



**FOR RELEASE IN SWITZERLAND - NOT FOR RELEASE, PUBLICATION OR DISTRIBUTION, IN WHOLE OR IN PART, DIRECTLY OR INDIRECTLY, IN OR INTO THE UNITED STATES, AUSTRALIA, CANADA, JAPAN, SOUTH AFRICA 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, SOUTH AFRICA OR THE PEOPLE'S REPUBLIC OF CHINA.**

## **Media release**

Zurich, 25 July 2022

**Gotion High-tech Co., Ltd. launches its global depository receipt (GDR) offering on SIX Swiss Exchange AG and sets price range of USD 30.00 to USD 30.28 per GDR**

- **Gotion High-tech Co., Ltd. (the “Company” or “Gotion”, and together with its subsidiaries, the “Group”), a provider of new energy solutions including electric vehicle (EV) batteries and energy storage system (ESS) batteries, today announces the launch of its offering of GDRs to be listed on SIX Swiss Exchange AG (“SIX Swiss Exchange”) (the “Offering”).**
- **The Offering will comprise between 16,647,078 GDRs to 33,294,157 GDRs as a basis of the offering (the “Firm GDRs”), and up to an additional 16,647,078 GDRs pursuant to an Upsize Option (the “Upsize GDRs”, together with the Firm GDRs, the “Offer GDRs”), with one GDR representing an interest in five A shares of the Company with a fully paid nominal value of RMB1.00 each (the “A Shares”).**
- **The price range for the Offering has been set at USD 30.00 to USD 30.28 per GDR, implying gross proceeds from the Offering of between USD 499.4 million to USD 504.1 million (assuming 16,647,078 Firm GDRs are sold with no exercise of the Upsize Option), between USD 998.8 million to USD 1,008.1 million (assuming 33,294,157 Firm GDRs are sold with no exercise of the Upsize Option), and between USD 1,498.2 million to USD 1,512.2 million (assuming 33,294,157 Firm GDRs are sold and the Upsize Option is exercised in full).**
- **The Company intends to use the net proceeds from the Offering to support the expansion of business, particularly to grow overseas production capacity of battery products and raw materials through investment in fixed assets, acquisition of equity interests or other means, to increase the Company’s international footprint, to increase working capital and to match other general corporate uses.**
- **Founders and current principal shareholders remain committed to the long-term development of Gotion. The Company has agreed to a lock-up period ending 180 calendar days after the first day of trading.**
- **The first day of trading on SIX Swiss Exchange is expected to be on or around 28 July 2022.**

**Mr. LI Zhen, Founder, Chairman of the Board and General Manager of Gotion, says: “We are excited to launch our GDR offering today with the start of the book-building process. Our principal shareholders and I remain fully committed in the long-term to supporting Gotion’s future growth and development. We are convinced that our strong research and development capabilities, our cost-effective business model that penetrates the entire battery value chain, and our strategic layout for international expansion provide the basis for future growth and value creation. We look forward to writing the next chapter of Gotion’s history together with our new investors.”**



***Not for release, publication or distribution in whole or in part in or into the United States, Canada, Australia, Japan, South Africa or any other jurisdiction in which the distribution or release would be unlawful.***

#### **Offer structure**

The Offerings will comprise between 16,647,078 GDRs to 33,294,157 GDRs as a basis of the Offering and up to an additional 16,647,078 GDRs pursuant to an Upsize Option which could be jointly exercised by the Company and the Joint Global Coordinators on the date of the Offering based on demand, with one GDR representing an interest in five A shares of the Company. The price range for the Offering has been set at USD 30.00 to USD 30.28 per GDR, implying total gross proceeds from the Offering of between USD 499.4 million to USD 504.1 million (assuming 16,647,078 GDRs are sold as a basis of the Offering with no exercise of the Upsize Option), between USD 998.8 million to USD 1,008.1 million (assuming 33,294,157 GDRs are sold as a basis of the Offering with no exercise of the Upsize Option), and between USD 1,498.2 million to USD 1,512.2 million (assuming 33,294,157 GDRs are sold as a basis of the Offering and the Upsize Option is exercised in full).

The Offering consists of: (i) placements in Switzerland solely to “professional clients” within the meaning of article 4 para 3 of the Swiss Financial Services Act, as amended (“FinSA”); and (ii) private placements in certain jurisdictions outside of Switzerland and the United States in accordance with applicable securities laws and on the basis of various exemptions, including those provided by the Regulation (EU) 2017/1129 and Regulation (EU) 2017/1129 as it forms part of domestic UK law by virtue of the European Union (Withdrawal) Act 2018. All offers and sales outside the United States will be made in compliance with Regulation S under the US Securities Act of 1933, as amended (the “Securities Act”).

#### **Additional offering details**

The start of the offer period begins today, 25 July 2022, and is expected to end on 25 July 2022 at 18:00 CEST. The offer price and the final number of GDRs sold are expected to be published on 25 July 2022. The listing of the GDRs and commencement of trading in the GDRs on SIX Swiss Exchange is expected to take place on or around 28 July 2022.

The Company will also apply to the Shenzhen Stock Exchange for listing of the underlying A Shares represented by the GDRs, with the listing expected to be effective on the date of 28 July 2022.

China International Capital Corporation (UK) Limited and Haitong International Securities Company Limited are acting as Joint Global Coordinators for the Offering. China International Capital Corporation (UK) Limited, China International Capital Corporation Hong Kong Securities Limited, Haitong International Securities Company Limited, Huatai Financial Holdings (Hong Kong) Limited, CLSA Limited, and ABCI Securities Company Limited are acting as Joint Bookrunners for the Offering.

#### **About Gotion**

Gotion is one of the earliest companies in China to engage in independent research and development, production and sales of EV lithium-ion batteries, and has grown into a world-leading and rapidly expanding provider of new energy solutions. Gotion’s major products are EV batteries and ESS batteries.

- According to Frost & Sullivan, in terms of installed capacity, the Company ranked fourth at 8.0 GWh in the PRC EV battery market and eighth at 8.5 GWh in the global EV battery market in 2021, with a market share of 5.2% and 2.9%, respectively. In terms of installed capacity, the Company ranked third at approximately 8.0 GWh in the global LFP battery market, with a market



**Not for release, publication or distribution in whole or in part in or into the United States, Canada, Australia, Japan, South Africa or any other jurisdiction in which the distribution or release would be unlawful.**

share of 9.4%.

- Gotion adheres to the principle of research and development-driven production. As of March 31, 2022, the Company had applied for 5,439 patent technologies globally, covering the entire life cycle of batteries, and owned more than 1,000 patents related to battery materials. Apart from material science, Gotion is also fully committed to the research and development of power batteries on aspects such as battery structure, product design, manufacturing engineering, testing and verification, and battery recycling. Gotion also possesses powerful software-centric battery integration technology. In terms of compatibility, Gotion continues to expand the coverage of the product offerings.
- Gotion continues to promote the internationalization of its business. The Company has established or is in the process of establishing eight research and development bases globally, and has strategically cooperated with many large international enterprises such as Volkswagen, Tata, Bosch, EBUSCO, Invenergy, VinFast, among others. In the future, Gotion intends to further advance international cooperation and localized production.
- Gotion participates throughout the entire battery value chain, extending from upstream mining and refining of mineral resources and battery material production, to downstream battery recycling. Gotion produces cathode materials to meet its daily battery production needs, and manufactures other major battery materials by jointly establishing factories. Gotion has established or is establishing production plants for lithium carbonate, graphite anode, ternary precursor and other raw materials for lithium-ion batteries in PRC. As of March 31, 2022, Gotion had established ten production facilities in China, and the production scale of batteries and battery materials is expanding continually.
- Gotion's operating revenue increased by 35.6% from RMB4,958.9 million in 2019 to RMB6,724.2 million in 2020, and further increased by 54.0% to RMB10,356.1 million in 2021.

#### Key Offering data and indicative timetable

Listing	SIX Swiss Exchange
Ticker symbol	GOTION
Swiss security number	120450028
GDR ISIN	US38349T1060
Price range	USD 30.00 to USD 30.28 per GDR with one GDR representing an interest in five A shares of the Company
Offered GDRs by Company	Up to 49,941,235 GDRs, consisting of between 16,647,078 GDRs to 33,294,157 GDRs as a basis of the Offering and up to an additional 16,647,078 GDRs pursuant to an Upsize Option
<b>Indicative Offering timetable</b>	
Start of offer period	25 July 2022
End of offer period	25 July 2022 at 18:00 (CEST)
Publication of final offer price and final number of sale GDRs sold in the Offering	25 July 2022
First Day of Trading	28 July 2022
Payment and Settlement	28 July 2022



***Not for release, publication or distribution in whole or in part in or into the United States, Canada, Australia, Japan, South Africa or any other jurisdiction in which the distribution or release would be unlawful.***

**Contact information**

Guohong Xu

Phone: +86 0551 62100213, E-mail: gxgk@gotion.com.cn

Jane Yang

Phone: +86 0551 62100253, E-mail: yangchunyan@gotion.com.cn

Orange Yao

Phone: +86 0551 62100175, E-mail: yaoyuju@gotion.com.cn



***Not for release, publication or distribution in whole or in part in or into the United States, Canada, Australia, Japan, South Africa or any other jurisdiction in which the distribution or release would be unlawful.***

### **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 herein 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 Securities Act or the securities laws of any State or other jurisdiction of the United States and may not be offered or sold in 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 law. The Company has not intended and does not intend to make any public offer of securities in the United States. Any public offering of securities to be made in the United States will be made by means of a prospectus that may be obtained from the Company and that will contain detailed information about the Company and management, as well as financial statements.

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 seq. or 69 of the Swiss Financial Services Act. 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. The prospectus is available free of charge for 12 months following the First Day of Trading on SIX Swiss Exchange from Gotion High-tech Co., Ltd., No. 566 Huayuan Boulevard, Baohe District, Hefei, Anhui province, the PRC (phone: +86 0551-6210 0213; email:gxgk@gotion.com.cn).

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, or (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



***Not for release, publication or distribution in whole or in part in or into the United States, Canada, Australia, Japan, South Africa or any other jurisdiction in which the distribution or release would be unlawful.***

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. Gotion undertakes no obligation, and does 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. Gotion accepts no liability whatsoever in respect of the achievement of such forward-looking statements and assumptions.

None of the Joint Global Coordinators or the Joint Bookrunners (together, the "Managers") or any of their respective subsidiary undertakings, affiliates or any of their respective directors, officers, employees, advisers, agents, alliance partners or any other entity or person accepts any responsibility or liability whatsoever for, or makes any representation, warranty or undertaking, express or implied, as to the truth, accuracy, completeness or fairness of the information or opinions in this announcement (or whether any information has been omitted from the announcement) or any other information relating to the Group, its subsidiaries or associated companies, whether written, oral or in a visual or electronic form, and howsoever transmitted or made available or for any loss howsoever arising from any use of this announcement or its contents or otherwise arising in connection therewith. Accordingly, each of the Managers and the other foregoing persons disclaim, to the fullest extent permitted by applicable law, all and any liability, whether arising in tort or contract or that they might otherwise be found to have in respect of this announcement and/or any such statement.