGARDING THE CHANGES IN USE OF RAISED
FUNDS FROM THE H SHARE;
AND**
**(5) NOTICE OF THE 2026 THIRD EXTRAORDINARY
GENERAL MEETING**

CNGR Advanced Material Co., Ltd. (the “**Company**”) will hold the 2026 third extraordinary general meeting (the “**EGM**”) at the conference room, 11/F, Building B, Yunda Central Plaza, Yuhua District, Changsha City, Hunan Province, the PRC at 2:30 p.m. on Wednesday, September 16, 2026. A notice of the EGM is set out on pages EGM-1 to EGM-2 of this circular.

The proxy form for use in connection with the EGM is enclosed herewith. The proxy form is also published on the website of The Stock Exchange of Hong Kong Limited (www.hkexnews.hk) and the Company's website (www.cngrgf.com.cn).

Any shareholder(s) of the Company (the “**Shareholders**”) entitled to attend and vote at the EGM is (are) entitled to appoint one or more proxies to attend and vote on his/her (their) behalf. A proxy need not be a Shareholder. If you intend to appoint a proxy to attend the EGM and vote on your behalf, you are requested to complete the accompanying proxy form in accordance with the instructions printed thereon and return it, by hand, by post or by facsimile, to the Company's H share registrar, Tricor Investor Services Limited, at 17/F, Far East Finance Centre, 16 Harcourt Road, Hong Kong (for H Shareholders only) as soon as possible and in any event not later than 24 hours before the time appointed for the holding of the EGM (i.e. before 2:30 p.m. on Tuesday, September 15, 2026) or any adjournment thereof (as the case may be). Completion and return of the proxy form will not preclude you from attending and voting in person at the EGM or any adjournment thereof should you so wish.

For joint shareholders of any Shares, only the joint shareholder whose name appears first in the register of members is entitled to accept the certificate for the relevant shares from the Company, and receive notices or other documents of the Company. Any notice delivered to the aforesaid shareholder shall be deemed to have been delivered to all the joint shareholders of the relevant shares. Any joint shareholder may sign the proxy form, provided that if more than one joint shareholders who tenders a vote, whether in person or by proxy, shall be accepted to the exclusion of the votes of the other joint shareholders. In this regard, the priority of shareholders shall be determined by the ranking of joint holders in the Company's register of members in relation to the relevant shares.

This circular together with the form of proxy is also published on the websites of Hong Kong Stock Exchange (<http://www.hkexnews.hk>) and the Company (<http://www.cngrgf.com.cn>).

August 24, 2026

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DEFINITIONS

In this circular, the following terms shall have the following meanings unless the context otherwise requires:

“A Share(s)”	ordinary shares issued by our Company, with a nominal value of RMB1.00 each, which are listed on the Shenzhen Stock Exchange and traded in Renminbi
“A Shareholder(s)”	holder(s) of A Share(s)
“Articles of Association”	the articles of association of the Company, as amended from time to time
“associate(s)”	has the meaning ascribed thereto under the Listing Rules
“Board” or “Board of Directors”	the Board of Directors of the Company
“Chairman”	the chairman of the Board
“Company”	CNGR Advanced Material Co., Ltd. (中偉新材料股份有限公司), a joint stock company with limited liability established in the PRC on September 15, 2014, the A Shares and H Shares of which have been listed on the Shenzhen Stock Exchange (stock code: 300919) and the Stock Exchange (stock code: 2579) respectively
“Director(s)”	the director(s) of the Company
“EGM”	the 2026 third extraordinary general meeting of the Company to be held at the conference room, 11/F, Building B, Yunda Central Plaza, Yuhua District, Changsha City, Hunan Province, PRC at 2:30 p.m. on Wednesday, September 16, 2026
“Group”	the Company and its subsidiaries
“H Share(s)”	ordinary share(s) in the share capital of our Company with a nominal value of RMB1.00 each, which are subscribed for and traded in Hong Kong dollars and listed on the Stock Exchange
“H Shareholder(s)”	holder(s) of H Share(s)
“HK\$”	Hong Kong dollars, the lawful currency of Hong Kong
“Hong Kong”	the Hong Kong Special Administrative Region of the PRC

DEFINITIONS

“independent third party(ies)”	the third party(ies) independent from the Company and its connected person(s) (as defined in the Hong Kong Listing Rules)
“Latest Practicable Date”	August 24, 2026, being the latest practicable date prior to the printing of this circular
“Listing Rules” or “Hong Kong Listing Rules”	the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited, as amended, supplemented or otherwise modified from time to time
“PBOC”	the People’s Bank of China (中國人民銀行), the central bank of the PRC
“PRC” or “China”	the People’s Republic of China, unless the context otherwise requires, excludes Hong Kong, Macao Special Administrative Region of China and Taiwan for the purpose of this circular only
“PRC Company Law”	the Company Law of the People’s Republic of China (《中華人民共和國公司法》) as amended, supplemented or otherwise modified from time to time
“Profit Distribution”	the proposed distribution of cash dividend of RMB3.8 (tax inclusive) for every 10 Shares
“RMB” or “Renminbi”	Renminbi, the lawful currency of the PRC
“Share(s)”	the ordinary shares of RMB1.00 each in the capital of the Company, comprising A Shares and H Shares
“Shareholder(s)”	holder(s) of the Shares
“Shenzhen Chinext Listing Rules”	Shenzhen Stock Exchange ChiNext Market Stock Listing Rules (深圳證券交易所創業板股票上市規則) as amended supplemented or otherwise modified from time to time
“Shenzhen Stock Exchange”	Shenzhen Stock Exchange (深圳證券交易所)
“Stock Exchange” or “Hong Kong Stock Exchange”	the Stock Exchange of Hong Kong Limited
“%”	per cent

EXPECTED TIMETABLE

The expected timetable for, inter alia, the Profit Distribution is set forth below:

With respect to the Profit Distribution:

Event	2026 (Hong Kong time)
Latest time for lodging transfer of H Shares for entitlement to attend and vote at the EGM	Thursday, September 10, (4:30 p.m.)
Closure of the register of members of the Company for determining the identity of the H Shareholders who are entitled to attend and vote at the EGM	Friday, September 11, to Wednesday, September 16,
Latest time to return proxy form for the EGM	Tuesday, September 15, (2:30 p.m.)
Date and time of the EGM	Wednesday, September 16, (2:30 p.m.)
Publication of poll results announcement of the EGM	Wednesday, September 16,
Last day of dealings in H Shares on a cum-entitlement basis relating to the Profit Distribution	Wednesday, September 23,
First day of dealings in H Shares on an ex-entitlement basis relating to the Profit Distribution	Thursday, September 24,
Latest time for lodging transfers of H Shares for registration in order to qualify for the Profit Distribution	Friday, September 25, (4:30 p.m.)
Closure of register of members of the Company for transfer of H Shares for determining entitlement to the Profit Distribution	Monday, September 28, to Friday, October 2,
Record Date to qualify H Shareholders for determination of entitlement to the Profit Distribution	Monday, September 28,
Register of members for transfer of H Shares of the Company re-opens	Monday, October 5,
Profit Distribution payment date	Friday, October 30. ^(Note)

Note: The dates with regard to Profit Distribution are for reference only as they are subject to approval by the Shareholders and might be adjusted by the Company. If there is any such change, the Company will make announcement to inform the Shareholders. All times and dates in this circular are Hong Kong times and dates.



CNGR Advanced Material Co., Ltd.
中偉新材料股份有限公司

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

(Stock Code: 2579)

Executive Directors:

Mr. Deng Weiming (鄧偉明) (*Chairman*)
Mr. Tao Wu (陶吳)
Mr. Liao Hengxing (廖恆星)
Mr. Li Weihua (李衛華)
Mr. Liu Xingguo (劉興國)
Mr. Deng Jing (鄧競)

Registered Office and Head Office in the PRC:

Cross of No. 2 Avenue and No. 1 Avenue
Dalong Economic Development Zone
Tongren, Guizhou Province
PRC

Independent Non-executive Directors:

Mr. Cao Feng (曹豐)
Mr. Hong Yuan (洪源)
Mr. Jiang Liangxing (蔣良興)
Ms. Wong Sze Wing (黃斯穎)

Principal Place of Business in Hong Kong:

Room 1915, 19/F
Lee Garden One,
33 Hysan Avenue
Causeway Bay
Hong Kong

August 24, 2026

To the Shareholders

Dear Sir or Madam,

- (1) PROPOSAL ON THE INTERIM DIVIDEND PLAN OF
THE COMPANY FOR 2026;**
**(2) PROPOSAL ON THE NEW GENERAL MANDATE FOR THE
ISSUANCE OF ADDITIONAL A SHARES OR H SHARES
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FUNDS FROM THE H SHARE;**
AND
**(5) NOTICE OF THE 2026 THIRD EXTRAORDINARY
GENERAL MEETING**

1. INTRODUCTION

On behalf of the Board, I invite you to attend the EGM to be held at the conference room, 11/F, Building B, Yunda Central Plaza, Yuhua District, Changsha City, Hunan Province, the PRC at 2:30 p.m. on Wednesday, September 16, 2026.

LETTER FROM THE BOARD

The purpose of this circular is to issue the notice of EGM and provide you with all reasonably necessary information to enable you to make an informed decision as to the resolution to be proposed at the EGM.

2. PROPOSAL ON THE INTERIM DIVIDEND PLAN OF THE COMPANY FOR 2026

The Company convened the fifth meeting of the third session of the Board of Directors on August 24, 2026, at which the Proposal on the Interim Dividend Plan of the Company for 2026 was considered and approved. The details are as follows:

I. The Basic Information of the Profit Distribution Plan

According to the Company's semi-annual financial report for 2026 (unaudited), the net profit attributable to shareholders of the listed company for the first half of 2026 of the Company was RMB1,302,895,789.76, and the net profit of the parent company was RMB1,221,779,317.45. As of June 30, 2026, the distributable profit of the Company's consolidated statements was RMB6,551,707,995.86, and the distributable profit of the parent company was RMB3,312,805,644.27. In accordance with the principle of taking the lower of the distributable profits between the parent company and the consolidated statements, as of June 30, 2026, the Company's distributable profit was RMB3,312,805,644.27.

Pursuant to the Guidance on the Supervision of Listed Companies No. 3 — Cash Dividends of Listed Companies and the Articles of Association, and in order to better reward the broad investor base and share the results of the Company's business development with its shareholders, the Company, on the premise of complying with the profit distribution principles and ensuring its normal operation and long-term development, and based on its production and operation conditions, proposes the following interim profit distribution plan for 2026:

The Company proposes to distribute a cash dividend of RMB3.8 (tax inclusive) for every 10 shares, based on the total number of shares (hereinafter referred to as the "**Total Number of Shares**") after deducting the repurchased shares held in the repurchase special account from the Company's total share capital on the record date for the implementation of the dividend distribution. No capitalization of capital reserve into share capital and no bonus shares will be made.

If the calculation is based on the total share capital after deducting repurchased shares on the date of this circular, i.e., 1,014,633,340 shares, the total cash dividend to be distributed would be RMB385,560,669.20 (tax inclusive). From the date of this circular to the implementation of the profit distribution plan, if the aforementioned Total Number of Shares changes due to share repurchases, exercise of equity incentive options, or other circumstances, the Company will adjust the total distribution amount accordingly in accordance with the principle of "unchanged distribution ratio".

LETTER FROM THE BOARD

The source of this cash dividend is the Company's own funds. The dividend will be denominated and declared in RMB, and distributed to the domestic Shareholders and investors participating in the Shanghai-Hong Kong Stock Connect Program in RMB and to the overseas Shareholders in Hong Kong dollar. The exchange rate for the dividend calculation in Hong Kong dollar is based on the average middle rate of the Hong Kong dollar against the RMB as announced by the PBOC on the five business days immediately preceding the date of the resolution on the dividend distribution plan at the 2026 third extraordinary general meeting.

The Company will pay the 2026 interim dividend on Friday, October 30, 2026 to H Shareholders whose names appear on the register of members of the Company on Monday, September 28, 2026. The payment date to the Profit Distribution is for reference only as it is subject to approval by the Shareholders and might be adjusted by the Company. If there is any such change, the Company will make announcement to inform the Shareholders.

II. Legality and Compliance of the Profit Distribution Plan

This profit distribution proposal complies with the provisions of the PRC Company Law, the Guidance on the Supervision of Listed Companies No. 3 — Cash Dividends of Listed Companies, and the Articles of Association, among others, complies with the Company's Shareholders dividend return plan and profit distribution policy, and is conducive to all shareholders sharing the Company's operating results. This profit distribution plan meets the needs of the Company's future business development, and is legal, compliant and reasonable.

Prior to the disclosure of this profit distribution proposal, the Company, in accordance with the relevant provisions of laws, regulations, normative documents and the Company's systems, strictly controlled the scope of persons with access to inside information, fulfilled its obligation to inform such insiders of confidentiality and the prohibition of insider trading, and simultaneously filed timely records of such insiders, so as to prevent the leakage of inside information.

III. Review and Approval Procedures Conducted

1. *Considerations of the Board of Directors*

On August 24, 2026, the Company convened the fifth meeting of the third session of the Board of Directors, at which the Proposal on the Interim Dividend Plan of the Company for 2026 was considered and approved, and it was agreed to submit this plan to the 2026 third extraordinary general meeting of the Company for consideration.

2. *Opinion of the Special Meeting of Independent Directors*

Upon deliberation, the independent Directors are of the view that: the Company's 2026 interim dividend plan complies with the relevant provisions of the Guidance on the Supervision of Listed Companies No. 3 — Cash

LETTER FROM THE BOARD

Dividends of Listed Companies and the Articles of Association, does not prejudice the interests of the Company's shareholders, particularly minority shareholders, takes full account of the Company's actual circumstances, and is in line with the Company's future development needs. Therefore, the independent Directors unanimously approve this interim dividend plan.

Taxation Relief of H Shares Dividend

A. Individual Income Tax

In accordance with the provisions of the "Notice of the State Administration of Taxation on Individual Income Tax Collection Issues Following the Repeal of the Document with the Number of Guo Shui Fa 1993 No. 045" (Guo Shui Han 2011 No. 348) (《國家稅務總局關於國稅發[1993]045號文件廢止後有關個人所得稅徵管問題的通知》(國稅函[2011]348號)), withholding and remitting obligor will withhold and remit individual income tax as per item of "interest, dividends and bonus income" for dividends and bonuses income of overseas resident individual shareholders from the domestic non-foreign-funded enterprises by issuing shares in Hong Kong. When the domestic non-foreign-funded enterprise issues shares in Hong Kong, its overseas resident individual shareholders will enjoy relevant tax preference in accordance with the tax convention signed by China and the country stated in the residential identity and tax arrangement of Chinese Mainland and Hong Kong (Macau). In general, the tax rate for dividend is 10% in accordance with relevant tax convention and provisions on tax arrangement. To simplify tax collection and management, when a domestic non-foreign funded enterprise that has issued shares in Hong Kong distributes dividends and bonuses, individual income tax will be generally withheld and remitted at the tax rate of 10% and application is not necessary. If the tax rate for dividends is not fall within 10%, the following provisions shall apply: (1) for residents from countries which have entered into tax treaties with a tax rate of lower than 10%, the withholding agents will file applications on their behalf to seek entitlement of the relevant agreed preferential treatments, and upon approval by the competent tax authorities, the excess tax amounts withheld will be refunded; (2) for residents from countries which have entered into tax treaties with a tax rate of higher than 10% but lower than 20%, the withholding agents will withhold the individual income tax at the effective tax rate under the treaties when distributing dividends without application; (3) for residents from countries without tax treaties or otherwise, the withholding agents will withhold the individual income tax at a tax rate of 20% when distributing dividends.

B. Enterprise Income Tax

In accordance with the provisions of the "Notice on Relevant Issues that PRC Resident Enterprises Distribute Dividends to Overseas Non-resident Enterprise Shareholders of H Shares and Withhold and Remit Enterprise Income Tax" (Guo Shui Han 2008 No. 897) (《關於中國居民企業向境外H股非居民

LETTER FROM THE BOARD

企業股東派發股息代扣代繳企業所得稅有關問題的通知》(國稅函[2008]897號)), when PRC resident enterprises distribute dividends for 2008 and future years to overseas non-resident enterprise shareholders of H shares, they will withhold and remit enterprise income tax at the tax rate of 10%.

C. Shenzhen-Hong Kong Stock Connect

For domestic investors (including enterprises and individuals) who invest in the H Shares of the Company through the Shenzhen Stock Exchange, the Shenzhen Branch of China Securities Depository and Clearing Corporation Limited, as the nominee for investors of H Shares under the Shenzhen-Hong Kong Stock Connect, will receive the cash dividends distributed by the Company and distribute such cash dividends to the relevant investors of H Shares under the Shenzhen-Hong Kong Stock Connect through its depository and clearing system. Cash dividends for investors of H Shares under the Shenzhen-Hong Kong Stock Connect will be paid in RMB. In accordance with provisions of the “Notice on Tax Policies about Inter-communication Pilot of Shenzhen-Hong Kong Stock Exchange Mechanism” (Cai Shui 2016 No. 127) (《關於深港股票市場交易互聯互通機制試點有關稅收政策的通知》(財稅[2016] 127號)), issued by the Ministry of Finance, the State Taxation Administration, and the China Securities Regulatory Commission of the PRC: (1) H-share companies will withhold individual income tax at the tax rate of 20% for dividend and bonus of individual investors in Chinese Mainland who invest in H Shares listed on the Hong Kong Stock Exchange via the Shenzhen-Hong Kong Stock Connect; (2) individual income tax will be collected with reference to individual investors for dividends and bonuses income of the securities investment fund in Chinese Mainland which invests in listed shares of the Hong Kong Stock Exchange via the Shenzhen-Hong Kong Stock Connect; (3) H-share companies will not withhold dividend and bonus income tax for dividends and bonuses of enterprise investors in Chinese Mainland who invest in listed shares of the Hong Kong Stock Exchange via the Shenzhen-Hong Kong Stock Connect and the payable tax will be paid by the enterprises themselves. Dividends and bonuses income obtained by resident enterprises in Chinese Mainland as they have continuously held H Shares for 12 months will be exempted from enterprise income tax according to laws.

The schedule for the record date, cash dividend payment date, and other arrangements for Shenzhen-Hong Kong Stock Connect investors shall be consistent with those for the H-share Shareholders of the Company.

D. Shanghai-Hong Kong Stock Connect

For domestic investors (including enterprises and individuals) who invest in the H Shares of the Company through the Shanghai Stock Exchange, the Shanghai Branch of China Securities Depository and Clearing Corporation Limited, as the nominee for investors of H Shares under the Shanghai-Hong Kong Stock Connect, will receive the cash dividends distributed by the

LETTER FROM THE BOARD

Company and distribute such cash dividends to the relevant investors of H Shares under the Shanghai-Hong Kong Stock Connect through its depository and clearing system. Cash dividends for investors of H Shares under the Shanghai-Hong Kong Stock Connect will be paid in RMB. In accordance with provisions of the “Notice on Tax Policies about Inter-communication Pilot of Shanghai-Hong Kong Stock Exchange Mechanism” (Cai Shui 2014 No. 81) (《關於滬港股票市場交易互聯互通機制試點有關稅收政策的通知》(財稅[2014] 81號)) issued by the Ministry of Finance, the State Taxation Administration, and the China Securities Regulatory Commission of the PRC: (1) H-share companies will withhold individual income tax at the tax rate of 20% for dividend and bonus of individual investors in Chinese Mainland who invest in H Shares listed on the Hong Kong Stock Exchange via the Shanghai-Hong Kong Stock Connect; (2) Individual income tax will be collected with reference to individual investors for dividends and bonuses income of the securities investment fund in Chinese Mainland which invests in listed shares of the Hong Kong Stock Exchange via the Shanghai-Hong Kong Stock Connect; (3) H-share companies will not withhold dividend and bonus income tax for dividends and bonuses of enterprise investors in Chinese Mainland who invest in listed shares of the Hong Kong Stock Exchange via the Shanghai-Hong Kong Stock Connect and the payable tax will be paid by the enterprises themselves. Dividends and bonuses income obtained by resident enterprises in Chinese Mainland as they have continuously held H Shares for 12 months will be exempted from enterprise income tax according to laws. The schedule for the record date, cash dividend payment date, and other arrangements for Shanghai-Hong Kong Stock Connect investors shall be consistent with those for the H-share Shareholders of the Company.

Special announcement

The Company will withhold payment of the relevant income tax strictly in accordance with the relevant laws or requirements of the relevant government departments and strictly based on the Company’s register of members of H Shares on the record date. The Company assumes no liability whatsoever in respect of and will not entertain any claims arising from any delay in, or inaccurate determination of, the status of the Shareholders or any disputes over the mechanism of withholding arrangement. The Company will not be liable for any claim or dispute over the withholding mechanism arising from any delay in, or inaccurate determination of the status of the Shareholders.

Shareholders are suggested to consult their tax consultants regarding the tax impacts in China, Hong Kong and other countries (regions) for holding and selling the Shares.

For H Shareholders of the Company holding shares through the Shanghai-Hong Kong Stock Connect and the Shenzhen-Hong Kong Stock Connect, the Company will pay the 2026 interim dividend to such Shareholders through the clearing and settlement system of China Securities Depository and Clearing Corporation Limited.

LETTER FROM THE BOARD

The cheques for the Profit Distribution will be despatched by ordinary post to the H Shareholders who are entitled to the Profit Distribution at their own risk. In case of joint shareholding, the cheques for the Profit Distribution will be posted to the first named person on the H Shareholders' register in respect of such joint shareholding. For the relevant dates for the Profit Distribution, please refer to the section headed "Expected Timetable" of this circular.

The aforesaid resolution was considered and approved by the Board on August 24, 2026 and will be submitted, by way of ordinary resolution, for the Shareholders' consideration and approval at the EGM.

3. PROPOSAL ON THE NEW GENERAL MANDATE FOR THE ISSUANCE OF ADDITIONAL A SHARES OR H SHARES OF THE COMPANY

Reference is made to resolution no. 8.00 in the 2025 annual general meeting circular dated April 28, 2026 (the "**AGM Circular**") regarding the general mandate to authorize the Board to exercise its authority to allot, issue, and dispose of no more than 20% of the Company's issued A Shares or H Shares (excluding treasury shares) (the "**Original General Mandate**") approved by the Shareholders on May 22, 2026.

In order to meet the Company's potential strategic layout or project investment needs, optimize its shareholder structure and replenish its working capital for daily operations, and taking into account the actual situation of the Company, the Board proposes to seek the general meeting of the Company's approval to grant a new general mandate for the issuance of the Shares to replace the existing general mandate for the issuance of shares, namely, the Board is authorized, and the Board delegates such authority to the Chairman and his/her delegates, to decide, individually or concurrently, to allot, issue and deal with up to 20% of the total number of issued Shares (including A Shares and H Shares, excluding any treasury shares) of the Company's A Shares and/or H Shares, or securities convertible into such shares, options, warrants, or similar rights to subscribe for the Company's A Shares and/or H Shares (the "**New General Mandate**"). Pursuant to the relevant provisions of the domestic laws and regulations of the PRC, even if the New General Mandate is obtained, the issuance of A Shares still requires the approval of the general meeting. The specific authorization is as follows:

1. The Board is generally and unconditionally authorized, and the Board delegates such authority to the Chairman and his/her delegates, to decide, individually or concurrently, to allot, issue and deal with A Shares and/or H Shares, or securities convertible into such shares, options, warrants, or similar rights to subscribe for the Company's A Shares and/or H Shares (hereinafter referred to as "**Similar Rights**"), and to decide on the terms and conditions for the allotment, issuance and dealing of new shares or Similar Rights, including but not limited to the following terms:
 - (1) the class and number of new shares to be issued;
 - (2) the pricing method and/or issue price (including the price range) of the new shares;

LETTER FROM THE BOARD

- (3) the commencement and closing dates of the issue;
 - (4) the class and number of new shares to be issued to existing shareholders; and/or
 - (5) the making or granting of share sale proposals, agreements, share options, conversion rights or other related rights that may require the exercise of such rights.
- 2. The number of A Shares and/or H Shares (excluding shares issued by way of capitalization of reserves) to be allotted, issued and dealt with, individually or concurrently, (whether pursuant to share options or otherwise) under the New General Mandate as determined by the Board or the Chairman and his/her delegates pursuant to the first paragraph above shall not exceed 20% of the total number of issued shares (including A Shares and H Shares, excluding treasury shares) of the Company at the time this proposal is approved by the general meeting.
- 3. If the Board or the Chairman and his/her delegates have determined, within the term of the authorization described in paragraph 5 of this proposal, to allot, issue and deal with A Shares and/or H Shares or Similar Rights, and the Company has obtained during the term of the authorization the relevant approvals, permits or registrations (if applicable) from the relevant regulatory authorities, the Board or the Chairman and his/her delegates may complete the relevant allotment, issuance and dealing within the validity period of such approvals, permits or registrations.
- 4. To authorize the Board or the Chairman and his/her authorized persons to obtain approvals from all relevant government departments and/or regulatory authorities (if applicable) in accordance with applicable laws (including but not limited to the PRC Company Law, the Hong Kong Listing Rules, and the Shenzhen Stock Exchange Self-Regulatory Guidelines for Listed Companies No. 2 – Standardized Operation of Companies Listed on the ChiNext Market (2026 Revision)) to exercise the New General Mandate.
- 5. The term of the New General Mandate shall commence from the date of the 2026 third extraordinary general meeting and end on the earlier of the following two dates:
 - (1) the conclusion date of the Company's 2026 annual general meeting; or
 - (2) the date on which a special resolution is passed by the shareholders of the Company at a general meeting to revoke or amend the New General Mandate granted to the Board under this proposal.

LETTER FROM THE BOARD

6. To authorize the Board or the Chairman and the person(s) so authorized by him to approve, execute and do or procure to execute all such documents, deeds and matters as they may consider related to the allotment, issuance and dealing of any new Shares under the exercise of the New General Mandate as described above, handle the necessary procedures and take other necessary actions.
7. To authorize the Board or the Chairman and the person(s) so authorized by him, upon and after the allotment and issuance of new shares, to increase the registered capital of the Company and make appropriate and necessary amendments to the Articles of Association in accordance with the manner, type and number of the new shares allotted and issued and the actual shareholding structure of the Company upon completion of the allotment and issuance of new shares.

As of the Latest Practicable Date, the Company had an aggregate of 1,014,633,340 Shares in issue (excluding 29,832,872 treasury A Shares), comprising 104,225,400 H Shares and 910,407,940 A Shares. Subject to the passing of the New General Mandate, the Company will be allowed to issue, allot and deal with a maximum of 202,926,668 Shares (including both A Shares and H Shares) (excluding treasury shares) on the date of the passing of such resolution, on the basis that no further Shares will be issued or repurchased by the Company prior to the EGM. Save as the change of the maximum number of Shares to be issued and matters set out above, there are no material changes between the New General Mandate and the Original General Mandate.

The Board will only exercise its authority under the New General Mandate in accordance with the PRC Company Law, other applicable laws and regulations (as amended from time to time) and the relevant provisions of the securities regulatory institutions at the place of listing of the Shares and only with the necessary approvals from the CSRC and other relevant PRC government departments. The Directors hereby state that as at the Latest Practicable Date, they have no intention to issue any new Shares pursuant to the Original General Mandate and the New General Mandate.

The Board believes that it is in the best interests of the Company and the Shareholders to grant the New General Mandate to the Board to issue new Shares. Whilst it is not possible to anticipate in advance any specific circumstances in which the Board might think appropriate to issue Shares, the ability to do so would give them the flexibility to capture the opportunity if it so arises. The Proposal on the New General Mandate for the Issuance of Additional A Shares or H Shares of the Company was considered and approved by the Board on August 24, 2026 and was submitted, by way of special resolution, for the Shareholders' consideration and approval at the EGM.

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4. PROPOSAL REGARDING PROVIDING FINANCIAL ASSISTANCE TO ASSOCIATE COMPANY

Reference is made to the overseas regulatory announcement of the Company dated August 24, 2026, in relation to providing financial assistance of no more than US\$6.8 million or its equivalent in RMB to its associate company, PT Sinerai Setia Pratiwi (“SSP”) to satisfy the company’s capital turnover and operating capital needs and strengthen coal quality inspection and source quality control, with each shareholder, each being an independent third party, providing assistance in proportion in their shareholding in SSP. The validity period of the above financial assistance is for 12 months.

For details of the relevant resolution, please refer to Appendix I of this circular. For the avoidance of doubt, the aforesaid transaction do not constitute discloseable transaction under Chapter 14 of the Hong Kong Listing Rules or connected transaction under Chapter 14A of the Hong Kong Listing Rules.

The aforesaid resolution was considered and approved by the Board on August 24, 2026 and will be submitted, by way of ordinary resolution, for the Shareholders’ consideration and approval at the EGM.

5. PROPOSAL REGARDING THE CHANGES IN USE OF RAISED FUNDS FROM THE H SHARE

Reference is made to (i) the prospectus (the “**Prospectus**”) of the Company dated November 7, 2025 in relation to the listing of the H shares (the “**H Shares**”) of the Company on the Main Board of the Hong Kong Stock Exchange and the Global Offering (the “**Global Offering**”); (ii) the announcement of final Offer Price and allotment results of the Company dated November 16, 2025 (the “**Allotment Results Announcement**”); and (iii) the announcement of the Company dated December 12, 2025 in relation to the stabilizing actions, end of the stabilization period and lapse of the Over-allotment Option.

I. Basic Information of the Use of Proceeds from the H Share Global Offering

The Company issued 104,225,400 H Shares at the final Offer Price of HK\$34.00 per H Share, and the H Shares commenced trading on the Main Board of the Hong Kong Stock Exchange on November 17, 2025. The gross proceeds from the Global Offering amounted to approximately HK\$3,543.7 million; after deducting underwriting commissions and other related expenses, the net proceeds from the Global Offering amounted to approximately HK\$3,432.6 million (the “**proceeds from the H Share Global Offering**”). The Over-allotment Option was not exercised and lapsed on December 12, 2025, and accordingly, the Company did not issue any H Shares pursuant to the Over-allotment Option.

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As of June 30, 2026, the Company had cumulatively utilized approximately HK\$1,665.8 million of the proceeds from the H Share Global Offering, and the remaining unutilized proceeds amounted to approximately HK\$1,766.8 million, details of which are set out below:

Use of funds	Percentage of intended use of net proceeds	Breakdown of Uses	Total amount (In HK\$ millions)	Amount utilized as of June 30, 2026 (In HK\$ millions)	Amount unutilized as of June 30, 2026 (In HK\$ millions)
	(%)				
Expand production and supply chain capabilities	35.0%	Establishment of phase I project of our South Korea production base to expand our nickel-based materials production capacity	1,201.4	–	1,201.4
Expand production and supply chain capabilities	15.0%	Construction and exploitation of the phosphate mine in Kaiyang, Guizhou, PRC	514.9	349.0	165.9
Expand production and supply chain capabilities	50.0%	Subtotal	1,716.3	349.0	1,367.3
R&D of new energy battery materials and advancement of digitalization ^{Note}	25.0%	R&D of new energy battery materials	858.2	858.2	–
R&D of new energy battery materials and advancement of digitalization ^{Note}	15.0%	Advancing digitalization across our integrated operations	514.8	115.2	399.6
R&D of new energy battery materials and advancement of digitalization^{Note}	40.0%	Subtotal	1,373.0	973.4	399.6
Working capital and other general corporate purposes	10.0%	–	343.3	343.3	–
Total	100.0%	Total	3,432.6	1,665.8	1,766.8

Note: The net proceeds have been utilized in advance attributable to adjustments made to the project construction schedule. Any discrepancies in the above table between the total amount and the sum of the individual amounts are due to rounding.

II. Proposed Changes in Use of Proceeds from the H Share Global Offering

As disclosed in the Prospectus, based on the Offer Price of HK\$35.90 per H Share (being the mid-point of the Offer Price range stated in the Prospectus), the Company originally expected to apply approximately 35.0% of the net proceeds from the H Share Global Offering, or HK\$1,269.8 million, to the establishment of the phase I project of the South Korea production base for expanding nickel-based material production capacity (the “**South Korea Phase I Project**”). Based on the final net proceeds from the H Share Global Offering calculated on the same pro rata basis, the South Korea Phase I Project was actually allocated approximately HK\$1,201.4 million.

The Board proposes to adjust the intended use of proceeds from the H Share Global Offering, and to reallocate HK\$438.3 million from the original HK\$1,201.4 million allocated to the South Korea Phase I Project to the construction and exploitation of the phosphate mine project in Kaiyang, Guizhou, PRC (the “**Kaiyang Phosphate Mine Project**”), HK\$143.1 million to the newly raised investment project, stage 1 of phase-III of Phosphorus-based Integrated Industrial Project, HK\$238.5 million to the stage 2 of phase-III of Phosphorus-based Integrated Industrial Project, and HK\$381.5 million to the stage 3 of phase-III of Phosphorus-based Integrated Industrial Project (stages 1 to 3 of phase-III of Phosphorus-based Integrated Industrial Project are collectively referred to as the “**Phase-III of Phosphorus-Based Integrated Industrial Project**”) (“**Proposed Changes in Use of Proceeds from the H Share Global Offering**”).

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Details of the Proposed Changes in Use of Proceeds from the H Share Global Offering are set out below:

Use of funds	Breakdown of Uses	Original intended use of the net proceeds as set out in the Prospectus				Allocation of the net proceeds following the change in the use of proceeds from the H Share Global Offering				Expected timeline for the utilization of the remaining amount	
		Amount (In HK\$ millions)	Percentage (%)	Amount unutilized as of June 30, 2026		Proposed amount (In HK\$ millions)	Proposed adjustment details	Amount (In HK\$ millions)	Percentage (%)		Amount of change (In HK\$ millions)
				2026 (In HK\$ millions)	Proposed (In HK\$ millions)						
Expand production and supply chain capabilities	Establishment of phase I project of the South Korea production base to expand the nickel-based materials production capacity	1,201.4	35%	1,201.4	(1,201.4)	Proposed adjustment to construction and exploitation of the phosphate mine in Kaiyang, Guizhou, PRC and Phase-III of Phosphorus-based Integrated Industrial Project	0	0%	0	-	
Expand production and supply chain capabilities	Construction and exploitation of the phosphate mine in Kaiyang, Guizhou, PRC	514.9	15%	165.9	438.3	Adjusted from the establishment of South Korea Phase I Project to this Project	953.2	27.8%	604.2	By the end of 2029	
Expand production and supply chain capabilities	Stage 1 of Phase-III of Phosphorus-based Integrated Industrial Project	0	0%	0	143.1	Adjusted from the establishment of South Korea Phase I Project to this Project	143.1	4.2%	143.1	By the end of 2027	

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							Allocation of the net proceeds following the change in the use of proceeds from the H Share Global Offering			
Use of funds	Breakdown of Uses	Original intended use of the net proceeds as set out in the Prospectus		Amount unutilized as of June 30, 2026		Proposed adjustment details			Amount unutilized after the change (In HK\$ millions)	Expected timeline for the utilization of the remaining unutilized amount
		Amount	Percentage	2026	Proposed amount		Amount	Percentage		
		(In HK\$ millions)	(%)	(In HK\$ millions)	(In HK\$ millions)		(In HK\$ millions)	(%)		
Expand production and supply chain capabilities	Stage 2 of Phase-III of Phosphorus-based Integrated Industrial Project	0	0%	0	238.5	Adjusted from the establishment of South Korea Phase I Project to this Project	238.5	6.9%	238.5	By the end of 2028
Expand production and supply chain capabilities	Stage 3 of Phase-III of Phosphorus-based Integrated Industrial Project	0	0%	0	381.5	Adjusted from the establishment of South Korea Phase I Project to this Project	381.5	11.1%	381.5	By the end of 2027
Expand production and supply chain capabilities	Subtotal	1,716.3	50%	1,367.3	-	-	1,716.3	50%	1,367.3	-
R&D of new energy battery materials and advancing digitalization	R&D of new energy battery materials	858.2	25%	0	-	-	858.2	25%	0	utilized in advance
R&D of new energy battery materials and advancing digitalization	Advancing digitalization across our integrated operations	514.8	15%	399.6	-	-	514.8	15%	399.6	By the end of 2027
R&D of new energy battery materials and advancing digitalization	Subtotal	1,373.0	40%	399.6	-	-	1,373.0	40%	399.6	-

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Original intended use of the net proceeds as set out in the Prospectus						Allocation of the net proceeds following the change in the use of proceeds from the H Share Global Offering				Expected timeline for the utilization of the remaining unutilized amount
Use of funds	Breakdown of Uses	Amount Percentage		Amount as of June 30, 2026, Proposed adjustment details		Amount Percentage		Amount change after the	Amount of the remaining unutilized amount	
		(In HK\$ millions)	(%)	(In HK\$ millions)	(In HK\$ millions)	(In HK\$ millions)	(%)			
Working capital and other general corporate purposes	-	343.3	10%	0	-	-	343.3	10%	0	utilized in advance
Total		3,432.6	100%	1,766.8	-	-	3,432.6	100%	1,766.8	-

Note: Any discrepancies in the above table between the total amount and the sum of the individual amounts are due to rounding.

Other surplus income arising from the proceeds from the H Share Global Offering, including interest income and exchange gains, will be applied to the Group's ordinary course.

Save as the above changes, there are no other changes in the intended use of the proceeds from the H Share Global Offering.

III. Reasons for and Benefits of the Proposed Changes in Use of Proceeds from the H Share Global Offering

Affected by structural changes in the global power battery industry, the power battery market has presented a growth landscape featuring coexistence of multiple technologies. Among them, ternary materials, leveraging their superior energy density advantages, have firmly occupied the core market of power batteries for mid-to-high-end passenger vehicles, maintaining stable market demand and development space; meanwhile, phosphorus-based materials, leveraging their comprehensive competitive advantages in cost, safety and cycle life, have not only continued to penetrate the power battery field, but also benefited from the rapid development of the global energy storage industry, significantly increasing market growth potential and room for imagination. The changes in industry structure have

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significantly heightened the necessity and urgency of the Company's construction of its phosphorus-based integrated projects.

According to industry data for the first half of 2026 released by SNE Research, the global total installed capacity of power batteries maintained steady growth overall, and the market increment showed a complementary growth trend between lithium iron phosphate batteries and ternary batteries, with lithium iron phosphate batteries becoming the core contributor to the market increment, reflecting an evident trend of diversified technology development in the industry. The Company's previously planned new ternary precursor project in South Korea mainly served Korean battery manufacturer customers, with the end market focusing on the mid-to-high-end automotive sector in Europe and the United States. In recent years, the global power battery industry landscape has been reshaped at an accelerated pace, competition among global battery enterprises has become white-hot, the global vehicle installation market share of Korean battery manufacturers has declined, the growth elasticity of end customers has narrowed, and uncertainties in the project's subsequent order intake, market expansion and large-scale profitability have increased. Meanwhile, continuous changes in policies, trade and industrial competition environment in overseas regional markets have resulted in relatively constrained investment return efficiency and implementation flexibility of the South Korea Phase I Project. Based on the principles of prudent operation and value maximization, in order to optimize the Company's overall investment layout and focus on tracks with high certainty and high growth, the Company decided not to proceed with this new ternary precursor project in South Korea for the time being. It should be noted that this project adjustment is only an optimization of regional production capacity layout and does not affect the overall development of the Company's ternary material business. Leveraging its mature technology accumulation and stable global customer resources, the Company will continue to solidify its market share in mid-to-high-end ternary materials and achieve steady business growth.

At present, the application scenarios of lithium iron phosphate materials in both domestic and overseas markets have continued to expand. In addition to the mass-market power battery scenarios, the global energy storage industry has continued to rise in prosperity, driving rapid growth in demand for overseas phosphorus-based materials. According to data from the China Automotive Power Battery Industry Innovation Alliance, the export growth rate of lithium iron phosphate power batteries in the first half of 2026 significantly increased, with a rapid penetration momentum in overseas markets. The industry generally expects that by 2030, the global demand for lithium iron phosphate materials in the power and energy storage fields will continue to expand. The Company adheres to a diversified technology and product layout route. On the basis of consolidating its advantages in the mid-to-high-end ternary materials market and ensuring the steady growth of the ternary business, the Company plans to newly deploy lithium iron phosphate production capacity, which can deeply bind major global battery enterprises in China, South Korea and other regions, rapidly enter the fast-growing global energy storage market, improve the Company's industrial layout, and enhance overall comprehensive competitiveness and profit potential.

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Based on the above latest market changes, the Company considers that the market environment corresponding to the South Korea Phase I Project has changed compared with that at the time when the original use of proceeds plan for the Global Offering was formulated, and therefore decided not to advance the South Korea Phase I Project at the current stage.

The Company has always adhered to the strategic layout of coordinated development of four series of new energy materials, namely nickel, cobalt, phosphorus and sodium, and has continuously promoted the coordinated development of different material systems. On the basis of maintaining a globally leading market position in nickel-series and cobalt-series precursors, the Company is actively expanding its phosphorus-series and sodium-series new energy materials businesses. This change in the use of proceeds from the H Share Global Offering does not alter the Group's long-term development strategy and the development direction of its nickel-series materials business. Rather, it is an adjustment made by the Company to the current allocation of proceeds and the priority of capital investment after comprehensively considering the current market environment, industry development trends and the actual construction progress of different projects.

The Guizhou region is rich in phosphate rock resources. Deploying the funds to the Kaiyang phosphate rock development and downstream iron phosphate and lithium iron phosphate projects will help the Company further improve its integrated industrial chain from upstream phosphate rock resource development and phosphorus chemical industry to the production of phosphorus-based new energy materials, enhance the capability to secure phosphorus resources and the synergies across the industrial chain, and further strengthen the cost competitiveness of phosphorus-based materials. Therefore, this change in the use of proceeds from the H share Global Offering is in line with the Company's industrial ecosystem strategy of "resource development — intelligent material manufacturing — global recycling".

The "Phase-III of Phosphorus-based Integrated Industrial Project" is a further construction project of the Group's existing phosphorus-based new energy materials industrial chain. According to the current plan, the project comprises three concurrently advancing projects located in Guizhou that are under construction, among which: (i) the first phase mainly involves the construction of lithium iron phosphate production facilities using the "iron red process" production process, which are expected to be completed and commence production in 2027, with new annual production capacity of approximately 50,000 tonnes upon completion; (ii) the second phase mainly involves the construction of lithium iron phosphate production facilities using the "iron phosphate process" production process, which are expected to be completed and commence production in 2028, with new annual production capacity of approximately 150,000 tonnes upon completion; and (iii) the third phase mainly involves the construction of iron phosphate production facilities, which are expected to be completed and commence production in 2027, with new annual production capacity of approximately 200,000 tonnes upon completion. The above three phases complement each other and

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advance in a coordinated manner, which can not only achieve internal synergetic supply between upstream raw materials (iron phosphate) and downstream cathode materials (lithium iron phosphate) to reduce production costs, but also enrich the product matrix and enhance overall risk resistance capability through the combination of different process routes.

In the first half of 2026, the Company's iron phosphate products achieved full production and full sales, with total output of 96,000 tonnes. According to statistics from ICC Xinluo Information (ICC鑫樺資訊), in the first half of 2026, the Company's shipment volume ranked first in the external sales market after excluding the industry's captive usage, and net profit turned from loss to profit. Compared with the relatively long construction and ramp-up cycles of overseas ternary projects, the domestic phosphorus-based integrated projects already possess a certain industrial foundation, and the relevant market demand and project implementation path are relatively clear. Taking into comprehensive consideration the current market environment, market demand, project construction progress and expected returns, the Company believes that giving priority to investing in construction and exploitation of the phosphate mine in Kaiyang, Guizhou, PRC and phosphorus-based integrated industry projects at the current stage has high certainty of project implementation, which is conducive to accelerating project construction and enhancing the efficiency of the use of proceeds.

Based on the above factors, the Company plans to prioritize the allocation of the proceeds from the H share Global Offering to projects with higher certainty at the current stage, stronger industrial synergy effects and more significant capital efficiency. The Company believes that the change in the use of proceeds from the H Share Global Offering is conducive to the Company's timely optimization of capital allocation in response to changes in the external environment, while maintaining the long-term strategic layout of nickel, cobalt, phosphorus and sodium four-series materials, further enhancing the overall efficiency and effectiveness of the use of proceeds raised, and maximizing the value of the proceeds raised.

IV. Impact of the Proposed Changes in Use of Proceeds from the H Share Global Offering on the Company

The intended use of the proceeds from the H Share Offering as disclosed in the Prospectus was formulated based on the Group's best estimate of the prevailing and future market conditions as at the last practicable date of the Prospectus. Therefore, the Board assesses from time to time the development trends of global and local economic conditions to determine the most effective use of the net proceeds. The change in the use of proceeds from the H Share Global Offering is a prudent decision made based on the actual circumstances of the Company's project investments, which can effectively optimize the Company's operating and profit structure, enable efficient and prudent use of the proceeds, and effectively safeguard the long-term interests of the Company and all shareholders.

The Board considers that there has been no material change to the substance of the Company's business as set out in the Company's H Share prospectus. The

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proposed change in the use of proceeds from the H Share Global Offering is fair and reasonable, beneficial to the Company's more effective use of its financial resources so as to enhance the Company's overall profitability, and in the interests of the Company and the Shareholders as a whole, and will not have any material adverse effect on the Company's existing business and operations. The Board will continue to evaluate the use plan for the unutilized proceeds from the H Share Global Offering and will revise or modify the plan when necessary to respond to the changing market environment and strive to improve the business performance of the Group.

The above resolution was resolved at the Board meeting held on August 24, 2026 and will be submitted to the extraordinary general meeting as an ordinary resolution for consideration and approval by the Shareholders.

6. EGM

The EGM will be held at the conference room, 11/F, Building B, Yunda Central Plaza, Yuhua District, Changsha City, Hunan Province, the PRC at 2:30 p.m. on Wednesday, September 16, 2026. The notice of the EGM is set out on pages EGM-1 to EGM-2 of this circular.

Any Shareholder entitled to attend and vote at the EGM is entitled to appoint one or more proxies to attend and vote on his/her (their) behalf. A proxy need not be a Shareholder. If you intend to appoint a proxy to attend the EGM and vote on your behalf, you are requested to complete the accompanying proxy form in accordance with the instructions printed thereon and return it, by hand, by post or by facsimile, to the Company's H share registrar, Tricor Investor Services Limited, at 17/F, Far East Finance Centre, 16 Harcourt Road, Hong Kong (for H Shareholders only) as soon as possible and in any event not later than 24 hours before the time appointed for the holding of the EGM (i.e. before 2:30 p.m. on Tuesday, September 15, 2026) or 24 hours before the time appointed for the holding of any adjournment thereof (as the case may be). Completion and return of the proxy form will not preclude you from attending and voting in person at the EGM or any adjournment thereof should you so wish.

7. CLOSURE OF REGISTER OF MEMBERS OF H SHARES

For the purpose of ascertaining the Shareholders who are entitled to attend and vote at the EGM, the H Shares register of members of the Company will be closed from Friday, September 11, 2026 to Wednesday, September 16, 2026, both dates inclusive, during which period no transfer of Shares will be effected. In order to be eligible to attend and vote at the above meeting, the record date for determining the eligibility of H Shareholders to attend and vote at the EGM is Friday, September 11, 2026.

For the purpose of ascertaining the Shareholders who are entitled to attend and vote at the EGM, all transfer documents accompanied by the relevant share certificates must be lodged by H Shareholders with the Company's H Share registrar, Tricor Investor Services Limited at 17/F, Far East Finance Centre, 16 Harcourt Road, Hong Kong no later than 4:30 p.m. on Thursday, September 10, 2026.

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8. VOTING

Pursuant to Rule 13.39(4) of the Hong Kong Listing Rules, all votes of shareholders at a general meeting must be taken by poll except where the chairman, in good faith, decides to allow a resolution which relates purely to a procedural or administrative matter to be voted on by a show of hands. Accordingly, voting on the resolution proposed at the EGM will be conducted by poll. When voting by poll, each Shareholder present in person or by proxy at the EGM (or, in the case of a corporate shareholder, its duly authorized representative) shall be entitled to one vote for each share registered in his/her/its name in the register of members. A shareholder entitled to more than one vote need not cast all his/her/its votes or cast all the votes he/she/it is entitled to cast in the same way.

Separately, the Company has 29,832,872 A Shares repurchased and held in the Company's stock repurchase account as treasury shares. Accordingly, holders of the aforesaid treasury Shares shall abstain from voting on matters that require Shareholders' approval at the Company's general meetings.

To the best of the Directors' knowledge, information and belief, having made all reasonable enquiry, save as disclosed above, as at the Latest Practicable Date, no other Shareholders are required to abstain from voting on the resolutions to be proposed by the Company at the EGM.

9. RESPONSIBILITY STATEMENT

This circular, for which the Directors collectively and individually accept full responsibility, includes particulars given in compliance with the Hong Kong Listing Rules for the purpose of giving information regarding the Company. The Directors, having made all reasonable enquiries, confirm that, to the best of their knowledge and belief, the information contained in this circular is accurate and complete in all material respects and not misleading or deceptive, and there are no other matters the omission of which would make any statement herein or this circular misleading.

10. RECOMMENDATION

The Board are of the view that all resolutions at the EGM are in the best interests of the Company and its Shareholders as a whole. Accordingly, the Board recommend the Shareholders to vote in favour of all resolutions to be proposed at the EGM.

Yours faithfully,
By order of the Board
CNGR Advanced Material Co., Ltd.
Mr. Deng Weiming
Chairman, Executive Director and President

Stock Code: 300919

Stock Short Name: CNGR

Announcement No.: 2026-053

CNGR Advanced Material Co., Ltd.
中偉新材料股份有限公司

**ANNOUNCEMENT REGARDING THE FINANCIAL
ASSISTANCE TO ASSOCIATE COMPANY**

The Company and all members of the Board warrant that the information disclosed herein is true, accurate and complete, and contains no false representations, misleading statements or material omissions.

Important Content Notice:

1. CNGR Advanced Material Co., Ltd. (hereinafter referred to as the “Company”) intends to provide the borrowing of no more than USD6.80 million or the equivalent value in RMB to PT Sinerai Setia Pratiwi (hereinafter referred to as “SSP”) in accordance with its 34% shareholding ratio, with the borrowing interest rate of no more than 10%. The borrowing facility may be used on a revolving basis within the validity period of the agreement, and the term of borrowing shall not exceed 12 months.
2. This financial assistance matter was reviewed and approved at the fifth meeting of the third session of the Board held by the Company on August 24, 2026. This provision of financial assistance to external parties does not constitute the related transaction as defined in the Rules Governing the Listing of Stocks on ChiNext of the Shenzhen Stock Exchange (《深圳證券交易所創業板股票上市規則》), nor does it constitute a major asset restructuring as defined in the Measures for the Administration of the Material Asset Restructurings of Listed Companies. This financial assistance matter is still subject to review and approval by the shareholders’ meeting.
3. The recipient of the financial assistance is an associate company of the Company. Each shareholder provides financial assistance to it in proportion to their respective shareholding ratios, and the recipient of the financial assistance has good performance capability. The overall risk of this financial assistance matter is controllable, the borrowing interest rate is fair and reasonable, and there is no situation that harms the interests of the Company and its shareholders, particularly minority shareholders.

I. OVERVIEW OF THE FINANCIAL ASSISTANCE MATTER

(I) Basic Information on the Financial Assistance

Based on the Company's integrated industrial chain layout, and in order to ensure the normal production and operation of the associate company SSP and strengthen coal quality inspection and source quality control, each shareholder intends to provide financial support to SSP in proportion to their capital contributions. The Company (or its wholly-owned or controlling subsidiaries, the same below) intends to provide the borrowing of no more than USD6.80 million or the equivalent value in RMB to SSP in accordance with its 34% shareholding ratio, with the borrowing term not exceeding 12 months and the borrowing interest rate not exceeding 10%. The aforesaid borrowing facility may be used on a revolving basis within the validity period of the agreement.

No guarantee has been provided by the aforementioned recipient of the financial assistance. Each shareholder provides financial assistance to it under the same conditions in proportion to its shareholding ratio, and the recipient of the financial assistance demonstrates satisfactory performance capability.

(II) Review Status and Other Explanations

This financial assistance matter has been reviewed and approved at the fifth meeting of the third session of the Board of the Company with 10 votes in favor, 0 votes against and 0 votes abstained. The independent Directors of the Company have convened the special meeting on this financial assistance matter and unanimously agreed to submit the proposal to the Board for review.

This provision of financial assistance will not affect the Company's normal business operations or fund utilization, and does not fall under any circumstances in which the provision of financial assistance is prohibited as stipulated in the Rules Governing the Listing of Stocks on ChiNext of the Shenzhen Stock Exchange, the Self-Regulatory Supervision Guidelines No. 2 for Listed Companies of the Shenzhen Stock Exchange – Standardized Operation of ChiNext Listed Companies, and the Articles of Association. This provision of financial assistance is still subject to review and approval by the shareholders' meeting.

This provision of financial assistance to external parties does not constitute the related transaction as defined in the Rules Governing the Listing of Stocks on ChiNext of the Shenzhen Stock Exchange, nor does it constitute the major asset restructuring as defined in the Measures for the Administration of the Material Asset Restructurings of Listed Companies.

APPENDIX I ANNOUNCEMENT REGARDING THE FINANCIAL ASSISTANCE TO ASSOCIATE COMPANY

II. BASIC INFORMATION ON THE RECIPIENT OF THE FINANCIAL ASSISTANCE

1. PT Sinerai Setia Pratiwi

(1) Basic Information

Company Name	印尼眾信泰達有限公司
English Name	PT Sinerai Setia Pratiwi
Registration Number	1806260006434
Date of Establishment	June 11, 2026
Registered Capital	IDR34 billion
Registered Address	Noble House Lt. 37, Jl. DR. Ide Anak Agung Gde Agung Kav E 4.2 No. 2 Mega Kuningan, Desa/Kelurahan Kuningan Timur, Kec. Setiabudi, Kota Adm. Jakarta Selatan, Provinsi DKI Jakarta, Kode Pos: 12950
Shareholding Structure	YITAI GROUP (HONGKONG) CO.LIMITED holds 66%, Hongkong Growthway New Energy Co., Limited holds 34%

Note: Hongkong Growthway New Energy Co., Limited is a wholly-owned subsidiary of the Company.

(2) Key Financial Data (Unaudited)

PT Sinerai Setia Pratiwi was established on June 11, 2026. As of July 31, 2026, its total assets were RMB42.70 million, and its net assets were RMB8.92 million; its operating revenue was nil, and its net profit was RMB0.04 million.

(3) Explanation on Related Relationships

The Company and its subsidiaries have no related relationship with the other shareholders of SSP.

(4) Financial Assistance Provided to the Recipient in the Previous Accounting Year

In 2025, the financial assistance provided by the Company to SSP was nil, and there was no situation where financial assistance became due but was not repaid in a timely manner.

(5) Credit Status of the Recipient of the Financial Assistance

Upon inquiry, SSP is not a person subject to enforcement for dishonesty and has a good credit standing.

III. MAIN CONTENTS OF THE FINANCIAL ASSISTANCE AGREEMENT

The Company intends to provide the borrowing of no more than USD6.80 million or the equivalent value in RMB to SSP in accordance with its 34% shareholding ratio, with the borrowing interest rate not exceeding 10% and the borrowing term not exceeding 12 months. The aforesaid borrowing facility may be used on a revolving basis within the validity period of the agreement. The Company has not yet signed the relevant borrowing agreement with SSP, and the specific terms shall be subject to the borrowing agreement actually signed.

IV. RISK ANALYSIS AND RISK CONTROL MEASURES FOR THE FINANCIAL ASSISTANCE

SSP is an associate company of the Company and constitutes an important initiative in the Company's integrated industrial chain layout. In order to meet the working capital turnover and operational funding needs of the associate company, strengthen coal quality inspection and source quality control, each shareholder provides financial support to it in proportion to their shareholding ratios, which is conducive to its business development. While providing the financial assistance, the Company will strengthen the operational management of SSP, implement effective risk control over its financial and capital management, and ensure the safety of the Company's funds, and the other shareholders of this financial assistance all provide financial assistance under equivalent terms in proportion to their equity ratios, and the fund utilization fee is charged based on the benchmark loan interest rate of banks for the same period with an upward adjustment. There is no situation that harms the interests of the Company and all shareholders, and there is no significant impact on the Company's production and operation.

V. RELEVANT REVIEW PROCEDURES

(I) Review Status of the Board

The fifth meeting of the third session of the Board of the Company reviewed and approved the Proposal regarding Providing Financial Assistance to Associate Company, agreeing that the Company provide financial assistance to the associate company SSP without affecting its normal operations, so as to accelerate the Company's integrated industrial chain layout and strengthen coal quality inspection and source quality control. The financial assistance provided by the Company to SSP this time shall not exceed USD6.80 million, and each shareholder provides financial assistance to it in proportion to their respective shareholding ratios.

(II) Special Meeting of Independent Directors

Upon review, without affecting the Company's normal operations, providing financial assistance to the associate company SSP can accelerate the Company's integrated industrial chain layout and strengthen coal quality inspection and source quality control. Meanwhile, while providing financial assistance, the Company will strengthen the operational management of SSP, implement effective risk control over its financial and capital management, and ensure the safety of the Company's funds, and the other shareholders of the recipient of the financial assistance all provide financial assistance under equivalent terms in proportion to their equity ratios, and the borrowing interest rate is fair and reasonable. There is no situation that harms the interests of the Company and all shareholders, and there is no significant impact on the Company's production and operation.

Therefore, the independent Directors unanimously agreed to the aforesaid financial assistance matter and agreed to submit the proposal to the Board of the Company for review.

**VI. CUMULATIVE AMOUNT OF FINANCIAL ASSISTANCE PROVIDED BY THE
COMPANY AND OVERDUE AMOUNTS**

As of the date of disclosure of this announcement, the cumulative balance of financial assistance provided by the Company and its controlling subsidiaries to external parties was USD395.91 million. After providing financial assistance of USD6.80 million this time, the total balance of financial assistance provided by the Company and its controlling subsidiaries to entities outside the scope of consolidated statements will be USD402.71 million, accounting for 11.58% of the listed company's most recently audited net assets; there is no situation where financial assistance has become overdue and has not been recovered.

VII. DOCUMENTS AVAILABLE FOR INSPECTION

1. Resolution of the fifth meeting of the third session of the Board of the Company;
2. Resolution of the special meeting of independent Directors at the fifth meeting of the third session of the Board.

Announcement is hereby made.

The Board of
CNGR Advanced Material Co., Ltd.
August 25, 2026



CNGR Advanced Material Co., Ltd.

中偉新材料股份有限公司

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

(Stock Code: 2579)

NOTICE OF THE 2026 THIRD EXTRAORDINARY GENERAL MEETING

NOTICE IS HEREBY GIVEN that the 2026 third extraordinary general meeting (the “EGM”) of CNGR Advanced Material Co., Ltd. (the “**Company**”) will be held at the conference room, 11/F, Building B, Yunda Central Plaza, Yuhua District, Changsha City, Hunan Province, the PRC at 2:30 p.m. on Wednesday, September 16, 2026, for the purpose of considering and, if thought fit, passing the following resolutions.

ORDINARY RESOLUTION

- 1.00 Proposal on the Interim Dividend Plan of the Company for 2026

SPECIAL RESOLUTION

- 2.00 Proposal on the New General Mandate for the issuance of Additional A Shares or H Shares of the Company

ORDINARY RESOLUTIONS

- 3.00 Proposal regarding Providing Financial Assistance to Associate Company
- 4.00 Proposal regarding the Changes in Use of Raised Funds from the H Share

By order of the Board
CNGR Advanced Material Co., Ltd.
Mr. Deng Weiming
Chairman, Executive Director and President

Tongren, Guizhou, August 24, 2026

As at the date of this notice, Directors of the Company include: (i) Mr. Deng Weiming, Mr. Tao Wu, Mr. Liao Hengxing, Mr. Li Weihua, Mr. Liu Xingguo and Mr. Deng Jing as executive Directors; and (ii) Mr. Cao Feng, Mr. Hong Yuan, Mr. Jiang Liangxing and Ms. Wong Sze Wing as independent non-executive Directors.

NOTICE OF THE 2026 THIRD EXTRAORDINARY GENERAL MEETING

Notes:

1. Unless the context otherwise stated, capitalized terms used in this notice shall have the meanings as those defined in the circular of the Company dated August 24, 2026.
2. For the purpose of holding the EGM, the register of members of the Company will be closed from Friday, September 11, 2026 to Wednesday, September 16, 2026 (both days inclusive), during which period no transfer of shares can be registered. In order for H Shareholders to be qualified to attend and vote at the EGM, all transfer documents accompanied by the relevant share certificates must be lodged with the H share registrar of the Company, Tricor Investor Services Limited, at 17/F, Far East Finance Centre, 16 Harcourt Road, Hong Kong, no later than 4:30 p.m. on Thursday, September 10, 2026 for registration. In order to be eligible to attend and vote at the above meeting, the record date for determining the eligibility of H Shareholders to attend and vote at the EGM is Friday, September 11, 2026.
3. Shareholders who are entitled to attend and vote at the EGM may appoint one or more proxies to attend and vote on their behalves. A proxy need not be a shareholder of the Company. If more than one proxy is appointed, the number of shares in respect of which each such proxy so appointed must be specified in the relevant form of proxy. Every shareholder present in person or by proxy shall be entitled to one vote for each share held by him/her.
4. The instrument appointing a proxy must be in writing under the hand of a Shareholder or his attorney duly authorised in writing. If the Shareholder is a legal person, that instrument must be executed either under its seal or under the hand of its director or other attorney duly authorised to sign the same on its behalf.
5. In order to be valid, the proxy form must be deposited, for H Share holders of the Company, to the H share registrar of the Company, Tricor Investor Services Limited, at 17/F, Far East Finance Centre, 16 Harcourt Road, Hong Kong not less than 24 hours before the time for holding the EGM or the adjourned meeting (as the case may be) (i.e. not later than 2:30 p.m. on Tuesday, September 15, 2026 (Hong Kong time)). If the proxy form is signed by a person under a power of attorney or other authority, a notarially certified copy of that power of attorney or other authority shall be deposited at the same time as mentioned in the proxy form. Completion and return of the proxy form will not preclude Shareholders from attending and voting in person at the EGM or any adjourned meetings should they so wish.
6. Shareholders shall produce their identity documents and supporting documents in respect of the shares of the Company held when attending the EGM. If corporate Shareholders appoint authorised representative to attend the EGM, the authorized representative shall produce his/her identity documents and a notarially certified copy of the relevant authorization instrument signed by the board of directors or other authorised parties of the corporate Shareholders or other notarially certified documents allowed by the Company. Proxies shall produce their identity documents and the proxy form signed by the Shareholders or their attorney when attending the EGM.
7. The EGM is expected to last no more than half a day. Shareholders attending the EGM shall be responsible for their own travel and accommodation expenses.
8. All resolutions at the EGM will be taken by poll (except where the chairman decides to allow a resolution relating to a procedural or administrative matter to be voted on by a show of hands) pursuant to the Listing Rules. The results of the poll will be published on the websites of the Hong Kong Stock Exchange and the Company in accordance with the Listing Rules.
9. References to time and dates in this notice are to Hong Kong time and dates.
10. According to Article 80 of the Articles of Association, an ordinary resolution at a Shareholders' meeting shall be passed by more than half of the voting rights held by the Shareholders present at the Shareholders' meeting, while a special resolution at a Shareholders' meeting shall be passed by at least two-thirds of the voting rights held by the Shareholders present at the Shareholders' meeting.
11. For enquiries relating to the EGM, Shareholders may contact the Company. The contact person is Mr. Wang, the telephone and facsimile numbers are 0856-3238558, and the email address is cngrir@cnggrf.com.cn.