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JL MAG RARE-EARTH CO., LTD.
江西金力永磁科技股份有限公司

(A joint stock limited company incorporated in the People's Republic of China with limited liability)
(Stock Code: 6680)

ANNOUNCEMENT

**CHANGE OF REGISTERED CAPITAL OF THE COMPANY AND
AMENDMENTS TO THE ARTICLES OF ASSOCIATION**

Pursuant to the resolution of the Board of the Company dated 30 March 2022, the Company proposes to increase its registered capital to RMB836,430,630 from RMB710,964,630 and make certain amendments to the Articles of Association.

The change of registered capital and the amendments to the Articles of Association are subject to the approval of the Shareholders by way of special resolution at the general meeting.

CHANGE OF REGISTERED CAPITAL OF THE COMPANY

Pursuant to the resolution of the board of directors (the “**Board**”) of JL MAG RARE-EARTH CO., LTD. (the “**Company**”) dated 30 March 2022, in view of the Company’s application for public offering of overseas-listed foreign shares and listing on the main board of The Stock Exchange of Hong Kong Limited (the “**Stock Exchange**”). As approved by the Stock Exchange, the 125,466,000 overseas-listed foreign shares (H Shares) issued by the Company were listed and traded on the main board of the Stock Exchange on 14 January 2022. The total shares of the Company has increased to 836,430,630 shares from 710,964,630 shares and the Company proposes to increase its registered capital to RMB836,430,630 from RMB710,964,630.

PROPOSED AMENDMENTS TO THE ARTICLES OF ASSOCIATION

Due to the above-mentioned change of the registered capital of the Company, the Company intends to make the following proposed amendments to relevant provisions of the articles of association of JL MAG RARE-EARTH CO., LTD. (the “**Articles of Association**”) applicable after the issuance and listing of H Shares in accordance with the latest provisions of the Company Law of the People’s Republic of China, the Securities Law of the People’s Republic of China, the Guidelines for the Articles of Association of Listed Companies (Revision in 2019), the Rules Governing the Listing of Shares on the ChiNext Market of Shenzhen Stock Exchange (Revision in December 2020), the Guidelines for the Standardised Operation of Listed Companies on the ChiNext Market of Shenzhen Stock Exchange (Revision in 2020), the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited and other relevant laws and regulations and regulatory documents, taking into account the actual situation of the Company.

The details of the amendments to the Articles of Association are as follows:

Serial No.	Prior to the amendments	After the amendments
1	<p>Article 3……</p> <p>On [•], pursuant to the approval by CSRC, the Company issued [•] overseas-listed foreign shares in Hong Kong (hereinafter referred to as “H shares”). The H shares were listed on The Stock Exchange of Hong Kong Limited (hereinafter referred to as the “Hong Kong Stock Exchange”) on [•].</p>	<p>Article 3……</p> <p>On <u>November 23, 2021</u>, pursuant to the approval by CSRC, the Company issued <u>125,466,000</u> overseas-listed foreign shares in Hong Kong (hereinafter referred to as “H shares”). The H shares were listed on The Stock Exchange of Hong Kong Limited (hereinafter referred to as the “Hong Kong Stock Exchange”) on <u>January 14, 2022</u>.</p>
2	<p>Article 6 The registered capital of the Company is RMB[•] million.</p>	<p>Article 6 The registered capital of the Company is RMB<u>836.43063</u> million.</p>
3	<p>Article 22 The total number of shares of the Company is [•] shares, all of which are ordinary shares, including [•] shares held by shareholders of domestic – listed domestic shares, accounting for approximately [•]% of the total share capital of the Company; [•] shares held by shareholders of H shares, accounting for approximately [•]% of the total share capital of the Company.</p>	<p>Article 22 The total number of shares of the Company is <u>836,430,630</u> shares, all of which are ordinary shares, including <u>710,964,630</u> shares held by shareholders of domestic – listed domestic shares, accounting for approximately <u>85%</u> of the total share capital of the Company; <u>125,466,000</u> shares held by shareholders of H shares, accounting for approximately <u>15%</u> of the total share capital of the Company.</p>

The change of registered capital and the amendments to the Articles of Association are subject to the approval of the shareholders by way of special resolution at the general meeting. The Board also requests the general meeting to authorize the management of the Company to handle the subsequent registration for industrial and commercial changes, filing of the Articles of Association and other related matters. The authorization is valid from the date of the consideration and approval at the general meeting to the date when the relevant industrial and commercial changes and filing of the Articles of Association are completed. The specific content of such change is subject to the industrial and commercial registration.

A circular containing, among other things, details of the proposed change of the registered capital and amendments to the Articles of Association, together with a notice of the general meeting will be despatched to the shareholders of the Company as soon as practicable.

By order of the Board
JL MAG RARE-EARTH CO., LTD.
Cai Baogui
Chairman

Jiangxi, 30 March 2022

As of the date of this announcement, the Board comprises Mr. Cai Baogui and Mr. Lyu Feng as executive Directors; Mr. Hu Zhibin, Mr. Li Xinnong, Mr. Li Fei and Mr. Huang Weixiong as non-executive Directors; and Mr. You Jianxin, Mr. Xu Feng and Mr. Yuan Taifang as independent non-executive Directors