

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 the 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.



Zhixin Group Holding Limited

智欣集團控股有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock code: 2187)

BUSINESS UPDATE IN RELATION TO ACQUISITION OF SAND AND GRAVEL RESIDUALS AND LAND USE RIGHTS

ACQUISITION OF SAND AND GRAVEL RESIDUALS AND LAND USE RIGHTS

The board (the “**Board**”) of directors (the “**Directors**”) of Zhixin Group Holding Limited (the “**Company**”, together with its subsidiaries, the “**Group**”) is pleased to announce that, on 21 January 2026, Zhixin New Energy Technology (Longyan) Co., Ltd.* (智欣新能源科技(龍岩)有限公司) (“**Zhixin New Energy**”), a wholly-owned subsidiary of the Company, entered into a sales contract with the Natural Resources Bureau of Yongding District, Longyan City* (龍岩市永定區自然資源局) (“**Yongding District Natural Resources Bureau**”) for the acquisition of approximately 3.8 million cubic meters of sand and gravel residuals from the glass vein quartz mine (the “**Sand and Gravel Residuals**”) in Shizhaibei mining area, Yongding District, Longyan City as a result of the successful bidding on 16 January 2026 of a public tender published by the Yongding District Natural Resources Bureau.

Prior to this, on 26 September 2025 and 17 October 2025, Zhixin New Energy entered into state-owned construction land use rights grant contracts* (國有建設用地使用權出讓合同) with Yongding District Natural Resources Bureau for the acquisition of the land use rights of two adjacent industrial land parcels for the construction of factory building and production line to screen, extract, and comprehensively utilise the sand and gravel residuals from the glass vein quartz mine.

Yongding District Natural Resources Bureau is a government bureau and a third party independent of and not connected with the Company, its subsidiaries and connected persons.

Further details of the acquisitions are as follows:

I. Acquisition of the Sand and Gravel Residuals

Date of sales contract	: 21 January 2026
Parties to the sales contract	: Yongding District Natural Resources Bureau and Zhixin New Energy
The Sand and Gravel Residuals	: Approximately 3.8 million cubic meters of sand and gravel residuals from the exploration of the vein quartz mine for glass in Shizhaibei mining area, Yongding District, Longyan City (龍岩市永定區石寨背礦區玻璃用脈石英礦) in Fujian Province of the People's Republic of China (the "PRC"), which is located at Jinxi Village, Fengshi Town, Yongding District, Longyan City (龍岩市永定區峰市鎮錦西村), Fujian Province, the PRC.
Purchase price	: RMB4,618,100 (equivalent to approximately HK\$5.2 million), being the auction starting bid of RMB4,608,100 plus a premium of RMB10,000.
Payment term	: An amount of RMB0.9 million has been paid as deposit before the auction, which will be used to set off against the purchase price payable by Zhixin New Energy. The balance of the purchase price of RMB3.7 million will be payable within 5 business days from the date of sales contract, i.e. 28 January 2026.

II. Acquisition of land use rights in 2025

(1) Plot No. 2025-Gua-08

Date of land use rights grant contract	: 26 September 2025
Location	: Beside the Yongmei Provincial Highway, Xianshi Town, Yongding District, Fujian Province, the PRC
Total site area	: 24,407 square meter
Consideration	: RMB2.85 million
Nature of land use rights	: Industrial
Land use right duration	: 50 years
Construction timeline	: Commence construction on or before 25 September 2027 and complete construction on or before 25 September 2030

(2) Plot No. 2025-Gua-09

Date of land use rights grant contract	: 17 October 2025
Location	: Beside the Yongmei Provincial Highway, Xianshi Town, Yongding District, Fujian Province, the PRC
Total site area	: 36,912 square meter
Consideration	: RMB4.36 million
Nature of land use rights	: Industrial
Land use right duration	: 50 years
Construction timeline	: Commence construction on or before 17 October 2027 and complete construction on or before 17 October 2030

As of the date of this announcement, the consideration of the acquisitions of such two land use rights have all been settled.

REASONS FOR AND BENEFITS OF THE ACQUISITION

The Group is principally engaged in manufacture and supply of concrete-based building materials in Xiamen, Fujian Province of the PRC, and comprehensive utilisation of iron ore tailings and manufacturing of eco-friendly bricks in Changjiang, Hainan Province of the PRC.

The Directors believe that securing industrial land adjacent to the source of the Sand and Gravel Residuals in advance can significantly reduce logistics and warehousing costs in the process of screening, extracting and comprehensively utilising the residual materials, thereby effectively enhancing product competitiveness. Leveraging the Group's successful technology and experience in the comprehensive utilisation of iron ore tailings and the manufacture of eco-friendly bricks in Hainan Province, the Group actively planned and participated in the public tender for the sand and gravel residuals from the glass vein quartz mine carried out by Yongding District Natural Resources Bureau. Relying on such technology and experience, the Group will first screen the sand and gravel residuals to further extract and utilize related minerals from the glass vein quartz mine, the remaining sand and gravel will then be used to produce lightweight and eco-friendly building materials in Fujian Province.

Taking into account (i) the proximity of the sand and gravel residuals to the Group's existing production facilities in Fujian Province, (ii) the final purchase price has no material premium to the starting bid, and (iii) the dual benefit of securing both glass vein quartz mine resources and raw materials for eco-friendly building products, the Directors are of the view that the acquisition is in the best interests of the Company and its Shareholders as a whole.

LISTING RULES IMPLICATIONS

As the highest applicable percentage ratio (as defined under the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited) is less than 5%, the acquisition of the Sand and Gravel Residuals and the acquisition of land use rights, on a standalone basis or when aggregated as a whole, does not constitute a notifiable transaction for the Company under Chapter 14 of the Listing Rules.

By order of the Board
Zhixin Group Holding Limited
Ye Zhijie
Chairman and Executive Director

Hong Kong, 21 January 2026

As at the date of this announcement, the Board comprises Mr. Ye Zhijie, Mr. Huang Wengui, Mr. Lai Quanshui, Mr. Qiu Limiao, Mr. Ye Dan and Mr. Huang Kaining as executive Directors; and Ms. Wong Tuen Sau, Mr. Cai Huinong and Mr. Jiang Qinjian as independent non-executive Directors.

* For identification purpose only