



BOJUN EDUCATION COMPANY LIMITED

博駿教育有限公司

(Incorporated in the Cayman Islands with limited liability)

Stock code: 1758



博學致遠 駿馳天下

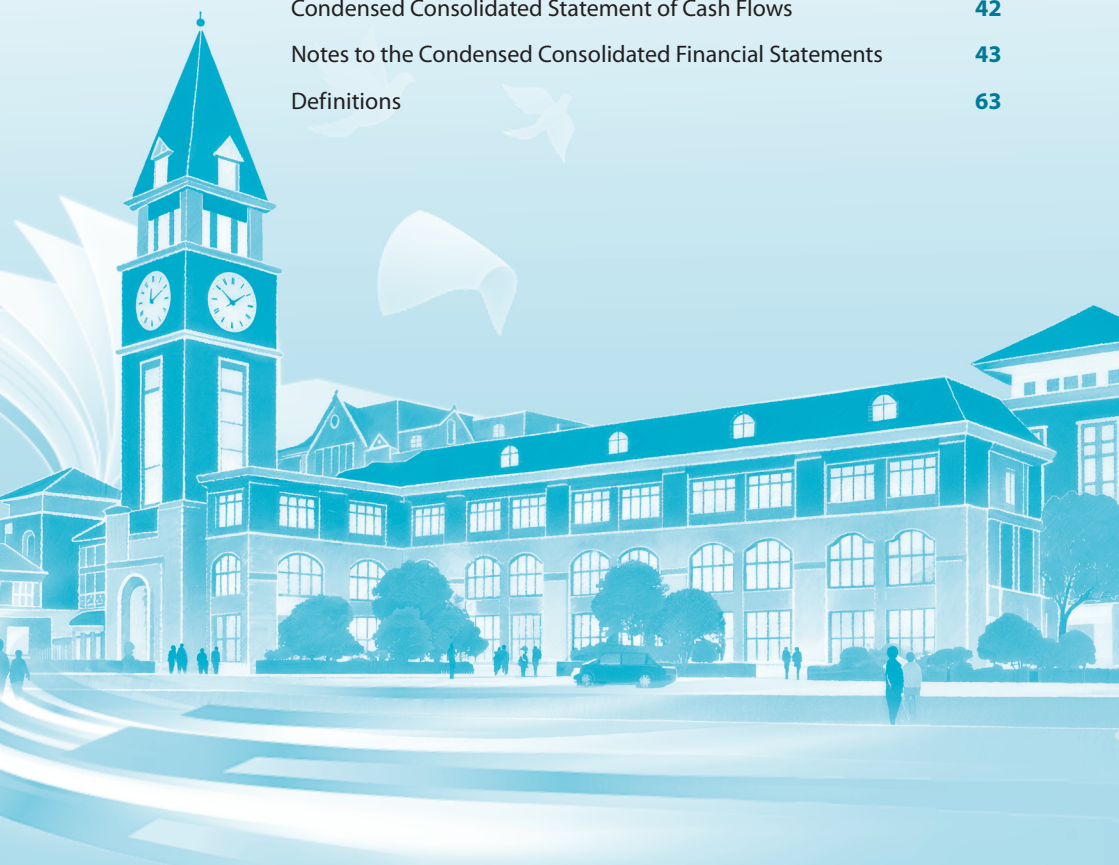
A knowledgeable Man
Wins The Whole World

2026

Interim Report

CONTENTS

Company Profile	2
Corporate Information	3
Operating and Financial Highlights	4
Management Discussion and Analysis	7
Other Information	29
Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income	38
Condensed Consolidated Statement of Financial Position	39
Condensed Consolidated Statement of Changes in Equity	41
Condensed Consolidated Statement of Cash Flows	42
Notes to the Condensed Consolidated Financial Statements	43
Definitions	63



COMPANY PROFILE

We are one of the leading private education service groups in Sichuan Province, the PRC, with a proven track record of more than 24 years of excellence in education. We operate our own kindergarten and high school and entered the vocational education sector through acquisitions. As at 28 February 2026, we operated one kindergarten, one high school and two vocational schools in Chengdu and Suining, Sichuan Province. As at 28 February 2026, our total student enrolment is 28,845, including 27,800 vocational education students, marking the Group’s successful strategic transformation to a “high school + vocational education” dual-pronged model. We have a highly qualified professional teaching team. As at 28 February 2026, the Group had 2,135 employees, including 1,721 full-time teachers, providing solid support for the comprehensive development of our students.

Since 2001, we have built the foundation of our business upon private preschool education and expanded our footprints to the private primary, middle school and high school education industry. In June 2001, we established Chengdu Youshi Experimental Kindergarten* (成都幼師實驗幼兒園), our first kindergarten cooperated with Chengdu Preschool Normal School, and subsequently launched Lidu Kindergarten, Riverside Kindergarten, Longquan Kindergarten, Qingyang Kindergarten and Peninsula Kindergarten, laying a solid foundation in preschool education. Following the completion of Jinjiang School in April 2012, the successful replications of our business model for school management was achieved with the launches of Longquan School and Tianfu School. The launch of the Tianfu High School took place in March 2021. Since September 2019, we established four Bojun Schools successively in Sichuan Province with the brand “Bojun School” (博駿公學). To comply with the requirements of the Regulations for the Implementation of the Private Education Promotion Law of the PRC (《中華人民共和國民辦教育促進法實施條例》), we completed the relevant business adjustments and ceased to consolidate the Affected Entities into our consolidated financial

statements as at 31 August 2021. We have completed the acquisition of Winshare Vocational College and Zhengzhuo Vocational School as at 31 August 2023, thereby allowing us to enter into the private vocational education sector and achieving a strategic upgrade of our business structure. Up till now, we have become a comprehensive education group that integrates the operation of kindergarten, high schools and vocational schools with educational management services.

We focus on providing quality education services with a strong emphasis on the all-round development of students. Leveraging over two decades of educational experience and brand influence, we continuously improve our education quality and dynamically adjust our strategic development plan in line with national policy directions. Relying on our professional management team and our established industry reputation, we have secured our leading position in the private education market in Sichuan Province. With the growth potential of the vocational education track, we are expected to attract more high-quality teachers and students, thereby further enhancing our market competitiveness and sustainable development capabilities.

CORPORATE INFORMATION

BOARD OF DIRECTORS

Executive Director

Mr. Wang Jinglei

(Chairman of the Board)

Mr. Lin Juncheng

(Chief Executive Officer)

Ms. Tang Hui

Non-executive Director

Mr. Wu Jiwei

Independent Non-executive Directors

Mr. Cheng Tai Kwan Sunny

Mr. Tao Qizhi

Mr. Yang Yuchuan

AUDIT COMMITTEE

Mr. Cheng Tai Kwan Sunny *(Chairman)*

Mr. Tao Qizhi

Mr. Yang Yuchuan

NOMINATION COMMITTEE

Mr. Wang Jinglei *(Chairman)*

Ms. Tang Hui

Mr. Tao Qizhi

Mr. Yang Yuchuan

Mr. Cheng Tai Kwan Sunny

REMUNERATION COMMITTEE

Mr. Tao Qizhi *(Chairman)*

Mr. Yang Yuchuan

Mr. Cheng Tai Kwan Sunny

COMPANY SECRETARY

Mr. Lam Wai Kei

AUTHORISED REPRESENTATIVES

Mr. Wu Jiwei

Mr. Lam Wai Kei

AUDITOR

ZHONGHUI ANDA CPA Limited

LEGAL ADVISORS

As to Hong Kong law:

Loeb & Loeb LLP

As to PRC law:

DeHeng Law Offices (Chengdu)

PRINCIPAL BANKERS

Agricultural Bank of China,

Hong Kong branch

Agricultural Bank of China,

Chengdu Shahebao branch

Bank of China (Hong Kong) Limited

Bank of China Sichuan Branch

Business Division

CORPORATE INFORMATION

REGISTERED OFFICE

Cricket Square
Hutchins Drive
P.O. Box 2681
Grand Cayman
KY1-1111
Cayman Islands

HEADQUARTERS AND PRINCIPAL PLACE OF BUSINESS IN THE PRC

No. 239 Sanshe Road, Jinjiang District
Chengdu, Sichuan Province
The PRC

PRINCIPAL PLACE OF BUSINESS IN HONG KONG

2206-19, Jardine House
1 Connaught Place
Central
Hong Kong

PRINCIPAL SHARE REGISTRAR AND TRANSFER OFFICE

Conyers Trust Company
(Cayman) Limited
Cricket Square
Hutchins Drive
P.O. Box 2681
Grand Cayman
KY1-1111
Cayman Islands

HONG KONG BRANCH SHARE REGISTRAR AND TRANSFER OFFICE

Tricor Investor Services Limited
17/F, Far East Finance Centre
16 Harcourt Road, Hong Kong

STOCK CODE

1758

COMPANY'S WEBSITE

www.bojuneducation.com

INVESTOR RELATIONS

Phone: +86-28-86002115

Email: BJJY@bojuneducation.com

OPERATING AND FINANCIAL HIGHLIGHTS

Operating information	As at	As at	Change	Percentage Change
	28 February 2026	28 February 2025		
Total number of students	28,845	31,081	(2,236)	(7.2%)
Total number of teachers	1,721	1,946	(225)	(11.6%)
Total school capacity	43,870	43,870	–	–
Overall school utilisation rate	65.8%	70.8%	(5.0%)	(7.1%)

Selected financial information	For the six months ended			
	28 February 2026	28 February 2025	Change	Percentage Change
	RMB'000	RMB'000	RMB'000	
	(<i>unaudited</i>)	(<i>unaudited</i>)		
Revenue	180,752	207,419	(26,667)	(12.9%)
Gross profit	72,267	107,132	(34,865)	(32.5%)
Loss for the period	(57,020)	(9,857)	(47,163)	478.5%
Loss for the period attributable to owners of the Company	(39,183)	(6,539)	(32,644)	499.2%
Basic loss per share (RMB cents)	(4.34)	(0.72)	(3.62)	502.8%
Diluted loss per share (RMB cents)	N/A	N/A	N/A	N/A

OPERATING AND FINANCIAL HIGHLIGHTS

	For the six months ended			
	28 February 2026 RMB'000 (unaudited)	28 February 2025 RMB'000 (unaudited)	Change RMB'000	Percentage Change %
Loss for the period	(57,020)	(9,857)	(47,163)	478.5%
Less:				
Non-controlling interests	(17,837)	(3,318)	(14,519)	437.6%
Loss for the period attributable to owners of the Company	(39,183)	(6,539)	(32,644)	499.2%

	As at			
	28 February 2026 RMB'000 (unaudited)	As at 31 August 2025 RMB'000 (audited)	Change RMB'000	Percentage Change
Bank balances and cash	83,210	140,599	(57,389)	(40.8%)
Contract liabilities	144,268	171,284	(27,016)	(15.8%)
Deferred income	409,513	414,034	(4,521)	(1.1%)
Gearing ratio ^(note)	768.6%	613.0%	155.6%	25.4%

Note: Gearing ratio is calculated by dividing total debts (which equal interest-bearing bank borrowings and obligation under finance leases) by total equity as at the respective period end date.

	For the six months ended			
	28 February 2026 RMB'000 (unaudited)	28 February 2025 RMB'000 (unaudited)	Change RMB'000	Percentage Change
Net cash gained/(used) in operating activities	16,102	(189,995)	206,097	(108.5%)
Net cash used in investing activities	(58,106)	(317,538)	259,432	(81.7%)
Net cash used/(gained) in financing activities	(15,410)	405,483	(420,893)	(103.8%)

MANAGEMENT DISCUSSION AND ANALYSIS

BUSINESS REVIEW

The Group is a leading private education service group in Chengdu City, Sichuan Province, the PRC, with a proven record of more than 24 years in the private education services sector. We operate our own kindergarten and high school, and through the strategic integration of quality educational resources, we successfully completed the acquisition of two vocational colleges on 31 August 2023, thereby entering the vocational education sector.

OUR OBJECTIVES IN EDUCATION

Our schools adhere to the core educational philosophy of “Fusion of Chinese and Western, Combination of Arts and Science” (融貫中西·文理並蓄) and “Learn Intently in Pursuit of Knowledge and Caring for the World” (靜學問道·天下關懷). We strengthen basic subjects according to the laws of student development, and provide comprehensive and high-quality services through customised course system. Our vocational institutions uphold the educational philosophy of “Governing the School According to the Law, Establishing the School with Morality; Establishing the School based on Market Demand, and Developing the School with Characteristics; Strengthening the School with Quality, and Promoting the School with Culture” (依法治校·以德譽校；市場立校·特色興校；品質強校·文化弘校). By following the principles of education and economic development, we innovate training models to efficiently align with industry demands. Through a systematic focus on cultivating communication, innovation, and collaboration skills, we empower students to achieve outstanding breakthroughs in both academic success and future development. We continue to deepen our educational practices, ensuring that every student receives personalised support along their growth journey, thereby contributing exceptional talent to the future of society.

MANAGEMENT DISCUSSION AND ANALYSIS

Our Schools

As of 28 February 2026, the Group operates one high school, one kindergarten and two vocational schools. The resources of each of our schools are coordinated and distinctive, with a focus on high school education and vocational education. The Group is committed to providing high-quality and diverse education services, and is responsive to societal demands for talent and educational policy.

The following table sets out the types of education provided by each of our schools as at 28 February 2026:

	Kindergarten(s)	High school(s)	Vocational school(s)
Winshare Vocational College			✓
Zhengzhuo Vocational School			✓
Tianfu High School		✓	
Riverside Kindergarten	✓		

MANAGEMENT DISCUSSION AND ANALYSIS

OUR STUDENTS

As of 28 February 2026, our total student enrolment is 28,845, including 27,800 vocational education students, 1,001 high school students, and 44 kindergarten students.

Number of students by school sections	Student enrolment as at 28 February 2026	Student enrolment as at 28 February 2025	Change	Change in percentage
Tianfu High School	1,001	1,076	(75)	(6.9%)
Kindergarten	44	71	(27)	(38.0%)
Winshare Vocational College	24,877	25,349	(472)	(1.9%)
Zhengzhuo Vocational School	2,923	4,585	(1,662)	(36.2%)

Tuition and boarding fees

For high schools, our annual tuition fees for the 2025/2026 school year was RMB42,000 per student, while boarding fees of RMB1,200 per school year was charged for each boarding student. The fees charged remained unchanged when compared to the 2024/2025 school year. For kindergarten, our annual tuition fees for the 2025/2026 school year ranged from RMB44,160 to RMB46,560 per student. The fees charged remained unchanged when compared to the 2024/2025 school year.

For vocational schools, the tuition fees for the 2025/2026 school year charged by Winshare Vocational College ranged from RMB13,500 to RMB14,800, while boarding fees ranging from RMB1,400 to RMB3,300 per school year was charged. The tuition fees charged by Zhengzhuo Vocational School ranged from RMB4,150 to RMB4,250, while boarding fees ranged from RMB1,000 to RMB1,400 per school year was charged.

MANAGEMENT DISCUSSION AND ANALYSIS

In general, our high school has an increase in tuition fees every three years to reflect increase in our operating costs. The tuition fees of the vocational schools are also adjusted in accordance with market conditions, and the tuition fees standard of the vocational schools has been implemented since 2019. On 15 May 2020, the Education Department of Sichuan Province* (四川省教育廳) and two other departments jointly issued the "Notice on Improving the Price Management of Private High Schools in and Strengthening Postoperational Oversight in our Province" (《關於完善我省民辦高校價格管理方式加強事後監督的通知》), which stated that non-profit private high schools should, in principle, adjust their tuition fees for degree education at intervals of not less than three full school year. Our vocational schools will adjust the tuition fees in a timely manner in accordance with the requirements stated in the said notice, taking into account other relevant factors.

Teachers and Teacher Recruitment

We believe that outstanding teachers are the key to maintaining our high standard of educational programmes and services as well as the reputation of our schools. Teachers are not only conveyors of knowledge but also serve as role models for students in character and conduct. Therefore, they must possess solid teaching competence and be fully dedicated to their teaching profession and the wellbeing of students. Hiring teachers with extensive experience, a genuine passion for education, and the ability to thrive on our platform is essential to the comprehensive development of our students and the success of our schools. To that end, we offer a competitive compensation and benefits system that motivates teachers to give their best, while providing them with a strong sense of satisfaction and belonging in their professional growth and career development.

School sections	Number of teachers as at 28 February 2026	Number of teachers as at 28 February 2025	Change	Change in percentage
Tianfu High School	68	81	(13)	(16.0%)
Kindergarten	9	16	(7)	(43.8%)
Winshare Vocational College	1,480	1,575	(95)	(6.0%)
Zhengzhuo Vocational School	164	274	(110)	(40.1%)

OUR BUSINESS DEVELOPMENT STRATEGIES AND PLANS

Increase Investments in the Operation of Vocational Education Schools

With the full implementation of the national “15th Five-Year Plan” and the implementation of the Outline for the Construction Plan for Strengthening the Country with Education (2024–2035) (《教育強國建設規劃綱要(2024–2035年)》) (the “**Outline**”), vocational education is positioned as a core pillar supporting the modern industrial system, which is currently in a critical period driven by both policy support and market demand. Currently, the shortage of highly skilled talent in China remains severe, with particularly urgent demand in the Chengdu-Chongqing Economic Circle for highly qualified technical and skilled professionals in emerging industries such as advanced manufacturing, the digital economy, and intelligent connected vehicles. Seizing this historic opportunity, on the basis of its successful acquisition of Winshare Vocational College and Zhengzhuo Vocational School in 2023 and the systematic development of its educational framework in 2024, the Group has further advanced the transformation of its vocational education business from scale expansion to high-quality connotative development.

The current vocational education system has established a clear framework with “secondary vocational school as the foundation, higher vocational school as the main body, and vocational undergraduate school as the leading force”. Sichuan Province has accelerated the development of city-based industry-education consortiums, continuously refining the “vocational college entrance exam” system, and steadily expanding pathways for academic advancement. Against this backdrop, the Group remains firmly focused on Winshare Vocational College and Zhengzhuo Vocational School as core assets, concentrating on three key directions: “system upgrading, deepening industry-education integration, and driving digital empowerment” to comprehensively enhance the quality and efficiency of its educational operations.

MANAGEMENT DISCUSSION AND ANALYSIS

The new Suining Campus of Winshare Vocational College was fully operational in 2025, significantly enhancing its educational infrastructure. The college will focus on expanding student enrolment. It plans to admit 14,000 students in 2026, with a target total enrolment of 40,000 students by 2028. Meanwhile, the college is committed to achieving national level demonstrative vocational college, with a focus on establishing training centers for various emerging industries, deepening collaborative education mechanisms with regional enterprises, and building a provincial-level industry-education integration demonstration base. During the “15th Five-Year Plan” period, the college aims to upgrade its facilities to meet undergraduate education standards. In order to align precisely with the needs of regional industrial upgrading and social livelihoods, the college has introduced nine new majors since 2025: Chinese Language and Literature, Pharmacy, Traditional Chinese Pharmacy, Electronic Information Engineering Technology, Applied Technology in Electronics, Emergency Rescue Technology, Artificial Intelligence Technology Applications, Automotive Intelligent Technology, and Intelligent Connected Vehicle Technology. The college will continue to strengthen its “dual-certificate” teaching faculty and actively promote the commercialisation of relevant scientific research achievements.

As a provider of secondary vocational education, Zhengzhuo Vocational School focuses on cultivating technically skilled professionals. The school continuously optimises its professional offerings dynamically, and phases out traditional professional offerings with weakening market demand in an orderly manner, ensuring that talent cultivation is closely aligned with regional industrial development. Zhengzhuo Vocational School adheres to a dual orientation of employment and further education, deepening the “secondary-to-higher vocational articulation” mechanism with Winshare Vocational College. Graduates are able to seamlessly progress to Winshare Vocational College or other vocational undergraduate institutions for advanced studies. At the same time, the school work with local businesses to provide practical training and internships, strive to enhance students’ hands-on skills and aim to ensure that graduates’ initial salaries and job prospects are in line with or better than regional averages. With the full completion of the Suining Campus construction and the continuous improvement of educational facilities and capacity, Zhengzhuo Vocational School will steadily expand its enrolment scale. In strict implementation of the “whole-cycle student support” requirement outlined in the Outline, the school will continuously improve both boarding and educational facilities to enhance students’ academic and campus life experience.

MANAGEMENT DISCUSSION AND ANALYSIS

Despite macro-level factors such as a decline in the overall school-age population leading to a slight adjustment in student numbers, the vocational education segment has demonstrated strong appeal and development resilience. Leveraging its abundant educational resources and strong market recognition, Winshare Vocational College has established pathways for “junior college to bachelor degree transfer programmes” through partnerships with key universities in the province, such as Sichuan University and Sichuan Normal University, ensuring a smooth academic progression route for its students. Meanwhile, the college has made rapid progress in internationalisation. It has signed inter-institutional memorandum of understanding with overseas institutions such as Asia Metropolitan University in Malaysia and the Universidad Politécnica de Cartagena (UPCT), which opens up channels for its students to pursue bachelor’s and master’s degrees abroad. Additionally, the college has established deep collaboration with over 1,000 large and medium-sized enterprises and public institutions, implementing a “school-enterprise collaboration and targeted training” model. The graduate employment rate has remained stable at over 98% for consecutive years, with high-quality employment and strong graduate satisfaction.

Furthermore, the Group will continue to adhere to the principle of “prioritising high-quality targets”, with a focus on potential merger and acquisition opportunities for vocational colleges and schools within the Chengdu-Chongqing Economic Circle that possess full accreditation, a strong background in industry-education integration and sufficient scale. As of the date of this report, a preliminary review of certain potential targets has been conducted, though no specific acquisition intentions have been reached. We will advance relevant work based on further research.

School-running with characteristics and high-standards and improves campus utilisation rate

The Group is committed to developing a distinctive educational system and competitive academic disciplines to enhance its appeal to students. At the same time, through collaboration with enterprises and organisations, we provide internship opportunities and offer courses that align with market demands, ensuring a close connection between student education and employment. In addition, we are progressively integrating AI technology into teaching and learning, which significantly improves teaching efficiency and the personalised learning experience. Teachers can leverage AI-generated insights into students' error patterns to precisely adjust their teaching focus, providing more targeted instruction. In vocational colleges, AI-driven VR/AR simulation systems are being explored in practice-intensive programs such as automotive repair and mechanical manufacturing. Our students can disassemble and assemble engines in a virtual workshop, with the system providing real-time feedback on operational accuracy and recording error steps for teachers to review and guide, which significantly reduces training costs and safety risks. The school will continue to evaluate and enhance its educational services to maintain the competitiveness of its curriculum and teaching quality in response to evolving educational and market demands. These coordinated initiatives will significantly enhance the school's overall competitiveness and resource efficiency and create a more valuable growth experience for students. The Group believes that, through these distinctive and high-quality educational measures, student enrolment will steadily recover in the coming years.

Further engagement in the business of provision of education management

The Group has been highly engaged in the education sector for many years, and has spared no effort in establishing the "Shi Yi (師一)" (formerly known as No. 1 High School Attached to Sichuan Normal University (師大一中)) education brand and "Youshi Kindergarten" nursery education brand. The Group used to operate four schools⁽ⁱ⁾ under the "Shi Yi" education brand in Chengdu, with a total of nearly 10,000 students and more than 1,000 teaching staff. The brand is recognised as one of the "Top Five Brands (五朵私花)" of private schools in Chengdu.

MANAGEMENT DISCUSSION AND ANALYSIS

Leveraging on its quality education resources and brand influence in nursery education and compulsory education, the Group will actively seek opportunities to cooperate with other public or private schools to offer its education management services and experience, so as to work closely with the partners to establish high quality schools.

Note:

- (i) The schools are Chengdu Jinjiang Shiyi School (成都市錦江區師一學校), Chengdu Longquanyi Shiyi Secondary School (成都市龍泉驛區師一中學校), Sichuan New Tianfu District Shiyi School (四川天府新區師一學校) and Tianfu High School respectively. The Group has lost control over the first three schools due to the Private Education Promotion Law of the PRC (《中華人民共和國民辦教育促進法》). For details, please refer to the 2022 annual report of the Company.

Environment, Health and Safety

The Group has always placed great emphasis on environmental, health and safety management. During the Reporting Period, the Group's business has complied with applicable environmental laws and regulations in the PRC in all material respects. There were no violations of these laws and regulations.

The Group is dedicated to protecting the health and safety of the students. The Group has onsite medical staff or health care personnel at each of the schools to deal with daily medical situations involving the students. For certain serious emergency medical situations, the Group will promptly send the students to local hospitals for medical treatment. Regarding security at the schools, the Group employed qualified property management companies to provide professional and systematic security services at the Group's school premises.

As far as the Board and the Group's management are aware of, the Group is in compliance with the relevant laws and regulations that have a significant impact on the Group's businesses and operations in all material aspects, and there was no material violation of or non-compliance with applicable laws and regulations by the Group during the six months ended 28 February 2026.

LATEST REGULATORY DEVELOPMENTS

Regulations for the Implementation of the Private Education Promotion Law of the PRC* (《中華人民共和國民辦教育促進法實施條例》) (the “Implementation Regulations”)

On 7 April 2021, the State Council promulgated the Implementation Regulations, which became effective from 1 September 2021, which included: (i) no social organisation or individual shall control private schools that implement compulsory education or non-profit private schools that implement preschool education through merger and acquisition or control agreement; and (ii) private schools that implement compulsory education shall not enter into transactions with stakeholders. Other private schools shall follow the principles of openness, fairness, equity, reasonable pricing, and standardised decision making, and shall not harm the interests of the state, the interest of our schools and the rights of our teachers and students when conducting transactions with stakeholders. Private schools shall establish an information disclosure system for transactions with stakeholders. Education, human resources and social security as well as financial departments shall strengthen the supervision of agreements between non-profit private schools and stakeholders, and conduct annual reviews of related transactions.

The Group believes that there are still uncertainties in the interpretation and implementation of the Implementation Regulations. As at the date of this report, no concrete policies have been announced and launched. After detailed discussion with the PRC legal advisers and auditors, the management of the Group and the Directors are of the view that the Group has lost its control over the Affected Entities since 31 August 2021. Therefore, the Group has decided to exclude the Affected Entities from the consolidated financial statements with effect from 31 August 2021 and the carrying value of the net assets of the Affected Entities for the year ended 31 August 2021 has been deconsolidated in the Group’s consolidated financial statements. The operations of the Affected Entities have been classified as discontinued operations for the period ended 31 August 2021.

The Group will closely follow up the development of the Implementation Regulations and continuously assess the possible impact on the Group after its implementation. Meanwhile, the Group will continue to monitor developments of the above and other related laws and regulations, and will make further announcements in respect thereof in accordance with the Listing Rules as and when appropriate.

Foreign Investment Law of the PRC* (《中華人民共和國外商投資法》)

On 15 March 2019, the National People's Congress of the PRC has passed and promulgated the Foreign Investment Law of the PRC (the "**Foreign Investment Law**"), which was effective on 1 January 2020. The Foreign Investment Law defines "foreign investment" as investment activities directly or indirectly carried out by foreign investors in the PRC, and has listed the four situations that should be recognised as foreign investment. The Foreign Investment Law did not explicitly mention "actual control" and "contractual arrangement". Nonetheless, it cannot be ruled out whether further laws and regulations will stipulate the subject in the future. Therefore, there are still uncertainties as to whether the structure under the contractual arrangement will be included in the scope of foreign investment supervision in the future, and if so, how it will be supervised. As at the latest practicable date, the Company's operations have not been affected by the Foreign Investment Law. The Company will closely monitor developments in regards to the Foreign Investment Law and related laws and regulations.

Private Education Promotion Law of the PRC* (《中華人民共和國民辦教育促進法》)

The newly revised Private Education Promotion Law of the PRC that was implemented on 29 December 2018 states that the State encourages all sectors of society to establish private schools in accordance with the law, and has issued a series of documents to further regulate and support the development of private education. The main point of the regulations is that private schools can choose to register as non-profit or for-profit, and it stipulates the procedural framework that different types of schools should follow. In order to further implement the above regulations, the government and relevant competent authorities where the Group operates its schools have issued the Implementation Measures for Classification and Registration of Private Schools in Sichuan Province* (《四川省民辦學校分類登記實施辦法》) on 2 May 2018, which became effective on 1 June 2018 and is valid for 5 years. The Implementation Measures are mainly to follow the Central Government's decision, actively promote the reform of private education classification, and actively and steadily advance the classification and registration management work of private schools across the province, to support and encourage different social entities to

MANAGEMENT DISCUSSION AND ANALYSIS

establish education institutions, and promote and standardise the healthy development of private education. As of the date of this report, the Group's kindergarten and high schools have completed the classification and registration, and the remaining schools under the Group have not yet started the classification and registration procedures. Due to certain uncertainties in the interpretation and application of the above regulations and the fact that the Implementation Measures are no longer effective, the remaining private schools under the Group will continue to pay attention to the abovementioned as well as changes in other relevant laws, regulations and policies, and will complete the classification and registration at the appropriate time.

FINANCIAL REVIEW

	For the six months ended					
	28 February 2026		28 February 2025			
	Percentage		Percentage			
	of total		of total			
revenue		revenue				
	RMB'000	%	RMB'000	%	Increase	%
Tuition fees and boarding fees	180,309	99.8%	207,419	100.0%	(27,110)	(13.1%)
Education consultancy and management services fees	443	0.2%	-	-	443	N/A
	180,752	100.0%	207,419	100.0%	(26,667)	(12.9%)

Our revenue decreased by approximately RMB26.7 million (or 12.9%) from approximately RMB207.4 million for the six months ended 28 February 2025 to approximately RMB180.8 million for the six months ended 28 February 2026. The decrease in revenue was primarily attributable to a decrease of approximately RMB24.5 million in revenue from the vocational education segment. In particular, (i) revenue from secondary vocational education decreased by approximately RMB11.2 million, primarily due to a decline in the total number of junior high school graduates, coupled with the continuous expansion of high school recruitment nationwide, resulting in a structural reduction in student enrolment; and (ii) revenue from higher vocational education decreased by approximately RMB13.3 million, primarily due to the decrease in relevant government subsidies and funding per student compared to the comparable period, along with the increase in partial student arrears, collectively leading to a certain decline in revenue.

COSTS OF SERVICES

Our cost of services mainly consists of staff costs, depreciation, rental expenses and other costs. Cost of services accounted for approximately 48.3% and 60.0% of our total revenue for the six months ended 28 February 2025 and 28 February 2026, respectively. The following table sets forth a breakdown of the major components of our cost of services for the periods indicated:

	Notes	For the six months ended		Change	Change in percentage
		28 February 2026 RMB'000	28 February 2025 RMB'000		
Staff costs	(i)	31,050	32,100	(1,050)	(3.3%)
Depreciation of property and equipment	(ii)	41,685	37,825	3,860	10.2%
Depreciation of right-of-use assets	(iii)	5,621	5,043	578	11.5%
Office expenses		1,827	1,720	107	6.2%
Repair and maintenance		5,412	4,650	762	16.4%
Others		22,890	18,949	3,941	20.8%
Total		108,485	100,287	8,198	8.2%

The cost of services increased by approximately RMB8.2 million (or 8.2%) from approximately RMB100.3 million for the six months ended 28 February 2025 to approximately RMB108.5 million for the six months ended 28 February 2026. The cost of services remained relatively stable in the comparable period over the two years.

MANAGEMENT DISCUSSION AND ANALYSIS

Notes:

- (i) Staff costs decreased by approximately RMB1.1 million (or 3.3%) from approximately RMB32.1 million for the six months ended 28 February 2025 to approximately RMB31.1 million for the six months ended 28 February 2026. Management is actively seeking ways to increase revenue, including by raising enrolment targets for vocational education. Therefore, the Group has not laid off relevant teaching staff or other related employees for the time being. As a result, cost of services for the two periods under comparison remained relatively stable.
- (ii) Depreciation expenses of property and equipment increased by approximately RMB3.9 million from approximately RMB37.8 million for the six months ended 28 February 2025 to approximately RMB41.7 million for the six months ended 28 February 2026. As at 28 February 2026, fixed assets mainly comprise the school premises of the three Bojun Schools, as well as the Daying and Dayi campuses of vocational education. Winshare Vocational College currently owns two campuses, with area of more than 2,580 acres. The gross floor area is more than 700,000 square metres.
- (iii) Depreciation expenses of right-of-use assets increased by approximately RMB0.6 million from approximately RMB5.0 million for the six months ended 28 February 2025 to approximately RMB5.6 million for the six months ended 28 February 2026. Depreciation remained relatively stable over the two years.

GROSS PROFIT AND GROSS PROFIT MARGIN

	For the six months ended						
	28 February 2026			28 February 2025			Change in gross profit margin
	Segment revenue RMB'000	Gross profit RMB'000	Gross profit margin %	Segment revenue RMB'000	Gross profit RMB'000	Gross profit margin %	
Tuition fees and boarding fees	180,309	71,927	39.9%	207,419	107,132	51.7%	(11.8%)
Education consultancy and management services fees	443	340	76.7%	-	-	-	N/A
	180,752	72,267	40.0%	207,419	107,132	51.7%	(11.7%)

MANAGEMENT DISCUSSION AND ANALYSIS

Our gross profit margin for tuition fees and boarding fees decreased by approximately 11.7% from approximately 51.7% for the six months ended 28 February 2025 to approximately 40.0% for the six months ended 28 February 2026. As mentioned above, the vocational education segment experienced a decline in revenue during the six months ended 28 February 2026 due to headwinds across the industry. Management plans to increase revenue through measures including but not limited to raising enrolment targets for Winshare School. Therefore, there has been no reduction in current staffing levels and corresponding service expenditures. Consequently, the gross profit margin for the six months ended 28 February 2026 decreased. The management has currently implemented a series of measures to enhance revenue for the next school year and optimise costs, with the aim of restoring the gross profit margin to its previous level.

OTHER INCOME

Other income increased by approximately RMB1.2 million (or 23.4%) from approximately RMB5.0 million for the six months ended 28 February 2025 to approximately RMB6.2 million for the six months ended 28 February 2026. The revenue remained largely unchanged over the two years.

OTHER GAINS, NET

Other income, net for the six months ended 28 February 2026 are primarily of amortisation of financial guarantee contracts.

ADMINISTRATIVE EXPENSES

Administrative expenses mainly consist of administrative staff costs, office expenses, business expenses, motor vehicle expenses, greening and environmental costs, attorney fees, audit and assessment fees, handling charges and certain other administrative expenses. Other administrative expenses generally include staff travel expenses, management meetings expenses and welfare expenses.

Administrative expenses increased by approximately RMB16.9 million (or 30.2%) from approximately RMB56.0 million for the six months ended 28 February 2025 to approximately RMB72.9 million for the six months ended 28 February 2026. The Group expects to further optimise its corporate structure and reduce related expenses in the future.

FINANCE COSTS

Finance costs primarily consist of bank borrowings, interest expenses of finance leases and unwinding of discount on amounts due to a related company.

Finance costs increased by approximately RMB3.6 million (or 7.6%) from approximately RMB48.0 million for the six months ended 28 February 2025 to approximately RMB51.7 million for the six months ended 28 February 2026. As at 28 February 2026, the financing balance of the Group's basic education segment was RMB568.3 million, which is used for the daily operations of the basic education segment and the subsequent expansion of Tianfu High School. The financing balance of the Group's vocational education segment was RMB1,437.6 million which was primarily used for the construction of the Daying Campus and daily operations. Going forward, the Group will strive to seek diversified financing channels, actively optimise its capital structure, and reduce debt financing costs.

TAXATION

Income tax expense changed from approximately RMB0.2 million for the six months ended 28 February 2025 to tax revenue of approximately RMB0.6 million for the six months ended 28 February 2026. This was mainly attributable to a decrease of approximately RMB1.0 million in current tax in the comparable period, and the recognition of a deferred tax income of RMB0.7 million in the current period.

LOSS FOR THE PERIOD

We recorded a loss of approximately RMB9.9 million for the six months ended 28 February 2025, as compared to a loss of approximately RMB57.0 million for the six months ended 28 February 2026, representing a further increase in loss of approximately RMB47.2 million or 478.5%. The further increase in loss for the current year was primarily attributable to the decrease in revenue from the vocational education segment of approximately RMB24.5 million. In particular, (i) revenue from secondary vocational education decreased by approximately RMB11.2 million, primarily due to a decline in the total number of junior high school graduates, coupled with the continuous expansion of high school recruitment nationwide, resulting in a structural reduction in student enrolment; and (ii) revenue from higher vocational education decreased by approximately RMB13.3 million, primarily due to the decrease in relevant government subsidies and funding per student compared to the comparable period, along with the increase in partial student arrears, collectively leading to a certain decline in revenue. Management plans to increase revenue through measures including but not limited to raising enrolment targets for Winshare School, and to optimise costs, with a view to improving operational efficiency.

CONTRACT LIABILITIES

We have initially recorded the tuition fees and boarding fees received as a liability under contract liabilities and recognised such amounts as revenue on a pro rata basis over the relevant period of the applicable courses. Contract liabilities decreased by approximately RMB27.0 million (or 15.8%) from approximately RMB171.3 million as at 31 August 2025 to approximately RMB144.3 million as at 28 February 2026. Such decrease was mainly due to the completion of the provision of educational services corresponding to the collection of fees by the schools. The decrease in contract liabilities as at 31 August 2025 compared with 31 August 2024 was primarily attributable to a delay in the collection progress for the 25/26 school year compared with the same period last year, primarily because the commencement of the autumn semester and registration period at Winshare Vocational College in 2025 were postponed compared with the same period last year, resulting in a delay in collections.

LIQUIDITY AND CAPITAL RESOURCES

For the six months ended 28 February 2026, we have principally financed our operations through a combination of internally generated cash flows from our operations, proceeds from bank and other borrowings. The Group regularly reviews and monitors the borrowings. As at 28 February 2026, the Group's total borrowings amounted to approximately RMB2,005.9 million, representing an increase of approximately RMB56.5 million as compared with that of approximately RMB1,949.4 million as at 31 August 2025. Out of the total borrowings, borrowings repayable (i) on demand or within a period not exceeding one year amounted to approximately RMB785.0 million, (ii) within a period of more than one year but not exceeding two years amounted to approximately RMB211.0 million, (iii) within a period of more than two years but not exceeding five years amounted to approximately RMB683.2 million, (iv) within a period of more than five years amounted to approximately RMB326.8 million. The borrowings were charged with interest rates ranging from 4.2% to 10.2% and borrowings of fixed interest rates accounted for approximately 65.2% of the total borrowings of the Group as at 28 February 2026. Bank and other borrowings of the Group were primarily used in construction of the Daying campus of the vocational education segment. Borrowings of the Group are mainly denominated in RMB.

There is no seasonality in the borrowing needs of the Group. The Group's cash and bank balances are mainly denominated in RMB or HK\$. The Group's cash and cash equivalents amounted to approximately RMB83.2 million and RMB140.6 million as at 28 February 2026 and 31 August 2025, respectively. We generally deposit our excess cash in interest bearing bank accounts. Our cash have been principally used for funding working capital, purchase of property, campus buildings and equipment and other recurring expenses to support the expansion of our operations. Going forward, we believe our liquidity requirements will be satisfied by combination of internally generated cash, external borrowings and other funds raised from the capital markets from time to time. We regularly monitor our liquidity requirements to ensure that we maintain sufficient cash resources for working capital and capital expenditure needs. For the six months ended 28 February 2026, we had not experienced any difficulties in settling our obligations in the normal course of business, which would have had a material impact on our business, financial condition or results of operations.

MANAGEMENT DISCUSSION AND ANALYSIS

The following table sets forth a summary of our cash flows for the periods indicated:

	For the six months ended	
	28 February	28 February
	2026	2025
	RMB'000	RMB'000
	(unaudited)	(unaudited)
Net cash gained/(used) in operating activities	16,102	(189,995)
Net cash used in investing activities	(58,016)	(317,538)
Net cash used/(gained) in financing activities	(15,410)	405,483
Net decrease in cash and cash equivalents	(57,324)	(102,050)
Cash and cash equivalents at the beginning of the period	140,599	225,803
Effect of foreign exchange rate changes	(65)	251
Cash and cash equivalents at the end of the period	83,210	124,004

CAPITAL EXPENDITURE

Our capital expenditures were primarily related to (i) construction and acquisition of new schools; (ii) purchase of leasehold land and buildings for our schools; (iii) maintenance, renovation, expansion and upgrade of our existing schools; and (iv) purchase of education facilities and equipment. The following table sets forth our additions of property, plant and equipment and leasehold land, for the years indicated: The following table sets forth the change in cash from investing activities for the period indicated:

	For the six months ended	
	28 February 2026 RMB'000 (unaudited)	28 February 2025 RMB'000 (unaudited)
Payment for property, plant and equipment	(58,016)	(264,004)
Payment for share of equity investment at fair value through profit or loss	–	(53,534)
	(58,016)	(317,538)

We plan to satisfy such capital expenditures with a combination of our existing cash, cash generated from our operations, proceeds from bank borrowing, and other funds raised from the capital markets from time to time.

GEARING RATIO

Gearing ratio is calculated by dividing total debts (which equal interest-bearing bank borrowings and other borrowings) by total equity as at the respective period end date.

Our gearing ratio increased from approximately 613.0% as at 31 August 2025 to approximately 768.5% as at 28 February 2026. As at the date of this report, the Company is actively adjusting its capital structure, with potential measures including but not limited to (i) selling certain assets for cash withdrawal; (ii) enhancing working capital management to reduce the need for external financing; and (iii) exploring debt financing options at a lower cost to further optimise its gearing ratio.

MANAGEMENT DISCUSSION AND ANALYSIS

INTEREST RATE RISK

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Group is exposed to cash flow interest rate risk on the variable rate of interest earned on the bank balances and incurred by bank borrowings. The Group currently does not use any financial instrument to hedge interest rate risk exposure. However, the management of the Group monitors interest rate risk and will consider hedging significant interest rate exposure should the need arise.

FOREIGN EXCHANGE EXPOSURE

The majority of the Group's revenue and expenditures are denominated in RMB, the functional currency of the Company, except that minimal expenditures are denominated in Hong Kong dollars. As at 28 February 2026, certain bank balances and cash were denominated in Hong Kong dollars. Any material volatility in the exchange rates of these currencies against RMB may affect the financial condition of the Group. The Group has not used any financial instrument to hedge the foreign exchange risk that it is exposed to currently. However, the management of the Group monitors our foreign exchange exposure and will consider hedging significant foreign exchange risk should the need arise.

CHARGES ON GROUP ASSETS

Except for the furniture, fixtures and equipment pledged for the other borrowing under sale and leaseback arrangement, there were no other material charges on the Group's assets as at 28 February 2026.

CONTINGENT LIABILITIES

As at 28 February 2026, the Group did not have any material contingent liabilities (31 August 2025: nil).

MATERIAL ACQUISITIONS AND DISPOSALS OF SUBSIDIARIES, ASSOCIATES AND JOINT VENTURES

For the six months ended 28 February 2026, the Group did not have any material acquisitions and disposals of subsidiaries, associates or joint ventures.

FUTURE PLANS FOR MATERIAL INVESTMENTS AND CAPITAL ASSETS

As of 28 February 2026, the Group has no future plans for material investments and capital assets.

USE OF PROCEEDS FROM LISTING

Net proceeds from the Listing (including the partial exercise of over-allotment option) of approximately HK\$494.0 million (equivalent to approximately RMB428.9 million), after deducting the underwriting fees, commissions and expenses payable by us in connection with the Listing, have/will be applied in the manner as set out in the section headed “Future plans and use of proceeds” of the prospectus of the Company dated 19 July 2018. On 24 November 2023, the Board resolved to reallocate the use of the unutilised net proceeds in the sum of approximately RMB12.9 million, which was originally intended for establishment of the US School, to the settlement of partial consideration in cash in relation to the acquisition on or before 31 December 2024. As of the date of this report, all the proceeds from the Listing have been utilised in full as planned.

SIGNIFICANT INVESTMENTS

As of 28 February 2026, the Group did not hold any significant investments.

SIGNIFICANT LEGAL PROCEEDINGS

For the six months ended 28 February 2026, the Group had not been involved in any significant legal proceedings or arbitration. To the best of the knowledge and belief of the Directors, there are no significant legal proceedings or claims pending or threatened against the Group.

EMPLOYEE BENEFITS

As at 28 February 2026, the Group had 2,135 employees (as at 31 August 2025: 2,265). The Group participates in various employee benefit plans, including provident fund, housing, pension, medical insurance and unemployment insurance. The Company has also offered a share option scheme for its employees and other eligible persons. Salaries and other benefits of the Groups’ employees are generally reviewed on a regular basis in accordance with individual qualifications and performance, result performance of the Group and other relevant market conditions. The Group also provides internal and external training programmes to its employees. For the six months ended 28 February 2026, our staff costs (including directors’ fees) amounted to approximately RMB68.9 million (for the six months ended 28 February 2025: RMB53.2 million).

OTHER INFORMATION

DIRECTORS' AND CHIEF EXECUTIVE'S INTERESTS AND SHORT POSITIONS IN SHARES, UNDERLYING SHARES AND DEBENTURES OF THE COMPANY AND ITS ASSOCIATED CORPORATIONS

As at 28 February 2026, the interests and short positions of the Directors and the chief executive of the Company in the Shares, underlying Shares and debentures of the Company or any of its associated corporations (within the meaning of Part XV of the SFO) which have been notified to the Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests and short positions which they were taken or deemed to have taken under such provisions of the SFO), or which were recorded in the register required to be kept pursuant to section 352 of the SFO or as otherwise notified to the Company and the Stock Exchange pursuant to the Model Code as set out in Appendix C3 of the Listing Rules were as follows:

Director/ Chief executive	Capacity/Nature of interest held	Number of shares	Long position/ Short position	Approximate percentage of shareholding held in the Company
Mr. Wang Jinglei ⁽¹⁾	Interest in a controlled corporation	233,920,000	Long position	25.90%
Ms. Tang Hui ⁽²⁾	Interest in a controlled corporation	144,212,000	Long position	15.97%
Mr. Wu Jiwei	Beneficial interest	46,000	Long position	0.01%

Note:

- (1) On 25 March 2020, Mr. Wang Jinglei was appointed as an executive Director. Mr. Wang Jinglei is the sole shareholder and sole director of Act Best and Act Glory is wholly-owned by Act Best. Thus, Mr. Wang Jinglei and Act Best are deemed to be interested in the 233,920,000 Shares held by Act Glory by virtue of the SFO.
- (2) Ms. Tang Hui was appointed as an executive Director on 5 September 2024. Ms. Tang is the sole shareholder and sole director of Graymind Investments Limited. Thus Ms. Tang is deemed to be interested in the 144,212,000 Shares held by Graymind by virtue of the SFO.

Save as disclosed above, as at 28 February 2026, none of the Directors or the chief executive of the Company had or was deemed to have any interest or short position in the Shares, underlying Shares or debentures of the Company or its associated corporations (within the meaning of Part XV of the SFO) that was required to be notified to the Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO

OTHER INFORMATION

(including interests and short positions which they were taken or deemed to have taken under such provisions of the SFO), or required to be recorded in the register required to be kept under Section 352 of the SFO, or as 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 the section headed "Share Option Scheme" of this interim report, at no time during the six months ended 28 February 2026 was the Company or any of its subsidiaries a party to 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 spouses or children under the age of 18 were granted any right to subscribe for the equity or debt securities of the Company or any other body corporate or had exercised any such right.

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

As at 28 February 2026, to the best knowledge of the Directors, the following persons (other than being a Director or chief executive of the Company) had interests or short positions in the Shares or underlying Shares which fall to be disclosed to the Company under the provisions of Divisions 2 and 3 of Part XV of the SFO as recorded in the register required to be kept by the Company pursuant to section 336 of the SFO:

Name	Capacity/Nature of interest held	Number of Shares	Long position/ Short position	Approximate percentage of shareholding held in the Company
Act Glory ⁽¹⁾	Beneficial owner	233,920,000	Long position	25.90%
Act Best ⁽¹⁾	Interest in a controlled corporation	233,920,000	Long position	25.90%
Ms. Duan Ling ⁽²⁾	Interest of spouse	233,920,000	Long position	25.90%
Graymind ⁽³⁾	Beneficial owner	144,212,000	Long position	15.97%
Mr. Chen Ruikai ⁽⁴⁾	Interest of a spouse	144,212,000	Long position	15.97%
Cosmic City ⁽⁵⁾	Beneficial owner	82,853,550	Long position	9.17%
Mr. Xiong Tao ⁽⁵⁾	Interest in a controlled corporation	82,853,550	Long position	9.17%

OTHER INFORMATION

Name	Capacity/Nature of interest held	Number of Shares	Long position/ Short position	Approximate percentage of shareholding held in the Company
Zhuotai Education Investment Limited* (卓泰教育投資有限公司) ⁽⁶⁾	Beneficial owner	81,282,460	Long position	9.00%
Mr. Li Yafei ⁽⁶⁾	Interest in a controlled corporation	81,282,460	Long position	9.00%
Broad Skill Holdings Limited ⁽⁸⁾	Beneficial owner	56,510,000	Long position	6.26%
Ms. He Jing ⁽⁸⁾	Interest in a controlled corporation	56,510,000	Long position	6.26%
Mr. Xu Zhengmiao ⁽⁹⁾	Interest of spouse	56,510,000	Long position	6.26%

Notes:

- Act Glory is an investment holding company incorporated in the BVI, and is solely and beneficially owned by Act Best, which is solely and beneficially owned by Mr. Wang Jinglei. Therefore, Mr. Wang Jinglei and Act Best are deemed to be interested in the 233,920,000 Shares held by Act Glory by virtue of the SFO.
- Ms. Duan Ling is the wife of Mr. Wang Jinglei, and is therefore deemed to be interested in the 233,920,000 Shares indirectly held by Mr. Wang Jinglei through Act Best and Act Glory by virtue of the SFO.
- Graymind is incorporated in the Seychelles, and is wholly owned by Ms. Tang Hui. Ms. Tang Hui was appointed as an executive Director on 5 September 2024. Therefore, Ms. Tang Hui is deemed to be interested in 144,212,000 Shares held by Graymind by virtue of the SFO.
- Mr. Chen Ruikai is the husband of Ms. Tang Hui, and is therefore deemed to be interested in the 144,212,000 Shares indirectly held by Ms. Tang Hui through Graymind by virtue of the SFO.
- Cosmic City Holdings Limited is incorporated in the BVI, and is wholly owned by Mr. Xiong Tao. Therefore, Mr. Xiong is deemed to be interested in shares held by which by virtue of the SFO.
- Zhuotai Education Investment Limited is incorporated in the BVI and is owned by Mr. Li Yafei as to 80% and Ms. Cao Youqin as to 20%. Therefore, Mr. Li is deemed to be interested in the Shares held by which by virtue of the SFO.
- Ms. Cao Youqin is the wife of Mr. Li Yafei, and is therefore deemed to be interested in the 81,282,460 Shares held by Zhuotai Education Investment Limited by virtue of the SFO.
- Broad Skill Holdings Limited is incorporated in the BVI, and is wholly owned by All Jovial Limited, which is in turn wholly owned by Ms. He Jing. Therefore, Ms. He is deemed to be interested in the Shares held by which by virtue of the SFO.
- Mr. Xu Zhengmiao is the husband of Ms. He Jing, and is therefore deemed to be interested in the 56,510,000 Shares held by Broad Skill Holdings Limited by virtue of the SFO.

OTHER INFORMATION

Save as disclosed above, as at 28 February 2026, the Directors were not aware of any persons (who were not Directors or chief executive of the Company) who had an interest or short position in the Shares or underlying Shares of the Company which would fall to be disclosed under Divisions 2 and 3 of Part XV of the SFO, or which would be required, pursuant to Section 336 of the SFO, to be entered in the register referred to therein.

SHARE OPTION SCHEME

We adopted the Share Option Scheme conditionally by a resolution in writing on 12 July 2018. The following is a summary of the principal terms of the Share Option Scheme:

(i) Purpose of the scheme

The purpose of the Share Option Scheme is to enable the Group to grant options to selected participants as incentives or rewards for their contribution to the Group.

(ii) Who may join

- (aa) any employee of the Company, any of our subsidiaries or any entity in which the Group holds an equity interest;
- (bb) any non-executive director (including independent non-executive director) of the Company, any subsidiary or any invested entity;
- (cc) any supplier of goods or services to any member of the Group or any invested entity;
- (dd) any customer of any member of the Group or any invested entity;
- (ee) any person or entity that provides research, development or other technological support to any member of the Group or any invested entity;
- (ff) any shareholder of any member of the Group or any invested entity or any holder of any securities issued by any member of the Group or any invested entity;
- (gg) any adviser (professional or otherwise) or consultant to any area of business or business development of any member of the Group or any invested entity; and

OTHER INFORMATION

(hh) any other group or classes of participants who have contributed or may contribute by way of joint venture, business alliance or other business arrangement to the development and growth of the Group.

(iii) Maximum number of shares

(aa) The maximum number of Shares which may be allotted and issued upon the exercise of all outstanding options granted and yet to be exercised under the Share Option Scheme and any other share option scheme adopted by the Group shall not exceed 30% of the Shares in issue from time to time.

(bb) The total number of Shares which may be allotted and issued upon exercise of all options (excluding, for this purpose, options which have lapsed in accordance with the terms of the Share Option Scheme and any other share option scheme of the Group) to be granted under the Share Option Scheme and any other share option scheme of the Group must not in aggregate exceed 10% of the Shares in issue on the day on which dealings in the Shares first commence on the Stock Exchange (i.e. not exceeding 80,000,000 Shares).

(iv) Maximum entitlement of each participant

The total number of Shares issued and to be issued upon exercise of the options granted under the Share Option Scheme and any other share option scheme of the Group (including both exercised or outstanding options) to each grantee in any 12-month period shall not exceed 1% of the Shares in issue of the Company for the time being.

(v) Grant of options to connected persons

Any offer to grant of options under the Share Option Scheme to a Director, chief executive or substantial shareholder of the Company or any of their respective associates must be approved by the independent non-executive Directors.

Any change in the terms of options granted to a substantial shareholder or an independent non-executive Director of the Company or any of their respective associates must be approved by the Shareholders in general meeting. The grantee, his associates and all core connected persons of the Company must abstain from voting in favour at such general meeting.

OTHER INFORMATION

(vi) Time of acceptance and exercise of option

An option may be accepted by a participant within 21 days from the date of the offer of grant of the option. An option may be exercised in accordance with the terms of the Share Option Scheme at any time during a period to be determined and notified by our Directors to each grantee, which period may commence on the date on which the offer for the grant of option is made but shall end in any event not later than 10 years from the date on which the offer for the grant of the option is made subject to the provisions for early termination thereof. Unless otherwise determined by our Directors and stated in the offer of the grant of options to a grantee, there is no minimum period required under the Share Option Scheme for the holding of an option before it can be exercised.

(vii) Performance targets

Unless our Directors otherwise determined and stated in the offer of the grant of options to a grantee, a grantee is not required to achieve any performance targets before the exercise of an option granted to him under the Share Option Scheme.

(viii) Subscription price for shares and consideration for the option

The subscription price per Share under the Share Option Scheme shall be determined at the absolute discretion of our Directors, provided that it shall not be less than the highest of (i) the closing price of the Shares as stated in the Stock Exchange's daily quotations sheet on the date on which the offer for the grant of option is made, which must be a Business Day; (ii) the average closing price of the Shares as stated in the Stock Exchange's daily quotations for the five Business Days immediately preceding the date on which the offer for the grant of option is made; and (iii) the nominal value of the Shares. A nominal consideration of HK\$1 is payable on acceptance of the grant of an option.

(ix) Period of the share option scheme

On 12 July 2018, the Share Option Scheme was conditionally approved and adopted pursuant to a written resolution passed by the Shareholders. The Share Option Scheme will remain in force for a period of 10 years from the date of its adoption.

The remaining life of the Share Option Scheme is approximately 2 years and 6 months as at 28 February 2026.

OTHER INFORMATION

Details of movements in the number of share options of the Company during the six months ended 28 February 2026 are as follows:

Name or category of participant	Date of grant	Vesting period	Exercise period (both dates inclusive)	Closing price of the Shares		Performance Target	Number of share options outstanding as at 1 September 2024	Number of share options exercised, cancelled or lapsed during the period	Number of share options outstanding as at 28 February 2026
				Exercise price per share	immediately before the date of grant				
				HK\$	HK\$				
Advisor	17 August 2023	All relevant share options were vested on 18 August 2024	From 18 August 2024 to 16 August 2033	0.130	0.109	Nil	N/A	Nil	5,000,000 ^(a)
Employee	13 May 2021	Nil	13 May 2021 to 12 May 2031	0.598	0.590	Nil	1,000,000	Nil	1,000,000

Note: The aggregate fair value of the share options determined at the date of grant based on the Hull-White trinomial model, was approximately HK\$314,000 (equivalent to approximately RMB262,000).

During the six months ended 28 February 2026, no share options had been exercised, lapsed or cancelled by the Company under the Share Option Scheme. As at 28 February 2026, 6,000,000 share options remained outstanding under the Share Option Scheme. As at 28 February 2026, a total of 74,000,000 Shares (representing approximately 8.19% of the then existing issued Shares) may be granted under the Share Option Scheme and a total of 6,000,000 Shares (representing approximately 0.66% of the then existing issued Shares) may be issued upon exercise of all options which had been granted and yet to be exercised under the Share Option Scheme. The number of shares that may be issued in respect of options and awards granted under all schemes of the Company up to 28 February 2026 (being 6,000,000 Shares) divided by the weighted average number of shares of the relevant class in issue up to 28 February 2026 (being 903,138,460 Shares) is approximately 0.66%.

OTHER INFORMATION

INTERIM DIVIDEND

The Board does not recommend the payment of interim dividends for the six months ended 28 February 2026.

PURCHASE, SALE OR REDEMPTION OF THE COMPANY'S LISTED SECURITIES

During the six months ended 28 February 2026, neither the Company nor any of its subsidiaries has purchased, sold or redeemed any listed securities (including treasury shares) of the Company.

EVENTS AFTER THE PERIOD

There was no event after 28 February 2026 which has material impact to the Group.

CHANGE OF DIRECTORS AND DIRECTORS INFORMATION

There has been no changes to information which is required to be disclosed by the Directors pursuant to Rule 13.51B(1) of the Listing Rules during the Reporting Period and up to the Latest Practicable Date.

COMPETITION AND CONFLICT OF INTERESTS

As at the date of this report, none of the Directors has, either directly or indirectly, any interest in any business which causes or may cause any significant competition with the business of the Group or has any other conflict of interests with the Group.

COMPLIANCE WITH THE MODEL CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS

The Company has adopted the Model Code for Securities Transactions by Directors of Listed Issuers (the "**Model Code**") as set out in the Appendix C3 to the Listing Rules as the code of conduct for dealings in the Company's securities by the Directors. Having made specific enquiries to the Directors, all Directors confirmed that they had complied with the Model Code for the six months ended 28 February 2026.

OTHER INFORMATION

COMPLIANCE WITH CORPORATE GOVERNANCE CODE

The Board commits to achieving high corporate governance standards in order to safeguard the interests of the shareholders of the Company and to enhance corporate value and accountability. The Company has applied the Corporate Governance Code and Corporate Governance Report (the “**CG Code**”) as set out in Part 2 of Appendix C1 to the Listing Rules. For the six months ended 28 February 2026, the Company has complied with all the applicable code provisions. The Board will continue to review and monitor the corporate governance practises of the Company for the purpose of maintaining high corporate governance standards.

AUDIT COMMITTEE

The Company has established the audit committee (the “**Audit Committee**”) with written terms of reference in accordance with the Listing Rules and the CG Code. The primary duties of the Audit Committee are to assist the Board by providing an independent view of the effectiveness of the financial reporting process, internal control procedures and risk management system of the Group, overseeing the audit process and performing other duties and responsibilities as assigned by the Board. The Audit Committee comprises three members, namely, Mr. Cheng Tai Kwan Sunny, Mr. Tao Qizhi and Mr. Yang Yuchuan, all being independent non-executive Directors. Mr. Cheng Tai Kwan Sunny is the chairman of the Audit Committee.

The Audit Committee has reviewed the unaudited condensed consolidated financial statements of the Group for the six months ended 28 February 2026 and this report. The Audit Committee has also held a meeting to discuss matters with respect to the accounting policies and practises adopted by the Company. The Audit Committee did not have any different opinion on the accounting policies adopted by the Company. The Audit Committee has also discussed the internal control matters with senior management of the Company.

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the six months ended 28 February 2026

	Notes	Six months ended	
		28 February 2026 RMB'000 (<i>unaudited</i>)	28 February 2025 RMB'000 (<i>unaudited</i>)
Revenue	4	180,752	207,419
Costs of services		(108,485)	(100,287)
Gross profit		72,267	107,132
Other income	5	6,176	5,004
Other gains, net	6	9,277	6,710
Administrative expenses		(72,910)	(56,007)
Selling expense		(20,790)	(24,400)
Finance costs	7	(51,676)	(48,030)
Loss before tax	9	(57,656)	(9,591)
Income tax credit/(expenses)	8	636	(266)
Loss and total comprehensive expenses for the year	9	(57,020)	(9,857)
Loss and total comprehensive expenses for the year attributable to			
— Owners of the Company		(39,183)	(6,539)
— Non-controlling interests		(17,837)	(3,318)
		(57,020)	(9,857)
Loss per share attributable to the owners of the Company	10		
Basic (RMB cents)		(4.34)	(0.72)
Diluted (RMB cents)		N/A	N/A

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 28 February 2026

	Notes	As at	
		28 February 2026 RMB'000 (unaudited)	31 August 2025 RMB'000 (audited)
NON-CURRENT ASSETS			
Property, plant and equipment	11	2,717,602	2,724,753
Right-of-use assets		724,972	734,292
Intangible assets		2,173	2,442
Deferred tax assets		16,330	16,521
Other receivables and deposits	12	32,253	36,517
Total non-current assets		3,493,330	3,514,525
CURRENT ASSETS			
Other receivables, deposits and prepayments	12	122,535	131,862
Amounts due from related companies	13	79,736	65,824
Equity investment at fair value through profit or loss		47,618	49,345
Bank balances and cash	14	83,210	140,599
Total current assets		333,099	387,630
TOTAL ASSETS		3,826,429	3,902,155
CURRENT LIABILITIES			
Other payables and accruals	15	293,804	298,146
Contract liabilities	16	144,268	171,284
Amounts due to related companies	13	94,140	104,828
Lease liabilities		384	370
Income tax payable		9,968	13,933
Bank and other borrowings	17	785,037	676,466
Financial guarantee liabilities		25,786	37,306
Total current liabilities		1,353,387	1,302,333
NET CURRENT LIABILITIES		(1,020,288)	(914,703)
TOTAL ASSETS LESS CURRENT LIABILITIES		2,473,042	2,599,822

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 28 February 2026

		As at	
		28 February 2026	31 August 2025
Notes		RMB'000	RMB'000
		<i>(unaudited)</i>	<i>(audited)</i>
NON-CURRENT LIABILITIES			
		3,305	3,407
Lease liabilities			
Bank and other borrowings	17	1,220,905	1,272,965
Other payables	15	1,000	1,000
Amounts due to related companies	13	517,067	529,248
Deferred income	18	409,513	414,034
Deferred tax liabilities		60,247	61,143
Total non-current liabilities		2,212,037	2,281,797
NET ASSETS			
		261,005	318,025
CAPITAL AND RESERVES			
Share capital		7,890	7,890
Reserves		21,718	60,901
EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY			
		29,608	68,791
Non-controlling interests		231,397	249,234
TOTAL EQUITY			
		261,005	318,025

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the six months ended 28 February 2026

	Attributable to owners of the Company								Total
	Share capital	Share premium	Other reserve	Statutory surplus reserve	Deferred consideration shares	Accumulated profits/(losses)	Sub-total	Non-controlling interests	
	RMB'000	RMB'000	RMB'000 (Note i)	RMB'000 (Note ii)	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000
At 1 September 2024 (audited)	7,890	678,561	133,449	3,530	554	(625,578)	198,406	316,653	515,059
Loss and total comprehensive expense for the period	-	-	-	-	-	(6,539)	(6,539)	(3,318)	(9,857)
At 28 February 2025	7,890	678,561	133,449	3,530	554	(632,117)	191,867	313,335	505,202
At 1 September 2025 (audited)	7,890	678,561	133,449	3,530	554	(755,193)	68,791	249,234	318,025
Loss and total comprehensive expense for the period	-	-	-	-	-	(39,183)	(39,183)	(17,837)	(57,020)
At 28 February 2026	7,890	678,561	133,449	3,530	554	(794,376)	29,608	231,397	261,005

Notes:

- (i) The amount comprises of those arising from group restructuring prior to the completion of the listing of the Company's shares and deemed contributions from a shareholder.
- (ii) According to the relevant People's Republic of China ("PRC") laws and regulations, for private school that require for reasonable return, it is required to appropriate to development fund of not less than 10% of the annual net income of the relevant school as determined in accordance with generally accepted accounting principles in the PRC. The development fund is for the construction or maintenance of the school or procurement or upgrading of educational equipment.

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For the six months ended 28 February 2026

	For the six months ended	
	28 February 2026 RMB'000 (unaudited)	28 February 2025 RMB'000 (unaudited)
OPERATING ACTIVITIES		
Operating cash flow before changes in working capital	43,657	88,898
Changes in working capital	(27,653)	(278,893)
NET CASH USED IN OPERATING ACTIVITIES	16,004	(189,995)
INVESTING ACTIVITIES		
Payment for property, plant and equipment	(47,469)	(106,019)
Repayment of payables for purchase of property, plant, and equipment	(10,547)	(157,985)
Payment for share of equity investment at fair value through profit or loss	–	(53,534)
NET CASH USED IN INVESTING ACTIVITIES	(58,016)	(317,538)
FINANCING ACTIVITIES		
Proceeds from new borrowings raised	402,097	564,000
Interest paid	(48,866)	(45,370)
Repayment of borrowings	(345,586)	(75,102)
Others	(22,957)	(38,045)
NET CASH GENERATED FROM FINANCING ACTIVITIES	(15,312)	405,483
NET DECREASE IN CASH AND CASH EQUIVALENTS	(57,324)	(102,050)
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE PERIOD	140,599	225,803
Effect of foreign exchange rate changes	(65)	251
CASH AND CASH EQUIVALENTS AT END OF THE PERIOD, REPRESENTED BY BANK BALANCES AND CASH	83,210	124,004

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the six months ended 28 February 2026

1. CORPORATE INFORMATION

The Company was incorporated and registered as an exempted company with limited liability in the Cayman Islands under the Companies Law Chapter 22 (Law 3 of 1961, as consolidated and revised) of the Cayman Islands on 14 June 2016. On 31 July 2018, the shares of the Company (the “**Shares(s)**”) have been listed on the Main Board of The Stock Exchange of Hong Kong Limited (the “**Stock Exchange**”) (the “**Listing**”).

The address of the Company’s registered office is Cricket Square, Hutchins Drive, PO Box 2681, Grand Cayman, KY1-1111, Cayman Islands, and the principal place of business of the Company is No. 209 Sanse Road, Jinjiang District, Chengdu, Sichuan Province, the People’s Republic of China (the “**PRC**” or “**China**”). The Company is an investment holding company. The subsidiaries and consolidated affiliated entities of the Company are mainly engaged in the provision of educational services in the PRC.

The functional currency of the Company is Renminbi (“**RMB**”), which is also the presentation currency of the consolidated financial statements.

2. BASIS OF PREPARATION

The condensed consolidated financial statements have been prepared in accordance with the Hong Kong Accounting Standards (“**HKAS**”) 34 “Interim Financial Reporting” issued by the Hong Kong Institute of Certified Public Accountants (“**HKICPA**”) as well as with the applicable disclosure requirements of Appendix D2 to the Rules Governing the Listing of Securities on the Stock Exchange (the “**Listing Rules**”).

Going concern basis

As at 28 February 2026, the Group recorded net current liabilities of approximately RMB1,020,288,000 (31 August 2025: approximately RMB914,703,000), including bank and other borrowings of approximately RMB785,037,000, which would be due for repayment within the next twelve months, while its total cash (including bank balances and cash) amounted to approximately RMB83,210,000. In addition, as disclosed in Note 17 to the condensed consolidated financial statements, the Group’s secured bank borrowings with a carrying amount of approximately RMB305,000,000 was classified as repayment on demand because of the failure to fulfil certain financial covenant stated in the loan agreement.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the six months ended 28 February 2026

In view of the net current liability position, the Directors have given careful consideration to the future liquidity and performance of the Group and its available sources of finance in assessing whether the Group will have sufficient financial resources to continue as a going concern after considering the following:

- (i) Mr. Wang Jinglei, an executive Director and Chairman of the Board, and the non-controlling shareholders of the Group's subsidiaries have agreed to provide financial support of not more than RMB800 million for the Group to meet its liabilities as they fall due;
- (ii) notwithstanding the non-compliance with the financial covenant in the loan agreement, the Group believes, based on its long-standing relationship and the track record of punctual repayment, that the relevant bank will not demand immediate repayment. Nevertheless, the Group is actively seeking refinancing options with other financial institutions to mitigate the risk of accelerated repayment;
- (iii) the Group is actively negotiating with main contractors of campus facilities regarding payment terms to ensure that operating cash flows remain stable in the foreseeable future; and
- (iv) the cash inflow generated from the operations of providing education services to students subsequent to the period-end date.

Having considered the cash flows from operations and other financial supports, the Directors are of the opinion that the Group is able to meet its financial obligations in full as they fall due for the foreseeable future and it is appropriate to prepare the consolidated financial statements on a going concern basis.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the six months ended 28 February 2026

3. MATERIAL ACCOUNTING POLICIES

The condensed consolidated financial statements have been prepared on the historical cost basis.

The accounting policies and methods of computation used in the condensed consolidated financial statements for the six months ended 28 February 2026 are the same as those used in the preparation of the annual consolidated financial statements for the year ended 31 August 2025, save for the changes in accounting policies arising from the application of the new and revised HKFRS Accounting Standards and their interpretations.

Application of New and Revised HKFRS Accounting Standards and their Interpretations

In the current year, the Group has adopted all the new and revised HKFRS Accounting Standards and new interpretations issued by the Hong Kong Institute of Certified Public Accountants (“**HKICPA**”) that are relevant to its operations and effective for its accounting year beginning on 1 September 2025. HKFRS Accounting Standards comprise Hong Kong Financial Reporting Standards; Hong Kong Accounting Standards (“**HKAS**”) and Interpretations. The adoption of these new and revised HKFRS Accounting Standards did not result in significant changes to the Group’s accounting policies, presentation of the Group’s condensed consolidated financial statements and amounts reported for the current period and prior period.

The Group has not applied the new HKFRS Accounting Standards that have been issued but are not yet effective. The Group has already commenced an assessment of the impact of these new HKFRS Accounting Standards but is not yet in a position to state whether these new HKFRS Accounting Standards would have a material impact on its results of operations and financial position.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the six months ended 28 February 2026

Fair Value Measurements

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The following disclosures of fair value measurements use a fair value hierarchy that categorises into three levels the inputs to valuation techniques used to measure fair value:

Level 1 inputs: quoted prices (unadjusted) in active markets for identical assets or liabilities that the Group can access at the measurement date.

Level 2 inputs: inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.

Level 3 inputs: unobservable inputs for the asset or liability.

The Group's policy is to recognise transfers into and transfers out of any of the three levels as of the date of the event or change in circumstances that caused the transfer.

As at 28 February 2026, the Group's equity investment at fair value through profit or loss was included in Level 1, which is the equity securities traded in the Hong Kong Exchanges and Clearing Limited, the fair value of which is based on quoted market prices at the end of the reporting period.

During the period ended 28 February 2026, there were no transfers of fair value measurements between Level 1 and Level 2, and no other transfers into or out of Level 3 for financial assets during the period.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the six months ended 28 February 2026

4. REVENUE AND SEGMENT INFORMATION

The Group's revenue represents service income comprising tuition fees and boarding fees, and education consultancy and management services fees. Regarding the provision of education services, revenue, including tuition fees and boarding fees, education consultancy and management services fees (each being single performance obligation), was recognised over the relevant period of schooling semesters, i.e. over the period of time. All the contracts with customers are agreed at fixed price for a term no longer than twelve months. The revenue recognition of the period is six months during the Reporting Period. Tuition fees and boarding fees are generally paid in advance prior to the beginning of each school semester.

The Group's chief operating decision maker ("**CODM**") has been identified as the chief executive officer who reviews revenue analysis of the Group as a whole.

Information reported to the CODM, for the purposes of resources allocation and assessment of segment performance, focuses on types of services provided. CODM assesses the performance of teaching and boarding services provided by Chengdu Youshi Riverside Impression Experimental Kindergarten* (成都幼師河濱印象實驗幼兒園) ("**Riverside Kindergarten**"), Sichuan New Tianfu District No. 1 High School Attached to Sichuan Normal University* (四川天府新區師大一中高級中學) ("**Tianfu High School**"), Chengdu Daiyi County Zhengzhuo Education Vocational School* (成都市大邑縣正卓教育職業學校) (formerly known as Sichuan Winshare Vocational School* (四川文軒職業學校)) ("**Zhengzhuo Vocational School**"), Sichuan Winshare Vocational College (Dayi Campus)* (四川文軒職業學院大邑校區) ("**Winshare Vocational College**") and other education consultancy and management services based on revenue generated in the daily operating process on a continuing basis, taking into account the similar business model and customer type from service perspectives subject to similar regulatory environment. Accordingly, their segment information is aggregated as two reportable segments, i.e. tuition fees and boarding fees, and education consultancy and management services. The accounting policies of the reportable segments are the same described in Note 3.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the six months ended 28 February 2026

	Degree education and profitable education services RMB'000	Education consultancy and management services RMB'000	Total RMB'000
Six months ended			
28 February 2026			
Tuition fees and boarding fees	180,309	–	180,309
Education consultancy and management services fees	443	–	443
Total (unaudited)	180,752	–	180,752
Six months ended			
28 February 2025			
Tuition fees and boarding fees	207,419	–	207,419
Education consultancy and management services fees	–	–	–
Total (unaudited)	207,419	–	207,419

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the six months ended 28 February 2026

5. OTHER INCOME

	Six months ended	
	28 February 2026 RMB'000 (<i>unaudited</i>)	28 February 2025 RMB'000 (<i>unaudited</i>)
Interest income from banks	323	310
Release of asset-related government grants	4,521	3,146
Others	1,332	1,548
	6,176	5,004

6. OTHER GAINS, NET

	Six months ended	
	28 February 2026 RMB'000 (<i>unaudited</i>)	28 February 2025 RMB'000 (<i>unaudited</i>)
Exchange gains and losses	(85)	(118)
Amortisation of financial guarantee contracts	11,520	9,830
Fair value change on equity investment at fair value through profit or loss	362	566
Others	(2,520)	(3,568)
	9,277	6,710

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the six months ended 28 February 2026

7. FINANCE COSTS

	Six months ended	
	28 February 2026 RMB'000 (<i>unaudited</i>)	28 February 2025 RMB'000 (<i>unaudited</i>)
Bank borrowings	32,120	26,320
Unwinding of discount on amounts due to related companies	2,810	2,772
Other borrowings	16,746	18,938
	51,676	48,030

8. INCOME TAX CREDIT/(EXPENSES)

Pursuant to the PRC Income Tax Law and the respective regulations, the companies of the Group which operate in PRC are subject to PRC EIT at a rate of 25% on its taxable income.

Under the Western Development Tax Incentive Scheme* (西部大開發稅收優惠計劃), certain subsidiaries of the Group engaged in preschool education and vocational education are subject to the preferential tax rate of 15% on their respective taxable income with an effective date on 1 January 2021.

Pursuant to State Taxation Administration Announcement 2023 No. 6 and No. 12* (國家稅務總局公告2023年第6號及第12號), from 1 January 2023 to 31 December 2027, certain subsidiaries of the Group that are categorised as small and low-profit enterprises can enjoy a 20% preferential tax rate on 25% of their taxable income amount for the proportion of taxable income not exceeding RMB3 million.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the six months ended 28 February 2026

	Six months ended	
	28 February	28 February
	2026	2025
	RMB'000	RMB'000
	(unaudited)	(unaudited)
Tax expense comprises		
Current tax	69	1,023
Deferred tax	(705)	(757)
	(636)	266

9. LOSS FOR THE PERIOD

Profit before tax has been arrived at after charging:

	Six months ended	
	28 February	28 February
	2026	2025
	RMB'000	RMB'000
	(unaudited)	(unaudited)
Directors' remuneration	745	740
Other staff costs		
— Salaries and other benefits	60,230	45,320
— Staff welfare	3,620	2,110
— Retirement benefit schemes	5,030	4,980
Total staff costs	68,880	53,150
Depreciation of property	54,620	50,230
Depreciation of right-of-use assets	9,320	7,388
Auditors' remuneration	765	775

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the six months ended 28 February 2026

10. LOSS PER SHARE ATTRIBUTABLE TO OWNERS OF THE COMPANY

The calculation of the basic (loss)/earnings per share attributable to the owners of the Company is based on the following data:

	Six months ended	
	28 February 2026	28 February 2025
	RMB'000	RMB'000
	(Unaudited)	(Unaudited)
Profit for the period attributable to the owners of the Company (RMB'000)	(39,183)	(6,539)
Number of shares		
Weighted average number of ordinary shares for the purpose of calculating basic earnings per share ('000)	903,138	903,138
Effect of dilutive potential ordinary shares arising from share options ('000) (note)	–	–
Weighted average number of ordinary shares used in diluted earnings per share calculation ('000)	903,138	903,138
Basic (loss)/earnings per share (RMB cents)	(4.34)	(0.72)

11. PROPERTY, PLANT AND EQUIPMENT AND MOVEMENTS

As at 28 February 2026, the closing balance of the Group's fixed assets (excluding depreciation) comprised of: buildings of approximately RMB2,372,468,834, furniture, fixtures and equipment of approximately RMB138,503,666, motor vehicles of approximately RMB11,144,000, electronic equipment of approximately RMB1,318,500, construction in progress of approximately RMB194,167,000, totaling approximately RMB2,717,602,000.

During the Reporting Period, the Group's fixed assets has decreased by approximately RMB7,151,000 from approximately RMB2,724,753,000 as at 31 August 2025, which included additions of fixed assets of RMB47,469,000 and amortisation and depreciation of RMB54,620,000.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the six months ended 28 February 2026

12. OTHER RECEIVABLES

		As at 28 February 2026 RMB'000 (unaudited)	As at 31 August 2025 RMB'000 (audited)
Trade receivables:			
Education consultancy and management services fees receivables		–	1,000
Other receivables, deposits and prepayments:			
Secured deposits for other borrowings (Note 17)		15,520	14,934
Deposits for establishment of school campus	(i)	1,145	1,145
Other tax receivables	(ii)	58,020	57,752
Advances to staffs		19,980	22,938
Amount due from Hongde Guanghua (as defined in note below)	(iii)	23,930	24,337
Loan and interest receivables from four independent vocational schools	(iv)	9,151	8,858
Consideration receivable from the disposal of equity interest	(v)	13,165	13,165
Consideration receivable from the disposal of an associate		6,500	6,500
Prepaid expenses		3,560	3,505
Other deposits and receivables		3,817	14,245
Total		154,788	168,379
— Current assets		122,535	131,862
— Non-current assets		32,253	36,517

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the six months ended 28 February 2026

Notes:

- (i) The balance represents the non-interest bearing deposits placed to local government authorities for the purpose of establishment of school campus amounting to approximately RMB1,145,000 (31 August 2025: RMB1,145,000).
- (ii) The balance as at 28 February 2026 mainly represented the deductible input value-added tax generated from the procurement of construction services for the Group's buildings and facilities.
- (iii) The balance represents the refundable investment fund receivable from Sichuan Hongde Guanghua Education Management Company Limited* (四川弘德光華教育管理有限公司) ("Hongde Guanghua") in respect of the disposal of Pengzhou Bojun School, one of the Affected Entities. The carrying amount before loss allowances amounted to RMB24,949,592 (31 August 2025: RMB25,357,000).

On 29 September 2025, Hongde Guanghua, Chengdu Mingxian, Pengzhou School, Mr. Chen Lung (陳龍) and Chengdu Qizheng Corporate Management Company Limited (成都啟正企業管理有限公司) and Chengdu Liqiao Education Technology Company Limited* (成都立橋教育科技有限公司) entered into a fourth supplemental agreement pursuant to which the parties agreed to amend the payment terms by a monthly instalment of not less than RMB552,749 from September 2025 to August 2028 and of not less than RMB552,749 (except with the last payment being remainder of the outstanding balance) from September 2028 to August 2029, totalling approximately RMB26,532,000. RMB17,394,000 of the relevant balance was classified as non-current assets as at 28 February 2026. The amount is guaranteed by independent third parties and is non-interest-bearing.

- (iv) The balance as at 28 February 2026 represents loans and interest receivable from four independent third parties with a carrying amount before loss allowances of approximately RMB11,879,000 (31 August 2025: approximately RMB11,586,000). Among these, the principal amount of RMB8,500,000 is unsecured, bears interest at 6.9% per annum and is repayable within one year, while the principal amount of RMB2,500,000 is unsecured, non-interest bearing and repayable within one year.
- (v) The balances as at 28 February 2026 represented the remaining consideration receivable due from an independent third party for the disposal of the entire equity interest in Daying Estate. The carrying amount before loss allowances was approximately RMB19,500,000.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the six months ended 28 February 2026

13. AMOUNTS DUE FROM/TO RELATED COMPANIES

Amounts due from related companies

Name	As at 28 February 2026 RMB'000 (unaudited)	As at 31 August 2025 RMB'000 (audited)
Non-trade related		
Shenzhen Hongyuan	54,120	53,407
Sichuan Yuanmao Education Management Company Limited* (四川沅懋教育管理有限公司)	6	5
Sichuan Gaojiao Group Limited (四川高教集團有限公司)*	10	10
Affected Entities	25,600	12,402
Total, presented under current assets	79,736	65,824

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the six months ended 28 February 2026

Amounts due to related companies

Name	As at 28 February 2026 RMB'000 (<i>unaudited</i>)	As at 31 August 2025 RMB'000 (<i>audited</i>)
Affected Entities:		
— Nanjiang Bojun School* (南江博駿學校)	245,670	255,672
— Wangcang Bojun School* (旺蒼博駿學校)	221,155	222,294
— Lezhi Bojun School* (樂至博駿學校)	50,242	51,282
Zhengzhuo Industrial	40,500	36,328
Sichuan Zhuotai Investment Limited* (四川卓泰投資有限公司)	53,640	68,500
	611,207	634,076
Less: current liabilities	(94,140)	(104,828)
	517,067	529,248

The amounts due to Zhengzhuo Industrial and Sichuan Zhuotai are unsecured, non-interest bearing and without fixed repayment terms.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the six months ended 28 February 2026

14. BANK BALANCES

As at 28 February 2026, other bank balances carry interest at prevailing market rates of 0.01%-0.25% (31 August 2025: 0.01%-0.25%).

15. OTHER PAYABLES AND ACCRUALS

		As at 28 February 2026 RMB'000 (unaudited)	As at 31 August 2025 RMB'000 (audited)
Payables for purchases of property		117,166	81,067
Miscellaneous expenses received			
from students	(i)	10,426	16,248
Payroll payables		7,896	10,431
Payables for scholarship	(ii)	25,641	36,983
Other		82,412	91,896
Other tax payables		16,453	26,080
Deferred cash considerations		1,000	1,000
Deposits		32,921	35,441
Total		293,915	299,146
— Current		292,915	298,146
— Non-current		1,000	1,000

Notes:

- (i) The amount represents miscellaneous expenses received from students which will be paid out on behalf of students or refund for any excess.
- (ii) The amount represents the subsidies received from different parties for distribution to students as scholarships to students.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the six months ended 28 February 2026

16. CONTRACT LIABILITIES

	As at 28 February 2026 RMB'000 (unaudited)	As at 31 August 2025 RMB'000 (audited)
Tuition fees	131,812	162,271
Boarding fees	12,456	9,013
	144,268	171,284

17. BANK AND OTHER BORROWINGS

	As at 28 February 2026 RMB'000 (unaudited)	As at 31 August 2025 RMB'000 (audited)
Bank loans — secured	1,550,330	1,362,030
Other borrowings — secured	455,612	587,401
	2,005,942	1,949,431
The carrying amounts of the above borrowings are repayable:		
On demand or within one year	785,037	676,466
Within a period of more than one year but not exceeding two years	211,001	375,445
Within a period more than two years but not exceeding five years	683,154	230,270
Within a period of more than five years	326,750	667,250
	2,005,942	1,949,431
Less: Amounts due within one year shown under current liabilities	(785,037)	(676,466)
Amounts shown under non-current liabilities	1,220,905	1,272,965

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the six months ended 28 February 2026

Note: As at 28 February 2026, a secured bank loan with a carrying amount of approximately RMB305,000,000 was classified as repayment on demand because of the failure to fulfil certain financial covenants stated in the loan agreement. Up to the date of the condensed consolidated financial statements, the Group is seeking to procure new bank loans from other bankers to mitigate the risk of the loan being called by the bank. Coupled with the Group's working capital, the directors considered that the Group would have sufficient cash to fulfil the obligation in the event that the bank demanded immediate repayment for the loan.

18. DEFERRED INCOME

The carrying amount represents a government subsidy received for the compensation of capital expenditures incurred for prepaid lease payment. The amounts are deferred and amortised over the estimated useful lives of the respective assets.

19. DIVIDEND

No dividend has paid or declared by the Company for the six months ended 28 February 2026, nor has any dividend been proposed subsequent to 28 February 2026 (for the six months ended 28 February 2025: Nil).

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the six months ended 28 February 2026

20. RELATED PARTY TRANSACTIONS

Other than those disclosed elsewhere in the condensed financial statements, major transaction entered into by the Group with related parties during the periods indicated is as follows:

		Six months ended	
		28 February 2026 RMB'000 (unaudited)	28 February 2025 RMB'000 (unaudited)
Entities	Nature of transactions		
Affected Entities	Recharge income for the occupation of school campus	1,237	1,342
Chengdu Hengyu	Rental expenses incurred	56	103
		1,293	1,445

Compensation of Key Management Personnel

The remuneration of the Directors and other members of key management of the Group during the periods indicated was as follows:

	Six months ended	
	28 February 2026 RMB'000 (unaudited)	28 February 2025 RMB'000 (audited)
Short-term benefits	3,112	3,780
Post-employment benefits	120	80
	3,232	3,860

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the six months ended 28 February 2026

21. FAIR VALUE AND FAIR VALUE MEASUREMENTS

Except as disclosed below to the condensed consolidated financial statements, the carrying amounts of the Group's financial assets and financial liabilities as reflected in the condensed consolidated statement of financial position approximate their respective fair values.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Fair value measurements are categorised into Level 1, 2 or 3 based on the degree to which the inputs to the fair value measurements are observable and the significance of the inputs to the fair value measurement in its entirety, which are described as follows:

- Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date;
- Level 2 inputs are inputs, other than quoted prices included within Level 1, that are observable for the asset or liability, either directly or indirectly; and
- Level 3 inputs are unobservable inputs for the asset or liability.

The Group's policy is to recognise transfers into and transfers out of any of the three levels as of the date of the event or change in circumstances that caused the transfer.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the six months ended 28 February 2026

(a) Disclosures of level in fair value hierarchy at 28 February 2026:

Description	Fair value measurements using			Total RMB'000 (unaudited)
	Level 1	Level 2	Level 3	
	RMB'000 (unaudited)	RMB'000 (unaudited)	RMB'000 (unaudited)	
Recurring fair value measurements:				
Equity investment at fair value through profit or loss				
Hong Kong listed securities				
Total recurring fair value measurements	47,618	-	-	47,618
	47,618	-	-	47,618

22. SHARE OPTION SCHEME

There were no movements in the Group's share options for the six months ended 28 February 2026.

As at 28 February 2026, the number of share options exercisable is 6,000,000 (31 August 2025: 6,000,000). The options outstanding at the end of the period have a weighted average remaining contractual life of 6.8 years (31 August 2025: 7.6 years) and a weighted average exercise price of HK\$0.208 per share (31 August 2025: HK\$0.208 per share).

23. CAPITAL COMMITMENT

The Group's capital commitments at the end of the reporting period are as follows:

	As at 28 February 2026 RMB'000 (unaudited)	As at 31 August 2025 RMB'000 (audited)
Property, plant and equipment contracted but not provided for	19,822	19,822

DEFINITIONS

“Acquisition”	the acquisition of 51% equity interest in Sichuan Zhengzhuo and Sichuan Gaojiao completed on 31 August 2023
“Act Best”	Act Best Global Limited (萬福全球有限公司), a company incorporated in the BVI with limited liability on 28 November 2019 and is wholly-owned by Mr. Wang Jinglei
“Act Glory”	Act Glory Global Limited (鴻藝全球有限公司), a company incorporated in the BVI with limited liability on 29 November 2019 and is wholly-owned by Act Best
“Affected Entities”	subsidiaries or Consolidated Affiliated Entities, the results of which have been deconsolidated from that of the Group due to implementation of the Implementation Regulation
“Articles of Association” or “Articles”	the articles of association of the Company adopted on 12 July 2018 and effective from the Listing Date, which is uploaded onto the website of the Company, as amended from time to time
“Audit Committee”	the audit committee of the Board
“Authorised Representative”	authorised representative of the Company
“Board” or “Board of Directors”	the board of Directors of the Company
“Business Day” or “business day”	a day on which banks in Hong Kong are generally open for business to the public and which is not a Saturday, Sunday or public holiday in Hong Kong
“CG Code”	the Corporate Governance Code set out in Appendix C1 to the Listing Rules

DEFINITIONS

“Chengdu Bojun”	Chengdu Tianfu Bojun Education Management Company Limited* (成都天府博駿教育管理有限公司), a wholly-foreign owned enterprise established under the laws of PRC on 26 July 2016 and a wholly-owned subsidiary of the Company
“Chengdu Jinbojun”	Chengdu Jinbojun Education Consultancy Company Limited* (成都金博駿教育諮詢有限公司), a limited liability company established under the laws of the PRC on 13 March 2015 and a Consolidated Affiliated Entity
“Chengdu Mingxian”	Chengdu Mingxian Education Investment Company Limited* (成都銘賢教育投資有限公司), a limited liability company established under the laws of the PRC on 10 March 2004 and a Consolidated Affiliated Entity
“China” or “PRC”	the People’s Republic of China, excluding for the purpose of this report, Hong Kong, the Macau Special Administrative Region and Taiwan
“Company” or “our Company”	Bojun Education Company Limited (博駿教育有限公司), an exempted company incorporated in the Cayman Islands with limited liability on 14 June 2016
“connected person(s)”	has the meaning ascribed to it under the Listing Rules
“Consolidated Affiliated Entity(ies)”	the entities that the Group controls through the contractual arrangement contemplated under the Structured Contracts
“Cosmic City”	Cosmic City Holdings Limited (宇都控股有限公司), a company incorporated in the BVI with limited liability on 6 April 2016 and is wholly-owned by Mr. Xiong Tao

DEFINITIONS

“Degree Education”	degree education provided by primary, middle and high schools
“Director(s)”	the directors of the Company
“Global Offering”	the Hong Kong public offering and the international offering
“Group”, “our Group”, “we” or “us”	the Company, its Subsidiaries, the Consolidated Affiliated Entities and the consolidated affiliated entities from time to time, or, where the context so requires in respect of the period before the Company became the holding company of the Subsidiaries, the entities which carried on the business of the present Group at the relevant time
“Hongde Guanghua”	Sichuan Hongde Guanghua Education Management Company Limited* (四川弘德光華教育管理有限公司), a limited liability company incorporated in the PRC on 22 October 2015
“Implementation Regulations”	Regulations for the Implementation of the Private Education Promotion Law of the PRC* (《中華人民共和國民辦教育促進法實施條例》)
“Independent Third Party(ies)”	an individual(s) or a company(ies) who or which is/are independent of and not connected with (within the meaning of the Listing Rules) any Director, chief executive or substantial shareholder (within the meaning of the Listing Rules) of the Company, the Subsidiaries or any of their respective associates

DEFINITIONS

“Jinjiang School”	Chengdu Jinjiang District No. 1 Experimental Middle School Attached to Sichuan Normal University* (成都市錦江區四川師大附屬第一實驗中學), a private middle school established under the laws of the PRC on 27 April 2012, where the school sponsor’s interest is wholly-owned by Chengdu Mingxian
“Latest Practicable Date”	15 May 2026, being the latest practicable date for the purpose of ascertaining certain information in this interim report prior to its publication
“Lezhi Bojun”	Lezhi Bojun Education Management Company Limited* (樂至博駿教育管理有限公司), a limited liability company established under the laws of the PRC on 10 January 2018 and a Consolidated Affiliated Entity
“Lezhi Bojun School”	Lezhi Bojun School* (樂至博駿公學學校), a private kindergarten, primary, middle and high school to be established by a subsidiary of Lezhi Bojun as the school sponsor
“Listing”	the listing of our Shares on the Main Board of the Stock Exchange
“Listing Date”	31 July 2018, the date on which our Shares are listed and from which dealings therein are permitted to take place on the Stock Exchange
“Listing Rules”	The Rules Governing the Listing of Securities on the Stock Exchange, as amended, supplemented or modified from time to time

DEFINITIONS

“Longquan School”	Chengdu Longquanyi District No. 1 Experimental Middle School Attached to Sichuan Normal University* (成都市龍泉驛區四川師大附屬第一實驗中學), a private middle and high school established under the laws of the PRC on 29 September 2015, where the school sponsor’s interest is wholly-owned by Chengdu Jinbojun
“Main Board”	the stock exchange (excluding the option market) operated by the Stock Exchange which is independent from and operated in parallel with GEM of the Stock Exchange
“Memorandum of Association” or “Memorandum”	the memorandum of association of the Company adopted on 12 July 2018 and as amended from time to time
“Model Code”	the Model Code for Securities Transactions by Directors of Listed Issuers set out in Appendix C3 to the Listing Rules
“Nanjiang Bojun”	Nanjiang Bojun Education Management Company Limited* (南江博駿教育管理有限公司), a limited liability company established under the laws of the PRC on 24 August 2017 and a Consolidated Affiliated Entity
“Nanjiang Bojun School”	Nanjiang Bojun School* (南江博駿學校), a private primary, middle and high school established by Nanjiang Bojun as the school sponsor
“Nomination Committee”	the nomination committee of the Board

DEFINITIONS

“Pengzhou School”	Pengzhou Bojun School* (彭州市博駿學校), a private, middle and high school established jointly by Chengdu Mingxian and Chengdu Sichuan Hongde Guanghua Advisory Limited* (成都四川弘德光華教育諮詢有限公司) (being the Chengdu School as defined in the Prospectus)
“Prospectus”	the prospectus dated 19 July 2018 issued by the Company in connection with the Global Offering
“Qinyang Kindergarten”	Chengdu Qinyang Youshi Jingjie Kindergarten* (成都市青羊區幼師境界實驗幼兒園) (formerly known as Chengdu Qinyang Youshi Jingjie Experimental Kindergarten* (成都青羊幼師境界實驗幼兒園)), a private kindergarten established under the laws of the PRC on 15 March 2010, where the school sponsor’s interest is wholly-owned by Sichuan Boai
“Remuneration Committee”	the remuneration committee of the Board
“Reporting Period”	the six months ended 28 February 2026
“Riverside Kindergarten”	Chengdu Youshi Riverside Impression Experimental Kindergarten* (成都幼師河濱印象實驗幼兒園), a private kindergarten established under the laws of the PRC on 18 June 2003, where the school sponsor’s interest is wholly-owned by Sichuan Boai
“RMB” or “Renminbi”	Renminbi, the lawful currency for the time being of the PRC
“School Sponsors”	Chengdu Mingxian, Nanjiang Bojun, Wangcang Bojun, Chengdu Youshi Preschool Investment, Chengdu Jinbojun, Sichuan Boai and Lezhi Bojun, which were our school sponsors as at the Latest Practicable Date

DEFINITIONS

“SFO”	the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong), as amended, supplemented or modified from time to time
“Share(s)”	ordinary share(s) of HK\$0.01 each in the share capital of the Company
“Share Option Scheme”	the share option scheme conditionally adopted by the Company on 12 July 2018
“Shareholder(s)”	holder(s) of the Share(s)
“Shenzhen Hongyuan”	Shenzhen Hongyuan Education Investment Company Limited* (深圳弘遠教育投資有限公司), a limited liability company established in the PRC on 17 November 2016 and wholly owned by Pi County Langjing Industrial Company Limited* (郫縣朗經實業有限公司), a limited liability company established under the laws of the PRC on 23 July 2015
“Sichuan Boai”	Sichuan Boai Preschool Education Development Company Limited* (四川省博愛幼兒教育事業專業發展有限責任公司), a limited liability company established under the laws of the PRC on 26 July 2001 and a Consolidated Affiliated Entity
“Sichuan Gaojiao”	Sichuan Gaojiao Investment Company Limited* (四川高教投資有限公司), a limited liability company incorporated in the PRC on 5 March 2020 and a Consolidated Affiliated Entity

DEFINITIONS

“Sichuan Yuanmao”	Sichuan Yuanmao Education Management Company Limited* (四川沅懋教育管理有限公司), a limited liability company established under the laws of the PRC on 1 December 2021 and owned as to 99% by Mr. Wang Jinglei, an executive Director and a substantial Shareholder, and as to 1% by Ms. Duan Ling, the spouse of Mr. Wang Jinglei as at the Latest Practicable Date
“Sichuan Yunmao”	Sichuan Yunmao Education Management Group Company Limited* (四川沅懋教育管理集團有限公司), a limited liability company established under the laws of the PRC on 1 December 2021 and a Consolidated Affiliated Entity
“Sichuan Zhengzhuo”	Sichuan Zhengzhuo Education Investment Company Limited* (四川正卓教育投資有限公司) (formerly known as Sichuan Wenxuan Zhuotai Investment Company Limited* (四川文軒卓泰投資有限公司) and Sichuan Taihe Zhengzhuo Education Investment Company Limited* (四川泰合正卓教育投資有限公司)), a limited liability company established under the laws of the PRC in July 2012 and a Consolidated Affiliated Entity
“Stock Exchange”	The Stock Exchange of Hong Kong Limited
“Structured Contracts”	collectively, the exclusive business cooperation agreement, the exclusive call option agreement, the equity pledge agreement, the school sponsors’ and directors’ (council members’) rights entrustment agreement, the school sponsors’ powers of attorney, the director’s (council members’) powers of attorney, the loan agreement, the shareholders’ rights entrustment agreement and the shareholders’ powers of attorney entered into by the relevant persons as detailed in the announcement of the Company dated 19 June 2020

DEFINITIONS

“Subsidiary(ies)”	has the meaning ascribed to it in the Listing Rules. For the avoidance of doubt, the Subsidiaries include Consolidated Affiliated Entities in this interim report
“Tianfu High School”	Sichuan New Tianfu District No. 1 High School Attached to Sichuan Normal University* (四川天府新區師大一中高級中學), where the school sponsor’s interest is wholly-owned by Chengdu Mingxian, and a Consolidated Affiliated Entity
“Tianfu School”	Chengdu New Tianfu District No. 1 Experimental Middle School Attached to Sichuan Normal University* (成都市天府新區四川師大附屬第一實驗中學), a private middle school established under the laws of the PRC on 20 April 2016, where the school sponsor’s interest is wholly-owned by Chengdu Mingxian
“United States”	the United States of America, its territories, its possessions and all areas subject to its jurisdiction
“US School”	a for-profit grades 7-12 private international school to be operated by the Group in the State of California, the United States
“Wangcang Bojun”	Wangcang Bojun Education Management Company Limited* (旺蒼博駿教育管理有限公司), a limited liability company established under the laws of the PRC on 18 August 2017
“Wangcang Bojun School”	Wangcang Bojun School* (旺蒼博駿公學), a private primary, middle and high school to be established by Wangcang Bojun as the school sponsor

DEFINITIONS

“Winshare Vocational College”	Sichuan Winshare Vocational College (四川文軒職業學院), a formal higher vocational education institution (普通高等職業學校) established in February 2013 and a Consolidated Affiliated Entity
“Zhengzhuo Industrial”	Sichuan Zhengzhuo Industrial Company Limited* (四川正卓實業有限公司), a limited company established under the laws of the PRC on 17 June 2015
“Zhengzhuo Vocational School”	Chengdu Daiyi County Zhengzhuo Education Vocational School* (成都市大邑縣正卓教育職業學校) (formerly known as Sichuan Winshare Vocational School* (四川文軒職業學校)), a secondary vocational education institution (中等職業教育學校) established in December 2012 and a Consolidated Affiliated Entity
“%”	per cent

Certain amounts and percentage figures included in this interim report have been subject to rounding adjustments. Accordingly, figures shown as totals in certain tables may not be an arithmetic aggregation of the figures preceding them.

If there is any inconsistency between the Chinese names of entities or enterprises established in the PRC and their English translations, the Chinese names shall prevail. The English translation of company or entity names in Chinese or another language which are marked with “*” and the Chinese translation of company or entity names in English which are marked with “*” is for identification purpose only.