Yangzhou Yangjie Electronic Technology Co., Ltd. launches the Offering of GDRs representing A Shares on SIX Swiss Exchange and sets price range between US$14.64 and US$15.46 per GDR

**Yangzhou, China, 12 April 2023 - Yangzhou Yangjie Electronic Technology Co., Ltd. (“Yangzhou Yangjie” or the “Company”), a manufacturer in China that integrates the research and development (“R&D”), manufacturing and sales of semiconductor devices, semiconductor chips and semiconductor silicon wafers and the A Shares of which are listed on the Shenzhen Stock Exchange, today launched its offering (the “Offering”) of GDRs to be listed on SIX Swiss Exchange AG (“SIX Swiss Exchange”).**

* The Offering is expected to consist of up to 8,876,900 global depositary receipts (the “Base GDRs”) representing A Shares of the Company and up to additional 5,462,600 global depositary receipts representing A Shares of the Company pursuant to an upsize option which may be jointly exercised by the Company and Huatai Financial Holdings (Hong Kong) Limited on the date of pricing of the Offering based on demand (the “Upsize Option”) (the “Upsize Option GDRs”, together with the Base GDRs, the “GDRs” or the “Securities”).
* One (1) GDR represents an interest in two (2) A Shares in the Company.
* The price range for the GDRs has been set between US$14.64 and US$15.46 per GDR (the “Offer Price Range”) and will result in an offer size of approximately US$133.6 million (assuming the sale of all Base GDRs at the mid-point of the Offer Price Range and no exercise of the Upsize Option) to US$215.8 million (assuming the sale of all Base GDRs and Upsize Option GDRs at the mid-point of the Offer Price Range).
* The offer period commences today, 12 April 2023, and is anticipated to end at 5 p.m. CEST on 12 April 2023.
* The listing and the first day of trading on SIX Swiss Exchange are expected to take place on or around 18 April 2023 (the “First Day of Trading”).

Offering summary

The GDRs represent A Shares in Yangzhou Yangjie, a joint stock company with limited liability established under the laws of the People’s Republic of China (the “PRC”). The A shares are ordinary shares with a nominal value of RMB1.00 each, which are listed and traded on the Shenzhen Stock Exchange under the stock code 300373 (the “A Shares”). The GDRs are to be issued against the deposit of A Shares, with one (1) GDR representing an interest in two (2) A Shares.

The Offering comprises up to approximately 8,876,900 GDRs (assuming no exercise of the Upsize Option) to 14,339,500 GDRs (assuming the full exercise of the Upsize Option). The listing of the GDRs on SIX Swiss Exchange will be in accordance with its Standard for Depository Receipts.

The Offer Price Range for the GDRs has been set between US$14.64 and US$15.46 per GDR, anticipating an offer size of US$133.6 million and US$215.8 million. The offer price and final number of GDRs sold will be determined following a book building process.

The Offering consists of: (i) a private placement in Switzerland solely to professional clients within the meaning of art. 4 para. 3 of the Swiss Federal Act on Financial Services (the "FinSA"); and (ii) private placements in certain jurisdictions outside of Switzerland and the United States of America ("United States" or "US") in accordance with applicable securities laws in reliance on Regulation S ("Regulation S") under the U.S. Securities Act of 1933, as amended (the "Securities Act") and on the basis of various exemptions, including those provided by the Regulation (EU) 2017/1129 (the "Prospectus Regulation") and/or Regulation (EU) 2017/1129 as it forms part of domestic UK law by virtue of the European Union (Withdrawal) Act 2018 (the "UK Prospectus Regulation")

The offer period commences today, 12 April 2023, and is expected to end on 12 April 2023 at 5 p.m. CEST. The final offer price and the final number of GDRs sold are expected to be published around 12 April 2023. The GDRs are expected to be listed on SIX Swiss Exchange and commence trading on or around 18 April 2023.

The net proceeds from the offering of GDRs by the Company are intended to be used to (i) further promote the R&D of chips, discrete device manufacturing, international channel expansion and other fields, and (ii) continue to expand the capacity of core business areas and supplement the working capital.

Huatai Financial Holdings (Hong Kong) Limited is acting as the Sole Global Coordinator and Joint Bookrunner, and GF Securities (Hong Kong) Brokerage Limited,Guotai Junan Securities (Hong Kong) Limited, and China Galaxy International Securities (Hong Kong) Co., Limited are acting as the Joint Bookrunners in the Offering.

The Company is one of the world’s leading yeast and yeast extract companies and has been the pioneer of China’s yeast industry. According to the China Insights Industry Consultancy Limited (“CIC”) Report, in 2021, the Company ranked first in Chinese domestic and Asia yeast and yeast extract market in terms of sales volume with a market share of over 60% and over 35%, respectively; the Company ranked second in the global yeast and yeast extract market in terms of sales volume with a market share of over 15%. The Company is also the world’s largest yeast extract supplier and the second largest dry yeast supplier by production capacity in 2021, according to the CIC Report. As of September 30, 2022, the Company’s annual production capacity of yeast and yeast extract products exceeded 330,000 tons. The Company’s main products, yeast and its deep-processed products, are widely used in baking and fermented flour-based food, food flavoring, brewing, human health, animal nutrition, plant care and microbial nutrition, among others.

The Company is one of the few outstanding manufacturers in China that integrates the R&D, manufacturing and sales of semiconductor devices, semiconductor chips and semiconductor silicon wafers. According to the CIC Report, in 2021, it was (i) the largest China-based power diode company, and the second largest power diode company in the world; (ii) the third largest China-based power discrete device company in the world; and (iii) the third largest China-based small signal and switching transistor in the world, in terms of revenue.

**Key Offering Information and Indicative Offering Schedule**

| **Key Offering Information** |  |
| --- | --- |
| **Listing** | SIX Swiss Exchange (in accordance with its Standard for Depository Receipts) |
| **Ticker** | YJET |
| **Swiss Security Number (*Valorennummer*)** | 124722475 |
| **International Security Identification Number (ISIN)** | US98490B1061 |
| **Nominal Value** | RMB1.00 per A Share, with one (1) GDR representing an interest in two (2) A Shares |
| **Offer Price Range** | between US$14.64 and US$15.46 per GDR |
| **Offer Size** | Up to 14,339,500 GDRs, consisting of up to 8,876,900 Base GDRs and up to 5,462,600 Upsize Option GDRs pursuant to the Upsize Option |
| **Indicative Offering Schedule** |  |
| Commencement of Offer Period | 12 April 2023 |
| End of Offer Period | 12 April 2023, at 5 p.m. CEST |
| Publication of Final Offer Price and Final Number of Offered GDRs | Around 12 April 2023 |
| Listing and First Day of Trading | 18 April 2023 |
| Payment and Settlement | 18 April 2023 |

**Contact**

Yangzhou Yangjie Electronic Technology Co., Ltd.

Fan Fengbin, Secretary of the Board of Directors

fb.fan@21yangjie.com

+86 159 0527 6355

**About Yangzhou Yangjie Electronic Technology Co., Ltd.**

The Company is one of the few outstanding manufacturers in China that integrates the R&D, manufacturing and sales of semiconductor devices, semiconductor chips and semiconductor silicon wafers. For more information, visit www.21yangjie.com.

Weiyang Economic Development Zone, Yangzhou, Jiangsu Province, the PRC

Important Information

This announcement may not be published, distributed or transmitted, directly or indirectly, in the United States of America (including its territories and possessions), Australia, Canada, Japan, South Africa or any other jurisdiction where such announcement could be unlawful. The distribution of this announcement may be restricted by law in certain jurisdictions and persons who are in possession of this document or other information referred to herein should inform themselves about and observe any such restrictions. Any failure to comply with these restrictions may constitute a violation of the securities laws of any such jurisdiction.

This announcement does not constitute an offer of, or a solicitation of an offer to purchase, securities of the Company or of any of its subsidiaries in the United States of America or any other jurisdiction. Neither this announcement nor anything contained herein shall form the basis of, or be relied upon in connection with, an offer in any jurisdiction.

The securities offered have not been, and will not be, registered under the U.S. Securities Act of 1933, as amended (the “Securities Act”), or the securities laws of any state or other jurisdiction of the United States and may not be offered or sold within the United States, except pursuant to an exemption from, or in a transaction not subject to, the registration requirements of the Securities Act and any applicable state or local securities laws. The securities are being offered and sold only outside the United States in offshore transactions in reliance on Regulation S under the Securities Act. There will be no public offering of the securities in the United States.

This announcement does not constitute an offer to sell or a solicitation to buy securities of the Company and it does not constitute a prospectus or a similar notice within the meaning of articles 35 et seqq. or 69 of the FinSA. The offer and listing are made solely by means of, and on the basis of, a prospectus which was approved by the competent review body and published. An investment decision regarding the Securities referred to herein should be based exclusively on the prospectus published by the Company for this purpose. Copies of the prospectus and any supplements thereto are/will be available per request free of charge for 12 months following the First Day of Trading from the Company (email: zjb@21yangjie.com).

In member states of the European Economic Area (the "EEA") the placement of Securities described in this announcement is directed exclusively at persons who are "qualified investors" within the meaning of Regulation (EU) 2017/1129 of the European Parliament and of the Council of 14 June 2017 (the "Prospectus Regulation").

This announcement does not constitute an "offer of securities to the public" within the meaning of the Prospectus Regulation of the securities in any member state of the EEA or the Regulation (EU) 2017/1129 as it forms part of domestic law by virtue of the European Union (Withdrawal) Act 2018, as amended (the "UK Prospectus Regulation"). Any offers of the securities to persons in the EEA will be made pursuant to an exemption under the Prospectus Regulation, as implemented in member states of the EEA, from the requirement to produce a prospectus for offers of the securities.

In the United Kingdom, this document is for distribution only to, and directed only at, persons who are "qualified investors" within the meaning of Article 2(e) of the UK Prospectus Regulation and who (i) have professional experience in matters relating to investments (being investment professionals falling within article 19(5) of the Financial Services and Markets Act 2000 (Financial Promotion) Order 2005 (as amended, the "Financial Promotion Order")), (ii) are persons falling within article 49(2)(a) to (d) (high net worth companies, unincorporated associations etc.) of the Financial Promotion Order, (iii) are otherwise persons to whom it may otherwise lawfully be communicated or caused to be communicated (all such persons together being referred to as "relevant persons"). In the United Kingdom, this document is directed only at relevant persons and must not be acted on or relied on by persons who are not relevant persons.

This announcement must not be acted on or relied on (i) in the United Kingdom, by persons who are not relevant persons, and (ii) in any member state of the EEA, by persons who are not qualified investors. Any investment or investment activity to which this announcement relates is available only to and will only be engaged with (i) in the United Kingdom, relevant persons, and (ii) in any member state of the EEA, qualified investors and other persons who are permitted to subscribe for the Securities described herein pursuant to an exemption from the Prospectus Regulation and other applicable legislation, and will only be engaged in with such persons.

In Switzerland, the Securities described in this announcement will be offered solely to professional clients within the meaning of article 4 para 3 of FinSA. The Securities may not be publicly offered, directly or indirectly, in Switzerland within the meaning of FinSA. Each purchaser of the Securities in Switzerland will be deemed to have represented and agreed that it qualifies as a "professional client" within the meaning of the FinSA.

The Securities are not being offered or sold and may not be offered or sold, directly or indirectly, in the PRC (for such purposes, not including the Hong Kong and Macau Special Administrative Regions or Taiwan), except as permitted by the applicable laws of the People's Republic of China, including the PRC Securities Law.

No action has been taken that would permit an offering or an acquisition of the Securities or a distribution of this announcement in any jurisdiction where such action would be unlawful. Persons into whose possession this announcement comes are required to inform themselves about and to observe any such restrictions.

This announcement does not constitute a recommendation concerning the placement. Investors should consult a professional advisor as to the suitability of the placement for the person concerned.

This announcement may contain forward looking statements, estimates, opinions and projections with respect to anticipated future performance of the Company ("forward-looking statements"). These forward-looking statements can be identified by the use of forward-looking terminology, including the terms "believes," "estimates," "anticipates," "expects," "intends," "may," "will" or "should" or, in each case, their negative, or other variations or comparable terminology. These forward-looking statements include all matters that are not historical facts. Forward-looking statements are based on the current views, expectations and assumptions of the management of the Company and involve significant known and unknown risks and uncertainties that could cause actual results, performance or events to differ materially from those expressed or implied in such statements. Forward-looking statements should not be read as guarantees of future performance or results and will not necessarily be accurate indications of whether or not such results will be achieved. Any forward-looking statements included herein only speak as at the date of this release. The Company undertakes no obligation, and do not expect to publicly update, or publicly revise, any of the information, forward-looking statements or the conclusions contained herein or to reflect new events or circumstances or to correct any inaccuracies which may become apparent subsequent to the date hereof, whether as a result of new information, future events or otherwise. The Company accepts no liability whatsoever in respect of the achievement of such forward-looking statements and assumptions.