

Zhejiang Huayou Cobalt Co., Ltd.
Short Form Report on Changes in Equity

Name of the Listed Company: Zhejiang Huayou Cobalt Co., Ltd.

Stock Listing Location: Shanghai Stock Exchange

Stock Name: Huayou Cobalt

Stock Code: 603799

Disclosure Obligor 1:

Name: Chen Xuehua

Domicile/Mailing Address: *****Tongxiang City, Jiaxing, Zhejiang Province

Disclosure Obligor 2:

Name: Huayou Holding Group Co., Ltd.

Domicile/Mailing Address: Room 103, Building 6, 288 Development Avenue,
Tongxiang Economic Development Zone, Tongxiang City, Jiaxing, Zhejiang Province

Nature of Change in Equity: Transfer of stocks under the same control (not involving a reduction of shareholding to the market)

Date of Signing: December 6, 2024

Disclosure Obligor Statement

I. This report is prepared by the Disclosure Obligor in accordance with the *Securities Law*, the *Administrative Measures on Takeovers*, the *Guideline No. 15*, and other applicable laws, regulations and normative documents.

II. The Disclosure Obligor has obtained the necessary authorization and approval to sign this report, and the Disclosure Obligor's performance does not violate or conflict with any provision in their articles of association or internal rules.

III. In accordance with the provisions of the *Securities Law*, the *Administrative Measures on Takeovers*, and the *Guideline No. 15*, this report has fully disclosed the changes in the stocks in which the Disclosure Obligor has an interest in Zhejiang Huayou Cobalt Co., Ltd.

IV. As of the date of this report, except for the shareholding information disclosed herein, the Disclosure Obligor has not increased or decreased the stocks in Zhejiang Huayou Cobalt Co., Ltd. by any other means.

V. The change in equity is based on the information presented in this report. The Disclosure Obligor has not entrusted or authorized any other person to provide information not included in this report or to make any interpretation or explanation of this report.

VI. The Disclosure Obligor undertakes that there are no false representations, misleading statements or material omissions in this report and shall assume individual and joint legal liabilities with respect to the truthfulness, accuracy and completeness hereof.

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Section 1. Interpretation

In this report, unless otherwise specified, the following terms are interpreted as follows:

Huayou Cobalt / Listed Company / Company	means	Zhejiang Huayou Cobalt Co., Ltd.
Disclosure Obligor	means	Chen Xuehua, Huayou Holding Group Co., Ltd.
Transferor	means	Chen Xuehua
Huayou Holding / Transferee	means	Huayou Holding Group Co., Ltd.
this report	means	Zhejiang Huayou Cobalt Co., Ltd.Short Form Report on Changes in Equity
<i>Securities Law</i>	means	<i>Securities Law of the People's Republic of China</i>
<i>Administrative Measures on Takeovers</i>	means	<i>Administrative Measures on Takeovers of Listed Companies</i>
<i>Guideline No. 15</i>	means	<i>Guidelines for the Content and Format of Information Disclosure by Companies Offering Securities to the Public (No. 15) - Report on Changes in Equity</i>
Securities Registration Company	means	China Securities Depository and Clearing Corporation Limited Shanghai Branch
SSE / Exchange	means	Shanghai Stock Exchange
RMB, RMB 10,000	means	Renminbi Yuan and RMB Ten Thousand Yuan

Note: As the Company's convertible bonds have entered the conversion period, the percentage change in shareholders' equity and the shareholding percentages before and after the change in equity in this announcement are calculated on the basis of the Company's total capital stock of 1,697,214,928 stocks as of December 5, 2024.

Section 2. Introduction of the Disclosure Obligor

I. Basic information on the Disclosure Obligor

(I) Disclosure Obligor 1

Name	Chen Xuehua
Gender	Male
Nationality	China
ID No.	330425*****
Domicile/Mailing Address	*****Tongxiang City, Jiaxing, Zhejiang Province
Whether having the right of permanent residence in other countries/regions	None

(II) Disclosure Obligor 2

Enterprise Name	Huayou Holding Group Co., Ltd.
Enterprise Type	Limited liability company (foreign-invested, non-wholly owned)
Legal Representative	Chen Xuehua
Establishment Date	December 19, 2006
Registered Capital	RMB 70,092,039.94
Unified Social Credit Code	913304837964928985
Operation Period	December 19, 2006 to December 18, 2056
Registered Address	Room 103, Building 6, 288 Development Avenue, Tongxiang Economic Development Zone, Tongxiang City, Jiaxing, Zhejiang Province
Business Scope	General items: holding company services; equity investment; investment activities utilizing its own funds; sale of electronic special materials; sale of metal ores; sale of non-ferrous metal alloys; sale of metal materials (With the business license, business activities can be carried out independently according to the law, except for items subject to approval by law). Licensing items: import and export of goods; import and export of

	technology (For items subject to approval by law, business activities can be carried out only after such approvals have been obtained from competent authorities, and specific business items to be conducted are subject to those specified in the approvals).
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II. Information on the Disclosure Obligor's directors and main persons in charge

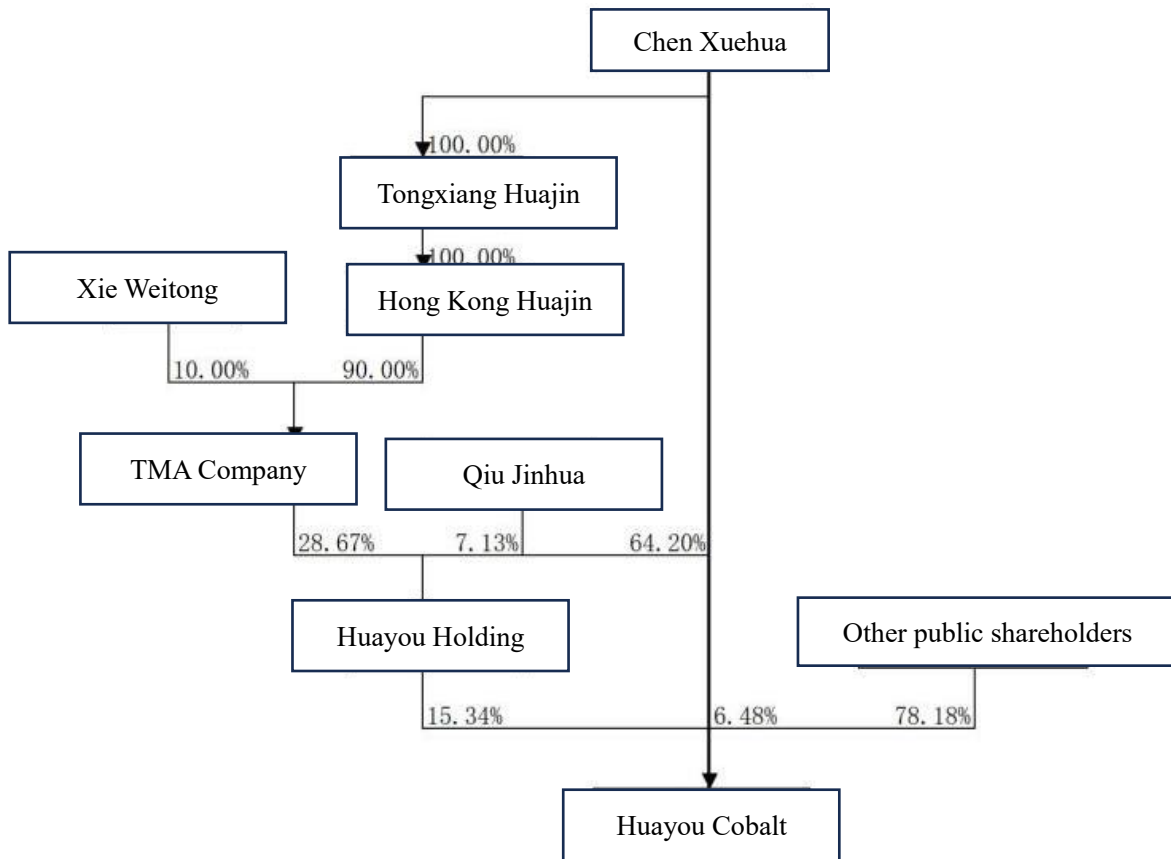
The current directors and main persons in charge of Huayou Holding are as follows.

Name	Gender	Position	Nationality	Place of Permanent Residence	Whether having the right of abode in other countries/regions
Chen Xuehua	Male	Chairman of the Board of Directors, Manager	China	**** Tongxiang City, Jiaxing, Zhejiang Province	None
Chen Xiaolin	Female	Director	China	**** Tongxiang City, Jiaxing, Zhejiang Province	None
Qiu Jinhua	Female	Director	China	**** Tongxiang City, Jiaxing, Zhejiang Province	None
Chen Xiaojun	Male	Supervisor	China	**** Tongxiang City, Jiaxing, Zhejiang Province	None

III. Ownership and control relationships between Disclosure Obligors

Huayou Holding, an enterprise under the control of Mr. Chen Xuehua, is a party acting in concert with Mr. Chen Xuehua. As of the date of this report, Huayou Holding holds 260,313,967 stocks of the Company, representing 15.34% of the total number of stocks of the Company, while Mr. Chen Xuehua holds 110,006,461 stocks of the

Company, representing 6.48%. The shareholdings of the Disclosure Obligors are shown in the following chart.



IV. Disclosure Obligor having an interest in the stocks of other listed companies, whether domestic or overseas, amounting to 5% or more of the issued stocks of such companies

As of the date of this report, there are no circumstances in which the Disclosure Obligor owns more than 5% of the stocks of other listed companies, whether domestic or overseas.

Section 3. Purpose of the Change in Equity and Shareholding Plan

I. Purpose of the change in equity

The change in equity is driven by the Disclosure Obligor's requirement to adjust its shareholding structure. The change in equity is an internal shareholding adjustment among the parties acting in concert and does not involve an external transfer or reduction of shareholdings in the secondary market.

II. Disclosure Obligor's shareholding plan for the next 12 months

As of the date of this report, the Disclosure Obligor has no plans to increase or decrease its shareholding in the Listed Company in the next 12 months, except for the aforementioned transfer by agreement. In the event of any relevant change in equity in the future, the Disclosure Obligor will perform the information disclosure obligations in strict accordance with the requirements of applicable laws and regulations.

Section 4. Methods of Changes in Equity

I. Number and percentage of stocks held by the Disclosure Obligor before and after the change in equity

Before and after the change in equity, the Disclosure Obligor's shareholding in the Listed Company is as follows:

Name of shareholder	Before the change		After the change	
	Shareholding (stocks)	Shareholding %	Shareholding (stocks)	Shareholding %
华友控股	260,313,967	15.34%	287,815,482	16.96%
Chen Xuehua	110,006,461	6.48%	82,504,946	4.86%
合计	370,320,428	21.82%	370,320,428	21.82%

II. Information on the change in equity

On December 6, 2024, Mr. Chen Xuehua, the actual controller of the Company, entered into the *Stock Transfer Agreement* with Huayou Holding, whereby it is proposed to transfer by agreement 27,501,515 stocks of the Listed Company (accounting for 1.62% of the total capital stock of the Company) held by him to Huayou Holding at a price of RMB 37.50 /stock.

The change in equity will not result in any change in the Company's controlling shareholder or actual controller. There are no circumstances under which the interests of the Company and other shareholders will be prejudiced by the change, nor will it have any effect on the normal production and operation activities of the Company.

III. Main Contents of the Stock Transfer Agreement (the "Agreement")

Transferor: Chen Xuehua

Transferee: Huayou Holding Group Co., Ltd.

The Transferor and the Transferee shall be collectively referred to as the "Parties" and individually as a "Party".

(I) Subject matter of this transfer

The subject matter of this transfer shall be the subject stocks, i.e. 1.62% of the total capital stock of the listed company (i.e., 27,501,515 stocks) held by the Transferor as at the date of the Agreement and all rights and interests thereunder, including but not limited to all rights and interests in respect of the bonus stocks, dividends, and conversion of the capital reserve into capital stock arising during the transition period. The aforesaid bonus stocks, dividends and conversion of capital reserve into capital stock shall be subject to the relevant resolutions of the Board of Directors of the subject listed company as well as its general meeting of shareholders.

(II) Price for this transfer

The Parties have agreed on a transfer price of RMB 37.50 per stock, resulting in a total price of RMB 1,031,306,812.50 for this transfer.

(III) Transaction process

The Parties have agreed that following the execution of the Agreement, the Transferor or his designated party shall apply to the Shanghai Stock Exchange in a timely manner to complete the formalities relating to the confirmation of compliance concerning this transfer of stocks.

The Parties have agreed that, upon obtaining the confirmation of compliance from the Shanghai Stock Exchange, the Transferor or his designated party shall, in a timely manner, apply with China Securities Depository and Clearing Corporation Limited Shanghai Branch and other authorities for the registration of the transfer of stocks under the Agreement, so as to enable the Transferee to be legally registered by the Securities Registration Company as the owner of the subject stocks, along with all rights and interests thereunder.

The Transferor and the Transferee shall perform their respective tax obligations in accordance with the law. Each Party shall bear and pay the taxes and charges imposed by relevant agencies that arise from the execution and performance of the Agreement

in accordance with the law.

(IV) Amendments and termination of the Agreement

Any amendments or termination of the Agreement shall be made in writing. Furthermore, any amendment or modification of the Agreement forms an integral part of the Agreement.

In the event that either Party's performance of obligations under the Agreement would violate the mandatory provision of any Chinese laws, regulations or normative documents, the Parties shall engage in discussions to agree on alternative methods for performing the obligations in compliance with such laws, regulations or normative documents.

IV. Approval process involved in the change in equity

This transfer of stocks is subject to confirmation of its compliance by the Shanghai Stock Exchange and registration for the transfer of stocks with China Securities Depository and Clearing Corporation Limited Shanghai Branch. Accordingly, there are still uncertainties as to whether this transaction can be finally completed. Investors are therefore advised to be aware of the investment risks involved.

V. Restrictions on stocks held by the Disclosure Obligor

As of the date of this report, Huayou Holding holds 260,313,967 stocks of the Company and Mr. Chen Xuehua holds 110,006,461 stocks of the Company, all of which are unrestricted tradable stocks. Among them, Huayou Holding pledged 182,119,994 stocks and Mr. Chen Xuehua pledged 76,770,000 stocks. Except for the above pledge, there are no restrictions on the rights or restrictions on the transfer of the stocks held by the Disclosure Obligor.

Section 5. Trading in Stocks of the Listed Company During the Preceding Six Months

Except for the changes in equity disclosed herein, the Disclosure Obligor has not traded in the stocks of the Listed Company through centralized trading on the Exchange during the six months prior to the date of this report.

Section 6. Other Major Matters

As of the date of this report, the Disclosure Obligor has truthfully disclosed the relevant information regarding the change in equity in accordance with the applicable regulations, and there is no other material information that the Disclosure Obligor should have disclosed but has not disclosed in accordance with the law and applicable regulations.

Section 7. Documents for Reference

I. Documents for Reference

1. This report executed by the Disclosure Obligor
2. Identification document of the Disclosure Obligor
3. Stock Transfer Agreement

II. Location for Reference

This report and the above documents for reference are available for inspection by investors at the Company's domicile.

Disclosure Obligor Statement

The Disclosure Obligor undertakes that there are no false representations, misleading statements or material omissions in this report and shall assume individual and joint legal liabilities with respect to the truthfulness, accuracy and completeness hereof.

Disclosure Obligor (Signature) : Chen Xuehua

Disclosure Obligor (Seal): Huayou Holding Group Co., Ltd.

Legal Representative (Signature) : Chen Xuehua

Date: December 6, 2024

Schedule

Short Form Report on Changes in Equity

Basic Information			
Name of the Listed Company	Zhejiang Huayou Cobalt Co., Ltd.	Location of the Listed Company	Tongxiang City, Zhejiang Province
Stock name	Huayou Cobalt	Stock code	603799
Name of the Disclosure Obligor	Chen Xuehua	Place of registration/ Mailing address of the Disclosure Obligor	****Tongxiang City, Jiaxing, Zhejiang Province
	Huayou Holding Group Co., Ltd.		Room 103, Building 6, 288 Development Avenue, Tongxiang City
Change in the number of stocks in which interests are held	Increase <input type="checkbox"/> Decrease <input type="checkbox"/> No change, but there are changes in shareholding percentage <input checked="" type="checkbox"/>	With or without parties acting in concert	Yes <input checked="" type="checkbox"/> No <input type="checkbox"/>
Whether or not the Disclosure Obligor is the largest shareholder of the Listed Company (after the issue is completed)	Yes <input checked="" type="checkbox"/> No <input type="checkbox"/>	Whether or not the Disclosure Obligor is an actual controller of the Listed Company (after the issue is completed)	Yes <input checked="" type="checkbox"/> No <input type="checkbox"/>
Method of change in equity (multiple choices)	Centralized trading on the Exchange <input type="checkbox"/> Transfer by agreement <input checked="" type="checkbox"/> Administrative transfer or change of state-owned stocks <input type="checkbox"/> Transfer by indirect ways <input type="checkbox"/> Acquisition of new stocks issued by the Listed Company <input type="checkbox"/> Enforcement of court order <input type="checkbox"/> Inheritance <input type="checkbox"/> Gift <input type="checkbox"/> Others <input type="checkbox"/> (Please specify)		
Number and percentage of stocks in which	Chen Xuehua Stock Type: <u>RMB Ordinary Stock</u> Number of Stocks Held: <u>110,006,461</u>		

<p>the Disclosure Obligor had an interest in the Listed Company prior to the disclosure</p>	<p>Shareholding Percentage: <u>6.48%</u> Huayou Holding Group Co., Ltd. Stock Type: <u>RMB Ordinary Stock</u> Number of Stocks Held: <u>260,313,967</u> Shareholding Percentage: <u>15.34%</u></p>
<p>Number and percentage of stocks in which the Disclosure Obligor has an interest in the Listed Company after the change in equity</p>	<p>Chen Xuehua Stock Type: <u>RMB Ordinary Stock</u> Number of Stocks Held: <u>82,504,946</u> Shareholding Percentage: <u>4.86%</u> Huayou Holding Group Co., Ltd. Stock Type: <u>RMB Ordinary Stock</u> Number of Stocks Held: <u>287,815,482</u> Shareholding Percentage: <u>16.96%</u></p>
<p>When and how changes have occurred in the stocks in which the Disclosure Obligor has an interest in the Listed Company</p>	<p>Time: <u>The date when both Parties obtain the stock transfer certificate issued by the Securities Registration Company</u> Method: <u>Transfer by agreement</u></p>
<p>Whether or not the Disclosure Obligor plans to continue to increase its shareholding over the next 12 months</p>	<p>Yes <input type="checkbox"/> No <input checked="" type="checkbox"/></p>
<p>Whether or not the Disclosure Obligor has traded the stocks of the Listed Company in the secondary market during the preceding 6 months</p>	<p>Yes <input type="checkbox"/> No <input checked="" type="checkbox"/></p>
<p>In the case of a reduction of the shareholding by the controlling shareholder or the actual controller of the listed company, the Disclosure Obligor shall also explain the</p>	

following points:	
Whether controlling shareholders or actual controllers have infringed on the rights and interests of the Listed Company and shareholders at the time of the reduction of their shareholdings	Yes <input type="checkbox"/> No <input checked="" type="checkbox"/> Not applicable <input type="checkbox"/>
Whether the controlling shareholders or actual controllers have failed to settle their liabilities to the Company, release the guarantee provided by the Company for their liabilities, or other circumstances detrimental to the interests of the Company at the time of the reduction of their shareholdings	Yes <input type="checkbox"/> No <input checked="" type="checkbox"/> Not applicable <input type="checkbox"/> (If yes, please specify)
Whether approval is required for this change in equity	Yes <input type="checkbox"/> No <input type="checkbox"/> Not applicable <input checked="" type="checkbox"/>
Whether or not approval has been obtained	Yes <input type="checkbox"/> No <input type="checkbox"/> Not applicable <input checked="" type="checkbox"/>

(This is the signature page of the *Short Form Report on Changes in Equity of Zhejiang Huayou Cobalt Co., Ltd.*)

Disclosure Obligor (Signature) : Chen Xuehua

Disclosure Obligor (Seal): Huayou Holding Group Co., Ltd.

Legal Representative (Signature) : Chen Xuehua

Date of Signing: December 6, 2024