

Foshan City, China, 20 August 2024

Ad hoc announcement pursuant to Art. 53 LR

### **Announcement On the Half Year Results for The Year of 2024**

The Board of Keda Industrial Group Co., Ltd. (the "Company") (SIX: KEDA) hereby announces its half year results for the year of 2024.

#### **Key Financial Indicators**

*Unit: in RMB ten thousand*

<b>Item</b>	<b>Current reporting period (January - June)</b>	<b>Corresponding period last year</b>	<b>Increase or decrease for the current reporting period over corresponding period last year (%)</b>
Operating revenue	549,404.78	474,690.67	15.74
Net profit attributable to shareholders of the listed company	45,445.97	126,806.40	-64.16
Net profit attributable to shareholders of the listed company after deducting non-recurring profit or loss	39,980.53	120,981.10	-66.95
Net cash flows from operating activities	25,775.95	-4,801.50	636.83

Note: All the items above are based on consolidated statements.

#### **Explanations on the Operating Results and Financial Conditions**

Operating revenue: From January to June 2024 ("Reporting Period"), the Company realized operating revenue of RMB 5.494 billion, up by 15.74% year-on-year. Among them, the Company's building materials machinery business realized operating revenue of RMB 2.705 billion, an increase of about 28.97% year-on-year, of which the amount of domestic and overseas orders and revenue of ceramic machinery business achieved significant growth year-on-year.

For the building materials, as of the end of the Reporting Period, the Company operates seven factories in six Africa countries, and owns 19 production lines for ceramics, two production lines for sanitaryware. In the first half of 2024, the output of ceramic products exceeded 84 million square meters, up about 20% year-on-year; the Company's building materials business achieved revenue of RMB 1.984 billion, up 4.02% year-on-year; the gross profit margin was 30.95%, down 12.69 percentage points year-on-year. The performance pressure of building materials business is strongly related to the price adjustment of ceramic tile products and the exchange rate fluctuation in Africa.

The Company's lithium-ion battery materials and equipment business performance was under pressure due to the industry's supply and demand relationship, downward price movement, and tightening of investment projects. During the Reporting Period, the lithium-ion battery materials business realized operating revenue of about RMB 300 million, down about 26.63% year-on-year.

Net profit attributable to shareholders of the listed company: The net profit attributable to the shareholders of the listed company was RMB 454.4597 million during the Reporting Period, a year-on-year decrease of 64.16%, of which RMB 0.138 billion was contribution by the Company's recognized investment income from Qinghai Yanhu Lanke Lithium Industry Co., Ltd (hereinafter referred to as "Lanke Lithium Industry"). Its performance was significantly reduced by more than 80% compared to the same period of the previous year, the combined effect of the increase in VAT deductible input tax and the increase in brine costs led to an increase of approximately RMB400 million in the operating cost of Lanke Lithium Industry during the Reporting Period.

Net cash flows from operating activities: The net cash flows from operating activities in the current period increased by 636.83% as compared with the corresponding period of the previous year, mainly due to the increase in the Company's sales volume and export tax rebate received in the current period.

### **Full Interim Report of 2024**

The full Interim Report is available on our website:

<https://www.kedagroup.com/investor/report.html>

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### **Disclaimer**

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