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GLOBAL NEW MATERIAL INTERNATIONAL HOLDINGS LIMITED
环球新材国际控股有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock code: 06616)

PROFIT WARNING

This announcement is made by the board (the “**Board**”) of directors (the “**Directors**”) of Global New Material International Holdings Limited (the “**Company**”, which, together with its subsidiaries, collectively referred to as the “**Group**”) pursuant to Rule 13.09(2) 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).

The Board wishes to inform the shareholders (the “**Shareholders**”) of the Company and its prospective investors that, based on a preliminary review by the Board of the Group’s unaudited consolidated management accounts for the year ended 31 December 2025 (the “**FY2025**”), the Group is expected to record a loss attributable to the Shareholders in the range between RMB370 million and RMB390 million in the FY2025. The loss for the FY2025 of the Group is expected to be in the range between RMB280 million and RMB320 million. The difference between the loss attributable to the Shareholders and the loss for the year is primarily due to the different commencement dates of the Group’s ownership in different businesses. In comparison, for the year ended 31 December 2024 (the “**FY2024**”), the Group recorded a profit attributable to the Shareholders of approximately RMB242 million and a profit for the year of approximately RMB320 million.

The Board emphasises that the above information for the FY2025 is only a preliminary assessment based on the Group’s unaudited consolidated management accounts and that the actual figures may be subject to change following further review and adjustments.

The Board considers that the expected loss of the Company for the FY2025 is mainly attributable to the following factors:

- (a) **Increased acquisition-related costs and finance expenses:** The Group completed the acquisition (the “**Acquisition**”) of the global surface solutions business of Merck KGaA (“**Merck**”) on 31 July 2025. Such Acquisition has resulted in (i) one-off transaction costs and professional fees relating to the Acquisition of approximately RMB220 million and (ii) fair value adjustments and intangible asset amortisation arising from the Acquisition of approximately RMB180 million.
- (b) **Business integration expenses:** Following completion of the Acquisition, the Group is in the initial stage of global business integration, including transitional service agreement (TSA) fees payable by the German business operations to Merck, as well as other costs and expenses borne by the Group in connection with the spin-off from Merck. These expenses amount to approximately RMB140 million, which have been recognised in the FY2025.

The Board further clarifies that most of the above expenses are non-cash in nature (such as intangible asset amortization) or non-recurring in nature, being one-off costs relating to the Acquisition, which have had no material adverse impact on the Group’s operating cash flows and daily operations.

Despite the expected significant decrease in the profit attributable to the Shareholders, the Group recorded total revenue of approximately RMB2.8 billion to RMB3.0 billion in the FY2025, representing an increase of approximately 72% to 80% as compared with the revenue in the FY2024. The Group is also expected to record a positive earnings before interest, tax, depreciation and amortization in the FY2025.

Meanwhile, the Group has strategically enhanced its core strengths and promoted sustainable growth. These initiatives mainly include: (i) deepening comprehensive global integration, unlocking synergies across business segments, and driving channel synergy and cross-selling; (ii) optimising the Group’s capital structure and strengthening financial resilience to better address market risks and uncertainties; (iii) consolidating technological barriers in production and enhancing cost advantages through its scale advantages; and (iv) expanding the global markets share optimising customer structure and attracting more high-quality customers to increase the market share and brand influence.

As the Group's audited consolidated financial results for the FY2025 have yet to be finalised, the information contained in this announcement is a preliminary assessment made by the Board based on the Group's unaudited consolidated management accounts for the FY2025. Such information has not been audited or reviewed by the Company's independent auditor or the audit committee of the Board and may be subject to adjustments following further review. The Group's audited financial results for the FY2025 (with the comparative figures for the FY2024) are expected to be published by the end of March 2026.

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

By order of the Board
Global New Material International Holdings Limited
SU Ertian
Chairman and Chief Executive Officer

Hong Kong, 18 March 2026

As of the date of this announcement, the Board comprises Dr SU Ertian, Mr JIN Zengqin, Mr ZHOU Fangchao, Mr BAI Zhihuan, Ms ZENG Zhu and Mr LIM Kwang Su as executive Directors; Mr HU Yongxiang as non-executive Director, and Mr HUI Chi Fung, Professor HAN Gaorong, Mr LEUNG Kwai Wah Alex and Professor CHEN Fadong as independent non-executive Directors.