RISUN

China Risun Group Limited

中國旭陽集團有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 1907)

CONNECTED TRANSACTION
PROVISION OF LOANS TO CONNECTED SUBSIDIARIES

The Board announces that on August 25, 2026, Binhai Energy, an indirect non-wholly-owned subsidiary of the Company, convened a shareholders' meeting in accordance with the SZSE Listing Rules, at which the Xiangfu Loan Agreement and the Xingtai Loan Agreement were considered and approved. The Xiangfu Loan Agreement was entered into between Risun Group (as lender), a wholly-owned subsidiary of the Company, and Xiangfu New Energy (as borrower), a non-wholly-owned subsidiary of Binhai Energy, on August 7, 2026, pursuant to which Risun Group agreed to provide a loan in an amount not exceeding RMB200,000,000 to Xiangfu New Energy. The Xingtai Loan Agreement was entered into between Risun Group (as lender) and Xingtai New Energy (as borrower), a non-wholly-owned subsidiary of Binhai Energy, on August 7, 2026, pursuant to which Risun Group agreed to provide a loan in an amount not exceeding RMB100,000,000 to Xingtai New Energy.

The Xiangfu Loan Agreement and the Xingtai Loan Agreement became effective upon approval at the shareholders' meeting of Binhai Energy held on August 25, 2026. As of the date of this announcement, Risun Group has not provided any loan to Xiangfu New Energy or Xingtai New Energy.

LISTING RULES IMPLICATIONS

Xuyang Holding is wholly owned by Mr. Yang Xuegang, the controlling shareholder, executive Director, chief executive officer and chairman of the Board of the Company, and his spouse, Ms. Lu Xiaomei (also an executive Director), and is therefore an associate of Mr. Yang Xuegang and Ms. Lu Xiaomei, and a connected person of the Company. Xiangfu New Energy and Xingtai New Energy are non-wholly-owned subsidiaries indirectly held by the Company through Binhai Energy, and are held, directly or indirectly, as to approximately 36.7% and 49% by Xuyang Holding, respectively. Therefore, both Xiangfu New Energy and Xingtai New Energy are connected subsidiaries of the Company. The provision of loans to Xiangfu New Energy and Xingtai New Energy constitutes connected transactions of the Company under Chapter 14A of the Listing Rules.

The World's Leading Energy Chemical Company
—— Innovation Leads to the Future

As the applicable percentage ratios in respect of the provision of loans to Xiangfu New Energy and Xingtai New Energy, in aggregate, exceed 0.1% but are less than 5%, the provision of loans to Xiangfu New Energy and Xingtai New Energy is subject to the reporting and announcement requirements but is exempt from the independent shareholders' approval requirement under Chapter 14A of the Listing Rules.

BACKGROUND

The Board announces that on August 25, 2026, Binhai Energy, an indirect non-wholly-owned subsidiary of the Company, convened a shareholders' meeting in accordance with the SZSE Listing Rules, at which the Xiangfu Loan Agreement and the Xingtai Loan Agreement were considered and approved. The Xiangfu Loan Agreement was entered into between Risun Group (as lender), a wholly-owned subsidiary of the Company, and Xiangfu New Energy (as borrower), a non-wholly-owned subsidiary of Binhai Energy, on August 7, 2026, pursuant to which Risun Group agreed to provide a loan in an amount not exceeding RMB200,000,000 to Xiangfu New Energy. The Xingtai Loan Agreement was entered into between Risun Group (as lender) and Xingtai New Energy (as borrower), a non-wholly-owned subsidiary of Binhai Energy, on August 7, 2026, pursuant to which Risun Group agreed to provide a loan in an amount not exceeding RMB100,000,000 to Xingtai New Energy.

The Xiangfu Loan Agreement and the Xingtai Loan Agreement became effective upon approval at the shareholders' meeting of Binhai Energy held on August 25, 2026. As of the date of this announcement, Risun Group has not provided any loan to Xiangfu New Energy or Xingtai New Energy.

XIANGFU LOAN AGREEMENT

The principal terms of the Xiangfu Loan Agreement are set out below:

Date:	August 7, 2026
Parties:	(i) Risun Group (as lender); and
	(ii) Xiangfu New Energy (as borrower)
Total loan amount:	Not exceeding RMB200,000,000, which is of a revolving nature
Interest rate:	4.45% per annum, which is determined based on quotations obtained from independent commercial banks and with reference to the latest one-year Loan Prime Rate (LPR) announced by the People's Bank of China.
Term:	From August 7, 2026 to August 6, 2028 (subject to the approval of the shareholders' meeting of Binhai Energy). Xiangfu New Energy shall submit withdrawal applications to Risun Group within the term and total loan amount of the Xiangfu Loan Agreement. Risun Group shall provide the loans to Xiangfu New Energy within five business days after Xiangfu New Energy submits its withdrawal applications. The maturity date of each loan shall not exceed the term of the Xiangfu Loan Agreement.

Repayment:	Xiangfu New Energy shall repay the loan and pay the accrued interest to Risun Group on the maturity date of each loan. If Xiangfu New Energy fails to timely repay the loan and the accrued interest, or uses the loan for purposes other than those stipulated in the Xiangfu Loan Agreement, Risun Group shall have the right to cease granting loans to Xiangfu New Energy and to require Xiangfu New Energy to repay in advance all or part of the outstanding loans, together with the accrued interest, before the maturity date.
Purpose:	The loan shall be used by Xiangfu New Energy for its daily production and operation, project construction, and external investments.

XINGTAI LOAN AGREEMENT

The principal terms of the Xingtai Loan Agreement are set out below:

Date:	August 7, 2026
Parties:	(iii) Risun Group (as lender); and (iv) Xingtai New Energy (as borrower)
Total loan amount:	Not exceeding RMB100,000,000, which is of a revolving nature.
Interest rate:	4.45% per annum, which is determined based on quotations obtained from independent commercial banks and with reference to the latest one-year Loan Prime Rate (LPR) announced by the People's Bank of China.
Term:	From August 7, 2026 to August 6, 2028 (subject to the approval of the shareholders' meeting of Binhai Energy). Xingtai New Energy shall submit withdrawal applications to Risun Group within the term and total loan amount of the Xingtai Loan Agreement. Risun Group shall provide the loans to Xingtai New Energy within five business days after Xingtai New Energy submits its withdrawal applications. The maturity date of each loan shall not exceed the term of the Xingtai Loan Agreement.
Repayment:	Xingtai New Energy shall repay the loan and pay the accrued interest to Risun Group on the maturity date of each loan. If Xingtai New Energy fails to timely repay the loan and the accrued interest, or uses the loan for purposes other than those stipulated in the Xingtai Loan Agreement, Risun Group shall have the right to cease granting loans to Xingtai New Energy and to require Xingtai New Energy to repay in advance all or part of the outstanding loans, together with the accrued interest, before the maturity date.
Purpose:	The loan shall be used by Xingtai New Energy for its daily production and operation, project construction, and external investments.

REASONS FOR AND BENEFITS OF THE PROVISION OF LOANS TO XIANGFU NEW ENERGY AND XINGTAI NEW ENERGY

Both Xiangfu New Energy and Xingtai New Energy are indirect non-wholly-owned subsidiaries of the Company. The provision of loans to Xiangfu New Energy and Xingtai New Energy will reduce the Group's idle funds, facilitate a reasonable allocation of resources, enhance the efficiency of fund utilization, and save the Group's financing costs payable to financial institutions, while meeting the financing needs of Xiangfu New Energy and Xingtai New Energy and supporting their business development, which is in the interests of the Company and the Shareholders as a whole.

The Directors (including the independent non-executive Directors) consider that the provision of loans to Xiangfu New Energy and Xingtai New Energy is entered into in the ordinary and usual course of business of the Group on normal commercial terms, is fair and reasonable, and is in the interests of the Company and the Shareholders as a whole.

Mr. Yang Xuegang, Ms. Lu Xiaomei and Mr. Yang Lu (the son of Mr. Yang Xuegang and Ms. Lu Xiaomei) have abstained from voting on the Board resolution to consider and approve the provision of loans to Xiangfu New Energy and Xingtai New Energy.

LISTING RULES IMPLICATIONS

Xuyang Holding is wholly owned by Mr. Yang Xuegang, the controlling shareholder, executive Director, chief executive officer and chairman of the Board of the Company, and his spouse, Ms. Lu Xiaomei (also an executive Director), and is therefore an associate of Mr. Yang Xuegang and Ms. Lu Xiaomei, and a connected person of the Company. Xiangfu New Energy and Xingtai New Energy are non-wholly-owned subsidiaries indirectly held by the Company through Binhai Energy, and are held, directly or indirectly, as to approximately 36.7% and 49% by Xuyang Holding, respectively. Therefore, both Xiangfu New Energy and Xingtai New Energy are connected subsidiaries of the Company. The provision of loans to Xiangfu New Energy and Xingtai New Energy constitutes connected transactions of the Company under Chapter 14A of the Listing Rules.

As the applicable percentage ratios in respect of the provision of loans to Xiangfu New Energy and Xingtai New Energy, in aggregate, exceed 0.1% but are less than 5%, the provision of loans to Xiangfu New Energy and Xingtai New Energy is subject to the reporting and announcement requirements but is exempt from the independent shareholders' approval requirement under Chapter 14A of the Listing Rules.

GENERAL INFORMATION

The Company is a leading integrated producer and supplier of coke, coking products, refined chemical products (including hydrogen energy products) and new energy products in the PRC, as well as a provider of related operation and management services, with customers in the PRC and overseas. The Group initially operated four production parks in Hebei Province, the PRC, and subsequently expanded its operations to other provinces in the PRC, including the Inner Mongolia Autonomous Region, Shandong Province and Jiangxi Province, and has gradually expanded its overseas business to Sulawesi Province, the Republic of Indonesia.

Risun Group is a wholly-owned subsidiary of the Company and is principally engaged in investment holding.

Binhai Energy is a company listed on the SZSE (stock code: 000695). As at the date of this announcement, Risun Group is the single largest shareholder of Binhai Energy, holding approximately 20.00% of the issued shares of Binhai Energy, and in aggregate controls the exercise of approximately 29.32% of the voting rights of the issued shares of Binhai Energy. Binhai Energy is an indirect non-wholly-owned subsidiary of the Company, and its financial statements have been consolidated into the financial statements of the Group. Binhai Energy focuses on the lithium battery anode materials business, engaging in the research and development, production and sales of artificial graphite anode materials, and simultaneously developing a range of new lithium battery materials industries including porous carbon and silicon-carbon anodes, with a commitment to becoming an outstanding service provider and material manufacturer in the lithium battery industry chain.

Xiangfu New Energy is an indirect non-wholly-owned subsidiary of the Company and is held as to approximately 63.3% and 36.7% by Binhai Energy and Xuyang Holding, respectively. Xiangfu New Energy is principally engaged in the manufacturing and sales of graphite and carbon products.

Xingtai New Energy is an indirect non-wholly-owned subsidiary of the Company and is held as to 51% and 49% by Binhai Energy and a wholly-owned subsidiary of Xuyang Holding, respectively. Xingtai New Energy is principally engaged in the business of research and development, technical services, and technology transfer and promotion of new energy and new materials.

Xuyang Holding is wholly owned by Mr. Yang Xuegang, the controlling shareholder, executive Director, chief executive officer and chairman of the Board of the Company, together with his spouse, Ms. Lu Xiaomei, who is also an executive Director. It is principally engaged in the development and sale of and investment in real estate, investment holding, provision of project design, construction management and general contracting services, research and development and manufacturing of water purification chemicals for sewage treatment and information technology, etc.

DEFINITIONS

In this announcement, unless the context otherwise requires, the following expressions shall have the following meanings:

"Binhai Energy"	Tianjin Binhai Energy & Development Co., Ltd. (天津濱海能源發展股份有限公司), a joint stock company with limited liability established in the PRC, the shares of which are listed on the SZSE (stock code: 000695) and which is an indirect non-wholly-owned subsidiary of the Company
"Board"	the board of Directors of the Company
"Company"	China Risun Group Limited (中國旭陽集團有限公司), an exempted company incorporated in the Cayman Islands with limited liability, the shares of which are listed on the Stock Exchange (stock code: 1907)
"connected person(s)"	has the meaning given to it under the Listing Rules
"connected subsidiary(ies)"	has the meaning given to it under the Listing Rules
"controlling shareholder"	has the meaning given to it under the Listing Rules
"Director(s)"	the director(s) of the Company
"Group"	the Company and its subsidiaries
"Hong Kong"	the Hong Kong Special Administrative Region of the PRC
"Listing Rules"	the Rules Governing the Listing of Securities on the Stock Exchange
"PRC" or "China"	the People's Republic of China, and for the purpose of this announcement only, excludes Hong Kong, the Macau Special Administrative Region and Taiwan
"Risun Group"	Risun Group Limited (旭陽集團有限公司) (formerly known as Risun Chemicals Limited (旭陽化工有限公司)), a limited liability company established in the PRC and a wholly-owned subsidiary of the Company
"RMB"	Renminbi, the lawful currency of the PRC
"Share(s)"	the ordinary shares of HK$0.1 each in the share capital of the Company
"Shareholder(s)"	the holder(s) of the Shares
"Stock Exchange"	The Stock Exchange of Hong Kong Limited
"subsidiary(ies)"	has the meaning given to it under the Listing Rules
"SZSE"	the Shenzhen Stock Exchange

"SZSE Listing Rules"	the Rules Governing the Listing of Stocks on the SZSE
"Xiangfu New Energy"	Inner Mongolia Xiangfu New Energy Co., Ltd. (內蒙古翔福新能源有限責任公司), a limited liability company established in the PRC and an indirect non-wholly-owned subsidiary of the Company
"Xiangfu Loan Agreement"	the loan agreement entered into between Risun Group (as lender) and Xiangfu New Energy (as borrower) on August 7, 2026
"Xingtai New Energy"	Xingtai Xuyang New Energy Technology Co., Ltd. (邢台旭陽新能源科技有限公司), a limited liability company established in the PRC and an indirect non-wholly-owned subsidiary of the Company
"Xingtai Loan Agreement"	the loan agreement entered into between Risun Group (as a lender) and Xingtai New Energy (as borrower) on August 7, 2026
"Xuyang Holding"	Xuyang Holding Limited (旭陽控股有限公司), a limited liability company established in the PRC, which is wholly owned by Mr. Yang Xuegang, the controlling shareholder, executive Director, chief executive officer and chairman of the Board of the Company, together with his spouse, Ms. Lu Xiaomei, who is also an executive Director

By order of the Board
China Risun Group Limited
Yang Xuegang
Chairman

Hong Kong, August 25, 2026

As at the date of this announcement, the executive directors are Mr. Yang Xuegang, Ms. Lu Xiaomei, Mr. Li Qinghua, Mr. Han Qinliang, Mr. Wang Nianping and Mr. Yang Lu; and the independent non-executive directors are Dr. Yu Kwok Kuen Harry, Mr. Wang Yinping and Dr. Liu Xiaofeng.