NOT FOR RELEASE, PUBLICATION OR DISTRIBUTION, IN WHOLE OR IN PART, DIRECTLY OR INDIRECTLY, IN OR INTO THE UNITED STATES, AUSTRALIA, CANADA, JAPAN OR ANY OTHER JURISDICTION WHERE IT IS UNLAWFUL TO DISTRIBUTE THIS ANNOUNCEMENT. THIS ANNOUNCEMENT IS NOT A PROSPECTUS AND NOT AN OFFER OF SECURITIES FOR SALE IN ANY JURISDICTION, INCLUDING, WITHOUT LIMITATION, IN OR INTO THE UNITED STATES, AUSTRALIA, CANADA, JAPAN OR THE PEOPLE'S REPUBLIC OF CHINA

Press Release

Lanzhou, 9 March, 2023

Fangda Carbon New Material Co., Ltd. prices its Global Depository Receipts (GDRs) offering on SIX Swiss Exchange AG representing A shares at USD8.63 per GDR.

- Fangda Carbon New Material Co., Ltd. (the "Company" or "Fangda", together with its consolidated subsidiaries, the "Group"), an integrated carbon materials producer in China with diversified product offerings, including graphite electrodes, carbon blocks, isostatic graphite and iron ore concentrates, today announces the successful pricing of its offering (the "Offering") of global depositary receipts (the "GDRs") to be listed on SIX Swiss Exchange AG ("SIX Swiss Exchange") (the "Offering").
- The offer price was set at USD8.63 per GDR, with one GDR representing an interest in ten A shares of the Company with a fully paid nominal value of RMB1.00 each (the "A Shares").
- The underwriter syndicate successfully placed 22,000,000 GDRs.
- The Company will raise gross proceeds from the GDRs of approximately USD189.86 million.
- The Company intends to use the net proceeds from the Offering to (i) support the expansion of the Company's business, particularly to improve the production capacity of carbon blocks and research and development of new carbon materials such as graphene, and to expand the value chain of carbon materials; and (ii) repay indebtedness, supplement working capital and for general corporate purposes.

The GDRs will be listed in accordance with the Standard for Depository Receipts on SIX Swiss Exchange. The GDRs are expected to be listed and commence trading on SIX Swiss Exchange on or around 15 March, 2023 (the "First Day of Trading"), under the ticker symbol of "FDCB".

Huatai Financial Holdings (Hong Kong) Limited is acting as sole global coordinator for the Offering. Huatai Financial Holdings (Hong Kong) Limited, CLSA Limited, ABCI Securities Company Limited, China Galaxy International Securities (Hong Kong) Co., Limited and GF Securities (Hong Kong) Brokerage Limited are acting as joint bookrunners for the Offering.

Key Offering Data and Timetable

Offering Data	
Listing	SIX Swiss Exchange AG (Standard for Depository Receipts)
Ticker symbol	FDCB
Swiss security number *(Valorennummer)*	123.814.773
International Security Identification Number (ISIN)	US30712D1072
Final offer price	USD8.63 per GDR
Nominal value	RMB 1.00 per A Share, 1 GDR representing an interest in ten A Shares
Final number of GDRs placed in the Offering	22,000,000 GDRs
Offering Timetable	
Publication of final offer price and final number of sale GDRs placed in the Offering	9 March, 2023
First day of trading	On or around 15 March, 2023
Payment and settlement	On or around 15 March, 2023

方大炭素

NOT FOR RELEASE, PUBLICATION OR DISTRIBUTION, IN WHOLE OR IN PART, DIRECTLY OR INDIRECTLY, IN OR INTO THE UNITED STATES, AUSTRALIA, CANADA, JAPAN OR ANY OTHER JURISDICTION WHERE IT IS UNLAWFUL TO DISTRIBUTE THIS ANNOUNCEMENT. THIS ANNOUNCEMENT IS NOT A PROSPECTUS AND NOT AN OFFER OF SECURITIES FOR SALE IN ANY JURISDICTION, INCLUDING, WITHOUT LIMITATION, IN OR INTO THE UNITED STATES, AUSTRALIA, CANADA, JAPAN OR THE PEOPLE'S REPUBLIC OF CHINA

About Fangda

Fangda is a world-leading integrated carbon materials producer in China. Founded in 1965, the Group's predecessor Lanzhou Carbon Factory. The Group was acquired by Liaoning Fangda Group Industrial Co., Ltd. in 2006, and since then the Group has entered a period of development, growing into an integrated carbon materials producer with the largest production capacity of carbon materials worldwide in 2021 according to China Insights Consultancy (Shanghai) Limited ("CIC").

In 2021, the Group is the world's second-largest supplier of graphite electrodes, according to CIC. The Group has an annual production capacity of 260,000 tonnes for carbon materials (including 220,000 tonnes for graphite electrodes, 30,000 tonnes for carbon blocks, and 10,000 tonnes for isostatic graphite), and an annual production capacity of 344,000 tonnes for raw materials for carbon materials.

Fangda was listed on the Shanghai Stock Exchange in August 2002 (Stock code: 600516). After years of development, the Group has established long-term stable business relationships with major customers in the domestic and foreign markets, such as Arcelor Mittal, Baowu Group, Ansteel Group, Jianlong Group, and CITIC Pacific.

In the new carbon materials segment, the Group has made breakthroughs in the development of high-end anode materials for lithium-ion batteries, carbon/graphite materials for nuclear energy, graphene and carbon/carbon composites over recent years. For example, the Group has overcome the key technology of graphene-polypropylene functional non-woven fabric manufacturing and built a production line of a hundred-tonne scale. The production line of composite masterbatch for graphene-polypropylene functional non-woven fabrics can meet the needs of the production of 100 million flat masks.

Fangda is committed continuously to its ESG strategies, placing the highest priority on environmental protection, social responsibility and corporate governance. The Group has built corresponding pollution and hazardous materials management facilities for each manufacturing process involving potential pollution, and systematically carrying out regular maintenance with a view to meet the requirement of national standards in terms of emission and pollution.

The Group generated a total revenue of RMB6,750.9 million, RMB3,539.2 million, RMB4,651.8 million, and RMB3,924.7million in 2019, 2020 and 2021 and the nine months ended 30 September 2022, respectively. It recorded a revenue of RMB3,568.4million in the nine months ended 30 September 2021. For more information, visit http://www.fdtsgs.com

Contact Information

For any inquiries, please contact the Company through email at: fdts730084@fangdacarbon.com, or telephone: +86-931-6239195

Important Information

This announcement may not be published, distributed or transmitted, directly or indirectly, in the United States of America (including its territories and possessions), Australia, Canada, Japan or any other jurisdiction where such announcement could be unlawful. The distribution of this announcement may be restricted by law in certain jurisdictions and persons who are in possession of this document or other information referred to here-in should inform themselves about and observe any such restrictions. Any failure to comply with these restrictions may constitute a violation of the securities laws of any such jurisdiction.

This announcement does not constitute an offer of, or a solicitation of an offer to purchase, securities of the Company or of any of its subsidiaries in the United States of America or any other jurisdiction. Neither this announcement nor anything contained herein shall form the basis of, or be relied upon in connection with, an offer in any jurisdiction.

The Securities offered have not been, and will not be, registered under the U.S. Securities Act of 1933, as amended (the “Securities Act”), or the securities laws of any state or other jurisdiction of the United States and may not be offered or sold within the United States, except pursuant to an exemption from, or in a transaction not subject to, the registration requirements of the Securities Act and any applicable state or local securities laws. The securities referred to herein are being offered and sold only outside the United States in offshore transactions in reliance on Regulation S under the Securities Act. There will be no public offering of any securities in the United States.

This announcement does not constitute an offer to sell or a solicitation to buy securities of the Company and it does not constitute a prospectus or a similar notice within the meaning of articles 35 et seqq. or 69 of the Swiss Financial Services Act of 15 June 2018, as amended ("FinSA"). The offer and listing will be made solely by means of, and on the basis of, a prospectus which is to be approved by the competent review body and published. An investment decision regarding the securities referred to herein should be based exclusively on the prospectus published by the Company for this purpose. Copies of the prospectus and any supplements thereto are/will be available free of charge for 12 months following the First Day of Trading on SIX Swiss Exchange from the Company (email: fdts730084@fangdacarbon.com).

In member states of the European Economic Area (the "EEA") the placement of securities described in this announcement is directed exclusively at persons who are "qualified investors" within the meaning of Regulation (EU) 2017/1129 of the European Parliament and of the Council of 14 June 2017 (the "Prospectus Regulation").

This announcement does not constitute an "offer of securities to the public" within the meaning of the Prospectus Regulation of the Securities in any member state of the EEA or the Regulation (EU) 2017/1129 as it forms part of domestic law by virtue of the European Union (Withdrawal) Act 2018, as amended (the "UK Prospectus Regulation"). Any offers of the Securities to persons in the EEA will be made pursuant to an exemption under the Prospectus Regulation, as implemented in member states of the EEA, from the requirement to produce a prospectus for offers of the Securities.

In the United Kingdom, this document is for distribution only to, and directed only at, persons who are "qualified investors" within the meaning of Article 2(e) of the UK Prospectus Regulation and who (i) have professional experience in matters relating to investments (being investment professionals falling within article 19(5) of the Financial Services and Markets Act 2000 (Financial Promotion) Order 2005 (as amended, the "Financial Promotion Order")), (ii) are persons falling within article 49(2)(a) to (d) (high net worth companies, unincorporated associations etc.) of the Financial Promotion Order, (iii) are otherwise persons to whom it may otherwise lawfully be communicated or caused to be communicated (all such persons together being referred to as "relevant persons"). In the United Kingdom, this document is directed only at relevant persons and must not be acted on or relied on by persons who are not relevant persons.

This announcement must not be acted on or relied on (i) in the United Kingdom, by persons who are not relevant persons, and (ii) in any member state of the EEA, by persons who are not Qualified Investors. Any investment or investment activity to which this announcement relates is available only to and will only be engaged with (i) in the United Kingdom, relevant persons, and (ii) in any member state of the EEA, Qualified Investors and other persons who are permitted to subscribe for the securities described herein pursuant to an exemption from the Prospectus Regulation and other applicable legislation, and will only be engaged in with such persons.

In Switzerland, the securities described in this announcement will be offered solely to professional clients within the meaning of article 4 para 3 of FinSA. The securities may not be publicly offered, directly or indirectly, in Switzerland within the meaning of FinSA. Each purchaser of the securities in Switzerland will be deemed to have represented and agreed that it qualifies as a "professional client" within the meaning of the FinSA.

The securities are not being offered or sold and may not be offered or sold, directly or indirectly, in the PRC (for such purposes, not including the Hong Kong and Macau Special Administrative Regions or Taiwan), except as permitted by the applicable laws of the People's Republic of China, including the PRC Securities Law.

No action has been taken that would permit an offering or an acquisition of the securities or a distribution of this announcement in any jurisdiction where such action would be unlawful. Persons into whose possession this announcement comes are required to inform themselves about and to observe any such restrictions.

This announcement does not constitute a recommendation concerning the placement. Investors should consult a professional advisor as to the suitability of the placement for the person concerned.

This announcement may contain forward looking statements, estimates, opinions and projections with respect to anticipated future performance of the Company ("forward-looking statements"). These forward-looking statements can be identified by the use of forward-looking terminology, including the terms "believes," "estimates," "anticipates," "expects," "intends," "may," "will" or "should" or, in each case, their negative, or other variations or comparable terminology. These forward-looking statements include all matters that are not historical facts. Forward-looking statements are based on the current views, expectations and assumptions of the management of the Company and involve significant known and unknown risks and uncertainties that could cause actual results, performance or events to differ materially from those expressed or implied in such statements. Forward-looking statements should not be read as guarantees of future performance or results and will not necessarily be accurate indications of whether or not such results will be achieved. Any forward-looking statements included herein only speak as at the date of this release. We undertake no obligation, and do not expect to publicly update, or publicly revise, any of the information, forward-looking statements or the conclusions contained herein or to reflect new events or circumstances or to correct any inaccuracies which may become apparent subsequent to the date hereof, whether as a result of new information, future events or otherwise. We accept no liability whatsoever in respect of the achievement of such forward-looking statements and assumptions.