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*Unless otherwise defined in this announcement, capitalized terms used herein shall have the same meanings as those defined in the prospectus dated September 13, 2023 (the “Prospectus”) issued by LC Logistics, Inc. (the “Company”).*

*This announcement is made pursuant to section 9(2) of the Securities and Futures (Price Stabilizing) Rules (Chapter 571W of the Laws of Hong Kong). This announcement is for information purposes only and does not constitute an invitation or an offer to acquire, purchase or subscribe for securities of the Company. This announcement is not a prospectus. Potential investors should read the Prospectus for detailed information about the Company and the Global Offering described below before deciding whether or not to invest in the Offer Shares.*

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**LC Logistics, Inc.**

**乐舱物流股份有限公司**

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

**(Stock Code: 2490)**

## **PARTIAL EXERCISE OF THE OVER-ALLOTMENT OPTION, STABILIZING ACTIONS AND END OF STABILIZATION PERIOD**

### **PARTIAL EXERCISE OF THE OVER-ALLOTMENT OPTION**

The Company announces that the Over-allotment Option described in the Prospectus has been partially exercised by the Overall Coordinators (for themselves and on behalf of the International Underwriters) on Wednesday, October 18, 2023 in respect of an aggregate of 2,336,000 additional Shares, representing approximately 8.23% of the total number of the Offer Shares initially available under the Global Offering before any exercise of the Over-allotment Option, to facilitate the return to Lecang Altitude of part of the 4,258,000 borrowed Shares under the Stock Borrowing Agreement which were used to cover the over-allocations in the International Offering.

The Over-allotment Shares will be allotted and issued by the Company at HK\$5.13 per Share (exclusive of brokerage of 1%, SFC transaction levy of 0.0027%, Stock Exchange trading fee of 0.00565% and AFRC transaction levy of 0.00015%), being the final Offer Price per Offer Share under the Global Offering.

## **STABILIZATION ACTIONS AND END OF STABILIZATION PERIOD**

Pursuant to section 9(2) of the Securities and Futures (Price Stabilizing) Rules (Chapter 571W of the Laws of Hong Kong), the Company announces that the stabilization period in connection with the Global Offering ended on Wednesday, October 18, 2023, being the 30th day after the last day for lodging applications under the Hong Kong Public Offering.

The stabilization actions undertaken by ABCI Securities Company Limited, the Stabilization Manager, or its affiliates or any person acting for it, during the stabilization period are set out in this announcement.

## **PUBLIC FLOAT**

Immediately after the end of the stabilization period and the partial exercise of the Over-allotment Option, (i) approximately 32.64% of the total issued Shares will be held by the public in compliance with the requirements under Rule 8.08 of the Listing Rules; and (ii) the Company will continue to comply with the public float requirements under Rule 8.08(1)(a) of the Listing Rules.

## **PARTIAL EXERCISE OF THE OVER-ALLOTMENT OPTION**

The Company announces that the Over-allotment Option described in the Prospectus has been partially exercised by the Overall Coordinators (for themselves and on behalf of the International Underwriters) on Wednesday, October 18, 2023 in respect of an aggregate of 2,336,000 additional Shares (the “**Over-allotment Shares**”), representing approximately 8.23% of the total number of the Offer Shares initially available under the Global Offering before any exercise of the Over-allotment Option, to facilitate the return to Lecang Altitude of part of the 4,258,000 borrowed Shares under the Stock Borrowing Agreement which were used to cover the over-allocations in the International Offering.

The Over-allotment Shares will be issued and allotted by the Company at HK\$5.13 per Share (exclusive of brokerage of 1%, SFC transaction levy of 0.0027%, Stock Exchange trading fee of 0.00565% and AFRC transaction levy of 0.00015%), being the final Offer Price per Offer Share under the Global Offering.

## **APPROVAL OF LISTING**

Approval for the listing of and permission to deal in the Over-allotment Shares has already been granted by the Stock Exchange. Listing of and dealings in the Over-allotment Shares are expected to commence on the Main Board of the Stock Exchange at 9:00 a.m. on Tuesday, October 24, 2023 (Hong Kong time).

## SHARE CAPITAL UPON COMPLETION OF THE PARTIAL EXERCISE OF THE OVER-ALLOTMENT OPTION

The shareholding structure of the Company immediately before and immediately after completion of the partial exercise of the Over-allotment Option is as follows:

Shareholders	Immediately before completion of the partial exercise of the Over-allotment Option		Immediately after completion of the partial exercise of the Over-allotment Option	
	Number of Shares	Approximate percentage of the Company's total issued Shares	Number of Shares	Approximate percentage of the Company's total issued Shares
<b>Non-public Shareholders</b>				
<i>Controlling Shareholders</i>				
Lecang Fantasy	8,495,790	2.99%	8,495,790	2.97%
Lecang Altitude <sup>(1)</sup>	75,896,322	26.73%	75,896,322	26.51%
Lecang Shining	19,616,322	6.91%	19,616,322	6.85%
Lecang Flourishing	24,292,260	8.56%	24,292,260	8.49%
Glorious Sailing	30,252,600	10.66%	30,252,600	10.57%
<i>Other non-public Shareholders</i>				
Cassia Treasure <sup>(2)</sup>	11,602,200	4.09%	11,602,200	4.05%
Lecang Crystal <sup>(3)</sup>	10,709,046	3.77%	10,709,046	3.74%
Lecang Blooming <sup>(4)</sup>	7,698,150	2.71%	7,698,150	2.69%
Lecang Vast Star <sup>(5)</sup>	2,340,000	0.82%	2,340,000	0.82%
Lecang Amazing <sup>(6)</sup>	1,914,000	0.67%	1,914,000	0.67%
<b>Public Shareholders</b>				
Power Bright	14,067,442	4.95%	14,067,442	4.91%
PCW	5,150,024	1.81%	5,150,024	1.80%
Other public Shareholders	71,899,000	25.33%	74,235,000	25.93%
<b>Total</b>	<b>283,933,156</b>	<b>100.00%</b>	<b>286,269,156</b>	<b>100.00%</b>

### Notes:

- (1) Inclusive of the 4,258,000 Shares borrowed by ABCI Securities Company Limited, the Stabilization Manager, under the Stock Borrowing Agreement.
- (2) Cassia Treasure is wholly owned by Ms. Lv Guizhen (呂桂珍), the mother of Mr. Xu and the mother-in-law of Ms. Li and a former director of Shandong Lcang (a non-wholly owned subsidiary of the Company).
- (3) Lecang Crystal is wholly owned by Ms. Liu Lin (劉琳), the spouse of Mr. Zhu Junchen (朱駿晨) who is a director of Shanghai Sijin (a non-wholly owned subsidiary of the Company) and Zhangjiagang Lechang (a non-wholly owned subsidiary of the Company).

- (4) Lecang Blooming is wholly owned by Ms. Xu Xiaoling (許曉玲), the sister of Mr. Xu.
- (5) Lecang Vast Star is wholly owned by Mr. Fu Dazheng (傅達正), the director of Shanghai Sijin, a non-wholly owned subsidiary of the Company.
- (6) Lecang Amazing is wholly owned by Ms. Yang Jie (楊潔), the spouse of Mr. Hong Yan (洪研) who is a director and a substantial shareholder of Shanghai Sijin.

## **USE OF PROCEEDS**

The Company will receive additional net proceeds of approximately HK\$11.6 million (after deduction of underwriting fees and estimated expenses payable by the Company in connection with the partial exercise of the Over-allotment Option) for the 2,336,000 Over-allotment Shares. The Company intends to utilize the additional net proceeds for the purposes and in the proportions as set out in the section headed “Future Plans and Use of Proceeds” in the Prospectus.

## **STABILIZATION ACTIONS AND END OF STABILIZATION PERIOD**

Pursuant to section 9(2) of the Securities and Futures (Price Stabilizing) Rules (Chapter 571W of the Laws of Hong Kong), the Company announces that the stabilization period in connection with the Global Offering ended on Wednesday, October 18, 2023, being the 30th day after the last day for lodging applications under the Hong Kong Public Offering. The stabilization actions undertaken by ABCI Securities Company Limited, the Stabilization Manager, or its affiliates or any person acting for it, during the stabilization period are set out below:

- (i) over-allocation of an aggregate of 4,258,000 Shares under the International Offering, representing approximately 15.0% of the total number of the Offer Shares initially available under the Global Offering before any exercise of the Over-allotment Option;
- (ii) borrowing of 4,258,000 Shares by the Stabilization Manager from Lecang Altitude, pursuant to the Stock Borrowing Agreement to cover the over-allocation in the International Offering. Such Shares will be returned and redelivered to Lecang Altitude in accordance with the terms of the Stock Borrowing Agreement;
- (iii) successive purchases of an aggregate of 1,922,000 Shares in the price range of HK\$4.88 to HK\$5.13 per Share (exclusive of brokerage of 1%, SFC transaction levy of 0.0027%, Stock Exchange trading fee of 0.00565% and AFRC transaction levy of 0.00015%) on the market during the stabilization period, representing approximately 6.77% of the total number of the Offer Shares initially available under the Global Offering before any exercise of the Over-allotment Option. The last purchase made by the Stabilization Manager or its affiliates or any person acting for it, on the market during the course of the stabilization period was on October 18, 2023 at the price of HK\$5.03 per Share (exclusive of brokerage of 1%, SFC transaction levy of 0.0027%, Stock Exchange trading fee of 0.00565% and AFRC transaction levy of 0.00015%); and

- (iv) the partial exercise of the Over-allotment Option by the Overall Coordinators (for themselves and on behalf of the International Underwriters) on Wednesday, October 18, 2023 in respect of an aggregate of 2,336,000 Shares, representing approximately 8.23% of the total number of Offer Shares initially available under the Global Offering before any exercise of the Over-allotment Option, at HK\$5.13 per Share (exclusive of brokerage of 1%, SFC transaction levy of 0.0027%, Stock Exchange trading fee of 0.00565% and AFRC transaction levy of 0.00015%), being the final Offer Price per Offer Share under the Global Offering, to facilitate the return to Lecang Altitude of part of the Shares borrowed by the Stabilization Manager as described in paragraph (ii) above.

The portion of the Over-allotment Option which has not been exercised by the Overall Coordinators (for themselves and on behalf of the International Underwriters) lapsed on Wednesday, August 18, 2023.

## **PUBLIC FLOAT**

Immediately after the end of the stabilization period and the partial exercise of the Over-allotment Option, (i) approximately 32.64% of the total issued Shares will be held by the public in compliance with the requirements under Rule 8.08 of the Listing Rules; and (ii) the Company will continue to comply with the public float requirements under Rule 8.08(1)(a) of the Listing Rules.

By order of the Board  
**LC Logistics, Inc.**  
**XU Xin**

*Chairman of the Board and Executive Director*

Hong Kong, October 18, 2023

*As of the date of this announcement, the board of Directors comprises (i) Mr. Xu Xin, Ms. Li Yan, Ms. Zhu Jiali and Mr. Yu Zhenrong as executive Directors; and (ii) Dr. Gu Lin, Mr. Du Haibo and Mr. Qi Yinliang as independent non-executive Directors.*