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*Unless otherwise defined in this announcement, capitalised terms used herein shall have the same meanings as those defined in the Prospectus.*



**GLOBAL NEW MATERIAL INTERNATIONAL HOLDINGS LIMITED**

**环球新材国际控股有限公司**

*(Incorporated in the Cayman Islands with limited liability)*

**(Stock Code: 6616)**

## **PRICE REDUCTION ANNOUNCEMENT**

Reference is made to the prospectus of Global New Material International Holdings Limited (the “**Company**”) dated 30 June 2021 (the “**Prospectus**”). This announcement is supplemental to and should be read in conjunction with the Prospectus. Unless otherwise stated, terms used in this announcement shall have the same meanings as defined in the Prospectus.

The Company has made a Downward Offer Price Adjustment. Accordingly, the final Offer Price has been set at HK\$3.25 per Offer Share which is 7.67% below the bottom end of the indicative Offer Price range (exclusive of brokerage of 1.0%, SFC transaction levy of 0.0027% and Stock Exchange trading fee of 0.005%).

Based on the final Offer Price of HK\$3.25 per Offer Share, the related changes to the Global Offering are:

- the Net Proceeds from the Global Offering to be received by the Company, is reduced to be approximately HK\$879.0 million. The Company intends to apply the decreased Net Proceeds for the purposes on a pro-rata basis as disclosed in the Prospectus, which are as follows:
  - approximately HK\$488.8 million, representing approximately 55.6% of the Net Proceeds, will be used for partial financing of the construction of our Phase 2 Production Plant, of which (a) HK\$244.4 million will be used for the construction of various buildings and facilities for our Phase 2 Production Plant and (b) HK\$244.4 million will be used for the purchase and installation of production plant and machinery, installation of intelligent control system, equipment installation, testing and commission;
  - approximately HK\$299.8 million, representing approximately 34.1% of the Net Proceeds, will be used for partial financing of the construction of our Luzhai Synthetic Mica Plant, of which (a) HK\$156.5 million will be used for the construction of various building and facilities for our Luzhai Synthetic Mica Plan and (b) HK\$143.3 million will be used for the purchase and installation of 60 synthetic mica melting furnaces and the intelligent control system;
  - approximately HK\$62.4 million, representing approximately 7.1% of the Net Proceeds, will be used to increase our investment in research and development facilities and testing equipment of our research and development centre; and
  - approximately HK\$28.0 million, representing approximately 3.2% of the Net Proceeds, will be used for sales and marketing activities and building sales network to enhance our brand recognition in the PRC and overseas.
- the market capitalisation of the Shares will be reduced to approximately HK\$3,778.8 million.

Each Director of the Company confirms that, taking into account of the final Offer Price, there is no material change of circumstances after the issue of the Prospectus and there is sufficient working capital for its requirements for at least 12 months from the date of the Prospectus under Paragraph 36 of Part A of Appendix 1 to the Listing Rules.

By order of the Board  
**Global New Material  
International Holdings Limited**  
**SU Ertian**  
*Chairman and Chief Executive Officer*

Hong Kong, 9 July 2021

*As of the date of this announcement, the board of directors of the Company comprises Mr. SU Ertian (Chairman and Chief Executive Officer), Mr. ZHENG Shizhan, Mr. JIN Zengqin, and Mr. ZHOU Fangchao as executive Directors, Mr. QIN Min and Mr. HU Yongxiang as non-executive Directors, and Mr. MAK Hing Keung, Thomas, Professor HAN Gaorong and Mr. LEUNG Kwai Wah Alex as independent non-executive Directors.*