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## Press Release

Jiangsu, 7 June 2023

### **Kunshan Dongwei Technology Co., Ltd. launches its Global Depository Receipts (GDRs) offering on SIX Swiss Exchange AG and sets price range of USD17.74 to USD18.31 per GDR.**

- Kunshan Dongwei Technology Co., Ltd. (the “Company” or “Kunshan Dongwei”), a global leading electroplating equipment manufacturer mainly engaged in the research and development, design, production and sales of high-end precision electroplating equipment and its supporting equipment, 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 up to 4,416,000 GDRs (the “Base GDRs”) and up to an additional 1,472,000 GDRs pursuant to an Upsize Option (the “Upsize GDRs”, together with the Base GDRs, the “Offer GDRs” or the “GDRs”), which may be jointly exercised by the Company and the Joint Global Coordinators on the date of pricing of the Offering based on demand (the “Upsize Option”), with one GDR representing an interest in two newly issued 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 USD17.74 to USD18.31 per GDR (the “Offer Price Range”), with total gross proceeds from the Offering of approximately USD79.6 million (assuming the sale of all Base GDRs at the mid-point of the Offer Price Range with no exercise of the Upsize Option), and approximately USD106.1 million (assuming the sale of all GDRs at the mid-point of the Offer Price Range and the Upsize Option is exercised in full).
- The Company intends to use the net proceeds from the Offering to (i) fund the expansion of its main businesses, including but not limited to the expansion and upgrade of its equipment production capacity; (ii) to enhance its global research and development capabilities and sales network; and (iii) to supplement its working capital and for general corporate purposes.
- The offer period commences today, 7 June 2023, and is anticipated to end at 17:00 Central European Summer Time (“CEST”) on 7 June 2023.
- The first day of trading on SIX Swiss Exchange is expected to be on or around 13 June 2023 (the “First Day of Trading”).



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### **Offering Structure**

The Offering will comprise up to 4,416,000 Base GDRs and up to an additional 1,472,000 Upsize GDRs pursuant to an Upsize Option which may be jointly exercised by the Company and the Joint Global Coordinators on the date of pricing of the Offering based on demand, with one GDR representing an interest in two newly issued A Shares of the Company. The price range for the Offering has been set at USD17.74 to USD18.31 per GDR, with total gross proceeds from the Offering of approximately USD79.6 million (assuming the sale of all Base GDRs at the mid-point of the Offer Price Range with no exercise of the Upsize Option), and approximately USD106.1 million (assuming the sale of all GDRs at the mid-point of the Offer Price Range and the Upsize Option is exercised in full).

The Offering consists of: (i) a private placement in Switzerland solely to “professional clients” within the meaning of article 4 para 3 of the Swiss Financial Services Act of 15 June 2018, as amended (“FinSA”); and (ii) private placements in certain jurisdictions outside of Switzerland and the United States in accordance with applicable securities laws and in member states of the EEA on the basis of exemptions provided by Regulation (EU) 2017/1129 on the prospectus to be published when securities are offered to the public or admitted to trading, as amended (the “Prospectus Regulation”) and in the United Kingdom on the basis of exemptions provided by the Prospectus Regulation as it forms part of UK domestic law by virtue of the European Union (Withdrawal) Act 2018 (the “UK Prospectus Regulation”). All offers and sales outside the United States will be made in compliance with Regulation S (“Regulation S”) under the U.S. Securities Act of 1933, as amended (the “Securities Act”).

### **Additional Offering Details**

The start of the offer period begins today, 7 June 2023, and is expected to end at 17:00 CEST on 7 June 2023. The offer price and the final number of GDRs sold are expected to be published on or around 7 June 2023.

The GDRs will be listed in accordance with the Standard for Depository Receipts on SIX Swiss Exchange. The GDRs are expected to be listed and commence trading on SIX Swiss Exchange on or around 13 June 2023 (the “First Day of Trading”), under the ticker symbol of “KUDO”.

CLSA Limited and Essence International Securities (Hong Kong) Limited are acting as Joint Global Coordinators and Joint Bookrunners for the Offering.



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## Key Offering Data and Timetable

### Offering Data

Listing	SIX Swiss Exchange AG (Standard for Depository Receipts)
Ticker symbol	KUDO
Swiss security number ( <i>Valorenummer</i> )	125377946
International Security Identification Number (ISIN)	US50126R1041
Price range	USD17.74 to USD18.31 per GDR
Nominal value	RMB1.00 per A Share, one GDR representing an interest in two newly issued A Shares
Offered GDRs by Company	Up to 5,888,000 GDRs, consisting of up to 4,416,000 Base GDRs and up to 1,472,000 Upsize GDRs

### Offering Timetable

Start of offer period	7 June 2023
End of offer period	7 June 2023 at 17:00 CEST
Determination of final offer price and final number of sale GDRs placed in the Offering	7 June 2023
Publication of final offer price and final number of sale GDRs placed in the Offering	7 June 2023
First day of trading	On or around 13 June 2023
Payment and settlement	On or around 13 June 2023



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### **About Kunshan Dongwei**

Kunshan Dongwei is a global leading electroplating equipment manufacturer mainly engaged in the research and development, design, production and sales of high-end precision electroplating equipment and its supporting equipment. The Company is committed to providing its customers with efficient, environment-friendly and intelligent solutions to high-end precision electroplating equipment. At present, its products are mainly used in the fields of PCB electroplating, general metal electroplating and new energy electroplating. According to China Insights Industry Consultancy Limited (“CIC”), in terms of revenue of PCB electroplating equipment in 2022, the Company ranked No. 1 in China and the world with market shares of 27.3% and 18.0%, respectively. In terms of production volume in 2022, its vertical continuous electroplating equipment had a market share of more than 50% in China. With its deep technology accumulation and market position in the field of PCB electroplating equipment, the Company has expanded its business to general metal electroplating field and new energy electroplating field, building a wide presence in application fields. Under the leadership of its management team, the Company established a first-mover advantage and a leading position in the new energy market, and has become the only company in China and the world that is capable of mass production of new energy lithium-ion battery electroplating equipment (also known as “electroplating equipment for PET composite copper foil” or “rolling horizontal film electroplating equipment”), according to CIC.

The Company was listed on the Science and Technology Innovation Board of the Shanghai Stock Exchange on 15 June 2021 (stock code: 688700), and the Company is currently the only listed company on the Science and Technology Innovation Board engaged in precision electroplating equipment and technical services in China. For the years ended 31 December 2020, 2021 and 2022, the Company achieved an operating revenue of RMB554.5 million, RMB804.6 million and RMB1,011.7 million, respectively, and the operating revenue from 2020 to 2021 and the operating revenue from 2021 to 2022 increased by 45.1% and 25.7%, respectively. For the years ended 31 December 2020, 2021 and 2022, the Company’s net profits amounted to RMB87.8 million, RMB160.9 million and RMB213.3 million, respectively, and its net profits in 2021 and 2022 achieved a growth rate of 83.2% and 32.6% over the previous year, respectively. The Company also achieved good shareholder returns, with its weighted average return on equity reaching 25.6% in 2022.

For more information, visit <http://www.ksdwgroup.com>.

### **Contact Information**

For any inquiries, please contact the Company through email at: [DW10798@ksdwgroup.com](mailto:DW10798@ksdwgroup.com), or telephone: +86-512-57710500.



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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 U.S. Securities Act of 1933, as amended (the “Securities Act”), or the securities laws of any state or other jurisdiction of the United States and may not be offered or sold within 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 laws. The securities referred to herein are being offered and sold only outside the United States in offshore transactions in reliance on Regulation S under the Securities Act. There will be no public offering of any securities in the United States.

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 seqq. 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 published by the Company for this purpose. Copies of the prospectus and any supplements thereto are/will be available free of charge for 12 months following the First Day of Trading on SIX Swiss Exchange from the Company (phone: +86 0512-5771; email: DW10798@ksdwgroup.com).

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



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“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, (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 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.





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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. The Company 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. The Company accepts no liability whatsoever in respect of the achievement of such forward-looking statements and assumptions.