

Foshan City, China, 16 January 2023

Ad hoc announcement pursuant to Art. 53 LR

## **Announcement On Estimated Increase In The 2022 Annual Earnings**

Keda Industrial Group Co. Ltd (the "Company") (SIX: KEDA), a leading global supplier of building ceramic machinery and equipment, today announced estimated increase in the annual earnings for 2022:

- The net profits attributable to shareholders of the listed Company for 2022 is expected to increase by RMB 3194.2427 million to RMB 3494.2427 million, representing an increase of 317.60% to 347.42% as compared with that of last year.
- The net profit after extraordinary profit and loss attributable to shareholders of the listed Company is expected to increase by RMB 3197.8497 million to RMB 3497.8497 million, representing an increase of 335.86% to 367.36% as compared with that of last year.

### **I. ESTIMATED RESULTS FOR THE PERIOD**

(I) Period of the estimated results:

January 1, 2022 to December 31, 2022

(II) Estimated results

According to the preliminary assessment by the financial department of the Company, it is estimated that the net profits attributable to shareholders of the listed Company for 2022 will be from RMB 4200 million to RMB 4500 million, which increase by RMB 3194.2427 million to RMB 3494.2427 million, representing an increase of 317.60% to 347.42% as compared with that of last year.

It is estimated that the net profit after extraordinary profit and loss attributable to shareholders of the listed Company will be from RMB 4150 million to RMB 4450 million, which increase by RMB 3197.8497 million to RMB 3497.8497 million, representing an increase of 335.86% to 367.36% as compared with that of last year.

(III) The estimated results has not been audited.

### **II. RESULTS FOR THE CORRESPONDING PERIOD OF THE PRIOR YEAR**

(I) Net profits attributable to shareholders of the listed Company: RMB1005.7573 million; the net profit after extraordinary profit and loss attributable to shareholders of the listed Company: RMB952.1503 million

(II) Earnings per share: RMB0.534

### **III. MAIN REASONS FOR IMPROVEMENT IN RESULTS FOR THE PERIOD**

- The impact of the main business

1. The Company's building materials machinery business continues to expand, and maintains strong development in overseas markets. Meanwhile, benefited from the recovery of international shipping capacity, the reduction of raw material prices and the prominent effect of lean management, overseas orders were delivered smoothly and the profitability of the business increased steadily.

2. The overseas building materials business of the Company continued to promote the investment and construction of new projects. During the reporting period, the company successfully completed the production capacity release of the new building ceramics production line in Kisumu, Kenya and Ghana, total production of building ceramics in 2022 increased by over 30%, the production and sales were saturated. Therefore, the overseas building materials business achieved a large growth compared with the same period last year.

3. With the rapid development of the new energy industry, the demand for anode materials is strong. Meanwhile, the Fujian anode material integration plant gradually released production capacity, Anhui subsidiary strengthened supply capacity and its anode material production increased by more than 80%. The Company achieved better performance in the lithium-ion materials business compared to the same period last year.

- The impact of other operating profits and losses

In 2022, the 20,000- ton/year battery- grade lithium carbonate project of the joint-stock company Qinghai Salt Lake Lanke Lithium Industry Co., Ltd. (hereinafter referred to as "Lanke Lithium Industry") was completed, and achieved production of about 31 thousand tons of lithium carbonate and sales of about 30.3 thousand tons, with about 4.2 thousand tons ending inventory. Due to the rising market price of lithium carbonate, Lanke Lithium Industry achieved significantly higher performance compared to the same period last year, and the Company's recognized investment income also increases significantly compared to the same period last year.

#### **IV. ADDITIONAL INFORMATION**

The above estimates are unaudited preliminarily figures and subject to change. The Company's actual financial results as of and for the financial year ended 31 December 2022 will be disclosed in the 2022 annual report of the Company to be published on or around 14 April 2023. Investors are advised to pay attention to investment risks.

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#### **About Keda Industrial Group**

Keda Group is Asia's first and the world's second largest supplier of building ceramic machinery and equipment. It started its business with ceramic machinery and has achieved the historical goals of "domestic manufacturing of ceramic machinery and equipment" and "becoming a strong global player in building materials and equipment industry" in the field of building materials machinery, and has grown into a leading enterprise in the ceramic machinery industry in China and the world. After 30 years of development, the Company's current principal activities are the production and sales of building materials machinery, overseas building materials, lithium-ion battery materials and equipment, as well as strategic investment in lithium salt business. For more information, visit <http://www.kedagroup.com>.

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### **Disclaimer**

This announcement may contain forward looking statements, estimates, opinions and projections with respect to anticipated future performance of the Company ("forward-looking statements"). These forward-looking statements can be identified by the use of forward-looking terminology, including the terms "believes," "estimates," "anticipates," "expects," "intends," "may," "will" or "should" or, in each case, their negative, or other variations or comparable terminology. These forward-looking statements include all matters that are not historical facts. Forward-looking statements are based on the current views, expectations and assumptions of the management of the Company and involve significant known and unknown risks and uncertainties that could cause actual results, performance or events to differ materially from those expressed or implied in such statements. Forward-looking statements should not be read as guarantees of future performance or results and will not necessarily be accurate indications of whether or not such results will be achieved. Any forward-looking statements included herein only speak as at the date of this release. We undertake no obligation, and do not expect to publicly update, or publicly revise, any of the information, forward-looking statements or the conclusions contained herein or to reflect new events or circumstances or to correct any inaccuracies which may become apparent subsequent to the date hereof, whether as a result of new information, future events or otherwise. We accept no liability whatsoever in respect of the achievement of such forward-looking statements and assumptions.