

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

CALB

CALB Group Co., Ltd.

中創新航科技集團股份有限公司

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

(Stock Code: 3931)

UTILIZATION OF REMAINING NET PROCEEDS FROM ISSUANCE OF H SHARES FOR REPLENISHMENT OF WORKING CAPITAL

The board of directors (the “**Board**”) of CALB Group Co., Ltd. (the “**Company**”) hereby announces that the Board held a board meeting on December 6, 2024. At the meeting, the Board reviewed and approved, among other things, the resolution regarding the utilization of remaining net proceeds from issuance of H Shares for replenishment of working capital.

Basic information of proceeds raised from the Global Offering

Reference is made to the “Future Plans and Use of Proceeds” section of the Company’s prospectus dated September 23, 2022 (the “**Prospectus**”), which set out the proposed uses of the net proceeds from the Company’s Global Offering (the “**proceeds**”). Unless otherwise stated, capitalised terms used herein shall have the same meanings as those defined in the Prospectus.

The H Shares of the Company has been listed on the Stock Exchange since October 6, 2022. After deducting relevant reasonable expenses, the total net proceeds from the Listing amounted to approximately HK\$9,980.10 million.

Based on the disclosure in the section headed “Future Plans and Use of Proceeds” of the Prospectus, the proceeds are mainly used for the following intended purposes:

- (I) approximately 80% of the proceeds will be used as partial expenditures for the construction of production lines of EV battery and ESS of totally 95GWh for our Company’s new production facilities at Chengdu Project Phase I, Wuhan Project Phase II, Hefei Project Phase I and Phase II, Guangdong Jiangmen Project Phase I and Sichuan Meishan Project.
- (II) approximately 10% of the proceeds will be used for R&D of advanced technologies.
- (III) approximately 10% of the proceeds will be used for working capital and general corporate purposes.

As of October 31, 2024, a total of HK\$9,450.13 million of proceeds has been used, of which HK\$7,454.11 million was used as partial expenditures for the construction of production lines of EV battery and ESS of totally 95GWh for our Company’s new production facilities at Chengdu Project Phase I, Wuhan Project Phase II, Hefei Project Phase I and Phase II, Guangdong Jiangmen

Project Phase I and Sichuan Meishan Project; HK\$998.01 million was used for R&D of advanced technologies; HK\$998.01 million was used for working capital and general corporate purposes. The aforesaid use of proceeds is consistent with the use of proceeds as disclosed in the Prospectus.

Apart from the aforesaid use of funds, as of October 31, 2024, the Company's remaining proceeds amounting to HK\$529.96 million have not been used.

Reasons for and benefits of the utilization of remaining net proceeds from issuance of H Shares for replenishment of working capital

After taking into account the changes in market demand, making adjustments to the structure of production capacity, and improving the utilization efficiency of the proceeds, the Company intends to change the portion of the proceeds of HK\$529.96 million allocated for Sichuan Meishan Project to replenish working capital ("**Proposed Change**"), which is expected to be used up by December 31, 2025. Save for the above Proposed Change, there will be no other changes in the use of the Company's net proceeds from the Global Offering.

The above Proposed Change will further improve the utilization efficiency of the proceeds and further enhance the Company's operating capabilities, which is in line with the Company's development plan and long-term interests.

The Board confirms that there are no material changes in the nature of the Group's business as set out in the Prospectus, and that the Proposed Change is in the best interests of the Company and its shareholders as a whole.

Miscellaneous

The Proposed Change is subject to approval by the Shareholders at the general meeting of the Company. A circular containing, among other things, details of the Proposed Change and the notice of the general meeting of the Company will be published on the website of the Stock Exchange (www.hkexnews.hk) and the Company's website (www.calb-tech.com) where feasible, and will be despatched to shareholders who have given instructions that they wish to receive printed copies in due course.

By order of the Board
CALB Group Co., Ltd
Liu Jingyu

Chairwoman of the Board, executive Director and president

Changzhou, PRC
December 6, 2024

As at the date of this announcement, the Board comprises Ms. Liu Jingyu and Mr. Dai Ying as executive Directors, Mr. Zhou Sheng and Mr. Zhang Guoqing as non-executive Directors, Mr. Wu Guangquan, Mr. Wang Susheng and Mr. Chen Zetong as independent non-executive Directors.

Note: Any discrepancies between the last digits of the total number and those of the sum of individual items in this announcement are mainly due to rounding.