



Questions	It is known that Tesla's energy storage super factory will plan to produce the Megapack, an ultra-large commercial energy storage battery. The initial plan is to produce 10,000 units annually, with a total storage capacity of nearly 40GWh. The product will cover the global market. The Tesla energy storage Megafactory project is scheduled to commence in the third quarter of 2023 and begin operation in the second quarter of 2024. May I inquire whether CNGR has any energy storage-related businesses and whether you could provide information on this sector's business and collaboration with Tesla?
Answer	Dear investors, our company's products have extensive applications in new energy vehicles, energy storage, 3C Electronics, and power tools industries. Our downstream customers cover major vehicle manufacturers, battery manufacturers, and cathode material manufacturers worldwide. Please refer to our periodic and temporary announcements for specific cooperation information. Thanks for your attention to our company!

Questions	How is the domestic testing of high-nickel matte going? Is it operating normally?
Answer	Dear investors, Please refer to our periodic and temporary announcements for the construction of the Company's projects. Thanks for your attention to our company!

Questions	Dear Board Secretary, with the prices of lithium mines and ternary precursor materials falling, the cost of ternary batteries has decreased, leading to an increase in their cost-effectiveness. The Company has implemented a cost-plus pricing model, which aligns the cost reductions with increased sales volume from customers. Given this, I am wondering if the recent capacity utilization rate of the Company has been sustained at a high level?
Answer	Dear investors, The overall capacity utilization rate of the Company has been consistently maintained above 90% for the year 2022. Additionally, the utilization rate has been rising gradually due to several factors, such as the decline in lithium carbonate prices and the rising demand for end products. Thanks for your attention to our company!

Questions	Is the condensed battery that CATL released on April 19 at the Shanghai Auto Show using your ultra-high nickel materials? CNGR received a request from a major customer for a 30-day solution to achieve mass production of ultra-high nickel materials at the end of last year. Is this major customer specifically referring to Samsung, LG, CATL and Tesla etc.?
Answer	Dear investors, Our downstream customers cover major vehicle manufacturers, battery manufacturers, and cathode material manufacturers worldwide. Please refer to our periodic and temporary announcements for specific cooperation information. Thanks for your attention to our company!

Questions	The current balance of the Company's securities lending has exceeded three times the daily trading volume. This has led to a strong intention for short-selling capital to suppress the stock price, especially during the closing session, where the objective can be achieved with minimal cost. The sources of these securities lending should come from relatively large shareholders. From the Company's perspective of maintaining its market value and influence on the capital market, is it possible to privately communicate with the relevant shareholders to reduce the impact of securities lending?
Answer	Dear investors, As securities subject to margin trading and securities lending, investors who legally finance the purchase or short-selling of such securities are engaging in normal market trading activities. The Company has always adhered to the principle of focusing on business operation and technological innovation to enhance its core competitiveness, starting from the overall interests of all shareholders. The Company strives to ensure maximum consistency between the Company's interests and those of its shareholders. Thanks for your attention to the Company.

Questions	LG Chemical, one of your Company's major clients, recently signed a three-year purchase and sales contract with your company in March. In addition, they have recently established a joint venture with Huayou Cobalt to build a factory. It is strongly recommended that the chairman and shareholders acquire high-quality enterprises
Answer	Dear investors, With the rapid development of the new energy industry, downstream customers will gradually tend towards having multiple suppliers for reasons such as ensuring supply security. However, due to the increasing demand in the industry, the absolute quantity of product supply continues to rise, which may lead to a decline in the supply proportion. For any future developments related to the Company, please stay tuned to our official announcements. Thanks for your advice and attention to the Company!

Questions	May I ask if there will be a situation of overproduction in the future for CNGR's cathode materials? If so, what impact will it have on the Company's performance? Thanks!
Answer	Dear investors, In the short term, with the planned addition of a large number of new enterprises and existing ternary precursors companies expanding production capacity, competition in the industry will remain intense. The nickel-based ternary precursor industry has always been in a state of structural excess capacity, mostly at the mid-to-low end, with a temporary shortage at the high-end production capacity stage. However, in the medium to long term, there is still a broad growth space in the new energy vehicle market, and there is still room for technological advancement. Additionally, as downstream terminal markets become more intelligent and interconnected, there will be a higher requirement for performance indicators of lithium ion battery material products, and product iterations will continue. The Company will fully leverage its leading position in the industry and utilize its research and development advantages, quality advantages, customer advantages, and scale advantages to continuously strengthen its global service capabilities, customer collaboration, and supply chain management capabilities. The Company will continue to consolidate and strengthen its core competitiveness, maintaining its position as a leading player in the industry and growing at a steady pace. Thanks for your attention to the Company!

Questions	Do you think there are any negative factors yet to be revealed that could explain the Company's excessively high balance of securities lending?
Answer	Dear investors, At present, the Company operates and produces normally. As securities subject to margin trading, investors who legally finance the purchase or short-selling of such securities are engaging in normal market trading activities. The Company does not have any situation that should be disclosed but not yet. Thanks for your attention to our company!