



中国宇华教育集团有限公司

China YuHua Education Corporation Limited

(Incorporated in the Cayman Islands with limited liability)

Stock Code: 6169



Interim Report

2026



CONTENTS

| | |
|---|----|
| CORPORATE INFORMATION | 2 |
| HIGHLIGHTS | 4 |
| MANAGEMENT DISCUSSION AND ANALYSIS | 6 |
| CORPORATE GOVERNANCE AND OTHER INFORMATION | 13 |
| INTERIM CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS | 22 |
| INTERIM CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME | 24 |
| INTERIM CONDENSED CONSOLIDATED BALANCE SHEET | 26 |
| INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY | 28 |
| INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS | 30 |
| NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION | 32 |
| DEFINITIONS | 65 |

CORPORATE INFORMATION

BOARD OF DIRECTORS

Executive Directors

Mr. Li Guangyu (*Chairman*)

Ms. Li Hua (*Vice Chairman*)

Ms. Qiu Hongjun (*resigned with effect from 17 October 2025*)

Ms. Ren Yandan (*appointed with effect from 17 October 2025*)

Independent Non-Executive Directors

Mr. Chen Lei

Mr. Zhang Zhixue

Ms. Fan Nannan

AUDIT COMMITTEE

Mr. Chen Lei (*Chairman*)

Mr. Zhang Zhixue

Ms. Fan Nannan

REMUNERATION COMMITTEE

Mr. Zhang Zhixue (*Chairman*)

Ms. Li Hua

Ms. Fan Nannan

NOMINATION COMMITTEE

Mr. Li Guangyu (*Chairman*)

Mr. Zhang Zhixue

Ms. Fan Nannan

JOINT COMPANY SECRETARIES

Mr. Xu Bin

Ms. Ng Ka Man

AUTHORISED REPRESENTATIVES

Ms. Li Hua

Mr. Xu Bin

AUDITOR

PricewaterhouseCoopers

Certified Public Accountants

Registered Public Interest Entity Auditor

22/F, Prince's Building

Central

Hong Kong

LEGAL ADVISERS

As to Hong Kong and U.S. laws:

Skadden, Arps, Slate, Meagher & Flom

42/F, Edinburgh Tower

The Landmark

15 Queen's Road Central

Hong Kong

As to PRC law:

Tian Yuan Law Firm

10/F, China Pacific Insurance Plaza

28 Fengsheng Lane, Xicheng District

Beijing 100032

PRC

As to Cayman Islands law:

Maples and Calder (Hong Kong) LLP

53rd Floor, The Center

99 Queen's Road Central

Hong Kong

REGISTERED OFFICE

The offices of Maples Corporate Services Limited

PO Box 309, Ugland House

Grand Cayman, KY1-1104

Cayman Islands

PRINCIPAL PLACE OF BUSINESS IN HONG KONG

31/F, Tower Two, Times Square

1 Matheson Street, Causeway Bay

Hong Kong

CORPORATE INFORMATION (Continued)

HEAD OFFICE AND PRINCIPAL PLACE OF BUSINESS IN CHINA

No. 21, 4/F, Block 10
3 Mazhuang Street
Zhengdong New District
Zhengzhou, PRC

PRINCIPAL SHARE REGISTRAR AND TRANSFER OFFICE

Maples Fund Services (Cayman) Limited
PO Box 1093, Boundary Hall
Cricket Square
Grand Cayman, KY1-1102
Cayman Islands

HONG KONG SHARE REGISTRAR

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

PRINCIPAL BANKER

China Construction Bank Corporation
Jinshui Road Branch of Zhengzhou
No. 29, Jinshui Road
Zhengzhou, Henan Province
PRC

COMPANY WEBSITE

www.yuhuachina.com

STOCK CODE

6169

HIGHLIGHTS

| RMB'000 | Six months ended | | Change (%) |
|--|---------------------------------|---------------------------------|------------|
| | 28 February 2026 (Unaudited) | 28 February 2025 (Unaudited) | |
| Revenue | 1,263,269 | 1,278,104 | -1.2% |
| Gross Profit | 439,056 | 597,927 | -26.6% |
| Adjusted Gross Profit ¹ | 457,850 | 617,397 | -25.8% |
| Adjusted Net Profit attributable to owners of the Company ² | 288,833 | 434,529 | -33.5% |

Notes:

- (1) The Adjusted Gross Profit for the six months ended 28 February 2026 is calculated as gross profit from continuing operations for the period, excluding (i) share-based expense (in cost of revenue) and (ii) additional depreciation and amortisation due to the provisional fair value adjustments to the acquired identifiable assets of LEI Lie Ying Limited and its subsidiaries (including Hunan Lie Ying Industry Co., Ltd. (湖南獵鷹實業有限公司) (“**Hunan Lie Ying**”), which in turn owns the entire sponsorship interests in Hunan International Economics University (湖南涉外經濟學院), Hunan Lie Ying Mechanic School (湖南獵鷹技工學校) and Hunan International Economics University Vocational Skills Training Centre (湖南涉外經濟學院職業技能培訓中心), collectively “**HIEU Schools**”), Kaifeng City Yubohui Education Information Consulting Co., Ltd. (“**Yubohui Education**”) and its subsidiaries (including Kaifeng City Xiangfu District Bowang High School (“**Bowang High School**”)), and Jinan Shuangsheng Education Consulting Co., Ltd. and its subsidiaries (including Shandong Yingcai University).
- (2) The Adjusted Net Profit attributable to owners of the Company for the six months ended 28 February 2026 is calculated as the net profit attributable to the owners of the Company, excluding (i) share-based compensation expense; (ii) additional depreciation and amortization arising from the provisional fair value adjustments to the acquired identifiable assets mentioned above in (1); and (iii) government grants recognised during the period.

NON-IFRS MEASURES

To supplement the Group’s consolidated financial statements which are presented in accordance with the IFRS, the Company also uses Adjusted Gross Profit, Adjusted Net Profit and other adjusted figures as additional financial measures, which are not required by, or presented in accordance with, IFRS. The Company believes that these non-IFRS measures facilitate comparisons of operating performance from period to period and company to company by eliminating potential impacts of items that the management do not consider to be indicative of the Group’s operating performance.

The Company believes that these measures provide useful information to shareholders and potential investors in understanding and evaluating the Group’s consolidated results of operations in the same manner as they help the Group’s management. However, the Company’s presentation of such adjusted figures may not be comparable to a similarly titled measure presented by other companies. The use of these non-IFRS measures have limitations as an analytical tool, and you should not consider it in isolation from, or as substitute for analysis of, the Company’s results of operations or financial condition as reported under IFRS.

HIGHLIGHTS (Continued)

Calculation of the Adjusted Gross Profit

| | Six months ended | |
|--|----------------------------------|----------------------------------|
| | 28 February 2026 (RMB'000) | 28 February 2025 (RMB'000) |
| Gross Profit from continuing operations | 439,056 | 597,927 |
| Share-based compensation expenses in Cost of revenue | 2,264 | 2,924 |
| Additional depreciation and amortization due to the fair value adjustments to the acquired identifiable assets | | |
| – HIEU Schools | 4,787 | 4,794 |
| – Bowang High School | 771 | 771 |
| – Shandong Yingcai University | 10,972 | 10,981 |
| Adjusted Gross Profit | 457,850 | 617,397 |

Calculation of the Adjusted Net Profit attributable to the owners of the Company

| | Six months ended | |
|--|----------------------------------|----------------------------------|
| | 28 February 2026 (RMB'000) | 28 February 2025 (RMB'000) |
| Net profit attributable to the owners of the Company | 270,248 | 405,788 |
| Net profit from discontinued operations | – | (16,848) |
| Share-based compensation expenses in Cost of revenue | 2,264 | 2,924 |
| Share-based compensation expense in Administrative expenses | 3,800 | 4,867 |
| Additional depreciation and amortization due to the fair value adjustments to the acquired identifiable assets | | |
| – HIEU Schools | 4,834 | 4,841 |
| – Bowang High School | 595 | 595 |
| – Shandong Yingcai University | 10,972 | 10,981 |
| Gains and losses related to convertible bonds ¹ | | |
| – Fair value loss on convertible bonds | – | 24,190 |
| – Gains on repurchase of convertible bonds | – | (16,928) |
| – Losses on redemption of convertible bonds | – | 18,075 |
| Government grants | (3,880) | (3,956) |
| Adjusted Net Profit attributable to the owners of the Company | 288,833 | 434,529 |

Note:

1. Details are set out in Note 9: Other gains/(losses) – net.

MANAGEMENT DISCUSSION AND ANALYSIS

BUSINESS REVIEW

With over 20 years of operating private schools in the PRC, the Group is one of the leading private school operators in China in terms of student enrolment.

The Group's fundamental educational objectives are to foster modern talent with leadership and lifelong learning capabilities and nurture great minds to contribute to the future development of the Chinese nation (“培養具有領導才能和自主學習能力的現代化人才，為中華民族的偉大復興貢獻力量”). As an educational service provider, the Group believes it is entrusted to nurture the future of society, and aims to provide educational services in a manner consistent with the values and attitudes of the Group. The curriculums for the Group's schools not only accommodate the students' eagerness to achieve academic excellence, but also emphasise on well-rounded development of the students.

The Group is committed to continuously enhancing its teaching quality and services to ensure the delivery of high-quality education to its students. As such, there has been no material changes in respect of the business of the Group since 28 February 2026.

The Group's Schools and Student Enrolment

As at 28 February 2026, the Group had 9 schools in China.

The following table sets out a summary of the Group's schools by category as at the end of February 2026 and 2025:

| | As at 28 February 2026 | As at 28 February 2025 |
|---------------------------------------|------------------------------|------------------------------|
| The Group's schools in the PRC | | |
| Universities and vocational college | 4 | 4 |
| High schools | 5 | 5 |
| The Group's school overseas | | |
| University | — | 1 (note 1) |
| Total | 9 | 10 |

Note:

1. This represents Stamford International University, Thailand. The disposal of TEDCO and its subsidiaries (including Stamford International University) was completed on 31 May 2025. The financial results of these companies for the six months ended 28 February 2025 have been represented as discontinued operations in the Group's consolidated financial statements.

MANAGEMENT DISCUSSION AND ANALYSIS (Continued)

EVENT AFTER THE REPORTING PERIOD

Save as disclosed in note 23 to the Interim Condensed Consolidated Financial Information set out in this interim report, there has been no other significant events that might affect the Group after 28 February 2026 and up to the date of this interim report.

Future Development

The Group's future development focuses on making continuous improvements to the educational infrastructure, opening new campuses, and substantially increasing investment in vocational education. The Group will continue to seek expansion in higher education sector with high growth potential and will focus on post-expansion consolidation to maximize shareholder value.

MANAGEMENT DISCUSSION AND ANALYSIS (Continued)

FINANCIAL REVIEW

1. Overview

For the six months ended 28 February 2026, the Group recorded revenue of RMB1,263.3 million, a gross profit of RMB439.1 million and an Adjusted Gross Profit of RMB457.9 million. The gross profit margin was 34.8% for the six months ended 28 February 2026 as compared with 46.8% for the corresponding period in 2025. The Adjusted Gross Profit Margin¹ of the Group was 36.2% for the six months ended 28 February 2026 as compared with 48.3% for the corresponding period in 2025.

The net profit attributable to owners of the Company amounted to RMB270.2 million and RMB405.8 million for the six months ended 28 February 2026 and 28 February 2025, respectively. The net profit margin attributable to owners of the Company amounted to 21.4% and 31.7% for the six months ended 28 February 2026 and 28 February 2025, respectively.

The Adjusted Net Profit attributable to owners of the Company for the six months ended 28 February 2026 was RMB288.8 million, representing a decrease of RMB145.7 million or a 33.5% decrease from the corresponding period in 2025. The Adjusted Net Profit Margin² attributable to owners of the Company was 22.9% and 34.0% for the six months ended 28 February 2026 and 28 February 2025, respectively.

2. Revenue

For the six months ended 28 February 2026, the revenue of the Group amounted to RMB1,263.3 million, representing a decrease of RMB14.8 million or 1.2% as compared with RMB1,278.1 million for the corresponding period in 2025. The decrease was primarily due to the decrease in student enrolment from several schools.

3. Cost of Revenue

For the six months ended 28 February 2026, the cost of revenue of the Group amounted to RMB824.2 million, representing an increase of RMB144.0 million or 21.2% as compared with RMB680.2 million for the corresponding period in 2025. The Adjusted Cost of Revenue³ of the Group amounted to RMB805.4 million for the six months ended 28 February 2026, representing an increase of RMB144.7 million or 21.9% as compared with RMB660.7 million for the corresponding period of 2025.

¹ The Adjusted Gross Profit Margin is calculated based on the Adjusted Gross Profit. Please refer to the “Non-IFRS Measures” section of this report for details.

² The Adjusted Net Profit Margin attributable to owners of the Company is calculated based on the Adjusted Net Profit attributable to owners of the Company. Please refer to the “Non-IFRS Measures” section of this report for details.

³ The Adjusted Cost of Revenue is calculated as cost of revenue for the period, excluding the non-cash expenses of share-based compensations and additional depreciation and amortisation due to the provisional fair value adjustments to the acquired identifiable assets of (i) LEI Lie Ying Limited; (ii) Yubohui Education and its subsidiaries; and (iii) Jinan Shuangsheng Education Consulting Co., Ltd. and its subsidiaries (including Shandong Yingcai University).

MANAGEMENT DISCUSSION AND ANALYSIS (Continued)

4. Gross Profit and Gross Profit Margin

For the six months ended 28 February 2026, the Group's gross profit amounted to RMB439.1 million and RMB597.9 million for the six months ended 28 February 2026 and 28 February 2025, respectively. The Group's gross profit margin amounted to 34.8% and 46.8% for the six months ended 28 February 2026 and 28 February 2025, respectively. The decrease in gross profit margin was primarily attributable to an increase in costs and expenses, driven by higher staff costs, increased investment in teaching and research activities, as well as higher depreciation charges during the Reporting Period.

The Adjusted Gross Profit of the Group amounted to RMB457.9 million, representing a decrease of RMB159.5 million or 25.8% as compared with RMB617.4 million for the corresponding period in 2025. The Adjusted Gross Profit Margin of the Group for the six months ended 28 February 2026 was 36.2%, compared with 48.3% for the corresponding period in 2025.

5. Selling Expenses

For the six months ended 28 February 2026, the selling expenses of the Group remained stable at RMB16.8 million, as compared to RMB16.8 million for the corresponding period in 2025.

6. Administrative Expenses

The administrative expenses of the Group remained relatively stable at RMB161.2 million for the six months ended 28 February 2026, as compared to RMB158.5 million for the corresponding period in 2025.

7. Other Income

The other income of the Group remained relatively stable at RMB6.8 million for the six months ended 28 February 2026, as compared to RMB7.3 million for the corresponding period in 2025.

8. Other Gains and Losses

For the six months ended 28 February 2026, the other gains and losses of the Group amounted to a net gain of RMB3.4 million as compared with a net loss of RMB31.5 million for the corresponding period in 2025. The decrease in other losses was mainly attributable to net losses related to convertible bonds recorded in the corresponding period in 2025, which were not present during the Reporting Period.

⁴ Adjusted Administrative Expenses are calculated as administrative expense for the period, excluding the impact from share-based compensation.

MANAGEMENT DISCUSSION AND ANALYSIS (Continued)

9. Operating Profit

The Operating Profit of the Group amounted to RMB267.2 million for the six months ended 28 February 2026, representing a decrease of RMB130.1 million or 32.8% as compared with RMB397.3 million for the corresponding period in 2025, respectively. The Operating Profit Margin amounted to 21.2% and 31.1% for the six months ended 28 February 2026 and 28 February 2025, respectively.

10. Finance Income

Finance income decreased by 20.7% from RMB11.9 million for the six months ended 28 February 2025 to RMB9.5 million for the corresponding period in 2026 due to a decline in interest income.

11. Finance Expenses

Finance expenses decreased by 62.5% from RMB22.5 million for the six months ended 28 February 2025 to RMB8.4 million for the corresponding period in 2026 due to the early repayment of bank borrowings.

12. Profit for the Reporting Period

As a result of the above factors, the Group recorded a net profit attributable to owners of the Company of RMB270.2 million for the six months ended 28 February 2026, representing a decrease of RMB135.5 million or 33.4% as compared with RMB405.8 million for the corresponding period in 2025. The net profit margin attributable to owners of the Company for the six months ended 28 February 2026 was 21.4%, compared to 31.7% for the corresponding period in 2025.

The Adjusted Net Profit attributable to owners of the Company was RMB288.8 million for the six months ended 28 February 2026, representing a decrease of RMB145.7 million or 33.5% as compared with RMB434.5 million for the corresponding period in 2025. In addition, the Adjusted Net Profit Margin attributable to owners of the Company amounted to 22.9% and 34.0% for the six months ended 28 February 2026 and 28 February 2025, respectively.

The decrease in the Adjusted Net Profit was primarily attributable to an increase in costs and expenses, driven by higher staff costs, increased investment in teaching and research activities, as well as higher depreciation charges.

13. Liquidity and Source of Funding and Borrowing

As at 28 February 2026, the Group's cash and cash equivalents remained stable at RMB1,750.5 million, as compared to RMB1,730.4 million as at 31 August 2025.

As at 28 February 2026, the current assets of the Group amounted to RMB1,817.2 million, including RMB1,751.2 million in cash and restricted cash and RMB66.0 million in trade and other receivables. The current liabilities of the Group amounted to RMB2,392.8 million, of which RMB1,150.3 million was accruals and other payables, RMB1,236.3 million was contract liabilities, and RMB6.2 million was lease liabilities. As at 28 February 2026, the current ratio of the Group, which is equivalent to the current assets divided by the current liabilities, was 0.76 (31 August 2025: 0.75).

MANAGEMENT DISCUSSION AND ANALYSIS (Continued)

14. Gearing Ratio

As at 28 February 2026, the gearing ratio of the Group, which was calculated as total interest-bearing bank loans divided by total equity, was nil (31 August 2025: 7.2%).

15. Significant Investments

The Group did not make or hold any significant investments (including any investment in an investee company with a value of 5% or more of the Group's total assets as of 28 February 2026) during the six months ended 28 February 2026.

16. Material Acquisitions and Disposals

The Group did not have any material acquisitions or disposals of subsidiaries, consolidated affiliated entities or associated companies during the six months ended 28 February 2026.

17. Pledge of Assets

As at 28 February 2026, the Group had no borrowings secured by pledge of assets.

18. Contingent Liabilities

The Group had no contingent liabilities as at 28 February 2026.

19. Foreign Exchange Exposure

During the six months ended 28 February 2026, the Group mainly operated in China and the majority of the transactions were settled in RMB, the Company's primary consolidated affiliated entities' functional currency. As at 28 February 2026, except for the bank deposits denominated in foreign currencies, the Group did not have significant foreign currency exposure from its operations.

20. Employee and Remuneration Policy

The Group formulates and implements its employee and remuneration policy in line with its operational requirements and business development. As at 28 February 2026 and 28 February 2025, we had 7,563 and 7,806 employees, respectively. The number of employees employed by the Group varies from time to time depending on need. Employees' remuneration is determined in accordance with prevailing industry practice and employees' educational backgrounds, experiences and performance. The remuneration policy and package of the Group's employees are periodically reviewed. As required by the PRC laws and regulations, the Company participates in various employee social security plans for its employees that are administered by local governments, including among others, housing provident funds, pensions, medical insurance, social insurance and unemployment insurance.

The Group believes in the importance of attracting, recruiting and retaining of quality employees (in particular teachers) in achieving the Group's success. The Group provides training for teachers to equip them with teaching skills and techniques and stay abreast of the changes in student demands and teaching methodologies, changing testing and admission standards and other trends. During each school year, the Group monitors the teaching quality of its teachers and evaluates the performance of its teachers from time to time. During the six months ended 28 February 2026, the Group did not experience any significant labour disputes or any difficulty in recruiting employees.

MANAGEMENT DISCUSSION AND ANALYSIS (Continued)

Compensation of key executives of the Group is determined by the Company's remuneration committee which reviews and recommends to the Board the executives' compensation based on the Group's performance and the executives' respective contributions to the Group.

The Company also has a Pre-IPO Share Option Scheme and a Share Award Scheme. Please refer to the section headed "Statutory and General Information — D. Pre-IPO Share Option Scheme and Share Award Scheme" in Appendix V to the Prospectus for further details.

The total remuneration cost incurred by the Group for the six months ended 28 February 2026 was RMB388.9 million (for the six months ended 28 February 2025: RMB319.3 million).

21. Future Plans for Material Investments and Capital Assets

As of 28 February 2026, the Group did not have other plans for material investments and capital assets.

CORPORATE GOVERNANCE AND OTHER INFORMATION

CORPORATE GOVERNANCE AND OTHER INFORMATION

The Company is committed to achieving high corporate governance standards. The Board believes that high corporate governance standards are essential in providing a framework for the Group to safeguard the interests of shareholders and to enhance corporate value and accountability.

1. Compliance with the Code on Corporate Governance Practices

During the six months ended 28 February 2026, the Company has complied with all applicable code provisions set out in Part 2 of the CG Code contained in Appendix C1 to the Listing Rules.

The Company will continue to regularly review and monitor its corporate governance practices to ensure compliance with the CG Code, and maintain a high standard of corporate governance practices of the Company.

2. Compliance with the Model Code for Securities Transactions by Directors

The Company has adopted the Model Code as set out in Appendix C3 to the Listing Rules as its own securities dealing code to regulate all dealings by Directors and relevant employees of securities in the Company and other matters covered by the Model Code.

Specific enquiry has been made of all the Directors and the relevant employees and they have confirmed that they have complied with the Model Code during the six months ended 28 February 2026. No incident of non-compliance of the Model Code was noted by the Company during the Reporting Period.

INTERIM DIVIDEND

The Board does not recommend the distribution of an interim dividend for the six months ended 28 February 2026 (2025: Nil).

AUDIT COMMITTEE

The Company has established the Audit Committee with written terms of reference in accordance with the Listing Rules. The Audit Committee comprises three independent non-executive Directors, namely, Mr. Chen Lei, Mr. Zhang Zhixue and Ms. Fan Nannan. Mr. Chen Lei is the chairman of the Audit Committee.

The Audit Committee has reviewed the unaudited interim condensed financial information of the Group for the six months ended 28 February 2026. The Audit Committee has also discussed matters with respect to the accounting policies and practices adopted by the Company and internal control with senior management members of the Group.

CORPORATE GOVERNANCE AND OTHER INFORMATION (Continued)

OTHER BOARD COMMITTEES

In addition to the Audit Committee, the Company has also established a Nomination Committee and a Remuneration Committee.

CHANGES TO DIRECTORS' INFORMATION

The Directors confirm that no information is required to be disclosed pursuant to Rule 13.51B(1) of the Listing Rules since the last published annual report of the Company published on 19 December 2025.

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

Neither the Company nor any of its subsidiaries or consolidated affiliated entities purchased, sold or redeemed any listed securities of the Company (including any sale of treasury shares (as defined under the Listing Rules)) during the six months ended 28 February 2026. The Company did not hold any treasury shares (as defined under the Listing Rules) as at 28 February 2026.

MATERIAL LITIGATION

The Company was not involved in any material litigation or arbitration during the Reporting Period. The Directors are also not aware of any material litigation or claims that are pending or threatened against the Group as of 28 February 2026.

BUILDING CERTIFICATES AND PERMITS

As at 28 February 2026, in relation to owned buildings or groups of buildings other than those associated with the HIEU Schools (the “**Non-HIEU Schools Owned Buildings**”), the Group had not obtained proper building ownership certificates or other requisite certificates or permits for 11 of the 32 Non-HIEU Schools Owned Buildings, due in part to changes to the urban planning in the cities which the Group operates, administrative oversight by the Group's management and their unfamiliarity with the relevant regulatory requirements. The Group is in the process of applying to relevant government authorities for the relevant outstanding certificates and permits and are closely following up with the government authorities with respect to the applications. Please also refer to the section headed “Business — Properties — Owned Properties — Buildings or Groups of Buildings” in the Prospectus for further details. There have been no updates in this regard since the publication of the Prospectus.

As at 28 February 2026, the Company was in the process of applying for, but had not yet obtained, the proper certificates in relation to 48 buildings currently occupied by the HIEU Schools. The Company understands that the lack of certificates in relation to these buildings will not prejudice the ability of the Company to operate the HIEU Schools and that the buildings are fit and safe for education purposes. For further details, please refer to the Company's circular dated 29 June 2018.

CORPORATE GOVERNANCE AND OTHER INFORMATION (Continued)

REGULATORY FRAMEWORK RELATING TO FOREIGN OWNERSHIP IN THE EDUCATION INDUSTRY IN THE PRC

Foreign investment activities in the PRC are subject to the restrictions as set out in the Administrative Measures of Foreign Investment Admission (Negative List) (2024 Version) (《外商投資准入特別管理措施(負面清單)(2024年版)》) (the “**Negative List**”), which is promulgated and amended from time to time jointly by the National Development and Reform Commission of the PRC and Ministry of Commerce of the PRC. The latest version of the Negative List was released on 6 September 2024 and became effective on 1 November 2024. Foreign investments in industries falling within the Negative List are subjected to special administrative measures as set forth therein.

According to the Negative List, operation of kindergartens, high schools and higher education institutions (the “**Relevant Business**”) shall be restricted to Sino-foreign cooperation, which means that foreign investors may only operate kindergartens, high schools and higher education institutions through joint ventures with PRC incorporated entities that are in compliance with the Regulation on Sino-Foreign Cooperation in Operating Schools of the People’s Republic of China (《中華人民共和國中外合作辦學條例》), promulgated by the State Council in 2003 and amended on 2 March 2019 (the “**Sino-Foreign Cooperation Regulation**”). The Negative List also provides that the domestic party shall play a dominant role in the Sino-foreign cooperation, meaning that (a) the principal or other chief executive officer of the schools or education institutions shall be a PRC national; and (b) the representative of the domestic party shall account for not less than half of the total members of the board of directors, the executive council or the joint administration committee of the Sino-foreign cooperative educational institution.

Pursuant to the Implementation Opinions, foreign-invested companies that engage in educational activities in the PRC should comply with the Negative List.

Pursuant to the Sino-Foreign Cooperation Regulation, the foreign investor in a Sino-foreign joint venture school for PRC students at a kindergarten, high school and higher education institution (a “Sino-Foreign Joint Venture Private School”) must be a foreign education institution with relevant qualification and high quality of education (the “**Qualification Requirement**”).

Furthermore, pursuant to the Implementation Opinions, the foreign portion of the total investment in a Sino-Foreign Joint Venture Private School should be below 50% (the “**Foreign Ownership Restriction**”) and the establishment of these schools is subject to approval of education authorities at the provincial or national level.

The Company’s PRC Legal Adviser has also advised that it is currently uncertain as to what specific criteria must be met by a foreign investor (such as length of experience and form and extent of ownership in the foreign jurisdiction) in order to demonstrate to the relevant education authority that it meets the Qualification Requirement.

Further details of the regulatory framework are set out in the section headed “Contractual Arrangements” in the Prospectus.

CORPORATE GOVERNANCE AND OTHER INFORMATION (Continued)

DIRECTORS' AND CHIEF EXECUTIVE'S INTERESTS AND SHORT POSITIONS IN SHARES, UNDERLYING SHARES AND DEBENTURES

As at 28 February 2026, the interests and short positions of the Directors and chief executive of the Company in the Shares, underlying Shares and debentures of the Company or its associated corporations (within the meaning of Part XV of the SFO) which were required to be notified to the Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests or short positions which they were taken or deemed to have under such provisions of the SFO), or which were required, pursuant to section 352 of the SFO, to be entered in the register referred to therein, or which were required to be notified to the Company and the Stock Exchange pursuant to the Model Code are as follows:

Interest in the Company

| Name of Director | Capacity/Nature of Interest | Number of Shares | Approximate Percentage of Shareholding in the Company (%) ⁽¹⁾ | Long position/ Short position/ Lending pool |
|------------------|--|------------------------------|--|---|
| Mr. Li | Beneficial owner/Founder of a discretionary trust/Other | 1,937,249,000 ⁽²⁾ | 45.16% | Long position |
| Ms. Li | Beneficiary of a discretionary trust/ Beneficial owner/Other | 1,941,826,000 ⁽²⁾ | 45.27% | Long position |
| Ms. Ren Yandan | Beneficial owner | 2,610,560 ⁽³⁾ | 0.06% | Long position |

Notes:

- (1) The calculation is based on the total number of 4,289,505,307 Shares in issue as at 28 February 2026.
- (2) The entire share capital of GuangYu Investment is wholly-owned by Baikal Lake Investment, as the nominee of TMF (Cayman) Ltd., the trustee of Nan Hai Trust, which was established by Mr. Li (as the settlor) on 6 September 2016 as a discretionary trust for the benefit of among others, Mr. Li and Ms. Li. Each of Mr. Li (as the founder of Nan Hai Trust) and Ms. Li (as a beneficiary of Nan Hai Trust) is taken to be interested in 1,917,500,000 Shares held by GuangYu Investment.
- (3) Includes Ms. Ren Yandan's entitlement to receive up to 2,608,800 Shares pursuant to the exercise of options granted to her under the Pre-IPO Share Option Scheme, subject to the conditions (including vesting conditions) of those options.

CORPORATE GOVERNANCE AND OTHER INFORMATION (Continued)

Interest in Associated Corporations

| Name of Director | Name of Associated Corporation | Capacity/Nature of Interest | Amount of registered capital | % of interest in the corporation | Long Position/ Short Position/ Lending pool |
|------------------|---|-----------------------------|------------------------------|----------------------------------|---|
| Mr. Li | YuHua Investment Management | Beneficial owner | RMB40,000,000 | 80% | Long position |
| | Zhengzhou YuHua Education Investments | Beneficial owner | RMB18,000,000 | 36% | Long position |
| | Zhengzhou Zhongmei Education Investments | Beneficial owner | RMB30,000,000 | 60% | Long position |
| | Zhengzhou Qinfeng Education Technology Co., Ltd. | Beneficial owner | RMB400,000 | 40% | Long position |
| | Zhengzhou Hanchen Education Technology Co., Ltd. | Beneficial owner | RMB4,000,000 | 40% | Long position |
| | Changsha Jiuzhao Information Technology Co., Ltd. | Beneficial owner | RMB400,000 | 40% | Long position |
| | Henan Gaowen Education Consulting Co., Ltd | Beneficial owner | RMB400,000 | 40% | Long position |
| Ms. Li | YuHua Investment Management | Beneficial owner | RMB10,000,000 | 20% | Long position |
| | Zhengzhou YuHua Education Investments | Beneficial owner | RMB32,000,000 | 64% | Long position |
| | Zhengzhou Zhongmei Education Investments | Beneficial owner | RMB20,000,000 | 40% | Long position |
| | Zhengzhou Qinfeng Education Technology Co., Ltd. | Beneficial owner | RMB600,000 | 60% | Long position |
| | Zhengzhou Hanchen Education Technology Co., Ltd. | Beneficial owner | RMB6,000,000 | 60% | Long position |
| | Changsha Jiuzhao Information Technology Co., Ltd. | Beneficial owner | RMB600,000 | 60% | Long position |
| | Henan Gaowen Education Consulting Co., Ltd | Beneficial owner | RMB600,000 | 60% | Long position |

Save as disclosed above, as at 28 February 2026, none of the Directors or chief executives of the Company had or was deemed to have any interests or short positions in the Shares, underlying Shares or debentures of the Company or its associated corporations (within the meaning of Part XV of the SFO) which were required to be notified to the Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests and short positions which they were taken or deemed to have under such provisions of the SFO), or which were required to be recorded in the register to be kept by the Company pursuant to section 352 of the SFO, or which were required, pursuant to the Model Code, to be notified to the Company and the Stock Exchange.

CORPORATE GOVERNANCE AND OTHER INFORMATION (Continued)

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

As at 28 February 2026, within the knowledge of the Directors, the following persons (other than the Directors or chief executive of the Company) had an interest or a short position in the Shares or underlying Shares of the Company which would be required to be disclosed to the Company under the provisions of Divisions 2 and 3 of Part XV of the SFO or as recorded in the register required to be kept by the Company pursuant to Section 336 of the SFO:

| Name of Shareholder | Capacity/Nature of Interest | Number of Shares | Approximate Percentage of Shareholding in the Company (%) ⁽¹⁾ | Long Position/ Short Position/ Lending pool |
|---|--|------------------|--|---|
| Mr. Li ⁽²⁾ | Beneficial owner/Founder of a discretionary trust/Other | 1,937,249,000 | 45.16% | Long position |
| Ms. Li ⁽²⁾ | Beneficiary of a discretionary trust/ Beneficial owner/Other | 1,941,826,000 | 45.27% | Long position |
| Baikal Lake Investment ⁽²⁾ | Interest in controlled corporation/Other | 1,917,500,000 | 44.70% | Long position |
| GuangYu Investment ⁽²⁾ | Beneficial owner/Other | 1,917,500,000 | 44.70% | Long position |
| TMF (Cayman) Ltd. ⁽³⁾ | Trustee/Other | 1,917,500,000 | 44.70% | Long position |
| Fischer Seth Hillel | Interest in controlled corporation | 240,648,529 | 5.61% | Long position |
| | | 19,936,000 | 0.46% | Short position |
| Oasis Investments II Master Fund Ltd. | Beneficial owner | 240,648,529 | 5.61% | Long position |
| | | 19,936,000 | 0.46% | Short position |
| Oasis Investments II Offshore Feeder Ltd. | Interest in controlled corporation | 240,648,529 | 5.61% | Long position |
| | | 19,936,000 | 0.46% | Short position |
| Oasis Management Company Ltd. | Investment manager | 240,648,529 | 5.61% | Long position |
| | | 19,936,000 | 0.46% | Short position |

Notes:

- (1) The calculation is based on the total number of 4,289,505,307 Shares in issue as at 28 February 2026.
- (2) The entire share capital of GuangYu Investment Holdings Limited is held by Baikal Lake Investment, as the nominee of TMF (Cayman) Ltd., the trustee of Nan Hai Trust. Nan Hai Trust was established by Mr. Li (as the settlor) on 6 September 2016 as a discretionary trust for the benefit of, among others, Mr. Li and Ms. Li.
- (3) TMF (Cayman) Ltd. is the trustee of Nan Hai Trust.

Save as disclosed above, the Directors are not aware of any other person (other than the Directors or chief executive of the Company) who had an interest or short position in the shares or underlying shares of the Company as at 28 February 2026 as recorded in the register required to be kept by the Company pursuant to section 336 of the SFO.

CORPORATE GOVERNANCE AND OTHER INFORMATION (Continued)

SHARE SCHEMES

The Company has one expired share scheme with options outstanding and one existing share scheme, namely the Pre-IPO Share Option Scheme and the Share Award Scheme, respectively. From 1 January 2023, the Company will rely on the transitional arrangements provided for the existing share schemes and will comply with the applicable requirements under Chapter 17 of the Listing Rules accordingly.

1. Pre-IPO Share Option Scheme

In order to incentivise the Directors, senior management and other employees for their contribution to the Group and to attract and retain suitable personnel to the Group, the Company adopted the Pre-IPO Share Option Scheme effective from 1 September 2016.

The purpose of the Pre-IPO Share Option Scheme is to provide the selected participants with the opportunity to acquire proprietary interests in the Company and to encourage the selected participants to work towards enhancing the value of the Company and its Shares for the benefit of the Company and its Shareholders as a whole. The Pre-IPO Share Option Scheme will provide the Company with a flexible means of retaining, incentivising, rewarding, remunerating, compensating and/or providing benefits to selected participants.

The overall limit on the number of Shares which may be issued upon exercise of all outstanding options granted and yet to be exercised under the Pre-IPO Share Option Scheme at any time shall not exceed 180,000,000 Shares. However, no further options have been granted under the Pre-IPO Share Option Scheme after the Listing.

Given that no further options would be granted under the Pre-IPO Share Option Scheme, the outstanding number of options would be equivalent to the maximum number of new Shares available for issue under the Pre-IPO Share Option Scheme. As of the date of this interim report, outstanding options representing 105,043,690 underlying Shares, being approximately 2.4% of the issued share capital of the Company, were granted to eligible participants pursuant to the Pre-IPO Share Option Scheme.

CORPORATE GOVERNANCE AND OTHER INFORMATION (Continued)

The table below shows details of the outstanding share options granted to all grantees under the Pre-IPO Share Option Scheme as of 28 February 2026. The Company has not granted further share options under the Pre-IPO Share Option Scheme since 28 February 2017 and up to the date of this interim report. For further details on the movement of the options during the Reporting Period, please see note 15 to the financial information.

| Grantee | Position Held | Date of grant | Vesting Period ⁽¹⁾ | Outstanding as at 1 September 2025 | Exercised during the Reporting Period | Lapsed during the Reporting Period | Cancelled during the Reporting Period | Outstanding as at 28 February 2026 | Exercise price per Share | Weighted average closing price of the Company's shares immediately before the exercise date during the Reporting Period |
|--|---------------|------------------|---------------------------------------|------------------------------------|---------------------------------------|------------------------------------|---------------------------------------|------------------------------------|--------------------------|---|
| Directors, chief executive, substantial shareholders and associates | | | | | | | | | | |
| Ms. Ren Yandan (任豔丹) | | 1 September 2016 | Up to 20 years from the date of grant | 2,608,800 | – | – | – | 2,608,800 | HK\$0.00001 | – |
| Other grantees in category | | | | | | | | | | |
| 325 Employee Participants | | 1 September 2016 | Up to 20 years from the date of grant | 102,434,890 | – | – | – | 102,434,890 | HK\$0.00001 | – |
| TOTAL | | | | 105,043,690 | – | – | – | 105,043,690 | | |

Note:

- (1) The exercise period the options granted shall end in any event not later than 20 years from the date of grant of the options subject to the provisions for early termination under the Pre-IPO Share Option Scheme.

CORPORATE GOVERNANCE AND OTHER INFORMATION (Continued)

2. Share Award Scheme

The Company adopted the Share Award Scheme by the resolutions in writing of the then sole shareholder of the Company on 8 February 2017.

There were no outstanding share awards at the beginning of the Reporting Period and no share awards were granted during the Reporting Period. Therefore, no new Shares may be issued in respect of awards granted during the Reporting Period to eligible participants pursuant to the Share Award Scheme.

Number of Awards available for grant and number of new Shares available for issue under the Share Award Scheme

The aggregate number of Shares underlying all grants made (which also represents the number of Shares available for issue) pursuant to the Share Award Scheme (excluding share which have been forfeited in accordance with the Share Award Scheme) will not exceed 270,000,000 Shares (representing 9% of the aggregate nominal amount of the issued share capital of the Company (excluding any Shares which may be issued pursuant to the exercise of the options granted under the Pre-IPO Share Option Scheme and grants under the Share Award Scheme) as of the Listing Date) without further Shareholders' approval (the "**Share Award Scheme Limit**").

As of September 1, 2025, 250,177,900 new Shares underlying Awards to be made (representing approximately 5.8% of the issued share capital of the Company as of the date of this interim report) were available for issue under the Share Award Scheme Limit. As no share awards were granted during the Reporting Period. It follows that, as of 28 February 2026 and the date of this report, 250,177,900 new Shares and 250,177,900 new Shares underlying Awards to be made (representing approximately 5.8% of the issued share capital of the Company as of the date of this interim report) were available for issue under the Share Award Scheme Limit, respectively.

Directors' Rights to Acquire Shares or Debentures

Save as disclosed in this interim report, at no time during the Reporting Period 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.

Hong Kong, 30 April 2026

INTERIM CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS

| | Note | Six months ended | |
|--|------|------------------------|----------------------------------|
| | | 28 February 2026 | 28 February 2025 (Note 22) |
| | | RMB'000 (Unaudited) | RMB'000 (Unaudited) |
| Continuing operations | | | |
| Revenue | 6 | 1,263,269 | 1,278,104 |
| Cost of revenue | 7 | (824,213) | (680,177) |
| Gross profit | | 439,056 | 597,927 |
| Selling expenses | 7 | (16,763) | (16,782) |
| Administrative expenses | 7 | (161,219) | (158,544) |
| Net impairment losses on financial assets | | (4,127) | (1,040) |
| Other income | 8 | 6,807 | 7,265 |
| Other gains/(losses) — net | 9 | 3,434 | (31,518) |
| Operating profit | | 267,188 | 397,308 |
| Finance income | | 9,472 | 11,943 |
| Finance expenses | | (8,424) | (22,479) |
| Finance expenses — net | | 1,048 | (10,536) |
| Profit before income tax | | 268,236 | 386,772 |
| Income taxation | 10 | 4,237 | 3,746 |
| Profit for the period from continuing operations | | 272,473 | 390,518 |
| Discontinued operations | | | |
| Profit for the period from discontinued operations, net of tax | 22 | — | 16,848 |
| Profit for the period | | 272,473 | 407,366 |
| Profit attributable to: | | | |
| Owners of the Company | | | |
| — Continuing operations | | 270,248 | 388,940 |
| — Discontinued operations | | — | 16,848 |
| | | 270,248 | 405,788 |

INTERIM CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS (Continued)

| | Note | Six months ended | |
|--|------|------------------------|----------------------------------|
| | | 28 February 2026 | 28 February 2025 (Note 22) |
| | | RMB'000 (Unaudited) | RMB'000 (Unaudited) |
| Non-controlling interests | | | |
| — Continuing operations | | 2,225 | 1,578 |
| — Discontinued operations | | — | — |
| | | 2,225 | 1,578 |
| Earnings per share attributable to owners of the Company (RMB Yuan) | | | |
| Basic earnings per share | | | |
| — For the period | 11 | 0.06 | 0.11 |
| — For the period from continuing operations | 11 | 0.06 | 0.11 |
| Diluted earnings per share | | | |
| — For the period | 11 | 0.06 | 0.10 |
| — For the period from continuing operations | 11 | 0.06 | 0.10 |

The notes on pages 32 to 64 form an integral part of this interim condensed consolidated financial information.

INTERIM CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

| | Note | Six months ended | |
|--|------|---|---|
| | | 28 February 2026 RMB'000 (Unaudited) | 28 February 2025 RMB'000 (Unaudited) |
| Profit for the period | | 272,473 | 407,366 |
| — Continuing operations | | 272,473 | 390,518 |
| — Discontinued operations | | — | 16,848 |
| Other comprehensive income | | | |
| — Continuing operations | | | |
| <i>Items that may be reclassified to profit or loss</i> | | | |
| Currency translation differences | | 11,946 | (14,882) |
| <i>Items that will not be reclassified to profit or loss</i> | | | |
| Changes in fair value related to the changes in credit risk of Convertible Bonds | | — | 104,710 |
| Currency translation differences | | (21,963) | 12,118 |
| Total other comprehensive income of continuing operations | | (10,017) | 101,946 |
| — Discontinued operations | | | |
| <i>Items that may be reclassified to profit or loss</i> | | | |
| Currency translation differences | 22 | — | 3,172 |
| Other comprehensive income for the period, net of tax | | (10,017) | 105,118 |
| Total comprehensive income for the period | | 262,456 | 512,484 |
| Total comprehensive income for the period attributable to: | | | |
| — Owners of the Company | | 260,231 | 510,906 |
| — Non-controlling interests | | 2,225 | 1,578 |
| | | 262,456 | 512,484 |

INTERIM CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (Continued)

| | Note | Six months ended | |
|---|------|---|---|
| | | 28 February 2026 RMB'000 (Unaudited) | 28 February 2025 RMB'000 (Unaudited) |
| Total comprehensive income for the period attributable to owners of the Company arises from: | | | |
| — Continuing operations | | 260,231 | 490,886 |
| — Discontinued operations | | — | 20,020 |
| | | 260,231 | 510,906 |

The notes on pages 32 to 64 form an integral part of this interim condensed consolidated financial information.

INTERIM CONDENSED CONSOLIDATED BALANCE SHEET

| | Note | As at 28 February 2026 RMB'000 (Unaudited) | As at 31 August 2025 RMB'000 (Audited) |
|---|-------|--|--|
| Assets | | | |
| Non-current assets | | | |
| Property, plant and equipment | 12(a) | 7,157,630 | 7,252,370 |
| Intangible assets | 12(a) | 1,352,693 | 1,362,735 |
| Right-of-use assets | 12(b) | 1,732,065 | 1,654,488 |
| Trade and other receivables | 13 | 99,701 | 106,587 |
| Other non-current assets | | 42,711 | 53,258 |
| Total non-current assets | | 10,384,800 | 10,429,438 |
| Current assets | | | |
| Trade and other receivables | 13 | 66,077 | 99,897 |
| Restricted cash | | 682 | 2,190 |
| Cash and cash equivalents | | 1,750,490 | 1,730,448 |
| Term deposits with initial term of over three months | | — | 46,640 |
| Total current assets | | 1,817,249 | 1,879,175 |
| Total assets | | 12,202,049 | 12,308,613 |
| Equity | | | |
| Equity attributable to owners of the Company | | | |
| Share capital | 14 | 36 | 36 |
| Share premium | 14 | 2,006,842 | 1,992,909 |
| Reserves | | 1,310,562 | 1,318,135 |
| Retained earnings | | 5,748,440 | 5,478,192 |
| Capital and reserves attributable to owners of the Company | | 9,065,880 | 8,789,272 |
| Non-controlling interests | | 52,892 | 50,667 |
| Total equity | | 9,118,772 | 8,839,939 |

INTERIM CONDENSED CONSOLIDATED BALANCE SHEET (Continued)

| | Note | As at 28 February 2026 RMB'000 (Unaudited) | As at 31 August 2025 RMB'000 (Audited) |
|--------------------------------------|-------|--|--|
| Liabilities | | | |
| Non-current liabilities | | | |
| Lease liabilities | 12(b) | 99,667 | 1,551 |
| Deferred income | | 159,584 | 161,360 |
| Deferred income tax liabilities | 19 | 431,222 | 435,471 |
| Borrowings | 17 | — | 353,980 |
| Total non-current liabilities | | 690,473 | 952,362 |
| Current liabilities | | | |
| Accruals and other payables | 16 | 1,150,344 | 1,389,243 |
| Contract liabilities | | 1,236,306 | 840,589 |
| Lease liabilities | 12(b) | 6,154 | 3,520 |
| Borrowings | 17 | — | 282,960 |
| Total current liabilities | | 2,392,804 | 2,516,312 |
| Total liabilities | | 3,083,277 | 3,468,674 |
| Total equity and liabilities | | 12,202,049 | 12,308,613 |

The notes on pages 32 to 64 form an integral part of this interim condensed consolidated financial information.

The interim condensed consolidated financial information on pages 22 to 31 were approved by the Board of Directors on 30 April 2026 and were signed on its behalf.

Li Hua
Director

Ren Yandan
Director

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

| | Note | Share capital (Note 14) RMB'000 | Share premium (Note 14) RMB'000 | Capital reserve RMB'000 | Statutory surplus reserve RMB'000 | Share-based payments reserve RMB'000 | Other reserves RMB'000 | Retained earnings RMB'000 | Non-controlling interests RMB'000 | Total RMB'000 |
|---|-------|---------------------------------------|---------------------------------------|----------------------------|--------------------------------------|---|---------------------------|------------------------------|--------------------------------------|------------------|
| Balance at 31 August 2025 | | 36 | 1,992,909 | (134,067) | 1,404,363 | 144,087 | (96,248) | 5,478,192 | 50,667 | 8,839,939 |
| Comprehensive income | | | | | | | | | | |
| Profit for the period | | – | – | – | – | – | – | 270,248 | 2,225 | 272,473 |
| Currency translation differences | | – | – | – | – | – | (10,017) | – | – | (10,017) |
| Total comprehensive income for the period | | – | – | – | – | – | (10,017) | 270,248 | 2,225 | 262,456 |
| Total transactions with owners | | | | | | | | | | |
| Exercise of warrants | 14(a) | – | 13,933 | – | – | – | (3,620) | – | – | 10,313 |
| Share-based compensation | 15 | – | – | – | – | 6,064 | – | – | – | 6,064 |
| Total transactions with owners in their capacity as owners | | – | 13,933 | – | – | 6,064 | (3,620) | – | – | 16,377 |
| Balance at 28 February 2026 | | 36 | 2,006,842 | (134,067) | 1,404,363 | 150,151 | (109,885) | 5,748,440 | 52,892 | 9,118,772 |

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (Continued)

| | Note | Share capital (Note 14) RMB'000 | Share premium (Note 14) RMB'000 | Capital reserve RMB'000 | Statutory surplus reserve RMB'000 | Share-based payments reserve RMB'000 | Other reserves RMB'000 | Retained earnings RMB'000 | Non-controlling interests RMB'000 | Total RMB'000 |
|--|------|---------------------------------------|---------------------------------------|----------------------------|--------------------------------------|---|---------------------------|------------------------------|--------------------------------------|------------------|
| Balance at 31 August 2024 | | 30 | 1,762,405 | (134,067) | 1,312,306 | 128,515 | 138,350 | 4,281,181 | 45,080 | 7,533,800 |
| Comprehensive income | | | | | | | | | | |
| Profit for the period | | – | – | – | – | – | – | 405,788 | 1,578 | 407,366 |
| Currency translation differences | | – | – | – | – | – | 408 | – | – | 408 |
| Changes in fair value related to the changes in credit risk of Convertible Bonds | | – | – | – | – | – | 104,710 | – | – | 104,710 |
| Total comprehensive income for the period | | – | – | – | – | – | 105,118 | 405,788 | 1,578 | 512,484 |
| Transfer of changes in fair value related to the changes in the credit risk of Convertible Bonds due to the termination of Convertible Bonds | | – | – | – | – | – | (369,382) | 369,382 | – | – |
| Total transactions with owners | | – | – | – | – | – | (264,264) | 775,170 | 1,578 | 512,484 |
| Ordinary shares to be issued | | – | – | – | – | – | 230,510 | – | – | 230,510 |
| Share-based compensation | 15 | – | – | – | – | 7,791 | – | – | – | 7,791 |
| Total transactions with owners in their capacity as owners | | – | – | – | – | 7,791 | 230,510 | – | – | 238,301 |
| Balance at 28 February 2025 | | 30 | 1,762,405 | (134,067) | 1,312,306 | 136,306 | 104,596 | 5,056,351 | 46,658 | 8,284,585 |

The notes on pages 32 to 64 form an integral part of this interim condensed consolidated financial information.

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

| | Note | Six months ended | |
|--|------|---|---|
| | | 28 February 2026 RMB'000 (Unaudited) | 28 February 2025 RMB'000 (Unaudited) |
| Cash flows from operating activities | | | |
| Cash generated from operations (continuing operations) | | 1,032,589 | 1,078,060 |
| Interest received | | 7,792 | 9,776 |
| Interest paid | | (8,424) | (24,351) |
| Continuing operations | | 1,031,957 | 1,063,485 |
| Discontinued operations | | — | 4,601 |
| Net cash generated from operating activities | | 1,031,957 | 1,068,086 |
| Cash flows from investing activities | | | |
| Purchases of property, plant and equipment | | (455,677) | (615,113) |
| Proceeds from disposal of property, plant and equipment | | 537 | 294 |
| Purchases of intangible assets | | (7,405) | (4,496) |
| Proceeds from disposal of intangible assets | | — | 8 |
| Redemption of term deposits with initial term of over three months | | 46,640 | — |
| Changes in restricted cash | | 1,508 | 681 |
| Interest received | | 821 | — |
| Received in advance from disposal of subsidiaries in Thailand | 22 | — | 178,984 |
| Proceeds received from disposal of subsidiaries in Thailand | 22 | 41,932 | — |
| Cash and cash equivalents held by the disposal subsidiaries in Thailand | | — | (102,081) |
| Continuing operations | | (371,644) | (541,723) |
| Discontinued operations | | — | (17,173) |
| Net cash used in investing activities | | (371,644) | (558,896) |

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (Continued)

| | Note | Six months ended | |
|--|-------|---|---|
| | | 28 February 2026 RMB'000 (Unaudited) | 28 February 2025 RMB'000 (Unaudited) |
| Cash flows from financing activities | | | |
| Proceeds from borrowings | 17 | — | 150,000 |
| Repayments of borrowings | 17 | (636,940) | (1,025,010) |
| Repayment of loans to a related party | 21(b) | (10,000) | — |
| Proceeds from exercise of warrants | 14 | 10,313 | — |
| Redemption of Convertible Bonds | 9(b) | — | (397,921) |
| Repurchase of Convertible Bonds | 9(b) | — | (29,438) |
| Principal elements of lease payments or finance lease payments | | (6,700) | (3,993) |
| Continuing operations | | (643,327) | (1,306,362) |
| Discontinued operations | | — | (530) |
| Net cash used in financing activities | | (643,327) | (1,306,892) |
| Net increase/(decrease) in cash and cash equivalents | | | |
| | | 16,986 | (797,702) |
| Cash and cash equivalents at beginning of the period | | 1,730,448 | 2,090,467 |
| Exchange gains on cash and cash equivalents | | 3,056 | 1,671 |
| — Continuing operations | | 3,056 | 893 |
| — Discontinued operations | | — | 778 |
| Cash and cash equivalents at end of the period | | 1,750,490 | 1,294,436 |

The notes on pages 32 to 64 form an integral part of this interim condensed consolidated financial information.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION

1 GENERAL INFORMATION

China YuHua Education Corporation Limited (the “**Company**”) and its subsidiaries (collectively referred to as the “**Group**”) is principally engaged in the provision of private formal education services from high school to university in Chinese mainland (the “**Business**”).

The Company was incorporated in the Cayman Islands on 25 April 2016 as an exempted company with limited liability under the Companies Law, Cap 22 (Law 3 of 1961, as consolidated and revised), of the Cayman Islands. The address of the Company’s registered office is at the offices of Maples Corporate Services Limited at PO Box 309, Uglund House, Grand Cayman, KY1-1104, the Cayman Islands. The ultimate holding company of the Company is GuangYu Investment Holdings Limited (“**GuangYu Investment**”). The ultimate controlling party of the Group is Mr. Li Guangyu, who is also the Chairman of the Board of Directors of the Company (the “**Controlling Shareholder**”).

As set out in Note 31.1.1(a) and Note 4(a) to the consolidated financial statements for the year ended 31 August 2025, due to the regulatory restrictions on foreign ownership of schools in Chinese mainland, the Group conducts a substantial portion of its businesses through control of certain entities established in Chinese mainland, together with their wholly owned schools, by way of contractual agreements. During the period, the Board of Directors re-assessed and concluded that the contractual agreements continue to be in compliance with all relevant PRC laws and regulations officially promulgated, publicly available and publicly known, and are legally enforceable. The directors of the Company (“**Directors**”) are of the view that the Group continues to control these entities. Accordingly, the Group continues to consolidate these entities in this interim condensed consolidated financial information.

The Company’s shares have been listed on The Stock Exchange of Hong Kong Limited since 28 February 2017 (the “**Listing**”).

This interim condensed consolidated financial information is presented in Renminbi (“**RMB**”).

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (Continued)

2 BASIS OF PREPARATION

This interim condensed consolidated financial information for the six months ended 28 February 2026 has been prepared in accordance with International Accounting Standard (“IAS”) 34 “Interim Financial Reporting”. The interim condensed consolidated financial information should be read in conjunction with the consolidated financial statements for the year ended 31 August 2025, which have been prepared in accordance with IFRS Accounting Standards.

2.1 Going concern

As at 28 February 2026, the Group’s current liabilities exceeded its current assets by RMB575,555,000. Management has considered the Group’s operating performance, cash flows, liquidity and available sources of financing in assessing whether the Group will have sufficient funds to fulfil its financial obligations and continue as a going concern, taking into account the following:

- (i) Contract liabilities of RMB1,236,306,000 (included in current liabilities as at 28 February 2026) represent tuition and boarding fees received in advance. The satisfaction of such liabilities would be through provision of the Group’s services requiring operating cash outflows at significantly less amounts than the carrying amount of such liabilities;
- (ii) The creditor of the net payables to the Affected Business upon deconsolidation (Note 16(a)) of RMB694,184,000 (included in current liabilities as at 28 February 2026) has confirmed that the settlement of such net payables would only be necessary when the Group has the sufficient liquidity to do so;
- (iii) The Group and the Company had cash and cash equivalents of RMB1,750,490,000 and RMB196,379,000 respectively as at 28 February 2026.

Based on the above considerations, management concluded that the Group would have sufficient financial resources to support its operations and to meet its financial obligations and commitments and continue as a going concern, as and when they fall due on the coming twelve months from 28 February 2026.

The Directors have reviewed the management’s assessment together with the underlying basis and are satisfied that it is appropriate to prepare the interim condensed consolidated financial information on a going concern basis.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (Continued)

3 ACCOUNTING POLICIES

The accounting policies applied are consistent with those of the consolidated financial statements for the year ended 31 August 2025.

(a) New and amended standards adopted by the Group

The Group has applied the following standards and amendments for the first time for their annual reporting period commencing 1 September 2025:

- Lack of Exchangeability — Amendments to IAS 21

The above standards did not have any impact on the amounts recognised in prior periods and are not expected to significantly affect the current or future periods.

(b) New and amended standards and annual improvements not yet adopted

The following new amendments to accounting standards and annual improvement have been published and are not mandatory for 28 February 2026 reporting periods and have not been early adopted by the Group.

- Amendments to the Classification and Measurement of Financial Instruments — Amendments to IFRS 9 and IFRS 7 (effective for annual periods beginning on or after January 1, 2026)
- Annual Improvements to IFRS Accounting Standards — Volume 11 (effective for annual periods beginning on or after January 1, 2026)
- Contracts Referencing Nature-dependent Electricity — Amendments to IFRS 9 and IFRS 7 (effective for annual periods beginning on or after January 1, 2026)
- IFRS 18 Presentation and Disclosure in Financial Statements (effective for annual periods beginning on or after January 1, 2027)
- IFRS 19 Subsidiaries without Public Accountability: Disclosures (effective for annual periods beginning on or after January 1, 2027)

These new standards, amendments and annual improvements listed above are not expected to have a material impact on the Group in the current or future reporting periods and on foreseeable future transactions, except for the IFRS 18 presentation and disclosure in financial statements (“**IFRS 18**”). For the impacts of IFRS 18, please refer to Note 2.3 to the consolidated financial statement for the year ended 31 August 2025.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (Continued)

4 ESTIMATES

The preparation of interim condensed consolidated financial information requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

In preparing this interim condensed consolidated financial information, the significant judgments made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that were applied to the consolidated financial statements for the year ended 31 August 2025.

Estimation of the fair value of certain financial instruments

The fair value of financial instruments that are not traded in an active market is determined using valuation techniques. The Group uses its judgment to select a variety of methods and make assumptions that are mainly based on market conditions existing at the end of each reporting period. Details of the key assumptions used and the impact of changes to these assumptions are set out in Note 5.3.

5 FINANCIAL RISK MANAGEMENT

5.1 Financial risk factors

The Group's activities expose it to a variety of financial risks: market risk (including foreign exchange risk and interest rate risk), credit risk and liquidity risk.

The interim condensed consolidated financial information does not include all financial risk management information and disclosures required in the annual financial statements, and should be read in conjunction with the Group's consolidated financial statements for the year ended 31 August 2025.

There have been no changes in the risk management policies since year ended 31 August 2025.

5.2 Liquidity risk

To manage the liquidity risk, the Group monitors and maintains a level of cash and cash equivalents deemed adequate by the management to finance the Group's operations and mitigate the effects of fluctuations in cash flows. The Group expects to fund its future cash flow needs through internally generated cash flows from operations and bank borrowings.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (Continued)

5 FINANCIAL RISK MANAGEMENT (Continued)

5.2 Liquidity risk (Continued)

The Group has cash and cash equivalents and trade receivables that are expected to readily generate cash inflows for managing liquidity risk.

| | As at 28 February 2026 RMB'000 (Unaudited) | As at 31 August 2025 RMB'000 (Audited) |
|---------------------------|--|--|
| Trade receivables | 7,202 | 3,742 |
| Cash and cash equivalents | 1,750,490 | 1,730,448 |

The table below analyses the Group's financial liabilities into relevant maturity groupings based on the remaining period at the balance sheet date to the contractual maturity date. The amounts disclosed in the table are the contractual undiscounted cash flows.

| | Less than 1 year RMB'000 | Between 1 and 2 years RMB'000 | Between 2 and 5 years RMB'000 | Over 5 years RMB'000 | Total RMB'000 | Carrying Amount at period/ year end RMB'000 |
|---|--------------------------------|--|--|----------------------------|------------------|---|
| Unaudited | | | | | | |
| As at 28 February 2026 | | | | | | |
| Lease liabilities | 9,192 | 9,192 | 27,576 | 98,204 | 144,164 | 105,821 |
| Accruals and other payables (excluding non-financial liabilities) | 1,113,097 | – | – | – | 1,113,097 | 1,113,097 |
| | 1,122,289 | 9,192 | 27,576 | 98,204 | 1,257,261 | 1,218,918 |
| Audited | | | | | | |
| As at 31 August 2025 | | | | | | |
| Borrowings (principal plus interests) | 292,334 | 273,628 | 92,060 | – | 658,022 | 636,940 |
| Leases liabilities | 3,596 | 132 | 396 | 1,189 | 5,313 | 5,071 |
| Accruals and other payables (excluding non-financial liabilities) | 1,340,743 | – | – | – | 1,340,743 | 1,340,743 |
| | 1,636,673 | 273,760 | 92,456 | 1,189 | 2,004,078 | 1,982,754 |

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (Continued)

5 FINANCIAL RISK MANAGEMENT (Continued)

5.3 Fair value estimation

The table below analyses the Group's financial instruments carried at fair value as at the balance sheet date by level of the inputs to valuation techniques used to measure fair value. Such inputs are categorised into three levels within a fair value hierarchy as follows:

- Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2: Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices).
- Level 3: Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs).

There was no level 3 financial liabilities for the six months ended 28 February 2026, the following table presents the movement in level 3 financial liabilities for the six months ended 28 February 2025:

| | Convertible Bonds (level 3) RMB'000 | Warrants to be issued (level 3) RMB'000 | Convertible Bonds RMB'000 |
|--|--|--|---------------------------------|
| Financial liabilities | | | |
| At 1 September 2024 | 749,328 | — | 749,328 |
| Addition | — | 19,097 | 19,097 |
| Settlements | (628,768) | — | (628,768) |
| Repurchases of Convertible Bonds | (47,186) | — | (47,186) |
| Gains and losses recognised in profit or loss (Note 9) | 24,190 | 2,973 | 27,163 |
| Gains and losses recognised in other comprehensive income — changes in fair value that is attributable to changes to the liability's credit risk | (104,710) | — | (104,710) |
| Exchange difference | 7,146 | 59 | 7,205 |
| At 28 February 2025 | — | 22,129 | 22,129 |
| Changes in unrealised gain or loss included in profit or loss for the period | 24,190 | 2,973 | 27,163 |

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (Continued)

5 FINANCIAL RISK MANAGEMENT (Continued)

5.3 Fair value estimation (Continued)

The carrying amounts of the Group's financial assets, including cash and cash equivalents, restricted cash and trade and other receivables, and financial liabilities, including accruals and other payables, approximated their fair values due to the short maturities.

The fair value of the financial assets at fair value through profit or loss is estimated by discounting the future cash flows at the current market interest rate available for similar financial instruments.

The fair value of the financial liabilities at fair value through profit or loss is determined by reference to the valuation performed by an independent valuer engaged by management of the company using the Binomial Method.

The Group's valuation processes

For the financial assets, including level 3 fair values, the Group's Finance Department performs the valuations. The Finance Department reports directly to the Chief Financial Officer ("CFO"). Discussions of valuation processes and results are held between the CFO and Finance Department semi-annually, in line with the Group's semi-annual reporting dates.

The valuation technique adopted is scenario-based discounted cash flows method. When estimating the fair value of the financial liabilities at fair value through profit or loss, scenarios of full repayment and partial repayment upon maturity are considered with the key inputs of risk free rate, bond yield, volatility, dividend yield and etc.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (Continued)

6 REVENUE AND SEGMENT INFORMATION

The Group is principally engaged in the provision of private formal education from high school (Grade 10 to 12) to university and vocational college education services in Chinese mainland.

The executive directors are identified as the chief operating decision-maker (the “**CODM**”) of the Group. Management has determined the operating segments based on the information reviewed by the CODM for the purposes of allocating resources and assessing performance.

The CODM considers the business from the service perspective. When the Group companies have similar economic characteristics, and the segments are similar in each of the following respects: (i) the nature of the services; (ii) the type or class of students for their services; (iii) the methods used to provide their services; and (iv) if applicable, the nature of the regulatory environment, the Group’s operating segments are aggregated. During the period, in the view of CODM, the Group is principally engaged in two different segments which are subject to different business risks and different economic characteristics and the Group’s operating and reportable segments for segment reporting purpose are High School and Universities and vocational college, respectively.

For the purposes of monitoring segment performances and allocating resources between segments, segment results represent the profit for the period earned by each segment. This is the measure reported to the CODM for the purposes of resource allocation and assessment of segment performance.

Assets and liabilities dedicated to a particular segment’s operations are included in that segment’s total assets and liabilities.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (Continued)

6 REVENUE AND SEGMENT INFORMATION (Continued)

The Group has a large number of customers, no single customer accounted for more than 10% of the Group's total revenue for the six months ended 28 February 2026 and 2025.

The information of the reportable segments provided to the CODM is as follows:

| | High school RMB'000 | Universities and vocational college RMB'000 | Unallocated RMB'000 | Inter- segment elimination RMB'000 | Total RMB'000 |
|--|------------------------|---|------------------------|---|------------------|
| Unaudited For the six months ended 28 February 2026 | | | | | |
| Revenue | 75,319 | 1,187,950 | 328 | (328) | 1,263,269 |
| Cost of revenue | (58,331) | (765,882) | — | — | (824,213) |
| Gross profit | 16,988 | 422,068 | 328 | (328) | 439,056 |
| Selling expenses | (158) | (16,605) | — | — | (16,763) |
| Administrative expenses | (9,748) | (140,776) | (11,023) | 328 | (161,219) |
| Net impairment losses on financial assets | — | (4,124) | (3) | — | (4,127) |
| Other income | 29 | 6,777 | 1 | — | 6,807 |
| Other (losses)/gains — net | (78) | 3,516 | (4) | — | 3,434 |
| Operating profit | 7,033 | 270,856 | (10,701) | — | 267,188 |
| Finance income/(expenses) — net | 189 | (774) | 1,633 | — | 1,048 |
| Profit before income tax | 7,222 | 270,082 | (9,068) | — | 268,236 |
| Income taxation | 213 | 4,036 | (12) | — | 4,237 |
| Profit for the period | 7,435 | 274,118 | (9,080) | — | 272,473 |

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (Continued)

6 REVENUE AND SEGMENT INFORMATION (Continued)

| | Universities and vocational | | Unallocated | Inter-segment elimination | Total |
|--|-----------------------------|------------|-------------|---------------------------|------------|
| | High school | college | | | |
| | RMB'000 | RMB'000 | RMB'000 | RMB'000 | RMB'000 |
| Unaudited | | | | | |
| As at 28 February 2026 | | | | | |
| Total assets | 1,517,016 | 14,869,860 | 2,786,982 | (6,971,809) | 12,202,049 |
| Total liabilities | 418,351 | 4,336,512 | 5,345,588 | (7,017,174) | 3,083,277 |
| Other segment information | | | | | |
| For the six months ended 28 February 2026 | | | | | |
| Additions to non-current assets | 68,347 | 223,853 | 7 | — | 292,207 |
| Depreciation and amortisation (Note 7) | (16,533) | (366,474) | (1,451) | — | (384,458) |
| Losses on disposal of property, plant and equipment and disposal of intangible assets (Note 9) | 78 | 3,019 | 4 | — | 3,101 |

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (Continued)

6 REVENUE AND SEGMENT INFORMATION (Continued)

| | High school RMB'000 | Universities and vocational college RMB'000 | Unallocated RMB'000 | Inter- segment elimination RMB'000 | Total RMB'000 |
|---|------------------------|---|------------------------|---|------------------|
| Unaudited | | | | | |
| For the six months ended | | | | | |
| 28 February 2025 | | | | | |
| Revenue | 74,873 | 1,203,231 | 419 | (419) | 1,278,104 |
| Cost of revenue | (62,146) | (618,031) | — | — | (680,177) |
| Gross profit | 12,727 | 585,200 | 419 | (419) | 597,927 |
| Selling expenses | (827) | (15,955) | — | — | (16,782) |
| Administrative expenses | (8,305) | (138,910) | (11,748) | 419 | (158,544) |
| Net impairment losses on financial assets | — | (1,040) | — | — | (1,040) |
| Other income | 202 | 7,187 | (124) | — | 7,265 |
| Other losses — net | (18) | (3,190) | (28,310) | — | (31,518) |
| Operating profit | 3,779 | 433,292 | (39,763) | — | 397,308 |
| Finance income/(expenses) — net | 1,419 | (7,161) | (4,794) | — | (10,536) |
| Profit before income tax | 5,198 | 426,131 | (44,557) | — | 386,772 |
| Income taxation | 213 | 3,533 | — | — | 3,746 |
| Profit for the period | 5,411 | 429,664 | (44,557) | — | 390,518 |
| Profit for the period from discontinued operations, net of tax | — | 16,848 | — | — | 16,848 |

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (Continued)

6 REVENUE AND SEGMENT INFORMATION (Continued)

| | High school RMB'000 | Universities and vocational college RMB'000 | Unallocated RMB'000 | Inter- segment elimination RMB'000 | Total RMB'000 |
|---|------------------------|---|------------------------|---|------------------|
| Audited | | | | | |
| As at 31 August 2025 | | | | | |
| Total assets | 1,520,329 | 14,774,156 | 3,246,181 | (7,232,053) | 12,308,613 |
| Total liabilities | 442,145 | 4,536,340 | 5,766,587 | (7,276,398) | 3,468,674 |
| Other segment information | | | | | |
| For the six months ended | | | | | |
| 28 February 2025 | | | | | |
| Additions to non-current assets | 8,555 | 568,405 | — | — | 576,960 |
| — Continuing operations | 8,555 | 551,232 | — | — | 559,787 |
| — Discontinued operations | — | 17,173 | — | — | 17,173 |
| Depreciation and amortisation | (22,475) | (337,692) | (1,455) | — | (361,622) |
| — Continuing operations (Note 7) | (22,475) | (330,327) | (1,455) | — | (354,257) |
| — Discontinued operations | — | (7,365) | — | — | (7,365) |
| Losses on disposal of property, plant and equipment and disposal of intangible assets | 14 | 1,075 | 1 | — | 1,090 |
| — Continuing operations (Note 9) | 14 | 1,075 | 1 | — | 1,090 |
| — Discontinued operations | — | — | — | — | — |

Segment information by location is set out below.

| | As at 28 February 2026 RMB'000 (Unaudited) | As at 31 August 2025 RMB'000 (Audited) |
|---------------------------|---|---|
| Non-current assets | | |
| Chinese Mainland | 10,281,796 | 10,322,851 |
| Others (a) | 103,004 | 106,587 |
| | 10,384,800 | 10,429,438 |

- (a) As at 28 February 2026, all non-current assets of the Group were located in Chinese Mainland, except for the receivables due from the disposed subsidiaries in Thailand amounting to RMB103,004,000 (Note 22).

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (Continued)

7 EXPENSES BY NATURE

| | Six months ended | |
|---|---|---|
| | 28 February 2026 RMB'000 (Unaudited) | 28 February 2025 RMB'000 (Unaudited) |
| Employee benefit expenses | | |
| – Wages, salaries, bonus and other welfare | 386,482 | 311,475 |
| – Share-based compensation expenses (Note 15) | 6,064 | 7,791 |
| Depreciation expenses | | |
| – Property, plant and equipment (Note 12) | 337,146 | 307,308 |
| – Right-of-use assets (Note 12) | 29,873 | 30,272 |
| Students training and scholarship expenses | 79,537 | 48,945 |
| Office expenses | 42,667 | 41,821 |
| Maintenance expenses | 26,148 | 23,162 |
| Utilities expenses | 19,918 | 21,048 |
| School consumables | 18,644 | 12,732 |
| Amortisation of intangible assets (Note 12) | 17,439 | 16,677 |
| Marketing expenses | 14,874 | 14,776 |
| Travel and entertainment expenses | 7,580 | 6,268 |
| Consultancy and professional fee | 4,041 | 4,041 |
| Expense relating to short-term leases (Note 12) | 1,443 | 1,690 |
| Auditor's remuneration | | |
| – Audit and audit related services | 1,400 | 1,400 |
| – Non-audit services | — | — |
| Other expenses | 8,939 | 6,097 |
| | 1,002,195 | 855,503 |

8 OTHER INCOME

| | Six months ended | |
|---|---|---|
| | 28 February 2026 RMB'000 (Unaudited) | 28 February 2025 RMB'000 (Unaudited) |
| Government grants and subsidies | 3,880 | 3,956 |
| Examination fee income | 1,773 | 1,994 |
| Auxiliary income from school operations | 1,154 | 1,315 |
| | 6,807 | 7,265 |

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (Continued)

9 OTHER GAINS/(LOSSES) — NET

| | Six months ended | |
|--|---|---|
| | 28 February 2026 RMB'000 (Unaudited) | 28 February 2025 RMB'000 (Unaudited) |
| Derecognition of long term unpayable liabilities (a) | 6,485 | — |
| Losses on disposal of property, plant and equipment | (3,101) | (1,090) |
| Fair value loss on Convertible Bonds | — | (24,190) |
| Fair value loss on warrants to be issued | — | (2,973) |
| Losses on redemption of Convertible Bonds (b) | — | (18,075) |
| Gains on repurchase of Convertible Bonds (b) | — | 16,928 |
| Provision for legal claims | — | (2,176) |
| Others | 50 | 58 |
| | 3,434 | (31,518) |

- (a) During this period, the Group derecognised long term miscellaneous fees due to third parties amounted of RMB6,485,000. As these third parties were deregistered or unable to contact, management considered that the payments were not required and cannot be made.
- (b) On 27 December 2019, the Company issued Convertible Bonds with an aggregate principal amount of HK\$2,088,000,000 (the “**Convertible Bonds**”), which were recognised and measured as financial liabilities at fair value through profit or loss. The Convertible Bonds had been repurchased and amended since initially recognition to 20 September 2024. As at 31 August 2025 and the year then ended, the Convertible Bond were ultimately settled and cleared via: i) cash payment of HK\$430,000,000 (equivalent to RMB397,921,000) to the bondholders on February 2025; ii) issuance of 660,120,569 shares of the Company in total to the bondholders during March and April 2025; and iii) issuance of 182,000,000 warrants to the bondholders on August 2025, and each warrant was entitled to buy one share of the Company at a fixed price of HK\$0.5 and could be exercised at any time within three years after issuance. Further details of the Convertible Bonds were set out in Note 26 to the consolidated financial statements for the year ended 31 August 2025.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (Continued)

10 INCOME TAXATION

| | Six months ended | |
|--|---|---|
| | 28 February 2026 RMB'000 (Unaudited) | 28 February 2025 RMB'000 (Unaudited) |
| Current income tax | | |
| Current income tax on profits before income tax for the period | 12 | — |
| Deferred income tax | | |
| Decrease in deferred income tax assets (Note 19) | 434 | 942 |
| Decrease in deferred income tax liabilities (Note 19) | (4,683) | (4,688) |
| Deferred tax credit for the period | (4,249) | (3,746) |
| Income taxation | (4,237) | (3,746) |

(a) Cayman Islands

The Company was incorporated in the Cayman Islands as an exempted company with limited liability under the Companies Law of the Cayman Islands and accordingly, is exempted from Cayman Islands income tax.

(b) Hong Kong

No provision for Hong Kong profit tax was provided as the Group did not derive any assessable profits in Hong Kong (2025: Nil).

(c) Chinese Mainland

Corporate income tax (“**CIT**”) in Chinese mainland is provided on estimated taxable profits of entities incorporated in Chinese mainland. Pursuant to the Corporate Income Tax Law of the PRC (the “**CIT Law**”), which was effective from January 2008, the CIT rate applicable to the Group’s subsidiaries incorporated in Chinese mainland was 25% during the six months ended 28 February 2026 and 2025.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (Continued)

10 INCOME TAXATION (Continued)

(c) Chinese Mainland (Continued)

According to the Implementation Rules for the Law for Promoting Private Education, private schools for which the sponsors do not require reasonable returns are eligible to enjoy the same preferential tax treatment as public schools. As a result, private schools providing academic qualification education are eligible to enjoy CIT exemption treatment if the sponsors of such schools do not require reasonable returns. The Group's high schools and universities in the Chinese mainland have been granted corporate income tax exemption for the tuition income from relevant local tax authorities. However, on 31 March 2026, one of the Group's universities, Hunan International Economics University ("HIEU"), made payments of CIT in Chinese mainland amounting to RMB120,632,000 to its tax authority, details were set out in Note 23. Zhengzhou Software Vocational and Technical College is subject to corporate income tax. During the period, this school did not derive any taxable profit.

The corporate income tax rate for Xizang Yuanpei Information Technology Management Company Limited ("Xizang Yuanpei"), a wholly-owned subsidiary of the Company, is 15% based on the relevant tax regulations of Tibet Autonomous Region.

11 EARNINGS PER SHARE

(a) Basic

Basic earnings per share is calculated by dividing the profit attributable to owners of the Company by the weighted average number of ordinary shares in issue.

| | Six months ended | |
|---|------------------------------------|------------------------------------|
| | 28 February 2026 (Unaudited) | 28 February 2025 (Unaudited) |
| Profit attribute to owners of the Company (RMB'000) | | |
| — for the period | 270,248 | 405,788 |
| — for the period from continuing operations | 270,248 | 388,940 |
| Weighted average number of ordinary shares in issue (Thousands) (i) | 4,303,212 | 3,672,788 |
| Basic earnings per share (RMB Yuan) | | |
| — for the period | 0.06 | 0.11 |
| — for the period from continuing operations | 0.06 | 0.11 |

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (Continued)

11 EARNINGS PER SHARE (Continued)

(a) Basic (Continued)

- (i) The number of exercisable share options under the Pre-IPO Share Option Scheme was 17,280,490 as at 1 September 2025 and has not changed during this period. As the exercise price HK\$0.00001 per share was far below the average price of the ordinary shares of the Company during this period, those 17,280,490 share options were considered as exercised since the beginning of this period and were included in the weighted average number of ordinary shares in issue.

(b) Diluted

Diluted earnings per share is calculated based on the profit attributable to owners of the Company after adjusting the weighted average number of ordinary shares outstanding to assume conversion of all dilutive potential ordinary shares.

| | Six months ended | |
|--|------------------------------------|------------------------------------|
| | 28 February 2026 (Unaudited) | 28 February 2025 (Unaudited) |
| Profit attributable to owners of the Company (RMB'000) | | |
| — for the period | 270,248 | 405,788 |
| — for the period from continuing operations | 270,248 | 388,940 |
| Adjustments for: | | |
| — impact of the Convertible Bonds (RMB'000) | — | 29,234 |
| Adjusted profit attributable to owners of the Company (RMB'000) | | |
| — for the period | 270,248 | 435,022 |
| — for the period from continuing operations | 270,248 | 418,174 |
| Weighted average number of ordinary shares in issue (Thousands) | 4,303,212 | 3,672,788 |
| Adjustments for: | | |
| — impact of the Convertible Bonds (Thousands) | — | 502,320 |
| — impact of ESOP (Thousands) | 3,061 | — |
| — impact of warrants (Thousands) | 31,293 | — |
| Adjusted weighted average number of ordinary shares for diluted earnings per share (Thousands) | 4,337,566 | 4,175,108 |
| Diluted earnings per share (RMB Yuan) | | |
| — for the period | 0.06 | 0.10 |
| — for the period from continuing operations | 0.06 | 0.10 |

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (Continued)

12 PROPERTY, PLANT AND EQUIPMENT, INTANGIBLE ASSETS, AND LEASES

(a) Property, plant and equipment and intangible assets

| | Property, plant and equipment RMB'000 (Unaudited) | Trademark RMB'000 (Unaudited) | Goodwill RMB'000 (Unaudited) | Other intangible assets RMB'000 (Unaudited) |
|--|---|-------------------------------------|------------------------------------|---|
| Six months ended 28 February 2026 | | | | |
| Opening net book amount | 7,252,370 | 409,400 | 862,357 | 90,978 |
| Additions | 246,036 | — | — | 7,405 |
| Disposals | (3,630) | — | — | (8) |
| Depreciation and amortisation (Note 7) | (337,146) | — | — | (17,439) |
| Closing net book amount | 7,157,630 | 409,400 | 862,357 | 80,936 |
| Six months ended 28 February 2025 | | | | |
| Opening net book amount | 7,084,757 | 428,150 | 903,917 | 119,743 |
| Additions | 572,464 | — | — | 4,496 |
| Disposals | (1,384) | — | — | (8) |
| Depreciation and amortisation | (311,691) | (2,144) | — | (16,677) |
| — Continuing operations (Note 7) | (307,308) | — | — | (16,677) |
| — Discontinuing operations | (4,383) | (2,144) | — | — |
| Disposals of subsidiaries | (98,715) | (16,795) | (41,560) | — |
| Exchange differences | 918 | — | — | — |
| Closing net book amount | 7,246,349 | 409,211 | 862,357 | 107,554 |

As at 28 February 2026, the carrying amount of buildings without building ownership certificates was RMB396,021,000 (31 August 2025: RMB402,593,000). The Group is in the process to obtain the certificates.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (Continued)

12 PROPERTY, PLANT AND EQUIPMENT, INTANGIBLE ASSETS, AND LEASES (Continued)

(b) Leases

(i) Amounts recognised in the balance sheet

The balance sheet shows the following amounts relating to leases:

| | As at 28 February 2026 RMB'000 (Unaudited) | As at 31 August 2025 RMB'000 (Audited) |
|---------------------|--|--|
| Right-of-use assets | | |
| — Buildings | 109,376 | 5,819 |
| — Land use rights | 1,622,689 | 1,648,669 |
| | 1,732,065 | 1,654,488 |
| Lease liabilities | | |
| — Current | 6,154 | 3,520 |
| — Non-current | 99,667 | 1,551 |
| | 105,821 | 5,071 |

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (Continued)

12 PROPERTY, PLANT AND EQUIPMENT, INTANGIBLE ASSETS, AND LEASES (Continued)

(b) Leases (Continued)

(ii) Amounts recognised in the statement of profit or loss

The statement of profit or loss shows the following amounts relating to leases:

| | Note | Six months ended | |
|---|------|---|---|
| | | 28 February 2026 RMB'000 (Unaudited) | 28 February 2025 RMB'000 (Unaudited) |
| Depreciation charge of right-of-use assets | | | |
| Continuing operations | | | |
| — Buildings | | 3,892 | 4,569 |
| — Land use right | | 25,981 | 25,703 |
| | 7 | 29,873 | 30,272 |
| Discontinuing operations | | | |
| — Buildings | | — | 675 |
| — Vehicles | | — | 163 |
| | | — | 838 |
| | | 29,873 | 31,110 |
| Interest expense (included in finance expense) | | 902 | 641 |
| Expense relating to short-term leases (included in cost of revenue and administrative expenses) | 7 | 1,443 | 1,690 |

(iii) The Group's leasing activities and how these are accounted for

The Group leases various offices, equipment and cars. Rental contracts are typically made for fixed periods of 2 to 20 years. Lease terms are negotiated on an individual basis and contain a wide range of different terms and conditions. The lease agreements do not impose any covenants, but leased assets may not be used as security for borrowing purposes.

(iv) As at 28 February 2026, the carrying value of the land use right allocated by the government was RMB423,784,000 (31 August 2025: RMB431,009,000).

(v) As at 28 February 2026, the carrying amount of leasehold land without land use right certificates was RMB14,731,000 (31 August 2025: RMB15,218,000). The Group is in the process of applying for the certificates.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (Continued)

13 TRADE AND OTHER RECEIVABLES

| | As at 28 February 2026 RMB'000 (Unaudited) | As at 31 August 2025 RMB'000 (Audited) |
|--|--|--|
| Trade receivables | | |
| Due from students | 16,111 | 9,230 |
| Provision for impairment | (8,909) | (5,488) |
| | 7,202 | 3,742 |
| Other receivables | | |
| Non-current portion: | | |
| Receivables from the disposed subsidiaries in Thailand (Note 22) | 100,131 | 107,029 |
| Provision for impairment | (430) | (442) |
| | 99,701 | 106,587 |
| Current portion: | | |
| Receivables from local government | 46,202 | 45,960 |
| Remaining consideration to be received in relation to the disposal of subsidiaries in Thailand (Note 22) | — | 41,932 |
| Receivables from the disposed subsidiaries in Thailand (Note 22) | 3,317 | — |
| Interest receivables | 494 | — |
| Staff advances | 1,262 | 2,264 |
| Deposits | 3,284 | 4,390 |
| Others | 830 | 263 |
| Provision for impairment | (774) | (898) |
| | 54,615 | 93,911 |
| Prepayments | | |
| Prepaid expenses | 4,260 | 2,244 |
| | 165,778 | 206,484 |

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (Continued)

13 TRADE AND OTHER RECEIVABLES (Continued)

The aging analysis of the trade receivables based on the invoice date is set as followings:

| | As at 28 February 2026 RMB'000 (Unaudited) | As at 31 August 2025 RMB'000 (Audited) |
|------------------|--|--|
| Less than 1 year | 9,815 | 5,787 |
| Over 1 year | 6,296 | 3,443 |
| | 16,111 | 9,230 |

14 SHARE CAPITAL AND SHARE PREMIUM

| | Number of ordinary shares (Unaudited) | Nominal value of ordinary shares HK\$ (Unaudited) |
|---|---|--|
| Unaudited | | |
| As at 31 August 2025 and 28 February 2026 | 50,000,000,000 | 500,000 |

| | Number of ordinary shares | Nominal value of ordinary shares HK\$ | Equivalent amount RMB'000 | Share premium RMB'000 | Total RMB'000 |
|---|---------------------------------|--|---------------------------------|-----------------------------|------------------|
| Issued and paid, HK\$0.00001 each: | | | | | |
| Balance at 1 September 2025 | 4,266,908,452 | HK\$42,669 | 36 | 1,992,909 | 1,992,945 |
| Exercise of warrants (a) | 22,596,855 | HK\$226 | — | 13,933 | 13,933 |
| Balance at 28 February 2026 | 4,289,505,307 | HK\$42,895 | 36 | 2,006,842 | 2,006,878 |

- (a) As disclosed in Note 9(b), the Company issued 182,000,000 warrants in August 2025. During October 2025, 22,596,855 warrants were exercised. As a result, 22,596,855 shares of the Company were issued at HK\$0.5 per share, cash and cash equivalents amounted of HK\$11,298,000 (equivalent to RMB10,313,000) were received by the Company, and other reserves amounting to RMB3,620,000 were also transferred into share capital and share premium.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (Continued)

15 SHARE-BASED PAYMENTS

Pre-IPO Share Option Scheme

Movements in the number of share options outstanding under the Pre-IPO Share Option Scheme and their weighted average exercise prices are as follows:

| | Six months ended 28 February 2026 | | Six months ended 28 February 2025 | |
|---|--|--|--|--|
| | Exercise price per share option HK\$ (unaudited) | Number of share options (unaudited) | Exercise price per share option HK\$ (unaudited) | Number of share options (unaudited) |
| Share options outstanding under the Pre-IPO Share Option Scheme: | | | | |
| Opening balance | 0.00001 | 105,043,690 | 0.00001 | 105,043,690 |
| Share options exercised | 0.00001 | — | 0.00001 | — |
| Closing balance | 0.00001 | 105,043,690 | 0.00001 | 105,043,690 |
| Exercisable at period end | 0.00001 | 17,280,490 | 0.00001 | 4,327,190 |

Share options outstanding have the following expiry date and exercise prices:

| | 28 February 2026 | | 28 February 2025 | |
|--------------------|--|--|--|---|
| | Exercise price per share option HK\$ (unaudited) | Number of share options (unaudited) | Exercise price per share option HK\$ (unaudited) | Number of share options (unaudited) |
| Expiry date | | | | |
| 1 September 2036 | 0.00001 | 105,043,690 | 0.00001 | 105,043,690 |

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (Continued)

15 SHARE-BASED PAYMENTS (Continued)

Pre-IPO Share Option Scheme (Continued)

102,621,000 share options granted under the Pre-IPO Share Option Scheme on 1 September 2016 have a vesting period of 20 years. Commencing from the first, second to sixth, seventh to eleventh, twelfth to sixteenth and seventeenth to twentieth anniversaries, the relevant grantees may exercise up to 5%, 20%, 30%, 50% and 100% of the shares comprised in his or her option. As at 28 February 2026, 30,786,300 share options have been vested, and 13,541,000 share options have not yet exercised.

15,658,000 share options granted under the Pre-IPO Share Option Scheme on 1 September 2016 have a vesting period of 20 years. Upon the Listing and commencing from the second to sixth, seventh to eleventh, twelfth to sixteenth and seventeenth to twentieth anniversaries, the relevant grantees may exercise up to 5%, 20%, 30%, 50% and 100% of the shares comprised in his or her option. As at 28 February 2026, 4,697,400 share options have been vested, and 1,929,390 share options have not yet exercised.

4,402,000 share options granted under the Pre-IPO Share Option Scheme on 1 September 2016 have a vesting period of 15 years. Commencing from the first, second to sixth, seventh to eleventh and twelfth to fifteenth anniversaries, the relevant grantees may exercise up to 5%, 25%, 45% and 100% of the shares comprised in his or her option. As at 28 February 2026, 1,540,700 share options have been vested, and 880,400 share options have not yet exercised.

1,636,000 share options granted under the Pre-IPO Share Option Scheme on 1 September 2016 have a vesting period of 15 years. Upon the Listing and commencing from the second to sixth, seventh to eleventh and twelfth to fifteenth anniversaries, the relevant grantees may exercise up to 5%, 25%, 45% and 100% of the shares comprised in his or her option. As at 28 February 2026, 572,600 share options have been vested, and 163,600 share options have not yet exercised.

2,608,000 share options granted under the Pre-IPO Share Option Scheme on 1 September 2016 have a vesting period of 10 years. Upon the Listing and commencing from the second to sixth and seventh to tenth anniversaries, the relevant grantees may exercise up to 5%, 40% and 100% of the shares comprised in his or her option. As at 28 February 2026, 1,564,800 share options have been vested and 766,100 share options have not yet exercised.

44,075,000 share options granted under the Pre-IPO Share Option Scheme on 1 September 2016 have a vesting period of 5 years. Upon the Listing and commencing from the second to fifth anniversaries, the relevant grantees may exercise up to 3% and 100% of the shares comprised in his or her option. As at 28 February 2026, 44,075,000 share options have been vested and exercised.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (Continued)

15 SHARE-BASED PAYMENTS (Continued)

Pre-IPO Share Option Scheme (Continued)

9,000,000 share options granted under the Pre-IPO Share Option Scheme on 1 September 2016 have a vesting period of 3 years. Upon the Listing and commencing from the first and second to third anniversary, the relevant grantees may exercise up to 40%, 60% and 100% of the shares comprised in his or her option. As at 28 February 2026, 9,000,000 share options have been vested and exercised.

The fair value of the options granted under the Pre-IPO Share Option Scheme as determined using the Binominal model was HK\$464,583,000. Significant inputs into the model were as follows:

| | |
|---|-----------------------------------|
| Spot price (HK\$) | 2.58 |
| Exercise price (HK\$) | 0.00001 |
| Expected volatility | 62.0% |
| Time to maturity | Based on the terms of the options |
| Weighted average annual risk free interest rate | 1.1% |
| Expected dividend yield | 0.0% |

The fair value of the Pre-IPO Share Option Scheme is charged to the consolidated statement of profit or loss over the vesting period of the options. Total share option expenses charged to the interim condensed consolidated statement of profit or loss for the six months ended 28 February 2026 amounted to HK\$6,693,000 (equivalent to RMB6,064,000) (2025: HK\$8,560,000 (equivalent to RMB7,791,000)).

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (Continued)

16 ACCRUALS AND OTHER PAYABLES

| | As at 28 February 2026 RMB'000 (Unaudited) | As at 31 August 2025 RMB'000 (Audited) |
|--|--|--|
| Net payables to the Affected Business upon deconsolidation (a)(Note 21(c)) | 694,184 | 673,530 |
| Miscellaneous expenses received from students | 127,273 | 119,079 |
| Payables for purchases of property, plant and equipment | 119,675 | 346,348 |
| Amounts due to related parties (Note 21(c)) | 64,607 | 74,151 |
| Salary and welfare payables | 33,919 | 45,380 |
| Payables for teaching materials and other operating expenditure | 26,839 | 10,194 |
| Deposits received | 20,330 | 21,212 |
| Legal claim payables | 19,887 | 19,887 |
| Government subsidies payable to students and teachers | 18,519 | 51,167 |
| Audit and consulting fees | 1,400 | 2,626 |
| Interest payables | — | 1,385 |
| Taxes payable | 3,328 | 3,120 |
| Others | 20,383 | 21,164 |
| | 1,150,344 | 1,389,243 |

- (a) On 14 May 2021, Implementation Regulations of the People's Republic of China on the Law Regarding the Promotion of Private Education ("**Implementation Regulations**") were promulgated. The Implementation Regulations were effective on 1 September 2021. The Directors assessed that all preschools in the kindergartens segment of the Group and the compulsory education programs which is middle schools programs and primary schools programs of the Group were affected by the Implementation Regulations (collectively referred to as the "**Affected Business**"), and the Group ceased its control over the Affected Business by 31 August 2021 and therefore the carrying amount related to the net assets of the Affected Business was deconsolidated from the consolidated financial statements of the Group as of 31 August 2021. Then the Group's net payables to the Affected Business were no longer eliminated within the Group, and will be settled gradually among the Group and the Affected Business.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (Continued)

17 BORROWINGS

| | As at 28 February 2026 RMB'000 (Unaudited) | As at 31 August 2025 RMB'000 (Audited) |
|-------------------------|--|--|
| Non-current | | |
| Bank loans, unsecured | — | 353,980 |
| Current | | |
| Bank loans, secured | — | — |
| Bank loans, unsecured | — | 282,960 |
| | — | 282,960 |
| Total borrowings | — | 636,940 |

(a) Movements in borrowings is analysed as follows:

| | Six months ended 28 February 2026 RMB'000 (Unaudited) | Six months ended 28 February 2025 RMB'000 (Unaudited) |
|--------------------------------------|--|--|
| As at beginning of the period | 636,940 | 1,385,000 |
| Proceeds of new borrowings (i) | — | 150,000 |
| Repayment of borrowings | (636,940) | (1,025,010) |
| As at end of the period | — | 509,990 |

(i) The interest rates are determined by the relevant loan prime rate plus 35 basis points of the respective bank loans. The average interest rate of the bank loans during the six months ended 28 February 2026 was 3.490% per annum (2025: 3.556%).

(b) As at 28 February 2026, there were no undrawn bank facility (31 August 2025: nil).

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (Continued)

18 COMMITMENTS

Capital commitments

The following is the details of capital expenditure contracted but not provided for in the interim condensed consolidated financial information.

| | As at 28 February 2026 RMB'000 (Unaudited) | As at 31 August 2025 RMB'000 (Audited) |
|--------------------------------------|--|--|
| Construction project of a new campus | 359,108 | 363,204 |

19 DEFERRED INCOME TAX ASSETS AND LIABILITIES

The movement in deferred income tax assets and liabilities during the period, without taking into consideration the offsetting of balances within the same tax jurisdiction, is as follows:

(a) Deferred income tax assets

| | Six months ended 28 February 2026 RMB'000 (Unaudited) | Year ended 31 August 2025 RMB'000 (Audited) |
|--------------------------------------|--|--|
| As at beginning of the period | 3,002 | 16,422 |
| Charged to profit or loss (Note 10) | (434) | (162) |
| — Continuing operations | (434) | (162) |
| — Discontinued operations | — | — |
| Disposal of subsidiaries | — | (13,258) |
| As at end of the period | 2,568 | 3,002 |

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (Continued)

19 DEFERRED INCOME TAX ASSETS AND LIABILITIES (Continued)

(b) Deferred income tax liabilities

| | Six months ended 28 February 2026 RMB'000 (Unaudited) | Year ended 31 August 2025 RMB'000 (Audited) |
|--------------------------------------|--|--|
| As at beginning of the period | (438,473) | (492,290) |
| Charged to profit or loss (Note 10) | 4,683 | 9,659 |
| — Continuing operations | 4,683 | 9,659 |
| — Discontinued operations | — | — |
| Disposal of subsidiaries | — | 44,158 |
| As at end of the period | (433,790) | (438,473) |

(c) Deferred tax assets and liabilities after offset are listed as below:

| | Six months ended 28 February 2026 RMB'000 (Unaudited) | Year ended 31 August 2025 RMB'000 (Audited) |
|--------------------------------------|--|--|
| As at beginning of the period | (435,471) | (475,868) |
| Charged to profit or loss (Note 10) | 4,249 | 9,497 |
| — Continuing operations | 4,249 | 9,497 |
| — Discontinued operations | — | — |
| Disposals of subsidiaries | — | 30,900 |
| As at end of the period | (431,222) | (435,471) |

20 DIVIDENDS

The Board did not recommend an interim dividend for the period ended 28 February 2026 (2025: Nil).

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (Continued)

21 RELATED PARTY TRANSACTIONS

Parties are considered to be related if one party has the ability, directly or indirectly, to control the other party or exercise significant influence over the other party in making financial and operating decisions. Parties are also considered to be related if they are subject to common control or joint control.

The Controlling Shareholder, members of key management and their close family members of the Group are also considered as related parties. In the opinion of the Directors, the related party transactions were carried out in the normal course of business and at terms negotiated between the Group and the respective related parties.

Name and relationship with related parties:

| Names of the related parties | Nature of relationship |
|--|--|
| Mr. Li Guangyu | The Controlling Shareholder |
| Ms. Li Hua | The daughter of the Controlling Shareholder and Chief Executive Officer of the Company |
| Zhengzhou Corn Culture Communication Co., Ltd. | A company controlled by the Controlling Shareholder |
| Henan Yisu Education Technology Co., Ltd. | A company controlled by the Controlling Shareholder |
| Ms. Liu Chunhua | The spouse of Mr. Li Guangyu |

(a) Transactions with related parties

| | Six months ended | |
|--|---|---|
| | 28 February 2026 RMB'000 (Unaudited) | 28 February 2025 RMB'000 (Unaudited) |
| Lease expenses of office building: | | |
| – Zhengzhou Corn Culture Communication Co., Ltd. | 192 | 192 |
| – Ms. Liu Chunhua | 89 | 89 |
| – Ms. Li Hua | 77 | 77 |
| | 358 | 358 |

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (Continued)

21 RELATED PARTY TRANSACTIONS (Continued)

(b) Repayment loans to a related party

| | Six months ended | |
|---------------------------------------|---|---|
| | 28 February 2026 RMB'000 (Unaudited) | 28 February 2025 RMB'000 (Unaudited) |
| Repayment of loans to a related party | 10,000 | — |
| | 10,000 | — |

(c) Balances with related parties

| | As at 28 February 2026 RMB'000 (Unaudited) | As at 31 August 2025 RMB'000 (Audited) |
|---|--|--|
| Amounts due to related parties | | |
| — The Affected Business upon deconsolidation | 694,184 | 673,530 |
| — The Controlling Shareholder | 9,968 | 9,702 |
| — Zhengzhou Corn Culture Communication Co., Ltd. | 3,639 | 3,449 |
| — Henan Yisu Education Technology Co., Ltd. | 51,000 | 61,000 |
| | 758,791 | 747,681 |

As at 28 February 2026, all balances with the Controlling Shareholder and the related companies are non-interest bearing. All balances with the Controlling Shareholder and related parties are unsecured.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (Continued)

21 RELATED PARTY TRANSACTIONS (Continued)

(d) Key management compensation

Key management includes executive directors and senior managements who have important role in making operational and financial decisions.

| | Six months ended | |
|--------------------------------|---|---|
| | 28 February 2026 RMB'000 (Unaudited) | 28 February 2025 RMB'000 (Unaudited) |
| Wages, salaries and bonuses | 5,181 | 3,058 |
| Contributions to pension plans | 98 | 112 |
| Welfare and other expenses | 94 | 109 |
| Share-based compensation | 397 | 506 |
| | 5,770 | 3,785 |

22 DISPOSAL OF SUBSIDIARIES IN THE THAILAND

On 27 December 2024, one of the Company's wholly owned subsidiaries, China YuHua Education Investment Limited, a company incorporated in the British Virgin Islands with limited liability (the "**Seller**"), and Mr. Xin Yu, a third party individual (the "**Purchaser**"), entered into an acquisition agreement, pursuant to which, the Seller decided to sell and the Purchaser agreed to purchase: (i) 100% of the issued and outstanding ordinary shares of Thai Education Holdings Co., Ltd. ("**TEDCO**"), which owned approximately 92.88% of the issued and outstanding share capital of Fareast Stamford International Co., Ltd. ("**FES**"); and (ii) 7.12% of the issued and outstanding share capital of FES with a total consideration of HK\$240,000,000.

The Group's disposal of TEDCO and its subsidiaries was completed at the end of May 2025. As at 31 August 2025 and the year then ended, the Group had received a portion of the total consideration of HK\$194,000,000 (equivalent to RMB178,984,000), and the remaining HK\$46,000,000 (equivalent to RMB41,932,000) was received on November 2025.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (Continued)

22 DISPOSAL OF SUBSIDIARIES IN THE THAILAND (Continued)

The Group had receivables due from TEDCO and its subsidiaries, which were no longer internally offset within the Group upon the disposal of TEDCO and its subsidiaries. Based on related payments schedule agreed by the Group and TEDCO and its subsidiaries, upon the disposal of TEDCO and its subsidiaries, the Group recognised a receivable from third parties with its fair value upon the disposal amounting to USD15,068,000 (equivalent to RMB107,029,000). As at 28 February 2026, the book value of this receivable amounted to USD15,068,000 (equivalent to RMB103,448,000), and the related provision for impairment amounted to USD64,000 (equivalent to RMB444,000).

The Directors classified the Group's disposed Thailand operations of TEDCO and its subsidiaries as discontinued operations and the results of the discontinued operations were presented separately in the Group's interim condensed consolidated financial information for the six months ended 28 February 2025.

23 SUBSEQUENT EVENT

On 31 March 2026, one of the Group's universities, Hunan International Economics University ("HIEU"), was required to made payments of CIT in Chinese mainland amounting to RMB120,632,000 to its tax authority.

DEFINITIONS

| | |
|--|--|
| “associate(s)” | has the meaning ascribed thereto under the Listing Rules |
| “Audit Committee” | the audit committee of the Company |
| “Baikal Lake Investment” | Baikal Lake Investment Holdings Limited, a company incorporated in the BVI with limited liability on 29 August 2016 and the sole shareholder of GuangYu Investment and one of the Controlling Shareholders |
| “Board” or “Board of Directors” | the board of directors of the Company |
| “BVI” | the British Virgin Islands |
| “China” or “PRC” | the People’s Republic of China and, except where the context requires otherwise and only for the purposes of this interim report, references to China or the PRC exclude Hong Kong, Macau and Taiwan; the term “Chinese” has a similar meaning |
| “Company”, “the Company” or “our “Company” | China YuHua Education Corporation Limited (中国宇华教育集团有限公司), an exempted company with limited liability incorporated in the Cayman Islands on 25 April 2016 |
| “Controlling Shareholders” | has the meaning ascribed to it under the Listing Rules and unless the context otherwise requires, refers to Mr. Li, Baikal Lake Investment and/or GuangYu Investment |
| “Corporate Governance Code” or “CG Code” | the Corporate Governance Code set out in Appendix C1 to the Listing Rules, as amended from time to time |
| “Director(s)” | the director(s) of the Company from time to time |
| “Group” | the Company, its subsidiaries and the consolidated affiliated entities from time to time or, where the context so requires, in respect of the period prior to the Company becoming the holding company of its present subsidiaries, such subsidiaries as if they were subsidiaries of the Company at the relevant time |
| “GuangYu Investment” | GuangYu Investment Holdings Limited, a company incorporated in the BVI with limited liability on 21 March 2016 and a Controlling Shareholder of the Company |

DEFINITIONS (Continued)

| | |
|---------------------------|--|
| “HIEU Schools” | Hunan International Economics University (湖南涉外經濟學院), Hunan Lie Ying Mechanic School (湖南獵鷹技工學校) and Hunan International Economics University Vocational Skills Training Centre (湖南涉外經濟學院職業技能培訓中心) |
| “HK\$” | Hong Kong dollars, the lawful currency of Hong Kong |
| “Hong Kong” or “HK” | the Hong Kong Special Administrative Region of the PRC |
| “IFRS” | International Financial Reporting Standards, as issued from time to time by the International Accounting Standards Board |
| “Implementation Opinions” | the Implementation Opinions on Encouraging and Guiding Private Fund’s Entry into the Education Sector and Promoting Healthy Development of Private Education (關於鼓勵和引導民間資金進入教育領域促進民辦教育健康發展的實施意見) promulgated by the Ministry of Education on 18 June 2012 |
| “IPO” | initial public offering of the Shares on 16 February 2017 |
| “Listing” | the listing of the Shares on the Main Board of the Stock Exchange on 28 February 2017 |
| “Listing Rules” | the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited, as amended, supplemented or otherwise modified from time to time |
| “Main Board” | the stock exchange (excluding the option market) operated by the Stock Exchange which is independent from and operates in parallel with the Growth Enterprise Market of the Stock Exchange |
| “Model Code” | the Model Code for Securities Transactions by Directors of Listed Issuers set out in Appendix C3 to the Listing Rules, as amended from time to time |
| “Mr. Li” | Mr. Li Guangyu (李光宇), a PRC citizen and the founder, executive Director and chairman of the Board of the Company |
| “Ms. Li” | Ms. Li Hua (李花), a PRC citizen and the daughter of Mr. Li. Ms. Li is also an executive Director, the chief executive officer and the vice chairman of the Board of the Company |

DEFINITIONS (Continued)

| | |
|-------------------------------|---|
| “Nomination Committee” | the nomination committee of the Company |
| “PRC Holdcos” | YuHua Investment Management, Zhengzhou YuHua Education Investments and Zhengzhou Zhongmei Education Investments |
| “Pre-IPO Share Option Scheme” | the share option scheme effective from 1 September 2016, the principal terms of which are set out in the section headed “Statutory and General Information — D. Pre-IPO Share Option Scheme and Share Award Scheme — 1. Pre-IPO Share Option Scheme” in Appendix V to the Prospectus |
| “Prospectus” | the prospectus of the Company published on 16 February 2017 in connection with the IPO and the Listing |
| “Remuneration Committee” | the remuneration committee of the Company |
| “Reporting Period” | the six months ended 28 February 2026 |
| “RMB” | Renminbi, the lawful currency of PRC |
| “SFO” | the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong), as amended, supplemented or otherwise modified from time to time |
| “Share(s)” | ordinary share(s) in the Company of par value of HK\$0.00001 each |
| “Share Award Scheme” | the share award scheme approved and adopted by the sole shareholder of the Company on 8 February 2017, the principal terms of which are set out in the section headed “Statutory and General Information — D. Pre-IPO Share Option Scheme and Share Award Scheme — 2. Share Award Scheme” in Appendix V to the Prospectus |
| “Shareholder(s)” | holder(s) of Share(s) |
| “Stock Exchange” | The Stock Exchange of Hong Kong Limited |
| “subsidiary(ies)” | has the meaning ascribed to it under the Listing Rules |
| “United States” or “U.S.” | the United States of America, its territories, its possessions and all areas subject to its jurisdiction |

DEFINITIONS (Continued)

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| “YuHua Investment Management” | YuHua Investment Management Co., Ltd. (宇華投資管理有限公司), a limited liability company established in the PRC on 23 November 1993 and one of the PRC Holdcos |
| “Zhengzhou YuHua Education Investments” | Zhengzhou YuHua Education Investments Co., Ltd. (鄭州宇華教育投資有限公司), a limited liability company established in the PRC on 9 April 2004 and one of the PRC Holdcos |
| “Zhengzhou Zhongmei Education Investments” | Zhengzhou Zhongmei Education Investments Co., Ltd. (鄭州中美教育投資有限公司), a limited liability company established in the PRC on 21 July 2011 and one of the PRC Holdcos |
| “%” | percent |

* *The English names of the PRC entities (including schools), PRC laws or regulations, and the PRC governmental authorities referred to in this interim report are translations from their Chinese names and are for identification purposes. If there is any inconsistency, the Chinese names shall prevail.*