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雲建綠砼
— **GHPC** —

YCIH Green High-Performance Concrete Company Limited

雲南建投綠色高性能混凝土股份有限公司

(A joint stock company incorporated in the People's Republic of China with limited liability)

(Stock Code: 1847)

CHANGE IN USE OF PROCEEDS FROM THE GLOBAL OFFERING

References are made to the prospectus of YCIH Green High-Performance Concrete Company Limited (the “**Company**”) dated October 21, 2019 in relation to (among others) the use of proceeds from the global offering of the Company (the “**Global Offering**”), and the announcements of the Company dated March 26, 2021, March 29, 2022, March 31, 2023 and August 28, 2023, respectively, in relation to (among others) change in use of proceeds from the Global Offering.

I. DETAILS OF USE

1. Overall

As at October 31, 2019, the net proceeds from the Global Offering of the Company was approximately HK\$366.11 million (equivalent to approximately RMB329.50 million). The Company did not issue any equity securities thereafter. With regard to the proceeds from the Global Offering, the board (the “**Board**”) of directors (the “**Director(s)**”) of the Company adjusted the use and amount from time to time in accordance with the national and industry policies, the Company’s development strategy and development progress of projects, and made announcements in accordance with the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited. As of the last adjustment date of the proceeds from the Global Offering (being August 28, 2023), by the resolution of the Board, the portion of proceeds from the Global Offering that was available for decision-making at that time amounting to approximately RMB68.77 million, shall all be used for “upgrading and renovation of green and low-carbon concrete, purchases of new energy equipment and facilities, new concrete production lines and related equipment and equity investment” (for details, please see the announcement of the Company dated August 28, 2023 in relation to 2023 interim results and change in use of proceeds from the Global Offering).

2. Latest Usage

During the period from August 28, 2023 to February 6, 2024, the actual use of the abovementioned proceeds from the Global Offering of approximately RMB68.77 million and the remaining amounts on December 31, 2023 and February 6, 2024, respectively, are stated in the following table:

Table of usage of the new uses after change on August 28, 2023

Unit: RMB'000 000

	During the period from August 28, 2023 to		As at December 31, 2023		During the period from August 28, 2023 to February 6, 2024		As at February 6, 2024	
	As at August 28, 2023	December 31, 2023	December 31, 2023	December 31, 2023	August 28, 2023 to February 6, 2024	August 28, 2023 to February 6, 2024	Estimated balance in portion decided but not actually utilized	Available for further decision-making
Allocation	Actually utilized	Not actually utilized	Decided and utilized	Decided and utilized	Actually utilized	Not actually utilized	not actually utilized	decision-making
A	B	C=A-B	D	D	E	F=A-E	G	H=A-D+G
Upgrading and renovation of green and low-carbon concrete, purchases of new energy equipment and facilities, new concrete production lines and related equipment and equity investment	68.77	3.25	65.52	59.09	3.25	65.52	9.00	18.68
Total	68.77	3.25	65.52	59.09	3.25	65.52	9.00	18.68

Save for the abovementioned proceeds from the Global Offering of approximately RMB68.77 million, the proceeds from the Global Offering which had been decided to be used prior to the change in use of proceeds from the Global Offering on August 28, 2023 but not yet utilized also continue to be utilized for the items that have been decided at that time according to the uses at the time of decision-making. The balance of the proceeds from the Global Offering under such historical uses was approximately RMB116.02 million as at August 28, 2023, with subsequent utilization as follows:

Table of the latest usage of the balances of historical uses that had been decided before August 28, 2023

Unit: RMB'000 000

	As at August 28, 2023	During the period from August 28, 2023 to December 31, 2023	As at December 31, 2023	During the period from August 28, 2023 to February 6, 2024	As at February 6, 2024	
	Remaining amount A	Actually utilized B	Not actually utilized C=A-B	Actually utilized D	Not actually utilized E=A-D	Estimated balance/Available for further decision-making F
Improvement, integration and expansion of the existing concrete production lines	0.01	0	0.01	0	0.01	0.01
Acquisition and consolidation of aggregate mining resources and investments in related fixed assets ^{Note 1}	23.97	4.43	19.54	4.43	19.54	15.00
Technical renovation of concrete production and related equipment purchases and investments in fixed assets ^{Note 2}	29.81	2.81	27.00	2.81	27.00	0.24
Research and development of new products and new technologies and related equipment purchases and investments in fixed assets ^{Note 3}	7.65	5.98	1.67	5.98	1.67	0.00

	During the period from August 28, 2023 to		During the period from August 28, 2023 to		As at February 6, 2024	Estimated balance/Available for further decision-making
	As at August 28, 2023	December 31, 2023	As at December 31, 2023	February 6, 2024		
	Remaining amount	Actually utilized	Not actually utilized	Actually utilized	Not actually utilized	
	A	B	C=A-B	D	E=A-D	F
Upgrading and renovation of green and low-carbon concrete and purchases of new energy equipment and facilities, new concrete production lines and related equipment ^{Note 4}	54.58	25.82	28.76	26.69	27.89	13.00
Total	116.02	39.04	76.98	39.91	76.11	28.25

Note 1: There is no change in the name of this use before or after the change on August 28, 2023.

Note 2: There is no change in the name of this use before or after the change on August 28, 2023.

Note 3: There is no change in the name of this use before or after the change on August 28, 2023.

Note 4: There is only a minor adjustment to the name of this use before and after the change on August 28, 2023.

II. FURTHER CHANGE OF USE OF PROCEEDS FROM THE GLOBAL OFFERING

1. Amount of proceeds from the Global Offering available for change of use

As disclosed above, as of February 6, 2024, the proceeds from the Global Offering available for further decision-making under the new uses after the change of use on August 28, 2023 amounted to approximately RMB18.68 million. Among them, approximately RMB9.68 million was the amount that has not yet been decided to be used, and approximately RMB9.00 million represented the estimated balance of the portion that had been decided but not yet actually utilized. Meanwhile, the proceeds from

the Global Offering available for further decision-making under the historical uses before the change of use on August 28, 2023 were approximately RMB28.25 million. Accordingly, as of February 6, 2024, the amount of proceeds from the Global Offering available for change of use was approximately RMB18.68 million + RMB28.25 million = RMB46.93 million.

2. Reasons for the change and uses and amounts after the change

On the one hand, according to recent regulatory policies, there will be greater uncertainty in implementation and/or significant delay in time in the future for the commencement of construction of temporary material-taking points for aggregates or concrete mixing stations auxiliary to highways for which the Company intends to utilize its raised funds, and for projects involving government investment at the source. This part involves approximately RMB33.00 million of raised funds that have been decided to be used but not yet actually utilized. On the other hand, as the work progresses, the demand for use of raised funds in certain projects has shrank compared with that at the time of decision-making, and some of the fund-raising projects that have been completed have a small amount of capital balance. This part involves approximately RMB4.25 million of raised funds that have been decided to be used but not yet actually utilized.

According to the national and industrial policies and the development plan of the Company, considering that the uses of “upgrading and renovation of green and low-carbon concrete, purchases of new energy equipment and facilities, new concrete production lines and related equipment and equity investment” are still in line with the Company’s planning in transformation and upgrading as well as green and low-carbon development and that there is still an amount available for decision-making, and in view of the current capital needs of the Company and its subsidiaries in terms of production and operation, the Board has resolved to use the remaining proceeds from the Global Offering available for decision-making of approximately RMB46.93 million in accordance with the following plans, in order to increase the capital value of the proceeds from the Global Offering and promote the high-quality development of the Company:

- (a) approximately RMB9.68 million will continue to be used for “upgrading and renovation of green and low-carbon concrete, purchases of new energy equipment and facilities, new concrete production lines and related equipment and equity investment” (both its uses and amount remain the same as they were before such change); and
- (b) approximately RMB37.25 million will be used for working capital and general corporate purposes.

Taking into account the information currently available, the Board reasonably estimates that all the unutilized proceeds from the Global Offering are expected to be utilized by the end of 2025.

By Order of the Board
YCIH Green High-Performance Concrete Company Limited
Li Zhangjian
Chairman

Kunming, China, February 7, 2024

As at the date of this announcement, the Board comprises Mr. Li Zhangjian, Mr. Lu Jianfeng, Mr. Zhang Long and Ms. Hu Zhurong (employee Director) as executive Directors; Ms. Yang Jia and Mr. Yang Jie as non-executive Directors; and Mr. Wong Kai Yan Thomas, Mr. Yu Dingming and Mr. Li Hongkun as independent non-executive Directors.