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## ANNOUNCEMENT ON ESTIMATED DECREASE IN THE RESULTS FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2025

This announcement is made by China XLX Fertiliser Ltd. (the “**Company**”, and its subsidiaries, collectively the “**Group**”) pursuant to the requirements under Rule 13.09(2)(a) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “**Listing Rules**”) and the Inside Information Provisions (as defined in the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

In the third quarter of 2025, the Group coordinated planned maintenance for its three major production bases, aligning with the progress of ongoing projects and product market trends. The maintenance focused on two key aspects: first, systematic inspections were conducted at the Jiujiang and Xinxiang bases to ensure seamless integration of new and existing equipment, in preparation for the commissioning of the Jiujiang Phase II project and the Xinxiang base’s new chemical materials project. Additionally, considering that the Xinxiang base’s polyoxymethylene production line has been operational for nearly a year since November 2024, maintenance was also carried out on its polyoxymethylene production line and melamine production lines to further enhance production efficiency.

As of 30 September 2025 (“**the Reporting Period**”), the maintenance work of the three major bases has been successfully completed. Although the centralized maintenance impacted the third-quarter results, through this maintenance, the operation energy efficiency and capacity release capability of the core production equipment of the Group achieved “double improvement”, laying a solid foundation for the subsequent stable production and performance recovery. At the same time, the smooth commencement of Jiujiang Phase II Project has been achieved on 23 September, which has further released low-cost production capacity, providing strong support for the Group to enhance its market competitiveness and achieve long-term profit growth.

## I. Overview of the Estimated Results

Item	(Expected Achievement) for Current Reporting Period <i>RMB100 Million</i>	Change Compared with the Same Period Last Year (%)
Net profit	9.6~10.6	-53%~-48%
<i>Net profit after deducting no-recurring items*</i>	9.6~10.6	-27%~-19%
Net profit attributable to the parent	7.6~8.4	-50%~-45%
<i>Net profit attributable to the parent after deducting non-recurring items*</i>	7.6~8.4	-22%~-13%

\* Note on non-recurring gains and losses: In the third quarter of 2024, the Group disposed its equity interests in Tianxin Coal Co., Ltd. at the Xinjiang Base, which generated an investment income of approximately RMB797 million. This income was recognized as a non-recurring gain item. No such non-recurring transactions occurred during the current Reporting Period.

## II. Reasons for the Changes in Results

### (I) Impact of Maintenance at Production Bases

To further improve the efficiency of production lines, the Group, in accordance with its annual maintenance plan, carried out centralized shutdown maintenance on its three core production bases during the period of low fertilizer prices in the third quarter of 2025. As a result of the maintenance, the Group's product output decreased periodically during the third quarter of 2025, among which the output of urea, liquid ammonia, DMF and other products decreased by approximately 269,000 tons in aggregate, representing a year-on-year decrease of approximately 19%. This, in turn, dragged down the sales volume of products in the same period. It is estimated that this factor affected the total profit of the Group by approximately RMB226 million, which weighed on the Group's overall result indicators for the First Three Quarters of 2025.

**Xinxiang Base:** The maintenance focused on the core objectives of “equipment upgrading for efficiency improvement + process adaptation optimization”. On one hand, targeted replacement and supplementation of core equipment in key sections were carried out to strengthen the hardware foundation for production. On the other hand, coordinated optimization of processes for multiple new projects within the park was advanced in a holistic manner. Following the 21 days of systematic maintenance, the production efficiency of the base was significantly improved: the daily output of urea increased by approximately 4%, and the total ammonia steam consumption decreased by approximately 10%.

**Jiangxi Base:** A full-system shutdown maintenance was implemented, with a maintenance period of 20 days. The purpose of this maintenance was to achieve integration between the Phase I and Phase II projects. Through the maintenance and upgrading of the core production equipment of the base, the performance of the equipment has been effectively improved, among which the steam consumption is reduced by approximately 3% compared with that before the maintenance, driving the average production cost to reduce by approximately 1%. At the same time, after Jiujiang Phase II Project is put into operation, the total ammonia production capacity of the base will be expanded by 50%, and the production capacity efficiency will be significantly higher than that of Phase I. This new production capacity with low cost will further strengthen the Group's cost advantage and provide support for the subsequent improvement of capacity utilization and expansion of profitability.

**Xinjiang Base:** Differentiated maintenance was carried out on the two core fine chemical production lines of melamine and polyoxymethylene, with maintenance periods of 10 days and 18 days, respectively. Thanks to this maintenance, the accuracy of automated equipment operation and the compliance rate of environmental control were significantly improved. In addition, especially for the maintenance of the polyoxymethylene system, the steam consumption is reduced by approximately 4% compared with that before the maintenance through heat optimization and balance, driving the production cost of polyoxymethylene products to be reduced by approximately 3%. At the same time, the rate of high-quality products increased by 10 percentage points simultaneously, and the increase in the proportion of high-quality production capacity not only consolidated product competitiveness, but also promoted the average selling price of products to increase by 3%-5%, further enhancing market competitiveness.

## **(II) Impact of Decline in Product Prices**

Affected by factors such as supply-demand mismatch and weakening cost support, the prices of coal chemical-related products have declined. The prices of the Group's core products, such as urea, liquid ammonia, and melamine, have been affected to varying degrees, exerting pressure on the Group's result indicators for the First Three Quarters.

Although the Group's result in the First Three Quarters has declined due to factors such as the maintenance of bases and the decline in product prices, the smooth commissioning of Jiujiang Base Phase II Project has not only made a good start for the Group's project construction in the next three years but also provided support for the subsequent result recovery and long-term high-quality development. Since the project was put into operation on 23 September, the overall operation has remained stable, and various process indicators are good, achieving a key transition from the construction phase to the smooth achievement of the designed capacity. Fueled by advanced production technology, the project has achieved remarkable results in energy consumption control. Notably, its steam consumption, coal consumption and comprehensive energy consumption have all decreased significantly compared with the Phase I Project. This has further consolidated its cost advantage, creating enabling conditions for addressing market fluctuations for better profitability in the subsequent period.

Profit estimate for the results contained above is based on a preliminary assessment by the Board with reference to the information currently available (including the management accounts of the Group) to the Company's management, which has not been reviewed or audited by the Company's auditors and is subject to possible appropriate adjustments arising from further review. As such, the above data is provided for the shareholders' and potential investors' reference only.

Shareholders of the Company and potential investors should exercise caution when dealing in the shares of the Company.

By Order of the Board  
**China XLX Fertiliser Ltd.**  
**Liu Xingxu**  
*Chairman of the Board*

Hong Kong, 10 October 2025

*As at the date of this announcement, the executive directors of the Company are Mr. Liu Xingxu, Mr. Zhang Qingjin and Ms. Yan Yunhua; the independent non-executive directors of the Company are Mr. Ong Kian Guan, Mr. Li Shengxiao, Mr. Ong Wei Jin and Mr. Li Hongxing.*

*\* For identification purposes only*