Fangda Carbon New Material Co., Ltd.

Announcement on the commencement of the first tranche of the repurchase program through centralized bidding transaction

The company and all members of the board of directors guarantee that there are no false records, misleading statements or major omissions in the content of the announcement, and will bear individual and joint responsibilities for the authenticity, accuracy and completeness of the content.

Vital content reminder:

Fangda Carbon New Material Co., Ltd (hereinafter referred to as the Company) commenced the buyback program and repurchased the first tranche (4.3 million shares) of the program through centralized bidding transaction method on 26 September 2023. The first tranche of this repurchase program accounts for 0.11% of the total share capital of the Company. The ceiling price is 5.69 Yuan/share while floor price is 5.67 Yuan /share. The total price of the transaction is 24.424 million Yuan (transaction fees excluded).

I. Overview of the repurchase program

The Company held the Ninth Meeting of the Eighth Session of the Board of Directors on August 28, 2023, at which it considered and passed the *"Proposal on Repurchase program of the Company's shares through Centralized bidding transaction"*, and agreed that the Company would utilize its own funds to repurchase the Company's shares by centralized bidding transactions for the purpose of implementing the Employee Stock Ownership Plan or/and Equity Incentive Plan, and the total price of share repurchase would be no less than 250 million Yuan and no more than 350 million Yuan. The repurchase price shall not be more than 9.10 Yuan/share, and the period of repurchase shall not be more than 12 months from the date of the Board of Directors' deliberation and approval of the share repurchase proposal. For details, please refer to the *"Announcement of Fangda Carbon on the Proposal of Repurchasing the Company's Shares through Centralized Auction transactions"*

(Announcement No. 2023-070), which were published on the website of the Shanghai Stock Exchange (http: //www.sse.com.cn) and the China Securities Journal and the Shanghai Securities News, respectively on 29 August 2023 and 2 September 2023, and *"Fonda Carbon Repurchase Report on Repurchase of Shares by way of Centralized Auction Trading"* (Announcement No. 2023-071).

II. Overview of the first tranche of this repurchase program

In accordance with the relevant provisions of *"Share repurchase rules for public listed firms"* and *"The Self-disciplinary Supervision Guidelines for Listed Companies of the Shanghai Stock Exchange No. 7 - Repurchase of Shares"*, the first tranche of this repurchase program is hereby announced as follows: the Company repurchased the first tranche of 4.3 million shares by centralized bidding transactions, on September 26, 2023, and the proportion of the repurchased shares out of the Company's total share capital is 0.11%, and the purchase of the ceiling price is 5.69 Yuan/share and the floor price is 5.67 Yuan/share, and the total price of transaction is 24.424 million Yuan (transaction fees excluded). The aforementioned transactions are in compliance with relevant laws and regulations and the Company's established share repurchase program proposal.

III. Other explanations

The Company will continue to implement the repurchase program within the repurchase period according to the market environment and fulfill the information disclosure obligations in a timely manner according to the requirements in accordance with the *"Share repurchase rules for public listed firms"* and *"The Self-disciplinary Supervision Guidelines for Listed Companies of the Shanghai Stock Exchange No. 7 - Repurchase of Shares"* and other relevant regulations and the Company's share repurchase program proposal. To whom it may concern, please pay careful attention to the investment risks.

Hereby announced

Fangda Carbon New Material Co., Ltd.

Board of Directors

27 Sep. 2023