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新琪安集團股份有限公司
(Newtrend Group Holding Co., Ltd.)

(A joint stock company incorporated in the People's Republic of China with limited liability)
(Stock Code: 2573)

SUPPLEMENTAL ANNOUNCEMENT IN RELATION TO
(1) DISCLOSEABLE TRANSACTION – PURCHASE OF EQUIPMENT;
AND

(2) DISCLOSEABLE TRANSACTIONS – CONSTRUCTION CONTRACTS

Reference is made to the announcements of Newtrend Group Holding Co., Ltd. (the “**Company**”, together with its subsidiaries, the “**Group**”) dated 14 July 2026 and 21 August 2026, in relation to, among others things, the Equipment Purchase Agreement and the construction of Jingzhou glycine production base (the “**Announcements**”). Unless otherwise specified, capitalized terms used herein shall have the same meanings as those defined in the Announcements.

As disclosed in the Company’s announcement and circular dated 14 May 2026 and 15 May 2026, respectively, the Company’s supplemental announcement dated 3 June 2026 and the Company’s poll results announcement dated 5 June 2026, in relation to, among others things, the reallocation and change in use of proceeds of the Company, the Company has reallocated the partial unutilised proceeds in the amount of approximately HK\$69 million (approximately equivalent to RMB59.3 million), originally allocated to the production of seaweed dietary fibre and serine, to the construction of the Jingzhou glycine production base (the “**Project**”).

The Board (the “**Board**”) of Directors (the “**Director(s)**”) of the Company wishes to provide the Shareholders and potential investors of the Company with additional information in relation to the Project.

The Board has approved the Project on 20 December 2025, after considering the finding as stated in the Feasibility Study Report, among others things, the Project is consistent with the Group's long-term strategy to strengthen its glycine-related product business and the expected return from the Project.

The Feasibility Study Report considered that, upon completion and full ramp-up of the production base in or around January 2031, the Project is expected to generate annual sales revenue of approximately RMB752.2 million and net profit of approximately RMB62.7 million (the “**Expected Financial Performance**”).

The Board and the Feasibility Study Report has considered and based on the following principal assumptions, including the commercial assumptions, in reaching the Expected Financial Performance:

- (a) there will be no material changes in the exiting political, legal, economic conditions whether in PRC, Hong Kong or any other places where the Group locates and operates that will materially affect the businesses of our Group;
- (b) the production base will be able to reach full ramp-up in January 2031;
- (c) the production base will operate for approximately 300 days per year under the planned production regime;
- (d) the annual sales volume reaches approximately 20,000 tonnes of industrial-grade glycine, 40,000 tonnes of food-grade glycine and 50,000 tonnes of ammonium chloride;
- (e) the assumed average selling prices for industrial-grade and food-grade glycine and ammonium chloride are estimated with reference to the price from the Feasibility Study Report;
- (f) there will be no material unfavourable changes in our Group's costs of sales from those currently prevailing;
- (g) the Group is able to utilise its existing customer base and sales network to support the progressive ramp-up of sales;
- (h) the Group will be able to continue its business and will not be materially interrupted by any unforeseeable factors or any unforeseeable reasons that are beyond the control of Directors, including occurrence of natural disasters or catastrophes; and
- (i) There will be no material adverse changes to the environment of the industry and markets which the Group operates in and there will be no exceptional circumstances that will be out of the expectation of the Directors that will adversely affect the operations of the Group.

As disclosed in the Announcements, the Company expects to invest approximately RMB299.8 million in the Project in phases. The Company intends to finance the Project through a combination of the reallocated Net Proceeds, internal resources and bank borrowings, of which approximately RMB228.0 million is expected to be financed by bank borrowings, while the remaining funding requirement being approximately RMB71.8 million is expected to be satisfied by the Company's internal resource and/or the reallocated Net Proceeds.

The Company has secured bank borrowings from the Bank of Communication in the sum of RMB220.0 million in respect of the Project.

The table below sets out the expected funding requirement, expected funding sources and financing arrangements of the Project:

Item	Approximate amount (RMB million)
Expected funding requirement	
Expected contract payments	256.6
Other project expenditure	32.7
Interest expense	6.9*
Total expected funding requirement of the Project	299.8
Funding sources and financing arrangements	
Total capital funds	80.0
– Reallocated Net Proceeds	61.1
– Internal resources	18.9
Bank borrowings from the Bank of Communication	220.0
Total expected funding sources	300.0

The capital contribution is expected to be made in or before the third quarter of 2026. The bank borrowings from the Bank of Communications are expected to be drawn down by instalments with reference to the construction progress of the Project and the relevant contract payment schedule. The current expected payment and drawdown schedule is set out below:

	2026Q3 and before (RMB million)	2026Q4 (RMB million)	2027Q1 (RMB million)	2027Q2 (RMB million)	2027Q3 (RMB million)	2027Q4 (RMB million)	2028 (RMB million)	2029 (RMB million)	Total (RMB million)
Expected funding requirement									
– Expected contract payments	57.8	102.9	42.8	32.2	8.2	–	12.7	3.5	260.1*
– Other project expenditure	30.6	1.98	0.12	–	–	–	–	–	32.7
– Interest expense	–	0.19	1.16	1.73	1.93	1.93	–	–	6.94*
Total expected funding requirement	88.4	105.1	44.1	34.0	10.1	1.93	12.7	3.5	299.8
Funding sources and financing arrangements									
Capital funds									
– Reallocated Net Proceeds	61.1	–	–	–	–	–	–	–	61.1
– Internal resources	18.9	–	–	–	–	–	–	–	18.9
Drawdown of the project loan from Bank of Communication	22.0	110.0	66.0	22.0	–	–	–	–	220.0
Total expected funding sources	102.0	110.0	66.0	22.0	–	–	–	–	300.0
Remaining investment funds	13.6	18.5	40.4	28.4	18.3	16.4	3.7	2.3	

* The totals listed in the tables above have been rounded

On the basis of the above expected funding plan, the planned funding sources are expected to be sufficient to cover the estimated funding requirement of the Project.

CONSTRUCTION CONTRACTS

The Consideration

As disclosed in the Announcements, the consideration payable under the Construction Contracts is in an aggregated sum of RMB117.1 million. The Company will settle the consideration of the Construction Contracts by applying the reallocated Net Proceeds for the Project, bank borrowings and internal resources, of which advance payment in the sum of RMB18.26 million will be settled by the reallocated Net Proceeds, RMB12.97 million will be settled by internal resource and RMB85.87 million will be settled by bank borrowings from the Bank of Communication.

Information of the Supervisor

Hubei Chuyuan Engineering Construction Consulting Co., Ltd.* (湖北楚元工程建設諮詢有限公司) is ultimately owned as to approximately 23.8% by Mr. Lu Qixiong* (盧其雄), approximately 4.6% by Mr. Deng Yifei* (鄧逸飛), approximately 19.2% each by Mr. Peng Wenyuan* (彭文元), Mr. Duan Binghong* (段秉宏) and Mr. Hu Yunze* (胡運澤), and approximately 4.69% each by Mr. Li Wanhon* (李萬紅), Mr. Wang Wenqin* (王文清) and Mr. He Yongting* (何用亭).

To the best of the knowledge, information and belief of the Directors and having made all reasonable enquiries, the Supervisor and its ultimate beneficial owners are Independent Third Parties.

PURCHASE OF EQUIPMENT

The Consideration

As disclosed in the Announcements, the consideration under the Equipment Purchase Agreement is RMB20.5 million. The Company will settle the consideration by utilizing the reallocated Net Proceeds for the equipment procurement under the Project, as disclosed in the Company's announcement in relation to the reallocation and change in use of proceeds dated 14 May 2026.

As at the date of this announcement, the Company has paid an advance payment of RMB6.15 million as required under the Equipment Purchase Agreement.

Information of the Vendor

Jiangxi Province Ping Xiang City Dier Chemical Industrial Co., Ltd.* (江西省萍鄉市迪爾化工填料有限公司) is ultimately owned as to approximately 99% by Ms. Lai Changping (賴長萍) and 1% by Ms. Peng Yanling (彭艷玲).

To the best of the knowledge, information and belief of the Directors and having made all reasonable enquiries, the Vendor and its ultimate beneficial owners are Independent Third Parties.

* *For ease of reference, the names of the PRC established companies or entities or PRC nationals have been included in this announcement in both the Chinese and English languages, and in the event of any inconsistency, the Chinese version shall prevail.*

By order of the Board
Newtrend Group Holding Co., Ltd.
Mr. Wang Xiaoqiang
Chairman of the Board and Executive Director

Ji'an, PRC, 8 September 2026

As at the date of this announcement, the Board comprises Mr. Wang Xiaoqiang, Mr. Wang Hao, Ms. Chen Lijun and Ms. Zuo Yue as executive Directors; and Dr. Song Jingjin, Dr. Zhang Xi and Mr. Lo Kwing Yu as independent non-executive Directors.