REFIRE

Shanghai REFIRE Group Limited

上海重塑能源集團股份有限公司

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

(Stock Code: 2570)

SUPPLEMENTAL ANNOUNCEMENT PROPOSED CHANGE IN USE OF PROCEEDS FROM THE GLOBAL OFFERING; AND PROPOSED CHANGE IN USE OF PROCEEDS FROM THE SUBSCRIPTIONS

Reference is made to the announcement of Shanghai REFIRE Group Limited (the "**Company**", together with its subsidiaries, the "**Group**") dated April 24, 2026 in relation to the Proposed Change in Use of Proceeds from the Global Offering and the Proposed Change in Use of Proceeds from the Subscriptions (the "**Announcement**"). Unless otherwise stated, capitalized terms used in this announcement shall have the same meanings as those defined in the Announcement.

As disclosed in the Announcement, the Board has resolved to reallocate (i) HK$200 million of the remaining net proceeds from the Global Offering, originally intended to be used for R&D activities and production capacity expansion of the Group's hydrogen fuel cell system and hydrogen production system; and (ii) RMB100 million of the remaining net proceeds from the Subscriptions, originally intended to be used for a construction project of an R&D center for hydrogen fuel cell systems and hydrogen energy equipment, for the replenishment of the Group's working capital (the "**Reallocation of Funds**") in response to the developing trends of global and domestic economic conditions, so as to enhance the efficiency of the utilization of the net proceeds and improve effectiveness in capacity expansion and business development in the market.

The board (the "**Board**") of directors (the "**Directors**") of the Company would like to provide further information in relation to the Board's assessment of the Reallocation of Funds.

Domestic Economic Conditions and Policies

Hydrogen energy has been officially included in the first tier of future industries under the national "15th Five-Year Plan" (《十五五》規劃) in China and has become a new engine for new quality productive forces and economic growth. At the national level, the "Medium-and-Long-Term Plan for Hydrogen Energy Industry Development (2021-2035)" (《氫能產業發展中長期規劃(2021-2035年)》) and the "15th Five-Year Plan", and major green hydrogen projects have been issued. In March 2026, the Ministry of Industry and Information Technology of the PRC (中華人民共和國工業和信息化部), the Ministry of Finance of the PRC (中華人民共和國財政部), and the National Development and Reform Commission of the PRC (中華人民共和國國家發展和改革委員會) jointly issued the "Notice on Carrying Out Comprehensive Hydrogen Energy Application Pilot Work" (《關於開展氫能綜合應用試點工作的通知》) which promotes high-quality development of the hydrogen energy industry, thereby providing important support for the green transformation of the economy, the development of new quality productive forces, and the achievement of the dual carbon goal where the Chinese government aims to peak carbon emissions by 2030 and achieve carbon neutrality by 2060.

The Board believes that the "15th Five-Year Plan" will further promote China's hydrogen energy industry toward large-scale and high-quality development which will in turn drive the further expansion of green electricity applications, cultivate new drivers of economic growth, and facilitate deep decarbonization and green transformation of traditional industries. As a leading hydrogen technology company in China, it is noted that the domestic hydrogen energy market is on the upward trend in recent years with focuses on large-scale commercialization in heavy-duty trucks, localization of core components, increasing demonstration city clusters where fuel cell vehicles and new application and commercialization scenarios for hydrogen use are encouraged with favorable government policies, and new application and commercialization scenarios for industrial use of hydrogen. In view of the capital-intensive nature of the hydrogen energy industry, it is necessary for the Company to allocate substantial funds toward raw materials procurement, R&D and innovation, production capacity, development of business channels as well as relevant ancillary investments in order to support the implementation of its strategic business development plans.

The Board is of the view that the Reallocation of Funds is a proactive optimization made by the Group after considering a combination of various factors, including the global and domestic economic conditions, the domestic hydrogen energy market trend as well as the national policies under the latest "15th Five-Year Plan", in order to capture and benefit from the potential opportunities arising from the latest market trend and the national policies. Specifically, the Group will focus on large-scale application scenarios such as trunk line logistics, mining areas and ports. The Group will strengthen its mass production capabilities and reliability of high-power fuel cell systems, and expand the installed capacity of hydrogen-powered heavy-duty trucks. In addition, the Group will actively expand into non-vehicle application and commercialization scenarios by advancing projects including industrial-grade hydrogen power generation stations, off-grid ultra-fast charging facilities and hydrogen-powered vessels, thereby establishing a dual-driven revenue structure comprising "vehicle applications + non-vehicle applications".

As demonstrated above, the Reallocation of Funds will enable the Group to capture more business opportunities in the hydrogen market by expanding into new application and commercialization scenarios with a view to benefiting from the favorable national policies and maximizing returns to the Company and the Shareholders. As such, the Board is of the view that there is no material change to the business plan of the Group as disclosed in the prospectus of the Company dated November 28, 2024 in relation to the Global Offering and the announcement and the circular of the Company both dated June 8, 2025 in relation to the Subscriptions.

The Company will provide the Shareholders with updates on the reallocated funds through its future annual and interim reports. The Company will also make further announcement(s) in accordance with the requirements of the Listing Rules as and when appropriate.

Construction Project of the R&D Center

The Group will continue to steadily advance the construction project of the new R&D center. The new R&D center construction is an important strategic step for the Group to further strengthen its technological innovation and maintain industry leadership in the future. It helps to cover the entire hydrogen energy chain of production, storage, refuelling and end-use and is crucial for improving product performance, reducing production costs and expanding product applications. The Company currently does not have any plan to downsize the R&D center or reduce its R&D investments. The Company remains committed to strengthening its technological capabilities and enhancing its core competitiveness through continued R&D investments.

While the construction project for the new R&D center is still ongoing, the project will be implemented and completed in stages and a majority part of the funds allocated for the construction project is currently idle. As the hydrogen energy industry is highly capital intensive, it is necessary for the Group to assess the use of idle funds from time to time and to deploy and prioritize its available capital which allows the Company to make a better use of the financial resources of the Company.

The Board will continue to monitor the implementation and construction progress and evaluate on an ongoing basis as to whether and if so, how the construction project will be financed based on key criteria such as cost of capital, approval process time (where applicable), impact on the Company's balance sheet, shareholder dilution, market conditions, and strategic alignment with the Company's long-term objectives.

This supplemental announcement should be read together with the Announcement. Save as disclosed in this supplemental announcement, all other information contained in the Announcement remains unchanged.

By order of the Board
Shanghai REFIRE Group Limited
Mr. LIN Qi
Chairman of the Board

Hong Kong, May 15, 2026

As at the date of this announcement, the Board comprises Mr. LIN Qi, Dr. HU Zhe, Ms. MA Audrey Jing Nan, Dr. ZHAI Shuang and Mr. ZHAO Yongsheng as executive Directors, Mr. LIU Huiyou as non-executive Director, and Mr. LI Wei, Dr. QIAN Meifen and Mr. CHEN Fei as independent non-executive Directors.