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Company Name: GNI Group Ltd.
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President and CEO
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**(Update to a previous disclosure) F351 Phase II Clinical Trial Research Paper Selected
in China's Top 10 Original Research**

GNI Group Ltd., (TSE Growth listed code: 2160; “the Company” or “we”) today announced that its main subsidiary, Beijing Continent Pharmaceuticals Co., Ltd. (“BC”), announced that the paper titled “Hydronidone for the treatment of liver fibrosis related to chronic hepatitis B: a Phase 2 randomized controlled trial” (as in the Company’s disclosure on July 15, 2022) was awarded "Top 10 Original Research on Portal Hypertension and Cirrhosis in China" in 2022.

For more details, please refer to the article dated August 17, 2023 on BC's website below:

<https://www.bjcontinent.com/en/news>

The impact of this news on the Company’s consolidated financial results for the current fiscal year is immaterial. As previously disclosed, China National Medical Products Administration (NMPA) designated F351 as a “Breakthrough Therapy” in 2021, and F351 forms a core of our future drug pipeline.

About F351 (generic name: Hydronidone):

F351 is a New Chemical Entity (NCE) derivation of ETUARY®, which inhibits hepatic stellate cell proliferation and TGF-β signaling pathway, both of which play major roles in the fibrosis of internal organs. BC holds the key patent rights for F351 in mainland China, while Catalyst Biosciences, Inc., an equity method affiliate of the Company, holds its rights in the other countries.

About GNI Group Ltd.:

The Company is a holding company of global healthcare company listed on the Growth Board of the Tokyo Stock Exchange and engaged in drug discovery, pharmaceutical development, biomaterial development, clinical studies, manufacturing, and sales in both the United States and China. For more information, please visit our website below:

<https://www.gnipharma.com/>

About Beijing Continent Pharmaceuticals Co, Ltd:

Continent is a profitable fully integrated specialty biopharmaceutical company with a focus in the organ fibrosis market. With global research and development capabilities, commercial-scale manufacturing facilities, a deep distribution network across China, and a sales and marketing team of 300 people, Continent is a leading company in China of the idiopathic pulmonary fibrosis (IPF) treatment with its flagship medicine ETUARY®. The company has a rich pipeline of potential assets, including F351 for HBV associated liver fibrosis which is in Phase 3 study in China. For more information, please visit Continent's website below:

<https://www.bjcontinent.com/en/>

This material contains statements concerning the current plans, expectations and strategies of GNI Group Ltd. ("the Company"). Any statements contained herein that pertain to future operating performance and that are not historic facts are forward-looking statements. Forward-looking statements may include, but are not limited to, words such as "believe," "plan," "strategy," "expect," "forecast," "possibility" and similar words that describe future operating activities, business performance, events or conditions. Forward-looking statements, whether spoken or written, are based on judgments made by the management of the Company, based on information that is currently available to it. As such, these forward-looking statements are subject to various risks and uncertainties, and actual business results may vary substantially from the forecasts expressed or implied in forward-looking statements. Consequently, investors are cautioned not to place undue reliance on forward-looking statements.

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