

Foshan City, China, 14 April 2023

Ad hoc announcement pursuant to Art. 53 LR

Announcement On the Annual Results for The Year of 2022

The Board of Keda Industrial Group Co., Ltd. (the "Company") (SIX: KEDA) hereby announces its results for the year of 2022.

Key Financial Indicators for 2022

Unit: in RMB ten thousand

Item	2022	2021	Growth Rate (%)
Operating income	1,115,719.66	979,667.97	13.89
Operating cost	787,159.01	725,242.07	8.54
Gross profit margin (%)	29.45	25.97	3.48
Net profit	520,219.25	146,300.04	255.58
Net profit attributable to the parent company	425,093.18	100,575.73	322.66

Note: All the Item above is based on consolidated statements.

I. Explanations on the Operating Results and Financial Conditions

1、 Operating income: The Company achieved operating income of RMB11.157 billion in 2022, an increase of 13.89% compared with 2021. Among them: Building materials machinery achieved operating income of RMB 5.608 billion, basically flat year on year; building ceramics business achieved operating income of RMB 3.276 billion, an increase of 39.69% year on year, thanks to the African subsidiary's further release of production capacity in 2022; lithium-ion battery materials business achieved operating income of RMB 1.210 billion, an increase of 179.89% year on year, mainly due to the release of subsidiary anode material production capacity and the rapid development of new energy industry that lead to a significant increase in demand for lithium-ion battery materials and an increase in sales volume and price of the Company's lithium-ion battery materials. In terms of overseas revenue, the Company's

overseas sales revenue was RMB6.2 billion, an increase of 34.31% year on year, accounting for 55.62% of the main business revenue, an increase of 8.43% year on year.

2、Gross profit margin: In 2022, the Company's gross profit margin was 29.45%, an increase of 3.48% year on year, mainly benefiting from the strong demand in the local African market and the scale effect formed by the release of production capacity of the African subsidiary in 2022; the gross profit of overseas building ceramics increased significantly year on year in 2022, and the proportion of overseas ceramic revenue to the Group's revenue increased, which in turn led to an increase in the Company's gross profit margin. At the same time, the gross profit margin of the Company's segments, such as building materials machinery and lithium-ion battery materials, improved in 2022, leading to a further increase in the overall gross profit margin.

3、Net profit: In 2022, the Company achieved net profit of RMB5.202 billion, up 255.58% year on year; net profit attributable to the parent company was RMB4.251 billion, up 322.66% year on year. The Company's overall performance achieved a large increase over the same period of the previous year mainly due to:

a) In 2022, the Company's associated enterprise Lake Lithium Industry's 20,000 tonnes/year battery grade lithium carbonate project went into full operation, achieving a lithium carbonate output of approximately 31,000 tonnes and a sales volume of approximately 30,300 tonnes in 2022. With the increase in the market price of lithium carbonate products, the net profit of RMB7.916 billion achieved by Lake Lithium Industry was significantly higher than that in the previous year, and the investment income recognised by the Company also increased significantly year on year.

b) The Company's building materials machinery business continued to expand and maintain a strong momentum in the overseas market; benefiting from the recovery of international shipping capacity, lower raw material prices and the effectiveness of lean production and lean management, overseas orders were shipped smoothly and business profitability also steadily improved.

c) The Company's overseas building materials business continues to progress with the investment and construction of new projects; In 2022 the Company successfully completed the release of new production lines for building ceramics in Kenya, Kisumu

and Ghana, and the Company's overseas building materials business achieved significant growth compared with the same period of the previous year.

d) Benefiting from the rapid development of new energy industry, the demand for anode materials was strong. In 2022 a subsidiary's anode materials integration plant gradually released its graphitised processing capacity, and the Company's lithium-ion battery materials business achieved better performance compared with the same period last year.

Full Annual Report of 2022

The full Annual Report is available on our website:

<https://kedagroup.com/index.php?m=content&c=index&a=lists&catid=478>

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About Keda Industrial Group

Keda is currently the biggest and the second biggest supplier of building ceramic machinery and equipment in Asia and the world, respectively. Adhering to its mission of “green solution, greener life” and after 30 years of operation and development, Keda has successfully achieved its targets of “domestic production of ceramic machinery and equipment” and “being a strong global player in the building materials equipment industry” and completed the transformation from a single equipment manufacturer to a supplier providing complete categories of ceramic machinery and whole-plant entire production line solutions, growing into a leading enterprise in the ceramic machinery industry in China and the world. For more information, visit <http://www.kedagroup.com>.

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