

Foshan City, China, 17 January 2025

Ad hoc announcement pursuant to Art. 53 LR

## **Announcement of 2024 Annual Results Forecast**

The Board of Keda Industrial Group Co., Ltd. (the "Company") (SIX: KEDA) hereby announces annual results forecast of 2024.

- It is anticipated that the net profit attributable to shareholders of the listed Company in 2024 will range between RMB 0.9 billion and RMB 1.1 billion, representing a year-on-year decline ranging from 47.42% to 56.98%;
- It is anticipated that the net profit after extraordinary profit and loss attributable to shareholders of the listed Company in 2024 will range between RMB 0.8 billion and RMB 1 billion, representing a year-on-year decline ranging from 46.78% to 57.42%;

### **I. Results forecast for the period**

#### **A. Period of the results forecast**

January 1, 2024 to December 31, 2024 (the "Reporting Period")

#### **B. Results forecast**

- a) Based on the preliminary assessment conducted by the Company's financial department, it is estimated that the net profit attributable to shareholders of the listed Company in 2024 will range between RMB 0.9 billion and RMB 1.1 billion. This reflects a decrease ranging from RMB 0.992 billion and RMB 1.192 billion compared to the corresponding period last year, representing a year-on-year decline ranging from 47.42% to 56.98%.
- b) It is estimated that the net profit after extraordinary profit and loss attributable to shareholders of the listed Company in 2024 will range between RMB 0.8 billion and RMB 1 billion. This reflects a decrease ranging from RMB 0.879 billion and RMB 1.079 billion compared to the corresponding period last year, representing a year-on-year decline ranging from 46.78% to 57.42%;

#### **C. The results forecast has not been audited.**

### **II. Result for the corresponding period last year**

#### **A. Total profit: RMB 2.634 billion**

Net profits attributable to shareholders of the listed Company: RMB 2.092 billion.

The net profit after extraordinary profit and loss attributable to shareholders of the

listed Company: RMB 1.879 billion.

B. Earnings per share: RMB 1.095.

### **III. Main reasons for changes in the Company's performance during the period**

The financial performance of the Company has been significantly influenced by the operations of Qinghai Salt Lake Lanke Lithium Industry Co., Ltd. (hereinafter referred to as "Lanke Lithium Industry") in recent years. This impact is primarily attributed to the volatility in lithium carbonate prices and the expansion of its production capacity. In 2023, this influence accounted for more than 60% of the net profit attributable to shareholders of the listed Company. During the reporting period, Lanke Lithium Industry achieved steady year-on-year growth in both production and sales volume. However, due to depressed lithium carbonate prices, Lanke Lithium Industry's performance declined by over 80% compared to the same period last year, leading to a decrease of approximately RMB 1 billion in its contribution to the Company's net profit attributable to shareholders of the listed Company.

Additionally, during the reporting period, the Company's ceramic machinery business accelerated its global expansion, enhanced localized services, and promoted product iteration and innovation, achieving sustained growth in overseas revenue and steady improvement in performance. Regarding the overseas building materials, the release of new production capacity by the subsidiaries has driven a stable growth in the production and sales volume of ceramic tiles. However, the profitability of the overseas building materials business has been impacted by intensified market competition in the first half of the year, the short operation period of the glass project in the second half of the year, and cost increases due to the establishment of the business headquarters' management structure.

### **IV. Notice of risk**

The aforementioned results forecast has not been audited by certified public accountants. There are no significant uncertain factors affecting the forecast's accuracy.

### **V. Other matters**

Please note that the above estimates are unaudited preliminary figures that are subject to change. The Company's actual financial results will be included in the annual report of 2024, which will be officially disclosed by the Company. Investors are advised to pay attention to investment risks.

This announcement is published in both Chinese and English. In the case of any discrepancies, the Chinese version shall prevail.

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**Disclaimer**

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