Stock Code: **603799** Stock Name: Huayou Cobalt Announcement No.: **2024-099**
Convertible Bond Code: **113641** Convertible Bond Name: Huayou Convertible Bond

Announcement of Zhejiang Huayou Cobalt Co., Ltd on Changing Registered Capital and Amending the Articles of Association

23rd meeting of the 6th Board of Directors on October 18, 2024, in which the *Proposal on Changing the Registered Capital and Amending the Articles of Association* was deliberated and approved. Relevant information is

I. Changing Registered Capital

On October 18, 2024, the Company held the 23rd meeting of the 6th Board of Directors, in which the *Proposal to Repurchase and Cancel Some Restricted Shares First Granted under the 2023 Restricted Stock Incentive Plan* was deliberated and approved.

In view of the fact that among the incentive recipients involved in the first grant of the restricted shares under the incentive plan, 30 incentive recipients resigned due to job transfer that was not under personal control or the Company's proposal to negotiate with them to terminate the labor relation, 3 incentive recipients resigned due to retirement and 3 incentive recipients died, the Board of Directors of the Company intends to repurchase and cancel 267,200 restricted shares that have been granted to these incentive recipients but have not yet been unlocked, at a repurchase price of RMB 24.38 per share plus the interest calculated by the benchmark rate for the same period published by the People's contracts due to personal reasons, and 2 incentive recipients were dismissed by the Company due to personal fault, the Board of Directors of the Company intends to repurchase and cancel 872,600 restricted shares that have been granted to these incentive recipients but have not yet been unlocked, at a repurchase price of RMB 24.38 per share.

Besides, since the assessment of the Company's performance for determining whether to unlock the restricted shares first granted under the Incentive Plan for the first unlocking period does not reach the standard, the Company intends to repurchase and cancel 3,894,040 restricted shares that have been granted to these incentive recipients but have not yet been unlocked, at the repurchase price of RMB 24.38 per share plus the interest calculated by the benchmark rate for the same period published by the PBOC.

In summary, the repurchase and cancellation this time involves 1,440 incentive recipients, and the Company intends to repurchase and cancel a total of 5,033,840 restricted shares that have been granted but have not yet been unlocked, and apply to CSDC Shanghai Branch for completing the procedures of the repurchase and cancellation of the said restricted shares. After the completion of the repurchase and cancellation, the registered capital of the Company will be changed from RMB 1,697,206,543 to RMB 1,692,172,703, and the total number of shares of the Company will be changed from 1,697,206,543 to 1,692,172,703.

I. Amending the Articles of Association

In accordance with relevant laws and regulations such as the *Company Law of the People's Republic of China*, the *Guidelines on the Articles of Association of Listed Companies* and the *Rules for Listing Stocks on the Shanghai Stock Exchange*, the Company intends to make relevant amendments to the Articles of Association. The specific amended provisions are as follows:

Before the amendment	After the amendment
Article 6 The registered capital of the Company is RMB 1,697,206,543.	**Article 6** The registered capital of the Company is RMB 1,692,172,703.

Article 20 The total shares of the Company are 1,697,206,543, and the shareholding structure of the Company is 1,697,206,543 ordinary shares, of which A shareholders hold 1,597,206,543 shares, representing 94.11%; and foreign investors hold 100,000,000 underlying A shares represented by GDRs based on the conversion ratio determined by the Company, representing 5.89%.	**Article 20** The total shares of the Company are 1,692,172,703, and the shareholding structure of the Company is 1,692,172,703 ordinary shares, of which A shareholders hold 1,592,172,703 shares, representing 94.09 %; and foreign investors hold 100,000,000 underlying A shares represented by GDRs based on the conversion ratio determined by the Company, representing 5.91 %.

The *Proposal for Changing Registered Capital and Amending the Articles of Association* need to be submitted to the shareholders' meeting for review, and subject to the approval of more than two-thirds of the voting rights held by the shareholders present at the shareholders' meeting. Except for the amended provisions mentioned above, other provisions of the Articles of Association remain unchanged. The full text of the amended Articles of Association will be published on the website of the Shanghai Stock Exchange (www.sse.com.cn) on the same day.

III. Procedures for registration of change

meeting approves it and authorizes the board of directors and relevant personnel to complete the procedures for industrial and commercial registration of change, filing of the Articles of Association and handle other related matters. The content of the said changes is subject to that finally approved by the industrial and commercial registration authority. The Company will promptly apply to the industrial and commercial registration

The announcement is hereby made.

Board of Directors of Zhejiang Huayou Cobalt Co., Ltd.

October 19, 2024