



Stock Code: **603799** Stock Name: Huayou Cobalt Announcement No.: **2023-109**
Convertible Bond Code: **113641** Convertible Bond Name: Huayou Convertible Bond

Zhejiang Huayou Cobalt Co., Ltd.
Announcement on the Purchase of Assets

Transaction summary: The Company intends to purchase from Perlux Limited, through its wholly-owned subsidiary Huayou International Mining, 50.15% equity in Zhongjing Holdings and the corresponding shareholder loan at a price of USD 200,400,000 (where the consideration for the purchase of the equity is USD 190,032,992)



(I) Basic information of the transaction

Based on strategic planning and business development needs, Zhejiang Huayou Cobalt Co., Ltd. (“Huayou Cobalt” or the “Company”) intends to acquire from Perlux Limited, through its wholly-owned subsidiary Huayou International Mining (Hong Kong) Limited (“Huayou International Mining”), 50.15% equity in Zhongjing Holdings Limited (“Zhongjing Holdings”) and the corresponding shareholder loan at a price of USD 200,400,000 (where the consideration for the purchase of the equity is USD 190,032,992, and the consideration for the purchase of the shareholder loan is USD 10,367,008), so as to acquire 50.1% equity in PT Andalan Metal Industry (“AMI”), a subsidiary of Zhongjing Holdings, indirectly. AMI has two RKEF nickel iron production lines (with annual output of 150,000 tons of nickel iron, equivalent to 24,000 tons of nickel metal). After the completion of the acquisition, Huayou International Mining will hold 50.15% equity in Zhongjing Holdings, while Perlux Limited will hold 49.85% equity in Zhongjing Holdings.

(II) Review procedures

The purchase of assets was approved at the seventh meeting of the sixth board of directors of the Company. In accordance with the *Rules Governing the Listing of Stocks on Shanghai Stock Exchange*, the Articles of Association and other relevant regulations, there is no need to submit to the general meeting of shareholders for consideration.

(III) The purchase of assets is not a related-party transaction, nor dt8/TETQ0.00000912 0 612 792 reWE



prudent decisions and pay attention to investment risks.

1. The purchase of assets by the Company is subject to approval/filing and/or other administrative procedures with governments in China, Indonesia, etc. It is uncertain whether it can be successfully completed.

2. There is great uncertainty in the future price trend of nickel metal. If the price of nickel metal falls sharply in the future, it will result in