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**赣锋锂业**  
**GanfengLithium**  
**Ganfeng Lithium Group Co., Ltd.**  
**江西赣锋锂业集团股份有限公司**

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

**(Stock Code: 1772)**

## **OVERSEAS REGULATORY ANNOUNCEMENT**

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

According to the relevant regulations of the People's Republic of China, GANFENG LITHIUM GROUP CO., LTD. (the "**Company**") had published the following announcement on the website of the Shenzhen Stock Exchange (<http://www.szse.cn/>). The following is a translation of the official announcement solely for the purpose of providing information.

By order of the Board  
**GANFENG LITHIUM GROUP CO., LTD.**  
**LI Liangbin**  
*Chairman*

Jiangxi, PRC  
July 7, 2024

*As at the date of this announcement, the Board comprises Mr. LI Liangbin, Mr. WANG Xiaoshen, Ms. DENG Zhaonan and Mr. SHEN Haibo as executive directors of the Company; Mr. YU Jianguo and Ms. YANG Juan as non-executive directors of the Company; and Mr. WANG Jinben, Ms. WONG Sze Wing, Ms. XU Yixin and Mr. XU Guanghua as independent non-executive directors of the Company.*

**GANFENG LITHIUM GROUP CO., LTD**  
**ANNOUNCEMENT ON THE RECEIPT OF WRITTEN DECISION**  
**OF ADMINISTRATIVE PENALTY BY THE COMPANY AND**  
**RELEVANT PARTIES**

The Company and all members of the board of directors warrant that the information contained in this announcement is true, accurate and complete and that there are no false statements, misleading representations or material omissions.

Ganfeng Lithium Group Co., Ltd. (hereinafter referred to as the "**Company**") received the Notice of Case Filing (No.: Zheng Jian Li An Zi 0252022001) from the China Securities Regulatory Commission (hereinafter referred to as "**CSRC**") on July 1, 2022, which was related to the allegations that the Company was on suspicion of being involved in insider trading of an A-share listed company's shares in the secondary market. According to the Securities Law of the People's Republic of China, the Administrative Penalty Law of the People's Republic of China and other laws and regulations, the CSRC decided to file a case against the Company on January 24, 2022. For details, please refer to the Announcement of the Company in relation to the Receipt of the Notification of Case Filing from the China Securities Regulatory Commission (Lin 2022-064) disclosed by the Company on the *SECURITIES TIMES* and the website of *CNINFO* (巨潮資訊網) (<http://www.cninfo.com.cn>) on July 4, 2022.

On December 6, 2022, the Company received the Advance Notice of Administrative Penalty (Gan Chu Fa Zi [2022] No.4) issued by the Jiangxi Supervision Bureau of the CSRC. For details, please refer to the Announcement of the Company on the Receipt of Advance Notice of Administrative Penalty by the Company and Relevant Parties (Lin 2022-119) disclosed by the Company on the *SECURITIES TIMES* and the website of *CNINFO* (巨潮資訊網) (<http://www.cninfo.com.cn>) on December 8, 2022.

On July 5, 2024, the Company received the Written Decision on the Administrative Penalty ([2024] No. 2) issued by the Jiangxi Supervision Bureau of the CSRC, and the relevant information of the decision are announced as follows:

## I. RELEVANT INFORMATION OF THE WRITTEN DECISION ON ADMINISTRATIVE PENALTY

Parties: Ganfeng Lithium Group Co., Ltd. (formerly known as Ganfeng Lithium Co., Ltd., hereinafter referred to as “**Ganfeng Lithium**” or the “**Company**”), address: Longteng Road, High-tech Development Zone, Xinyu City, Jiangxi Province.

Li Liangbin, male, born in September 1967, the chairman and then president of Ganfeng Lithium, address: \*\*\*\*, Yushui District, Xinyu City, Jiangxi Province.

Ouyang Ming, female, born in November 1975, then secretary of the board of directors of Ganfeng Lithium, address: \*\*\*\*, Yushui District, Xinyu City, Jiangxi Province.

According to the Securities Law of the People's Republic of China (hereinafter referred to as the “**Securities Law**”), we conducted a case investigation into Ganfeng Lithium's insider trading of shares of Jiangxi Special Motor Co., Ltd. (hereinafter referred to as “**JTEM**” or “\* **ST Jiangte**”), and lawfully informed the parties of the facts, reasons, and basis for issuing the administrative penalty and the rights enjoyed by the parties in accordance with the law. At the request of the parties, we held a hearing on January 4, 2023 to hear the statements and defenses of the parties and their agents. Based on the hearing, we conducted additional investigations and invited the parties to re-examine the papers. The parties submitted additional defense. The investigation has completed and the hearing ended.

It is found that the facts of the parties' violation of the law are as follows:

### (1) The formation and disclosure process of inside information

On April 29, 2020, JTEM disclosed that the Shenzhen Stock Exchange would impose a Delisting Risk Warning on the company's shares because the company's annual audited net profits for two consecutive years in 2018 and 2019 were negative.

On June 8, 2020, JTEM submitted the “Report on Measures to Resolve the Delisting Risk of JTEM” to the People's Government of Yuanzhou District, Yichun City

(hereinafter referred to as the “**People's Government of Yuanzhou District**”), which mentioned a number of “Measures Preventing JTEM from the Delisting with a Par Value Less Than RMB1”, including, among which, introducing strategic investors to strengthen the confidence of the secondary market.

Not later than June 9, 2020, Lu Shunmin, a director of JTEM, prepared a plan for becoming the largest shareholder of JTEM and sent it to Zhu Jun, then chairman of the board. The plan detailed that strategic investors can become the largest shareholder of JTEM through secondary market transactions and stock issuance. Liang Yun, JTEM's president, Min Yinzhang, then vice president and secretary of the board of JTEM and other senior management actively sought strategic investors based on the above plan.

As from June 2020, Ganfeng Lithium approached JTEM under the promotion of Yuanzhou District Government.

On June 18, 2020, Li Liangbin, the chairman and president of Ganfeng Lithium, Ouyang Ming, then secretary of the board of directors, Yang Manying, then vice president and chief financial officer, visited JTEM and exchanged views on cooperation matters.

On July 4, 2020, Ganfeng Lithium made a request to Yuanzhou District Government to acquire JTEM.

On July 8, 2020, Yuanzhou District Government responded to Ganfeng Lithium's request.

On July 13, 2020, JTEM and Ganfeng Lithium held a meeting with the auspices of Yuanzhou District Government.

On August 12, 2020, JTEM and Ganfeng Lithium signed a Memorandum of Cooperation, agreeing that Ganfeng Lithium would subscribe for JTEM's non-public offering shares exclusively (the number of shares to be issued would not exceed 30% of JTEM's total share capital) and become the controlling shareholder of JTEM. Hence, Li Liangbin would become the actual controller of JTEM.

On August 13, 2020, JTEM disclosed the Announcement “In relation to the Suspension

of Trading on the Preparation of Non-public Offering of Shares”, stating that JTEM was preparing for the non-public offering of shares, which might lead to the change of the controlling shareholder and the actual controller of the company.

Subsequently, Ganfeng Lithium conducted a due diligence investigation on JTEM. On August 20, 2020, JTEM disclosed that the parties had failed to reach an agreement on the key terms to avoid horizontal competition and terminated the preparation of the non-public offering.

The non-public offering of shares planned by JTEM may lead to the change of controlling shareholders and actual controllers of JTEM, which falls under the "significant changes in the shares held by shareholders or actual controllers holding more than 5% of the Company's shares or controlling the Company" stipulated in paragraph 8, Article 80 (2) of the Securities Law, and is an inside information stipulated in Article 52 of the Securities Law before being disclosed in accordance with the law. The inside information was formed no later than June 9, 2020, and was published on August 13, 2020. The sensitive period of inside information is from June 9, 2020 to August 13, 2020. Li Liangbin, Ouyang Ming, Yang Manying of Ganfeng Lithium, relevant directors and senior executives of JTEM, and relevant staff of Yichun City and Yuanzhou District Government are insiders. Among them, the inside information came to Li Liangbin and Ouyang Ming's knowledge no later than June 18, 2020.

## (2) Ganfeng lithium suspected of insider trading \*ST Jiangte stock

The securities account of Ganfeng Lithium (account number: 127XXX582) was opened in the Xinyu Lengshang Road Business Department of Changjiang Securities on May 15, 2015, with two Shanghai shareholder accounts (account number: B88XXX403, F11XXX096) and two Shenzhen shareholder accounts (account number: 080XXX468, 001XXX261) attached. The third-party depository account is an account under the Industrial and Commercial Bank of China (account number: 150XXX371), which is maintained by Ganfeng Lithium and is managed by the securities department for investment matters.

Upon decisions made by Li Liangbin, with actions taken by Ouyang Ming, and actual operations taken by the securities department staff, the Ganfeng Lithium securities

account traded \*ST Jiangte shares during the sensitive period of inside information.

On June 22, 2020, the Company transferred RMB30 million to the securities account of Ganfeng Lithium. The Ganfeng Lithium securities account bought 15,677,700 shares of "ST Jiangte from June 23, 2020 to July 2, 2020, in the amount of RMB26,483,753.18, and sold all of them from July 8 to July 9, 2020, with the amount of RMB27,632,905.00, making a profit of RMB1,105,283.92. The proceeds of the sale of shares were deposited in the securities account of Ganfeng Lithium.

The above facts are sufficiently affirmed, given the evidences of the relevant announcement of JTEM, relevant securities and bank account information, transaction records, exchange calculation data and relevant personnel interview transcripts, etc..

The above-mentioned acts of Ganfeng Lithium are suspected of violating the provisions of Article 53(1) of the Securities Law and constitute insider trading as described in Article 191(1) of the Securities Law.

For the act of insider trading of Ganfeng Lithium, Li Liangbin, chairman and former president of Ganfeng Lithium, was the person who was directly in charge, and Ouyang Ming, former secretary of the board of directors, was the other person directly responsible.

According to the facts, nature, circumstances and degree of social harm of the illegal acts of the parties involved, according to Article 191 (1) of the Securities Law, we decide as follows:

1. confiscate the illegal sale proceeds of Ganfeng Lithium Group Co., Ltd. of RMB1,105,283.92 and impose a fine of RMB3,315,851.76;
2. issue a warning to Li Liangbin and impose a fine of RMB600,000; and
3. issue a warning to Ouyang Ming and impose a fine of RMB200,000.

The relevant parties should transfer the sales proceeds to be confiscated and the fine to the China Securities Regulatory Commission (Bank of the account: Operations Department, Beijing Branch of China CITIC Bank, account number:

71110101898\*\*\*\*\*), the aforesaid bank will transfer the amounts to the national treasury directly within 15 days from the date of receipt of this written decision of penalty. A copy of payment receipt with the names of the relevant parties printed thereon shall be delivered to the Office of the Administrative Penalty Commission of the China Securities Regulatory Commission and the Jiangxi Supervision Bureau for filing. In case the relevant parties have any objection to this penalty decision, they can apply for administrative reconsideration to the China Securities Regulatory Commission within 60 days from the date of receipt of this written decision of penalty, or initiate an administrative litigation to a competent people's court within six months from the date of receipt of this written decision of penalty. The enforcement of the aforesaid decision will not be suspended during the reconsideration and the litigation.

## **II. IMPACT ON THE COMPANY AND RISK WARNING**

The administrative law enforcement procedures of this case have been investigated and processed. Based on the circumstances identified in the Written Decision on Administrative Penalty (《行政處罰決定書》), the Written Decision on Administrative Penalty received by the Company for this case has not constituted or triggered mandatory delisting for material violation of laws as stipulated in Article 9.5.1, Article 9.5.2 and Article 9.5.3 of the Rules Governing the Listing of Stocks on the Shenzhen Stock Exchange.

As of the date of this announcement, the production and operation of the Company are normal. The Company hereby expresses its sincere apologies to the investors and the understanding and forgiveness of the investors are appreciated. The Company will learn from the lessons, strengthen its internal corporate governance structure, strictly comply with the relevant laws and regulations and comprehensively enhance the level of compliance management and internal control to avoid the reoccurrence of similar incidents.

The investors are reminded solemnly that all information of the Company shall be based on the information disclosed in the *SECURITIES TIMES* and the website of *CNINFO* (巨潮資訊網) (<http://www.cninfo.com.cn>), the designated media, and investors are advised to pay attention to the investment risks.

The announcement is hereby given.

**Ganfeng Lithium Group Co. Ltd**

Board of Directors

July 6, 2024