



AsialInfo  
亚信科技

**AsialInfo Technologies Limited**

(Incorporated in the British Virgin Islands with limited liability)

Stock Code: 01675

# AI FIRST

USHERING IN THE NEW ERA  
OF INTERNET OF AGENTS

Annual Report 2025

# TELECOM CORE SYSTEM

EFFICIENCY ENHANCEMENT ➤





# **S** SMART DIGITAL OPERATION

**ECOSYSTEM** ➤

# **S** MART **CONNECTIVITY PRODUCT**

**GROWTH** ➤



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# DEFINITIONS AND GLOSSARY OF TECHNICAL TERMS

## DEFINITION

In this annual report, unless the context otherwise requires, the following expressions have the following meanings:

<b>"AGM"</b>	the forthcoming annual general meeting of the Company to be held on Thursday, 28 May 2026
<b>"Articles of Association"</b>	the memorandum and articles of association of the Company, as amended from time to time
<b>"AsialInfo Security"</b>	AsialInfo Security Technology Co., Ltd. (亞信安全科技股份有限公司) (whose shares are listed on the Shanghai Stock Exchange (stock code: 688225)), a substantial Shareholder and a limited liability company incorporated in the PRC on 25 November 2014, which is ultimately controlled and beneficially owned as to approximately 51.42% by Dr. TIAN as at the Latest Practicable Date
<b>"Audit Committee"</b>	the audit committee of the Company
<b>"Board"</b>	the board of Directors
<b>"Board Committees"</b>	the Audit Committee, the Nomination Committee, the Remuneration Committee and the Strategy and Investment Committee
<b>"Board Diversity Policy"</b>	the Board diversity policy of the Company
<b>"CAICT"</b>	the China Academy of Information and Communications Technology
<b>"CG Code"</b>	the Corporate Governance Code as set out in Appendix C1 to the Listing Rules (applicable to the Reporting Period)
<b>"Chief Executive Officer"</b>	the chief executive officer of the Company
<b>"China Mobile Group" or "China Mobile"</b>	China Mobile Limited and its subsidiaries
<b>"China Telecom"</b>	China Telecom Corporation Limited, a company established in the PRC, whose shares are listed on the Shanghai Stock Exchange and the Stock Exchange
<b>"China Unicom"</b>	China United Network Communications Group Co., Ltd., is a state-owned enterprise principally engaged in communication industry in the PRC



## DEFINITIONS AND GLOSSARY OF TECHNICAL TERMS

<b>"CMC"</b>	China Mobile Communication Co., Ltd., a company established in the PRC with limited liability and a wholly owned subsidiary of China Mobile Limited
<b>"Company" or "AsialInfo Technologies"</b>	AsialInfo Technologies Limited (亞信科技控股有限公司), an international business company incorporated in the British Virgin Islands on 15 July 2003, whose Shares are listed on the Stock Exchange (stock code: 1675)
<b>"connected person"</b>	has the meaning ascribed thereto under the Listing Rules
<b>"Director(s)"</b>	the director(s) of the Company
<b>"ESG"</b>	environmental, social and governance
<b>"ETSI"</b>	the European Telecommunications Standards Institute, a non-profit communication standardisation organisation approved and established by the European Commission
<b>"Exercise Notice"</b>	written or electronic notice of the grantee to the Company to exercise share options on or after the vesting date of the share option
<b>"Group"</b>	the Company and its subsidiaries
<b>"GTI"</b>	Global TD-LTE Initiative
<b>"HK\$" or "HKD"</b>	Hong Kong dollars, the lawful currency of Hong Kong
<b>"Hong Kong"</b>	the Hong Kong Special Administrative Region of the PRC
<b>"IEEE"</b>	the Institute of Electrical and Electronics Engineers
<b>"Independent Third Party(ies)"</b>	third party(ies) independent of, and not connected with, the Company and any of its connected person(s)
<b>"iResearch Consulting"</b>	Shanghai iResearch Marketing Consulting Co., Ltd., an indirect wholly owned subsidiary of the Company



## DEFINITIONS AND GLOSSARY OF TECHNICAL TERMS

<b>“Latest Practicable Date”</b>	1 April 2026, being the latest practicable date prior to the publication of this annual report for the purpose of ascertaining certain information contained in this annual report
<b>“Listing Rules”</b>	the Rules Governing the Listing of Securities on the Stock Exchange
<b>“MIIT”</b>	Ministry of Industry and Information Technology of the PRC
<b>“Model Code”</b>	the Model Code for Securities Transactions by Directors of Listed Issuers as set out in Appendix C3 to the Listing Rules
<b>“MPF”</b>	mandatory provident fund
<b>“MPF Scheme”</b>	the MPF scheme operated by the Group for all eligible Hong Kong employees under the Mandatory Provident Fund Schemes Ordinance (Chapter 485 of the Laws of Hong Kong)
<b>“New Lease Framework Agreement”</b>	the lease framework agreement renewed by the Company and CMC on 31 October 2025
<b>“New Master Procurement Agreement”</b>	the master information and telecommunications technology services and products procurement framework agreement renewed by the Company and CMC on 31 October 2025
<b>“New Software Products and Services Framework Agreement”</b>	the software products and services framework agreement renewed by the Company and CMC on 31 October 2025
<b>“Nomination Committee”</b>	the nomination committee of the Company
<b>“PRC” or “China”</b>	the People’s Republic of China
<b>“Pre-IPO Share Option Scheme”</b>	the share option schemes before IPO of the Company adopted on 26 June 2018
<b>“Prospectus”</b>	the prospectus of the Company dated 6 December 2018
<b>“R&amp;D”</b>	research and development
<b>“Remuneration Committee”</b>	the remuneration committee of the Company



## DEFINITIONS AND GLOSSARY OF TECHNICAL TERMS

<b>“Reporting Period”</b>	the financial year ended 31 December 2025
<b>“RMB”</b>	Renminbi, the lawful currency of the PRC
<b>“RSUs”</b>	the restricted share units
<b>“SFO”</b>	the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong), as amended, supplemented or otherwise modified from time to time
<b>“Share(s)”</b>	ordinary share(s) of the Company
<b>“Shareholder(s)”</b>	holder(s) of the Share(s)
<b>“Stock Exchange”</b>	the Stock Exchange of Hong Kong Limited
<b>“Strategy and Investment Committee”</b>	the strategy and investment committee of the Company
<b>“Technological Security Service Framework Agreement”</b>	the technological security service framework agreement dated 10 March 2025 entered into between AsiaInfo Security and the Company
<b>“Technological Service Framework Agreement”</b>	the technological service framework agreement dated 10 March 2025 entered into between AsiaInfo Security and the Company
<b>“TMF” or “TM Forum”</b>	the International Telecommunication Management Forum
<b>“Trust Management Committee”</b>	the trust management committee of the Company
<b>“US”</b>	the United States of America
<b>“USD” or “US\$”</b>	US dollars, the lawful currency of US
<b>“2019 Share Option Scheme”</b>	the share option scheme adopted by the Company on 25 November 2019
<b>“2020 Share Award Scheme”</b>	the share award scheme adopted by the Company on 7 January 2020
<b>“2023 Share Award Scheme”</b>	the share award scheme adopted by the Company on 4 December 2023
<b>“%”</b>	per cent



## DEFINITIONS AND GLOSSARY OF TECHNICAL TERMS

### GLOSSARY OF TECHNICAL TERMS

This glossary of technical terms contains terms used in this annual report that are related to the business of the Group. As such, these terms and their meanings may not always correspond to standard industry meaning or usage of these terms.

<b>"AI"</b>	artificial intelligence
<b>"AI-RAN"</b>	Artificial Intelligence Radio Access Network
<b>"AN L4"</b>	Autonomous Networks Level 4
<b>"BSS"</b>	business support systems
<b>"CRM"</b>	customer relationship management
<b>"DevOps"</b>	development and operation system
<b>"DSS"</b>	data support systems
<b>"ICT"</b>	information and communication technology
<b>"Internet of Things" or "IoT"</b>	the network of physical objects — devices, vehicles, buildings and other items — embedded with electronics, software, sensors and network connectivity that enables these objects to collect and exchange data
<b>"IT"</b>	information technology, the application of computers and communications equipment to store, retrieve, transmit and manipulate data
<b>"MSS"</b>	management support systems
<b>"O-RAN"</b>	open radio access network
<b>"OSS"</b>	operations support systems



## DEFINITIONS AND GLOSSARY OF TECHNICAL TERMS

<b>"PaaS"</b>	platform as a service
<b>"RAG"</b>	Retrieval-Augmented Generation
<b>"RaaS"</b>	robot as a service
<b>"RAN"</b>	radio access network
<b>"SaaS"</b>	software as a service
<b>"3D"</b>	3-dimension, referring to a spacing system in which a direction vector is added in the flat second dimension system
<b>"4G"</b>	the fourth-generation of mobile communications technology, applied in amended mobile web access, IP telephony, gaming services, high-definition mobile TV, video conferencing, 3D television and cloud computing
<b>"5G"</b>	the fifth-generation of mobile communications technology which has higher speed and capacity and lower latency than 4G
<b>"5G-A"</b>	the advanced version of the fifth-generation of mobile communications technology
<b>"6G"</b>	the sixth-generation of mobile communications technology which has higher speed and capacity and lower latency than 5G



# CORPORATE PROFILE

AsialInfo Technologies listed its Shares on the Stock Exchange on 19 December 2018. The history of the Group dated back to 1993 when we served as the provider of China's first-generation telecom software, whereby we have collaborated extensively with each of China Mobile, China Unicom and China Telecom since the 1990s, supporting over one billion subscribers across China.

AsialInfo Technologies is a leading provider of software products, solutions and services, as well as a leading provider with full-stack digital-intelligent capabilities. Leveraging its full-stack capabilities in "data, intelligence, connectivity and security", the Group takes "Interconnecting the Intelligent World, Securing Digital Connectivity" as its mission and "Empower a Thriving Digital Intelligence Ecosystem" as its vision. In the era of the Internet of Agents, the Group provides high-growth enterprise customers with digital-intelligent transformation services covering "smart connectivity, smart digital operations and professional services".

AsialInfo Technologies has established "AI First" as its core strategy for the next decade, charting a new blueprint for the "Internet of Agents". The Group is constructing three major business pillars, namely Telecom Core System, Smart Digital Operation, and Smart Connectivity Product, while deeply integrating AI technologies to drive business

transformation and upgrades, and deepening the native integration of security capabilities to fortify the foundation of digital security.

AsialInfo Technologies will closely keep pace with the evolutionary trends of technologies including AI, computing power infrastructure, satellite internet and 6G, insisting on independent innovation, cultivating the digital intelligence industry, and in the era of the Internet of Agents, building an ecological system together with industry partners for win-win cooperation, continuing to promote business model innovation so as to empower and support the digital-intelligent transformation of enterprises and the high-quality, sustainable development of the industry.

As of 31 December 2025, the Group had interests in the following major subsidiaries and branches: AsialInfo Technologies (H.K.) Limited (香港亞信科技有限公司), AsialInfo Technologies (China), Inc. (亞信科技(中國)有限公司), AsialInfo Technologies (China), Inc. Wuhan Branch, AsialInfo Technologies (China), Inc. Shenyang Branch, AsialInfo Technologies (China), Inc. Guangzhou Branch, AsialInfo Technologies (China), Inc. Shanghai Branch, AsialInfo Technologies (China), Inc. Chengdu Branch, AsialInfo Technologies (China) Inc., Hangzhou Branch, AsialInfo Technologies (China), Inc. Changsha Branch, AsialInfo

Technologies (China), Inc. Xi'an Branch, AsialInfo Technologies (China), Inc. Nanjing Branch, AsialInfo Technologies (China), Inc. Zhengzhou Branch, Hong Kong AsialInfo Technologies Limited (香港亞信技術有限公司), AsialInfo Technologies (Nanjing), Inc. (亞信科技(南京)有限公司), AsialInfo Technologies (Nanjing), Inc. Wuhan Branch, AsialInfo Technologies (Nanjing), Inc. Guiyang Branch, Guangzhou AsialInfo Technology Co., Ltd. (廣州亞信技術有限公司), Guangzhou AsialInfo Technology Co., Ltd. Chengdu Branch, Guangzhou AsialInfo Technology Co., Ltd. Shanghai Branch, Guangzhou AsialInfo Technology Co., Ltd. Hangzhou Branch, Guangzhou AsialInfo Technologies, Inc. Lanzhou Branch, Guangzhou AsialInfo Technologies, Inc. Guiyang Branch, Hangzhou AsialInfo Software Co., Ltd. (杭州亞信軟件有限公司), Hangzhou AsialInfo Cloud Information Technologies Limited, Hangzhou AsialInfo Cloud Information Technology Beijing Branch, Nanjing AsialInfo Software Co., Ltd. (南京亞信軟件有限公司), Nanjing AsialInfo Software Co., Ltd. Hefei Branch, Nanjing AsialInfo Software Co., Ltd. Wuhan Branch, Hunan AsialInfo Software Co., Ltd. (湖南亞信軟件有限公司), Hunan AsialInfo Software Co., Ltd. Fuzhou Branch, Hunan AsialInfo Software Co., Ltd. Shanghai Xucao Technology Branch, AsialInfo Big Data (H.K.) Limited (亞信大數據(香港)有限公司), Chongqing iResearch Digital Intelligence Technology Co., Ltd. (重慶艾瑞數智科技有限公司), Chongqing iResearch Digital Intelligence Technology Co., Ltd. Nanjing Branch, Chongqing iResearch Digital Intelligence Technology Co., Ltd. Chengdu Branch, Chongqing iResearch Digital Intelligence Technology Co., Ltd. Hangzhou Branch, Chongqing iResearch Digital Intelligence Technology Co., Ltd. Wuhan Branch, Chongqing iResearch Digital Intelligence Technology Co., Ltd. Changsha Branch, Chongqing iResearch

Digital Intelligence Technology Co., Ltd. Beijing Branch, Chongqing iResearch Digital Intelligence Technology Co., Ltd. Shanghai Branch, Beijing AsialInfo Xingyuan Technology Limited (北京亞信興源科技有限公司), Chongqing Shuzhiluoji Technology Limited (重慶數智邏輯科技有限公司), Chongqing Shuzhiluoji Technology Limited Hefei Branch, Chongqing Shuzhiluoji Technology Limited Wuhan Branch, Chongqing Shuzhiluoji Technology Limited Changsha Branch, Chongqing Shuzhiluoji Technology Limited Guangzhou Branch, Chongqing Shuzhiluoji Technology Limited Shanghai Branch, Chongqing Shuzhiluoji Technology Limited Beijing Branch, Chongqing Shuzhiluoji Technology Limited Lanzhou Branch, Hainan AsialInfo Software Co., Ltd. (海南亞信軟件有限公司), Shanghai iResearch Marketing Consulting Co., Ltd. (上海艾瑞市場諮詢股份有限公司), Shanghai iResearch Marketing Consulting Co., Ltd. Guangzhou Branch, Shanghai iResearch Marketing Consulting Co., Ltd. Beijing Branch, Shanghai iTracker Consulting Co., Ltd. (上海艾瑞數科商務諮詢有限公司), Shanghai iTracker Consulting Co., Ltd. Beijing Branch, Shanghai iTracker Consulting Co., Ltd. Shenzhen Branch, Tianjin AsialInfo Information Technology Co., Ltd. (天津亞信信息科技有限公司), Tianjin AsialInfo Information Technology Co., Ltd. Nankai Branch, Tianjin AsialInfo Information Technology Co., Ltd. Zhengzhou Branch, Tianjin AsialInfo Information Technology Co., Ltd. Nanjing Branch, Tianjin AsialInfo Information Technology Co., Ltd. Hanzhou Branch, Tianjin AsialInfo Information Technology Co., Ltd. Changsha Branch, Tianjin AsialInfo Information Technology Co., Ltd. Shanghai Branch, Tianjin AsialInfo Information Technology Co., Ltd. Beijing Branch, Hainan AsialInfo Technology Co., Ltd. (海南亞信科技有限公司) and Hunan AsialInfo Anhui Technology Limited (湖南亞信安慧科技有限公司).

## CORPORATE PROFILE



# CORPORATE INFORMATION

## BOARD OF DIRECTORS

### Executive Directors

Dr. TIAN Suning (*Chairman*)  
Mr. KWOK Bernard Chuen Wah

### Non-executive Directors

Mr. HE Zheng  
Mr. YANG Lin  
Ms. LIU Hong  
Mr. E Lixin

### Independent Non-executive Directors

Dr. ZHANG Ya-Qin  
Mr. GE Ming  
Ms. TAO Ping  
Dr. WANG Lei  
Dr. LIU Jun

## AUDIT COMMITTEE

Mr. GE Ming (*Chairman*)  
Mr. E Lixin  
Ms. TAO Ping  
Dr. WANG Lei

## REMUNERATION COMMITTEE

Dr. ZHANG Ya-Qin (*Chairman*)  
Mr. HE Zheng  
Mr. GE Ming

## NOMINATION COMMITTEE

Dr. TIAN Suning (*Chairman*)  
Ms. LIU Hong  
Dr. ZHANG Ya-Qin  
Mr. GE Ming  
Ms. TAO Ping  
Dr. WANG Lei

## STRATEGY AND INVESTMENT COMMITTEE

Mr. HE Zheng (*Chairman*)  
Dr. TIAN Suning  
Mr. KWOK Bernard Chuen Wah  
Mr. YANG Lin  
Ms. LIU Hong  
Mr. E Lixin  
Dr. LIU Jun

## CHIEF EXECUTIVE OFFICER

Dr. OUYANG Ye

## COMPANY SECRETARY

Ms. YU Wing Sze

## AUTHORISED REPRESENTATIVES

Mr. GE Ming  
Ms. YU Wing Sze

## REGISTERED OFFICE

Craigmuir Chambers  
Road Town Tortola, VG1110  
British Virgin Islands

## PRINCIPAL PLACE OF BUSINESS AND HEAD OFFICE IN CHINA

AsiaInfo Plaza  
10 Xibeiwang Dong Lu  
Haidian District  
Beijing 100193  
PRC

## PRINCIPAL PLACE OF BUSINESS IN HONG KONG

31/F, Tower Two  
Times Square  
1 Matheson Street  
Causeway Bay  
Hong Kong

## OTHER PLACE OF BUSINESS IN HONG KONG

Flat 03, 39/F  
COSCO Tower  
183 Queen's Road Central  
Sheung Wan, Hong Kong

## BRITISH VIRGIN ISLANDS PRINCIPAL SHARE REGISTRAR AND TRANSFER OFFICE

Harneys Fiduciary (Cayman) Limited  
4th Floor, Harbour Place  
103 South Church Street  
PO Box 10240  
Grand Cayman, KY1-1002  
Cayman Islands

## HONG KONG BRANCH SHARE REGISTRAR

Computershare Hong Kong  
Investor Services Limited  
Shops 1712-1716, 17th Floor  
Hopewell Centre  
183 Queen's Road East  
Wan Chai  
Hong Kong

## LEGAL ADVISORS

*As to Hong Kong law:*  
CFN Lawyers LLP  
27/F, Neich Tower  
128 Gloucester Road  
Wan Chai  
Hong Kong

*As to PRC law:*

Beijing Jingtian & Gongcheng  
34/F, Tower 3, Huamao Center  
77 Jianguo Road, Chaoyang  
Beijing

Beijing Lifang & Partners  
12/F, Shun Tak Tower  
1 Xiangheyuan Street, Dongcheng  
Beijing

*As to British Virgin Islands law:*  
Harney Westwood & Riegels  
Unit 3501, The Center  
99 Queen's Road Central  
Hong Kong

## AUDITOR

KPMG

*Public Interest Entity Auditor registered in accordance with the Accounting and Financial Reporting Council Ordinance*  
8th Floor, Prince's Building  
10 Chater Road, Central  
Hong Kong

## PRINCIPAL BANKERS

China Merchants Bank  
Beijing Jianguo Road Sub-branch  
116 Jianguo Road  
Chaoyang District  
Beijing  
PRC

China Merchants Bank  
Nanjing Gulou Sub-branch  
4 Beijing East Road  
Nanjing, Jiangsu Province  
PRC

## STOCK CODE

1675

## COMPANY'S WEBSITE

[www.asiainfo.com](http://www.asiainfo.com)



# FINANCIAL HIGHLIGHTS

## FINANCIAL HIGHLIGHTS

REVENUE **6,302million**

Net Inflow  
OPERATING CASH FLOW **407million**

REVENUE FROM THE SMART DIGITAL OPERATION BUSINESS  
RMB **807 Million** **34.1%** ↑

REVENUE FROM THE SMART CONNECTIVITY PRODUCT BUSINESS  
RMB **125 Million** **6.2%** ↑

Year ended 31 December

	2025 RMB'000	2024 RMB'000
Revenue	6,302,140	6,645,689
Telecom core system business	4,781,653	5,250,261
Smart digital operation business	807,239	601,845
Smart connectivity product business	124,602	117,353
Others	588,646	676,230
Adjusted net profit (excluding one-off severance compensation)	272,867	577,106
Cash generated from/(used in) operating activities	407,402	(103,545)

## FROM CONNECTIVITY TO INTELLIGENCE: USHERING IN ASIAINFO'S SECOND LEAP

### INTRODUCTION

#### Dear Shareholders,

The year 2025 was marked by profound recalibrations in the industrial economy and the swift evolution of technological paradigms. Macroeconomic fluctuations prompted enterprise clients to become more prudent in their digitalisation investments, while the software industry found itself pressed from both sides grappling with a saturated market and rising costs. Telecommunication operators intensified their efforts to cut costs and enhance efficiency, triggering cyclical and structural adjustments in IT spending. The resulting contraction in investment posed formidable challenges to the Group's business growth and operational performance. Facing these pressures, the Group acted decisively to accelerate the expansion of emerging AI businesses and driving the deep integration of traditional operations with "AI+" technologies, thereby achieving strategic transformation and upgrading. At the same time, we fully leveraged AI tools to improve efficiency and refined management practices and optimised workforce structure to elevate efficiency, effectively improving the downward trend in performance. As a result, we achieved full-year profitability and realised a substantial improvement in operating cash flow, laying a solid financial foundation to propel our strategic transformation forward.

While assessing these challenges, we were acutely aware of the accelerating wave of technological and industrial transformation, epitomised by AI Initiatives such as Digital China, "AI+", the construction of computing infrastructure, satellite internet, and 6G technology presented profound development opportunities, as the industry's approach to creating value was being reshaped, shifting from a tool-oriented framework to one defined by intelligence. Drawing on our thirty years of deep insight into complex systems and client pain points, we remained steadfast in delivering assured value to key clients amid the uncertainties of technological evolution.



**DR. TIAN SUNING**  
Chairman and  
Executive Director

## CHAIRMAN'S STATEMENT

Humanity is now standing at the threshold of a paradigm shift far more profound than the Industrial Revolution. We are irreversibly voyaging from the old continent of the “Internet of People” to the new continent of the “Internet of Agents”. In 2026, the Group established “AI First” as its core strategy for the coming decade, articulating a mission of “Interconnecting the Intelligent World, Securing Digital Connectivity” and a vision of “Empower a Thriving Digital Intelligence Ecosystem”, thereby charting a bold new blueprint for the “Internet of Agents”. By redefining organisational boundaries and business systems to align with the productivity of the silicon-based era, **the Group has built three major business segments: telecom core system, smart digital operation, and smart connectivity product business. At the same time, it deepened strategic collaboration with Asialfno Security, embedding internal security capabilities to reinforce the digital security foundation for the era of the Internet of Agents.**

**The positions of our three core businesses and future development drivers are as follows:**

- **Telecom Core System:** As the premier partner of telecom operators in data asset management and business value delivery, this business forms the bedrock of the Group, continually stabilising scale, enhancing efficiency, and maintaining reasonable profitability and cash flow. Its future growth is primarily driven by three key forces. First, incremental capital expenditure/operational expenditure (CAPEX/OPEX) investments in computing power services unlock growth opportunities across computing power scheduling, multi-cloud management, computing power provenance, Internet of Agents, token-based billing for intelligent agents, transaction and settlement solutions, identity authentication services, and application operations. Second, Hong Kong serves as a strategic gateway to support the expansion of our international business for operators. Finally, cultivated relationships with China Tower, StarNet, Broadnet, and other next-generation operator clients open avenues to capture additional business growth.
- **Smart Digital Operation:** Surrounding an “ecology” cooperation, we cultivate strong alliances with strategic partners such as Alibaba, Volcengine, Kimi, NVIDIA, and ABB. These collaborations establish us as the “go-to partner for the final stage of delivery” for foundational model providers. Our future growth is driven by three powerful forces. First, the explosive surge in token consumption, which accelerates our shift towards high-margin business models. By aligning with leading AI ecosystems and delivering vertical, scenario-driven intelligent agents, we seamlessly bridge the final stage of AI implementation. As token consumption of customers surges, we pivot towards high-margin growth, powered by token sharing and RaaS performance-based fees. Second, our deep integration with foundational model providers fosters synergies in key sectors like energy, retail, and manufacturing. Third, our collaboration with ABB in delivering Physical AI solutions for the industrial sector positions us to enhance our footprint in both the transformation and incremental deployment of industrial robotics.

## CHAIRMAN'S STATEMENT

- **Smart Connectivity Product:** We are laying the groundwork for next-generation telecommunication and connectivity, with a sharp focus on the energy sector and satellite internet. By offering seamlessly integrated 5G/5G-A/6G products and solutions that combine hardware and software for private networks, we are unlocking new avenues of growth. Our path ahead is driven by four powerful forces. First, China's surging deployment of low-orbit satellite is paving the way for explosive growth of the satellite internet industry over the next few years. With our successful First Call, we are primed to seize opportunities in satellite communication payloads (spaceborne base stations, spaceborne core networks). Second, the rapid growth of the low-altitude economy. Our integrated 5G/5G-A communication, sensing, and smart connectivity products (such as AI-RAN) have already established a commercial presence, with plans for large-scale deployment. Third, the surging demand within the new energy sector, driven by the expansion of nuclear, wind, and solar power installations, positions our private network solutions to maintain a competitive edge in these markets. Finally, the Group has made strategic head starts in 6G integrated communication, sensing, intelligence, and computing wireless networks, alongside our R&D of 6G core networks, are injecting momentum into our long-term growth.

### PERFORMANCE REVIEW

During the Reporting Period, the Group achieved revenue of approximately RMB6,302 million. While this represents a year-on-year decline of 5.2%, the rate of decrease improved significantly. Specifically, revenue from the telecom core system business amounted to approximately RMB4,782 million, a year-on-year decrease of 8.9%, showing signs of stabilising. Revenue from the smart digital operation reached approximately RMB807 million, marking a year-on-year increase of 34.1%, and accounting for 12.8% of total revenue. Meanwhile, revenue from the smart connectivity product business stood at approximately RMB125 million, representing a year-on-year growth of 6.2%.

In response to pressures on revenue, the Group has strengthened its refined cost control through a series of initiatives. These encompass the improvement of operational efficiency through company-wide deployment of AI-enabled tools, the optimisation of workforce structure, the consolidation of centralised procurement, and the introduction of an integrated expense management platform. During the year, the Group recorded a net profit of approximately RMB104 million (2024: approximately RMB516 million). This figure includes a one-off severance compensation expense of approximately RMB169 million, incurred as part of the Group's proactive workforce optimisation initiative aimed at enhancing long-term operational efficiency and streamlining both its personnel and cost structure. Excluding the effect of this non-recurring item, the adjusted net profit for 2025 amounted to approximately RMB273 million.

Of particular significance, the Group's operating cash flow improved significantly, from a net outflow of approximately RMB104 million in 2024 to a net inflow of approximately RMB407 million in 2025. This reflects a marked improvement in the Group's cash collection performance and provides a robust foundation to support its ongoing strategic transformation.

## CHAIRMAN'S STATEMENT

The Board has consistently prioritised delivering returns to Shareholders. Taking into account the Group's future growth prospects, profitability, and cash flow position, the Board has resolved to recommend a final dividend of HK\$0.054 per Share for 2025, representing a payout ratio of 40% of net profit.

### BUSINESS DEVELOPMENT

#### Telecom core system business — business development stabilizing, while operational efficiency continues to improve

In 2025, the Group strengthened its engagement in the existing operator market while actively expanding into new regions and acquiring new customers, effectively mitigating the downward pressures on traditional business. By capitalising on incremental demand within the operator market and seizing opportunities in consolidation and technology localisation, we achieved full nationwide provincial coverage for an operator's CRM/Billing projects. The Group also actively capitalised on demand for "AI+" innovation projects, secured over 100 AI innovation projects, including the Juzhi Agent Platform and Agent assistant, enabling localised data deployment across more than 10 provinces. The Group supported operator clients in advancing towards AN L4, achieving breakthroughs in network operations support systems across multiple provinces, including Zhejiang, Yunnan and Jiangsu. Strategic regional expansion remained a key focus, with order intake in the Hong Kong and Macau regions exceeding RMB180 million. Engagement with next-generation operator clients was further strengthened, with China Tower orders surpassing RMB20 million, breaking new ground in eight provinces, while orders from a leading satellite operator over RMB14 million, reflecting tangible progress in customer acquisition.

In 2025, despite the overall reduction in operator investment, revenue from our telecom core system business amounted to approximately RMB4,782 million, representing a year-on-year decline of 8.9%, with business development stabilising and the rate of decrease slowing down significantly.

Looking ahead to 2026 and beyond, the Group will focus on three key growth drivers: new businesses, new regions and new customers, while simultaneously implementing initiatives to enhance operational efficiency. In new businesses, we will capitalise on incremental opportunities in innovation within the operator sector, as well as investment opportunities arising from computing power services. This includes areas such as computing power scheduling, multi-cloud management, computing power provenance, Internet of Agents, token-based billing for intelligent agents, transaction and settlement solutions, and identity authentication services. For new regions, Hong Kong will serve as a strategic gateway, enabling deeper engagement across the Hong Kong and Macau markets and supporting the expansion of our international business with operators. On the new customer front, we will further explore business opportunities with the next-generation operator clients, including China Tower, StarNet and Broadnet, in order to foster our business growth. In terms of efficiency enhancement, the Group will optimise resource allocation, proactively exit or scale down low-margin business and divest underperforming traditional ICT projects for government and enterprise businesses, as well as traditional operations that are highly labour intensive. By implementing an

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"AI First" strategy and leveraging AI tools to optimise internal operational efficiency, we anticipate AI Coding will enhance productivity by 20–30%, delivering meaningful cost reductions and efficiency enhancement.

**Smart digital operation business – ecosystem synergy for a business model generating compounding value from digital intelligent assets**

In 2025, the Group achieved mutual value creation with its ecosystem partners and deepened its presence in key sectors such as energy and manufacturing with leading AI and vertical industry players, demonstrating capabilities in AI and large-model vertical scenario delivery. Over the year, we secured more than 70 external projects and accumulated over 100 industry benchmark cases. Our energy solutions reached top-tier enterprises, while our manufacturing offerings earned recognition from benchmark clients. By accumulating industry data, domain-specific model assets, and ontology-based digital intelligent assets enriched with data tags across energy, manufacturing, and other key industries, we built a comprehensive AI delivery system spanning "data governance-model optimisation-scenario adaptation", providing us with high barriers and a strong technical edge within the industry.

On the ecosystem front, the Group established strategic partnerships with leading enterprises, including Alibaba, Volcengine, Kimi, NVIDIA, and ABB, with collaborations spanning over three years. Notably, partnerships with Alibaba and Volcengine in the large-model ecosystem achieved explosive growth, with order volumes surging by more than 41 times.

In terms of intelligent manufacturing, AsialInfo has actively seized the new opportunities in AI-driven intelligent manufacturing. The Group has reached a strategic cooperation with global industrial robot leader ABB to jointly establish an embodied AI joint laboratory, pushing forward the scaled application of Physical AI in the industrial sector. By integrating AsialInfo's 5G-A telecommunication, network security, and AI applications with ABB's robotic automation technology, and optimising training based on Alibaba Cloud large model and NVIDIA's accelerated computing technology, we aim to create replicable and scalable scenario-based solutions through the laboratory's innovative chain of "technology R&D + achievement transformation + industrial implementation".

The revenue from the smart digital operation business for the year amounted to approximately RMB807 million, representing a year-on-year growth of 34.1%, and accounting for 12.8% of the total revenue, representing a year-on-year increase of 3.7 percentage points.

Looking ahead to 2026 and beyond, the Group will focus on three key growth drivers: intelligent agent services and operations, ecosystem synergy and Physical AI for manufacturing industry. We will closely follow the growing trend in token consumption, actively build an AI business ecosystem, and enhance its token sharing among ecosystem partners such as Alibaba and Volcengine. Around this ecosystem, we will establish a business model that generates compounding value from digital intelligent assets. By collaborating with ecosystem partners including Alibaba, Volcengine and NVIDIA,

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the Group will focus on industries such as energy, retail and manufacturing, growing in tandem with the development of these partners. Additionally, we will partner with ABB to deploy intelligent manufacturing AI by building on the "AI brain + industrial robots" framework to accumulate digital intelligent assets in the industrial AI sector and seize opportunities in both the market for retrofit of existing industrial robots with Physical AI and the incremental market for new Physical AI-enabled robotics to achieve growth. According to estimates, the cumulative market potential for ABB's Physical AI products for single production lines from 2026 to 2030 could reach over RMB2.4 billion.

### **Smart connectivity product business — standardised products driving growth, expanding into satellite internet, and seizing strategic heights**

In 2025, our energy intelligent connectivity business remained firmly at the forefront of the 5G private network sector, while commanding the largest market share in the nuclear power market. Following a breakthrough order from China Huaneng Group, we achieved full coverage across China's major power generation groups within the PRC. The Zhangzhou nuclear power unit successfully completed its expansion, while newly signed contracts with Inner Mongolia Energy Group marked a decisive advance with local power customers. In the operator market, the Group secured the largest share in China Broadcasting Network's centralised procurement for To B 5G private networks and was appointed as a regular supplier for China Mobile's customised core network. Together, these milestones underscore the key recognition the Group has earned within the 5G private network landscape.

The aerospace intelligent & connectivity business has achieved multiple decisive breakthroughs. We have forged deep strategic cooperation with Spacecom, advancing into satellite internet through the completion of proof of concept (PoC) and the First Call for spaceborne base stations, and establishing the TIA Lab to pursue joint innovation and participate in the development of Spacecom's second-generation satellites. China Satellite Network has signed contracts exceeding RMB14 million, covering operating systems, satellite-based business platforms, etc., and is actively involved in the top-level planning of the satellite network.

At the same time, our product commercialisation has delivered remarkable results, with the launch of China's first AI-RAN product, RANvolution V1.0, which was recognised in OMDIA's global end-to-end 5G private network vendor radar quadrant and selected as a "Niche Player" in Gartner's Global "Magic Quadrant for 4G and 5G Private Network Services". Private network solutions for underground mines obtained industry certifications, and the Xudapu project successfully completed the "Synergized Deployment of Temporary and Permanent Private Networks" solution verification.

The smart connectivity product business achieved annual revenue of approximately RMB125 million, marking a year-on-year increase of 6.2%.

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From 2026 onwards, the Group will focus on cultivating energy and aerospace intelligent & connectivity as dual growth engines, driven by three pivotal levers. First, we will deepen our engagement with the generation side of the energy market, steadily expanding our presence across nuclear power, new energy, and other power generation domains. Estimates indicate that from 2026 to 2030, the cumulative market potential for 5G-A/6G private network products in the nuclear and new energy sectors will exceed RMB 10 billion. Second, we will seize the promise of growth from emerging sectors such as satellite internet and the low-altitude economy, advancing the deployment of satellite payload-related products and broadening the applications of satellite internet and the low-altitude economy across transportation, maritime, emergency response, and security. Projections indicate that a leading satellite operator plans to launch over 7,000 satellites between 2026 and 2030, unlocking a market potential of up to RMB10 billion for spaceborne base station and core network solutions. Third, we will proactively pursue R&D of 6G wireless networks that integrate communication, sensing, intelligent, and computing, alongside space-air-ground integrated and 6G core networks, thereby securing enduring momentum for our long-term growth.

**Technology R&D – further strengthening the leading technology advantage of cloud network and digital intelligence products**

In 2025, AsiaInfo focused on the three core product systems of “Cloud Network”, “Digital Intelligence” and “IT”, promoting the evolution of products towards cutting-edge areas such as AI Native, Agent and Ontology. By increasing R&D investment and strengthening commercialisation of R&D achievements, we leveraged our leading technology advantage to provide robust products and technical support for the implementation of the “AI First” strategy, empowering industries to improve the quality and efficiency in their digital intelligence transformation.

In the field of cloud network, the Group’s international influence continued to grow, yielding fruitful results. The Group joined the AI-RAN Alliance, promoting the AI Native development of 5G private networks and OSS; it was included in the OMDIA report and won international awards such as the Glotel Awards and GTI Awards, and its joint achievements received the WCA and TM Forum Excellence Awards. Furthermore, multiple products received Science and Technology Awards from the Chinese Institute of Electronics and the China Institute of Communications; the Group’s 5G network intelligent product system has been included in the Gartner matrix for four consecutive years while 4G and 5G private network services were selected as a “Niche Player” in Gartner’s global “Magic Quadrant™ for 4G and 5G Private Mobile Network Services”; and it jointly released the AI-RAN white paper and AI-native RAN base station with partners, contributing to network capability upgrades.

In the field of digital intelligence, the Group has achieved international leadership in telecommunications AI and domestic leadership in data and industry AI. The Group has built a vertical large model product suite comprising “2 large model platforms + 5 vertical large models + N vertical intelligent agent tools”, with 362 successful implementation cases throughout the year. It has been selected for two consecutive years in the Gartner’s global “Magic Quadrant™ for AI in CSP Customer

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and Business Operations”, and ranked among the top six large model application delivery providers in China. The Group has added innovative products such as the Digital Intelligence Ontology Platform and spearheaded the “Ontology Open Source Project”. In the power industry, it partnered with Alibaba Cloud to develop China’s first multimodal vertical large model project at the hundred-billion-parameter scale, enabling intelligent diagnosis and health prediction of power equipment. It also collaborated with China Unicom Tianjin to create China’s first “AI large model + intelligent agent” intelligent directory inquiry system, setting a benchmark for the intelligent transformation of the telecommunications industry.

In the IT field, the Group built new infrastructure for intelligent applications, promoting the deep integration and evolution of AI-native general IT technology product systems towards AI Native, providing core capabilities such as intelligent computing management and inference acceleration, upgrading DevOps capabilities, and building SDLC (Software Development Lifecycle) intelligent agent. The Group jointly launched the AI gateway security version with AsialInfo Security and was named among China’s Top 100 AI Agent Enterprises, being the only Chinese company with its digital twin products included in the relevant Gartner report. The Turing intelligent development kit was among the first products in China to pass the “Trusted AI” Software Intelligence Capability Level 3 Assessment of the CAICT, demonstrating our leading position in the field of AI software intelligence.

At the same time, the Group has been deeply involved in the formulation of international and domestic standards, participating in a total of 384 standards, with 54 new standards added in 2025. We also secured 110 new software copyrights and 83 patents, and filed 85 patent applications, continuously enriching our portfolio of intellectual property rights and strengthening our core technological barriers with increasing industry influence.

### CORPORATE RESPONSIBILITY

AsialInfo has always taken innovation as its driving engine, advancing ESG practices and promoting high-quality, sustainable development through the dual approach of “industry empowerment” and “self-practice”. In terms of innovative empowerment, the Group relies on AI to accelerate the realisation of digital intelligence value. In 2025, AsialInfo, together with Fuqing Nuclear Power Plant, China Mobile Integration, China Nuclear Power Engineering, China Mobile Fuqing, China Nuclear Industry Maintenance, and other partners, jointly built and successfully deployed a 5G private network at Fuqing Nuclear Power Plant, making it one of the world’s earliest nuclear units to apply a dedicated 5G network, supporting the Plant’s inclusion in the MIIT’s “5G Factory Directory” and establishing a benchmark for intelligent transformation in the energy sector.

In the realm of green operations, the Phase II expansion and renovation of AsialInfo Plaza has delivered outstanding results. Through the intelligent upgrading of air conditioning and lighting systems, coupled with remote monitoring and smart controls, the building’s energy efficiency has been significantly enhanced. At the same time, the Group extends its carbon reduction initiatives across the value chain. As one of the first pilot units in the State Administration for Market Regulation’s “Zero-

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Carbon Park" research initiative, it is working with partners to establish a zero-carbon park demonstration project. It is also developing a smart energy system for the Fengjiawan service area in Hainan, pioneering a new paradigm of zero-carbon highways and driving the green transformation of the transportation sector.

In fulfilling its social responsibility, the Group deepened its engagement in rural revitalisation. In Sichuan, it explored the development of new energy stations and established the "Xingyuan Xinxuan" (興源心選) brand. Leveraging a smart supply chain, the initiative empowered local women to establish businesses producing handmade products, enabling these distinctive goods to reach beyond the mountainous region and fostering sustainable development in high-altitude areas.

On the strength of its outstanding ESG performance, AsialInfo Technologies was honoured with multiple prestigious awards in 2025, including the 2025 IPC China ESG Benchmark Enterprise Award from the Global Electronics Association, the Xinhua Credit Jinlan Cup Award for Sustainable Development-Achievement in Technology Innovation Practice, and the 2025 Best ESG Report Award from the Hong Kong Management Association (HKMA). At the same time, the Group received an ESG rating of "A" from Wind and "BBB" from MSCI, a testament to the consistently high recognition it has garnered from both the capital markets and all corners of society.

### **Conclusion: Advancing to the New Continent of the Internet of Agents-AsialInfo Technologies Embarks on a Bold Voyage**

Today, we once again stand at the forefront of our era, ready to navigate the boundless expanse of the Internet of Agents. Whatever storms may arise, we meet them with composure and conviction-for AsialInfo's very DNA is forged from connectivity and transformation. The networks of the future will evolve from connecting billions of people to enabling full-domain interconnection between tens of billions of silicon-based intelligent agents and carbon-based humans. On this new continent of the Internet of Agents, data is the vital fuel, computing power the driving engine, and connectivity and security the very air and water sustaining the lifeblood of the digital ecosystem.

Guided by our full-stack capabilities across data, intelligence, connectivity and security, we hold three pivotal "tickets" that will carry us swiftly forward towards this new continent of the Internet of Agents.

#### **The first "ticket" lies in our deep engagement with the telecommunications operator market.**

We aim to embrace an "AI First" approach in the operator market and upgrade the traditional models. Anchored in the communication services and computing power services, we will orchestrate full-system solutions spanning BSS/OSS/DSS/MSS, unlocking the latent value of computing power scheduling, multi-cloud management, computing power provenance, Internet of Agents, token-based billing for intelligent agents, transaction and settlement solutions, and identity authentication services. With security seamlessly woven throughout the entire system, we will transform productivity from being manpower-driven to being token-value-driven.

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**The second “ticket” lies in the active involvement in smart digital operation.** We aspire to build a sustainable engine for operations and value amplification, tailored for the AI Native era, actively nurturing the AI large model and intelligent agent ecosystem and establishing ourselves as a leading delivery expert and ecosystem operator in the Internet of Agents era. At the core of this endeavour is the “Embodied AI Joint Laboratory”, through which we will create standardised intelligent manufacturing products that seamlessly integrate software and hardware, forging a bold new paradigm of Physical AI.

**The third “ticket” lies in the breakthrough of next-generation smart connectivity products.** Guided by the strategy of “Building on Smart Connectivity Products to Drive Dual Growth in Energy and Aerospace”, we will lay the groundwork for next-generation communication and connectivity. Focusing on the energy vertical and next-generation intelligent enterprises, we will forge an AI-native portfolio of next-generation products and solutions for intelligent telecommunication, connectivity, and sensing. By developing standardised product capabilities across key technologies, including P5G-A/6G, AI-RAN, O-RAN, space-air-ground integrated networks, and the convergence of communication, sensing, computing, and intelligence in satellite internet, we aim to become a pivotal enabler of novel connectivity infrastructures.

The Board and management remain resolutely confident in the Group’s prospects. We will remain true to our original aspirations and, with the passion of a start-up, steadfastly advance the “AI First” strategy, setting in motion an AI-driven growth flywheel. **In 2026, we aim to achieve a rebound in both revenue and profit**, with our telecom core system business maintaining steady performance, while the smart digital operation business and smart connectivity product businesses will surge with robust double-digit growth. **By 2027, the compounding power of our digital and intelligent assets will be fully realised, unlocking the dividends of efficiency.** The telecom core system business will continue to grow in areas such as computing power services, security integration, and international operations, with the share of the relevant business of next-generation telecom operators increasing. The smart digital operation business and ecosystem partners will continue to expand in the delivery of large models and the operation of intelligent agents. The proportion of Physical AI will continue to rise, and standardised products of the smart connectivity products business will continue to expand their revenue share, with overall gross profit improvement in satellite communication products. **In 2028, the Group is poised to reach its RMB10 billion revenue target, with new businesses contributing nearly half of total revenue.** The telecom core system business will create value with customers, while the 6G business enters its preparatory stage. The smart digital operation business will cement its position as the “go-to partner for the final stage of delivery” for foundational large model providers and digital intelligence assets continue to accumulate, setting the growth flywheel in motion. Meanwhile, the smart connectivity products will scale in the satellite internet and low-altitude economy markets, driving substantial revenue growth.

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**We will integrate the products and technical capabilities of AsialInfo Security, empowering our customers to embed business security at the very heart of their operations.** In terms of embedded security for telecom core system business, we built an integrated “cloud-network-business-data-intelligence + security” capability, enabling full lifecycle security management of business data and the AI ecosystem to flourish.

With the steadfast resolve of long-term thinkers and the ambition of entrepreneurs, we shall guide AsialInfo Technologies in its transformation from a customised, service-driven model into a leading provider of smart connectivity, digital and smart operations, and professional services for high-growth enterprise clients in the era of the Internet of Agents.

On behalf of the Board, I extend our deepest gratitude to all Shareholders, partners, customers, and employees whose trust and support have been our unwavering compass!

Together, let us set sail boldly towards the new continent of the Internet of Agents!

# MANAGEMENT DISCUSSION AND ANALYSIS

## FINANCIAL OVERVIEW

### Summary

In 2025, the Group addressed the challenge of continued investment cutbacks in the telecommunications sector by intensifying its expansion into emerging AI businesses, promoting the deep integration of traditional operations with “AI+” technologies, achieving transformation and upgrading in traditional operations. At the same time, the Group strengthened refined cost control through measures such as strategic workforce optimisation, enhancing efficiency across all staff through the use of AI tools, reinforcing centralised procurement, and implementing an integrated expense management platform. As a result, the Group achieved a full-year profit of approximately RMB104 million, and after excluding one-off severance compensation arising from strategic workforce optimisation, the adjusted net profit was approximately RMB273 million.

In 2025, the Group achieved operating revenue of approximately RMB6,302 million (2024: approximately RMB6,646 million), representing a year-on-year decrease of 5.2%, with the declining trend in revenue effectively improved. The revenue from the smart digital operation business amounted to approximately RMB807 million (2024: approximately RMB602 million), representing a year-on-year increase of 34.1%, and accounting for 12.8% of the total revenue, representing an increase of 3.7 percentage points as compared with last year. The smart connectivity product business generated revenue of approximately RMB125 million (2024: approximately RMB117 million), representing a year-on-year increase of 6.2% and accounting for 2.0% of total revenue.

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In 2025, the Group realised gross profit of approximately RMB2,146 million (2024: approximately RMB2,484 million), representing a year-on-year decrease of 13.6%, and gross profit margin of 34.1% (2024: 37.4%), representing a year-on-year decrease of 3.3 percentage points. Profit for the year was at approximately RMB104 million (2024: profit for the year of approximately RMB516 million), and the adjusted net profit excluding one-off severance compensation due to strategic workforce optimisation was approximately RMB273 million.

In 2025, the Group's cash collection and operating cash flow have improved significantly, from a net cash used in operating activities of approximately RMB104 million in 2024 to a net cash generated from operating activities of approximately RMB407 million in 2025.

### Revenue

In 2025, due to reduced investment in the telecommunications industry, the Group took proactive measures to expand its market presence, maintain its scale, and improve efficiency. As a result, its business has stabilised, and new business grew rapidly. The Group achieved operating revenue of approximately RMB6,302 million (2024: approximately RMB6,646 million), representing a year-on-year decrease of 5.2%, with the decline significantly narrower than in 2024.

The following table sets forth the breakdown of our revenue by business category, both in absolute amounts and as percentages of the total revenue, for the periods indicated:

	2025		2024	
	RMB'000	%	RMB'000	%
<b>Revenue</b>				
Telecom core system business	<b>4,781,653</b>	<b>75.9%</b>	5,250,261	79.0%
Smart digital operation business	<b>807,239</b>	<b>12.8%</b>	601,845	9.1%
Smart connectivity product business	<b>124,602</b>	<b>2.0%</b>	117,353	1.8%
Others	<b>588,646</b>	<b>9.3%</b>	676,230	10.1%
<b>Total</b>	<b>6,302,140</b>	<b>100.0%</b>	6,645,689	100.0%

The telecom core system business primarily provides core IT systems to operator customers, including business, network, and management and is the segment most affected by the overall cost reductions of operator customers. Revenue from the telecom core system business amounted to approximately RMB4,782 million in 2025 (2024: approximately RMB5,250 million), representing a year-on-year decrease of 8.9%, business development is stabilising, with the decline significantly narrower than in 2024, and accounting for approximately 75.9% of the total revenue (2024: 79.0%).

The smart digital operation business primarily provides full-process services covering "data governance-model optimisation-scenario adaptation" through deep collaboration with leading AI and vertical players. Benefiting from the Group's continuously strengthened capabilities in AI large model applications, delivery, and data operations, the smart digital operation business achieved revenue of approximately RMB807 million in 2025 (2024: approximately RMB602 million), representing a year-on-year increase of 34.1% and accounting for approximately 12.8% of total revenue (2024: 9.1%).

## MANAGEMENT DISCUSSION AND ANALYSIS

The smart connectivity product business primarily provides customers with seamlessly integrated 5G products and industry solutions that combine hardware and software for private networks, laying the groundwork for next-generation telecommunication and connectivity. In 2025, the smart connectivity product business generated revenue of approximately RMB125 million (2024: approximately RMB117 million), representing a year-on-year increase of 6.2% and accounting for 2.0% of total revenue.

### Cost of sales

In 2025, the cost of sales was approximately RMB4,156 million (2024: approximately RMB4,162 million), representing a year-on-year decrease of 0.1%.

### Gross profit and gross profit margin

In 2025, our gross profit was approximately RMB2,146 million (2024: approximately RMB2,484 million), representing a year-on-year decrease of 13.6%. Our gross profit margin was 34.1% (2024: 37.4%), representing a year-on-year decrease of 3.3 percentage points, primarily due to reduced investment measures by operator customers.

### Selling and marketing expenses

In 2025, the Group actively applied AI tools and strengthened cost control while expanding the market. Selling and marketing expenses amounted to approximately RMB473 million (2024: approximately RMB526 million), representing a year-on-year decrease of 10.1% and accounting for 7.5% of the total revenue (2024: 7.9%).

### Administrative expenses

In 2025, the Group actively applied AI tools to enhance daily operational efficiency, due to the increase in one-off compensation expenses arising from strategic workforce optimisation, the Group's administrative expenses amounted to approximately RMB461 million (2024: approximately RMB334 million), representing a year-on-year increase of 38.0% and accounting for 7.3% of total revenue (2024: 5.0%). Excluding the one-off severance compensation, administrative expenses were approximately RMB292 million.

### R&D expenses

The Group maintained moderate R&D investment in line with its business situation to evolve its R&D product portfolio and support its strategic transformation. In 2025, R&D expenses amounted to approximately RMB871 million (2024: approximately RMB905 million), representing a year-on-year decrease of 3.8% and accounting for 13.8% of total revenue (2024: 13.6%). During the Reporting Period, the Group focused its R&D resources on core areas such as AI delivery and intelligent sensing computing, and actively applied technologies including AI large models to enhance R&D efficiency.

### Income tax expenses

In 2025, income tax expenses amounted to approximately RMB16 million (2024: approximately RMB70 million), representing a year-on-year decrease of 77.3%, which was mainly attributable to the decrease in taxable operating income for the corresponding period.

## MANAGEMENT DISCUSSION AND ANALYSIS

### Profit for the year

In 2025, we achieved profit for the year of approximately RMB104 million (2024: approximately RMB516 million), representing a year-on-year decrease of 79.8%, and a net profit margin of 1.7% (2024: 7.8%), representing a year-on-year decrease of 6.1 percentage points, and the net profit excluding the one-off severance compensation was approximately RMB273 million, with a net profit margin of 4.3%.

### Dividend

The Board has resolved to recommend a declaration of a final dividend of HK\$0.054 (equivalent to RMB0.048) per Share (2024 final dividend: HK\$0.252 (equivalent to RMB0.233) per Share and 2024 special dividend: HK\$0.160 (equivalent to RMB0.148) per Share).

### Financial position

The Group's overall financial position is sound. As at 31 December 2025, our total assets were approximately RMB9,608 million (31 December 2024: approximately RMB10,500 million), representing a year-on-year decrease of 8.5%. Total liabilities were approximately RMB3,200 million (31 December 2024: approximately RMB3,859 million), representing a year-on-year decrease of 17.1%. Net current assets were approximately RMB3,914 million (31 December 2024: approximately RMB4,177 million), representing a year-on-year decrease of 6.3%. Net assets were approximately RMB6,408 million (31 December 2024: approximately RMB6,641 million), representing a year-on-year decrease of 3.5%.

### Goodwill

As at 31 December 2025, we had goodwill of approximately RMB1,932 million (31 December 2024: approximately RMB1,932 million), mainly arisen from the business combination and acquisition which was completed in 2010. The Group engaged a professional independent valuer to conduct an impairment assessment of the goodwill at the end of 2025. According to the assessment results, during the Reporting Period, we did not record goodwill impairment losses.

### Restricted bank deposits

As at 31 December 2025, restricted bank deposits amounted to approximately RMB202 million (31 December 2024: approximately RMB201 million), representing a year-on-year increase of 0.2%, with no material changes.

### Trade and notes receivables

Our trade and notes receivables represented the outstanding trade and notes receivables from our customers for the purchase of our products or services. As at 31 December 2025, trade and notes receivables amounted to approximately RMB1,811 million (31 December 2024: approximately RMB2,065 million), representing a year-on-year decrease of 12.3%. The turnover days of trade and notes receivables were approximately 126.7 days (2024: approximately 105.5 days). The above changes were mainly due to changes in business scale and a slight increase in annual average trade receivables. The above figures include trade and notes receivables with China Mobile Group.

## MANAGEMENT DISCUSSION AND ANALYSIS

### Contract assets and contract liabilities

As at 31 December 2025, contract assets amounted to approximately RMB2,756 million (31 December 2024: approximately RMB2,932 million), representing a year-on-year decrease of 6.0%, mainly due to changes in business scale and accelerated acceptance. As at 31 December 2025, contract liabilities amounted to approximately RMB282 million (31 December 2024: approximately RMB294 million), representing a year-on-year decrease of 4.1%, with no material change. The above figures include trade contract assets and contract liabilities with China Mobile Group.

### Financial assets measured at fair value through profit or loss — current

As at 31 December 2025, financial assets measured at FVTPL amounted to approximately RMB162 million (31 December 2024: approximately RMB179 million), representing a year-on-year decrease of 9.4%, which was mainly due to the redemption of wealth management products. During the Reporting Period, no single wealth management products investment accounted for more than 5% of the Group's total assets.

### Inventories

As at 31 December 2025, inventories amounted to approximately RMB161 million (31 December 2024: approximately RMB275 million), representing a year-on-year decrease of 41.4%. The above changes were due to the decrease in the costs to fulfill a contract as a result of active pursuit of new contracts.

### Trade and notes payables

The trade and notes payables represented outstanding trade and notes payables to hardware, software and outsourcing service providers. As at 31 December 2025, the trade and notes payables amounted to approximately RMB825 million (31 December 2024: approximately RMB1,104 million), representing a year-on-year decrease of 25.2%. The turnover days of trade and notes payables were approximately 84.7 days (2024: approximately 92.0 days). The above figures were mainly subject to normal changes in line with business development during the credit period.

### Borrowings

As at 31 December 2025, the Group had no bank borrowings (31 December 2024: nil). The gearing ratio<sup>1</sup> was nil (31 December 2024: nil).

*Note 1:* Gearing ratio was calculated by dividing total bank borrowings by total equity and multiplied by 100%.

### Contingencies

During the Reporting Period, the Group received an arbitration notice from the Beijing Arbitration Commission. The claimant, a supplier of the Group, has filed multiple arbitration claims related to disputes arising under a procurement contract, including claims for rescission of the contract. The aggregate amount claimed is approximately RMB101 million. The hearing for the case has not yet been conducted.

## MANAGEMENT DISCUSSION AND ANALYSIS

After considering the advice of professional legal counsel, the Group has assessed the matter and implemented appropriate legal measures to actively defend the Group in the arbitration proceedings. The arbitration process is expected to take time, and the impact on the Group's operating results remains uncertain. The Group has determined that the maximum potential risk exposure is not material and is unlikely to have a significant impact on the Group's business and operations.

For the Reporting Period, save as disclosed above and in this annual report, we did not have any plan for material external debt financing, nor were there any material outstanding debt securities, charges, mortgages, or other material similar indebtedness, leasing commitments, guarantees or other material contingent liabilities.

### Cash flow and financial resources

In 2025, net cash generated from operating activities amounted to approximately RMB407 million, representing a year-on-year increase of 493.5%, primarily due to significant improvement in cash collection and effective cost and expense control. In the same period of 2024, net cash used in operating activities was approximately RMB104 million.

In 2025, net cash used in investing activities was approximately RMB11 million, representing a year-on-year decrease of 103.5%, primarily due to differences in the redemption scale of wealth management products. In the same period of 2024, net cash generated from investing activities was approximately RMB316 million.

In 2025, net cash used in financing activities was approximately RMB566 million (2024: approximately RMB1,208 million), representing a year-on-year increase of 53.1%, primarily due to differences in dividends and dividend taxes paid during the corresponding period.

Cash and cash equivalents include cash at banks and other short-term deposits. The Group's bank balance are denominated in RMB, US\$, HK\$ and dirham.

### Foreign exchange risk

Foreign exchange risk is the risk of loss resulting from changes in foreign currency exchange rates. Fluctuations in exchange rates between RMB and other currencies in which the Group conducts business may affect its financial position and results of operations. The foreign exchange risk facing the Group mainly comes from movements in the HKD/RMB and USD/RMB exchange rates.

As at 31 December 2025, the Group did not have any foreign currency hedging activity. However, the management of the Group monitors foreign exchange exposure regularly and will consider hedging significant foreign currency exposure should the need arise.

## MANAGEMENT DISCUSSION AND ANALYSIS

### Funding and working capital management

Funding and liquidity are managed by the treasury department. The treasury department is responsible for the overall management and implementation of the Group's internal funding, including developing the funding management policy of the Group, preparing the annual funding plan, supervising and evaluating the execution and implementation of funding plan and taking charge of the daily funding management of the members of the Group. We also adopt an intensive funding management policy and issue the administration measures on various aspects for funding management such as account management, capital budget, fund payment as well as credit and facility grants so as to ensure fund safety and improve the performance and efficiency in funding management.

### Significant investments held, acquisitions and disposals and future plans for material investments or capital assets

Save as disclosed in this annual report, the Group had no significant investments held or material acquisitions and disposals of subsidiaries, associates and joint ventures in 2025, and did not approve any other material investments or capital asset purchases.

### BUSINESS REVIEW

Further details on the Group's business review are set out in the relevant sections of the Chairman's Statement in this annual report.



# PROFILES OF DIRECTORS AND SENIOR MANAGEMENT



**Dr. TIAN Suning (田溯寧)**

*Executive Director*

Aged 63, co-founded the Group in 1994, is the chairman and an executive Director of the Company. Dr. TIAN has over 25 years of experience in the business of software products, provision of IT services and software solutions, and is primarily responsible for the overall strategic planning and business direction of the Group.

Dr. TIAN is the de facto controller of AsialInfo Security Technology Co., Ltd. (亞信安全科技股份有限公司), a substantial Shareholder, the shares of which are listed on the Shanghai Stock Exchange (stock code: 688225). Dr. TIAN served in various positions in China Netcom Group Corporation (Hong Kong) Limited. He served as the chief executive officer from 1999 to May 2006, as a director from August 2000 to July 2007 and as the vice chairman from April 2005 to July 2007. Dr. TIAN has been the founder and chairman of a private equity fund, China Broadband Capital Partners, L.P. since July 2006. Dr. TIAN was an independent non-executive director of Lenovo Group Limited (listed on the Stock Exchange) from August 2007 to July 2019. Dr. TIAN was an independent non-executive director of China Minsheng Banking Corp., Ltd. (中國民生銀行股份有限公司) (listed on the Shanghai Stock Exchange and the Stock Exchange) from June 2018 to October 2020. He was an independent director of Shanghai Pudong Development Bank Co., Ltd. (listed on the Shanghai Stock Exchange) from June 2016 to March 2018. He was also an independent

non-executive director of Taikang Life Insurance Company Ltd. from July 2008 to July 2015. He was a non-executive director of Huayi Tencent Entertainment Company Limited (currently known as Hony Media Group) (listed on the Stock Exchange) from January 2008 to February 2016, and served as an independent non-executive director of MasterCard Incorporated (listed on the New York Stock Exchange) from March 2006 to June 2016 and a deputy chairman and a non-executive director of PCCW Limited (listed on the Stock Exchange) from April 2005 to July 2007.

Dr. TIAN currently serves as the director of the China Entrepreneur Club, and the vice chairman of the Internet Society of China, and Dr. TIAN was awarded the New Century Talents — National Candidates (新世紀百千萬人才國家級人選) issued by Ministry of Human Resources and Social Security of the PRC in 2004, and he was honoured as the Distinguished Person of China's Software Industry in 40 Years (中國軟件產業40年功勳人物) at the third China International Software Development Conference (中國國際軟件發展大會) in 2024.

Dr. TIAN obtained his Ph.D. degree in natural resource management from Texas Tech University in December 1993 and a Master of Ecology from Chinese Academy of Sciences in July 1988.

## PROFILES OF DIRECTORS AND SENIOR MANAGEMENT



**Mr. KWOK Bernard Chuen Wah (郭尊華)**

*Executive Director*

Aged 69, was appointed as executive Director on 8 November 2024 and has extensive experience in IT products and global management.

Mr. KWOK served as an independent director of Whirlpool (China) Co., Ltd., the shares of which are listed on the Shanghai Stock Exchange (stock code: 600983) from May 2021 to May 2022. Mr. KWOK was a partner of Sequoia Capital from May 2021 to November 2022. From December 2015 to February 2021, he was the global vice president of VMware. Prior to joining VMware, Mr. KWOK served as the global vice president, the president of the Asia Pacific

Region and Japan of Symantec (currently known as Gen Digital Inc.), the president and chief executive officer of Fujitsu China Holdings Co., the president of the Greater China Region of EMC Corporation (currently known as Dell EMC), and various senior management positions of 3Com Corporation, Nortel Networks and Alcatel, respectively.

Mr. KWOK graduated from the University of Nevada, Reno in the United States in 1982 with a bachelor's degree in electrical engineering and further obtained a master's degree in business administration from the University of Nevada, Reno in the United States in 1984.



**Mr. HE Zheng (何政)**

*Non-executive Director*

Aged 66, was appointed as a non-executive Director on 8 November 2024 and has extensive experience in IT products and senior management.

Mr. HE is currently the chairman of the board of Directors of AsiaInfo Security Technology Co., Ltd., a substantial Shareholder, the shares of which are listed on the Shanghai Stock Exchange (stock code: 688225). From 2014 to September 2020, Mr. HE was the chairman of the board of Directors of AsiaInfo Security Technologies Co., Ltd. (亞信安全科技有限公司) (currently known as AsiaInfo Security Technology Co., Ltd. (亞信安全科技股份有限公司)). Mr. HE has served in the NSD 56th Research Institute of the

People's Liberation Army and PLA Information Engineering University. He also served as the president of Fuzhou Development Zone Ruidi Software Engineering Co., Ltd. (福州開發區瑞迪軟件工程有限公司), the president of Beijing Yada Communications Network Co., Ltd. (北京亞大通訊網絡有限責任公司) and the senior vice president of Global Data Solutions Co., Ltd., a subsidiary of a variable interest entity of GDS Holdings Limited, the shares of which are listed on both the Stock Exchange and NASDAQ Inc.

Mr. HE obtained a bachelor's degree in computer science from University of Science and Technology of China in 1983.

## PROFILES OF DIRECTORS AND SENIOR MANAGEMENT



**Mr. E Lixin (鄂立新)**

*Non-executive Director*

Aged 60, has served as the chief financial officer of China Broadband Capital (a fund founded by Dr. TIAN Suning, the substantial Shareholder, Chairman and executive Director) since 2008. Mr. E has over 31 years of extensive experience in financial work, covering a wide range of areas including auditing, corporate accounting and financial operations, tax compliance and planning, corporate internal control, financial restructuring and capital operations. Prior to joining China Broadband Capital, Mr. E held key financial positions in a number of companies and institutions. Mr. E has worked as an auditor at Deloitte & Touche Hong Kong, a senior manager at China International Capital Corporation

Limited, the finance director at China Network Communications Corporation and the joint company secretary at China Netcom Communications Group Corporation, and the chief financial officer at Palm Springs Holdings.

Mr. E obtained his bachelor's degree from the Renmin University of China in 1989, majoring in international finance. In 2005, he obtained a Master of Business Administration degree from China Europe International Business School. Mr. E is currently a fellow of the Association of Chartered Certified Accountants (FCCA).



**Mr. YANG Lin (楊林)**

*Non-executive Director*

Aged 54, was appointed as a non-executive Director on 2 September 2020. Mr. YANG is a senior engineer. Mr. YANG currently serves as the deputy general manager of the government and enterprise division in the Xiong'an office of China Mobile Communications Group Co., Ltd. He joined the China Mobile Communications Corporation in June 1999. Mr. YANG has extensive experience in

engineering construction management, supply chain management and DICT project management. Mr. YANG obtained his Bachelor's degree in Communications Engineering from the Beijing University of Posts and Telecommunications in 1994 and subsequently obtained a Master's degree in Business Administration from the China Europe International Business School in 2003.

## PROFILES OF DIRECTORS AND SENIOR MANAGEMENT



**Ms. LIU Hong (劉虹)**

*Non-executive Director*

Aged 53, was appointed as a non-executive Director on 2 September 2020 and currently serves as a director and deputy general manager of China Mobile Information Technology Co., Ltd. From September 2010 to January 2018, Ms. LIU held the position of deputy general manager of the business support system department of China Mobile Communications Corporation. From June 2006 to September 2010, she served as the manager of the planning and construction division in the business support system department of China Mobile Group Corporation. Before that, Ms. LIU worked as a manager in the support office of China Mobile Group Corporation's billing business center from February 2002 to June 2006, and also respectively held the position of deputy director of the account clearing center, billing clearing center and the Beijing billing business center of China Mobile Group Corporation from January 2000 to

February 2002. From August 1996 to January 2000, Ms. LIU successively worked in the billing center of the Mobile Communications Bureau of the Ministry of Posts and Telecommunications and the account clearing center of China Mobile Corporation (under preparation). Ms. LIU obtained her Bachelor's degree in Computer Mathematics and Application Software from the Beijing University of Technology in 1996, and subsequently obtained a Master's degree in Business Administration from Peking University in 2006.

## PROFILES OF DIRECTORS AND SENIOR MANAGEMENT



**Dr. ZHANG Ya-Qin (張亞勤)**

*Independent non-executive Director*

Aged 60, was appointed as an independent non-executive Director on 19 December 2018. Dr. ZHANG is the chair professor of AI Science at Tsinghua University and the director of the Institute for AI Industry Research (AIR) at Tsinghua University. He served as the president of Baidu, Inc. (百度公司) (listed on NASDAQ) from September 2014 to October 2019. Prior to serving as the president in Baidu, Dr. ZHANG worked at Microsoft Corporation (listed on NASDAQ Inc.) for 16 years, where he served as the senior corporate vice president, the chairman of Microsoft Asia-Pacific Research & Development Group, the managing director and chief scientist of Microsoft Research Asia, and corporate vice president of Microsoft and the chairman of Microsoft China successively.

Dr. ZHANG is a world-class scientist and entrepreneur in the field of digital video and Artificial Intelligence. He has more than 60 US patents, and also published more than 500 papers and 11 monographs. He is a member of the Artificial Intelligence Committee at the World Economic Forum in Davos, a member of the Steering Committee for Future Transportation, and chairman of the Apollo Alliance, the world's largest open platform for autonomous driving technology. He is also a corporate board director of The United Nations Development Programme (UNDP). Dr. ZHANG is a member of the Chinese Academy of Engineering (foreign nationality), a member of the American

Academy of Arts and Sciences, and the Australian National Academy of Engineering (foreign nationality). He is also a fellow of the National Academy of Inventors (NAI), a member of the Eurasian Academy of Sciences and a fellow of the Chinese Association for Artificial Intelligence. He was awarded IEEE Fellow in 1997 at the age of 31, being the youngest scientist in history to receive this honour, and received the IEEE Technology Pioneer Award in 2004. He serves as a school manager, honorary or visiting professor at more than a dozen of the world's leading universities.

Dr. ZHANG served as a non-executive director in Fortescue Metals Group Ltd. (listed on the Australian Stock Exchange) and currently serves as a non-executive director in WPP PLC (listed on the London Stock Exchange) as well as Chinasoft International Limited (listed on the Stock Exchange) and an independent non-executive director of Horizon Robotics (listed on the Stock Exchange).

Dr. ZHANG obtained his Bachelor's degree in Radio Electronics and Master's degree in Telecommunication and Electrical Systems from the University of Science and Technology of China (中國科技大學) in July 1983 and January 1986, respectively. In February 1990, Dr. ZHANG obtained his Ph.D. degree in Electrical Engineering from The George Washington University, Washington D.C.

## PROFILES OF DIRECTORS AND SENIOR MANAGEMENT



**Mr. GE Ming (葛明)**

*Independent non-executive Director*

Aged 75, was appointed as an independent non-executive Director on 19 December 2018. Mr. GE has extensive experience in the field of auditing and advisory services and has assisted in the listing of various PRC companies on the Stock Exchange.

Mr. GE is an independent non-executive director of China Tourism Group Duty Free Corporation Limited (listed on the Shanghai Stock Exchange and the Stock Exchange) and an independent director of ADAMA Ltd. (listed on the Shenzhen Stock Exchange). He served as an independent non-executive director of Amber Hill Financial Holdings Limited (currently known as International Genius Company) (listed on the Stock Exchange) from May 2017 to December 2018. Mr. GE has been an independent director of Focus Media Information Technology Co., Ltd. (分眾傳媒信息技術股份有限公司) (listed on the Shenzhen Stock Exchange) from January 2016 to November 2021. Mr. GE was an independent non-executive director of Ping An Insurance (Group) Company of China, Ltd. (listed on the Stock Exchange) from June 2015 to August 2021.

Mr. GE has over 32 years of working experience in the field of auditing with comprehensive risk management knowledge and experience. From July 1992 to July 1995, Mr. GE served as a deputy general manager at Ernst & Young Hua

Ming; from July 1995 to August 2012, Mr. GE served as the chairman at Ernst & Young Hua Ming; from August 2012 to September 2014, Mr. GE served as a partner of the management committee at Ernst & Young Hua Ming LLP and subsequently from September 2014 to January 2016, Mr. GE served as a senior consultant at Ernst & Young Hua Ming LLP. Mr. GE has been a certified public accountant of the Chinese Institute of Certified Public Accountants since October 1983, and is also a senior accountant as certified by the Ministry of Finance of the PRC. Mr. GE is a vice president of the Mergers & Acquisitions Association of All-China Federation of Industry and Commerce (全國工商聯併購公會), an overseas member of the Society of Chinese Accountants and Auditors (香港華人會計師公會) and a member of the Hong Kong Chinese Enterprises Association (香港中國企業協會). Mr. GE's risk management experience accumulated in audit work has also had a profound impact on the Group's corporate governance standards. The Group established a regular reporting and solving system in terms of internal control and risk management, which is directed by and accountable to the Audit Committee. Mr. GE is the chairman of the Audit Committee.

Mr. GE obtained his Master's degree in Western Accounting from the Research Institute for Fiscal Science, Ministry of Finance of the PRC in July 1982.

## PROFILES OF DIRECTORS AND SENIOR MANAGEMENT



**Ms. TAO Ping (陶萍)**

*Independent non-executive Director*

Aged 68, was appointed as an independent non-executive Director on 2 September 2020. Ms. TAO has been engaged in the telecommunications industry for more than 40 years and has accumulated rich management experience in provincial and group companies of the telecommunications industry. Ms. TAO served successively as the deputy general manager and the general manager in the Anhui branch office of China Telecom from June 2002 to February 2011. During that time, China Telecom's informatisation level was maintained at a leading position within the industry. In 2007, Ms. TAO was awarded the "Outstanding Informatisation Leader Award" by the National Informatisation Evaluation Center and in 2010, she was also

awarded the honorary title of "National Model Worker". From March 2011 to November 2017, Ms. TAO served as the general manager and senior consultant of the strategic department of the China Telecom Group; and from July 2012 to December 2017, she also served as an employee director of the board of directors of the China Telecom Group. Ms. TAO obtained a Bachelor's degree in Engineering from the Nanjing University of Posts and Telecommunications (formerly known as the Nanjing Institute of Posts and Telecommunications) in 1982. She subsequently obtained a Master's degree in Business Administration from the Australian National University in 2004.



**Dr. WANG Lei (王鐳)**

*Independent non-executive Director*

Aged 68, a professorate senior engineer, was appointed as an independent non-executive Director on 8 November 2024. Dr. WANG has extensive experience in senior management in the telecommunications industry.

Dr. WANG began working in the industry since April 1975 and held managerial positions at the Mobile Communications Bureau of Hebei Province (河北省移動通信局) and Hebei Mobile Communications Company (河北移動通信公司), and has served as the general manager of the network department of China Mobile Communications Corporation, the general manager of China Mobile Communications Group Heilongjiang Co., Limited, the general manager of the planning and construction

department of China Mobile Communications Corporation, as well as the chairman of the cloud data professional committee of the China Association of Communication Enterprises, respectively.

Dr. WANG obtained a bachelor's degree from Beijing School of Posts and Communication (北京郵電學院) (currently known as Beijing University of Posts and Telecommunications) in July 1982, a master's degree in international management from The Australian National University in September 2001, and a doctorate in business administration from the Rennes Business School in France in 2009, respectively. Dr. WANG received a special government allowance of the State Council in 2004.

## PROFILES OF DIRECTORS AND SENIOR MANAGEMENT



**Dr. LIU Jun (劉軍)**

*Independent non-executive Director*

Aged 50, was appointed as an independent non-executive Director on 5 February 2026. Dr. LIU Jun has extensive experience in artificial intelligence and Agent research and development.

Dr. LIU Jun currently serves as a faculty member and an associate professor at the School of Artificial Intelligence, Beijing University of Posts and Telecommunications (“BUPT”), the director of the Data Science Research Center at BUPT, and the chief scientist of the Agent Internet Branch of the China Association of Productivity Promotion Centers guided by the Science and Technology Department of the Ministry of Industry and Information Technology of the People’s Republic of China.

Dr. LIU Jun’s primary research focus is on Agent and the Agent Internet. Since 1998, he has been continuously and deeply engaged in the study of Agent-related theories and technologies. He has published more than 50 high-level papers indexed in SCI/EI journals, led the drafting of national standards for Agent interconnection, and his research achievements have won three provincial and ministerial-level Science and Technology Progress Awards. He has also guided students to win multiple national awards in various university student innovation and entrepreneurship projects.

From May 2007 to June 2012, Dr. LIU Jun served as the General Manager of Huancheng (Beijing) Technology Co., Ltd. From June 2003 to May 2007, he served as a senior researcher and department manager at IBM China Research Laboratory.

Dr. LIU Jun obtained his Bachelor’s degree in Information Engineering in July 1998 and a Ph.D. degree in Signal and Information Processing in June 2003, respectively from BUPT.

## PROFILES OF DIRECTORS AND SENIOR MANAGEMENT



**Dr. OUYANG Ye, Professor, IEEE Fellow, IET Fellow (歐陽曄)**

*Chief Executive Officer and the Chief Technology Officer*

Aged 44, has served as the chief technology officer and senior vice president of the Group since July 2018. He also served as chairman of the technology committee and head of the R&D center. On January 1, 2026, he was appointed Chief Executive Officer and Chief Technology Officer, with overall responsible for the Group's strategic development, business operations, and research and innovation.

Dr. OUYANG has extensive experience in strategy, management, research, and innovation in the ICT field, and is committed to cross-domain innovation and the commercialization of technologies across cellular networks, AI, and data science. In November 2022, Dr. OUYANG was elected an IEEE Fellow in recognition of his outstanding contributions and leadership in network intelligence and self-organizing cellular networks, making him one of the youngest IEEE Fellows in the interdisciplinary fields of network intelligence, communications, and AI.

Dr. OUYANG is a Member of the President's Leadership Council at Stevens Institute of Technology, a Distinguished Visiting Professor at Tsinghua University, and a Co-Director of the Tsinghua-AsialInfo Joint Institute of 6G Networks & Intelligent Computing. Prior to joining AsialInfo, Dr. OUYANG worked at Verizon, the largest telecom operator in the United States. He also holds various roles across global telecommunications standards bodies, academic institutions, and high-tech organizations, including serving as Chair or Board Member of multiple ETSI and IEEE working groups and international conferences. He also serves as Chair of the AI Chapter at the Beijing Software Industry Association.

Dr. OUYANG has received numerous awards in both industry and academia, with recent honors including: 2017 Asian American Engineer of the Year (AAEOY), 2023 Forbes 100 Most Influential Chinese Selection Award, 2021 Top 100 Diverse Leaders in Tech, US National Diversity Council,

2019 TM Forum Future Digital Leader Award, 2022 Science and Technology Award (First Prize) by China Computer Federation (CCF), 2023 Science and Technology Award (First Prize) by Chinese Association of Automation (CAA), 2024/2025 Beijing Municipal Science and Technology Award (Second Prize), 2025 Science and Technology Award (Second Prize) by China Institute of Communications (CIC), 2025 Science and Technology Award (Second Prize) by China Institute of Electronics (CIE), 2023 Science and Technology Award (Second Prize) by CCF, 2021 Wu Wenjun AI Science and Technology Award by Chinese Association for Artificial Intelligence (CAAI), 2020 China Artificial Intelligence Industry Annual Leader Award, 2017 US Telecom Innovation Awards by Fierce (BSS/OSS), 2017 Most Innovative Telco Big Data Analytics Platform Award by Telco Data Analytics USA, 2016 US Telecom Innovation Awards by Fierce, 2015 Chair Award for "Wireless Communications & Interdisciplinary Perspective" Contribution by IEEE WTS, Research fund by the White House Office of Science and Technology Policy (OSTP), 2017 IEEE International Conference on Big Data (IEEE BigData) Best Paper Award.

Dr. OUYANG has authored 93 academic papers, holds 212 patents, has contributed to 274 standards, and has published 13 books. He holds a Bachelor of Engineering from Southeast University in China, a Master of Science from Tufts University in the United States, a Master of Science from Columbia University in the United States, and a Ph.D. from Stevens Institute of Technology in the United States.

## PROFILES OF DIRECTORS AND SENIOR MANAGEMENT



**Mr. LIANG Bin (梁斌)**

*Senior Vice President and the Chief Operating Officer*

Aged 55, joined the Group in August 2002 and has been a senior vice president of the Group since January 2017. Mr. LIANG currently serves as the chief operating officer (COO) and general manager of the data & intelligence operations group (DIG) of the Group, and is primarily responsible for the overall operations management of DIG.

Mr. LIANG has over 30 years of experience in the IT and telecommunications industry, and has over 25 years of experience in middle and senior management roles. From January 2017 to December 2025, he served as the general manager of the supporting business division for China Mobile of the Group, being primarily responsible for the overall operations management of such division. He served as the president of the business division for China Telecom,

the chairman and the president of the cloud information division, the vice president of the China Unicom division, the deputy general manager of the cable division and the general manager of the wireless division of the Group from August 2002 to December 2016. He also served as the R&D manager of Jiangsu Hongtu High Technology Co., Ltd. (江蘇宏圖高科技股份有限公司) and subsequently Nanjing UTStarcom Holdings Corp. from September 1998 to September 2002.

Mr. LIANG graduated from Nanjing University of Posts and Telecommunications (formerly known as Nanjing College of Posts and Telecommunications) with a major in Communications Engineering in July 1991, and was awarded a relevant degree.



**Ms. HUANG Ying (黃纓)**

*Senior Vice President and the Chief Financial Officer*

Aged 57, has been a senior vice president and the chief financial officer of the Group since April 2017.

Ms. HUANG joined the Group in April 2017 and is primarily responsible for the finance and tax management, business operation management, audit, legal, compliance and capital management of the Group. Ms. HUANG has over 25 years of working experience in financial management in the telecommunications industry, and has over 15 years of experience in senior management roles. Prior to joining the Group, Ms. HUANG successively served as the general finance department manager, the deputy general manager and other positions of the finance department of China Mobile Communications Corporation (中國移動通信集團公司)

from July 2002 to March 2017. She successively served as a principal staff of the finance department at the general post office of the Ministry of Posts and Telecommunications and a deputy director at the corporate finance office of the planning and finance department of the State Post Bureau of the PRC and other positions from May 1995 to June 2002.

In June 1990, Ms. HUANG obtained a Bachelor's degree in Economics from the Beijing University of Posts and Telecommunications, where she subsequently also obtained a Master's degree in Economics in April 1995. She obtained a Master of Business Administration degree from the University of Wisconsin, the US in May 2006.

## PROFILES OF DIRECTORS AND SENIOR MANAGEMENT



**Mr. CHEN Wu (陳武)**

*Senior Vice President and the General Manager of Board  
Office & Public Affairs Center*

Aged 58, joined AsialInfo Technologies in April 2011 and has served as the senior vice president of AsialInfo Technologies since February 2015, who is responsible for public and government affairs management.

Mr. CHEN has over 25 years of experience in business development and government affairs, and has over 20 years of experience in senior management roles.

Prior to joining AsialInfo Technologies, Mr. CHEN successively served as the general manager of the international department of Beijing Honglian Jiuwu Information Industries Co., Ltd. (北京鴻聯九五信息產業有限公司), the deputy general manager of Beijing MNC

Information Technology Service Co.,Ltd. (北京移動納維信息科技服務有限公司) and the director of telecommunications division of Cisco Systems (China) Networking Technology Co., Ltd. (思科系統(中國)網絡技術有限公司), etc.

Mr. CHEN currently serves as the vice chairman of the China Industrial Internet Industry Alliance and the executive director of Beijing Software and Information Service Industry Association.

Mr. CHEN graduated from the Nanyang Technological University, Singapore in June 2007 with a Master's degree in Business Administration.



**Ms. CHEN Mingshuang (陳明爽)**

*Senior Vice President and Chief Information Officer*

Aged 55, joined the Group in October 1996, and has served as vice president of the Group and general manager of the connectivity division since January 2017. From April 2019 to December 2025, she held the positions of vice president of the Company, chief information officer, general manager of the IT Administration Centre and head of the Information Security Committee. Since January 2026, she has been a senior vice president of the Company, chief information officer, head of the telecom services group, general manager of the AI Administration Centre and head of the Information Security Committee.

Ms. CHEN has over 30 years of experience in the IT and telecommunications sectors. From July 1993 to September 1996, she served as the head of research and development at the China Aerospace System Engineering Co., Ltd. under the China Aerospace Science and Industry Corporation.

Ms. CHEN graduated from the University of National Defense Technology with a degree in Computer Applications, specialising in computer software development.

# DIRECTORS' REPORT

The Board is pleased to present its report together with the audited consolidated financial statements of the Group for the Reporting Period.

## PRINCIPAL ACTIVITY

The Group is principally engaged in the provision of software products, solutions, consulting and related services.

## MAJOR SUBSIDIARIES

A list of our major subsidiaries together with the particulars of the place of incorporation/establishment, as well as their issued share capital/registered capital and their principal activities are set out in note 37 to the consolidated financial statements.

## RESULTS

The results of the Group for the Reporting Period are set out in the consolidated statement of profit or loss and other comprehensive income of this annual report.

## DIVIDEND POLICY

The Company may declare and pay dividends by way of cash or by other means that we consider appropriate in the future. The distribution of dividends will be determined by the Board at its discretion and will be put forward at a general meeting for the Shareholders' consideration. Whether the Company would declare or pay any dividends in the future and the amount of such dividends is subject to a number of factors, including the Group's results of operations, cash flows, financial condition, amount of cash dividends paid to the Company by our subsidiaries, requirements under the relevant accounting standards, future development needs and other factors that the Directors may consider relevant.

## FINAL DIVIDENDS

The Board resolved to declare the proposed final dividend of HK\$0.054 (equivalent to RMB0.048) per Share (2024 final dividend: HK\$0.252 (equivalent to RMB0.233) per Share, 2024 special dividend: HK\$0.160 (equivalent to RMB0.148) per Share). The proposal will subsequently be submitted to the general meeting for consideration.

## BUSINESS REVIEW

An analysis on the business performance review of the Group during the Reporting Period and the future business development of the Group is set out in the section headed "Management Discussion and Analysis" and "Chairman's Statement" of this annual report, respectively. The major risks faced by the Group is set out in the section headed "Corporate Governance Report" of this annual report. The analysis of the Group using the key financial performance indicators for the Reporting Period is set out in the section headed "Management Discussion and Analysis" of this annual report.

## DIRECTORS' REPORT

### FINANCIAL SUMMARY

A summary of the results and assets and liabilities of the Group for the past five financial years is set out on pages 193 to 194 of this annual report. The summary does not form part of the audited consolidated financial statements.

### MAJOR CUSTOMERS AND SUPPLIERS

#### Major customers

For the Reporting Period, the transaction amount with the Group's top five customers accounted for approximately 28.8% (2024: approximately 30.9%) of the Group's total revenue, while the transaction amount with the Group's single largest customer accounted for approximately 13.2% (2024: approximately 14.2%) of the Group's total revenue.

#### Major suppliers

For the Reporting Period, the transaction amount with the Group's top five suppliers accounted for approximately 17.9% (2024: approximately 17.9%) of the Group's total cost, while the transaction amount with the Group's single largest supplier accounted for approximately 4.8% (2024: approximately 4.6%) of the Group's total cost.

During the Reporting Period, save for four out of the top five major customers are associates of the China Mobile Group (a substantial Shareholder), none of the Directors, any of their close associates (as defined in the Listing Rules) or any Shareholders (who, as far as the Directors are aware, own more than 5% of the number of issued Shares) of the Group had any interests in the Group's top five customers or suppliers.

During the Reporting Period, the Company maintained good relationships with its customers and suppliers.

### ENVIRONMENTAL PROTECTION

The environmental policies and performance of the Company are set out in the section headed "ESG Report" of this annual report.

The Group has complied with the applicable environmental laws and regulations where its business operations are located. The Company will review its environmental protection practices from time to time, and will consider implementing other environmental protection measures and practices in the business operations of the Group to enhance sustainability.

### PROPERTY, PLANT AND EQUIPMENT

Details of the changes in the property, plant and equipment of the Group during the Reporting Period are set out in note 12 to the consolidated financial statements.

### SHARE CAPITAL

Details of the movement in the share capital of the Company during the Reporting Period are set out in note 28 to the consolidated financial statements.

### RESERVES AND DISTRIBUTABLE RESERVES

Details of the changes in the reserves of the Company for the Reporting Period are set out in note 38 to the audited consolidated financial statements, respectively, of which, the reserves available for distribution to Shareholders amounted to approximately RMB252 million (2024: approximately RMB633 million).

**DIRECTORS'  
REPORT****DIRECTORS**

During the Reporting Period and up to the date of this annual report, the Directors are as follows:

**Executive Directors**

Dr. TIAN Suning (*Chairman*)

Mr. KWOK Bernard Chuen Wah

Mr. GAO Nianshu (*resigned as the Chief Executive Officer and an executive Director on 31 December 2025*)

**Non-executive Directors**

Mr. HE Zheng

Mr. YANG Lin

Ms. LIU Hong

Mr. E Lixin (*appointed as a non-executive Director on 10 March 2025*)

Mr. JIANG Jian (*resigned as a non-executive Director on 10 March 2025*)

Mr. DING Jian (*resigned as a non-executive Director on 5 February 2026*)

**Independent non-executive Directors**

Dr. ZHANG Ya-Qin

Mr. GE Ming

Ms. TAO Ping

Dr. WANG Lei

Dr. LIU Jun (*appointed as an independent non-executive Director on 5 February 2026*)

Pursuant to article 14.18 of the Articles of Association, one-third of the Directors for the time being (or if their number is not three or a multiple of three, then the number nearest to, but not less than one-third) will retire from office by rotation and will be eligible for re-election and re-appointment at every annual general meeting, provided that every Director shall be subject to retirement by rotation at least once every three years. Accordingly, Dr. TIAN Suning, Ms. LIU Hong, Mr. YANG Lin and Dr. ZHANG Ya-Qin will retire and, being eligible, have offered themselves for re-election as Directors at the AGM.

Pursuant to article 14.2 of the Articles of Association, the Board shall have the authority to appoint any person as a Director from time to time and at any time, either to fill a casual vacancy on the Board or as an addition to the existing Board. Any Director so as to be appointed to fill a casual vacancy on the Board or as an addition to the existing Board shall hold office only until the first annual general meeting of the Company after the appointment and shall then be eligible for re-election at that meeting. Accordingly, at the AGM, Dr. LIU Jun will retire from office and being eligible, has offered himself for re-election.

Details of the Directors being re-elected at the AGM are set out in the circular published together with this annual report. The biographical details of the Directors and senior management are set out in the section headed "Profiles of Directors and Senior Management" of this annual report.

## DIRECTORS' REPORT

Dr. LIU Jun was appointed to the Board on 5 February 2026 and has obtained the necessary legal advice pursuant to 3.09D of the Listing Rules on 28 January 2026. He confirmed that he understands his responsibilities as a Director.

### INDEPENDENCE OF INDEPENDENT NON-EXECUTIVE DIRECTORS

Each of the independent non-executive Directors has confirmed his/her independence for the Reporting Period in accordance with Rule 3.13 of the Listing Rules. The Company is of the view that all independent non-executive Directors are independent in accordance with Rule 3.13 of the Listing Rules.

### DIRECTORS' INTERESTS IN SIGNIFICANT TRANSACTIONS, ARRANGEMENTS OR CONTRACTS

For the Reporting Period and up to the date of this annual report, save as disclosed herein, none of the Directors or any entity connected with any Director had a direct or an indirect material interest in any transaction, arrangement or contract, to which the Company, any of its subsidiaries or its fellow subsidiaries is a party and is significant to the business of the Group.

### MANAGEMENT CONTRACT

No contract, other than employment contracts, concerning the management and administration of all or any significant part of the Company's business, was entered into or existed during 2025.

### REMUNERATION OF DIRECTORS AND SENIOR MANAGEMENT EMPLOYEES AND REMUNERATION POLICY

During the Reporting Period, the Group had a total of 11,437 (31 December 2024: 12,868) full-time employees. The Group strives to align the remuneration level of its employees with the market, so as to maintain competitiveness. The remuneration of employees is subject to the remuneration and bonus policy of the Group, and is determined in accordance with the performance of each staff. The Group also provides comprehensive benefit packages and career development opportunities to its employees, including insurance benefits, etc. Internal and external training programs are provided according to changes in the industry, technological updates and the needs of employees.

According to the Group's remuneration policy, in evaluating the amount of remuneration payable to Directors and senior management, the factors to be considered by the Remuneration Committee include the salaries paid by similar companies, tenure, commitment, responsibilities and individual performance of Directors and senior management (as the case may be), etc.

The remuneration received by Directors and senior management includes salaries, bonuses, contributions to pension schemes, long-term rewards (including share-based incentives), housing and other allowances, and benefits in kind in compliance with applicable laws, rules and regulations.

**DIRECTORS'  
REPORT****RETIREMENT AND EMPLOYEE BENEFIT SCHEMES**

As required under the rules and regulations in the PRC, the Group participates in various defined contribution retirement benefit plans which are available to all relevant employees. These plans are generally funded through payments to schemes established by governments or trustee-administered funds. In addition to the contributions required to be made to the retirement plans on a certain percentage of the basic salaries of its employees, the Group has no further obligation for the actual payment of any pre-retirement or post-retirement benefits. The relevant state-managed retirement plans are responsible for the entire present obligation to retired employees.

The Group's contributions to the defined contribution plans are expensed as incurred and not reduced by contributions forfeited by those employees who leave the plans prior to vesting fully in the contributions.

In accordance with the relevant MPF laws and regulations in Hong Kong, the Company operates a MPF Scheme for all qualifying employees in Hong Kong. The assets of the MPF Scheme are held separately from those of the Company and are under the control of an independent MPF service provider. Under the rules of the MPF Scheme, each of the employer and its employees make monthly contributions to the scheme at 5% of the employees' earnings as defined under the Mandatory Provident Fund Schemes Ordinance (Chapter 485 of the Laws of Hong Kong). The monthly contributions of each of the employer and its employees are subject to a cap of HK\$1,500 and thereafter contributions are voluntary. The only obligation of the Company in respect of the MPF Scheme is to make the required contributions under the MPF Scheme and contributions to the MPF Scheme vest immediately.

During the Reporting Period, no forfeited contributions were used by the Group to reduce the existing level of contributions. Details of the retirement and employee benefit plans of the Company are set out in note 33 to the consolidated financial statements.

**DIRECTORS' SERVICE CONTRACTS**

No Director has entered into any service contract with the Company which is not determinable within one year without payment of compensation (other than statutory compensation). For further details of the terms of appointment of non-executive Directors, please refer to the section headed "Appointment and Re-election of Directors and Directors' Term of Office" in the Corporate Governance Report in this annual report.

## DIRECTORS' REPORT

### DIRECTOR'S INTEREST IN COMPETING BUSINESS

Apart from the businesses of the Group, the following Director has direct or indirect interests in the following businesses, which compete or are likely to compete, directly or indirectly, with the Group's businesses:

#### Dr. TIAN Suning

Name of Entity engaging in such business	Equity Interest	Summary of Business
AsialInfo Security	Directly or indirectly held approximately 51.42%	Operation of software products and services related to the network security
Nanjing AsialInfo Cloud Internet Information Technology Co., Ltd. (南京亞信雲互聯網信息科技有限公司)	Indirectly held approximately 30%	Operation of software R&D, sales, product system (platform + cooperation) and other related businesses
Beijing Youyou Tianyu System Technology Co., Ltd. (北京友友天宇系統技術有限公司)	Indirectly held approximately 26.12%	Operation of software technology development, data processing and other related businesses
Beijing Tianyun Rongchuang Software Technology Co., Ltd. (北京天雲融創軟件技術有限公司)	Indirectly held approximately 22.90%	Operation of software technology development business
Tianyun Rongchuang Data Technology (Beijing) Co., Ltd. (天雲融創數據科技(北京)有限公司)	Indirectly held approximately 5.69%	Operation of technology development, application software services and other related businesses

Save as disclosed above, the Directors confirm that they did not have any interest in a business, apart from the business of the Group, which competes or is likely to compete, directly or indirectly, with our business, which would require disclosure under Rule 8.10 of the Listing Rules.

## DIRECTORS' REPORT

### INTERESTS AND SHORT POSITIONS OF THE DIRECTORS AND THE CHIEF EXECUTIVES IN THE SHARES, UNDERLYING SHARES AND DEBENTURES

As at 31 December 2025, the interests and short positions of Directors and chief executives of the Company in the shares, underlying shares and debentures of the Company or its associated corporations (within the meaning of Part XV of the SFO) which were required to be notified to the Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests or short positions which they were taken or deemed to have under such provisions of the SFO) or which were required under Section 352 of the SFO to be entered in the register referred to in that section, or which were required under the Model Code to be notified to us and the Stock Exchange, are as follows:

Name of Director/ chief executive	Nature of interest (Note A)	Number of Shares	Approximate percentage of shareholding interest in the Company (Note B)
Dr. TIAN Suning <sup>1</sup>	Beneficial owner (L)	49,244,764	5.24%
	Interest in controlled corporation (L)	1,151,111	0.12%
	Interest in controlled corporation (L)	190,016,976	20.22%
	Interest in controlled corporation (L)	39,442,000	4.19%
	Total:	279,854,851	29.77%
Dr. ZHANG Ya-Qin <sup>2</sup>	Beneficial owner (L)	112,000	0.01%
Mr. GE Ming <sup>2</sup>	Beneficial owner (L)	112,000	0.01%
Ms. TAO Ping <sup>2</sup>	Beneficial owner (L)	112,000	0.01%

## DIRECTORS' REPORT

Notes:

A. (L) — Long position; (S) — Short position

B. As at 31 December 2025, a total of 939,961,340 Shares had been issued by the Company.

<sup>1</sup> (i) Dr. TIAN is the sole shareholder of Info Addition Limited which in turn is a general partner of Info Addition Capital Limited Partnership. As such, Dr. TIAN is deemed to be interested in the 1,151,111 Shares in which Info Addition Capital Limited Partnership is interested.

(ii) Dr. TIAN ultimately controls and beneficially owns approximately 51.42% of the equity interest in AsialInfo Security, thus Dr. TIAN is deemed to be interested in the 190,016,976 Shares held by AsialInfo Investment Limited, which is ultimately controlled and beneficially owned by AsialInfo Security. For details of AsialInfo Security's shareholding in the Company, please refer to note 3 in the section headed "Substantial Shareholders' Interests and Short Positions in Shares and Underlying Shares".

(iii) PacificInfo Limited is wholly owned by Dr. TIAN and therefore Dr. TIAN is deemed to be interested in the 39,442,000 Shares in which PacificInfo Limited is interested.

<sup>2</sup> The Company granted 112,000 share options to the independent non-executive Directors, namely, Dr. ZHANG, Mr. GE and Ms. TAO, under the 2019 Share Option Scheme, respectively, details of which are set out in the announcements of the Company dated 16 June 2020 and 25 March 2021 and the section headed "2019 Share Option Scheme" under the "Share Schemes" section of this annual report, respectively.

Save as disclosed above, none of the Directors nor chief executives of the Company had any interests or short positions in the shares, underlying shares or debentures of the Company or its associated corporations (within the meaning of Part XV of the SFO) which would be required to be notified to the Company and the Stock Exchange; or which would be required to be registered in the register to be kept pursuant to Section 352 of the SFO, or otherwise notified to the Company and the Stock Exchange pursuant to the Model Code.

### DIRECTORS' RIGHTS TO ACQUIRE SHARES OR DEBENTURES

Save as disclosed in this annual report, for the Reporting Period, at no time did the Company or any of its subsidiaries enter into any arrangement that would enable the Directors to acquire benefits by means of acquisition of Shares in, or debentures of, the Company or any other body corporate, and none of the Directors or any of their respective spouses or children under the age of 18 were granted any right to subscribe for the shares in, or debentures of, the Company or any other body corporate or had exercised any such right.

## DIRECTORS' REPORT

### SUBSTANTIAL SHAREHOLDERS' INTERESTS AND SHORT POSITIONS IN SHARES AND UNDERLYING SHARES

As at 31 December 2025, to the best of the Directors' knowledge, the following persons have interests or short positions in the Shares or underlying Shares which would fall under the provisions of Divisions 2 and 3 of Part XV of the SFO to be disclosed to the Company, or which were recorded in the register required to be kept by the Company under Section 336 of the SFO:

Name of Shareholders	Nature of interest (Note A)	Number of Shares	Approximate percentage of shareholding interest in the Company (Note B)
AsialInfo Security <sup>3</sup>	Beneficial owner (L)	279,854,851	29.77%
Nanjing AsialInfo Information Security Technology Co., Ltd. <sup>3</sup>	Interest in controlled corporation (L)	279,854,851	29.77%
AsialInfo Technologies (Chengdu), Inc. <sup>3</sup>	Interest in controlled corporation (L)	279,854,851	29.77%
Tianjin AsialInfo Jin'an Technologies Co., Ltd. <sup>3</sup>	Interest in controlled corporation (L)	279,854,851	29.77%
Tianjin AsialInfo Jinxin Consulting Partnership (Limited Partnership) <sup>3</sup>	Interest in controlled corporation (L)	279,854,851	29.77%
Tianjin Kehai Investment Development Co., Ltd. <sup>3</sup>	Interest in controlled corporation (L)	279,854,851	29.77%
Tianjin Jinnan Urban Construction Investment Co., Ltd. <sup>3</sup>	Interest in controlled corporation (L)	279,854,851	29.77%
Tianjin Jinnan State-owned Capital Investment and Operation Group Co., Ltd. <sup>3</sup>	Interest in controlled corporation (L)	279,854,851	29.77%
Tianjin AsialInfo Xinning Technology Co., Ltd. <sup>3</sup>	Interest in controlled corporation (L)	279,854,851	29.77%

Notes:

A. (L) — Long position; (S) — Short position

B. As at 31 December 2025, a total of 939,961,340 Shares had been issued by the Company.

<sup>3</sup> AsialInfo Security (as the sole shareholder of Nanjing AsialInfo Information Security Technology Co., Ltd.), Nanjing AsialInfo Information Security Technology Co., Ltd. (as the sole shareholder of AsialInfo Technologies (Chengdu) Co., Inc.), AsialInfo Technologies (Chengdu) Co., Inc. (as a sole shareholder of Tianjin AsialInfo Jin'an Technologies Co., Ltd.), Tianjin AsialInfo Jin'an Technologies Co., Ltd. (as the general partner of Tianjin AsialInfo Jin'xin Consulting Partnership (Limited Partnership)), Tianjin Kehai Investment Development Co., Ltd. (as the general partner of Tianjin AsialInfo Jin'xin Consulting Partnership (Limited Partnership)), Tianjin AsialInfo Jin'xin Consulting Partnership (Limited Partnership) (the controlling shareholder of Tianjin AsialInfo Xinning Technology Co., Ltd.) and Tianjin AsialInfo Xinning Technology Co., Ltd. (as the sole shareholder of AsialInfo Investment Limited) is respectively deemed or taken to be interested in all the Shares which are beneficially owned by AsialInfo Investment Limited for the purpose of Part XV of the SFO. On 12 March 2025, AsialInfo Investment Limited pledged 190,016,976 Shares held by it to the Tianjin Branch of China Bohai Bank Co., Ltd.

Tianjin Kehai Investment Development Co., Ltd. is wholly owned by Tianjin Jinnan Urban Construction Investment Co., Ltd. which in turn is owned as to 90.08% by Tianjin Jinnan State-owned Capital Investment and Operation Group Co., Ltd..

Pursuant to the Voting Rights Entrustment Agreement entered into between Dr. TIAN, Info Addition Capital Limited Partnership, PacificInfo Limited and CBC Partners II L.P. (collectively the "Voting Rights Entrusting Shareholders") and AsialInfo Security on 16 January 2024, the Voting Rights Entrusting Shareholders have agreed to entrust the voting rights enjoyed as shareholders of all the shares held by them to AsialInfo Security, and AsialInfo Security may assign all or any part of the benefit of, or its rights or benefits and transfer its obligations under the Voting Rights Entrustment Agreement to the AsialInfo Security's successor in title. Therefore, Dr. TIAN and his controlled entities hold and be entitled to exercise the voting rights of an aggregate of 279,854,851 Shares.

## DIRECTORS' REPORT

Name of Shareholders	Nature of interest (Note A)	Number of Shares	Approximate percentage of shareholding interest in the Company (Note B)
China Mobile International Holdings Limited <sup>4</sup>	Beneficial owner (L)	182,259,893	19.39%
China Mobile Limited <sup>4</sup>	Interest in controlled corporation (L)	182,259,893	19.39%
China Mobile Hong Kong (BVI) Limited <sup>4</sup>	Interest in controlled corporation (L)	182,259,893	19.39%
China Mobile (Hong Kong) Group Limited <sup>4</sup>	Interest in controlled corporation (L)	182,259,893	19.39%
China Mobile Communications Group Co., Ltd. <sup>4</sup>	Interest in controlled corporation (L)	182,259,893	19.39%
Ocean Voice Investment Holding Limited <sup>5</sup>	Beneficial owner (L)	60,129,928	6.40%
Sino Venture Capital 1B <sup>5</sup>	Interest in controlled corporation (L)	60,129,928	6.40%
Sino Venture Capital 1 VCC <sup>5</sup>	Interest in controlled corporation (L)	60,129,928	6.40%
Sino Capital Management Company Ltd. <sup>5</sup>	Interest in controlled corporation (L)	60,129,928	6.40%
Mr. LIAO Hsueh-Hsuan <sup>5</sup>	Interest in controlled corporation (L)	60,129,928	6.40%
Sino Suisse Financial Holding Limited <sup>5</sup>	Interest in controlled corporation (L)	60,129,928	6.40%
A.M.Y. (Sinosuisse) Ltd. <sup>5</sup>	Interest in controlled corporation (L)	60,129,928	6.40%
Mr. LIU Chung Hsing <sup>5</sup>	Interest in controlled corporation (L)	60,129,928	6.40%

### Notes:

- <sup>4</sup> China Mobile International Holdings Limited is wholly owned by China Mobile Limited, which is owned as to 72.72% by China Mobile Hong Kong (BVI) Limited. China Mobile Hong Kong (BVI) Limited is wholly owned by China Mobile (Hong Kong) Group Limited, which is wholly owned by China Mobile Communications Group Co., Ltd. Hence, each of China Mobile (Hong Kong) Group Limited, China Mobile Communications Group Co., Ltd., China Mobile Hong Kong (BVI) Limited and China Mobile Limited is deemed or taken to be interested in the Shares which are owned beneficially by the China Mobile International Holdings Limited for the purpose of Part XV of the SFO.
- <sup>5</sup> The above shareholding information is based on the information received by the Company pursuant to an investigation conducted under Section 329 of the SFO, the specified date of which is 31 October 2025. Sino Venture Capital 1B (as the sole shareholder of Ocean Voice Investment Holding Limited), Sino Venture Capital 1 VCC (as the sole shareholder of Sino Venture Capital 1B), Sino Capital Management Company Limited (as the management shareholder of Sino Venture Capital 1 VCC) and Mr. LIAO Hsueh-Hsuan (holding 99% equity interest of Sino Capital Management Company Limited) are deemed or taken to be interested in all the Shares beneficially owned by Ocean Voice Investment Holding Limited for the purpose of Part XV of the SFO. In addition, Sino Suisse Financial Holding Limited (as the sole shareholder of Sino Suisse Capital Pte. Ltd. (as the sole member of the manager of Sino Venture Capital 1 VCC)), A.M.Y. (Sinosuisse) Ltd. (holding 80% equity interest of Sino Suisse Financial Holding Limited) and Mr. LIU Chung Hsing (as the sole shareholder of A.M.Y. (Sinosuisse) Ltd.) are deemed or taken to be interested in all the Shares beneficially owned by Ocean Voice Investment Holding Limited.

**DIRECTORS'  
REPORT****SHARE SCHEMES****SHARE OPTION SCHEMES**

The (i) Pre-IPO Share Option Scheme and (ii) 2019 Share Option Scheme were approved and adopted by the Shareholders on 26 June 2018 and 25 November 2019, respectively, in order to grant eligible Directors, management and employees such related share-based compensation. The Remuneration Committee will, from time to time, determine the eligibility of participants to be granted any option as an incentive pursuant to, including but not limited to, the current and expected contribution of such participant, general financial position of the Group, general business targets and future plans of the Group. The Pre-IPO Share Option Scheme and the 2019 Share Option Scheme are aimed to approve and reward eligible participants who have contributed to the Group's growth and development.

**PRE-IPO SHARE OPTION SCHEME**

Eligible participants under the Pre-IPO Share Option Scheme include (i) any member of the Group or executive, non-executive or independent non-executive Directors of any entity of the Group who are holding an interest; (ii) any full-time or part-time employee or affiliate of any member of the Group; (iii) any member of the Group or consultants, advisors and independent contractors of any entity of the Group who are holding an interest; or (iv) a qualified former grantee.

The exercise price per Share for share options granted under the Pre-IPO Share Option Scheme is determined by the Remuneration Committee and set out in the grant letter. The exercise price must not be lower than the nominal value of the Shares involved in the relevant share options. There is no consideration to be paid by eligible participants to accept the share options. The grantee may exercise all share options on or after the vesting date of the share options (rather than before) by giving the Exercise Notice to the Company. The Exercise Notice must specify that the share options are being exercised accordingly and the number of Shares involved in the exercise of such share options. If requested by the grantee in writing, the Remuneration Committee may in its absolute discretion accept "non-cash exercise" share options. The Remuneration Committee may also direct the grantee to exercise the share options through "non-cash exercise" if considers it appropriate. Otherwise, any Exercise Notice announced must be accompanied by a full remittance of the exercise price of the Shares. Any Exercise Notice issued without the relevant remittance or confirmation is an invalid notice. Within 30 days after receiving the Exercise Notice with the full remittance of the relevant exercise price and (if applicable) the certificate of the independent financial adviser (excluding any book closure period of the Company), the Company must allot and issue the relevant number of Shares to the grantee, and issues the relevant Shares certificate to the grantee. Unless otherwise stated, vested share options may be exercised by the grantee at any time during the applicable exercise period.

The Pre-IPO Share Option Scheme has expired after 11:59 p.m. on the business day before the listing date. The Company will no longer grant share options under the Pre-IPO Share Option Scheme. The provisions of the Pre-IPO Share Option Scheme shall remain in full force and effect to the extent necessary for the grant of any share options before the expiration of validity or other circumstances that may be required under the provisions of the scheme. As at the Latest Practicable Date, the total number of Shares available for issue involved in the share options granted but not yet exercised under the Pre-IPO Share Option Scheme is 45,562,192 Shares, accounting for approximately 4.8% of the total number of issued Shares as at the Latest Practicable Date.

## DIRECTORS' REPORT

Please refer to the Prospectus for further information of the Pre-IPO Share Option Scheme. No share options had been cancelled during the Reporting Period. Details of movements in the share options granted under the Pre-IPO Share Option Scheme during the Reporting Period are as follows:

Grantees	Date of Grant <sup>1</sup>	Outstanding as at 1 January 2025	Exercised during the Reporting Period	Lapsed	Outstanding as at 31 December 2025	Exercise Price (US\$)
<b>Former Director</b>						
Mr. GAO Nianshu	11 July 2018	800,000	—	800,000	—	1.9225
	1 August 2018	2,998,656	—	2,998,656	—	1.2725
<i>Sub-total</i>		<i>3,798,656</i>	<i>—</i>	<i>3,798,656</i>	<i>—</i>	
<b>Employees in aggregate</b>						
	1 August 2018	11,321,096	1,572,368	1,173,920	8,574,808	1.2725
	11 July 2018	22,127,720	—	17,171,040	4,956,680	1.9225
	1 August 2018	36,893,144	—	4,534,816	32,358,328	1.9225
<i>Sub-total</i>		<i>70,341,960</i>	<i>1,572,368</i>	<i>22,879,776</i>	<i>45,889,816</i>	
<b>Total</b>		<b>74,140,616</b>	<b>1,572,368</b>	<b>26,678,432</b>	<b>45,889,816</b>	

Note:

- The validity period of all the share options is 10 years from the date of grant. As at the Latest Practicable Date, the share options were fully vested.

### 2019 Share Option Scheme

The purpose of the 2019 Share Option Scheme is to provide eligible participants an opportunity to acquire proprietary interests in the Company with the view to achieving the following principal objectives: (a) to motivate eligible participants to optimise their performance and efficiency for the benefit of the Group; and (b) to attract and retain eligible participants whose contributions are, will or expected to be beneficial to the Group. The 2019 Share Option Scheme shall be valid and effective for a period of 10 years from 25 November 2019.

The eligible participants of the 2019 Share Option Scheme include any Director(s), employee(s) or consultant(s) of the Group (whether on an employment or contractual or honorary basis or otherwise and whether paid or unpaid) who the Remuneration Committee considers, in its sole discretion, has/have contributed or will contribute to the Group. The consultants of the Group may include: (a) any person or entity that provides research, development or other technical support to any member of the Group, i.e. senior professionals who provide consulting services for the Group with cutting-edge technical support such as 5G, big data, AI and the Internet of Things; and (b) any adviser or consultant to any area of business or business development of any member of the Group, i.e. senior professionals who provide strategic advisory or consulting services for the Group's new business, new customers and new model of business development.

**DIRECTORS'  
REPORT**

Pursuant to and subject to the terms of the 2019 Share Option Scheme, the Remuneration Committee shall be entitled (but shall not be bound) at any time, to grant share options to any eligible participant as the Remuneration Committee may in its absolute discretion select. Such grant shall be made to an eligible participant in such written form of a grant letter as the Remuneration Committee may from time to time determine and shall remain open for acceptance by the eligible participant concerned for a period of not less than 7 business days from the date of grant. A grant shall be deemed to have been accepted when the Company receives the duly signed grant letter from the grantee with the number of Shares in respect of which the offer is accepted and clearly stated therein together with a remittance of HK\$1.00 (or such other nominal sum in any currency as the Remuneration Committee may determine) in favour of the Company as the consideration for the grant thereof. Such remittance shall in no circumstances be refundable and shall not be deemed to be a part payment of the exercise price. Once accepted, the share option is deemed to be granted as from the date on which it was offered to the relevant eligible participant.

The maximum number of Shares which may be issued in respect of which share options may be granted under the 2019 Share Option Scheme together with the number of Shares which may be issued in respect of any options to be granted under any other share option scheme(s) shall not in aggregate exceed 10% (being 92,058,886 Shares, accounting for approximately 9.8% of the total number of issued Shares as at the Latest Practicable Date) of the total number of Shares (being 920,588,862 Shares) in issue on the date of approval of the refreshment of the 2019 Share Option Scheme Mandate Limit at the annual general meeting of the Company dated 28 May 2021 by the Shareholders. As at the Latest Practicable Date, the number of Shares available for issue under the 2019 Share Option Scheme is 94,671,186 (representing approximately 10.1% of the total number of issued Shares as at the Latest Practicable Date), which includes 76,175,062 outstanding share options and 18,496,124 share options to be further granted by the Company.

As of 31 December 2025, the Company could further grant 16,794,929 share options under the 2019 Share Option Scheme (as of 31 December 2024: 31,398,251).

Each share option shall be exercisable at such times and subject to terms and conditions set out in the 2019 Share Option Scheme (in particular, the provisions relating to early termination) and such other terms and conditions as the Remuneration Committee determines, provided that the exercise period of any share option shall not exceed 10 years from the date of grant of the share option. The terms of the 2019 Share Option Scheme do not specify a minimum vesting period for which a share option must be held before the share option can be exercised, but specify that the Remuneration Committee has the power to specify the requirement as to the said minimum vesting period.

The exercise price of each share option shall be a price determined by the Remuneration Committee in its absolute discretion at the time of grant but not be less than the higher of: (i) the nominal value of a Share; (ii) the closing price of a Share as stated on the Stock Exchange's daily quotations sheet on the date of grant of such share option; and (iii) the average closing price of a Share as stated on the Stock Exchange's daily quotations sheets for the 5 business days immediately preceding the date of grant of such share option. In determining the exercise price, the Remuneration Committee will take into account, among other things, the performance of the relevant eligible participants and/or their contributions (past or future) to the Group, the then prevailing market price of the Share at the date of grant, any minimum holding period, any vesting conditions, etc.

## DIRECTORS' REPORT

Unless otherwise terminated by the Board or the Shareholders in a general meeting in accordance with the terms of the 2019 Share Option Scheme, the 2019 Share Option Scheme shall be valid and effective for a period of 10 years from the adoption date (being 25 November 2019), and the remaining life of the 2019 Share Option Scheme is about 3 years and 8 months. For further details of the 2019 Share Option Scheme, please refer to the circulars of the Company dated 4 November 2019 and 7 May 2021.

During the Reporting Period, the Company took into consideration the past performance of the eligible participants and their future possible contribution to the development of the Company when granting the share options. Details of the movements in the outstanding share options granted under the 2019 Share Option Scheme during the Reporting Period are as follows:

Grantees	Date of Grant <sup>1</sup>	Outstanding	Granted <sup>2</sup>	Exercised	Lapsed	Outstanding	Exercise
		as at 1 January 2025				as at 31 December 2025	
<b>Directors</b>							
Dr. ZHANG Ya-Qin	16 June 2020	112,000	—	—	—	112,000	9.56
Mr. GE Ming	16 June 2020	112,000	—	—	—	112,000	9.56
Ms. TAO Ping	25 March 2021	112,000	—	—	—	112,000	12.46
<b>Others</b>							
<b>Former Director<sup>5</sup></b>							
Dr. GAO Jack Qunyao	16 June 2020	112,000	—	—	—	112,000	9.56
<b>Employees</b>	16 June 2020	6,756,760	—	1,913,860	168,200	4,674,700	9.56
	9 June 2021	10,254,912	—	60,800	1,041,278	9,152,834	12.54
	11 March 2022	12,293,028	—	—	1,115,060	11,177,968	13.24
	10 May 2022	2,695,895	—	—	—	2,695,895	13.32
	14 June 2023	15,960,000	—	132,000	1,126,640	14,701,360	11.72
	16 August 2024	18,400,000	—	978,000	461,700	16,960,300	5.20
	27 August 2025	—	18,400,000	—	52,000	18,348,000	10.30
<i>Sub-total</i>		<i>66,360,595</i>	<i>18,400,000</i>	<i>3,084,660</i>	<i>3,964,878</i>	<i>77,711,057</i>	
<b>Total</b>		<b>66,808,595</b>	<b>18,400,000</b>	<b>3,084,660</b>	<b>3,964,878</b>	<b>78,159,057</b>	

## DIRECTORS' REPORT

### Notes:

- The closing price was HK\$9.18, HK\$11.38, HK\$12.54, HK\$13.24, HK\$13.32, HK\$11.66, HK\$5.20 and HK\$10.30 per Share immediately before the respective dates of grant being 16 June 2020, 25 March 2021, 9 June 2021, 11 March 2022, 10 May 2022, 14 June 2023, 16 August 2024, and 27 August 2025.
- The validity period of share options is ten (10) years commencing from the date of grant, for the share options granted on 16 June 2020 and 25 March 2021, 50%, 20% and 30% of the share options granted shall be vested on the date falling on the first, second and third anniversary from the date of grant, respectively, which are exercisable upon vesting within the validity period; and for the share options granted on 9 June 2021, 11 March 2022, 10 May 2022, 14 June 2023 and 27 August 2025, 40%, 30% and 30% of the share options granted shall be vested on the date falling on the first, second and third anniversary from the date of grant, respectively, which are exercisable upon vesting within the validity period; and options granted on 16 August 2024, 20%, 20%, 30% and 30% of the share options granted will vest on the first, second, third and fourth anniversary from the date of grant, respectively, and will be exercisable during the validity period after vesting. The Company has used the binomial model to determine the fair value of the share options as at the date of grant, which is to be recorded in profit or loss over the vesting period.

	Granted on 16 June 2020	Granted on 25 March 2021	Granted on 9 June 2021	Granted on 11 March 2022	Granted on 10 May 2022	Granted on 14 June 2023	Granted on 16 August 2024	Granted on 27 August 2025
Closing price as at the date of grant	HK\$9.05	HK\$12.46	HK\$12.54	HK\$13.24	HK\$13.20	HK\$11.72	HK\$5.20	HK\$10.30
Expected volatility	49%	49%	50%	51%	51%	52%	51%	49%*
Risk free interest rate	0.53%	0.53%	1.12%	1.74%	1.74%	3.33%	2.63%	2.65%*
Expected dividend yield	2.50%	2.50%	2.80%	3.42%	3.42%	3.40%	3.10%	3.30%*
Weighted average fair value of the share options at the date of grant	HK\$3.51	HK\$3.51	HK\$4.86	HK\$4.97	HK\$4.97	HK\$3.91	HK\$1.85	HK\$3.03

\* The expected volatility is based on the historical share price movement of comparable companies for the period of time close to the expected time to exercise. The risk free rate is based on the market yield rates of Hong Kong Sovereign bond with maturity date close to the life of options as of the valuation date. Expected dividends are based on the historical dividend distribution and dividend distribution policy of the Company. Changes in the subjective input assumptions could materially affect the fair value estimate.

In accordance with the Company's accounting policies, the fair value of share options granted is recognised as an expense during the exercise period. The accounting policy is subject to adjustment pursuant to the review of the number of options expected to be exercised. No expense is recognised for options forfeited prior to the expiration date.

Further details of determining the fair value of the share options are set out in note 32 to the consolidated financial statements.

- No share options had been cancelled during the Reporting Period.
- The vesting of the share options granted on 27 August 2025 pursuant to the 2019 Share Option Scheme is subject to the grantees meeting their respective performance target as determined by the Company. The Group has established a standard performance appraisal system for grantees to evaluate their performance and contribution to the Group based on factors such as its performance results. The Company will determine whether the grantee has achieved individual performance targets based on the performance assessment results of the grantee in the relevant year.
- Dr. GAO Jack Qunyao was an independent non-executive Director prior to 8 November 2024.

## DIRECTORS' REPORT

### SHARE AWARD SCHEME

#### 2020 Share Award Scheme

On 7 January 2020, the Board adopted the 2020 Share Award Scheme, which may be funded by issuing and allotting new Shares to the trustee or by purchasing existing Shares by the trustee. However, as of the date of this annual report, all award shares granted under the 2020 Share Award Scheme relate to existing Shares only. The purposes of the 2020 Share Award Scheme are to (i) recognise the contributions and fully motivate the potential and vitality of talents of the eligible persons (being those core management personnel of the Group); and (ii) encourage the eligible persons to continue contributing to the long-term growth and development of the Group. Subject to the criteria and conditions as set out in the 2020 Share Award Scheme, any core management personnel whom the Board or the Remuneration Committee or their respective delegate(s) considers, in its sole discretion, to have contributed or will contribute to the Group is eligible to receive an award.

The maximum number of Shares underlying all grants to be made pursuant to the 2020 Share Award Scheme (excluding the award shares which have been forfeited in accordance with the 2020 Share Award Scheme) had been refreshed on 20 April 2021 and shall not exceed 46,013,946 Shares, representing 5.0% of the total number of issued Shares as at the date of refreshment (accounting for approximately 4.9% of the total number of issued Shares as at the Latest Practicable Date).

As of 31 December 2025, the Company could further grant 3,258,300 award shares under the 2020 Share Award Scheme (as of 31 December 2024: 3,258,300). As the award shares granted under the 2020 Share Award Scheme involved only existing Shares, no new Shares will be issued by the Company as a result of the grant of the above award shares. The number of Shares available for issue in the 2020 Share Award Scheme is 3,258,300 (approximately 0.3% of the total number of issued Shares as at the Latest Practicable Date), including only 3,258,300 award shares which are still available to be further granted by the Company. The terms of the 2020 Share Award Scheme do not specify the maximum entitlement for an individual participant.

The terms of the 2020 Share Award Scheme do not specify any period for an award to be vested, but specify that the Trust Management Committee may from time to time determine such vesting criteria and conditions or periods for the award to be vested.

The terms of the 2020 Share Award Scheme do not specify any amount required to be paid on acceptance of an award nor the payment period, and also do not provide for any basis of determining the purchase price of shares awarded.

According to the 2020 Share Award Scheme, the Company may transfer to the trustee the necessary funds and instruct the trustee to acquire Shares through market transactions at the prevailing market price or through the over-the-counter markets at the price determined by the Company, so as to satisfy the awards. During the Reporting Period, the trustee has not purchased any Shares on the Stock Exchange.

**DIRECTORS'  
REPORT**

Neither the selected participant nor the trustee may exercise any voting rights in respect of any unvested Shares held under the trust, and that the exercise of any voting rights of vested Shares held under the trust shall be in accordance with the voting mechanism as set out below:

- (i) in respect of each general meeting of the Company, the Company will send a voting instruction form to each of the selected participants whose award shares are vested to solicit votes from such selected participants. The voting instruction form will be very similar to the proxy form for the relevant general meeting and will set out a general description of the resolutions proposed at the general meeting and will allow the selected participants to select whether to vote for or against each of the resolutions. The relevant corporate communication concerning matters to be proposed at such general meeting (such as Shareholders' circular and annual report) will also be made available to each of the selected participants so that the selected participants will have all relevant information for considering the relevant resolutions as if they were Shareholders. Each selected participant shall be entitled to one vote for each of the vested award share. The selected participants will be required to return the signed and completed voting instruction forms to the Trust Management Committee by the deadline stated in the voting instruction form, which deadline shall be no less than 7 days before the time for holding the relevant general meeting and the selected participants will be given at least 7 days to consider how they would like to cast their votes. In so far as the duly signed and completed voting instruction forms from the selected participants have been received by the Trust Management Committee prior to the proposed deadline, the Trust Management Committee will calculate the total of votes for and against each proposed resolution and will instruct the Trustee accordingly, and the trustee shall vote only in accordance with the instructions of the Trust Management Committee which reflect the instructions of the selected participants;
- (ii) for those selected participants who fail to return a duly signed and completed voting instruction form to the Trust Management Committee prior to the proposed deadline as set out in the voting instruction form, the Trust Management Committee will not give any instruction to the trustee so that no votes will be cast for such award shares and the trustee shall abstain from voting with respect to such award shares; and
- (iii) for the avoidance of doubt, for other Shares held by the trustee which (i) have not been granted to any selected participants or (ii) are unvested, the Trust Management Committee will not give any instruction to the trustee so that the trustee will not cast votes for those ungranted or unvested Shares and the trustee shall also abstain from voting with respect to such Shares.

## DIRECTORS' REPORT

The 2020 Share Award Scheme is valid and effective for a period of 10 years from the date of adoption (being 7 January 2020) unless the Board decides to terminate in advance. The remaining effective period for the 2020 Share Award Scheme is approximately 3 years and 10 months. Please refer to the announcements of the Company dated 8 January 2020 and 27 February 2020, respectively, for further details of the 2020 Share Award Scheme.

On 30 December 2020, 26 May 2021, 11 March 2022 and 29 June 2023, the Company respectively granted a total of 21,270,897 award shares, 15,260,449 award shares, 1,000,000 award shares and 7,400,000 award shares to eligible persons. For further details, please refer to the Company's announcements dated 30 December 2020, 26 May 2021 and 11 March 2022. The closing prices of the Share immediately before the dates of grant (i.e. 30 December 2020, 26 May 2021, 11 March 2022 and 29 June 2023) were HK\$10.78, HK\$13.12, HK\$13.24 and HK\$10.8, respectively. During the Reporting Period, no award shares were granted by the Company.

Details of the movements in the outstanding award shares granted under the 2020 Share Award Scheme during the Reporting Period are as follows:

Grantees	Date of Grant <sup>1</sup>	Number of award shares not yet vested as at	Granted during the Reporting Period	Vested <sup>2, 3</sup>	Lapsed	Number of award shares not yet vested as at
		1 January 2025 <sup>1</sup>				31 December 2025
<b>Employees</b>	26 May 2021	324,000	—	324,000	—	—
	11 March 2022	300,000	—	300,000	—	—
	29 June 2023	4,540,800	—	2,530,800	—	2,010,000
<b>Total</b>		5,164,800	—	3,154,800	—	2,010,000

Notes:

- 1) The vesting period shall commence on the date which is one year from the date of grant (i.e. 26 May 2021, 11 March 2022 and 29 June 2023, respectively) and end on the date which is three years from the date of grant. For further details, please refer to the announcements of the Company dated 26 May 2021, 11 March 2022.
- 2) The weighted average closing price of the Shares immediately before the vesting date of the award shares held by employees was approximately HK\$9.05.
- 3) No consideration is required to be paid upon the vesting of award shares.
- 4) No award shares were cancelled during the Reporting Period.

**DIRECTORS'  
REPORT****2023 Share Award Scheme**

On 4 December 2023, the Board adopted the 2023 Share Award Scheme, which is a scheme involving the transfer of existing Shares and/or treasury Shares, but does not involve the issue of new Shares. As at the date of this annual report, all award shares granted under the scheme relate to existing Shares only. The purposes of the 2023 Share Award Scheme are (i) to recognise the contributions and fully motivate the potential and vitality of talents of the eligible persons, being those core management personnel of the Group; and (ii) to encourage the eligible persons to continue contributing to the strategic transformation, business growth and long-term development of the Group. Subject to the criteria and conditions as set out in the 2023 Share Award Scheme, any core management personnel whom the Board or the Remuneration Committee or their respective delegate(s) considers, in its sole discretion, to have contributed or will contribute to the Group is eligible to receive an award.

If the Company uses treasury Shares as award shares, it will be treated as an issue of new Shares. The Company will obtain Shareholders' approval in general meeting to authorise the Directors to transfer the treasury Shares to the trustee in respect of the award shares granted under the 2023 Share Award Scheme, in accordance with the requirements of the Listing Rules. At the same time, the Company will apply to the Stock Exchange for the listing of, and permission to deal in, the treasury Shares to be transferred to the trustee for the award shares granted under the 2023 Share Award Scheme.

According to the 2023 Share Award Scheme, the Company may transfer to the trustee the necessary funds for the purchase of the Shares through on-market transactions at the prevailing market price or off-market purchase at the price determined by the Company; or transfer treasury Shares to the trust; or instruct the trustee to accept Shares transferred, gifted, assigned, or conveyed to the trust from any Shareholder or any party designated by the Company from time to time in such number as such Shareholder or such party designated by the Company may at their sole and absolute discretion determine, for the operation of the 2023 Share Award Scheme. During the Reporting Period, the trustee purchased a total of 12,426,015 shares on the Stock Exchange under the 2023 Share Award Scheme.

The maximum number of Shares underlying all grants to be made pursuant to the 2023 Share Award Scheme (excluding award shares which have been forfeited in accordance with the 2023 Share Award Scheme) shall not exceed 46,765,215 Shares, representing 5.0% of the total number of issued Shares as at the date of the adoption of the 2023 Share Award Scheme (accounting for approximately 5.0% of the total number of issued Shares as at the Latest Practicable Date). The Company granted a total of 21,680,000 award shares and 2,000,000 award shares to eligible persons on 15 October 2024 and 24 October 2024, respectively. The closing prices of the Shares immediately before the dates of grant were HK\$5.05 and HK\$5.22, respectively.

As of 31 December 2025, the Company could further grant 23,360,415 award shares under the 2023 Share Award Scheme (as of 31 December 2024: 23,085,215).

The terms of the 2023 Share Award Scheme do not specify the maximum entitlement for an individual participant.

The terms of the 2023 Share Award Scheme do not specify any period for an award to be vested, but specify that the Trust Management Committee may from time to time determine such vesting criteria and conditions or periods for the award to be vested.

The terms of the 2023 Share Award Scheme do not specify any amount required to be paid on acceptance of an award nor the payment period; and also do not provide for any basis of determining the purchase price of shares awarded.

## DIRECTORS' REPORT

The 2023 Share Award Scheme is valid and effective for a period of 10 years from the date of adoption (being 4 December 2023) unless the Board decides to terminate in advance. The remaining effective period for the 2023 Share Award Scheme is approximately 7 years and 9 months. Please refer to the announcement of the Company dated 4 December 2023 for further details of the 2023 Share Award Scheme.

For the vested award shares held under the trust, neither the selected participant nor the trustee is permitted to exercise any voting rights for such vested award shares, unless the trustee follows the voting mechanism as set out below:

- (i) in respect of each general meeting of the Company, the Company will send a voting instruction form to each of the selected participants to solicit votes from such selected participants. The voting instruction form will be very similar to the proxy form for the relevant general meeting and will set out a general description of the resolutions proposed at the general meeting and will allow the selected participants to select whether to vote for or against each of the resolutions. The relevant corporate communication concerning matters to be proposed at such general meeting (such as Shareholders' circular and annual report) will also be made available to each of the selected participants so that the selected participants will have all relevant information for considering the relevant resolutions as if they were Shareholders. Each selected participant shall be entitled to one vote for each of the vested award shares. The selected participants will be required to return the signed and completed voting instruction forms to the Trust Management Committee by the deadline stated in the voting instruction form, which deadline shall be no less than 7 days before the time for holding the relevant general meeting and the selected participants will be given at least 7 days to consider how they would like to cast their votes. In so far as the duly signed and completed voting instruction forms from the selected participants have been received by the Trust Management Committee prior to the proposed deadline, the Trust Management Committee will calculate the total of votes for and against each proposed resolution and will instruct the trustee accordingly, and the trustee shall vote only in accordance with the instructions of the Trust Management Committee which reflect the instructions of the selected participants; and
- (ii) for those selected participants who fail to return a duly signed and completed voting instruction form to the Trust Management Committee prior to the proposed deadline as set out in the voting instruction form, the Trust Management Committee will not give any instruction to the trustee so that no votes will be cast for such award shares and the trustee shall abstain from voting with respect to such award shares.

There were no award shares cancelled during the Reporting Period.

## DIRECTORS' REPORT

Details of the movements in the outstanding award shares granted under the 2023 Share Award Scheme during the Reporting Period are as follows:

Grantees	Date of Grant	Number of award shares not yet vested as at 1 January 2025	Granted <sup>1</sup> during the Reporting Period	Vested <sup>2</sup> during the Reporting Period	Lapsed	Number of award shares not yet vested as at 31 December 2025
<b>Former Director</b>						
Mr. GAO Nianshu	24 October 2024	1,600,000	—	1,600,000	—	—
<b>Employees</b>	15 October 2024	18,080,000	—	609,200	275,200	17,195,600
<b>Total</b>		19,680,000	—	2,209,200	275,200	17,195,600

Notes:

- 1) The vesting period shall commence on the date of grant (i.e. 15 October 2024 and 24 October 2024, respectively) and end on the date which is four years from the date of grant. Performance targets for such grant include the Company's financial performance indicators and the individual performance indicators of the grantees. The Company has determined the fair value of the award shares on the date of grant under the basis of market price, taking into account the characteristics of the award, including expected dividends and charged the same to profit or loss during the vesting period. The fair value of the award shares granted by the Company on 15 October 2024 and 24 October 2024 is approximately HK\$4.88 and HK\$5.17 per Share. Details of the fair value of the award shares at the time of grant and the accounting policies adopted are set out in note 32 to the consolidated financial statements.
- 2) The weighted average closing price of the Shares immediately before the vesting date of the award shares held by Mr. GAO Nianshu and employees are approximately HK\$7.38 and HK\$8.96 per Share, respectively.
- 3) No consideration is required to be paid upon the vesting of award shares.

## DIRECTORS' REPORT

### GENERAL

As the award shares granted under the 2020 Share Award Scheme and 2023 Share Award Scheme involved only existing Shares, no new Shares were issued by the Company as a result of the grant of the above award shares. The number of Shares that may be issued in respect of 18,400,000 share options granted under all the share schemes of the Company during the Reporting Period divided by the weighted average number of shares of the relevant classes in issue (excluding treasury Shares) during the Reporting Period is approximately 1.97%.

Since 1 January 2025, unless separately approved by the Shareholders in general meeting (with the relevant eligible participant and such eligible participant's close associates (with the meaning ascribed thereto under the Listing Rules) (or such eligible participant's associates if such eligible participant is a connected person of the Company) abstaining from voting), no eligible participant shall be granted an award if such award will result in the total number of Shares issued and to be issued in respect of all share options and awards granted (excluding any lapsed share options and awards) to such eligible participant in the 12-month period up to and including the date of such grant would in aggregate exceed 1% of the total number of Shares in issue (excluding treasury Shares).

### EQUITY-LINKED AGREEMENT

Save as disclosed in this annual report, no equity-linked agreement was entered into or renewed by the Company during the Reporting Period or subsisting as at 31 December 2025.

### PURCHASE, SALE OR REDEMPTION OF LISTED SECURITIES

During the Reporting Period, save for the purchase of a total of 12,426,015 Shares by the trustee on the Stock Exchange pursuant to the 2023 Share Award Scheme, neither the Company nor any of its subsidiaries had purchased, sold or redeemed any of the Company's listed securities.

### ARRANGEMENTS ON PRE-EMPTIVE RIGHTS AND SHARE OPTIONS

For the Reporting Period, there were no provisions relating to pre-emptive rights, which required the Company to offer new Shares on a pro-rata basis to existing Shareholders, or any share option arrangement under the relevant laws of the British Virgin Islands and the Articles of Association.

### MODEL CODE FOR SECURITIES TRANSACTIONS

The Company has adopted the Model Code as its own code of conduct regarding Directors' securities transactions. Having made specific enquiries of all Directors, each of the Directors has confirmed that he/she has complied with the required standards as set out in the Model Code for the Reporting Period.

For the Reporting Period, the Company has also adopted its own code of conduct regarding employees' securities transactions on terms no less exacting than the standard as set out in the Model Code for the compliance by its relevant employees who are likely to be in possession of unpublished inside information of the Company in respect of their dealings in the Company's securities.

### CONTINUING CONNECTED TRANSACTIONS

Below are the continuing connected transactions conducted or entered into by the Group during 2025 which were subject to reporting, annual review, announcement and/or independent Shareholders approval requirements pursuant to Chapter 14A of the Listing Rules. China Mobile Group in this section represents China Mobile Limited and its associates (as defined in Chapter 14A of the Listing Rules).

**DIRECTORS'  
REPORT****Non-exempted continuing connected transactions****1 The provision of software products and services by the Group to China Mobile Group**

The Company entered into the New Software Products and Services Framework Agreement with CMC on 22 October 2022 and renewed and updated the relevant agreement on 31 October 2025, pursuant to which, the Company agreed to provide software products and services to the members of China Mobile Group, including but not limited to, the provision of software products and related deployment services, ongoing operation and maintenance services, operation services, business consulting services, system integration services (including but not limited to BSS, OSS, AI large model application and delivery and other products), corporate trainings and procurement and sale of third-party hardware and software. The validity period of the New Software Products and Services Framework Agreement is from 1 January 2023 to 31 December 2025, which is further extended to 31 December 2028. CMC is a wholly-owned subsidiary of China Mobile Limited, which wholly owns China Mobile International Holdings Limited (a substantial Shareholder) and therefore a connected person of the Company under Chapter 14A of the Listing Rules.

Pricing policy: The prices to be charged by the Group for products and/or services to be provided to China Mobile Group under any separate definitive agreements pursuant to the New Software Products and Services Framework Agreement shall be determined based on arm's length negotiation between the parties and on order-by-order basis with reference to the prevailing market price, being the price offered to or charged by Independent Third Parties in contemporaneous transactions in respect of similar types of products or services in the ordinary course of business in the same or nearby service area and subject to normal commercial terms and in accordance with the principle of fairness and reasonableness.

The annual caps under the Software Products and Services Framework Agreement for 2025, 2026, 2027 and 2028 shall be RMB7,600,000,000, RMB4,800,000,000, RMB5,000,000,000 and RMB5,200,000,000, respectively. The actual transaction amount for the Reporting Period was approximately RMB3,702,967,000 (2024: approximately RMB4,152,302,000).

**Partially exempted continuing connected transactions****1. Provision of technological services and products to AsialInfo Security by the Group**

AsialInfo Security, a substantial Shareholder and a company ultimately controlled and beneficially owned by Dr. TIAN Suning (the chairman and executive Director), is a connected person of the Group pursuant to the Listing Rules.

On 10 March 2025, AsialInfo Security entered into the Technological Service Framework Agreement with the Company, pursuant to which the Company agreed to (i) provide professional technical staff to support the projects undertaken by AsialInfo Security; and (ii) provide certain technological services and products. The validity period of the Technological Service Framework Agreement is from 1 January 2025 to 31 December 2027.

Pricing Policy: The fees payable to the Group by the AsialInfo Security Group under any individual final agreement pursuant to the Technological Service Framework Agreement will be determined based on arm's length between the parties with reference to: (i) the cost of services (including staff costs, material costs and administrative costs) or product costs; (ii) the prevailing market prices charged by independent third parties for similar services or products; and (iii) the fees charged by the Group to its independent customers for providing similar services and/or selling similar products. Such service fees shall not be lower than the price charged by the Group to its independent customers for similar products or services.

## DIRECTORS' REPORT

The annual cap for 2025, 2026 and 2027 under the Technological Service Framework Agreement shall be RMB30,000,000, RMB40,000,000 and RMB50,000,000, respectively. The actual transaction amount for the Reporting Period was approximately RMB1,135,000 (2024: approximately RMB2,320,000).

### 2. Technological security services provided to the Group by AsialInfo Security

On 10 March 2025, AsialInfo Security entered into the Technological Security Service Framework Agreement with the Company, pursuant to which AsialInfo Security agreed to (i) provide professional technical staff to support the projects undertaken by the Group; and (ii) provide certain network security services and products. The validity period of the Technological Security Service Framework Agreement is from 1 January 2025 to 31 December 2027.

Pricing policy: The service fees payable by the Group to AsialInfo Security under any separate technological security service agreement pursuant to the Technological Security Service Framework Agreement will be determined based on arm's length negotiation between the parties with reference to (i) the cost of services (including staff costs, material costs and administrative costs) or product costs; (ii) the prevailing market prices charged by independent third parties for providing similar products or services; and (iii) the fees charged by the AsialInfo Security Group to its independent customers for providing similar services and/or selling similar products. In any event, such fees shall not be higher than the price charged by the AsialInfo Security Group to its independent customers for similar products or services.

The annual cap for 2025, 2026 and 2027 under the Technological Security Services Framework Agreement shall be RMB60,000,000, RMB70,000,000 and RMB80,000,000, respectively. The actual transaction amount for the Reporting Period was approximately RMB2,907,000 (2024: approximately RMB6,008,000).

### 3. China Mobile Group leases workspace stations to the Group

On 28 October 2022, the Group entered into the New Lease Framework Agreement with CMC, and renewed and updated the relevant agreement on 31 October 2025, pursuant to which China Mobile Group has agreed to lease and use its reasonable endeavours and good faith to procure other members of China Mobile Group to lease workspace stations to any members of the Group to facilitate the Group's provision of software services to members of China Mobile Group. The validity period of the Original Lease Framework Agreement is from 1 January 2023 to 31 December 2025, and is further extended to 31 December 2028.

Pricing policy: The pricing terms of the New Lease Framework Agreement and each definitive agreement under shall be consistent with the following guidelines: (i) the terms of the lease shall be negotiated and agreed by the parties on an arm's length basis and shall be fair and reasonable; (ii) the rents under the definitive agreement shall represent the prevailing market rents of similar premises in neighbouring areas based on available property rental market comparables and, actual gross floor area of each of the leased premises; (iii) annual increments in rents shall be determined by reference to the potential increase in the value of the premises; and (iv) where property rental market comparables are not available, the pricing terms shall be determined on a fair and reasonable basis which is equivalent or comparable to those offered to or quoted by Independent Third Parties to the Group for similar premises in proximity.

The annual caps for 2025, 2026, 2027 and 2028 under the New Lease Framework Agreement shall be RMB15,000,000, RMB10,000,000, RMB10,000,000 and RMB10,000,000, respectively. The actual transaction amount for the Reporting Period was approximately RMB6,604,000 (2024: approximately RMB4,515,000).

**DIRECTORS'  
REPORT****4. Provision of information and telecommunications technology services and products by China Mobile Group to the Group**

On 28 October 2022, the Group and CMC entered into the Master Procurement Agreement and renewed and updated the relevant agreement on 31 October 2025. Pursuant to which, China Mobile Group provides the members of the Group with information and telecommunications technology services and products, including but not limited to voice services, information services (such as SMS, MMS, hotline, prepaid cards, wireless/wired broadband services), mobile cloud business related services and products, advertising and sales, consultation customised application technology, application and other services, smart end and communication product, etc. The term of the Original Master Procurement Agreement is from 1 January 2023 to 31 December 2025 and is further extended to 31 December 2028.

Pricing policy: The prices to be charged by China Mobile Group for the services and products to be provided to the Group under any separate definitive agreements pursuant to the New Master Procurement Agreement shall be determined based on arm's length negotiation between the parties and subject to normal commercial terms and in accordance with the principles of fairness and reasonableness. Such prices shall be determined with reference to the prevailing market price, being the price offered to or charged by Independent Third Parties in contemporaneous transactions in respect of similar types of products or services in the ordinary course of business in nearby service areas.

The annual caps for 2025, 2026, 2027 and 2028 under the Master Procurement Agreement shall be RMB290,000,000, RMB50,000,000, RMB60,000,000 and RMB60,000,000, respectively. The actual transaction amount for the Reporting Period was approximately RMB27,924,000 (2024: approximately RMB15,145,000).

## DIRECTORS' REPORT

For the Reporting Period, the independent non-executive Directors have reviewed the above continuing connected transactions and have confirmed that such transactions:

- (1) are entered into during the ordinary and usual course of business of the Group;
- (2) are on normal commercial terms or better terms; and
- (3) are in accordance with the agreements related to such transactions, the terms of which are fair and reasonable and in the interests of the Shareholders as a whole.

The Company's independent auditor was engaged to report on the Group's continuing connected transactions in accordance with Hong Kong Standard on Assurance Engagements 3000 (Revised) "Assurance Engagements Other Than Audits or Reviews of Historical Financial Information" and with reference to Practice Note 740 (Revised) "Auditor's Letter on Continuing Connected Transactions under the Hong Kong Listing Rules" issued by the Hong Kong Institute of Certified Public Accountants. The independent auditor has issued an unqualified letter containing its findings and conclusions in respect of the continuing connected transactions in accordance with Rule 14A.56 of the Listing Rules.

The independent auditor's letter has confirmed that nothing has come to its attention that cause it to believe that the continuing connected transactions:

- (A) have not been approved by the Board;
- (B) were not, in all material respects, in accordance with the pricing policies of the Group;
- (C) were not entered into, in all material respects, in accordance with the relevant agreements governing the continuing connected transactions; and
- (D) have exceeded their respective annual caps for the Reporting Period set out in the previous announcements of the Company.

Save as disclosed above, the related party transactions referred in note 34 to the consolidated financial statements do not constitute any non-exempted nor partially exempted connected transactions or continuing connected transactions as defined in Chapter 14A of the Listing Rules.

Save as disclosed in this annual report, and except continuing connected transactions (if any) that were fully exempt from the requirements under Chapter 14A of the Listing Rules by the Stock Exchange, there were no connected transactions or continuing connected transactions which are required to be disclosed by the Company during the Reporting Period under Chapter 14A of the Listing Rules.

## DIRECTORS' REPORT

### CONTRACT OF SIGNIFICANCE

At no time during the Reporting Period had the Company or any of its subsidiaries entered into any contract of significance with the controlling Shareholder or any of its subsidiaries, nor had any contract of significance been entered into for the services provided by the controlling Shareholder or any of its subsidiaries to the Company or any of its subsidiaries.

### PERMITTED INDEMNITY PROVISIONS

In accordance with the Articles of Association and subject to any applicable laws and regulations, each Director (who is being appointed from time to time) shall be entitled to be indemnified out of the assets of the Company against all losses or liabilities incurred or sustained by him/her as a Director in defending any proceedings, whether civil or criminal, in which judgement is given in his/her favour, or in which he/she is acquitted. The Company has arranged appropriate insurance cover in respect of legal action against the Directors.

### DONATIONS

During the Reporting Period, charitable and other donations made by the Group were approximately RMB1,216,000 (2024: approximately RMB801,000).

### COMPLIANCE WITH CORPORATE GOVERNANCE CODE

For details, please refer to the Corporate Governance Report in this annual report.

### SUFFICIENT PUBLIC FLOAT

Based on the information that is publicly available to the Company and within the knowledge of the Directors, the Directors confirmed that for anytime for the Reporting Period and up to the Latest Practicable Date prior to the issue of this annual report, at least 25% of the total issued share capital (the minimum public float percentage required by the Stock Exchange and the Listing Rules) of the Company was held by the public.

### TAX RELIEF AND EXEMPTION

The Directors are not aware of any tax relief and exemption available to the Shareholders by reason of their holding of the Company's securities.

### MATERIAL LEGAL PROCEEDINGS AND COMPLIANCE

For the Reporting Period and up to the date of this annual report, to the knowledge of Directors, the Company has complied with applicable laws and regulations in all material respects.

During the Reporting Period, the Group received an arbitration notice from the Beijing Arbitration Commission. The claimant, a supplier of the Group, has filed multiple arbitration claims related to disputes arising under a procurement contract, including claims for rescission of the contract. The aggregate amount claimed is approximately RMB101 million. The hearing for the case has not yet been conducted.

After considering the advice of professional legal counsel, the Group has assessed the matter and implemented appropriate legal measures to actively defend the Group in the arbitration proceedings. The arbitration process is expected to take time, and the impact on the Group's operating results remains uncertain. The Group has determined that the maximum potential risk exposure is not material and is unlikely to have a significant impact on the Group's business and operations.

## DIRECTORS' REPORT

### AUDIT COMMITTEE

The Audit Committee had, together with the management and external auditor of the Company, reviewed the accounting standards and practices adopted by the Group and the audited financial results of the Group for the Reporting Period.

### AUDITORS

Approved by the annual general meeting of the Company held on 28 May 2025, KPMG was re-appointed as the auditor of the Company to audit the consolidated financial statements prepared in accordance with Hong Kong Financial Reporting Standards for the year ended 31 December 2025, and hold office until the conclusion of the next AGM of the Company. KPMG shall retire and, being eligible, have offered themselves for re-appointment as the auditor of the Company at the AGM. KPMG has audited the accompanying consolidated financial statements prepared based on the Hong Kong Financial Reporting Standards for the Reporting Period.

A resolution will be proposed at the AGM for the approval of Shareholders to re-appoint KPMG as the auditor of the Company for the year ending 31 December 2026.

### EVENTS AFTER THE REPORTING PERIOD

Save as disclosed above, since the end of the Reporting Period and up to the date of this annual report, there has been no significant event after the Reporting Period that affects the Group.

By order of the Board

**Dr. TIAN Suning**

*Chairman and Executive Director*

# CORPORATE GOVERNANCE REPORT

The Board is pleased to present the corporate governance report set out in this annual report for the Reporting Period.

## CORPORATE PURPOSE, VALUES AND CULTURE

Established in 1993, the Group adheres to the core values of “customer success, striver centricity, pioneering spirit and a sense of ownership”, and drives its development with the corporate vision of “Empower a Thriving Digital Intelligence Ecosystem”.

The Directors and employees of the Group perform their duties with a responsible and professional attitude, striving to meet diverse customer needs through innovative and advanced technologies, and providing end-to-end and full-link digital and intelligent services.

The Group takes “**Interconnecting the Intelligent World, Securing Digital Connectivity**” as its mission. Leveraging its long-term accumulation of full-stack capabilities in “data, intelligence, connectivity and security”, the Company is able to gain profound insights into industry trends and provide customers with high-quality services. The Directors also closely monitor the Group’s profitability and revenue to assess whether its business can meet customer demands. In addition, the Group participates in various exhibitions, forums and summits to exchange industry data and information with peers and to promote the development of China’s digital economy.

The Group is committed to promoting corporate culture and regularly conducts training sessions to ensure that the Directors and employees have a proper understanding of the Group’s purpose, values and culture. The Directors also receive regular updates on the latest legal and regulatory information to prevent the Company from falling into legal pitfalls in its operations.

The Group understands that its success relies on the continuous efforts of core employees and technical personnel. In recognition of the contributions made by employees to the Company and to encourage them to continue supporting the long-term development of the Company and the Group, the Company adopted a share option scheme and two share award schemes in 2019, 2020 and 2023. The Company has also established an employee incentive mechanism, in the hope of offering and ensuring talents reserve for the Company’s sustainable development.

The Group has also established guidelines related to possible improprieties in matters of finance or other matters and anti-corruption policies, encouraging employees and other parties who deal with the Group to report related issues. The Group takes each reported case seriously, conducting thorough examinations and investigations to prevent any further harm to the interests of the Group. Meanwhile, the Group regularly reviews and updates these policies to ensure their effective implementation.

The Board conducts a semi-annual review of the risk management and internal control systems to ensure that those systems assist the Group in promoting its values and culture.

The Group believes that through the aforementioned measures, the Group and its employees can consistently uphold the purpose, values and culture of the Group, facilitating the smooth progress of the Group’s future development.

## CORPORATE GOVERNANCE REPORT

### CORPORATE GOVERNANCE PRACTICES

The Company is committed to maintaining high standards of corporate governance to safeguard the interests of the Shareholders and to enhance corporate value and accountability. The Company has adopted the CG Code as its own code of corporate governance. The Company has applied the principles of the CG Code on the Company's corporate governance structure and operation, and had complied with all applicable code provisions of the CG Code for the Reporting Period.

The amendments to the Corporate Governance Code effective on 1 July 2025 will apply to the corporate governance reports and annual reports of the Company for financial years commencing from 1 January 2026. All the corporate governance principles and code provisions mentioned in this report refer to those stated in the CG Code before the amendments, not the revised CG Code.

The Company will continue to review and monitor its corporate governance practices to ensure compliance with the CG Code.

### RESPONSIBILITY OF THE BOARD

The Board is responsible for the overall leadership of the Group and oversees the strategic decisions and monitors business and performance of the Group. The Board has delegated the authority and responsibility for day-to-day management and operations of the Group to the senior management of the Group. To oversee particular aspects of the Company's affairs, the Board has established four Board Committees, including the Audit Committee, the Nomination Committee, the Remuneration Committee and the Strategy and Investment Committee. The Board has delegated to the Board Committees responsibilities as set out in their respective terms of reference.

All Directors shall ensure that they carry out duties in good faith, in compliance with applicable laws and regulations, and in the interests of the Company and the Shareholders at all times. The Company has maintained appropriate liability insurance for legal proceedings against Directors and will review the coverage of the insurance annually.

### COMPOSITION OF THE BOARD

During the Reporting Period and up to the date of this annual report, the Board comprises the following Directors:

Name	Gender	Position
TIAN Suning	Male	Executive Director ( <i>Chairman</i> )
KWOK Bernard Chuen Wah	Male	Executive Director
GAO Nianshu	Male	Executive Director ( <i>Resigned as executive Director and Chief Executive Officer on 31 December 2025</i> )
HE Zheng	Male	Non-executive Director
YANG Lin	Male	Non-executive Director
LIU Hong	Female	Non-executive Director
E Lixin	Male	Non-executive Director ( <i>Appointed on 10 March 2025</i> )
JIANG Jian	Male	Non-executive Director ( <i>Resigned on 10 March 2025</i> )
DING Jian	Male	Non-executive Director ( <i>Resigned on 5 February 2026</i> )
ZHANG Ya-Qin	Male	Independent non-executive Director
GE Ming	Male	Independent non-executive Director
TAO Ping	Female	Independent non-executive Director
WANG Lei	Male	Independent non-executive Director
LIU Jun	Male	Independent non-executive Director ( <i>Appointed on 5 February 2026</i> )

## CORPORATE GOVERNANCE REPORT

The biographies of the Directors are set out in the “Profiles of Directors and Senior Management” section in this annual report.

During the Reporting Period and up to the date of this annual report, the Board has complied with the requirements of Rules 3.10(1) and 3.10(2) of the Listing Rules in relation to the appointment of at least three independent non-executive Directors with at least one of them possessing appropriate professional qualifications or accounting or related financial management expertise at any time.

The Company has also complied with the requirement of Rule 3.10A of the Listing Rules in relation to appointing independent non-executive Directors as equivalent to one-third members of the Board. The Company regarded all independent non-executive Directors as independent in accordance with Rule 3.13 of the Listing Rules.

Save as disclosed in biographies of the Directors set out in the section headed “Profiles of Directors and Senior Management” in this annual report, none of the Directors has any relationship (including financial, business, family members or other material/relevant relationship) with any other Directors or chief executives.

We are committed to promoting the culture of diversity in the Company. We have strived to promote diversity to the extent practicable by taking into consideration a number of factors in our corporate governance structure. We have adopted the Board Diversity Policy which sets out the objective and approach to achieve and maintain diversity of the Board in order to enhance the effectiveness of the Board.

We are also committed to promoting diversity of the management (including but not limited to the senior management) of the Company to enhance the effectiveness of our corporate governance as a whole. All Directors, including independent non-executive Directors, have brought a variety of valuable business experience, knowledge and professional skills to the Board for its efficient and effective running. Independent non-executive Directors are invited to serve on the Board Committees like the Audit Committee, the Remuneration Committee and the Nomination Committee.

As regards to the CG Code provision requiring Directors to disclose the number and nature of positions held in listed companies or organisations and other significant commitments as well as their identity and the time involved to the listed company, the Directors have disclosed their commitments to the Company from time to time.

### INDUCTION AND CONTINUOUS PROFESSIONAL DEVELOPMENT

Each newly appointed Director is provided with necessary induction training and information to ensure that he/she has a proper understanding of the Company’s operations and businesses as well as his/her responsibilities under relevant statutes, laws, rules and regulations in accordance with code provision C.1.1 of the CG Code. The Company will also arrange regular seminars to provide Directors with updates on latest developments and changes in the Listing Rules and other relevant legal and regulatory requirements from time to time. The Directors are also provided with regular updates on the Company’s performance, position and prospects to enable the Board as a whole and each Director to discharge their duties.

## CORPORATE GOVERNANCE REPORT

All Directors are encouraged to participate in continuous professional development to develop and refresh their knowledge and skills, ensuring that their contribution to the Board consistently remains well informed and thoroughly relevant. The company secretary of the Company has from time to time updated and provided written training materials relating to the roles, functions and duties of a Director, legal and regulatory developments relevant to the performance of duties, corporate governance and ESG matters, risk management and internal controls, industry developments and business trends, and other relevant topics, ensuring that the training content comprehensively covers all specific topics required by the Corporate Governance Code and the Listing Rules.

All Directors have complied with code provision C.1.4 of the CG Code in relation to the training of Directors. During the Reporting Period, the Company has provided all Directors with training, including on Directors' responsibilities, the Listing Rules and corporate governance matters, and has provided executive Directors and management with internal training in relation to the Company. All Directors have completed more than 20 hours of training covering all five topics.

A summary of training received by the Directors for the Reporting Period is as follows:

Name of Directors	Nature of Continuous Professional Development Training <sup>Note</sup>
<i>Executive Directors</i>	
TIAN Suning	A, B
KWOK Bernard Chuen Wah	A, B
GAO Nianshu ( <i>Resigned as executive Director and Chief Executive Officer on 31 December 2025</i> )	A, B
<i>Non-executive Directors</i>	
HE Zheng	A, B
YANG Lin	A, B
LIU Hong	A, B
E Lixin ( <i>Appointed on 10 March 2025</i> )	A, B
JIANG Jian ( <i>Resigned on 10 March 2025</i> )	—, B
DING Jian ( <i>Resigned on 5 February 2026</i> )	A, B
<i>Independent non-executive Directors</i>	
ZHANG Ya-Qin	A, B
GE Ming	A, B
TAO Ping	A, B
WANG Lei	A, B
LIU Jun ( <i>Appointed on 5 February 2026</i> )	—, —

## CORPORATE GOVERNANCE REPORT

Notes:

- A: Attending seminars and/or conferences and/or forums and/or briefings, or making speeches on seminars and/or conferences and/or forums, or participating in trainings provided by law firms that are relating to the business of the Company
- B: Reading materials on various topics, including corporate governance matters, Directors' responsibilities, the Listing Rules and other relevant laws and regulations, corporate governance and ESG matters, risk management and internal controls, industry-specific developments relevant to the Company, business trends and strategies

### CHAIRMAN AND CHIEF EXECUTIVE OFFICER

Under code provision C.2.1 of the CG Code, the roles of chairman of the Board and Chief Executive Officer should be separate and performed by different individuals. The positions of chairman of the Board and Chief Executive Officer are separately held by Dr. TIAN Suning and Dr. OUYANG Ye, respectively, with a clear distinction in responsibilities. The chairman of the Board is responsible for providing strategic advice and guidance on the development of the Group, while the Chief Executive Officer is responsible for the day-to-day operations of the Group.

### APPOINTMENT AND RE-ELECTION OF DIRECTORS AND DIRECTORS' TERM OF OFFICE

Pursuant to the requirement of the Articles of Association, the Board shall have the power from time to time and at any time to appoint any person as a Director either to fill a casual vacancy or as an addition to the existing Board. Any Director appointed by the Board to fill a casual vacancy or as an addition to the existing Board shall hold office only until the first annual general meeting of the Company upon appointment and shall then be eligible for re-election at the relevant general meeting.

Each of Dr. TIAN Suning has entered into a service contract with the Company, under which he have agreed to act as executive Directors for a term of three years commencing from 30 December 2025. In addition, Mr. KWOK Bernard Chuen Wah, an executive Director, has entered into a service contract with the Company for a term of three years commencing from 8 November 2024. Such contract shall be terminated by not less than three months' notice in writing served by the executive Director or the Company.

Mr. E. Lixin, a non-executive Director, has entered into a letter of appointment with the Company for a term of three years commencing from 10 March 2025. Mr. HE Zheng, a non-executive Director has entered into a letter of appointment with the Company for a term of three years commencing from 8 November 2024. Each of the following non-executive Directors, being Mr. YANG Lin and Ms. LIU Hong, and Ms. TAO Ping, an independent non-executive Director, has entered into a letter of appointment with the Company for a term of one year commencing from 2 September 2025. Mr. DING Jian, a former non-executive Director, resigned on 5 February 2026, has entered into a letter of appointment with the Company for a term of three years commencing from 28 December 2023. Dr. WANG Lei, an independent non-executive Director, has entered into a letter of appointment with the Company for a term of three years commencing from 8 November 2024. Each of the following independent non-executive Directors being Dr. ZHANG Ya-Qin and Mr. GE Ming, has entered into a letter of appointment with the Company for a term of one year commencing from 30 December 2025. Dr. LIU Jun, an independent non-executive Director, has entered into a letter of appointment with the Company for a term of three years commencing on 5 February 2026.

## CORPORATE GOVERNANCE REPORT

The Company may from time to time by resolution of members increase or reduce the number of Directors, provided that the number of Directors shall not be less than 2. Subject to the provisions of the Articles of Association and requirements under the statutes, the Company may by resolution of members elect any person to be a Director either to fill a casual vacancy or as an addition to the existing Directors. Any Director appointed to fill a casual vacancy or as an addition to the existing Board shall hold office only until the first annual general meeting of the Company upon appointment, and in each case such Director shall then be eligible for re-election at the relevant meeting.

No person shall, unless recommended by the Board, be eligible for election to the office of Director at any general meeting unless during the period, which shall be at least 7 days, commencing no earlier than the day after the despatch of the notice of the meeting appointed for such election and ending no later than 7 days prior to the date of such meeting, there has been given to the company secretary notice in writing by a member (not being the person to be proposed), entitled to attend and vote at the meeting for which such notice is given, of his intention to propose such person for election and also notice in writing signed by the person to be proposed of his willingness to be elected.

The procedures and process of appointment, re-election and removal of Directors are set out in the Articles of Association. The Nomination Committee is responsible for reviewing the Board composition and making recommendations to the Board on the appointment and re-election of Directors and succession planning for Directors.

### BOARD MEETINGS

The Company adopted the practice of holding Board meetings regularly, at least four times a year as required by code provision C.5.1 of the CG Code, and at approximately quarterly intervals. Notices of not less than 14 days are given for regular Board meetings to provide all Directors with an opportunity to attend the regular meeting and discuss matters in the agenda therein.

For other Board and Board Committee meetings, reasonable notice will be given by the Company. Notices of meetings, which include the agenda and accompanying Board papers are dispatched to the Directors at least 3 days before the Board and Board Committees meetings to ensure that they have sufficient time to review the accompanying documents and are adequately prepared for the meetings. When Directors or Board Committees members are unable to attend a meeting, they will be advised of the matters to be discussed and given an opportunity to make their views known to the chairman prior to the meeting.

Dr. TIAN Suning, the chairman of the Board and the chairman of the Nomination Committee, had attended the annual general meeting in 2025 as required by code provision F.2.2 of the CG Code. The chairman of the Audit Committee, Mr. GE Ming, and the representatives of the independent auditor of the Company were also present at the meeting to answer questions from the Shareholders.

Minutes of the meetings of the Board and the Board Committee will record in sufficient detail the matters considered by the Board and the Board Committees and the decisions reached, including any concerns raised by the Directors. The company secretary of the Company will keep the minutes of meetings. Draft minutes of each Board meeting and Board Committee meeting are sent/will be sent to the Directors for their consideration, reference and record purposes within a reasonable time after convening the meetings. The minutes of the Board meetings are open for inspection by all Directors.

## CORPORATE GOVERNANCE REPORT

The Board held a total of 7 meetings in 2025. The attendance of each Director at the Board meetings, Board Committees meetings and annual general meeting (whether in person or electronically) is detailed in the table below:

Name of Directors	Attendance/Board Meetings, Board Committees Meetings and Annual General Meeting						
	Board Meeting	Audit Committee	Nomination Committee	Remuneration Committee	Strategy and Investment Committee	Annual General Meeting	Extraordinary General Meeting
<i>Executive Directors</i>							
Dr. TIAN Suning	7/7	—	2/2	—	—	1/1	1/1
Mr. KWOK Bernard Chuen Wah	7/7	—	—	—	—	1/1	1/1
Mr. GAO Nianshu ( <i>Resigned as executive Director and Chief Executive Officer on 31 December 2025</i> )	6/6	—	1/1	—	—	1/1	1/1
<i>Non-executive Directors</i>							
Mr. HE Zheng	7/7	—	—	1/1	—	1/1	1/1
Mr. YANG Lin	7*/7	—	—	—	—	1/1	1/1
Ms. LIU Hong	7*/7	—	2*/2	—	—	1/1	1/1
Mr. E Lixin ( <i>Appointed on 10 March 2025</i> )	5/5	—	—	—	—	1/1	1/1
Mr. JIANG Jian ( <i>Resigned on 10 March 2025</i> )	0/1	—	—	—	—	—	—
Mr. DING Jian ( <i>Resigned on 5 February 2026</i> )	5*/7	—	—	—	—	1/1	1/1
<i>Independent non-executive Directors</i>							
Dr. ZHANG Ya-Qin	7/7	—	2/2	1/1	—	1/1	1/1
Mr. GE Ming	7/7	3/3	2/2	1/1	—	1/1	1/1
Ms. TAO Ping	7/7	3/3	2/2	—	—	1/1	1/1
Dr. WANG Lei	7/7	3/3	2/2	—	—	1/1	1/1

Note:

\* Including one instance of attendance by his alternate director acting as proxy.

An annual meeting between the chairman of the Board and all independent non-executive Directors without the presence of other Directors was arranged, providing an effective platform for the chairman of the Board to listen to their independent views on various issues concerning the Group.

## CORPORATE GOVERNANCE REPORT

### MODEL CODE FOR SECURITIES TRANSACTIONS

The Company has adopted the Model Code as its own code of conduct regarding Directors' securities transactions. Having made specific enquiries of all Directors, each of the Directors has confirmed that he/she had complied with the required standards as set out in the Model Code during the Reporting Period.

For the Reporting Period, the Company also adopted its own code of conduct regarding employees' securities transactions on terms no less exacting than the standard set out in the Model Code for the compliance by its relevant employees who are likely to be in possession of unpublished inside information of the Company in respect of their dealings in the Company's securities.

### DELEGATION BY THE BOARD

The Board reserves its decision on all major matters of the Company, including: approval and monitoring of all policy matters, overall strategies and budgets, internal control and risk management systems, material transactions (in particular those that may involve conflicts of interest), financial information, appointment of Directors and other significant financial and operational matters. Directors have recourse to seek independent professional advice in performing their duties at the Company's expense. Directors are encouraged to access and consult with the Company's senior management independently.

The daily management, administration and operation of the Group are delegated to the senior management. The delegated functions and responsibilities are periodically reviewed by the Board. Approval has to be obtained from the Board prior to any significant transactions entered into by the management.

### CORPORATE GOVERNANCE FUNCTIONS

The Board recognises that corporate governance should be the collective responsibility of Directors. Their corporate governance duties include:

- (a) to formulate, review and monitor the Company's policies and practices on compliance with legal and regulatory requirements, and make recommendations to the Board;
- (b) to review and monitor the training and continuous professional development of Directors and senior management;
- (c) to develop, review and monitor the code of conduct and compliance manual applicable to employees and Directors;
- (d) to develop and review the Company's policies and practices on corporate governance and to make recommendations and report to the Board;
- (e) to review the Company's compliance with the CG Code and disclosure in the corporate governance report; and
- (f) to review and monitor the Company's compliance with the Company's whistleblowing policy and anti-corruption policy.

The Board had reviewed and performed the above corporate governance functions during the Reporting Period.

## CORPORATE GOVERNANCE REPORT

### BOARD COMMITTEES

#### Audit Committee

The Audit Committee consists of four members: i.e. three independent non-executive Directors, being Mr. GE Ming (Chairman), Ms. TAO Ping and Dr. WANG Lei, and one non-executive Director, Mr. E Lixin (appointed on 5 February 2026), among which the Chairman and two members are independent non-executive Directors.

The primary duties of the Audit Committee are as follows:

1. to monitor the completeness of the financial statements of the Company and the annual reports and accounts, the interim reports, and review the material accounting judgements stated in the financial statements and reports;
2. to review the financial statements and reports and consider any significant or unusual matters raised by the Company's staff responsible for the accounting and financial reporting function, compliance officer or the auditor before submission to the Board;
3. to review the adequacy and effectiveness of the Company's internal audit function, financial control and reporting systems; internal control system and risk management system and associated procedures, including the adequacy of the resources, staff qualifications and experience, training programs and budget of the Company's accounting and financial reporting function; and
4. to make recommendations to the Board on the appointment, re-appointment and removal of the external auditor, and approve the remuneration and terms of engagement of the external auditor. The written terms of reference of the Audit Committee are available on the websites of the Stock Exchange and the Company.

The written terms of reference of the Audit Committee are available on the websites of the Stock Exchange and the Company.

In the 3 meetings held in 2025, the Audit Committee had performed various duties, including reviewing the 2024 annual results and the 2025 interim results of the Group as well as the reports prepared by the external auditor relating to accounting matters and other major findings identified during the course of the interim review and annual audit, and reviewing the reports on the responsibilities of the risk management and internal control systems of the Group, the effectiveness of the Company's internal audit function and the fulfillment of other obligations set out in the CG Code. During the Reporting Period, the Board had no disagreement with the Audit Committee's view on the re-appointment of the Company's external auditor.

## CORPORATE GOVERNANCE REPORT

### Nomination Committee

The Nomination Committee consists of six members: i.e. one executive Director, being Dr. TIAN Suning (Chairman), four independent non-executive Directors, being Dr. ZHANG Ya-Qin, Mr. GE Ming, Ms. TAO Ping and Dr. WANG Lei, and one non-executive Director, being Ms. LIU Hong.

The primary duties of the Nomination Committee are as follows:

1. to review the structure, number and composition (including the skills, knowledge and experience) of the Board and make recommendations on any proposed changes to the Board to complement the Company's strategy;
2. to identify individuals suitably qualified to become Directors and select or make recommendations to the Board on the selection of individuals nominated for directorships;
3. to assess the independence of independent non-executive Directors;
4. to make recommendations to the Board on the appointment or re-appointment of Directors and the succession planning for Directors, in particular the chairman and the chief executive officer; and
5. to perform tasks allocated by the Board from time to time.

The Nomination Committee assesses the candidate or incumbent on criteria such as integrity, experience, skills and ability to commit time and effort to carry out the duties and responsibilities. The recommendations of the Nomination Committee will then be put to the Board for decision.

The written terms of reference of the Nomination Committee are available on the websites of the Stock Exchange and the Company.

In the 2 meetings held in 2025, the Nomination Committee had performed various duties, including reviewing the structure, number and composition (including the skills, knowledge and experience) of the Board, assessing the independence of independent non-executive Directors, nomination of Director candidates, making recommendations to the Board on matters relating to the succession of Directors and disclosing the policy on the nomination of Directors during the Reporting Period, including the nomination process adopted by the Nomination Committee for Director candidates and the selection and recommendation criteria during the Reporting Period.

In 2025, the Nomination Committee nominated Mr. E Lixin to join the Board in view of the resignation of non-executive Director, Mr. JIANG Jian. The nominations were made in accordance with the Nomination Policy and objective criteria including but not limited to gender, age, cultural and educational background, race, professional experience, skills, knowledge and length of service, with due regard to the benefits of diversity as set out in the Board's Diversity Policy. The Nomination Committee has also considered the background and past experiences of Mr. E Lixin, in particular Mr. E's extensive experience in financial management, as well as his respective potential contributions to the Board and his strong commitment to his role, and are satisfied with his experiences in accordance with the criteria set out in the Listing Rules.

## CORPORATE GOVERNANCE REPORT

### Policy for Nomination of Directors

The Company had adopted its policy for the nomination of Directors on 23 March 2020 and the summary is as follows: the Company values the selection process of the Board members with high transparency. The nomination policy aims to ensure that the Board maintains a balance on the skills, experience and diversity of views to meet the business needs of the Company. The Nomination Committee has been appointed to identify individuals suitably qualified to become Board members and select or make recommendations to the Board on the selection of individuals nominated for directorships. The Board is ultimately responsible for (i) the selection and appointment of new Directors, and (ii) the relevant matters in relation to retirement by rotation and re-election at annual general meetings pursuant to the Articles of Association.

### Diversity

The Company had adopted the Board Diversity Policy along with setting the measurable targets for implementing this policy in order to achieve the approach adopted for the diversity of the Board. The Company is convinced that the diversity of the Board is beneficial to improve the quality of its performance. When setting up composition of the Board, the Company considers the diversity of the Board from various measurable aspects, including but not limited to skills, professional experience, knowledge, expertise, culture, independence, race, age and gender. The Directors have a balanced mix of knowledge and skills, including knowledge and experience in the areas of business management, telecommunications, information technology, software solutions, project management, supply chain management, artificial intelligence and intelligent agent research and development, finance, investment, auditing and accounting. They obtained degrees in various majors including business administration, natural resources management, engineering, computer science, radio electronics, communications and electronic systems, international finance, accounting, information engineering, and signal and information processing. All appointments to the Board are based on the principle of meritocracy, while considering diversity, including gender diversity. The measurable targets for the implementation of this diversity policy include independence, educational background, professional qualifications and years of employment.

Our Board members have a wide range of age, ranging from 50 years old to 75 years old. With respect to the succession of Directors, the Nominating Committee will also engage assistance in identifying potential female Board members as and when necessary. The Board will continue to adjust the proportion of female members in the future if suitable candidates are available. As at the Latest Practicable Date, details of the members of the Board are set out as follows:

				+
Gender		Male	Female	
		9	2	
Age group	50-59	60-69	70-79	
	3	7	1	
Length of service	5 years or below	6-10 years	Over 10 years	
	8	2	1	

As at 31 December 2025, the Group employed 11,437 full-time employees, of which 8,776 were male and 2,661 were female. The gender ratio of all employees (including senior management) is approximately 76.7% (male) and approximately 23.3% (female), respectively.

## CORPORATE GOVERNANCE REPORT

It is less relevant for the Group to achieve gender diversity across the workforce (including senior management) given the nature of the business of the Group, yet we still have taken, and will continue to take steps to promote gender diversity at all levels of the Company, including but not limited to the Board and the management levels. In particular, two out of five of the existing senior management of the Company are female and our company secretary is female. We will also continue to apply the principle of appointments based on merits with reference to our diversity policy as a whole.

The policy is subject to annual review by the Nomination Committee. The Company will continue to monitor and evaluate the diversity policy from time to time to ensure its continuous effectiveness.

### Remuneration Committee

The Remuneration Committee consists of three members: i.e. the independent non-executive Directors, being Dr. ZHANG Ya-Qin (Chairman) and Mr. GE Ming, and the non-executive Director, being Mr. HE Zheng. The primary duties of the Remuneration Committee are as follows:

1. to make recommendations to the Board on the Company's overall policy and structure for the remuneration of all Directors and senior management and on the establishment of a formal and transparent procedure for developing remuneration policy;
2. to review and approve the management's remuneration proposals with reference to the corporate goals and objectives determined by the Board from time to time;
3. to make recommendations to the Board on the remuneration packages of individual Directors and senior management (i.e. the code provision E.1.2(c)(ii) of the CG Code is adopted). These, among other things, include benefits in kind, pension rights and compensation payments (including any compensation payable for loss or termination of their office or appointment);
4. to assess performance of the executive Directors and approve the terms of the executive Directors' service contracts;
5. to consider salaries paid by comparable companies, time commitment and responsibilities and employment conditions of the employees of the Group in other places;
6. to review and approve compensation payable to executive Directors and senior management for any loss or termination of office or appointment to ensure that it is consistent with such contractual terms and is otherwise fair and not excessive;
7. to review and approve compensation arrangements relating to dismissal or removal of Directors for misconduct to ensure that they are consistent with contractual terms and are otherwise reasonable and appropriate;
8. to review and/or approve matters relating to share schemes described under Chapter 17 of the Listing Rules; and
9. to ensure that no Director or any of his/her associates (as defined in the Listing Rules) is involved in deciding his/her own remuneration.

The written terms of reference of the Remuneration Committee are available on the websites of the Stock Exchange and the Company.

## CORPORATE GOVERNANCE REPORT

In 2025, the Remuneration Committee held 1 meeting and has performed primary duties such as reviewing the Group's policy on remuneration of all the Directors and senior management of the Group, evaluating the performance of the executive Directors, approving the terms of the executive Directors' service contracts, reviewing and approving the grant of options. The Remuneration Committee, after assessing their performance, had advised the Board on the remuneration packages of all executive Directors and senior management of the Group, the remuneration of the independent non-executive Directors and the remuneration of newly appointed non-executive Directors. The Remuneration Committee was notified that the Board has not resolved to approve any remuneration or cooperation arrangements with which the Remuneration Committee has disagreed with.

### Strategy and Investment Committee

The Strategy and Investment Committee consists of seven members: i.e. four non-executive Directors, being Mr. HE Zheng (Chairman), Mr. YANG Lin, Ms. LIU Hong and Mr. E Lixin, one independent non-executive Director, being Dr. LIU Jun (appointed on 5 February 2026) and two executive Directors, being Dr. TIAN Suning, and Mr. KWOK Bernard Chuen Wah.

The primary duties of the Strategy and Investment Committee are as follows:

1. to conduct research on the long-term strategic planning, annual operational plans, investment policies and major investment and financing projects of the Company and make recommendations, and to monitor and follow up on major investment and financing projects approved by the Shareholders' meeting and the Board and to notify all Directors in a timely manner;
2. with the authorisation of the Board, to approve major discloseable investment and financing projects with a total transaction amount (in a single transaction or transactions under the same project) of more than RMB50 million (including RMB50 million) but not subject to the Board's approval, other than ordinary operating loans, credits, privatisation loans and income-based transactions in the ordinary course of business. Matters related to the approvals above shall also comply with the relevant requirements of the Listing Rules regarding notifiable transactions;
3. to conduct research on other major matters that may have impacts on the development of the Company and make recommendations to the Board; and
4. other matters stipulated by the terms of reference of the Strategy and Investment Committee and authorised by the Board.

The written terms of reference of the Strategy and Investment Committee are available on the websites of the Stock Exchange and the Company.

### DIRECTORS' RESPONSIBILITIES FOR FINANCIAL REPORTING IN RESPECT OF THE CONSOLIDATED FINANCIAL STATEMENTS

The Directors understand and acknowledge their responsibility for preparing for the Company's consolidated financial statements for the Reporting Period which give a true and fair view of the Group's conditions, results and cash flows.

The management has provided to the Board such explanation and information as are necessary to enable the Board to carry out an informed assessment of the Company's financial statements, which are put to the Board for approval. The Company provides all members of the Board with monthly updates on the Company's performance, positions and prospects.

The Directors were not aware of any material uncertainties relating to events or conditions which may cast significant doubt upon the Group's ability to continue as a going concern. The statement by the auditor regarding their reporting responsibilities on the consolidated financial statements of the Company is set out in the section headed "Independent Auditor's Report" of this annual report.

## CORPORATE GOVERNANCE REPORT

### REMUNERATION OF SENIOR MANAGEMENT

Our senior management receive remuneration in the form of salaries, bonuses, contributions to pension schemes, long-term incentives (including share-based incentives), housing and other allowances and benefits in kind subject to applicable laws, rules and regulations.

The remuneration of senior management, including a Director (whose biographies are set out in the section headed “Profiles of Directors and Senior Management” of this annual report) for the Reporting Period falls under the following bands:

Band of remuneration	Number of individuals
HK\$5,500,001 to HK\$6,000,000	2
HK\$6,500,001 to HK\$7,000,000	2
HK\$10,500,001 to HK\$11,000,000	1

### REMUNERATION OF AUDITOR

For the Reporting Period, in respect of audit and non-audit services offered to the Company by the auditor of the Company, KPMG, the remuneration paid or payable by the Group are set out as follows:

Classification of services	Amount RMB'000
Audit and audit-related services	5,830
Non-audit services <sup>(i)</sup>	350
<b>Total</b>	<b>6,180</b>

Note:

- (i) The non-audit services conducted by the auditor mainly include tax and accounting advisory services.

### RISK MANAGEMENT AND INTERNAL CONTROL

The Board acknowledges that it is the responsibility of the Board for maintaining adequate risk management and internal control systems and internal audit function to safeguard Shareholders' investments and the Company's assets and reviewing the effectiveness of such systems annually. The Board reviews such systems on a semi-annual basis.

The Group's risk management and internal control team plays an important role in monitoring the Group's internal governance. The major duties of the internal control team are to regulate and review the Company's financial condition and internal control and conduct comprehensive audits of all branches and subsidiaries of the Company on a semi-annual basis.

## CORPORATE GOVERNANCE REPORT

With the requirements of the CG Code, the Company has established a “four-level” risk management framework consisting of frontline business units, functional back office, internal audit and external auditor. Legal and risk control department has released a risk management system and continuously monitors the completeness, rationality and effectiveness of the system by identifying and assessing major external and internal risks during risk surveys of the headquarters and business units. Effective procedures on internal control deficiencies were implemented to enhance the risk control and prevention ability.

During the Reporting Period, there were no significant changes to the structure of the Company’s risk management and internal control systems.

The Company has now established a complete and effective internal control system in which systematic internal control and necessary internal supervision mechanisms have been established from the corporate level to the business operation level. The existing scope of evaluation of the Company comprises five major factors including internal environment, risk assessment, control activities, information and communication and internal supervision; major businesses within the scope of the evaluation are sales, costs, funding, finance, procurement, investment and related transactions. Meanwhile, the independent evaluation of the design of internal control of the Company and the efficiency and effectiveness of implementation are conducted by way of risk inspection, internal audits, walk-through tests for business process, etc. in an effort to ensure legal and compliant operations of the Company, asset safety, and the authenticity and completeness of financial reports and relevant information.

The Company has formulated and issued the Asiainfo Inside Information and Insider Dealing Management System which has clarified the departments responsible for managing inside information, the scope of application, and the requirements for prohibited behaviors. We have implemented a registration and management system for those who are aware of inside information and require them to sign a confidentiality commitment for inside information. It prescribes registration requirements for the insider before the disclosure of inside information and stipulates that insiders should not deal with the securities of the Company or should report his securities transactions in advance. These measures have effectively controlled the risks of inside information disclosure and insider dealing.

The Company’s risk management and internal control systems are designed to manage rather than to eliminate the risk of failure to achieve business objectives, and can only provide reasonable but not absolute assurance against material misstatement or loss.

The Board has reviewed risk management and internal control systems and internal audit of the Group for the Reporting Period and believes that such systems are effective and adequate.

### RESPONSE TO MAJOR RISKS

In 2025, the Group conducted an annual risk review and assessment of the Company as a whole based on the corporate risk management framework, and formulated coping and monitoring measures for major risks so as to prevent or reduce possible occurrence of major risks in the Company.

The Company saw a rapid development in the results of operations in 2025. We derived a significant portion of our revenue from telecommunications operators in China, which depended on our ability to develop and maintain longstanding business relationships with telecommunications operators in China. Our close relationships with clients might be impaired if we failed to offer software products and services required by telecommunications operators or if telecommunications operators turned to our competitors instead for the purpose of sourcing software products and services. We owed our success of business to the continuing efforts made by our core management and technical personnel, and our business might be affected to a certain extent if we lost their services or they competed against us.

## CORPORATE GOVERNANCE REPORT

In order to cope with its potential operational risks and ensure its continuous and long-term development, the Company increased its input to business support, 5G intelligent network, operation, big data and AI products. Additionally, the Company also actively participated in the transformation and upgrading of telecommunications operators by supporting the R&D of various large-scale IT projects, further consolidating our leading position in the telecommunications software and service market. Moreover, we strengthened the management of core management and technical personnel, designed career development channels for talents, and simultaneously improved the incentive mechanism and continued to reinforce staff training, in the hope of offering and ensuring talents reserve for the Company's sustainable development.

### WHISTLEBLOWING POLICY

The Group adopted a whistleblowing policy which provides reporting channels and guidance to employees and other parties who deal with the Group (e.g. contractors and suppliers, etc.) to report possible improprieties in matters of finance or other matters. They may raise concerns, in confidence, to the Audit Committee about the possible improprieties in any matters related to the Company. As anonymous whistleblowing can only provide limited information, hence hindering any relevant investigation and follow-up work, we encourage whistleblowers to state their names to enhance investigation efficiency. A member of the Audit Committee has been appointed as the contact person for channeling any possible irregularities reflected by the staff, suppliers and distributors.

### ANTI-CORRUPTION POLICY

The Group has established anti-corruption policies to prohibit employees from receiving any advantages offered by customers, suppliers, colleagues, or other parties, while they are performing employee duties, and prohibit any activities involving conflicts of interest, bribery, extortion, fraud, and money laundering. The Group endeavours to maintain high moral standard and integrity, and hence we require our employees and encourage employees, customers, suppliers, or other parties to report incidents relating to any conflicts of interest to ensure that the employees of the Group would comply with the Prevention of Bribery Ordinance of Hong Kong, Chapter 201 of the Laws of Hong Kong (香港《防止賄賂條例》(香港法例第201章)), Criminal Law of the People's Republic of China (《中華人民共和國刑法》), the Anti-money Laundering Law of the People's Republic of China (《中華人民共和國反洗錢法》), the Anti-Unfair Competition Law of the People's Republic of China (《中華人民共和國反不正當競爭法》). A whistle blowing mechanism is in place for employees and external stakeholders to report any kinds of malpractices through our reporting channels. The Group protects the identity of whistle blower and keeps the reported information confidential. Internal investigation will be undergone to verify the reported case(s) and remedial actions will be taken where necessary based on the result findings of the investigation. The Group reviews the policy annually to ensure that it remains appropriate.

### MECHANISM TO ENSURE INDEPENDENT VIEWS AND INPUT ARE AVAILABLE TO THE BOARD

The Company has adopted certain mechanisms to ensure independent views and input are available to the Board, details of its key features are as follows:

1. the Company shall arrange/purchase appropriate and sufficient resources and insurance coverage in respect of any matter relating to the obtaining of independent opinions by the Board; and
2. the Board shall review its structure, size, composition (including the skills, knowledge and experience) and the Board Diversity Policy at least once a year to maintain a balanced composition of executive Directors and non-executive Directors (including independent non-executive Directors).

The Board should review the implementation and effectiveness of the abovementioned mechanisms on an annual basis. The Board had reviewed the same for the Reporting Period and was of the opinion that those are proper, adequate and/or effective.

## CORPORATE GOVERNANCE REPORT

### COMPANY SECRETARY

The Company engages Ms. YU Wing Sze (余詠詩) from an external service provider as the company secretary. Ms. YU is the primary corporate contact person of the external service provider whose primary contact person at the Company is Mr. ZHAO Yan, the senior office Director of the Board office.

For the Reporting Period, Ms. YU has undertaken not less than 15 hours of relevant professional training in compliance with Rule 3.29 of the Listing Rules.

### SHAREHOLDERS' RIGHTS

To safeguard Shareholders' interests and rights, a separate resolution will be proposed for each issue at general meetings, including the election of individual Directors.

All resolutions put forward at general meetings will be voted on by poll pursuant to the Listing Rules and poll results will be posted on the websites of the Company and the Stock Exchange in a timely manner after each general meeting.

### PROCEDURES FOR CONVENING OF EXTRAORDINARY GENERAL MEETINGS AND PUTTING FORWARD PROPOSALS/RESOLUTIONS

Pursuant to Article 10.3 of the Articles of Association, on the requisition of the Shareholders at the date of deposit of the requisition holding not less than one-tenth of the number of issued Shares at the principal place of business of the Company in Hong Kong having the right to vote at general meetings, the Board is obliged to proceed to convene an extraordinary general meeting. The requisitionists must state the purposes of the meeting and sign the requisition letter. If the Board does not within 21 days from the date of deposit of the requisition proceed duly to convene the meeting to be held within a further 21 days, the requisitionist(s) themselves or any of them representing more than one-half of the total voting rights of all of them, may convene the general meeting as a physical meeting at only one location which will be the principal meeting place, provided that any meeting so convened shall not be held after the expiration of 3 months from the date of deposit of the requisition, and all reasonable expenses incurred by the requisitionist(s) as a result of the failure of the Board shall be reimbursed to them by the Company. The Shareholders who wish to put forward proposals and/or resolutions may requisition an extraordinary general meeting and include a proposal and/or resolution at such meeting pursuant to Article 10.3 of the Articles of Association.

Shareholders may send the written request to the Company's principal place of business in Hong Kong at 31/F, Tower Two, Times Square, 1 Matheson Street, Causeway Bay to the attention of the company secretary of the Company.

### SHAREHOLDERS' ENQUIRIES TO THE BOARD

Shareholders may send their enquiries in writing with contact details (including registered name, address, telephone number and email address) to the Company's principal place of business in Hong Kong at 31/F, Tower Two, Times Square, 1 Matheson Street, Causeway Bay to the attention of the company secretary of the Company.

The Company welcomes the views of and enquiries from the Shareholders. Enquiries to the Board or senior management of the Company will be dealt with in an informative and timely manner.

## CORPORATE GOVERNANCE REPORT

### COMMUNICATION POLICY WITH SHAREHOLDERS AND INVESTOR RELATIONS

The Company considers that effective communication with Shareholders is essential for enhancing investor relations and understanding of the Group's business, performance and strategies. The Company also recognises the importance of timely and non-selective disclosure of its information, which will enable Shareholders and investors to make informed investment decisions. The Company establishes an investor relations department and liaison mailbox (ir@asiainfo.com), which is responsible for providing Shareholders and investors with the necessary information and services. It maintains proactive communications with Shareholders, investors and other capital market participants, which enable Shareholders and investors to fully understand the Company's operation and development, by various means such as participating in domestic and foreign investor exchanges, performance conferences, press conferences, telephone conferences and investment analysts meetings. In addition, the Investor Relations Department of the Company consistently monitors the dynamics of the capital market; provides timely feedback, investor perspectives and opinions to the management on the capital market situation through regular reports and other forms of communication and facilitates two-way communication between the Company and its investors.

In 2025, the Company participated in a total of 35 investor conferences organised by domestic and international strategy meetings. The Company hosted both online and offline annual and mid-term results investor briefings and press conferences in Hong Kong. It also conducted post-results centres roadshows. Additionally, the Company organised more than 50 projects, roadshows, reverse roadshows and other events in major financial centers such as Hong Kong, Shanghai, Shenzhen and Beijing, facilitating direct interactions with local investors. The Company also invited investors and analysts to the Company's venue at the Alibaba Cloud Summit in Hangzhou for meetings and exchanges, fostering communication and interaction between analysts, investors, media, and the Company's management.

The annual general meeting of the Company provides an opportunity for Shareholders to communicate directly with the Directors. The chairman of the Company and the chairman of each of the Board Committees or their authorised representative will attend the annual general meetings to answer Shareholders' questions. The auditor will also attend the annual general meetings to answer questions about the conduct of the audit, the preparation and content of the auditor's report, the accounting policies and auditor independence. Any email from our Shareholders to the aforesaid liaison mailbox to make enquiry to the Board are also welcome.

To promote effective communication, the Company adopts a Shareholders' communication policy which aims at establishing a two-way relationship and communication between the Company and the Shareholders and maintains a website at [www.asiainfo.com](http://www.asiainfo.com), where up-to-date information on the Company's business operations and developments, financial information, corporate governance practices and other information are available for public access. In 2025, the Company continues to enrich and update the content on the Investor Relations website, providing a timely and comprehensive overview of investor-related information, including financial data, periodic reports and announcements, and the investor events calendar.

During the Reporting Period, the Company has reviewed the implementation and effectiveness of the Shareholders' communication policy. After evaluating and considering the actual communication circumstances between the Company and Shareholders during the Reporting Period, the Company is of the opinion that (i) the Company has implemented the policy properly; and (ii) the policy can effectively facilitate the communication between the Company and Shareholders.

### AMENDMENT TO CONSTITUTIONAL DOCUMENT

During the Reporting Period, the Company did not make any amendments to the Articles of Association. The Articles of Association is available on the websites of the Stock Exchange and the Company.

# INDEPENDENT AUDITOR'S REPORT



## TO THE SHAREHOLDERS OF ASIAINFO TECHNOLOGIES LIMITED

*(Incorporated in the British Virgin Islands with limited liability)*

### OPINION

We have audited the consolidated financial statements of AsiaInfo Technologies Limited (the “**Company**”) and its subsidiaries (collectively referred to as the “**Group**”) set out on pages 97 to 192, which comprise the consolidated statement of financial position as at 31 December 2025, the consolidated statement of profit or loss and other comprehensive income, the consolidated statement of changes in equity and the consolidated statement of cash flows for the year then ended and notes, comprising material accounting policy information and other explanatory information.

In our opinion, the consolidated financial statements give a true and fair view of the consolidated financial position of the Group as at 31 December 2025 and of its consolidated financial performance and its consolidated cash flows for the year then ended in accordance with HKFRS Accounting Standards as issued by the Hong Kong Institute of Certified Public Accountants (“**HKICPA**”) and have been properly prepared in compliance with the disclosure requirements of the Hong Kong Companies Ordinance.

### BASIS FOR OPINION

We conducted our audit in accordance with Hong Kong Standards on Auditing (“**HKSAs**”) as issued by the HKICPA. Our responsibilities under those standards are further described in the *Auditor’s Responsibilities for the Audit of the Consolidated Financial Statements* section of our report. We are independent of the Group in accordance with the HKICPA’s *Code of Ethics for Professional Accountants* (“**the Code**”), as applicable to audits of financial statements of public interest entities. We have also fulfilled our other ethical responsibilities in accordance with the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### KEY AUDIT MATTERS

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the consolidated financial statements of the current period. These matters were addressed in the context of our audit of the consolidated financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

## INDEPENDENT AUDITOR'S REPORT

### KEY AUDIT MATTERS (Continued)

#### Revenue: Recognition of revenue from software products and related deployment services

*Refer to Note 3 to the consolidated financial statements and the accounting policies in Note 1(v).*

The key audit matter	How the matter was addressed in our audit
<p>A significant portion of the Group's revenue comes from the provision of software products and related services, which is recognised over time based on the stage of completion of a contract by reference to the proportion of costs incurred relative to the estimated total costs to completion.</p> <p>We identified revenue recognition of software products and related deployment services as a key audit matter due to the involvement of significant management judgement in estimating total contract costs of each contract.</p>	<p>Our audit procedures on revenue recognised over time based on the stage of completion of contracts included the following:</p> <ul style="list-style-type: none"> <li>• Assessing the design, implementation and operating effectiveness of the Group's key internal controls over revenue recognition of software products and related deployment services, with the assistance of our internal information technology specialist;</li> <li>• Agreeing the costs incurred to date to the relevant supporting source documents, agreeing the total sales contract sum to the signed contracts, and tracing the estimated total costs to the approved project budgets on a sample basis;</li> <li>• Assessing the mathematical accuracy of management's calculation of the percentage of completion and the relevant revenue recognised;</li> <li>• Inspecting, on a sample basis, the completion reports or other evidence for projects completed in the current year; and</li> <li>• Comparing, on a sample basis, the actual costs incurred for completed contracts to the estimation of total costs, identifying any significant variance and inquiring with management for the reason.</li> </ul>

## INDEPENDENT AUDITOR'S REPORT

### KEY AUDIT MATTERS (Continued)

#### Goodwill: Impairment assessment of goodwill

*Refer to Note 15 to the consolidated financial statements and the accounting policies in Note 1(f).*

The key audit matter	How the matter was addressed in our audit
<p>As at 31 December 2025, the carrying value of goodwill amounted to RMB1,932,246,000.</p> <p>Impairment of goodwill is assessed annually by the management by comparing the recoverable amount and carrying amount of the relevant cash-generating unit at the end of the reporting period. The recoverable amount is determined by the management based on the higher of the fair value less costs of disposal and value in use. The management engaged an external valuer to determine the recoverable amount of the relevant cash-generating unit, which involved assumptions such as discount rate and the forecasts of future revenue growth rates and gross margins used in the estimated future cash flow.</p> <p>We identified impairment of goodwill as a key audit matter because of the magnitude of the carrying amount of goodwill and the impairment assessments prepared by the management contain certain judgements which could be subject to the management bias in their selection.</p>	<p>Our audit procedures to the management's impairment assessment of goodwill included the following:</p> <ul style="list-style-type: none"> <li>• Assessing the design, implementation and operating effectiveness of the Group's key control over the management's impairment assessment on goodwill;</li> <li>• Evaluating the competence, capability and objectivity of the external valuer engaged by the management to perform the calculation of the recoverable amount;</li> <li>• Checking the mathematical accuracy of the calculation of the recoverable amount included in the valuation report prepared by the external valuer;</li> <li>• With the assistance of our internal valuation specialist, assessing the appropriateness of the methodology adopted in determining the recoverable amount and evaluating the discount rate used in the discounted cash flow model by comparing with the industry practice;</li> <li>• Evaluating the key assumptions used in the estimated future cash flow, including forecasts of future revenue growth rates and gross margins, by comparing with historical performance, forecast approved by the management and where appropriate, referencing to benchmarking companies, where appropriate;</li> <li>• Evaluating the sensitivity analyses, where appropriate, for key assumptions adopted in the discounted cashflow forecasts and whether there was any indication of the management bias;</li> <li>• Comparing significant assumptions included in the discounted cash flow forecasts prepared in the prior year with the current year's performance to assess how accurate the prior year's cash flow forecasts were and making enquiries of the management as to the reasons for any significant variations identified and whether there was any indication of the management bias; and</li> <li>• Assessing the disclosures in the consolidated financial statements in respect of the impairment assessments of goodwill with reference to the requirements of the prevailing accounting standards.</li> </ul>

## INDEPENDENT AUDITOR'S REPORT

### INFORMATION OTHER THAN THE CONSOLIDATED FINANCIAL STATEMENTS AND AUDITOR'S REPORT THEREON

The directors are responsible for the other information. The other information comprises all the information included in the annual report, other than the consolidated financial statements and our auditor's report thereon.

Our opinion on the consolidated financial statements does not cover the other information and we do not express any form of assurance conclusion thereon as part of our engagement to audit the consolidated financial statements. We have performed an assurance engagement on the disclosed continuing connected transactions that form part of the other information and provided a separate assurance practitioner's conclusion thereon that is included within the other information.

In connection with our audit of the consolidated financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

### RESPONSIBILITIES OF DIRECTORS FOR THE CONSOLIDATED FINANCIAL STATEMENTS

The directors are responsible for the preparation of the consolidated financial statements that give a true and fair view in accordance with HKFRS Accounting Standards as issued by the HKICPA and the disclosure requirements of the Hong Kong Companies Ordinance, and for such internal control as the directors determine is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, the directors are responsible for assessing the Group's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Group or to cease operations, or have no realistic alternative but to do so.

The directors are assisted by the Audit Committee in discharging their responsibilities for overseeing the Group's financial reporting process.

### AUDITOR'S RESPONSIBILITIES FOR THE AUDIT OF THE CONSOLIDATED FINANCIAL STATEMENTS

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. This report is made solely to you, as a body, and for no other purpose. We do not assume responsibility towards or accept liability to any other person for the contents of this report.

Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with HKSA's will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.

## INDEPENDENT AUDITOR'S REPORT

### AUDITOR'S RESPONSIBILITIES FOR THE AUDIT OF THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

As part of an audit in accordance with HKSAAs, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances but not for the purpose of expressing an opinion on the effectiveness of the Group's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Plan and perform the group audit to obtain sufficient appropriate audit evidence regarding the financial information of the entities or business units within the Group as a basis for forming an opinion on the consolidated financial statements. We are responsible for the direction, supervision and review of the audit work performed for purposes of the group audit. We remain solely responsible for our audit opinion.

We communicate with the Audit Committee regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide the Audit Committee with a statement that we have complied with relevant ethical requirements regarding independence and communicate with them all relationships and other matters that may reasonably be thought to bear on our independence and, where applicable, actions taken to eliminate threats or safeguards applied.

## INDEPENDENT AUDITOR'S REPORT

### AUDITOR'S RESPONSIBILITIES FOR THE AUDIT OF THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

From the matters communicated with the Audit Committee, we determine those matters that were of most significance in the audit of the consolidated financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

The engagement partner on the audit resulting in this independent auditor's report is Yu Wai Sum (practising certificate number: P05307).

#### **KPMG**

*Certified Public Accountants*

8th Floor, Prince's Building  
10 Chater Road  
Central, Hong Kong

23 March 2026

# CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the year ended 31 December 2025  
(Expressed in thousands of Renminbi, unless otherwise stated)

	Note	2025 RMB'000	2024 RMB'000
<b>Revenue</b>	3	<b>6,302,140</b>	6,645,689
<b>Cost of sales</b>		<b>(4,156,253)</b>	(4,161,779)
Gross profit		<b>2,145,887</b>	2,483,910
Other income	4	<b>43,286</b>	67,162
Impairment losses under expected credit loss model, net of reversal		<b>(206,488)</b>	(172,768)
Other gains and losses	5	<b>(47,153)</b>	(32,903)
Selling and marketing expenses		<b>(473,233)</b>	(526,225)
Administrative expenses		<b>(460,555)</b>	(333,843)
Research and development ("R&D") expenses		<b>(871,092)</b>	(905,248)
Share of results of associates		<b>2,528</b>	19,834
Finance costs	6	<b>(13,133)</b>	(14,148)
<b>Profit before tax</b>		<b>120,047</b>	585,771
Income tax expenses	7	<b>(15,935)</b>	(70,081)
<b>Profit for the year</b>	8	<b>104,112</b>	515,690
Item that will not be reclassified to profit or loss:			
Changes in the fair value of financial assets measured at fair value through other comprehensive income ("FVOCI")		<b>(5,029)</b>	(13,023)
Item that may be reclassified subsequently to profit or loss:			
Exchange differences arising on translation of foreign operations		<b>(270)</b>	(526)
<b>Other comprehensive income for the year</b>		<b>(5,299)</b>	(13,549)
<b>Total comprehensive income for the year</b>		<b>98,813</b>	502,141
<b>Profit for the year attributable to:</b>			
Equity holders of the Company		<b>113,738</b>	544,917
Non-controlling interests		<b>(9,626)</b>	(29,227)
<b>Total comprehensive income for the year attributable to:</b>			
Equity holders of the Company		<b>108,439</b>	531,368
Non-controlling interests		<b>(9,626)</b>	(29,227)
<b>Earnings per share</b>			
— Basic (RMB)	10	<b>0.13</b>	0.60
— Diluted (RMB)	10	<b>0.12</b>	0.59

The notes on pages 103 to 192 form part of these financial statements. Details of dividends payable to equity holders of the Company attributable to the profit for the year are set out in Note 9.

# CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 31 December 2025  
(Expressed in thousands of Renminbi)

	Note	2025 RMB'000	2024 RMB'000
<b>Non-current assets</b>			
Property, plant and equipment	12	284,481	290,290
Right-of-use assets	13	196,109	232,614
Intangible assets	14	74,348	78,035
Goodwill	15	1,932,246	1,932,246
Investments in associates	16	51,906	45,989
Financial assets measured at fair value through profit or loss ("FVTPL")	21	58,957	70,751
Financial assets measured at FVOCI	21	30,556	41,577
Deferred tax assets	26	135,523	131,381
Restricted bank deposits	23	874	430
Other non-current assets		29,921	38,078
		<b>2,794,921</b>	2,861,391
<b>Current assets</b>			
Inventories	20	160,995	274,752
Trade and notes receivables	17	1,811,242	2,065,075
Prepayments, deposits and other receivables	18	253,848	318,974
Contract assets	19	2,755,678	2,931,980
Financial assets measured at FVTPL	21	162,435	179,217
Amounts due from related parties	34	22,421	21,949
Restricted bank deposits	23	200,657	200,747
Term deposits	23	—	27,781
Cash and cash equivalents	23	1,445,887	1,618,100
		<b>6,813,163</b>	7,638,575
<b>Current liabilities</b>			
Trade and notes payables	24	825,393	1,103,714
Contract liabilities	19	282,386	294,475
Deposits received, accrued expenses and other payables	25	1,397,118	1,640,373
Amounts due to related parties	34	17,135	11,935
Income tax payable		317,836	339,616
Lease liabilities	13	59,079	71,502
		<b>2,898,947</b>	3,461,615
<b>Net current assets</b>		<b>3,914,216</b>	4,176,960

## CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 31 December 2025  
(Expressed in thousands of Renminbi)

	Note	2025 RMB'000	2024 RMB'000
<b>Total assets less current liabilities</b>		<b>6,709,137</b>	7,038,351
<b>Non-current liabilities</b>			
Deferred tax liabilities	26	242,913	309,985
Lease liabilities	13	58,602	87,167
		<b>301,515</b>	397,152
<b>NET ASSETS</b>		<b>6,407,622</b>	6,641,199
<b>Capital and reserves</b>			
Share capital	28	—	—
Reserves		6,458,474	6,682,425
Equity attributable to equity holders of the Company		6,458,474	6,682,425
Non-controlling interests		(50,852)	(41,226)
<b>TOTAL EQUITY</b>		<b>6,407,622</b>	6,641,199

The consolidated financial statements on pages 97 to 192 were approved and authorised for issue by the Board of Directors on and are signed on its behalf by:

**Dr. Tian Suning**  
Director

**Mr. Ge Ming**  
Director

The notes on pages 103 to 192 form part of these financial statements.

# CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the year ended 31 December 2025  
(Expressed in thousands of Renminbi)

	Attributable to equity holders of the Company										Total equity RMB'000
	Share capital RMB'000	Share premium RMB'000	Merger reserve RMB'000	Translation reserve RMB'000	Statutory surplus reserve <sup>(i)</sup> RMB'000	Fair value reserve RMB'000	Other reserves RMB'000	Retained profits RMB'000	Sub-total RMB'000	Non-controlling interests RMB'000	
At 1 January 2025	—	2,262,630	260,662	(26,883)	196,538	(9,559)	1,611,462	2,387,575	6,682,425	(41,226)	6,641,199
Profit for the year	—	—	—	—	—	—	—	113,738	113,738	(9,626)	104,112
Other comprehensive income	—	—	—	(270)	—	(5,029)	—	—	(5,299)	—	(5,299)
Total comprehensive income	—	—	—	(270)	—	(5,029)	—	113,738	108,439	(9,626)	98,813
Recognition of equity-settled share-based payments (Note 32)	—	—	—	—	—	—	89,023	—	89,023	—	89,023
Lapse of share options and restricted stock units	—	—	—	—	—	—	(97,570)	97,570	—	—	—
Dividends approved in respect of the previous year (Note 9)	—	—	—	—	—	—	—	(347,151)	(347,151)	—	(347,151)
Purchase of shares for share award scheme (Note 29)	—	(112,169)	—	—	—	—	—	—	(112,169)	—	(112,169)
Vesting of restricted stock units (Note 32)	—	42,386	—	—	—	—	(42,386)	—	—	—	—
Exercise of option	—	90,784	—	—	—	—	(52,877)	—	37,907	—	37,907
Other changes in equity for the year	—	21,001	—	—	—	—	(103,810)	(249,581)	(332,390)	—	(332,390)
At 31 December 2025	—	2,283,631	260,662	(27,153)	196,538	(14,588)	1,507,652	2,251,732	6,458,474	(50,852)	6,407,622

	Attributable to equity holders of the Company										Total equity RMB'000
	Share capital RMB'000	Share premium RMB'000	Merger reserve RMB'000	Translation reserve RMB'000	Statutory surplus reserve <sup>(i)</sup> RMB'000	Fair value reserve RMB'000	Other reserves RMB'000	Retained profits RMB'000	Sub-total RMB'000	Non-controlling interests RMB'000	
At 1 January 2024	—	2,367,119	263,344	(26,357)	196,038	3,464	1,659,172	2,152,959	6,615,739	(15,340)	6,600,399
Profit for the year	—	—	—	—	—	—	—	544,917	544,917	(29,227)	515,690
Other comprehensive income	—	—	—	(526)	—	(13,023)	—	—	(13,549)	—	(13,549)
Total comprehensive income	—	—	—	(526)	—	(13,023)	—	544,917	531,368	(29,227)	502,141
Capital injections	—	—	—	—	—	—	—	—	—	659	659
Recognition of equity-settled share-based payments (Note 32)	—	—	—	—	—	—	92,677	—	92,677	—	92,677
Lapse of share options and restricted stock units	—	—	—	—	—	—	(51,381)	51,381	—	—	—
Dividends approved in respect of the previous year (Note 9)	—	—	—	—	—	—	—	(361,182)	(361,182)	—	(361,182)
Acquisition of additional equity interests in a subsidiary	—	—	(2,682)	—	—	—	—	—	(2,682)	2,682	—
Purchase of shares for share award scheme (Note 29)	—	(193,495)	—	—	—	—	—	—	(193,495)	—	(193,495)
Vesting of restricted stock units (Note 32)	—	89,006	—	—	—	—	(89,006)	—	—	—	—
Transfer to statutory surplus reserve	—	—	—	—	500	—	—	(500)	—	—	—
Other changes in equity for the year	—	(104,489)	(2,682)	—	500	—	(47,710)	(310,301)	(464,682)	3,341	(461,341)
At 31 December 2024	—	2,262,630	260,662	(26,883)	196,538	(9,559)	1,611,462	2,387,575	6,682,425	(41,226)	6,641,199

Note:

- (i) In accordance with the articles of association of all subsidiaries established in the People's Republic of China (the "PRC"), the PRC subsidiaries are required to set aside 10% of their profit after tax as per statutory financial statements determined under the PRC laws and regulations for the statutory surplus reserve fund until the reserve reaches 50% of their registered capital. Transfer to this reserve must be made before distributing dividends to equity owners of the subsidiaries. The statutory surplus reserve can be used to make up previous years' losses, expand the existing operations or convert into additional capital of the respective subsidiaries.

The notes on pages 103 to 192 form part of these financial statements.

# CONSOLIDATED STATEMENT OF CASH FLOWS

For the year ended 31 December 2025  
(Expressed in thousands of Renminbi)

	2025 RMB'000	2024 RMB'000
<b>Operating activities</b>		
Profit before tax	120,047	585,771
Adjustments for:		
Depreciation of property, plant and equipment	41,340	40,583
Depreciation of right-of-use assets	81,077	90,073
Amortisation of intangible assets	21,245	9,554
Impairment losses on an associate	1,500	—
Impairment losses on an intangible asset	12,000	43,467
Net (gains)/losses on disposal of property, plant and equipment and intangible assets	(310)	527
Finance costs	13,133	14,148
Net foreign exchange losses/(gains)	4,743	(1,728)
Interest income on cash and cash equivalents, restricted bank deposits and term deposits	(9,113)	(24,873)
Net gains on disposal of financial assets measured at FVTPL	(2,296)	(6,438)
Changes in fair value of financial assets measured at FVTPL	10,934	(2,042)
Share of results of associates	(2,528)	(19,834)
Write-down of inventories	68,545	40,449
Impairment losses under expected credit loss model, net of reversal	206,488	172,768
Share-based payment expenses	89,023	92,677
Changes in working capital:		
Decrease/(increase) in inventories	45,213	(169,220)
Decrease/(increase) in trade and notes receivables	75,312	(607,293)
Decrease/(increase) in prepayments, deposits and other receivables	83,091	(99,364)
Decrease in contract assets	153,671	114,687
Increase in amounts due from related parties	(472)	(3,770)
Decrease in other non-current assets	8,157	1,667
Increase in amounts due to related parties	5,200	8,290
(Decrease)/increase in trade and notes payables	(286,884)	109,931
(Decrease)/increase in contract liabilities	(12,978)	80,107
Decrease/(increase) in restricted bank deposits	2,646	(24,803)
Decrease in deposits received, accrued expenses and other payables	(263,482)	(515,813)
Cash generated from/(used in) operating activities	465,302	(70,479)
Income taxes paid	(57,900)	(33,066)
<b>Net cash generated from/(used in) operating activities</b>	<b>407,402</b>	<b>(103,545)</b>

## CONSOLIDATED STATEMENT OF CASH FLOWS

For the year ended 31 December 2025  
(Expressed in thousands of Renminbi)

	2025 RMB'000	2024 RMB'000
<b>Investing activities</b>		
Purchases of property, plant and equipment and intangible assets	(57,420)	(100,482)
Acquisition and additional investment of associates	(6,870)	(245)
Purchases of financial assets measured at FVTPL	(704,038)	(996,394)
Proceeds on disposal of property, plant and equipment	239	74
Proceeds on disposal of financial assets measured at FVTPL	723,281	1,186,901
Placement of term deposits	—	(163,267)
Withdrawal of term deposits	27,781	383,127
Interest received on hold of bank balance and deposits	2,743	5,574
Other cash flows arising from investing activities	3,232	495
<b>Net cash (used in)/generated from investing activities</b>	<b>(11,052)</b>	<b>315,783</b>
<b>Financing activities</b>		
Capital element of lease rentals paid	(84,476)	(84,738)
Interest element of lease rentals paid	(8,065)	(10,250)
Proceeds from issue of shares under share option schemes	37,129	—
Payment for discounted bills payable	—	(30,000)
Payment for repurchase of shares	(112,169)	(193,495)
Dividends and taxes paid	(406,685)	(874,723)
Acquisition of additional interests in a subsidiary	—	(24,538)
Other cash flows arising from financial activities	8,150	10,046
<b>Net cash used in financing activities</b>	<b>(566,116)</b>	<b>(1,207,698)</b>
<b>Net decrease in cash and cash equivalents</b>	<b>(169,766)</b>	<b>(995,460)</b>
<b>Cash and cash equivalents at 1 January</b>	<b>1,618,100</b>	<b>2,612,771</b>
Effect of exchange rate changes	(2,447)	789
<b>Cash and cash equivalents at 31 December</b>	<b>1,445,887</b>	<b>1,618,100</b>

The notes on pages 103 to 192 form part of these financial statements.

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025  
(Expressed in thousands of Renminbi, unless otherwise stated)

## 1 MATERIAL ACCOUNTING POLICIES

### (a) Statement of compliance

These financial statements have been prepared in accordance with HKFRS Accounting Standards, which collective term includes all applicable individual Hong Kong Financial Reporting Standards (“**HKFRS**”), Hong Kong Accounting Standards (“**HKASs**”) and Interpretations issued by the Hong Kong Institute of Certified Public Accountants (“**HKICPA**”), and the disclosure requirements of the Hong Kong Companies Ordinance. These financial statements also comply with the applicable disclosure provisions of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited. Material accounting policies adopted by the Group are disclosed below.

The HKICPA has issued certain new or amended HKFRS Accounting Standards that are first effective or available for early adoption for the current accounting period of the Group. Note 1(c) provides information on any changes in accounting policies resulting from initial application of these developments to the extent that they are relevant to the Group for the current accounting period reflected in these financial statements.

### (b) Basis of preparation of the financial statements

The consolidated financial statements for the year ended 31 December 2025 comprise the Company and its subsidiaries (together referred to as the “**Group**”) and the Group’s interest in associates.

The measurement basis used in the preparation of the financial statements is the historical cost basis except that the following assets and liabilities are stated at their fair value as explained in the accounting policies set out below.

The preparation of financial statements in conformity with HKFRS Accounting Standards requires the management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets, liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgements about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

Judgements made by the management in the application of HKFRS Accounting Standards that have significant effect on the financial statements and major sources of estimation uncertainty are discussed in note 2.

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025  
(Expressed in thousands of Renminbi, unless otherwise stated)

### 1 MATERIAL ACCOUNTING POLICIES (Continued)

#### (c) Changes in accounting policies

##### (i) Changes in new accounting policies effective during the year

The group has applied amendments to HKAS 21, The effects of changes in foreign exchange rates — Lack of exchangeability issued by the HKICPA to these financial statements for the current accounting period. The amendments do not have a material impact on these financial statements as the group has not entered into any foreign currency transactions in which the foreign currency is not exchangeable into another currency.

The group has not applied any new or amended standard that is not yet effective for the current accounting period.

##### (ii) Possible impact of new and amended standards issued but not yet effective for the year ended 31 December 2025

Up to the date of issue of these financial statements, the HKICPA has issued a number of new or amended standards, which are not yet effective for the year ended 31 December 2025 and which have not been adopted in these financial statements. These developments include the following which may be relevant to the Group.

	Effective for accounting periods beginning on or after
Amendments to HKFRS 9, Financial instruments and HKFRS 7, Financial instruments: disclosures — Contracts referencing nature-dependent electricity	1 January 2026
Amendments to HKFRS 9, Financial instruments and HKFRS 7, Financial instruments: disclosures — Amendments to the classification and measurement of financial instruments	1 January 2026
Annual improvements to HKFRS Accounting Standards — Volume 11	1 January 2026
HKFRS 18, Presentation and disclosure in financial statements	1 January 2027
HKFRS 19, Subsidiaries without public accountability: disclosures	1 January 2027

The Group is in the process of making an assessment of what the impact of these developments is expected to be in the period of initial application. So far it has concluded that the adoption of them is unlikely to have a significant impact on the consolidated financial statements except for the following:

#### *HKFRS 18, Presentation and disclosure in financial statements*

HKFRS 18 will replace HKAS 1 *Presentation of financial statements* and aims to improve the transparency and comparability of information about an entity's financial statements. HKFRS 18 is effective for annual reporting periods beginning on or after 1 January 2027 and is to be applied retrospectively.

Among other changes, under HKFRS 18, entities are required to classify all income and expenses into five categories in the consolidated statement of profit or loss and other comprehensive income, namely the operating, investing, financing, discontinued operations and income tax categories.

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025  
(Expressed in thousands of Renminbi, unless otherwise stated)

### 1 MATERIAL ACCOUNTING POLICIES (Continued)

#### (c) Changes in accounting policies (Continued)

- (ii) Possible impact of new and amended standards issued but not yet effective for the year ended 31 December 2025 (Continued)

*HKFRS 18, Presentation and disclosure in financial statements (Continued)*

Entities are also required to provide specific disclosures about management-defined performance measures in a single note in the financial statements.

The Group does not plan to early adopt HKFRS 18 and is still in the process of assessing the impact of the adoption.

#### (d) Subsidiaries and non-controlling interests

- (i) Subsidiaries

Subsidiaries are entities controlled by the Group. The Group controls an entity when it is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity. The financial statements of subsidiaries are included in the consolidated financial statements from the date on which control commences until the date on which control ceases.

Intra-group balances and transactions, and any unrealised income and expenses (except for foreign currency transaction gains or losses) arising from intra-group transactions, are eliminated. Unrealised losses resulting from intra-group transactions are eliminated in the same way as unrealised gains, but only to the extent that there is no evidence of impairment.

For each business combination, the Group can elect to measure any non-controlling interests (“**NCI**”) either at fair value or at the NCI’s proportionate share of the subsidiary’s net identifiable assets. NCI are presented in the consolidated statement of financial position within equity, separately from equity attributable to the equity shareholders of the Company. NCI in the results of the Group are presented on the face of the consolidated statement of profit or loss and other comprehensive income as an allocation of the total profit or loss and total comprehensive income for the year between NCI and the equity shareholders of the Company.

Changes in the Group’s interests in a subsidiary that do not result in a loss of control are accounted for as equity transactions.

When the Group loses control of a subsidiary, it derecognises the assets and liabilities of the subsidiary, and any related NCI and other components of equity. Any resulting gain or loss is recognised in profit or loss. Any interest retained in that former subsidiary is measured at fair value when control is lost.

In the Company’s statement of financial position, an investment in a subsidiary is stated at cost less impairment losses (see note 1(l)), unless it is classified as held for sale (or included in a disposal group classified as held for sale).

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025  
(Expressed in thousands of Renminbi, unless otherwise stated)

### 1 MATERIAL ACCOUNTING POLICIES (Continued)

#### (d) Subsidiaries and non-controlling interests (Continued)

##### (ii) Business combination other than under common control

The Group accounts for business combinations using the acquisition method when the acquired set of activities and assets meets the definition of a business and control is transferred to the Group. In determining whether a particular set of activities and assets is a business, the Group assesses whether the set of assets and activities acquired includes, at a minimum, an input and substantive process and whether the acquired set has the ability to produce outputs.

The consideration transferred for the acquisition of a subsidiary includes the fair values of the assets transferred, the liabilities incurred to the former owners of the acquiree, the equity interests issued by the Group and the fair value of any asset or liability resulting from a contingent consideration arrangement. Identifiable assets acquired and liabilities and contingent liabilities assumed in a business combination are measured initially at their fair values at the acquisition date. Acquisition-related costs are expensed as incurred.

#### (e) Associates

An associate is an entity in which the Group or the Company has significant influence, but not control or joint control, over the financial and operating policies.

An investment in an associate is accounted for using the equity method, unless it is classified as held for sale (or included in a disposal group classified as held for sale). They are initially recognised at cost, which includes transaction costs.

Subsequently, the consolidated financial statements include the Group's share of the profit or loss and other comprehensive income ("OCI") of those investees, until the date on which significant influence or joint control ceases.

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025  
(Expressed in thousands of Renminbi, unless otherwise stated)

### 1 MATERIAL ACCOUNTING POLICIES (Continued)

#### (e) Associates (Continued)

When the Group's share of losses exceeds its interest in the associate, the Group's interest is reduced to nil and recognition of further losses is discontinued except to the extent that the Group has incurred legal or constructive obligations or made payments on behalf of the investee. For this purpose, the Group's interest is the carrying amount of the investment under the equity method, together with any other long-term interests that in substance form part of the Group's net investment in the associate, after applying the expected credit loss ("ECL(s)") model to such other long-term interests where applicable.

Unrealised gains arising from transactions with equity-accounted investees are eliminated against the investment to the extent of the Group's interest in the investee. Unrealised losses are eliminated in the same way as unrealised gains, but only to the extent there is no evidence of impairment.

In the Company's statement of financial position, an investment in an associate is stated at cost less impairment losses (see note 1(l)), unless it is classified as held for sale (or included in a disposal group classified as held for sale).

#### (f) Goodwill

Goodwill arising on acquisition of businesses is measured at cost less accumulated impairment losses and is tested annually for impairment (see note 1(l)).

Impairment losses are recognised in profit or loss. They are allocated first to reduce the carrying amount of any goodwill allocated to the cash-generating units ("CGU"), and then to reduce the carrying amounts of the other assets in the CGU on a pro rata basis. An impairment loss in respect of goodwill is not reversed. For other assets, an impairment loss is reversed only to the extent that the resulting carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortisation, if no impairment loss had been recognised.

#### (g) Other investments in securities

The Group's policies for investments in securities, other than investments in subsidiaries, associates and joint ventures, are set out below.

Investments in securities are recognised/derecognised on the date the Group commits to purchase/sell the investment. The investments are initially stated at fair value plus directly attributable transaction costs, except for those investments measured at fair value through profit or loss (FVTPL) for which transaction costs are recognised directly in profit or loss. For an explanation of how the Group determines fair value of financial instruments, see Note 31. These investments are subsequently accounted for as follows, depending on their classification.

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025  
(Expressed in thousands of Renminbi, unless otherwise stated)

### 1 MATERIAL ACCOUNTING POLICIES (Continued)

#### (g) Other investments in securities (Continued)

##### (i) Non-equity investments

Non-equity investments are classified into one of the following measurement categories:

- amortised cost, if the investment is held for the collection of contractual cash flows which represent solely payments of principal and interest. Expected credit losses, interest income calculated using the effective interest method, foreign exchange gains and losses are recognised in profit or loss. Any gain or loss on derecognition is recognised in profit or loss.
- fair value through other comprehensive income (FVOCI) — recycling, if the contractual cash flows of the investment comprise solely payments of principal and interest and the investment is held within a business model whose objective is achieved by both the collection of contractual cash flows and sale. Expected credit losses, interest income (calculated using the effective interest method) and foreign exchange gains and losses are recognised in profit or loss and computed in the same manner as if the financial asset was measured at amortised cost. The difference between the fair value and the amortised cost is recognised in OCI. When the investment is derecognised, the amount accumulated in OCI is recycled from equity to profit or loss.
- fair value through profit or loss (FVTPL) if the investment does not meet the criteria for being measured at amortised cost or FVOCI (recycling). Changes in the fair value of the investment (including interest) are recognised in profit or loss.

##### (ii) Equity investments

An investment in equity securities is classified as FVTPL, unless the investment is not held for trading purposes and on initial recognition the Group makes an irrevocable election to designate the investment at FVOCI (non-recycling) such that subsequent changes in fair value are recognised in OCI. Such elections are made on an instrument-by-instrument basis, but may only be made if the investment meets the definition of equity from the issuer's perspective. If such election is made for a particular investment, at the time of disposal, the amount accumulated in the fair value reserve (non-recycling) is transferred to retained earnings and not recycled through profit or loss. Dividends from an investment in equity securities, irrespective of whether classified as measured at FVTPL or FVOCI, are recognised in profit or loss as other income.

#### (h) Derivative financial instruments

The Group holds derivative financial instruments to manage its foreign currency and interest rate risk exposures. Embedded derivatives are separated from the host contract and accounted for separately if the host contract is not a financial asset and certain criteria are met.

Derivatives are initially measured at fair value. Subsequently, they are measured at fair value with changes therein recognised in profit or loss, except where the derivatives qualify for cash flow hedge accounting or hedges of net investment in a foreign operation.

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025  
(Expressed in thousands of Renminbi, unless otherwise stated)

### 1 MATERIAL ACCOUNTING POLICIES (Continued)

#### (i) Property, plant and equipment

Property, plant and equipment are stated at cost less accumulated depreciation and impairment losses (see note 1(l)).

Gains or losses arising from the retirement or disposal of an item of property, plant and equipment are determined as the difference between the net disposal proceeds and the carrying amount of the item and are recognised in profit or loss on the date of retirement or disposal.

Depreciation is calculated to write off the cost, less their estimated residual value, if any, using the straight-line method over their estimated useful lives as disclosed in Note 12.

#### (j) Intangible assets (other than goodwill)

Expenditure on research activities is recognised in profit or loss as incurred. Development expenditure is capitalised only if the expenditure can be measured reliably, the product or process is technically and commercially feasible, future economic benefits are probable and the Group intends to and has sufficient resources to complete development and to use or sell the resulting asset. Otherwise, it is recognised in profit or loss as incurred. Capitalised development expenditure is subsequently measured at cost less accumulated amortisation and any accumulated impairment losses.

Intangible assets that are acquired by the Group are stated at cost less accumulated amortisation (where the estimated useful life is finite) and impairment losses (see note 1(l)). Expenditure on internally generated goodwill and brands is recognised as an expense in the period in which it is incurred.

Amortisation of intangible assets with finite useful lives is charged to profit or loss on a straight-line basis over the assets' estimated useful lives. Intangible assets with finite useful lives are amortised from the date they are available for use and their estimated useful lives as disclosed in Note 14.

#### (k) Leased assets

At inception of a contract, the Group assesses whether the contract is, or contains, a lease. This is the case if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. Control is conveyed where the customer has both the right to direct the use of the identified asset and to obtain substantially all of the economic benefits from that use.

##### (i) As a lessee

Where the contract contains lease component and non-lease component, the Group has elected to separate non-lease components and accounts for each lease component as a single lease component for all leases.

At the lease commencement date, the Group recognises a right-of-use asset and a lease liability, except for leases that have a short lease term of 12 months or less, and leases of low-value items such as laptops and office furniture. When the Group enters into a lease in respect of a low-value item, the Group decides whether to capitalise the lease on a lease-by-lease basis. If not capitalised, the associated lease payments are recognised in profit or loss on a systematic basis over the lease term.

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025  
(Expressed in thousands of Renminbi, unless otherwise stated)

### 1 MATERIAL ACCOUNTING POLICIES (Continued)

#### (k) Leased assets (Continued)

##### (i) As a lessee (Continued)

Where the lease is capitalised, the lease liability is initially recognised at the present value of the lease payments payable over the lease term, discounted using the interest rate implicit in the lease or, if that rate cannot be readily determined, using a relevant incremental borrowing rate. After initial recognition, the lease liability is measured at amortised cost and interest expense is recognised using the effective interest method. Variable lease payments that do not depend on an index or rate are not included in the measurement of the lease liability and are charged to profit or loss as incurred.

The right-of-use asset recognised when a lease is capitalised is initially measured at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or before the commencement date, plus any initial direct costs incurred and an estimate of costs to dismantle and remove the underlying asset or to restore the underlying asset or the site on which it is located, less any lease incentives received.

The lease liability is remeasured when there is a change in future lease payments arising from a change in an index or rate, or there is a change in the Group's estimate of the amount expected to be payable under a residual value guarantee, or if the Group changes its assessment of whether it will exercise a purchase, extension or termination option. When the lease liability is remeasured in this way, a corresponding adjustment is made to the carrying amount of the right-of-use asset, or is recorded in profit or loss if the carrying amount of the right-of-use asset has been reduced to zero.

The lease liability is also remeasured when there is a lease modification, which means a change in the scope of a lease or the consideration for a lease that is not originally provided for in the lease contract ("**lease modification**"), if such modification is not accounted for as a separate lease. In this case the lease liability is remeasured based on the revised lease payments and lease term using a revised discount rate at the effective date of the modification.

In the consolidated statement of financial position, the current portion of long-term lease liabilities is determined as the present value of contractual payments that are due to be settled within twelve months after the reporting period.

##### (ii) As a lessor

The Group determines at lease inception whether each lease is a finance lease or an operating lease. A lease is classified as a finance lease if it transfers substantially all the risks and rewards incidental to the ownership of an underlying assets to the lessee. Otherwise, the lease is classified as an operating lease.

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025  
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### 1 MATERIAL ACCOUNTING POLICIES (Continued)

#### (I) Credit losses and impairment of assets

##### (i) Credit losses from financial instruments, contract assets and lease receivables

The Group recognises a loss allowance for ECLs on:

- financial assets measured at amortised cost (including cash and cash equivalents, trade receivables and other receivables);
- contract assets (see note 1(n));
- lease receivables.

##### *Measurement of ECLs*

ECLs are a probability-weighted estimate of credit losses. Generally, credit losses are measured as the present value of all expected cash shortfalls between the contractual and expected amounts.

The maximum period considered when estimating ECLs is the maximum contractual period over which the Group is exposed to credit risk.

##### *ECLs are measured on either of the following bases:*

- 12-month ECLs: these are the portion of ECLs that result from default events that are possible within the 12 months after the reporting date (or a shorter period if the expected life of the instrument is less than 12 months); and
- lifetime ECLs: these are the ECLs that result from all possible default events over the expected lives of the items to which the ECL model applies.

The Group measures loss allowances at an amount equal to lifetime ECLs, except for the following, which are measured at 12-months ECLs:

- financial instruments that are determined to have low credit risk at the reporting date; and
- other financial instruments (including loan commitments issued) for which credit risk (i.e. the risk of default occurring over the expected life of the financial instrument) has not increased significantly since initial recognition.

Loss allowances for trade receivables and contract assets are always measured at an amount equal to lifetime ECLs.

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025  
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### 1 MATERIAL ACCOUNTING POLICIES (Continued)

#### (I) Credit losses and impairment of assets (Continued)

##### (i) Credit losses from financial instruments, contract assets and lease receivables (Continued)

###### *Significant increases in credit risk*

When determining whether the credit risk of a financial instrument (including a loan commitment) has increased significantly since initial recognition and when measuring ECLs, the Group considers reasonable and supportable information that is relevant and available without undue cost or effort. This includes both quantitative and qualitative information and analysis, based on the Group's historical experience and informed credit assessment, that includes forward-looking information.

The Group assumes that the credit risk on a financial asset has increased significantly if it is more than 30 days past due.

For loan commitments, the date of initial recognition for the purpose of assessing ECLs is considered to be the date that the Group becomes a party to the irrevocable commitment. In assessing whether there has been a significant increase in credit risk since initial recognition of a loan commitment, the Group considers changes in the risk of default occurring on the loan to which the loan commitment relates.

The Group considers a financial asset to be in default when the debtor is unlikely to pay its credit obligations to the Group in full, without recourse by the Group to actions such as realising security (if any is held).

ECLs are remeasured at each reporting date to reflect changes in the financial instrument's credit risk since initial recognition. Any change in the ECL amount is recognised as an impairment gain or loss in profit or loss. The Group recognises an impairment gain or loss for all financial instruments with a corresponding adjustment to their carrying amount through a loss allowance account.

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025  
(Expressed in thousands of Renminbi, unless otherwise stated)

### 1 MATERIAL ACCOUNTING POLICIES (Continued)

#### (I) Credit losses and impairment of assets (Continued)

##### (i) Credit losses from financial instruments, contract assets and lease receivables (Continued)

###### *Credit-impaired financial assets*

At each reporting date, the Group assesses whether a financial asset is credit-impaired. A financial asset is credit-impaired when one or more events that have a detrimental impact on the estimated future cash flows of the financial asset have occurred.

Evidence that a financial asset is credit-impaired includes the following observable events:

- significant financial difficulties of the debtor;
- a breach of contract, such as a default or being more than 90 days past due;
- the restructuring of a loan or advance by the Group on terms that the Group would not consider otherwise;
- it is probable that the debtor will enter bankruptcy or other financial reorganisation; or
- the disappearance of an active market for a security because of financial difficulties of the issuer.

###### *Write-off policy*

The gross carrying amount of a financial asset, contract asset is written off to the extent that there is no realistic prospect of recovery. This is generally the case when the Group determines that the debtor does not have assets or sources of income that could generate sufficient cash flows to repay the amounts subject to the write-off.

Subsequent recoveries of an asset that was previously written off are recognised as a reversal of impairment in profit or loss in the period in which the recovery occurs.

##### (ii) Impairment of other non-current assets

At each reporting date, the Group reviews the carrying amounts of its non-financial assets (other than property carried at revalued amounts, investment property, inventories, contract assets and deferred tax assets) to determine whether there is any indication of impairment. If any such indication exists, then the asset's recoverable amount is estimated. Goodwill is tested annually for impairment.

For impairment testing, assets are grouped together into the smallest group of assets that generates cash inflows from continuing use that are largely independent of the cash inflows of other assets or cash-generating units ("CGU"s). Goodwill arising from a business combination is allocated to CGUs or groups of CGUs that are expected to benefit from the synergies of the combination.

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025  
(Expressed in thousands of Renminbi, unless otherwise stated)

### 1 MATERIAL ACCOUNTING POLICIES (Continued)

#### (l) Credit losses and impairment of assets (Continued)

##### (ii) Impairment of other non-current assets (Continued)

The recoverable amount of an asset or CGU is the greater of its value in use and its fair value less costs of disposal. Value in use is based on the estimated future cash flows, discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset or CGU.

An impairment loss is recognised if the carrying amount of an asset or CGU exceeds its recoverable amount.

#### (m) Inventories

Inventories are stated at the lower of cost and net realisable value. Cost of inventories are determined by using specific identification of their individual costs. Net realisable value represents the estimated selling price for inventories less all estimated costs of completion and costs necessary to make the sale.

Other contract costs is the costs to fulfil a contract with a customer which are not capitalised as inventory, property, plant and equipment or intangible assets.

Costs to fulfil a contract are capitalised if the costs relate directly to an existing contract or to a specifically identifiable anticipated contract; generate or enhance resources that will be used to provide goods or services in the future; and are expected to be recovered. Otherwise, costs of fulfilling a contract, which are not capitalised as inventory, property, plant and equipment or intangible assets, are expensed as incurred.

Capitalised contract costs are stated at cost less impairment losses. Capitalised contract costs is recognised in profit or loss when the revenue to which the asset relates is recognised.

#### (n) Contract assets and contract liabilities

A contract asset is recognised when the Group recognises revenue (see note 1(v)) before being unconditionally entitled to the consideration under the terms in the contract. Contract assets are assessed for ECLs (see note 1(l)(i)) and are reclassified to receivables when the right to the consideration becomes unconditional (see note 1(o)).

A contract liability is recognised when the customer pays non-refundable consideration before the Group recognises the related revenue (see note 1(v)). A contract liability is also recognised if the Group has an unconditional right to receive non-refundable consideration before the Group recognises the related revenue. In such latter cases, a corresponding receivable is also recognised (see note 1(o)).

When the contract includes a significant financing component, the contract balance includes interest accrued under the effective interest method (see note 1(v)).

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025  
(Expressed in thousands of Renminbi, unless otherwise stated)

### 1 MATERIAL ACCOUNTING POLICIES (Continued)

#### (o) Trade and other receivables

A receivable is recognised when the Group has an unconditional right to receive consideration and only the passage of time is required before payment of that consideration is due.

Trade receivables that do not contain a significant financing component are initially measured at their transaction price. Trade receivables that contain a significant financing component and other receivables are initially measured at fair value plus transaction costs. All receivables are subsequently stated at amortised cost (see note 1(l)(i)).

#### (p) Cash and cash equivalents

Cash and cash equivalents comprise cash at bank and on hand, demand deposits with banks and other financial institutions, and short-term, highly liquid investments that are readily convertible into known amounts of cash and which are subject to an insignificant risk of changes in value, having been within three months of maturity at acquisition. Bank overdrafts that are repayable on demand and form an integral part of the Group's cash management are also included as a component of cash and cash equivalents for the purpose of the consolidated cash flow statement. Cash and cash equivalents are assessed for ECL (see note 1(l)(i)).

#### (q) Trade and other payables

Trade and other payables are initially recognised at fair value. Subsequent to initial recognition, trade and other payables are stated at amortised cost unless the effect of discounting would be immaterial, in which case they are stated at invoice amounts.

#### (r) Interest-bearing borrowings

Interest-bearing borrowings are measured initially at fair value less transaction costs. Subsequently, these borrowings are stated at amortised cost using the effective interest method.

#### (s) Employee benefits

##### (i) Short-term employee benefits

Short-term employee benefits are expensed as the related service is provided. A liability is recognised for the amount expected to be paid if the Group has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee and the obligation can be estimated reliably.

Obligations for contributions to defined contribution retirement plans are expensed as the related service is provided.

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025  
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### 1 MATERIAL ACCOUNTING POLICIES (Continued)

#### (s) Employee benefits (Continued)

##### (ii) Retirement benefits scheme

In accordance with the rules and regulations in the PRC, the PRC based employees of the Group participate in various defined contribution retirement benefit plans organised by the relevant municipal and provincial governments in the PRC under which the Group and the PRC based employees are required to make monthly contributions to these plans calculated as a percentage of the employees' salaries.

The municipal and provincial governments undertake to assume the retirement benefit obligations of all existing and future retired PRC based employees' payable under the plans described above. Other than the monthly contributions, the Group has no further obligation for the payment of retirement and other post-retirement benefits of its employees. The assets of these plans are held separately from those of the Group in independently administrated funds managed by the PRC government.

The Group's contributions to the defined contribution retirement schemes are expensed as incurred contributions to schemes vested immediately, there is no forfeited contributions that may be used by the Group to reduce the existing level of contribution.

##### (iii) Share-based payments

The grant-date fair value of equity-settled share-based payments granted to employees is measured using the binomial lattice model. The amount is generally recognised as an expense, with a corresponding increase in equity, over the vesting period of the awards. The amount recognised as an expense is adjusted to reflect the number of awards for which the related service conditions are expected to be met, such that the amount ultimately recognised is based on the number of awards that meet the related service conditions at the vesting date. The equity amount is recognised in the capital reserve until either the option is exercised (when it is included in the amount recognised in share capital for the shares issued) or the option expires (when it is released directly to retained profits).

Treasury shares which are held by the Company for 2020 Share Award Scheme and 2023 Share Award Scheme are recognised directly in equity at cost. The amount will be transferred to the share premium account when the related awarded shares are vested on first-in-first-out basis.

##### (iv) Termination benefits

Termination benefits are expensed at the earlier of when the Group can no longer withdraw the offer of those benefits and when the Group recognises costs for a restructuring.

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025  
(Expressed in thousands of Renminbi, unless otherwise stated)

### 1 MATERIAL ACCOUNTING POLICIES (Continued)

#### (t) Income tax

Income tax expense comprises current tax and deferred tax. It is recognised in profit or loss except to the extent that it relates to a business combination, or items recognised directly in equity or in OCI.

Current tax comprises the estimated tax payable or receivable on the taxable income or loss for the year and any adjustments to the tax payable or receivable in respect of previous years. The amount of current tax payable or receivable is the best estimate of the tax amount expected to be paid or received that reflects any uncertainty related to income taxes. It is measured using tax rates enacted or substantively enacted at the reporting date. Current tax also includes any tax arising from dividends.

Current tax assets and liabilities are offset only if certain criteria are met.

Deferred tax is recognised in respect of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. Deferred tax is not recognised for:

- temporary differences on the initial recognition of assets or liabilities in a transaction that is not a business combination and that affects neither accounting nor taxable profit or loss and does not give rise to equal taxable and deductible temporary differences;
- temporary differences related to investment in subsidiaries, associates and joint venture to the extent that the Group is able to control the timing of the reversal of the temporary differences and it is probable that they will not reverse in the foreseeable future;
- taxable temporary differences arising on the initial recognition of goodwill; and
- those related to the income taxes arising from tax laws enacted or substantively enacted to implement the Pillar Two model rules published by the Organisation for Economic Co-operation and Development.

The Group recognised deferred tax assets and deferred tax liabilities separately in relation to its lease liabilities and right-of-use assets.

Deferred tax assets are recognised for unused tax losses, unused tax credits and deductible temporary differences to the extent that it is probable that future taxable profits will be available against which they can be used. Future taxable profits are determined based on the reversal of relevant taxable temporary differences. If the amount of taxable temporary differences is insufficient to recognise a deferred tax asset in full, then future taxable profits, adjusted for reversals of existing temporary differences, are considered, based on the business plans for individual subsidiaries in the Group. Deferred tax assets are reviewed at each reporting date and are reduced to the extent that it is no longer probable that the related tax benefit will be realised; such reductions are reversed when the probability of future taxable profits improves.

Deferred tax assets and liabilities are offset only if certain criteria are met.

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025  
(Expressed in thousands of Renminbi, unless otherwise stated)

### 1 MATERIAL ACCOUNTING POLICIES (Continued)

#### (u) Provisions and contingent liabilities

Generally provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessment of the time value of money and the risks specific to the liability.

A provision for warranties is recognised when the underlying products or services are sold, based on historical warranty data and a weighting of possible outcomes against their associated probabilities.

A provision for onerous contracts is measured at the present value of the lower of the expected cost of terminating the contract and the expected net cost of continuing with the contract, which is determined based on the incremental costs of fulfilling the obligation under that contract and an allocation of other costs directly related to fulfilling that contract. Before a provision is established, the Group recognises any impairment loss on the assets associated with that contract.

The provisions of potential litigations and onerous contracts are recognised as accrued liabilities at the end of reporting period.

Where it is not probable that an outflow of economic benefits will be required, or the amount cannot be estimated reliably, the obligation is disclosed as a contingent liability, unless the probability of outflow of economic benefits is remote. Possible obligations, whose existence will only be confirmed by the occurrence or non-occurrence of one or more future events are also disclosed as contingent liabilities unless the probability of outflow of economic benefits is remote.

#### (v) Revenue and other income

Income is classified by the Group as revenue when it arises from the sale of goods, the provision of services or the use by others of the Group's assets under leases in the ordinary course of the Group's business.

Revenue is recognised when control over a product or service is transferred to the customer, or the lessee has the right to use the asset, at the amount of promised consideration to which the Group is expected to be entitled, excluding those amounts collected on behalf of third parties. Revenue excludes value added tax or other sales taxes and is after deduction of any trade discounts.

Control is transferred over time and revenue is recognised over time by reference to the progress towards complete satisfaction of the relevant performance obligation if one of the following criteria is met:

- the customer simultaneously received and consumes the benefits provided by the Group's performance as the Group performs;
- the Group's performance creates or enhances an asset that the customer controls as the Group performs; or
- the Group's performance does not create an asset with an alternative use to the Group and the Group has an enforceable right to payment for performance completed to date.

Otherwise, revenue is recognised at a point in time when the customer obtains control of the distinct good or service.

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025  
(Expressed in thousands of Renminbi, unless otherwise stated)

### 1 MATERIAL ACCOUNTING POLICIES (Continued)

#### (v) Revenue and other income (Continued)

Where the contract contains a financing component which provides a significant financing benefit to the customer for more than 12 months, revenue is measured at the present value of the amount receivable, discounted using the discount rate that would be reflected in a separate financing transaction with the customer, and interest income is accrued separately under the effective interest method. Where the contract contains a financing component which provides a significant financing benefit to the Group, revenue recognised under that contract includes the interest expense accreted on the contract liability under the effective interest method. The Group takes advantage of the practical expedient in paragraph 63 of HKFRS 15 and does not adjust the consideration for any effects of a significant financing component if the period of financing is 12 months or less.

#### (i) Revenue from contracts with customer

##### *Variable consideration*

For contracts that contain variable consideration, the Group estimates the amount of consideration to which it will be entitled using the most likely amount, depending on which method better predicts the amount of consideration to which the Group will be entitled.

The estimated amount of variable consideration is included in the transaction price only to the extent that it is highly probable that such an inclusion will not result in a significant revenue reversal in the future when the uncertainty associated with the variable consideration is subsequently resolved.

At the end of the reporting period, the Group updates the estimated transaction price (including updating its assessment of whether an estimate of variable consideration is constrained) to represent faithfully the circumstances present at the end of the reporting period and the changes in circumstances during the reporting period.

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025  
(Expressed in thousands of Renminbi, unless otherwise stated)

### 1 MATERIAL ACCOUNTING POLICIES (Continued)

#### (v) Revenue and other income (Continued)

##### (i) Revenue from contracts with customer (Continued)

*Over time revenue recognition: measurement of progress towards complete satisfaction of a performance obligation*

##### **Input method**

The progress towards complete satisfaction of a performance obligation is measured based on input method, which is to recognise revenue on the basis of the Group's efforts or inputs to the satisfaction of a performance obligation relative to the total expected inputs to the satisfaction of that performance obligation, that best depict the Group's performance in transferring control of goods or services.

Revenue is measured based on the consideration specified in a contract with customer and excluded amounts collected on behalf of third parties. The Group principally earns revenue from provision of services and sales of goods.

Specifically, revenue is recognised in profit or loss as follows:

##### *Provision of services*

The Group primarily is engaged in:

##### **software development, operation and related service**

- i software products and related deployment service;
- ii ongoing operation and maintenance services ("**O&M services**");
- iii operation services;
- iv industry research and consulting services; and

##### **other services**

##### **software development, operation and related service**

##### i. Software products and related deployment services

The software products and related deployment services generally include a comprehensive set of professional services, from demand analysis, project design and planning, software development and sourcing, system installation and launch to trial operation and acceptance, which are highly interrelated to and significantly affected by other goods and services in the contract. The directors of the Company have assessed that the Group's performance creates and enhances an asset that the customers control as the Group performs. Therefore, the directors of the Company have satisfied that there is only one single performance obligation and the services are satisfied over time.

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025  
(Expressed in thousands of Renminbi, unless otherwise stated)

### 1 MATERIAL ACCOUNTING POLICIES (Continued)

#### (v) Revenue and other income (Continued)

##### (i) Revenue from contracts with customer (Continued)

*Provision of services (Continued)*

##### **software development, operation and related service (Continued)**

###### i. Software products and related deployment services (Continued)

Revenue from software products and related deployment services, which are generally under project based development contracts, is recognised based on the stage of completion of the contract which is determined as the proportion of the costs incurred for the works (i.e. subcontracting costs, material costs, rental expenses and direct staff costs incurred) performed to date relative to the estimated total costs to complete the satisfaction of these services and the margin of each project, to the extent that the amount can be measured reliably and its recovery is considered probable.

###### ii. Ongoing O&M services

Upon the launch of a system from the software products and related deployment services the Group provided, customers typically engage the Group to provide ongoing O&M services to ensure the stable functioning of the system.

Pursuant to the contracts of rendering related O&M services, the transaction price is the amount of consideration to which the Group expects to be entitled in exchange for transferring O&M services to customers. Additionally, the O&M services typically meet the criterion where customers simultaneously receive and consume the benefits of the Group's performance as the Group performs. The fact that another entity would not need to re-perform maintenance services for the service that the Group has provided to date also demonstrates that customers simultaneously receive and consume the benefits of the Group's performance as the Group performs. Therefore, the directors of the Company have satisfied that the performance obligation of rendering O&M services are satisfied over time which is recognised over the service period.

###### iii. Operation services

The Group provides operation services directly to telecom operators and/or in collaboration with telecom operators to the government and enterprise customers in relation to the rendering of comprehensive data operational analytics services to analyse customer behaviour.

The directors of the Company have assessed that the operation service is one single performance obligation and the customers simultaneously receive and consume the benefits provided by the Group's performance as the Group performs. Therefore, the directors of the Company have satisfied that the services are satisfied over time.

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025  
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### 1 MATERIAL ACCOUNTING POLICIES (Continued)

#### (v) Revenue and other income (Continued)

##### (i) Revenue from contracts with customer (Continued)

###### *Provision of services (Continued)*

###### ***software development, operation and related service (Continued)***

##### iv. Industry research and consulting services

The Group provides professional services such as industry research, user research, strategy, digital consulting planning, etc. to customers in various industries including science and technology, media, communications, new economy and consumption. The service is provided to the customer in accordance with the agreed-upon specifications in the contract. The directors of the Company have satisfied that there is only one single performance obligation, and the revenue is recognised at a point in time when the Group receives the customer's acceptance.

###### ***Other services***

The Group generates other revenues from system integration service and corporate trainings.

The Group enters into system integration service agreements with telecom operators and large enterprises, the term of which generally ranges with a fixed contract price.

The performance obligation of provision of such services is satisfied over time. Revenue from rendering corporate trainings is recognised based on the services provided as the customers simultaneously receive and consume the service provided by the Group over the period. Revenue from rendering system integration services is recognised over time based on the stage of completion of the contract which is determined as the proportion of the cost incurred for the work performed to date relative to the estimated total costs to complete the satisfaction of these services and the margin of each project as the Group's performance creates and enhances an asset that the customers control as the Group performs.

###### ***Sales of goods***

The Group generates other revenues from sales of third-party hardware and software.

Revenue is recognised at a point in time when the customer obtains control of the third-party hardware and software.

##### (ii) Rental income from operating leases

Rental income receivable under operating leases is recognised in profit or loss in equal instalments over the periods covered by the lease term, except where an alternative basis is more representative of the pattern of benefits to be derived from the use of the leased asset. Variable lease payments that do not depend on an index or a rate are recognised as income in the accounting period in which they are earned.

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025  
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### 1 MATERIAL ACCOUNTING POLICIES (Continued)

#### (v) Revenue and other income (Continued)

##### (iii) Interest income

Interest income is recognised as it accrues under the effective interest method using the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to the gross carrying amount of the financial asset. For financial assets measured at amortised cost that are not credit-impaired, the effective interest rate is applied to the gross carrying amount of the asset. For credit-impaired financial assets, the effective interest rate is applied to the amortised cost (i.e. gross carrying amount net of loss allowance) of the asset (see note 1(l)(i)).

##### (iv) Government grants

Government grants are recognised in the statement of financial position initially when there is reasonable assurance that they will be received and that the Group will comply with the conditions attaching to them. Grants that compensate the Group for expenses incurred are recognised as income in profit or loss on a systematic basis in the same periods in which the expenses are incurred.

#### (w) Research and development costs

Expenditure on research activities is recognised as an expense in the period in which it is incurred.

An internally-generated intangible asset arising from development activities (or from the development phase of an internal project) is recognised if, and only if, all of the following have been demonstrated:

- the technical feasibility of completing the intangible asset so that it will be available for use or sale;
- the intention to complete the intangible asset and use or sell it;
- the ability to use or sell the intangible asset;
- how the intangible asset will generate probable future economic benefits;
- the availability of adequate technical, financial and other resources to complete the development and to use or sell the intangible asset; and
- the ability to measure reliably the expenditure attributable to the intangible asset during its development.

The amount initially recognised for internally-generated intangible asset is the sum of the expenditure incurred from the date when the intangible asset first meets the recognition criteria listed above. When no internally-generated intangible asset can be recognised, development expenditure is recognised in profit or loss in the period in which it is incurred.

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025  
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### 1 MATERIAL ACCOUNTING POLICIES (Continued)

#### (x) Financial guarantee

Financial guarantees are contracts that require the issuer (i.e. the guarantor) to make specified payments to reimburse the beneficiary of the guarantee (the “holder”) for a loss the holder incurs because a specified debtor fails to make payment when due in accordance with the terms of a debt instrument.

Financial guarantees issued are initially recognised at fair value, which is determined by reference to fees charged in an arm’s length transaction for similar services, when such information is obtainable, or to interest rate differentials, by comparing the actual rates charged by lenders when the guarantee is made available with the estimated rates that lenders would have charged, had the guarantees not been available, where reliable estimates of such information can be made. Where consideration is received or receivable for the issuance of the guarantee, the consideration is recognised in accordance with the Group’s policies applicable to that category of asset. Where no such consideration is received or receivable, an immediate expense is recognised in profit or loss.

The amount initially recognised as deferred income is subsequently amortised in profit or loss over the term of the guarantee as income.

The Group monitors the risk that the specified debtor will default on the contract and remeasures the above liability at a higher amount when ECLs on the financial guarantees are determined to be higher than the carrying amount in respect of the guarantees.

A 12-month ECL is measured unless the risk that the specified debtor will default has increased significantly since the guarantee is issued, in which case a lifetime ECL is measured. The same definition of default and the same assessment of significant increase in credit risk as described in note 1(l)(i) apply.

As the Group is required to make payments only in the event of a default by the specified debtor in accordance with the terms of the instrument that is guaranteed, an ECL is estimated based on the expected payments to reimburse the holder for a credit loss that it incurs less any amount that the Group expects to receive from the holder of the guarantee, the specified debtor or any other party. The amount is then discounted using the current risk-free rate adjusted for risks specific to the cash flows.

#### (y) Translation of foreign currencies

Transactions in foreign currencies are translated into the respective functional currencies of group companies at the exchange rates at the dates of the transactions.

Monetary assets and liabilities denominated in foreign currencies are translated into the functional currency at the exchange rate at the reporting date. Non-monetary assets and liabilities that are measured at fair value in a foreign currency are translated into the functional currency at the exchange rate when the fair value was determined. Non-monetary assets and liabilities that are measured based on historical cost in a foreign currency are translated at the exchange rate at the date of the transaction. Foreign currency differences are generally recognised in profit or loss.

However, foreign currency differences arising from the translation of the following items are recognised in OCI:

- an investment in equity securities designated as at FVOCI (except on impairment, in which case foreign currency differences that have been recognised in OCI are reclassified to profit or loss);

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025  
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### 1 MATERIAL ACCOUNTING POLICIES (Continued)

#### (y) Translation of foreign currencies (Continued)

The assets and liabilities of foreign operations, including goodwill and fair value adjustments arising on acquisition, are translated into Renminbi at the exchange rates at the reporting date. The income and expenses of foreign operations are translated into Renminbi at the exchange rates at the dates of the transactions.

Foreign currency differences are recognised in OCI and accumulated in the translation reserve, except to the extent that the translation difference is allocated to NCI.

#### (z) Related parties

- (a) A person, or a close member of that person's family, is related to the Group if that person:
- (i) has control or joint control over the Group;
  - (ii) has significant influence over the Group; or
  - (iii) is a member of the key management personnel of the Group or the Group's parent.
- (b) An entity is related to the Group if any of the following conditions applies:
- (i) The entity and the Group are members of the same group (which means that each parent, subsidiary and fellow subsidiary is related to the others).
  - (ii) One entity is an associate or joint venture of the other entity (or an associate or joint venture of a member of a group of which the other entity is a member).
  - (iii) Both entities are joint ventures of the same third party.
  - (iv) One entity is a joint venture of a third entity and the other entity is an associate of the third entity.
  - (v) The entity is a post-employment benefit plan for the benefit of employees of either the Group or an entity related to the Group.
  - (vi) The entity is controlled or jointly controlled by a person identified in (a).
  - (vii) A person identified in (a)(i) has significant influence over the entity or is a member of the key management personnel of the entity (or of a parent of the entity).
  - (viii) The entity, or any member of a group of which it is a part, provides key management personnel services to the Group or to the Group's parent.

Close members of the family of a person are those family members who may be expected to influence, or be influenced by, that person in their dealings with the entity.

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

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(Expressed in thousands of Renminbi, unless otherwise stated)

### 2 ACCOUNTING JUDGEMENT AND ESTIMATES

#### (a) Critical accounting judgements in applying the Group's accounting policies

In the process of applying the Group's accounting policies, management has made the following accounting judgement:

##### Judgements in determining the timing of satisfaction of performance obligations

Note 1 describes the revenue recognition basis to each of the Group's revenue stream. The recognition of each of the Group's revenue stream requires judgement by the directors of the Company in determining the timing of satisfaction of performance obligations.

In making their judgement, the directors of the Company considered the detailed criteria for recognition of revenue set out in HKFRS 15 and in particular, whether the Group has satisfied all the performance obligations over time or at a point in time with reference to the detailed terms of transactions as stipulated in the contracts entered into with its customers.

For the Group's software products and related deployment services, the directors of the Company have assessed that the Group's performance creates and enhances an asset that the customer controls as the Group performs. Therefore, the directors of the Company have satisfied that the performance obligation is satisfied over time and recognised the revenue over the service period.

For O&M services included in the software business, the directors of the Company have determined that the customer simultaneously receives and consumes the benefits provided by the Group's performance as the Group performs. Therefore, the directors of the Company have satisfied that the performance obligation is satisfied over time and recognised the revenue over the service period.

#### (b) Sources of estimation uncertainty

The following are the key assumptions concerning the future, and other key sources of estimation uncertainty at the end of the reporting period, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year.

##### (i) Impairment of goodwill

Determining whether goodwill is impaired requires an estimation of the recoverable amount of the CGU to which goodwill has been allocated. The recoverable amount determination of the CGU as at 31 December 2025 and 31 December 2024 is the higher of the fair value less costs of disposal and value in use. The value in use is based on the present value calculation which requires the Group to estimate the future cash flows expected to arise from the CGU and a suitable discount rate in order to calculate the present value. Where the actual future cash flows are less than expected, or change in facts and circumstances which results in downward revision of future cash flows, an impairment loss may arise. The calculation of the estimated future cash flow requires judgement relating to discount rate and the forecasts of future revenue growth rate and gross margins. The Group uses all readily available information in determining an amount that is a reasonable estimation of the recoverable amount, including estimates based on reasonable and supportable assumptions such as discount rate and the forecasts of future revenue growth rate and gross margins. Details of the recoverable amount calculation are disclosed in Note 15.

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025  
(Expressed in thousands of Renminbi, unless otherwise stated)

### 2 ACCOUNTING JUDGEMENT AND ESTIMATES (Continued)

#### (b) Sources of estimation uncertainty (Continued)

##### (ii) Revenue recognition regarding variable consideration of performance bonus

The Group recognises upfront payments and milestone payments based on specified contract terms, allocated to one performance obligation over the estimated service period based on a pattern that reflects the transfer of the goods and services. As included in certain contracts, the Group earns performance bonus up to a specified certain percentage of the total contract amounts, however, to what extent the Group would recognise performance bonus will depend on the final performance satisfaction reports the Group receives from its customers upon their inspections months after the completion of the project-based development projects.

For contracts with performance bonus that contain variable consideration, the Group estimates the amount of consideration to which it will be entitled using the most likely amount and recognises revenue relating to performance bonus when it is highly probable that such revenue will not reverse.

According to the historical experience, the directors of the Company consider it is reasonable to estimate possible outcomes before receipt of the performance satisfaction reports and therefore, revenue was reasonably recognised by the completion method for the year ended 31 December 2025 with the contracts related to performance satisfaction reports.

##### (iii) Project-based development contracts

Revenue from project-based development contracts is recognised under the stage of completion method which requires estimation made by the management. The directors of the Company recognised stage of completion of a contract by reference to the proportion of costs incurred relative to the estimated total costs to completion. Due to the nature of the activities, the directors of the Company review and revise the estimated total costs to completion for each contract as the contract progresses. Any revisions to estimated total costs to completion would affect contract revenue recognition. Should estimated total costs exceed contract revenue, a provision for contract loss would be recognised.

##### (iv) Provision of ECL for trade receivables and contract assets

Trade receivables and contract assets which are credit-impaired are assessed for ECL individually. In addition, the Group uses provision matrix to calculate ECL for the trade receivables and contract assets. The provision matrix is based on the Group's historical default rates taking into consideration forward-looking information that is reasonable and supportable available without undue costs or effort. At every reporting date, the historical observed default rates are reassessed and changes in the forward-looking information are considered.

The provision of ECL is sensitive to changes in estimates. The information about the ECL and the Group's trade receivables and contract assets are disclosed in Note 22.

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025  
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### 3 REVENUE AND SEGMENT INFORMATION

The Group's revenue is primarily generated from project-based software development contracts, under which the Group develops software products and provides services at fixed prices and/or variable prices. Revenue is recognised net of sales related taxes.

The performance obligation of rendering software products and related services is mainly derived from the project-based software development contracts and is satisfied over time which usually range from six months to eighteen months.

The rendering of operation services is mainly derived from performing data analysis services to analyse customer behaviour and operational efficiency. The performance obligation of rendering of operation services is satisfied over time, mainly ranging from one month to six months or the contract service period.

The performance obligation of the sale of third-party hardware and software is satisfied at a point in time when the control of hardware and software is transferred to the customer.

#### Disaggregation of revenue

	Year ended 31 December	
	2025	2024
	RMB'000	RMB'000
<i>Timing of revenue recognition</i>		
At a point in time	294,638	279,234
Over time	6,007,502	6,366,455
	<b>6,302,140</b>	6,645,689
<i>Types of goods and services</i>		
Provision of services	6,073,668	6,452,326
Software development, operation and related services <sup>(i)</sup>	5,887,270	6,264,696
Other services <sup>(ii)</sup>	186,398	187,630
Sales of goods	228,472	193,363
	<b>6,302,140</b>	6,645,689

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025  
(Expressed in thousands of Renminbi, unless otherwise stated)

### 3 REVENUE AND SEGMENT INFORMATION (Continued)

#### Disaggregation of revenue (Continued)

Notes:

- (i) The Group records contract liabilities when receiving consideration from customers prior to its provision of services or the amount is due. The transaction price allocated to performance obligations in relation to the non-refundable advance payments received that were unsatisfied amounted to RMB282,386,000 as at 31 December 2025 (31 December 2024: RMB294,475,000), representing the contract liabilities included in Note 19. As at 31 December 2025, the majority of transaction price allocated to the remaining performance obligations under the Group's existing contracts are expected to be recognised as revenue in the next 12 months.

Contract liabilities would be recognised as revenue upon the rendering of services. Almost all of the contract liabilities at the beginning of the financial years 2025 and 2024 have been recognised as revenue during the respective years. The management expects substantially all of the amount allocated to the unsatisfied contracts as at 31 December 2025 will be recognised as revenue during the year ending 31 December 2026.

- (ii) Other services represent revenue primarily generated from the provision of system integration services etc.

#### Segment information

The Group makes resources allocation decisions based on internal management functions and assesses the Group's business performance as one integrated business instead of by separate business lines or geographical regions. Accordingly, the Group has only one operating segment and therefore, no segment information is presented.

#### Geographical information

The Group's operations are in the PRC. Substantially all revenue of the Group and non-current assets of the Group are generated from and located in the PRC.

Information about the Group's revenue from external customers is presented based on the location of the signing parties of the sales or service contracts. During the years ended 31 December 2025 and 31 December 2024, substantially all the sales and service contracts were with signing parties located in the PRC.

#### Information about major customers

Revenue from customers of the corresponding years contributing over 10% of the revenue of the Group during the year are as follows:

	Year ended 31 December	
	2025	2024
	RMB'000	RMB'000
Customer A	<b>3,700,534</b>	4,148,910
Customer B	<b>846,898</b>	897,056
Customer C	<b>772,444</b>	781,276

Note: The customers as shown above are at their group level which aggregates the customer's headquarters, provincial, municipal and specialised subsidiaries which enter into contracts with the Group individually.

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025  
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### 4 OTHER INCOME

	Year ended 31 December	
	2025	2024
	RMB'000	RMB'000
Government grants <sup>(i)</sup>	33,233	23,491
Interest income on bank balances, restricted bank deposits and term deposits	9,113	24,873
Net gains on disposal of financial assets measured at FVTPL <sup>(ii)</sup>	2,296	6,438
Changes in fair value of financial assets measured at FVTPL <sup>(ii)</sup>	(10,934)	2,042
Others	9,578	10,318
	<b>43,286</b>	67,162

Notes:

- (i) For the year ended 31 December 2025, government grants amounted to RMB25,210,000 (2024: RMB17,251,000) are related to high-tech industrial development. Government grants amounted to RMB8,023,000 (2024: RMB6,240,000) are mainly related to human resources related subsidies. The amounts have been recognised as other income, and there was no unfulfilled condition attached to these government grants in the year in which they were recognised.
- (ii) The financial assets measured at FVTPL substantially represent the investment funds, equity investments and wealth management products.

### 5 OTHER GAINS AND LOSSES

	Year ended 31 December	
	2025	2024
	RMB'000	RMB'000
Net foreign exchange (losses)/gains	(4,743)	1,728
Impairment losses on an intangible asset	(12,000)	(43,467)
Impairment losses on an associate	(1,500)	—
Net gains/(losses) on disposal of property, plant and equipment and intangible assets	310	(527)
Provision for potential litigations	(32,479)	(1,971)
Others	3,259	11,334
	<b>(47,153)</b>	(32,903)

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025  
(Expressed in thousands of Renminbi, unless otherwise stated)

### 6 FINANCE COSTS

	Year ended 31 December	
	2025	2024
	RMB'000	RMB'000
Interest on lease liabilities	8,065	10,050
Others	5,068	4,098
	<b>13,133</b>	14,148

### 7 INCOME TAX EXPENSES

	Year ended 31 December	
	2025	2024
	RMB'000	RMB'000
Tax for current year:		
Current tax	86,157	12,171
Deferred tax (Note 26)	(70,222)	57,910
	<b>15,935</b>	70,081

Under the Law of the PRC on enterprise income tax (the "EIT Law") and implementation regulations of the EIT Law, the tax rate of the PRC subsidiaries is 25% during the year ended 31 December 2025 (2024: 25%). Certain subsidiaries of the Company are entitled to enjoy the preferential tax rate of 10% and 15% (2024: 10% and 15%).

The Group's subsidiaries operating in the PRC were eligible for certain tax credits of 200% deduction rates on certain R&D expenses for the year ended 31 December 2025 (2024: 200%).

According to the relevant tax law in the PRC, dividend distributed to foreign investors out of the profit generated shall be subject to withholding tax and withheld by the PRC entity.

The Hong Kong SAR Government applies the minimum top-up tax from the fiscal year commencing on 1 January 2025. The adoption of the above amended tax laws is not expected to have a material impact on the Group.

Pursuant to the rules and regulations of the BVI, the Company is not subject to any income tax in the BVI.

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025  
(Expressed in thousands of Renminbi, unless otherwise stated)

### 7 INCOME TAX EXPENSES (Continued)

The income tax expenses for the years ended 31 December 2025 and 31 December 2024 can be reconciled to the profit before tax per the consolidated statement of profit or loss and other comprehensive income as follows:

	Year ended 31 December	
	2025	2024
	RMB'000	RMB'000
Profit before tax	120,047	585,771
Notional tax at applicable income tax rate of 10%	12,005	58,577
Tax effect of different tax rates of subsidiaries not applicable of 10% (2024: 10%)	3,918	3,850
Tax effect of share of results of associates	(253)	(1,983)
Tax credits on eligible R&D expenses	(68,408)	(70,746)
Tax effect of expenses and losses not deductible for tax purpose	30,278	38,097
Tax effect of deductible temporary differences and deductible tax losses for which no deferred tax asset was recognised, net	27,567	10,572
Tax effect of income not taxable for tax purpose	(2,866)	(2,990)
Tax filing differences in prior years	1,764	704
Tax effect of deferred tax recognised, net <sup>(i)</sup>	11,930	34,000
Income tax expenses for the year	15,935	70,081

Note:

- i Deferred tax liabilities/assets are recognised or reversed based on the temporary differences arising from the subsidiaries' undistributed profits as per its profit distribution resolutions or the probability and availability of future taxable profits against the subsidiaries' deductible tax losses/temporary differences.

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025  
(Expressed in thousands of Renminbi, unless otherwise stated)

### 8 PROFIT FOR THE YEAR

	Year ended 31 December	
	2025	2024
	RMB'000	RMB'000
Profit for the year has been arrived at after charging:		
Staff costs, including Directors' and chief executive's remuneration set out in Note 11		
Directors' remuneration	11,744	10,150
Employee benefit expenses		
Other staff costs (salaries, wages, allowance, bonus and others)	3,250,871	3,047,532
Contribution to retirement benefits scheme	345,820	368,424
Share-based compensation expenses	82,024	87,900
Total staff costs	3,690,459	3,514,006
Cost of inventories recognised as expenses (transferred into cost of sales)	299,249	169,833
Depreciation of property, plant and equipment	41,340	40,583
Depreciation of right-of-use assets	81,077	90,073
Amortisation of intangible assets	21,245	9,554
Expense of short-term and low value lease	48,264	54,016
Auditor's remuneration <sup>(i)</sup>	6,600	6,567

Note:

- (i) The amount included audit service fee of RMB5,830,000 (2024: RMB5,830,000) and RMB770,000 (2024: RMB737,000) for the Company and the subsidiaries in the Group, respectively.

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

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### 9 DIVIDENDS

#### (i) Dividends payable to equity holders of the Company attributable to the year

	2025 RMB'000	2024 RMB'000
Final dividend proposed after the end of the reporting period of HK\$0.054 (equivalent to RMB0.048) per share (2024: HK\$0.252 (equivalent to RMB0.233) per share)	<b>45,494</b>	218,265

No special dividend will be proposed after the end of the reporting period (2024: special dividend proposed after the end of the reporting period amounted to RMB138,580,000 (HK\$0.160 (equivalent to RMB0.148) per share)).

The dividends proposed after the end of the reporting period have not been recognised as a liability at the end of the reporting period. For the purpose of this note, the dividends payable were translated at the exchange rate at the end of the reporting period.

#### (ii) Dividends payable to equity holders of the Company attributable to the previous financial year and paid during the year

	2025 RMB'000	2024 RMB'000
Final dividend in respect of the previous financial year, approved and paid during the year of HK\$0.252 (equivalent to RMB0.233) per share (2024: HK\$0.412 (equivalent to RMB0.373) per share)	<b>216,144</b>	351,756
Special dividend approved in previous financial year and paid during the year of HK\$0.160 (equivalent to RMB0.148) per share (2024: HK\$0.600 (equivalent to RMB0.545) per share)	<b>137,234</b>	509,675

For the purpose of this note, dividends were translated at the exchange rates at the respective payment dates.

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025  
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### 10 EARNINGS PER SHARE

The calculation of the basic and diluted earnings per share attributable to the ordinary equity holders of the Company is based on the following data:

	Year ended 31 December	
	2025	2024
	RMB'000	RMB'000
<b>Earnings:</b>		
Earnings for the purpose of calculating basic and diluted earnings per share	<b>113,738</b>	544,917
<b>Number of shares:</b>		
Issued shares at 1 January	<b>935,304,312</b>	935,304,312
Effect of shares repurchased	<b>(41,938,192)</b>	(26,958,842)
Effect of restricted stock units ("RSUs") vested and share options exercised	<b>4,501,112</b>	4,484,513
Weighted average number of shares for the purpose of calculating basic earnings per share	<b>897,867,232</b>	912,829,983
Effect of dilutive potential shares:		
Share options and RSUs	<b>17,997,996</b>	12,439,302
Weighted average number of shares for the purpose of calculating diluted earnings per share	<b>915,865,228</b>	925,269,285

The calculations of basic earnings per share for the years ended 31 December 2025 and 31 December 2024 were based on the profit for the year attributable to the equity holders of the Company.

The calculation of the number of shares for the purpose of basic earning per share had taken into account the share issued/transferred upon the exercise/vesting of share options/RSUs and purchase of share in respect of RSUs, where applicable.

The computation of diluted earnings per share for the year ended 31 December 2025 did not assume the exercise of the share options under 2014 stock incentive plan ("2014 Plan"), certain share options under the Pre-IPO share option scheme of the Company ("Pre-IPO Share Option Scheme") and certain share options under the share option scheme adopted on 25 November 2019 ("2019 Share Option Scheme") since such share options had an anti-dilutive effect.

The computation of diluted earnings per share for the year ended 31 December 2024 did not assume the exercise of the share options under 2014 Plan, the Pre-IPO Share Option Scheme and the 2019 Share Option Scheme since such share options had an anti-dilutive effect.

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025  
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### 11 DIRECTORS' AND CHIEF EXECUTIVE'S EMOLUMENTS AND EMPLOYEES' EMOLUMENTS

#### Directors and chief executive

Details of the emoluments paid or payable to the directors and chief executive of the Company by entities comprising the Group during the years ended 31 December 2025 and 31 December 2024 are as follows:

#### Year ended 31 December 2025

	Directors' fees RMB'000	Salaries allowances and benefits in kind RMB'000	Discretionary bonus RMB'000	Contribution to retirement benefit scheme RMB'000	Total RMB'000
Executive directors and chief executive:					
Dr. Tian Suning	—	—	—	—	—
Mr. Gao Nianshu*	—	2,989	—	68	3,057
Mr. Kwok Bernard Chuen Wah**	422	—	—	—	422
Sub-total	422	2,989	—	68	3,479
Non-executive directors:					
Mr. Ding Jian***	—	—	—	—	—
Mr. He Zheng**	—	—	—	—	—
Mr. Jiang Jian*	—	—	—	—	—
Mr. Yang Lin	—	—	—	—	—
Ms. Liu Hong	—	—	—	—	—
Mr. E Lixin*	—	—	—	—	—
Sub-total	—	—	—	—	—
Independent non-executive directors:					
Dr. Zhang Ya-Qin	422	—	—	—	422
Mr. Ge Ming	422	—	—	—	422
Ms. Tao Ping	422	—	—	—	422
Dr. Wang Lei**	—	—	—	—	—
Sub-total	1,266	—	—	—	1,266
Total	1,688	2,989	—	68	4,745

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025  
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### 11 DIRECTORS' AND CHIEF EXECUTIVE'S EMOLUMENTS AND EMPLOYEES' EMOLUMENTS (Continued)

#### Directors and chief executive (Continued)

Year ended 31 December 2024

	Directors' fees RMB'000	Salaries allowances and benefits in kind RMB'000	Discretionary bonus RMB'000	Contribution to retirement benefit scheme RMB'000	Total RMB'000
Executive directors and chief executive:					
Dr. Tian Suning	—	—	—	—	—
Mr. Gao Nianshu*	—	3,570	—	66	3,636
Mr. Kwok Bernard Chuen Wah**	63	—	—	—	63
Mr. Xin Yuesheng**	—	—	—	—	—
Sub-total	63	3,570	—	66	3,699
Non-executive directors:					
Mr. Ding Jian***	—	—	—	—	—
Mr. He Zheng**	—	—	—	—	—
Mr. Yang Lin	—	—	—	—	—
Ms. Liu Hong	—	—	—	—	—
Mr. Zhang Yichen**	—	—	—	—	—
Mr. Cheng Xike**	—	—	—	—	—
Mr. Jiang Jian**	—	—	—	—	—
Sub-total	—	—	—	—	—
Independent non-executive directors:					
Dr. Zhang Ya-Qin	434	—	—	—	434
Mr. Ge Ming	434	—	—	—	434
Ms. Tao Ping	434	—	—	—	434
Dr. Wang Lei**	—	—	—	—	—
Dr. Gao Jack Qunyao**	372	—	—	—	372
Sub-total	1,674	—	—	—	1,674
Total	1,737	3,570	—	66	5,373

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

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### 11 DIRECTORS' AND CHIEF EXECUTIVE'S EMOLUMENTS AND EMPLOYEES' EMOLUMENTS (Continued)

#### Directors and chief executive (Continued)

- \* Mr. E Lixin was appointed as a non-executive director of the Company since 10 March 2025.  
  
Mr. Gao Nianshu resigned as executive director and chief executive of the Company since 31 December 2025.  
  
Mr. Jiangjian resigned as a non-executive director of the Company since 10 March 2025.
- \*\* Mr. Kwok Bernard Chuen Wah was appointed as an executive director of the Company since 8 November 2024.  
  
Mr. He Zheng and Mr. Jiang Jian were appointed as non-executive directors of the Company since 8 November 2024.  
  
Dr. Wang Lei was appointed as an independent non-executive director of the Company since 8 November 2024.  
  
Mr. Xin Yuesheng resigned as an executive director of the Company since 8 November 2024.  
  
Mr. Zhang Yichen and Mr. Cheng Xike resigned as non-executive directors of the Company since 29 September 2024 and 8 November 2024, respectively.  
  
Dr. Gao Jack Qunyao resigned as an independent non-executive director of the Company since 8 November 2024.
- \*\*\* Mr. Ouyang Ye was appointed as a chief executive of the Company since 1 January 2026.  
  
Mr. Ding Jian resigned as a non-executive Director since 5 February 2026.  
  
Dr. Liu Jun was appointed as an independent non-executive Director since 5 February 2026.

The emoluments disclosed above did not contain the amount recognised as expense in relation to share-based payments during the years ended 31 December 2025 and 31 December 2024. For details of directors' share-based compensation, please refer to Note 32.

No emoluments were paid or payable to Dr. Tian Suning, Mr. Xin Yuesheng, Mr. Ding Jian, Mr. He Zheng, Mr. Yang Lin, Ms. Liu Hong, Mr. E Lixin, Mr. Zhang Yichen, Mr. Cheng Xike, Mr. Jiang Jian, and Dr. Wang Lei, the directors of the Company during the years ended 31 December 2025 and 31 December 2024.

The emoluments of the directors and chief executive shown above were for their management services rendered to the Group. The emoluments of the non-executive directors and independent non-executive directors were for their services as directors of the Company.

As at 31 December 2025, there were no loans, quasi-loans and other dealing arrangements in favour of the directors, controlled bodies corporate and controlled entities with such directors.

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025  
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### 11 DIRECTORS' AND CHIEF EXECUTIVE'S EMOLUMENTS AND EMPLOYEES' EMOLUMENTS (Continued)

#### Employees

The five highest paid individuals of the Group included one director for the year ended 31 December 2025 (2024: one director), details of whose emoluments were included in the disclosures above. Details of the remuneration for the year of the remaining four (2024: four) highest paid individuals who are neither a director nor chief executive of the Company for the year ended 31 December 2025 are as follows:

	Year ended 31 December	
	2025	2024
	RMB'000	RMB'000
Employees		
Salaries, allowances and benefits in kind	6,619	7,593
Discretionary bonus	2,933	2,603
Share-based compensation expenses	12,906	22,103
Contribution to retirement benefit scheme	232	246
	<b>22,690</b>	<b>32,545</b>

Their top five emoluments fell within the following bands:

	Number of employees	
	Year ended 31 December	
	2025	2024
HK\$5,500,001 to HK\$6,000,000	2	—
HK\$6,500,001 to HK\$7,000,000	2	—
HK\$7,500,001 to HK\$8,000,000	—	1
HK\$8,500,001 to HK\$9,000,000	—	1
HK\$9,000,001 to HK\$9,500,000	—	2
HK\$9,500,001 to HK\$10,000,000	—	1
HK\$10,500,001 to HK\$11,000,000	1	—
	<b>5</b>	<b>5</b>

Save as disclosed above, during the years ended 31 December 2025 and 31 December 2024, no emoluments were paid by the Group to the directors or chief executive of the Company or the five highest paid individuals of the Group as an inducement to join or upon joining the Group or as compensation for loss of office.

None of the directors of the Company and the five highest paid individuals of the Group waived or agreed to waive any emoluments during the year ended 31 December 2025 (2024: nil).

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

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### 12 PROPERTY, PLANT AND EQUIPMENT

	Buildings RMB'000	Leasehold improvements RMB'000	Motor vehicles RMB'000	Furniture, fixtures and equipment RMB'000	Total RMB'000
<b>Cost</b>					
At 1 January 2024	227,301	157,045	7,543	141,861	533,750
Additions	—	18,063	260	37,988	56,311
Disposals	—	(5,589)	—	(5,409)	(10,998)
At 31 December 2024	<b>227,301</b>	<b>169,519</b>	<b>7,803</b>	<b>174,440</b>	<b>579,063</b>
Additions	—	<b>6,164</b>	<b>1,675</b>	<b>29,680</b>	<b>37,519</b>
Disposals	—	<b>(20,472)</b>	<b>(2,426)</b>	<b>(7,292)</b>	<b>(30,190)</b>
At 31 December 2025	<b>227,301</b>	<b>155,211</b>	<b>7,052</b>	<b>196,828</b>	<b>586,392</b>
<b>Accumulated Depreciation</b>					
At 1 January 2024	(45,179)	(110,239)	(5,551)	(97,274)	(258,243)
Charged for the year	(4,930)	(18,281)	(816)	(16,556)	(40,583)
Eliminated on disposals	—	4,875	—	5,178	10,053
At 31 December 2024	<b>(50,109)</b>	<b>(123,645)</b>	<b>(6,367)</b>	<b>(108,652)</b>	<b>(288,773)</b>
Charged for the year	<b>(4,930)</b>	<b>(13,769)</b>	<b>(782)</b>	<b>(21,859)</b>	<b>(41,340)</b>
Eliminated on disposals	—	<b>18,898</b>	<b>2,372</b>	<b>6,932</b>	<b>28,202</b>
At 31 December 2025	<b>(55,039)</b>	<b>(118,516)</b>	<b>(4,777)</b>	<b>(123,579)</b>	<b>(301,911)</b>
<b>Carrying values</b>					
At 31 December 2025	<b>172,262</b>	<b>36,695</b>	<b>2,275</b>	<b>73,249</b>	<b>284,481</b>
At 31 December 2024	177,192	45,874	1,436	65,788	290,290

The above items of property, plant and equipment, taking into account their residual values of the cost, are depreciated on a straight-line basis over their estimated useful lives shown as follows:

Buildings	40 to 47 years
Leasehold improvements	Shorter of the lease term or useful life
Motor vehicles	5 years
Furniture, fixtures and equipment	3 to 10 years

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

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### 13 LEASES

#### The Group as a lessee

The Group has lease contracts for various properties and buildings used in its operations. Lump sum payments were made upfront to acquire the leased land from the owners with lease periods of 50 years, and no ongoing payments will be made under the terms of these land leases. Leases of properties generally have fixed lease terms between 1 to 10 years.

There are several lease contracts that include extension and termination options, but do not impose any covenants in the leased assets or include any variable lease payments. Lease terms are negotiated on an individual basis and contain a wide range of different terms and conditions. In determining the lease term and assessing the length of the non-cancellable period, the Group applies the definition of a contract and determines the period for which the contract is enforceable.

As at 31 December 2025, there were no lease agreements that were entered into but not yet commenced.

#### i. Right-of-use assets

The carrying amounts of the Group's right-of-use assets and the movements during the year are as follows:

	Buildings RMB'000	Land use right RMB'000	Total RMB'000
Carrying amount			
At 1 January 2024	180,382	75,390	255,772
Additions	86,643	—	86,643
Decreases	(19,728)	—	(19,728)
Depreciation charge	(88,054)	(2,019)	(90,073)
At 31 December 2024	159,243	73,371	232,614
Additions	<b>61,767</b>	—	<b>61,767</b>
Decreases	<b>(17,195)</b>	—	<b>(17,195)</b>
Depreciation charge	<b>(79,058)</b>	<b>(2,019)</b>	<b>(81,077)</b>
At 31 December 2025	<b>124,757</b>	<b>71,352</b>	<b>196,109</b>

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025  
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### 13 LEASES (Continued) The Group as a lessee (Continued)

#### ii. Lease liabilities

The carrying amounts of the Group's lease liabilities and the movements during the year are as follows:

	Total RMB'000
Carrying amount	
At 1 January 2024	177,393
Additions	86,643
Decreases	(20,629)
Interest on lease liabilities	10,250
Payment	(94,988)
	158,669
Additions	<b>61,767</b>
Decreases	<b>(18,279)</b>
Interest on lease liabilities	<b>8,065</b>
Payment	<b>(92,541)</b>
	<b>117,681</b>
At 31 December 2025	<b>117,681</b>

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025  
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### 13 LEASES (Continued) The Group as a lessee (Continued)

#### ii. Lease liabilities (Continued)

Lease liabilities payable:

	At 31 December	
	2025	2024
	RMB'000	RMB'000
Within one year	59,079	71,502
Within a period of more than one year but not more than two years	32,485	47,396
Within a period of more than two years but not more than five years	26,117	37,072
Within a period of more than five years	—	2,699
At the end of the year	117,681	158,669
Less: Amount due for settlement with 12 months shown under current liabilities	59,079	71,502
Amount due for settlement after 12 months shown under non-current liabilities	58,602	87,167

#### iii. The total cash outflow for leases are as follows:

	Year ended 31 December	
	2025	2024
	RMB'000	RMB'000
Within operating activities	49,960	52,944
Within investing activities	—	—
Within financing activities	92,541	94,988

#### iv. Extension options and termination options:

During the year ended 31 December 2025, the Group terminated contracts amounted to RMB8,348,000 (2024: RMB20,629,000), resulting in decreases in lease liabilities due to early termination from contracts with no termination options.

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025  
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### 14 INTANGIBLE ASSETS

	Customer relationships RMB'000	Core technologies RMB'000	Trademark, copyright and related agreements RMB'000	Contract backlog RMB'000	Non-compete agreements RMB'000	Software RMB'000	Memberships RMB'000	Development expenditure RMB'000	Total RMB'000
Cost									
At 1 January 2024	833,485	303,712	138,800	10,400	6,729	16,507	1,200	—	1,310,833
Additions	—	—	—	—	—	5,578	—	54,665	60,243
Disposals	—	—	—	(10,400)	(6,729)	(3,082)	—	—	(20,211)
At 31 December 2024	833,485	303,712	138,800	—	—	19,003	1,200	54,665	1,350,865
Additions	—	—	—	—	—	3,329	—	26,229	29,558
Transferred through internal development	—	54,665	—	—	—	—	—	(54,665)	—
Disposals	—	—	—	—	—	(2,350)	—	—	(2,350)
At 31 December 2025	833,485	358,377	138,800	—	—	19,982	1,200	26,229	1,378,073
Accumulated amortisation and impairment losses									
At 1 January 2024	(833,485)	(303,712)	(73,900)	(10,400)	(6,729)	(11,704)	—	—	(1,239,930)
Amortisation	—	—	(7,433)	—	—	(2,121)	—	—	(9,554)
Disposals	—	—	—	10,400	6,729	2,992	—	—	20,121
Impairment loss	—	—	(43,467)	—	—	—	—	—	(43,467)
At 31 December 2024	(833,485)	(303,712)	(124,800)	—	—	(10,833)	—	—	(1,272,830)
Amortisation	—	(15,185)	(2,000)	—	—	(4,060)	—	—	(21,245)
Disposals	—	—	—	—	—	2,350	—	—	2,350
Impairment loss	—	—	(12,000)	—	—	—	—	—	(12,000)
At 31 December 2025	(833,485)	(318,897)	(138,800)	—	—	(12,543)	—	—	(1,303,725)
Carrying values									
At 31 December 2025	—	39,480	—	—	—	7,439	1,200	26,229	74,348
At 31 December 2024	—	—	14,000	—	—	8,170	1,200	54,665	78,035

All intangible assets have finite useful lives and are amortised on a straight-line basis based on their estimated useful lives except for the memberships and development expenditure not yet ready for use, as follows:

Customer relationships	2 to 10 years
Core technologies	3 to 6 years
Trademark, copyright and related agreements	9 to 10 years
Contract backlog	2 years
Non-compete agreements	2 to 10 years
Software	1 to 6 years

The carrying amounts of certain intangible assets have been reduced to its recoverable amount of nil as determined based on value-in-use, which was mainly attributable to its unsatisfactory performance and ongoing uncertainties in the future of economic benefits. An impairment loss on intangible assets of RMB12,000,000 during the year 2025 was recognised, which was included in other gains and losses (2024: RMB43,467,000).

The amortisation charge for the year is included in cost of sales, selling and marketing expenses, administrative expenses and R&D expenses in the consolidated statement of profit or loss and other comprehensive income.

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025  
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### 15 GOODWILL

	Year ended 31 December	
	2025	2024
	RMB'000	RMB'000
<b>Cost:</b>		
<b>At 1 January and 31 December</b>	<b>2,146,787</b>	2,146,787
<b>Accumulated impairment losses:</b>		
<b>At 1 January and 31 December</b>	<b>(214,541)</b>	(214,541)
<b>Carrying amount:</b>		
<b>At 1 January and 31 December</b>	<b>1,932,246</b>	1,932,246

The goodwill was primarily arisen from the acquisition of Linkage Technologies International Holdings Limited in July 2010 and the acquisition of iResearch Consulting in January 2022, respectively, and was allocated to the Group's cash-generating units ("CGU") identified according to business operations as follows:

	Year ended 31 December	
	2025	2024
	RMB'000	RMB'000
Software business	<b>1,932,246</b>	1,932,246
iResearch Consulting business	—	—

The recoverable amount is determined by the management based on the higher of the fair value less costs of disposal and value in use. The management engaged an external valuer to determine the recoverable amounts of the CGU.

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025  
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### 15 GOODWILL (Continued)

#### Impairment testing on goodwill

The recoverable amount of the Group's CGU has been determined based on a value in use calculation and is assessed by the management with reference to valuations carried out by an independent professional valuer, which has appropriate qualifications and experience in valuation of similar testing.

#### Software business:

The calculation uses cash flow projections based on financial budgets approved by the management covering a five-year period, and at a pre-tax discount rate of 16.5% for the year ended 31 December 2025 (2024: 17.5%). Key assumptions for the value in use calculations relate to the estimation of cash inflows and/or outflows which include revenue growth rate and gross profit margin, with expected gross profit margin for five-year period floating up and down within 1% compared with that of the year. The cash flows of the CGU beyond the five-year period are extrapolated using a 2.0% growth rate considering the relevant industry growth rate forecast and the economic condition of the market and period which does not exceed the long-term average growth rate for the industry. Such estimation is based on the past performance of the CGU, industry information and management's expectations for the market development, including the fluctuation in the software products and related services business in the current economic environment. The key assumptions used in estimating the recoverable amount are as follows:

	2025	2024
Average annual revenue growth rate during the forecast period	1.8%	3.1%
Average annual gross profit margin during the forecast period	34.9%	37.9%
Terminal revenue growth rate	2.0%	2.5%
Pre-tax discount rate	16.5%	17.5%

The recoverable amount of the CGU of software business was RMB7,160,000,000 as at 31 December 2025 (2024: RMB7,520,000,000), which was higher than the carrying amount of the CGU, including the goodwill. Therefore, for the year ended 31 December 2025, no impairment loss was recognised (2024: nil).

The table below sets forth a sensitivity analysis of the impact of variations in key assumptions, namely the discount rate and the terminal revenue growth rate, on the recoverable amount of the CGU of software business, where the headroom represents the excess of the recoverable amount over the carrying amount of the CGU of software business. The headroom amounts to RMB509,000,000 as at 31 December 2025 (2024: RMB742,000,000). The management believes that any reasonably possible change in assumptions would not cause the aggregate carrying amount of the CGU to exceed the recoverable amount.

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025  
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### 15 GOODWILL (Continued) Impairment testing on goodwill (Continued)

Software business: (Continued)

	Headroom At 31 December	
	2025	2024
	RMB'000	RMB'000
Reasonably possible change in pre-tax discount rate		
0%	509,000	742,000
+0.5%	329,000	552,000
+1%	159,000	372,000
Reasonably possible change in terminal revenue growth rate		
0%	509,000	742,000
-0.5%	429,000	662,000
-1%	359,000	592,000

### 16 INVESTMENTS IN ASSOCIATES

Details of the Group's investments in associates are aggregately presented as follows:

	At 31 December	
	2025	2024
	RMB'000	RMB'000
Cost of investments in associates	82,525	75,655
Share of results and other comprehensive income	(22,709)	(23,256)
Impairment losses on associates	(7,910)	(6,410)
	51,906	45,989

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025  
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### 16 INVESTMENTS IN ASSOCIATES (Continued)

Details of the Group's associates at the end of the years ended 31 December 2025 and 31 December 2024 are as follows. The principal associates of the Group are unlisted corporate entities whose quoted market price is not available, except for Guangdong New Vision Info-Tech Co., Ltd., which is listed on National Equities Exchanges and Quotations on 26 September 2022. In the opinion of the Directors, none of the associates is material to the Group:

Name of entity	Place of incorporation/ registration	Principal place of operation	Proportion of ownership interest and voting rights held by the Group At 31 December				Principal activity
			2025		2024		
			Directly	Voting	Directly	Voting	
Guangdong New Vision Info-Tech Co., Ltd. (廣東新視野信息科技股份有限公司)	PRC	PRC	14.6%	14.6%	14.6%	14.6%	Provision of smart city solutions and overall operation services
Xinji Information Technology Group Co., Ltd. (新基信息技術集團股份有限公司)	PRC	PRC	7.6%	7.6%	7.6%	7.6%	Digital Government construction and operation service provider
Gongyi Digital Information Technology Co., Ltd. (鞏義市數字信息科技有 限公司)	PRC	PRC	15.0%	15.0%	15.0%	15.0%	Construction and operation of digital projects
Henan Shurui Intelligent Technology Research Co., Ltd. (河南數銳智能 科技研究有限公司)	PRC	PRC	35.0%	35.0%	35.0%	35.0%	Engineering and technical studies, R&D of online energy monitoring technology
Zhangjiajie Wulingyuan Digital Intelligence Technology Co., Ltd. (張家界武陵源區數智科 技有限公司)	PRC	PRC	49.0%	49.0%	49.0%	49.0%	Intelligent Tourism IT service providers
Chuangxin Digital Intelligence (Henan) Technology Co., Ltd. (創信數智(河南)科技有 限公司)	PRC	PRC	34.0%	34.0%	N/A	N/A	Coal Mine 5G Private Network Construction and Intelligent Mining Construction
Zhengzhou Zhengmei Design Engineering Co., Ltd. (鄭州鄭煤設計工程 有限公司)	PRC	PRC	20.0%	20.0%	N/A	N/A	Intelligent Mining Construction

Management has assessed and determined that the Group has significant influence over these investees, including those investees where the ownership interest held by the Group is less than 20%, taking into factors including but not limited to the Group's representation on the boards of the directors of these entities.

All the associates of the Group are accounted for using the equity method in the consolidated financial statements.

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

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### 16 INVESTMENTS IN ASSOCIATES (Continued)

On 27 December 2024, the Group invested RMB245,000 into Zhangjiajie Wulingyuan Digital Intelligence Technology Co., Ltd. to acquire 49.0% equity interests. On 10 April 2025, the Group invested RMB1,470,000 into Zhangjiajie Wulingyuan Digital Intelligence Technology Co., Ltd. with the same 49.0% equity interests proportion.

On 14 February 2025, the Group invested RMB2,000,000 into Zhengzhou Zhengmei Design Engineering Co., Ltd. to acquire 20.0% equity interests.

On 26 June 2025, the Group invested RMB3,400,000 into Chuangxin Digital Intelligence (Henan) Technology Co., Ltd. to acquire 34.0% equity interests.

Aggregate information of associates that are not individually material:

	2025 RMB'000	2024 RMB'000
Aggregate carrying amount of individually immaterial associates in the consolidated financial statements	51,906	45,989
Aggregate amounts of the Group's share of those associates		
Profit for the year	2,528	19,834
Other comprehensive income for the year	—	—
Share of results of associates	2,528	19,834

Note: The English names of the companies are translated from their registered Chinese names for identification purpose only.

### 17 TRADE AND NOTES RECEIVABLES

	Year ended 31 December	
	2025 RMB'000	2024 RMB'000
Notes receivables	338,664	502,052
Trade receivables	1,797,535	1,737,433
Amounts due from third parties	970,419	810,515
Amounts due from related parties	827,116	926,918
Less: allowance for credit losses	(324,957)	(174,410)
	1,811,242	2,065,075

For the purpose of data comparison, the amounts above included the trade and notes receivables from China Mobile Group.

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

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### 17 TRADE AND NOTES RECEIVABLES (Continued)

The Group generally grants a credit period of 30 days from the dates of acceptance reports when the Group has the right to consideration becoming unconditional. The extension of credit period to the customers may be granted on a discretionary basis by considering customer type, the current creditworthiness and the customer's financial condition and payment history with the Group.

Trade receivables relate to a number of independent customers that have a good track record with the Group. The allowance for doubtful debts of the Group is based on the evaluation of collectability and ageing analysis of individual trade debts performed by the management. A considerable amount of judgement is required in assessing the ultimate realisation of these receivables, including the current creditworthiness and the past collection history of each customer.

Notes receivables are bank acceptance notes and commercial acceptance notes issued by large enterprise customers, which the management believes that all the counterparties are of high credit quality and the expected credit loss is not significant.

Ageing of trade and notes receivables, net of allowance for credit losses, based on the dates when the Group has the right to bill, at the end of the years ended 31 December 2025 and 31 December 2024 is as follows:

	At 31 December	
	2025	2024
	RMB'000	RMB'000
1-30 days	860,077	1,202,637
31-90 days	467,838	384,894
91-180 days	173,784	216,801
181-365 days	219,457	162,773
Over 365 days	90,086	97,970
	<b>1,811,242</b>	<b>2,065,075</b>

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

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### 17 TRADE AND NOTES RECEIVABLES (Continued)

Movements in lifetime ECL that had been recognised for trade receivables in accordance with HKFRS 9 for the years ended 31 December 2025 and 31 December 2024 are as follows:

	RMB'000
At 1 January 2024	88,266
Allowance for trade receivables, net of reversal	89,806
Written-off as uncollectible	(3,662)
At 31 December 2024	174,410
Allowance for trade receivables, net of reversal	182,639
Written-off as uncollectible	(32,092)
At 31 December 2025	324,957

Details of impairment assessment on trade receivables are set out in Note 22.

### 18 PREPAYMENTS, DEPOSITS AND OTHER RECEIVABLES

	At 31 December	
	2025	2024
	RMB'000	RMB'000
Project bidding and other deposits	72,377	76,697
Prepaid VAT and input VAT to be deducted	45,072	95,131
Prepayment for outsourcing system supporting service	45,142	80,662
Prepaid rental expenses <sup>(i)</sup>	11,387	8,796
Interest receivable	2,379	4,443
Prepayment to suppliers, net of loss allowance	59,143	42,128
Others	19,780	12,885
	<b>255,280</b>	320,742
Less: allowance for credit losses	<b>(1,432)</b>	(1,768)
	<b>253,848</b>	318,974

Note:

- (i) Prepaid rental expenses mainly represent prepayments for short-term leases and leases of low value assets that were exempted from HKFRS 16.

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

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### 18 PREPAYMENTS, DEPOSITS AND OTHER RECEIVABLES (Continued)

Movements in lifetime ECL that has been recognised for project bidding and other deposits and interest receivable in accordance with HKFRS 9 for the years ended 31 December 2025 and 31 December 2024 is as follows:

	At 31 December	
	2025	2024
	RMB'000	RMB'000
At the beginning of the year	1,768	—
Allowance for credit losses, net of reversal	(135)	25,205
Written-off as uncollectible	(201)	(23,437)
At the end of the year	1,432	1,768

### 19 CONTRACT ASSETS AND CONTRACT LIABILITIES

The Group has rights to considerations from customers for the provision of software business. Contract assets arise when the Group has rights to considerations for completion of such services and not yet billed under the relevant contracts, and their rights are conditioned on factors other than passage of time. Any amount previously recognised as contract assets are transferred to trade receivables when the rights become unconditional. Remaining rights and performance obligations in a particular contract are accounted for and presented on a net basis, as either a contract asset or a contract liability.

	At 31 December	
	2025	2024
	RMB'000	RMB'000
Analysed for reporting purposes as follows:		
Contract assets	2,755,678	2,931,980
Contract liabilities	(282,386)	(294,475)

For the purpose of data comparison, the amounts included the contract assets and contract liabilities from China Mobile Group.

For the contract liabilities as at 31 December 2025 and 31 December 2024, almost all of the balances were expected to be recognised as revenue during the year ending 31 December 2026 and the year ended 31 December 2025, respectively.

Contract assets and contract liabilities are analysed and classified as current assets and current liabilities due to the contract assets and contract liabilities are expected to be recognised in normal operation cycle.

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

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### 19 CONTRACT ASSETS AND CONTRACT LIABILITIES (Continued)

Movements in lifetime ECL that had been recognised for contract assets in accordance with HKFRS 9 for the year ended 31 December 2025 are as follows:

	RMB'000
At 1 January 2024	232,034
Allowance on contract assets, net of reversal	57,757
Written-off as uncollectible	(30,620)
At 31 December 2024	259,171
Allowance on contract assets, net of reversal	23,984
Written-off as uncollectible	(23)
At 31 December 2025	283,132

### 20 INVENTORIES

	At 31 December	
	2025	2024
	RMB'000	RMB'000
Equipment and materials <sup>(i)</sup>	52,278	58,902
Other contract costs <sup>(ii)</sup>	108,717	215,850
Total	160,995	274,752

(i) The amount of write-down of equipment and materials recognised as an expense was RMB23,830,000 for the year ended 31 December 2025 (2024: RMB32,941,000), which was recognised in cost of sales.

(ii) Contract costs are recognised as cost of sales in the period in which revenue from the related contract is recognised. The amount of provision in relation to the contract costs capitalised recognised in profit or loss during the year was RMB44,715,000 (2024: RMB7,508,000).

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025  
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### 21 FINANCIAL INSTRUMENTS MEASURED AT FAIR VALUE

#### (a) Financial assets measured at FVTPL include the following:

	At 31 December	
	2025	2024
	RMB'000	RMB'000
Wealth management products <sup>(i)</sup>	162,435	179,217
Investment funds and equity investments	58,957	70,751

Note:

- (i) Wealth management products represented the Group's investments in various wealth management products issued by commercial banks and insurance companies. These products have no specified maturity and are repayable on demand with variable return rates indexed to the performance of underlying assets and categorised as level 3 financial instruments. As at 31 December 2025, the fair value of wealth management products was RMB162,435,000 (2024: RMB179,217,000) with an expected annual return rate ranging from 1.45% to 3.00% (2024: 2.60% to 3.60%).

The (losses)/gains were recognised in profits or loss are as follows:

	Year ended 31 December	
	2025	2024
	RMB'000	RMB'000
Net gains on disposal of financial assets measured at FVTPL (Note 4)	2,296	6,438
Changes in fair value of financial assets measured at FVTPL (Note 4)	(10,934)	2,042
	(8,638)	8,480

#### (b) Financial assets measured at fair value through other comprehensive income

	Year ended 31 December	
	2025	2024
	RMB'000	RMB'000
Unlisted equity investments	30,556	41,577

The item mainly includes several unlisted equity investment in companies incorporated in the PRC which are mainly engaged in data analysis, telecommunications and other related services. These investments are held for strategic purposes and designated as equity investments at FVOCI (non-recycling).

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

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### 22 OVERVIEW OF THE GROUP'S EXPOSURE TO CREDIT RISK

Credit risk refers to the risk that a counterparty will default on its contractual obligations resulting in financial loss to the Group. At the end of the reporting period, the Group's maximum exposure to credit risk which causes a financial loss to the Group due to failure to discharge an obligation by the counterparties is arising from the carrying amount of the respective recognised financial assets as stated in the consolidated statement of financial position.

In order to minimise credit risk, the finance team of the Group has developed and maintained a credit risk grading system to categorise exposures according to their degree of risk of default. The management uses publicly available financial information and the Group's own historical repayment records to rate its major customers and other debtors. The Group's exposure and the credit ratings of its counterparties are continuously monitored and the aggregate value of transactions concluded is spread amongst approved counterparties.

For trade receivables and contract assets, the Group has applied the HKFRS 9 to measure the loss allowance at lifetime ECL. The Group determines the ECL on these items by using a provision matrix, estimated based on the historical credit loss experience based on the past default experience of the debtor, general economic conditions of the industry in which the debtors operate and an assessment of both the current as well as the forecast direction of conditions at the reporting date.

The Group writes off trade receivables and contract assets when there is information indicating that the debtor is in severe financial difficulty and there is no realistic prospect of recovery, e.g. when the debtor has been placed under liquidation or has entered into bankruptcy proceedings.

Based on the Group's historical credit loss experience, different customer types (including strategic and non-strategic type) have significant different loss patterns.

Strategic customers	Represent the three largest telecom operators and China Tower Corporation Limited in the PRC (including their headquarters, provincial, municipal and specialised subsidiaries/branches)
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Non-strategic customers	Represent other enterprises in the PRC except for strategic customers
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#### As at 31 December 2025

Strategic customers:

For strategic customers, the directors of the Company determines that the ECL rate is relatively low based on the size and operations of the strategic customers. Such customers have good credit rating, limited past default payment history with minimal amount.

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025  
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### 22 OVERVIEW OF THE GROUP'S EXPOSURE TO CREDIT RISK (Continued)

The following table provides information about the Group's exposure to credit risk and ECLs for strategic customers as at 31 December 2025:

Strategic customers	Average loss rate %	Gross carrying amount RMB'000	Impairment loss allowance RMB'000
Trade receivables	3.38%	1,186,769	40,169
Contract assets	3.93%	2,572,258	100,982

Non-strategic customers:

The following table provides information about the Group's exposure to credit risk and ECLs for non-strategic customers as at 31 December 2025:

Non-strategic customers	Average loss rate %	Gross carrying amount RMB'000	Impairment loss allowance RMB'000
Trade receivables	46.63%	610,766	284,788
Contract assets	39.04%	466,552	182,150

#### As at 31 December 2024

Strategic customers:

For strategic customers, the directors of the Company determines that the ECL rate is relatively low based on the size and operations of the strategic customers. Such customers have good credit rating, limited past default payment history with minimal amount.

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

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### 22 OVERVIEW OF THE GROUP'S EXPOSURE TO CREDIT RISK (Continued)

The following table provides information about the Group's exposure to credit risk and ECLs for strategic customers as at 31 December 2024:

<b>Strategic customers</b>	Average loss rate %	Gross carrying amount RMB'000	Impairment loss allowance RMB'000
Trade receivables	1.81%	1,242,430	22,515
Contract assets	2.81%	2,603,879	73,078

Non-strategic customers:

The following table provides information about the Group's exposure to credit risk and ECLs for non-strategic customers as at 31 December 2024:

<b>Non-strategic customers</b>	Average loss rate %	Gross carrying amount RMB'000	Impairment loss allowance RMB'000
Trade receivables	30.69%	495,003	151,895
Contract assets	31.69%	587,272	186,093

In determining the ECL for other receivables, amounts due from related parties, and other non-current financial assets measured at amortised cost, the directors of the Company have taken into account the historical default experience and the future prospects of the industries and/or considering various external sources of actual and forecast economic information, as appropriate, in estimating the probability of default of each of the other receivables, amounts due from related parties, and other non-current financial assets measured at amortised cost occurring within their respective loss assessment time horizon, as well as the loss upon default in each case. For the purposes of impairment assessment, other receivables, amounts due from related parties, and other non-current assets are considered to have low credit risk as the counterparties to these financial assets have a high credit rating. Accordingly, the loss allowance is measured at an amount equal to 12-month ECL.

No allowance has been provided for notes receivables, restricted bank deposits, term deposits and cash and cash equivalents since the balances are all with the banks which have low credit risks at 31 December 2025.

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025  
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### 23 RESTRICTED BANK DEPOSITS, TERM DEPOSITS AND CASH AND CASH EQUIVALENTS

#### Restricted bank deposits

Restricted bank deposits represent deposits frozen due to litigation or pledged to banks to secure banking facilities granted to the Group, obtain letters of credits or guarantees.

Deposits amounting to RMB159,906,000 had been pledged to short-term bank loan facilities and letters of credits or guarantees as at 31 December 2025 (2024: RMB156,059,000), deposits amounting to RMB40,751,000 had been frozen by litigations as at 31 December 2025 (2024: nil), deposits amounting to nil had been restricted by held in jointly managed accounts with multi-party authorisation protocols as at 31 December 2025 (2024: RMB44,688,000), and therefore, were classified as current assets.

The deposits amounting to RMB874,000 as at 31 December 2025 had been pledged for a period longer than one year for letters of credits and guarantees and therefore, were classified as non-current assets as at 31 December 2025 (2024: RMB430,000).

Restricted bank deposits of the Group carried interests at market rates which range from 0.05% to 2.75% as at 31 December 2025 (2024: 0.1% to 2.75%).

#### Term deposits

The Group has not hold any term deposit as at 31 December 2025.

Term deposits represent multiple certificates of deposits with a commercial bank in the PRC that bear fixed interest rates, per annum, ranging from 2.05% to 4.20%, as at 31 December 2024.

#### Cash and cash equivalents

Cash and cash equivalents of the Group comprised cash and bank balances that bear interest at prevailing market rates, per annum, ranging from 0.01% to 0.75% as at 31 December 2025 (2024: from 0.00% to 2.40%).

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

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(Expressed in thousands of Renminbi, unless otherwise stated)

### 24 TRADE AND NOTES PAYABLES

	At 31 December	
	2025	2024
	RMB'000	RMB'000
Trade payables	759,689	865,626
Notes payables	65,704	238,088
	<b>825,393</b>	1,103,714

The table below sets forth, as at the end of the reporting period, the ageing analysis of the trade and notes payables presented based on the invoice date:

	At 31 December	
	2025	2024
	RMB'000	RMB'000
1-90 days	489,263	601,728
91-180 days	49,644	77,546
181-365 days	57,021	244,346
Over 1 year	229,465	180,094
	<b>825,393</b>	1,103,714

The Group has financial risk management policies in place to ensure that sufficient working capital is maintained to meet its obligations when they fall due.

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

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### 25 DEPOSITS RECEIVED, ACCRUED EXPENSES AND OTHER PAYABLES

	At 31 December	
	2025	2024
	RMB'000	RMB'000
Accrued payroll and welfare	1,166,303	1,279,340
Accrued expenses	83,410	115,735
Employee reimbursement payables	37,448	140,808
Other tax payables	36,513	70,179
Performance bond received	6,625	10,373
Advance from customers	1,181	1,578
Accrued liabilities	42,225	12,122
Others	23,413	10,238
	<b>1,397,118</b>	<b>1,640,373</b>

### 26 DEFERRED TAXATION

The following is the analysis of the deferred tax balances for financial reporting purposes:

	At 31 December	
	2025	2024
	RMB'000	RMB'000
Deferred tax assets	135,523	131,381
Deferred tax liabilities	(242,913)	(309,985)
	<b>(107,390)</b>	<b>(178,604)</b>

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

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### 26 DEFERRED TAXATION (Continued)

The following are the major deferred tax assets (liabilities) recognised and movements thereon during the years reported:

	Impairment loss	Tax losses	Accrued payroll and welfare	Accrued expense	Lease liabilities	Right-of-use assets	Withholding tax on undistributable profits of the PRC subsidiaries (Note 7)	Fair value changes	Intangible assets	Total
	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000
At 1 January 2024	24,063	38,828	90,071	2,825	27,061	(27,068)	(271,688)	(6,407)	(2,398)	(124,713)
(Charged) credited to profit or loss	11,739	(17,124)	(19,030)	9	(4,497)	4,695	(34,000)	—	298	(57,910)
Credited to other comprehensive income	—	—	—	—	—	—	—	4,019	—	4,019
At 31 December 2024	35,802	21,704	71,041	2,834	22,564	(22,373)	(305,688)	(2,388)	(2,100)	(178,604)
(Charged) credited to profit or loss	16,781	(21,572)	3,900	4,264	(9,576)	8,413	65,376	80	2,556	70,222
Credited to other comprehensive income	—	—	—	—	—	—	—	992	—	992
At 31 December 2025	52,583	132	74,941	7,098	12,988	(13,960)	(240,312)	(1,316)	456	(107,390)

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

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### 26 DEFERRED TAXATION (Continued)

#### Deferred tax assets not recognised

Deferred tax assets are recognised if it is probable that all of the deferred tax assets will be realised through the recovery of taxes previously paid and/or future taxable income. The directors of the Company have reviewed the deferred tax assets of the Group at the end of the reporting period and considered that it is probable that the deferred tax assets of the Group will be realised through future taxable income based on directors' assessment of the probability that taxable profits will be available over the years which the deferred tax assets can be realised or utilised.

As at 31 December 2025, the Group had unused tax losses arising in Mainland China of RMB1,032,462,000 (2024: RMB664,312,000) available for offset against future profits but relevant deferred tax assets had not been recognised. These tax losses will expire from 2026 to 2030, and certain subsidiaries of the Group may extend to 2035. No deferred tax assets had been recognised in relation to aforementioned tax losses due to the unpredictability of future profit streams.

The unrecognised tax losses with expiring date are summarised below:

	At 31 December	
	2025	2024
	RMB'000	RMB'000
2025	—	5,112
2026	<b>19,544</b>	22,945
2027	<b>45,947</b>	48,294
2028	<b>100,721</b>	51,377
2029	<b>198,995</b>	160,154
2030	<b>198,414</b>	58,554
2031	<b>46,254</b>	67,305
2032	<b>73,891</b>	73,906
2033	<b>96,080</b>	81,921
2034	<b>92,856</b>	94,744
2035	<b>159,760</b>	—
	<b>1,032,462</b>	664,312

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

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### 27 RECONCILIATION OF LIABILITIES ARISING FROM FINANCING ACTIVITIES

The table below details changes in the Group's liabilities arising from financing activities, including both cash and non-cash changes. Liabilities arising from financing activities are those for which cash flows were, or further cash flows will be, classified in the Group's consolidated statement of cash flows from financing activities.

	Dividend payables RMB'000	Lease liabilities RMB'000	Total RMB'000
At 1 January 2025	—	158,669	158,669
Financing cash flows			
Repayment of lease liabilities	—	(84,476)	(84,476)
Interest element of lease rentals paid	—	(8,065)	(8,065)
Dividends and taxes paid	(406,685)	—	(406,685)
Dividends declared	347,151	—	347,151
Effect of exchange differences	9,534	—	9,534
Withholding tax on distributed profits of the PRC subsidiaries	50,000	—	50,000
Interest expense	—	8,065	8,065
New additions to leases	—	61,767	61,767
Decreases	—	(18,279)	(18,279)
At 31 December 2025	—	117,681	117,681

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025  
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### 27 RECONCILIATION OF LIABILITIES ARISING FROM FINANCING ACTIVITIES (Continued)

	Dividend payables RMB'000	Lease liabilities RMB'000	Total RMB'000
At 1 January 2024	508,555	177,393	685,948
Financing cash flows			
Repayment of lease liabilities	—	(84,738)	(84,738)
Interest element of lease rentals paid	—	(10,250)	(10,250)
Dividends paid	(874,723)	—	(874,723)
Dividends declared	361,182	—	361,182
Effect of exchange differences	4,986	—	4,986
Interest expense	—	10,250	10,250
New additions to leases	—	86,643	86,643
Decreases	—	(20,629)	(20,629)
At 31 December 2024	—	158,669	158,669

### 28 SHARE CAPITAL

#### The Company

Details of the movement of share capital of the Company are as follows:

	Number of shares	Nominal value per share	Share capital
<b>Authorised</b>			
At 1 January 2024, 31 December 2024 and 31 December 2025	800,000,000,000	HK\$0.0000000125	HK\$10,000.00
<b>Issued</b>			
At 1 January 2024 and 31 December 2024	935,304,312	HK\$0.0000000125	HK\$11.69
Exercise of share options (i)	4,657,028	HK\$0.0000000125	HK\$0.06
At 31 December 2025	939,961,340	HK\$0.0000000125	HK\$11.75

Note:

- (i) During the year ended 31 December 2025, the Company issued and allotted 1,572,368 shares and 3,084,660 shares, respectively, resulting from the exercising of options to certain employees and directors pursuant to the stock share option under the Pre-IPO Share Option Scheme and 2019 Share Option Scheme (Note 32).

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

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### 29 PURCHASE OF SHARES

During the years ended 31 December 2025 and 31 December 2024, the Company, through the trustee of the 2023 Share Award Scheme, purchased its ordinary shares on The Stock Exchange of Hong Kong Limited as follows:

Details	Number of shares	RMB'000
Opening balance 1 January 2024	14,739,588	154,702
Purchase of Shares for share award scheme	34,339,200	193,495
Shares vested under share award scheme (Note 32)	(10,316,534)	(114,482)
Balance 31 December 2024	38,762,254	233,715
Opening balance 1 January 2025	38,762,254	233,715
Purchase of Shares for share award scheme	12,426,015	112,169
Shares vested under share award scheme (Note 32)	(5,364,000)	(52,079)
Balance 31 December 2025	45,824,269	293,805

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### 29 PURCHASE OF SHARES (Continued)

During the years ended 31 December 2025 and 31 December 2024, the Company purchased its shares on The Stock Exchange of Hong Kong Limited through the trustee as follows:

Month	Number of Shares purchased	Highest price paid per Share HK\$	Lowest price paid per Share HK\$	Aggregate price paid HK\$'000
August 2025	2,888,000	10.2353	9.9469	29,096
September 2025	5,370,400	11.4831	9.8965	57,419
October 2025	3,600,000	9.1099	8.5813	31,674
November 2025	500,000	8.4859	8.4830	4,242
December 2025	67,615	7.6821	7.6821	519
				<b>122,950</b>
January 2024	4,261,200	8.0967	7.5471	33,418
March 2024	2,595,600	7.4724	7.0965	19,057
April 2024	1,400,000	6.9977	6.8055	9,661
May 2024	700,000	7.2921	7.0764	5,008
June 2024	1,304,000	7.1235	6.7177	9,031
August 2024	4,769,600	5.3206	4.9834	24,916
September 2024	2,488,400	5.4279	4.9610	12,687
October 2024	3,133,600	5.8825	5.1154	16,609
November 2024	5,840,400	5.9157	5.6048	33,906
December 2024	7,846,400	6.2730	5.7294	47,050
				<b>211,343</b>

The Company purchased shares through the trustee for the implementation of the 2020 Share Award Scheme and 2023 Share Award Scheme under the instructions of the Company. For the year ended 31 December 2025, the Company had purchased 12,426,015 shares using the deposits placed in the trustee at a total consideration of HK\$122,950,000 (equivalent to RMB112,169,000), 5,364,000 RSUs were vested by using the shares purchased from the market under the instructions from the Company.

For the year ended 31 December 2024, the Company had purchased 34,339,200 shares using the deposits placed in the trustee at a total consideration of HK\$211,343,000 (equivalent to RMB193,495,000), 10,316,534 RSUs were vested by using the shares purchased from the market under the instructions from the Company.

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

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### 30 CAPITAL RISK MANAGEMENT

The Group's primary objectives when managing capital are to safeguard the Group's ability to continue as a going concern, so that it can continue to provide returns for shareholders and benefits for other stakeholders, by pricing products and services commensurately with the level of risk and by securing access to finance at a reasonable cost.

The Group manages its capital to ensure entities in the Group will be able to continue as a going concern with maximising the return to shareholders through the optimisation of the debt and equity balance. The Group's overall strategy remains unchanged during the year ended 31 December 2025.

The Group monitors capital on the basis of the debt-to-capitalisation ratio. This ratio is calculated as interest-bearing debts over interest-bearing debts plus total equity. Interest-bearing debts represent lease liabilities, as shown in the consolidated statement of financial position.

	At 31 December	
	2025	2024
	RMB'000	RMB'000
<b>Interest-bearing debts:</b>		
Lease liabilities (non-current portion)	58,602	87,167
Lease liabilities (current portion)	59,079	71,502
	<b>117,681</b>	158,669
Total equity	<b>6,407,622</b>	6,641,199
	<b>6,525,303</b>	6,799,868
Interest-bearing debts plus total equity		
	<b>1.8%</b>	2.3%
Debt-to-capitalisation ratio		

The directors of the Company review the capital structure on a regular basis. As part of this review, the management considers the cost of capital and the risks associated with the capital. Based on recommendations of the directors of the Company, the Group will balance its overall capital structure through raising of new capital, issue of new debt or the redemption of the existing debts.

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025  
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### 31 FINANCIAL INSTRUMENTS

#### Categories of financial instruments

	At 31 December	
	2025	2024
	RMB'000	RMB'000
<b>Financial assets</b>		
Financial assets measured at FVTPL	221,392	249,968
Financial assets measured at FVOCI	30,556	41,577
Financial assets measured at amortised cost	3,584,417	4,040,662
	<b>3,836,365</b>	4,332,207

	At 31 December	
	2025	2024
	RMB'000	RMB'000
<b>Financial liabilities</b>		
Financial liabilities measured at amortised cost	848,683	1,126,022

#### Financial risk management objectives and policies

The Group's major financial instruments include financial assets measured at FVTPL, financial assets measured at FVOCI, trade and notes receivables, other receivables, other non-current assets, amounts due from related parties, restricted bank deposits, term deposits, cash and cash equivalents, trade and notes payables, other payables and amounts due to related parties. Details of these financial instruments are disclosed in respective notes. The risks associated with these financial instruments include market risk (interest rate risk and currency risk), credit risk and liquidity risk. The policies on how to mitigate these risks are set out below. The management manages and monitors these exposures to ensure appropriate measures are implemented on a timely and effective manner.

#### Market risk

##### Interest rate risk

The Group is exposed to cash flow interest rate risk in relation to variable-rate restricted bank deposits and bank balances. The Group keeps its restricted bank deposits and bank balances at floating rate of interests so as to minimise the fair value interest rate risk. The Group is also exposed to fair value interest rate risk in relation to financial assets measured at FVTPL, fixed-rate term deposits (Note 23) and lease liabilities (Note 13). The management monitors interest rate exposure and will consider hedging significant interest rate exposure should the need arise.

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025  
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### 31 FINANCIAL INSTRUMENTS (Continued)

#### Sensitivity analysis

The sensitivity analysis below has been determined based on the exposure to variable interest rates for restricted bank deposits and bank balances at the end of the reporting period and assumed that the amount of such balances outstanding at the end of the reporting period was outstanding for the whole year. A 50 basis point increase or decrease is used when reporting interest rate risk internally to key management personnel and represents management's assessment of the reasonably possible change in interest rates.

If interest rates had been 50 basis points higher/lower and all other variables were held constant, the Group's post-tax profit for the year ended 31 December 2025 would increase/decrease by RMB7,305,000 (2024: increase/decrease by RMB8,219,000). This is mainly attributable to the Group's exposure on interest rates on its pledged bank deposits and bank balances.

#### Currency risk

The Group has trade receivables, trade payables, cash and cash equivalents and term deposits which are denominated in foreign currencies, mainly US\$ and HK\$, as at 31 December 2025 (2024: US\$ and HK\$), that are exposed to currency risk.

The table below details the Group's exposure to the currency risk arising from recognised assets/liabilities denominated in a currency other than the functional currency of the entity to which they relate at the end of the reporting period. For presentation purpose, the amounts of the exposure are shown in RMB. As HK\$ is pegged to US\$, the movements in the exchange rate between HK\$ and US\$ are not expected to be significant and hence the exposure arising from the movements in exchange rate between HK\$ and US\$ is excluded. Differences resulting from the translation of the financial statements into the Group's presentation currency are also excluded.

	At 31 December	
	2025	2024
	RMB'000	RMB'000
<b>Net exposure</b>		
US\$	43,322	63,791
HK\$	166,170	197,226
	<b>209,492</b>	<b>261,017</b>

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025  
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### 31 FINANCIAL INSTRUMENTS (Continued)

#### Foreign currency sensitivity analysis

The sensitivity analysis below has been determined based on the exposure to foreign currency rates and includes only outstanding foreign currency denominated monetary items and adjusts their translation at the period end for a 5% change in foreign currency rates. A 5% increase or decrease is used when reporting foreign currency rate risk internally to key management personnel and represents management's assessment of the reasonably possible change in foreign currency rates.

If RMB were appreciated/depreciated 5% against the foreign currency and all other variable were held constant, the Group's post-tax profit for the year ended 31 December 2025 would decrease/increase by RMB10,526,000 (2024: decrease/increase by RMB12,028,000). This is mainly attributable to the Group's exposure to foreign currency rates of US\$ and HK\$ (2024: US\$ and HK\$) on the foreign currency bank balances, term deposits and intra-group balances.

#### Credit risk

The Group's maximum exposure to credit risk which causes a financial loss to the Group due to failure to discharge an obligation by the counterparties is arising from the carrying amount of the respective recognised financial assets as stated in the consolidated statement of financial position.

The Group's credit risk is primarily attributable to its trade and notes receivables, other receivables, other non-current assets, amounts due from related parties and contract assets.

With respect to the credit risk of the Group's treasury operations, management has established internal procedures to monitor the Group's bank balances and cash, term deposits, investments to be placed and entered into with financial institution of good reputation. These internal procedures help to minimise the Group's credit risk exposure.

The credit risk on restricted bank deposits, bank balances and term deposits is limited because the counterparties are banks with high credit rating.

Due to the nature of business of the Group, the Group has significant concentration of credit risk on a number of customers. During the year ended 31 December 2025, the aggregate amount of the Group's revenue generated from the top three customers (Note 3) was RMB5,319,876,000 (2024: RMB5,827,242,000), representing 84.4% (2024: 87.7%) of total revenue of the Group for the year. The aggregated balance of the Group's trade and notes receivables from the top three customers was RMB1,488,119,000 (2024: RMB1,727,144,000), representing 69.7% (2024: 77.1%) of the total trade and notes receivables as at 31 December 2025. In addition, the Group's concentration of credit risk by geographical locations is substantially in the PRC. In the opinion of directors of the Company, those customers are mainly large telecommunications companies owned by the PRC government with good financial backgrounds.

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### 31 FINANCIAL INSTRUMENTS (Continued)

#### Liquidity risk

Ultimate responsibility for liquidity risk management rests with the directors of the Company, who have established an appropriate liquidity risk management framework for the management of the Group's short-, medium- and long-term funding and liquidity management requirements. The Group manages liquidity risk by maintaining adequate reserves and banking facilities, by continuously monitoring forecast and actual cash flows, and by matching the maturity profiles of financial assets and liabilities.

The directors of the Company are of the opinion that taken into account the above plans and measures, the Group will have sufficient working capital to meet its financial liabilities and obligations as and when they fall due and to sustain its operations for the next twelve months from the end of the reporting period. The consolidated financial statements have been prepared on the going concern basis.

The following table details the Group's remaining contractual maturity for its non-derivative financial liabilities. The table has been drawn up based on the undiscounted cash flows of the liabilities based on the earliest date on which the Group can be required to pay.

	Weighted average effective interest rate/ borrowing rate %	Demand or within 3 months RMB'000	3 months to 1 year RMB'000	1-5 years RMB'000	Over 5 years RMB'000	Total undiscounted cash flow RMB'000	Carrying value RMB'000
At 31 December 2025							
Trade and notes payables		825,393	—	—	—	825,393	825,393
Other payables		6,625	—	—	—	6,625	6,625
Amounts due to related parties		16,665	—	—	—	16,665	16,665
Lease liabilities	5.6%	18,338	41,875	68,563	—	128,776	117,681
		867,021	41,875	68,563	—	977,459	966,364
At 31 December 2024							
Trade and notes payables		1,103,714	—	—	—	1,103,714	1,103,714
Other payables		10,373	—	—	—	10,373	10,373
Amounts due to related parties		11,465	—	—	—	11,465	11,465
Lease liabilities	5.6%	33,464	64,422	96,827	3,237	197,950	158,669
		1,159,016	64,422	96,827	3,237	1,323,502	1,284,221

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### 31 FINANCIAL INSTRUMENTS (Continued)

#### Fair value measurement

Fair value of the Group's financial assets and financial liabilities that are measured at fair value on a recurring basis

The following table presents the fair value of the Group's financial assets measured at the end of the reporting period on a recurring basis, categorised into the three-level fair value hierarchy as defined in HKFRS 13, Fair value measurement. The level into which a fair value measurement is classified is determined with reference to the observability and significance of the inputs used in the valuation technique as follows:

- \* Level 1 valuations: Fair value measured using only Level 1 inputs i.e. unadjusted quoted prices in active markets for identical assets or liabilities at the measurement date
- \* Level 2 valuations: Fair value measured using Level 2 inputs i.e. observable inputs which fail to meet Level 1, and not using significant unobservable inputs. Unobservable inputs are inputs for which market data are not available
- \* Level 3 valuations: Fair value measured using significant unobservable inputs

	Fair value as at		Fair value hierarchy	Valuation technique and key input and correlation
	31 December 2025	2024		
	RMB'000	RMB'000		
Financial assets measured at FVTPL				
— Wealth management products	162,435	179,217	Level 3	Discounted cashflow method, estimated return rate, negatively correlated
— Investment funds	9,154	27,003	Level 3	Market approach, discount for lack of marketability, negatively correlated
— Unlisted equity investments	49,803	43,562	Level 3	Market approach, Recent transaction price, positively correlated
— Listed equity investments	—	186	Level 1	N/A
Financial assets measured at FVOCI				
— Unlisted equity investments	30,556	41,577	Level 3	Market approach, discount for lack of marketability, negatively correlated

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### 31 FINANCIAL INSTRUMENTS (Continued)

#### Fair value measurement (Continued)

Fair value of the Group's financial assets and financial liabilities that are measured at fair value on a recurring basis (Continued)

During the years ended 31 December 2025 and 31 December 2024, there were no transfers between Level 1 and Level 2, or transfers into or out of Level 3.

The movements during the year in the balance of these Level 3 fair value measurements are as follows:

	As at 31 December 2024	Additions	Disposals	Recognised in profit or loss	Recognised in other comprehensive income	As at 31 December 2025
Financial assets measured at FVOCI	41,577	—	(5,000)	—	(6,021)	30,556
Financial assets measured at FVTPL	249,782	704,038	(723,281)	(8,634)	(513)	221,392
	291,359	704,038	(728,281)	(8,634)	(6,534)	251,948

	As at 31 December 2023	Additions	Disposals	Recognised in profit or loss	Recognised in other comprehensive income	As at 31 December 2024
Financial assets measured at FVOCI	58,619	—	—	—	(17,042)	41,577
Financial assets measured at FVTPL	387,977	1,039,956	(1,186,901)	8,436	314	249,782
	446,596	1,039,956	(1,186,901)	8,436	(16,728)	291,359

#### Fair value of the Group's financial assets and financial liabilities that are not measured at fair value on a recurring basis

The directors of the Company consider that the carrying amounts of financial assets and financial liabilities recorded at amortised cost in the consolidated financial statements approximate their fair values due to short maturity, initially recognised close to each reporting date, or with floating interest rates.

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

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### 32 SHARE-BASED PAYMENTS

Before the year ended 31 December 2017, the Group did not adopt its own stock option scheme. The employees of the Company and its subsidiaries are eligible for the 2014 Plan adopted by the then immediate holding company, AsiaInfo Holdings, and the then intermediate holding company, Skipper Holdings, respectively. Accordingly, the Group accounted for such plans by measuring the services received from the grantee in accordance with the requirement applicable to equity-settled share-based payment transactions, and recognised a corresponding increase in equity as a contribution from the parent companies in accordance with HKFRS 2 Share-based Payment.

#### (a) 2014 Plan

On 1 June 2015, the board of directors of Skipper Holdings Limited (“**Skipper Holdings**”), the then intermediate holding company of the Company, approved the 2014 Plan with the purpose of enhancing the long-term stockholder value by offering employees and directors to participate in the Group’s growth and success and to encourage them to remain in service in the Group. The 2014 Plan is valid and effective for 10 years from the approval date. Under the 2014 Plan, Skipper Holdings is authorised to grant participants restricted stock awards, stock options, or other types of equity incentives with a total number of 14,733,653 ordinary shares (being 117,869,224 ordinary shares after taking into account the share subdivision) of Skipper Holdings.

#### Stock Options under the 2014 Plan

Under the 2014 Plan, Skipper Holdings granted certain options to the directors of the Company and the employees of the Group on 1 July 2015. The stock options are valid and effective for 10 years from the approval date and have graded vesting terms of four years. The stock options are vested at 0%, 50%, 25% and 25% on each anniversary of the grant date over four years.

The Group has used the discounted cash flow method to determine the underlying ordinary share fair value of Skipper Holdings. Based on the fair value of the underlying ordinary shares, the Group has used binomial option-pricing model to determine the fair value of the stock option as of the grant date. Option valuation models require the input of highly subjective assumptions, including the option’s expected life and the price volatility of the underlying share, and changes in the subjective input assumptions can materially affect the fair value estimate of employee stock options.

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

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### 32 SHARE-BASED PAYMENTS (Continued)

#### (a) 2014 Plan (Continued)

##### Stock Options under the 2014 Plan (Continued)

The movements of stock options under the 2014 Plan are summarised as follows:

	Number of stock options	Weighted average exercise price per option (US\$)
Outstanding as at 1 January 2024	16,471,192	1.92
Forfeited	(729,968)	1.92
Outstanding as at 31 December 2024	15,741,224	1.92
Vested and exercisable as at 31 December 2024	15,741,224	1.92
Outstanding as at 1 January 2025	<b>15,741,224</b>	<b>1.92</b>
Forfeited	<b>(15,741,224)</b>	<b>1.92</b>
Outstanding as at 31 December 2025	—	—
Vested and exercisable as at 31 December 2025	—	—

Note:

- (i) No options were exercised under the 2014 Plan in 2025 and 2024.

No share-based compensation expenses in relation to the stock options issued under the 2014 Plan was recognised in profit or loss since 31 December 2019.

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

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### 32 SHARE-BASED PAYMENTS (Continued)

#### (b) Pre-IPO Share Option Scheme

On 26 June 2018, the Company adopted the Pre-IPO Share Option Scheme. On 11 July 2018 and 1 August 2018, pursuant to the Pre-IPO Share Option Scheme, the Company granted an aggregate of 15,055,107 share options (being 120,440,856 share options after taking into account the share subdivision), representing rights to subscribe for 15,055,107 shares (being 120,440,856 shares after taking into account the share subdivision) to certain grantees who are a director, employees and a consultant.

On 11 July 2018, a total of 5,875 shares (being 47,000 shares after taking into account of share subdivision) were issued to certain grantees of the share options as a result of the exercise of certain share options granted under the Pre-IPO Share Option Scheme.

An aggregate of 11,781,558 shares (being 94,252,464 shares after taking into account the share subdivision) were granted on 11 July and 1 August 2018 under the Pre-IPO Share Option Scheme.

Details of the outstanding share options as at 31 December 2025 under the Pre-IPO Share Option Scheme held by grantees are set out below:

Exercise price (US\$)	Number of share options granted on grant date	Number of share options held by grantees as at 31 December 2025	Grant date	Vesting date	Option period
1.9225	9,072,136	4,956,680	11 July 2018	11 July 2018, 1 July 2019 and 1 July 2020	10 years from the grant date
0.84	64,000	—	1 August 2018	50% vested on the 30th day after the listing date (the "First Vesting Date"), 20% vested on the first anniversary of the First Vesting Date; 30% vested on the second anniversary of the First Vesting Date.	10 years from the grant date
0.5525	25,000	—	1 August 2018	50% vested on the First Vesting Date; 20% vested on the first anniversary of the First Vesting Date; 30% vested on the second anniversary of the First Vesting Date	10 years from the grant date
1.9225	55,621,776	32,358,328	1 August 2018	50% vested on the First Vesting Date; 20% vested on the first anniversary of the First Vesting Date; 30% vested on the second anniversary of the First Vesting Date	10 years from the grant date
1.2725	29,469,552	8,574,808	1 August 2018	50% vested on the First Vesting Date; 20% vested on the first anniversary of the First Vesting Date; 30% vested on the second anniversary of the First Vesting Date	10 years from the grant date

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### 32 SHARE-BASED PAYMENTS (Continued)

#### (b) Pre-IPO Share Option Scheme (Continued)

The movements of share options under the Pre-IPO Share Option Scheme are summarised as follows:

	Number of stock options	Weighted average exercise price per option (US\$)
Outstanding as at 1 January 2024	61,141,336	1.77
Forfeited	(2,741,944)	1.83
Outstanding as at 31 December 2024	58,399,392	1.77
Vested and exercisable as at 31 December 2024	58,399,392	1.77
Outstanding as at 1 January 2025	<b>58,399,392</b>	<b>1.77</b>
Forfeited	<b>(10,937,208)</b>	<b>1.74</b>
Exercised <sup>(i)</sup>	<b>(1,572,368)</b>	<b>1.28</b>
Outstanding as at 31 December 2025	<b>45,889,816</b>	<b>1.79</b>
Vested and exercisable as at 31 December 2025	<b>45,889,816</b>	<b>1.79</b>

Note:

- (i) An aggregate of 1,572,368 (2024: nil) options were exercised under the Pre-IPO Plan in 2025 with the market prices at exercise dates being in a range from HK\$9.44 to HK\$12.36. (2024: nil)

No share-based compensation expenses in relation to the stock options issued under the Pre-IPO Share Option Scheme was recognised in profit or loss in 2025. (2024: nil).

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

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### 32 SHARE-BASED PAYMENTS (Continued)

#### (c) 2019 Share Option Scheme

On 25 November 2019, the Company adopted the 2019 Share Option Scheme. The participants of the Scheme are directors, employees and consultants. The maximum number of shares in respect of which options may be granted (including shares in respect of which options, whether exercised or still outstanding, have already been granted and shares which shall have been issued under options which have been canceled) under the 2019 Option Scheme shall be 92,058,886 shares, within which an aggregate of 81,425,977 shares were granted on 16 June 2020, 25 March 2021, 9 June 2021, 11 March 2022, 10 May 2022, 14 June 2023 and 16 August 2024 under the 2019 Share Option Scheme.

Details of the outstanding share options as at 31 December 2025 under the 2019 Share Option Scheme held by grantees are set out below:

Exercise Price (HK\$)	Number of share options granted on grant date	Number of share options held by grantees as at		Grant date	Vesting date	Option period
		31 December 2025				
9.56	14,516,000	5,010,700		16 June 2020	50% vested on the first anniversary of the grant date 20% vested on the second anniversary of the grant date 30% vested on the third anniversary of the grant date	10 years from the grant date
12.46	112,000	112,000		25 March 2021	50% vested on the first anniversary of the grant date 20% vested on the second anniversary of the grant date 30% vested on the third anniversary of the grant date	10 years from the grant date
12.54	13,146,200	9,152,834		09 June 2021	40% vested on the first anniversary of the grant date 30% vested on the second anniversary of the grant date 30% vested on the third anniversary of the grant date	10 years from the grant date
13.24	14,763,500	11,177,968		11 March 2022	40% vested on the first anniversary of the grant date 30% vested on the second anniversary of the grant date 30% vested on the third anniversary of the grant date	10 years from the grant date

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### 32 SHARE-BASED PAYMENTS (Continued) (c) 2019 Share Option Scheme (Continued)

Exercise Price (HK\$)	Number of share options granted on grant date	Number of share options held by grantees as at 31 December 2025	Grant date	Vesting date	Option period
13.32	3,648,277	2,695,895	10 May 2022	40% vested on the first anniversary of the grant date 30% vested on the second anniversary of the grant date 30% vested on the third anniversary of the grant date	10 years from the grant date
11.72	16,840,000	14,701,360	14 June 2023	40% vested on the first anniversary of the grant date 30% vested on the second anniversary of the grant date 30% vested on the third anniversary of the grant date	10 years from the grant date
5.20	18,400,000	16,960,300	16 August 2024	20% vested on the first anniversary of the grant date 20% vested on the second anniversary of the grant date 30% vested on the third anniversary of the grant date 30% vested on the fourth anniversary of the grant date	10 years from the grant date
10.30	18,400,000	18,348,000	27 August 2025	40% vested on the first anniversary of the grant date 30% vested on the second anniversary of the grant date 30% vested on the third anniversary of the grant date	10 years from the grant date

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### 32 SHARE-BASED PAYMENTS (Continued) (c) 2019 Share Option Scheme (Continued)

The movements of stock options under the 2019 Share Option Scheme are summarised as follows:

	Number of stock options	Weighted average exercise price per option (HK\$)
Outstanding as at 1 January 2024	52,450,625	11.70
Grant on 16 August 2024	18,400,000	5.20
Forfeited	(4,042,030)	11.90
Outstanding as at 31 December 2024	66,808,595	9.90
Vested and exercisable as at 31 December 2024	31,459,323	11.36
Outstanding as at 1 January 2025	<b>66,808,595</b>	<b>9.90</b>
Grant on 27 August 2025	<b>18,400,000</b>	<b>10.30</b>
Exercised <sup>(i)</sup>	<b>(3,084,660)</b>	<b>8.33</b>
Forfeited	<b>(3,964,878)</b>	<b>11.49</b>
Outstanding as at 31 December 2025	<b>78,159,057</b>	<b>9.97</b>
Vested and exercisable as at 31 December 2025	<b>40,218,467</b>	<b>11.30</b>

Note:

- (i) An aggregate of 3,084,660 (2024: nil) options were exercised under 2019 Share Option Scheme in 2025 with the market prices at exercise dates being in a range from HK\$8.13 to HK\$12.36. (2024: nil)

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### 32 SHARE-BASED PAYMENTS (Continued)

#### (c) 2019 Share Option Scheme (Continued)

##### Fair Value of Stock Options under the 2019 Share Option Scheme

The Group has used the closing price of the Company's share to determine the underlying shares' fair value on the vesting date. Based on the fair value of the underlying shares, the Group has used binomial option-pricing model to determine the fair value of the stock option as of the grant dates. Option valuation models require the input of highly subjective assumptions, including the option's exercise price, expected life and the price volatility of the underlying share.

16 August 2024  
under 2019 Scheme

Fair market value per share as at valuation date (HK\$)	5.20
Exercise price (HK\$ per share)	5.20
Expected volatility	51.0%
Contractual life	10 years
Risk-free rate	2.63%
Forfeiture rate	8.40%
Expected dividend yield	3.1%

27 August 2025  
under 2019 Scheme

Fair market value per share as at valuation date (HK\$)	10.3
Exercise price (HK\$ per share)	10.3
Expected volatility	49.0%
Contractual life	10 years
Risk-free rate	2.65%
Forfeiture rate	9.50%
Expected dividend yield	3.3%

The expected volatility is based on the historical share price movement of comparable companies for the period of time close to the expected time to exercise. The Risk-free rate is based on the market yield rates of Hong Kong Sovereign bond with maturity date close to the life of options as of the Valuation Date. Forfeiture rate is based on the historical ratio of resigning from the Company, whose title is similar with the grantees. Expected dividends are based on the dividend distribution policy of the Company. Changes in the subjective input assumptions could materially affect the fair value estimate.

Share options were granted under a service condition. This condition has not been taken into account in the grant date fair value measurement of the services received. There were no market conditions associated with the share option grants.

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

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### 32 SHARE-BASED PAYMENTS (Continued)

#### (c) 2019 Share Option Scheme (Continued)

##### Fair Value of Stock Options under the 2019 Share Option Scheme (Continued)

The Company recognised a total share-based compensation expenses of RMB39,369,000 (2024: RMB38,091,000) in profit or loss during the year ended 31 December 2025, among which the amount of share-based compensation expense for directors was nil (2024: RMB2,000 for Ms. Tao Ping).

#### (d) 2020 Share Award Scheme

On 7 January 2020, the Company adopted the 2020 Share Award Scheme. Pursuant to the 2020 Share Award Scheme, the maximum number of shares in respect of which RSUs may be granted shall be 46,013,946 shares, within which an aggregate of 44,931,346 shares were granted to certain grantees who are director(s) or certain employees on 30 December 2020, 26 May 2021, 11 March 2022 and 29 June 2023. As at 31 December 2025, no shares were delivered to certain RSU grantees as a result of the vesting of certain RSUs granted under the 2020 Share Award Scheme (Note 29) (As at 31 December 2024: 37,590,846 shares).

The fair value of 2020 Share Award Scheme was the market closing price on 30 December 2020, 26 May 2021, 11 March 2022 and 29 June 2023, amounting to HKD11.00 (equivalent to RMB9.26), HKD13.44 (equivalent to RMB11.10), HKD13.24 (equivalent to RMB10.71) and HKD10.52 (equivalent to RMB9.70) per share.

Details of the unvested RSUs as at 31 December 2025 under the 2020 Share Award Scheme held by the grantees are set out below:

Number of RSUs granted on grant date	Number of shares underlying the RSUs	Grant date	Vesting date
1,000,000	—	11 March 2022	11 March 2023, 2024 and 2025
7,400,000	2,010,000	29 June 2023	29 June 2024, 2025 and 2026

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### 32 SHARE-BASED PAYMENTS (Continued)

#### (d) 2020 Share Award Scheme (Continued)

##### Fair Value of Stock Options under the 2020 Share Award Scheme

The movements of RSUs allotted under the 2020 Share Award Scheme are summarised as follows:

	Number of RSUs	Weighted average grant date fair value per RSU of the original awards (HK\$)
Unvested as at 1 January 2024	12,379,234	11.68
Forfeited	(897,900)	11.75
Vested <sup>(i)</sup>	(6,316,534)	12.35
	<b>5,164,800</b>	<b>10.86</b>
Unvested as at 31 December 2024	<b>5,164,800</b>	<b>10.86</b>
Vested <sup>(i)</sup>	<b>(3,154,800)</b>	<b>11.08</b>
	<b>2,010,000</b>	<b>10.52</b>
Unvested as at 31 December 2025	<b>2,010,000</b>	<b>10.52</b>

Note:

- (i) The RSUs vested at the vesting date with the market price being in a range from HK\$8.94 to HK\$10.07 in 2025 (2024: from HK\$4.88 to HK\$7.25).

The Company recognised a total share-based compensation expenses of RMB15,087,000 (2024: RMB30,112,000) in profit or loss during the year ended 31 December 2025, among which the amount of share-based compensation expense for Mr. Gao Nianshu was nil during 2025 (2024: RMB2,379,000) in relation to the 2020 Share Award Scheme.

#### (e) 2023 Share Award Scheme

On 4 December 2023, the Company adopted the 2023 Share Award Scheme. Pursuant to the 2023 Share Award Scheme, the maximum number of shares in respect of which RSUs may be granted shall be 46,765,215 shares of which an aggregate of 23,680,000 shares were granted to certain grantees who are director(s) or certain employees on 15 October 2024 and 24 October 2024. As at 31 December 2025, a total of 2,209,200 shares were delivered to certain RSU grantees as a result of vesting of certain RSUs granted under the 2023 Share Award Scheme (Note 29) (As at 31 December 2024: 4,000,000 shares).

The fair value of 2023 Share Award Scheme was the market closing price on 15 October 2024 and 24 October 2024, amounting to HKD4.88 (equivalent to RMB4.47) and HKD5.17 (equivalent to RMB4.74).

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### 32 SHARE-BASED PAYMENTS (Continued)

#### (e) 2023 Share Award Scheme (Continued)

Details of the unvested RSUs as at 31 December 2025 under the 2023 Share Award Scheme held by the grantees are set out below:

#### Fair Value of Stock Options under the 2023 Share Award Scheme

The movements of RSUs granted under the 2023 Share Award Scheme are summarised as follows:

Number of RSUs granted on grant date	Number of shares underlying the RSUs	Grant date	Vesting date
18,000,000	14,400,000	15 October 2024	15 October 2024, 2026, 2027 and 2028
3,680,000	2,795,600	15 October 2024	15 October 2025, 2026, 2027 and 2028
2,000,000	—	24 October 2024	24 October 2024, and 31 December 2025

#### Fair Value of Stock Options under the 2023 Share Award Scheme

The movements of RSUs granted under the 2023 Share Award Scheme are summarised as follows:

	Number of RSUs	Weighted average grant date fair value per RSU of the original awards (HK\$)
Unvested as at 31 December 2023	—	—
Grant on 15 October 2024	21,680,000	4.88
Grant on 24 October 2024	2,000,000	5.17
Vested <sup>(i)</sup>	(4,000,000)	4.91
Unvested as at 31 December 2024	<b>19,680,000</b>	<b>4.90</b>
Forfeited	<b>(275,200)</b>	<b>4.88</b>
Vested <sup>(i)</sup>	<b>(2,209,200)</b>	<b>5.09</b>
Unvested as at 31 December 2025	<b>17,195,600</b>	<b>4.88</b>

(i) The RSUs vested at the vesting date with the market price being in a range from HK\$7.56 to HK\$9.26 in 2025 (2024: HK\$4.88 to HK\$5.17).

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### 32 SHARE-BASED PAYMENTS (Continued)

#### (e) 2023 Share Award Scheme (Continued)

##### Fair Value of Stock Options under the 2023 Share Award Scheme (Continued)

The Company recognised a total share-based compensation expenses of RMB34,567,000 (2024: RMB24,474,000) in profit or loss during the year ended 31 December 2025, among which the amount of share-based compensation expense for Mr. Gao Nianshu was RMB6,999,000 during 2025 (2024: RMB2,396,000) in relation to the 2023 Share Award Scheme.

### 33 RETIREMENT BENEFIT SCHEME

As stipulated by the rules and regulations in the PRC, the Group contributes to the state-managed retirement plans for its employees in the PRC. The Group is required to contribute a certain percentage of the basic salaries of its employees to the retirement plans, and has no further obligation for the actual payment of the previous or post-retirement benefits. The relevant state-managed retirement plans are responsible for the entire present obligation to retired employees.

In accordance with the relevant mandatory provident fund laws and regulations of HK, the Group operates a Mandatory Provident Fund (“MPF”) scheme (“MPF Scheme”) for all qualifying HK employees. The assets of the scheme are held separately from those of the Group and under the control of an independent MPF service provider. Under the rules of the MPF Scheme, the employer and its employees are each required to make contributions to the scheme at rates specified in the rules. The only obligation of the Group in respect of the MPF Scheme is to make the required contributions under the scheme.

The amounts of contributions made by the Group in respect of the retirement benefit scheme to employees and directors during the years ended 31 December 2025 and 31 December 2024 are disclosed in Note 8 and Note 11.

### 34 RELATED PARTY BALANCES AND TRANSACTIONS

#### (a) Related parties of the Group

As at 31 December 2025, the directors of the Company consider that the following entities are related parties of the Group:

Name <sup>(i)</sup>	Relationship
China Mobile Group <sup>(ii)</sup>	Significant influence over the Company
AsiaInfo Technologies (Chengdu) Inc.	Controlled by Dr. Tian Suning
AsiaInfo Long Voyage Software (Beijing) Co., Ltd.	Controlled by Dr. Tian Suning
Beijing AsiaInfo Cloud Network Security Technology Co., Ltd.	Controlled by Dr. Tian Suning

Notes:

(i) The English names are for identification purpose only and the official names of the companies are in Chinese.

(ii) In order to simplify the disclosure, China Mobile Group represents China Mobile Limited and its subsidiaries.

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025  
(Expressed in thousands of Renminbi, unless otherwise stated)

### 34 RELATED PARTY BALANCES AND TRANSACTIONS (Continued)

#### (b) Balances with related parties

The outstanding balances related to transactions with related parties are included in the following accounts captions summarised as follows:

#### (i) Balances due from related parties

	31 December 2025 RMB'000	31 December 2024 RMB'000
<b>Trade and notes receivables<sup>(i)</sup></b>	<b>1,059,296</b>	912,327
<b>Contract assets<sup>(i)</sup></b>	<b>1,694,502</b>	1,690,361
<b>Amounts due from related parties:</b>		
Amounts due from a shareholder <sup>(i)</sup>	<b>19,926</b>	18,600
Amounts due from entities controlled by one director	<b>2,495</b>	3,349
<b>Sub Total</b>	<b>22,421</b>	21,949
<b>Total</b>	<b>2,776,219</b>	2,624,637

Note:

- (i) Trade and notes receivables and contract assets are arising from the software business services provided to China Mobile Group. The carrying amount of trade and notes receivables from China Mobile Group as at 31 December 2025 included the original value and the loss allowance amounting to RMB1,081,810,000 (31 December 2024: RMB926,918,000) and RMB22,514,000 (31 December 2024: RMB14,591,000), respectively. The carrying amounts of contract assets from China Mobile Group as at 31 December 2025 included the original value and the loss allowance amounting to RMB1,742,952,000 (31 December 2024: RMB1,719,603,000) and RMB48,450,000 (31 December 2024: RMB29,242,000), respectively.

Amounts due from a shareholder mainly represents the prepayments, deposits and other receivables from China Mobile Group.

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025  
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### 34 RELATED PARTY BALANCES AND TRANSACTIONS (Continued)

#### (b) Balances with related parties (Continued)

##### (ii) Balances due to related parties

	31 December 2025 RMB'000	31 December 2024 RMB'000
<b>Contract liabilities<sup>(i)</sup></b>	<b>65,534</b>	72,891
<b>Amounts due to related parties:</b>		
Amounts due to a shareholder	7,034	4,342
Amounts due to entities controlled by one director	10,101	7,593
<b>Total</b>	<b>82,669</b>	84,826

Note:

- (i) Contract liabilities represent the receipt in advance from China Mobile Group relating to the software business services.

#### (c) The significant transactions with related parties during the year ended 31 December 2025 are listed out below

For the years ended 31 December 2025, the Group had the following major transactions with related companies, other than those disclosed elsewhere in the consolidated financial statement:

	Year ended 31 December 2025 RMB'000	2024 RMB'000
<b>A shareholder of the Group:</b>		
— Software business services provided to	3,700,534	4,148,910
— Information and telecommunications technology services and products charged by	27,924	15,145

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025  
(Expressed in thousands of Renminbi, unless otherwise stated)

### 34 RELATED PARTY BALANCES AND TRANSACTIONS (Continued)

#### (d) Compensation of key management personnel

The remuneration of key management personnel which represents the directors of the Company and key executives of the Group during both periods are as follows:

	Year ended 31 December	
	2025	2024
	RMB'000	RMB'000
Salaries, allowances and benefits in kind	11,297	12,527
Discretionary bonus	2,933	2,603
Contributions to retirement benefits scheme	300	312
Share-based compensation expenses	19,905	26,880
<b>Total emoluments</b>	<b>34,435</b>	<b>42,322</b>

The remuneration of the directors of the Company and key executives of the Group is determined having regard to the performance of individuals and market trends.

### 35 COMMITMENTS

#### (a) Capital commitments

The Group had the following capital commitments outstanding at 31 December 2025 not provided for:

	At 31 December	
	2025	2024
	RMB'000	RMB'000
Capital expenditure contracted for in the consolidated financial statements in respect of acquisition of property, plant and equipment and intangible assets	27,591	25,785

#### (b) Lease commitments as at 31 December 2025

At 31 December 2025, the Group had commitments of RMB22,034,000 (2024: RMB18,670,000) for short-term leases which are exempted from recognition of lease liabilities and fall due within one year.

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025  
(Expressed in thousands of Renminbi, unless otherwise stated)

### 36 CONTINGENT LIABILITY

During the reporting period, the Group received an arbitration notice from the Beijing Arbitration Commission. The claimant, a supplier of the Group, has filed multiple arbitration claims related to disputes arising under a procurement contract, including claims for rescission of the contract. The aggregate amount claimed is approximately RMB101 million. The hearing for the case has not yet been conducted.

After considering the advice of professional legal counsel, the Group has assessed the matter and implemented appropriate legal measures to actively defend the Group in the arbitration proceedings. The arbitration process is expected to take time, and the impact on the Group's operating results remains uncertain. The Group has determined that the maximum potential risk exposure is not material and is unlikely to have a significant impact on the Group's business and operations.

### 37 PARTICULARS OF PRINCIPAL SUBSIDIARIES OF THE COMPANY

As at 31 December 2025, the Company has direct and indirect shareholding/equity interest in the following principal subsidiaries:

Name of subsidiary	Place of establishment and operation, nature of legal entity	Issued and fully paid ordinary share capital/registered capital	Proportion of interest attributable to the Company				Principal activity
			2025		2024		
			Directly	Indirectly	Directly	Indirectly	
AsialInfo Technologies (China), Inc. 亞信科技(中國)有限公司	The PRC limited liability company	US\$26,040,570	—	100%	—	100%	Provision of software solutions
AsialInfo Technologies (Nanjing) Inc. 亞信科技(南京)有限公司	The PRC limited liability company	RMB100,000,000	—	100%	—	100%	Provision of software solutions
Hangzhou AsialInfo Cloud Information Technologies Limited 杭州亞信雲信息科技有限公司	The PRC limited liability company	RMB10,000,000	—	100%	—	100%	Provision of software solutions
Nanjing AsialInfo Software Co., Ltd. 南京亞信軟件有限公司	The PRC limited liability company	RMB30,000,000	—	100%	—	100%	Provision of software solutions
Hunan AsialInfo Software Co., Ltd. 湖南亞信軟件有限公司	The PRC limited liability company	RMB30,000,000	—	100%	—	100%	Provision of software solutions
Hangzhou AsialInfo Software Co., Ltd. 杭州亞信軟件有限公司	The PRC limited liability company	RMB50,000,000	—	100%	—	100%	Provision of software solutions
Guangzhou AsialInfo Technology Co., Ltd. 廣州亞信技術有限公司	The PRC limited liability company	RMB200,000,000	—	100%	—	100%	Provision of software solutions
Chongqing iResearch Digital Intelligence Technology Co., Ltd. 重慶艾瑞數智科技有限公司 (Previously known as Beijing iResearch Digital Intelligence Technology Co., Ltd. 北京艾瑞數智科技有限公司)	The PRC limited liability company	RMB67,000,000	—	67%	—	67%	Provision of software services

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025  
(Expressed in thousands of Renminbi, unless otherwise stated)

### 37 PARTICULARS OF PRINCIPAL SUBSIDIARIES OF THE COMPANY (Continued)

Name of subsidiary	Place of establishment and operation, nature of legal entity	Issued and fully paid ordinary share capital/registered capital	Proportion of interest attributable to the Company				Principal activity
			2025		2024		
			Directly	Indirectly	Directly	Indirectly	
Beijing AsialInfo Xingyuan Technology Limited 北京亞信興源科技有限公司	The PRC limited liability company	RMB25,000,000	—	70%	—	70%	Provision of software solutions
AsialInfo Big Data (H.K.) Limited 亞信大數據(香港)有限公司	HK limited liability company	US\$44,440,417	—	100%	—	100%	Investment holding
Hong Kong AsialInfo Technologies Limited 香港亞信技術有限公司	HK limited liability company	HK\$20,000	100%	—	100%	—	Investment holding
AsialInfo Technologies (H.K.) Limited 香港亞信科技有限公司	HK limited liability company	HK\$12.75	100%	—	100%	—	Investment holding
Chongqing Shuzhijue Technology Limited 重慶數智邏輯科技有限公司	The PRC limited liability company	RMB30,000,000	—	100%	—	100%	Provision of software solutions
Hainan AsialInfo Software Co., Ltd. 海南亞信軟件有限公司	The PRC limited liability company	RMB1,000,000	—	100%	—	100%	Provision of software solutions
Shanghai iResearch Marketing Consulting Co., Ltd. 上海艾瑞市場諮詢股份有限公司	The PRC limited liability company	RMB60,000,000	—	100%	—	100%	Consulting services
Shanghai iTracker Consulting Co., Ltd. 上海艾瑞數科商務諮詢有限公司	The PRC limited liability company	RMB10,000,000	—	100%	—	100%	Consulting services
Tianjin AsialInfo Information Technology Co., Ltd. 天津亞信信息科技有限公司	The PRC limited liability company	RMB240,000,000	—	100%	—	100%	Provision of software solutions
Hainan AsialInfo Technology Co., Ltd. 海南亞信科技有限公司	The PRC limited liability company	RMB1,000,000	—	100%	—	100%	Provision of software solutions
Hunan AsialInfo Anhui Technology Limited 湖南亞信安慧科技有限公司	The PRC limited liability company	RMB75,000,000	—	100%	—	100%	Provision of software solutions

None of the above mentioned subsidiaries had issued any debt securities at the end of the year.

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025  
(Expressed in thousands of Renminbi, unless otherwise stated)

### 38 STATEMENT OF FINANCIAL POSITION AND RESERVES OF THE COMPANY

	2025 RMB'000	2024 RMB'000
<i>Non-current assets</i>		
Unlisted investments in subsidiaries	1,230,834	1,141,801
Right-of-use assets	1,486	2,477
Total non-current assets	1,232,320	1,144,278
<i>Current assets</i>		
Amounts due from subsidiaries	652,687	1,298,976
Prepayments, deposits and other receivables	28,361	—
Cash and cash equivalents	1,880	44,052
Total current assets	682,928	1,343,028
<i>Current liabilities</i>		
Amounts due to subsidiaries	1,651,103	1,841,749
Deposits received, accrued expenses and other payables	10,936	9,738
Lease liabilities	1,018	993
Total current liabilities	1,663,057	1,852,480
Net current liabilities	(980,129)	(509,452)
<i>Non-current liabilities</i>		
Lease liabilities	442	1,481
Total non-current liabilities	442	1,481
Net assets	251,749	633,345
<i>Capital and reserves</i>		
Share capital	—	—
Reserves	251,749	633,345
Total equity	251,749	633,345

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025  
(Expressed in thousands of Renminbi, unless otherwise stated)

### 38 STATEMENT OF FINANCIAL POSITION AND RESERVES OF THE COMPANY (Continued)

The movement in the reserves of the Company is shown as follows:

	Share premium RMB'000	Other reserves RMB'000	Accumulated losses RMB'000	Total RMB'000
At 1 January 2024	2,367,119	405,485	(1,644,715)	1,127,889
Total comprehensive income for the year	—	—	(32,544)	(32,544)
Recognition of equity-settled share-based payments	—	92,677	—	92,677
Lapse of share options and restricted stock units	—	(51,381)	51,381	—
Dividends approved in respect of the previous year	—	—	(361,182)	(361,182)
Purchase of Shares for share award scheme	(193,495)	—	—	(193,495)
Vesting of restricted stock units	89,006	(89,006)	—	—
At 31 December 2024	<b>2,262,630</b>	<b>357,775</b>	<b>(1,987,060)</b>	<b>633,345</b>
Total comprehensive income for the year	—	—	(49,206)	(49,206)
Recognition of equity-settled share-based payments	—	<b>89,023</b>	—	<b>89,023</b>
Lapse of share options and restricted stock units	—	<b>(97,570)</b>	<b>97,570</b>	—
Dividends approved in respect of the previous year	—	—	<b>(347,151)</b>	<b>(347,151)</b>
Purchase of Shares for share award scheme	<b>(112,169)</b>	—	—	<b>(112,169)</b>
Exercise of option	<b>90,784</b>	<b>(52,877)</b>	—	<b>37,907</b>
Vesting of restricted stock units	<b>42,386</b>	<b>(42,386)</b>	—	—
At 31 December 2025	<b>2,283,631</b>	<b>253,965</b>	<b>(2,285,847)</b>	<b>251,749</b>

### 39 SUBSEQUENT EVENTS

#### Proposed dividend

After the statement of financial position date, the Board of Directors proposed a final dividend for 2025. For details, please refer to Note 9.

# FINANCIAL SUMMARY

## RESULTS

	For the year ended 31 December				
	2021	2022	2023	2024	2025
	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000
Revenue	6,894,667	7,737,787	7,890,620	6,645,689	<b>6,302,140</b>
Cost of sales	(4,249,501)	(4,798,293)	(4,915,384)	(4,161,779)	<b>(4,156,253)</b>
Gross profit	2,645,166	2,939,494	2,975,236	2,483,910	<b>2,145,887</b>
Other income	162,191	156,071	124,980	67,162	<b>43,286</b>
Impairment losses under expected credit loss model, net of reversal	(68,415)	(79,671)	(115,797)	(172,768)	<b>(206,488)</b>
Other gains and losses	(4,434)	(1,172)	(271,624)	(32,903)	<b>(47,153)</b>
Selling and marketing expenses	(505,255)	(597,031)	(624,273)	(526,225)	<b>(473,233)</b>
Administrative expenses	(296,225)	(344,558)	(326,286)	(333,843)	<b>(460,555)</b>
R&D expenses	(1,006,051)	(1,107,687)	(1,094,914)	(905,248)	<b>(871,092)</b>
Share of results of associates	172	(8,863)	(13,718)	19,834	<b>2,528</b>
Finance costs	(10,618)	(13,113)	(14,841)	(14,148)	<b>(13,133)</b>
Profit before tax	916,531	943,470	638,763	585,771	<b>120,047</b>
Income tax expenses	(134,012)	(119,058)	(126,451)	(70,081)	<b>(15,935)</b>
Profit for the year	782,519	824,412	512,312	515,690	<b>104,112</b>

## FINANCIAL SUMMARY

### ASSETS AND LIABILITIES

	At 31 December				
	2021 RMB'000	2022 RMB'000	2023 RMB'000	2024 RMB'000	2025 RMB'000
Property, plant and equipment	285,170	291,690	275,507	290,290	<b>284,481</b>
Right-of-use assets	228,350	285,289	255,772	232,614	<b>196,109</b>
Goodwill	1,932,246	2,122,627	1,932,246	1,932,246	<b>1,932,246</b>
Term deposits	370,000	170,000	—	—	—
<b>Total non-current assets</b>	<b>2,985,239</b>	<b>3,329,628</b>	<b>2,885,902</b>	<b>2,861,391</b>	<b>2,794,921</b>
Trade and notes receivables	846,573	1,137,330	1,513,032	2,065,075	<b>1,811,242</b>
Prepayments, deposits and other receivables	188,699	210,660	265,114	318,974	<b>253,848</b>
Contract assets	2,230,815	2,596,691	3,105,931	2,931,980	<b>2,755,678</b>
Financial assets measured at FVTPL	528,692	692,395	363,008	179,217	<b>162,435</b>
Amounts due from related parties	12,532	96,626	18,179	21,949	<b>22,421</b>
Restricted bank deposits	178,744	152,277	172,848	200,747	<b>200,657</b>
Term deposits	200,000	261,636	246,217	27,781	—
Cash and cash equivalents	2,331,821	1,933,250	2,612,771	1,618,100	<b>1,445,887</b>
<b>Total current assets</b>	<b>6,520,225</b>	<b>7,103,835</b>	<b>8,398,630</b>	<b>7,638,575</b>	<b>6,813,163</b>
Trade and notes payables	323,677	523,091	993,618	1,103,714	<b>825,393</b>
Contract liabilities	290,495	273,249	212,913	294,475	<b>282,386</b>
Deposits received, accrued expenses and other payables	2,159,975	2,076,860	2,655,547	1,640,373	<b>1,397,118</b>
<b>Total current liabilities</b>	<b>3,109,461</b>	<b>3,282,709</b>	<b>4,289,824</b>	<b>3,461,615</b>	<b>2,898,947</b>
Deferred tax liabilities	155,812	211,399	280,500	309,985	<b>242,913</b>
Lease liabilities	88,622	133,716	113,809	87,167	<b>58,602</b>
<b>Total non-current liabilities</b>	<b>244,434</b>	<b>345,115</b>	<b>394,309</b>	<b>397,152</b>	<b>301,515</b>
<b>Total equity</b>	<b>6,151,569</b>	<b>6,805,639</b>	<b>6,600,399</b>	<b>6,641,199</b>	<b>6,407,622</b>



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Concept, design and printing: Cre8 (Greater China) Ltd.  
Website: [www.cre8corp.com](http://www.cre8corp.com)