APT Electronics Co., Ltd.
廣東晶科電子股份有限公司

(A joint stock company incorporated in the People's Republic of China with limited liability)

(Stock Code: 2551)

INTERIM RESULTS ANNOUNCEMENT FOR THE SIX MONTHS ENDED JUNE 30, 2026

The board (the "**Board**") of directors (the "**Directors**") of APT Electronics Co., Ltd. (the "**Company**") hereby announces the unaudited consolidated results of the Company and its subsidiaries (the "**Group**") for the six months ended June 30, 2026. This announcement, containing the full text of the 2026 interim report of the Company, complies with the relevant disclosure requirements of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited in relation to information to accompany preliminary announcement of interim results. The Group's interim results for the six months ended June 30, 2026 have been reviewed by the audit committee of the Company.

PUBLICATION OF INTERIM RESULTS ANNOUNCEMENT AND INTERIM REPORT

This results announcement will be published on the website of The Stock Exchange of Hong Kong Limited (www.hkexnews.hk) and the Company's website (www.apt-hk.com). The Company's 2026 interim report will be published on the websites of the Company and The Stock Exchange of Hong Kong Limited and will be despatched to the Shareholders who have indicated their wish to receive a printed copy in due course.

By order of the Board
APT Electronics Co., Ltd.
Xiao Guowei David
Chairperson of the Board

Hong Kong, August 25, 2026

As at the date of this announcement, the Board comprises Mr. Xiao Guowei David and Mr. Hou Yu as executive Directors; Mr. Chan Philip Ching Ho, Mr. Yuan Lie Ming Peter and Mr. Huang Guansheng as non-executive Directors; and Ms. Zhang He, Ms. Lin Nan, Ms. Ding Hui and Mr. Chan Chi Kong as independent non-executive Directors.

Contents

Corporate Information

BOARD OF DIRECTORS

Executive Directors

Mr. XIAO Guowei David
(Chairperson and chief strategic officer)
Mr. HOU Yu *(President)*

Non-executive Directors

Mr. CHAN Philip Ching Ho
Mr. YUAN Lie Ming Peter
Mr. HUANG Guansheng

Independent Non-executive Directors

Ms. ZHANG He
Ms. LIN Nan
Ms. DING Hui
Mr. CHAN Chi Kong

SUPERVISORS

Mr. LI Wenhong *(Chairperson)*
Ms. LUO Xiaoyun
Mr. OU Weineng

STRATEGY COMMITTEE

Mr. XIAO Guowei David *(Chairperson)*
Mr. HOU Yu
Mr. CHAN Philip Ching Ho
Mr. YUAN Lie Ming Peter
Ms. LIN Nan

AUDIT COMMITTEE

Ms. ZHANG He *(Chairperson)*
Ms. LIN Nan
Mr. CHAN Chi Kong

REMUNERATION AND APPRAISAL COMMITTEE

Ms. LIN Nan *(Chairperson)*
Mr. XIAO Guowei David
Ms. DING Hui

NOMINATION COMMITTEE

Ms. DING Hui *(Chairperson)*
Mr. XIAO Guowei David
Ms. ZHANG He

JOINT COMPANY SECRETARIES

Mr. ZHENG Longfeng
Mr. CHUNG Ming Fai

AUTHORIZED REPRESENTATIVES

Mr. XIAO Guowei David
Mr. ZHENG Longfeng

ALTERNATE TO THE AUTHORIZED REPRESENTATIVES

Mr. CHUNG Ming Fai

AUDITOR

Ernst & Young
Certified Public Accountants
Registered Public Interest Entity Auditor under the Accounting and Financial Reporting Council Ordinance
27/F, One Taikoo Place
979 King's Road, Quarry Bay
Hong Kong

LEGAL ADVISORS

AS TO HONG KONG LAW:

Clifford Chance
27/F, Jardine House
One Connaught Place
Central
Hong Kong

AS TO PRC LAW:

AllBright Law Offices
9,11/F–12/F, Shanghai Tower
No. 501 Yincheng Middle Road
Pudong New Area
Shanghai, PRC

REGISTERED OFFICE, HEADQUARTERS AND PRINCIPAL PLACE OF BUSINESS IN THE PRC

No. 33, Huanshi Road South
Nansha District, Guangzhou
Guangdong Province, PRC

PRINCIPAL PLACE OF BUSINESS IN HONG KONG

Unit 322, 3/F
19W, Science Park West Avenue
Hong Kong Science Park
Pak Shek Kok
New Territories
Hong Kong

H SHARE REGISTRAR

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

COMPANY WEBSITE

www.apt-hk.com

STOCK CODE

2551

LISTING DATE

November 8, 2024

PRINCIPAL BANKS

Bank of China Nansha Jinzhou Branch
First Floor, 93 Jinling North Road
Nansha District, Guangzhou
Guangdong Province
PRC

China Merchants Bank Nansha Branch
5/F, Nanshacheng
8 Jingang Avenue
Nansha District, Guangzhou
Guangdong Province
PRC

Bank of Communications Ninghai Branch
Building 2, Financial Center
1 Xuemian Road
Ninghai County, Ningbo
Zhejiang Province
PRC

Management Discussion and Analysis

BUSINESS REVIEW

I. The Industry where the Company Operates

The Group is a leading enterprise in China providing intelligent vision products and system solutions integrating "LED+" technologies, and its business encompasses three core segments of intelligent automotive vision, advanced display and high-end lighting. Leveraging profound industry insights and continuous technological innovation, the Group deeply integrates LED technologies with integrated circuits, electronic control, software, sensors, optics and other technologies to form its core "LED+" technology system. Meanwhile, the Group has built a full industry chain vertical integration advantage spanning from core devices to intelligent modules and further to comprehensive system solutions. The Group transcends the multidimensional boundaries of light, electricity, computing and sensing, achieving a systematic expansion from traditional light sources to intelligent vision. Its green, energy-efficient and rapidly evolving "LED+" technologies continue to empower its intelligent vision products and system solutions, enabling the Group to achieve long-term development in high-value and high-growth markets.

Intelligent Automotive Vision Market

During the Reporting Period, driven by the dual forces of new energy transformation and intelligent upgrading, the overall market volume of China's automobile industry entered a phase of stability, continuing the trend of structural adjustment, and intelligence has become a core competitive dimension. According to data released by the China Association of Automobile Manufacturers, in the first half of 2026, China's automobile production and sales reached 14.99 million units and 15.02 million units, respectively, representing a year-on-year decrease of 4.0% and 4.1%, respectively; due to the sluggish pace of domestic consumption recovery, domestic market sales (excluding exports) declined by approximately 21.1% year-on-year. Meanwhile, the production and sales of new energy vehicles reached 7.44 million units and 7.45 million units, respectively, representing a year-on-year increase of 6.7% and 7.3%, respectively. The penetration rate of new energy vehicles increased to 49.6%, and the monthly penetration rate reached 58.5% in June. With the accelerated penetration of intelligent driving and intelligent cockpit, LED intelligent automotive lamps, as the core carrier of advanced driver assistance systems, human-vehicle interaction and brand differentiation, have become one of the standard features and core selling points of new energy vehicles.

With respect to exports, in the first half of 2026, China's automobile exports continued to grow rapidly, with total exports reaching 5.10 million units, representing a year-on-year increase of 65.3%; among which, new energy vehicle exports reached 2.36 million units, representing a year-on-year increase of 1.2 times. Chinese automotive manufacturers are comprehensively transitioning from "product globalization" to a new stage of "brand globalization and ecosystem globalization". Along with the global expansion of China's new energy vehicles, domestic LED intelligent automotive lamps have been concurrently integrated into the global supply system, bringing global opportunities to domestic manufacturers with automotive-grade certification capabilities.

In terms of the industry landscape, the market is characterized by stable overall volume, structural upgrading, and intensifying competition, and local brands continued to expand their market share by leveraging their intelligent advantages. Price competition, led by leading automakers, has permeated the entire industrial chain, and price pressure has been transmitted upstream along the supply chain, impacting core component segments such as powertrain systems, automotive lamps, and batteries, and manufacturers generally faced periodic downward pressure on product sales prices. Concurrently, the Ministry of Industry and Information Technology and seven other departments jointly issued the Work Plan for Steady Growth of the Automotive Industry (2025–2026). Through policy guidance, it promotes supply chain payment term reform, accelerates the elimination of inefficient production capacity, facilitates industry consolidation, and drives China's automotive industry to achieve high-quality development in both volume and profit in the new energy and intelligent sectors.

Driven by both policy and market forces, LED intelligent automotive lamps have evolved from single-function lighting components into core carriers integrating perception, decision-making, and interaction. They play an increasingly important role in enhancing driving safety and improving user experience, and the penetration rate has increased rapidly year by year. With technological advancement and cost decline, the application scenarios of high value-added products such as through-type taillights and interactive projection lamps continue to expand. Meanwhile, the process of domestic substitution of automotive-grade LED devices and modules continued to deepen, and the full competition among domestic manufacturers has broken the technological monopoly and price barriers of overseas giants, driving the continuous decline in the cost of core components and systems for intelligent automotive lamps, and laying the supply chain foundation for the global expansion of domestic new energy vehicle enterprises. Domestic LED intelligent vision enterprises that have completed domestic substitution verification are gradually advancing towards global substitution, unlocking long-term development space.

Advanced Display Market

With the continuous enhancements in LED chip technologies, packaging structures and advanced materials, the performance of display devices has significantly improved with respect to color performance, reliability and light efficiency, among others, bringing more development opportunities for the advanced display industry. The global trend of low-carbon development and supportive domestic industrial policies have jointly promoted the widespread application of high-performance LED devices and modules in the display field. The iterative demand from downstream scenarios such as televisions, automotive displays, AR/VR near-eye displays, and commercial displays has driven rapid upgrades of display technologies towards high image quality, low power consumption, and high integration, with Mini LED, RGB Mini LED and Micro LED having become the core technology routes for the upgrade of the advanced display industry.

In the television display sector, the market landscape is highly concentrated, with domestic leading brands occupying a dominant position, while foreign brands are gradually scaling back their presence in the Chinese market and focusing on overseas markets. Against this backdrop, Mini LED backlight technology, leveraging its advantages of high brightness, high contrast, low power consumption and high cost-effectiveness, has become the core direction for structural upgrading of the sector. Mini LED products and RGB Mini LED products have emerged as new growth drivers in the television display sector. According to data from RUNTO, China's Mini LED television shipments are expected to reach 11.15 million units in 2026, representing a year-on-year increase of 39.0%, with a market penetration rate approaching 40%. In addition, high-end technology routes such as RGB Mini LED are rapidly penetrating, and the trend towards larger sizes is evident, driving up the value per unit and promoting the upgrade of the industrial chain towards higher value-added. Domestic leading brands have taken the lead in completing the deployment of RGB Mini LED technology and full-price-range product portfolios: Hisense has built a comprehensive product matrix covering from mass-market to top-tier flagship products, including the Xiao Mo E5S Pro mass-market series as well as the U7S Pro, E8S Pro and UX 2026 flagship series, covering the full size range of 55 to 116 inches; TCL is simultaneously advancing the rollout of its product portfolio across multiple price tiers, accelerating the penetration of high-end display technologies into the mainstream consumer market.

At the industrial chain level, Mini LED backlight has formed a full industry chain development layout from materials, chips to terminal applications, and China occupies a leading position in the world with complete industrial supporting facilities and large-scale manufacturing capabilities. Upstream chip manufacturers and midstream packaging module enterprises continue to step up investment in technology research and development and production capacity layout. With the accelerating adoption of COB packaging technology, leading enterprises continue to drive down costs through economies of scale and process optimization, promoting the penetration of Mini LED from high-end niche to mainstream consumer market.

As the core direction of next-generation display technology, Micro LED adopts micron-level self-emissive LED pixel units to achieve pixel-level independent light control, offering disruptive performance advantages, and is highly aligned with the Group's "LED+" technology system. At present, the commercialization process of Micro LED is accelerating significantly, with an expanding scope of application scenarios: AR glasses are currently the largest application scenario, contributing the majority of sales; at the same time, it is gradually extending into emerging fields such as automotive HUD, high-pixel projection headlamps, transparent displays and optical interconnects for AI data centers. With the explosion of AI computing power driving the growth of high-speed interconnect demand in data centers, Micro LED, leveraging its nanosecond-level response speed and low-power characteristics, has become an important technological route for short-reach optical interconnect emission sources, opening up entirely new growth opportunities.

High-End Lighting Market

With the continuous release of the energy efficiency advantages of LED technology, which is closely aligned with the global green and low-carbon development trends, together with the national energy conservation and environmental protection policies and the enhanced environmental protection awareness of the whole society, the wide adoption of high-performance, high Color Rendering Index LED devices and modules in the lighting field has been jointly promoted. The rapid expansion of downstream scenarios such as indoor and outdoor lighting, horticultural lighting, intelligent lighting and special lighting has surged the demand for diversified and customized lighting systems. LED technology has become the mainstream technical route of high-end lighting.

According to TrendForce analysis, the global LED lighting market will enter a critical transition period of bottoming out, stabilizing and structurally optimizing in 2026, with end-user inventory gradually returning to healthy levels, the decline in market demand continuing to narrow, and the focus of industry competition shifting from price competition to the value of application scenarios and the upgrade of system integration capabilities.

II. Business Review

During the Reporting Period, the global economic recovery momentum slowed down, the geopolitical conflict intensified the uncertainty of the trade environment, and the global supply chain continued to restructure. China's economy continued its recovery trend, but the recovery of domestic demand remained weak, coupled with factors such as the spread of price competition in the automotive industry along the industrial chain and the increase in upstream raw material prices, which have brought periodic challenges to the Group's operations. Despite the pressures from the external environment, the Group's advanced display business, leveraging its core competitive advantages of its Mini LED products, particularly its industry-leading position of RGB Mini LED in respect of production capacity, manufacturing efficiency and quality control, achieved counter-trend revenue growth, becoming the core growth engine during the Reporting Period. In addition, automotive-grade LED devices and modules maintained steady growth, underpinned by technological leadership and high reliability. The outstanding performance of the above businesses fully demonstrated the strategic value of the Group's synergistic layout across its three business segments in hedging against industry cyclical fluctuations.

During the Reporting Period, the Group achieved operating revenue of RMB1,079 million, representing a year-on-year decrease of 3.0%; recorded a net loss of RMB56 million. During the Reporting Period, the Group's performance came under pressure, primarily due to: (i) intensifying competition in the automotive industry and the high-end lighting industry, leading to a periodic decline in the unit price of sales and operating revenue of automotive intelligent complete lamps and high-end lighting products; (ii) the increased pre-production expenses in relation to investment in construction of the headquarters of Lynway Vision (Guangzhou) in the Greater Bay Area for the purpose of expanding the Group's future business development and actively implementing its strategic layout, resulting in a rise in related expenses; (iii) an increase in product costs, driven by rising prices of precious metals, PCB materials and other raw materials.

Notwithstanding the temporary pressure on the Group's overall financial performance, the Group's business structure continued to be optimized. The advanced display business achieved counter-trend revenue growth, and the high value-added automotive-grade LED device and module business also achieved rapid growth. The layout of these two core businesses have laid a solid foundation for the Group's long-term sustainable development.

Intelligent Automotive Vision Products Segment

The Group has achieved a strategic vertical integration layout across the entire industry chain of "devices-modules-systems" for intelligent automotive lamps. Addressing the cutting-edge demands of autonomous driving and intelligent vehicles, the Group provides cost-effective, one-stop solutions for LED automotive vision products, including intelligent automotive lamp systems and automotive-grade LED devices and modules:

(1) in the field of automotive-grade devices, the Group focused on developing a series of industry-leading products including LED devices for interactive front and rear lighting applications with different colors and packaging sizes, new generation of LED devices for both high and low beams with high-power, high-brightness and high-reliability, LED devices for automotive backlight applications and LED devices for automotive-grade interiors. The developed products meet the advanced requirements of intelligent automobiles for automotive-grade applications, featuring high brightness, high reliability and unique light colors;

(2) in the field of automotive modules, the Group focused on developing front lighting drive module ("**LDM**") products, headlamp lens module products (including ADB lens modules) in various sizes, intelligent signal display ("**ISD**") module products with different pixels and color combinations, and automotive backlight modules with different zoning and driving solutions (including RGB Mini LED automotive backlight modules); and

(3) in the field of intelligent automotive vision systems, the Group focused on developing system products such as rear combination lamps with intelligent interaction signal display functions and cost-effective front combination lamps, achieving full-chain coverage from core devices to system solutions.

During the Reporting Period, the revenue from intelligent automotive vision business was RMB358 million, representing a year-on-year decrease of 14.5%, with the business showing a trend of structural divergence. Influenced by industry-wide factors such as intensifying competition in the automotive industry and end-user price pressure being transmitted along the industrial chain, the revenue from the complete lamp products came under periodic pressure during the Reporting Period, decreasing by 29.5% year-on-year. At the same time, leveraging its leading technological strength and stable and reliable product performance, the automotive-grade LED devices and modules meet the stringent standards for automotive-grade applications, with market share continuing to increase. During the Reporting Period, the revenue from this segment increased by 27.8% year-on-year, with strong growth momentum, and will become a core growth driver in the automotive intelligent vision business.

Advanced Display Segment

The Group's advanced display device and module products are primarily used in areas such as mid-to-high-end televisions for brand customers and automotive displays. During the Reporting Period, according to the data from RUNTO, the shipment volume of branded TV sets in the Chinese TV market decreased by 10.1% compared with the same period. Against this backdrop, the Group's advanced display business achieved counter-trend growth, with sales revenue of RMB478 million, representing a year-on-year increase of 34.8%, fully demonstrating the strong market competitiveness of its products. During the Reporting Period, the product structure was further optimized, with the proportion of Mini LED products continuing to increase, among which the new-generation RGB Mini LED products rapidly ramped up volume in 2026 and have already accounted for 24.8% of the advanced display business revenue. On the one hand, the Group has continued to increase R&D investment in Mini LED and Micro LED technologies and products, and has expanded production and invested in the construction of multiple industry-leading Mini LED backlight production lines and new-generation RGB Mini COB production lines, possessing the capability for large-scale and stable delivery to serve leading customers, thereby building a significant manufacturing capability barrier in the high-end display market. On the other hand, the Group has engaged in deep technological and industrial cooperation with leading enterprises in the television field, jointly developing technical solutions for RGB Mini LED multi-primary-colour module systems, focusing on the core technologies for next-generation high-colour-gamut display, and carrying out joint R&D centered on RGB Mini LED multi-primary-colour LED light source architecture, precise colour value control algorithms and efficient driving systems, to jointly create precise color control display module solutions that integrate high brightness, high contrast, and high color purity. At the same time, the Group is actively positioning itself in next-generation display technologies such as Micro LED and AR+AI near-eye displays, exploring their new applications in the field of artificial intelligence (AI), so as to reserve technological momentum for long-term growth.

High-End Lighting Segment

During the Reporting Period, the Group's high-end lighting business encountered a phased correction, achieving sales revenue of RMB243 million in the first half of the year, representing a year-on-year decrease of 28.4%. The Group focused on developing and selling high-value-added products characterized by high light quality, high luminous efficacy, and special spectra, including outdoor high-power products, high luminous efficacy products and horticultural lighting products. Among them, the proportion of revenue from high-end ceramic outdoor high-power lighting and horticultural lighting products has increased significantly, and the photoelectric conversion efficiency of horticultural lighting products has reached an internationally leading level.

III. Future Outlook

In terms of research and development, the Group has successfully completed the establishment of a patent strategic layout system covering the entire industrial chain. As of the end of the Reporting Period, the Group has accumulated 462 granted patents in countries and regions including China, United States, and Japan, including 141 invention patents, and the capability for independent and controllable core technologies has continued to strengthen.

In terms of key R&D directions, the Group will continue to focus on its main business areas oriented towards intelligent vision products and systems, and strengthen innovative research and development of related product technologies:

(1) Intelligent automotive vision products: focusing on the demands of autonomous driving and intelligent vehicles, the Group will research and develop a series of core components and technologies for intelligent automotive lamps and automotive displays, including: ten-thousand-level pixel Micro LED integrated light sources, intelligent projection headlamp systems with ten-thousand-level high-pixel high-definition ("**HD**") capacity Micro LED-based, platform-based low-beam/high-beam and ADB lens modules in different sizes, intelligent interactive signal display devices/modules/systems for automotive applications, intelligent multi-channel headlamp control modules (HCM), high power, high-brightness LED devices and modules for automotive headlamp applications, and new automotive display backlight LED devices and modules;

(2) Advanced display products: focusing on the research and development of Mini LED and RGB Mini LED backlight advanced display products and application solutions based on large-size display panels, Micro LED technology for AI display applications and AR+AI glasses display modules, LED backlight devices and module products with dynamic dimming function, and new RGB backlight LED device and module technologies and products; and

(3) High-end lighting products: focusing on the research and development of high-reliability, high-brightness, high-power LED devices for outdoor, horticultural and special lighting applications, as well as LED modules and application solutions for special lighting and intelligent lighting.

In terms of operation management, the Group will comprehensively promote the in-depth application of Artificial Intelligence across the entire process, including product technology R&D, production manufacturing, and operation management, continuously strengthening the construction of intelligent manufacturing capabilities. The Group adopts advanced data systems for full-process management and control of all production elements such as personnel, machines, materials, methods and environment, so as to ensure the consistency and stability of product manufacturing. Simultaneously, AI tools are utilized for in-depth analysis of production data to continuously optimize production processes, enhance product traceability efficiency, and improve the overall manufacturing yield rate. The Group is currently leveraging AI technology to build an intelligent agent cluster platform for the intelligent automotive vision sector. By integrating multiple business-specific intelligent agents covering the entire product chain from R&D to production to quality inspection, this will inject strong momentum into the Group's long-term development.

In terms of extending the industrial ecosystem, the Group will further strategically position itself within the "third-generation semiconductor" industry cluster, aiming to provide core support for business expansion into key application scenarios such as new energy vehicles, advanced displays, photovoltaics, energy storage, and AI data centers. This will enrich the Group's product structure, facilitate collaborative development with customers, and foster an ecosystem clustering effect across the upstream and downstream industry chains. Currently, benefiting from the strong demand from downstream high-growth sectors such as new energy vehicles, advanced displays, photovoltaics, energy storage, AI data centres, and artificial intelligence, the demand for third-generation semiconductors is accelerating, and the industry is ushering in a strategic period of explosive growth. During the Reporting Period, the Group cooperated with the Guangzhou Industrial and Information Development Fund and municipal and district-level state-owned capital platforms to establish a fund investing in the semiconductor and integrated circuit sector, which will establish a collaborative mechanism characterized by "government guidance, market-oriented operation, and industry traction". Up to the date of this interim report, the above-mentioned fund has successfully invested in AccoPower Semiconductor Co., Ltd. (廣東芯聚能半導體有限公司) ("**AccoPower**"), which will enable the Group and AccoPower and its subsidiary, AscenPower Semiconductor Co., Ltd. (廣東芯粵能半導體有限公司), through overall coordination or even joint development, to provide customers with integrated solutions and a service system of "optoelectronic semiconductors + power semiconductors"; at the same time, in emerging fields such as Micro LED and AR+AI displays, both parties can leverage their respective strengths in product R&D, process implementation and mass production to collaboratively develop new products. By using capital as a link to secure high-quality industry chain resources, the Group is constructing a "technology + industry + capital" trinity sustainable development model which will assist the Group in achieving long-term high-quality development and creating greater value returns for shareholders.

The Group's principal business consists of three major segments, including intelligent automotive vision, advanced display, and high-end lighting. The long-term positive trajectory of these principal business remains unchanged. Looking ahead, the Group will continue to uphold the development philosophy of innovation-driven and high-end manufacturing, and will drive the steady and sustainable business development through deepening vertical integration across the industrial chain, intensifying technological innovation, reasonably expanding production capacity, and precisely targeting high-growth areas.

FINANCIAL REVIEW

Revenue Structure

During the Reporting Period, the Group's revenue was derived from intelligent automotive vision products, advanced display products and high-end lighting products. The Group achieved an overall revenue of RMB1,079.0 million in the first half of 2026, representing a year-on-year decrease of 3.0%. The decrease was mainly attributable to intensified market competition and the temporary decline in unit price of sales of certain products, which in turn had a certain impact on the revenue scale.

1) Revenue by Product

Item	**For the six months ended June 30, 2026**		2025		Revenue movement as compared to the corresponding period last year
	Revenue RMB'000	**Proportion of revenue (%)**	Revenue RMB'000	Proportion of revenue (%)	
Intelligent automotive vision	**357,913**	**33.2**	418,533	37.6	-14.5%
Advanced display	**477,966**	**44.3**	354,444	31.9	34.8%
High-end lighting	**243,136**	**22.5**	339,643	30.5	-28.4%
Total	**1,079,015**	**100.0**	1,112,620	100.0	-3.0%

Revenue from intelligent automotive vision products amounted to RMB357.9 million during the Reporting Period, representing a year-on-year decrease of 14.5%. The decrease was mainly due to revenue generated by the complete lamp business facing phased downward pressure, amid industry-wide factors such as intensified competition in the automotive industry and the transmission of end-market pricing pressure along the industrial chain. However, leveraging its leading technological strength, stable and reliable product performance, the Group's automotive-grade LED devices and modules continued to gain larger market share, achieving counter-trend growth in sales.

Revenue from advanced display products amounted to RMB478.0 million during the Reporting Period, representing a year-on-year increase of 34.8%. The increase was primarily driven by the optimisation of the product mix, with the new-generation RGB Mini LED products rapidly ramping up volume in 2026, leading to a continued increase in orders and a significant year-on-year growth in sales.

Revenue from high-end lighting products amounted to RMB243.1 million during the Reporting Period, representing a year-on-year decrease of 28.4%, mainly due to the intensified competition in the high-end lighting segment, which led to a decrease in revenue.

2) Revenue by Geographical Location of Product Delivery

Item	**For the six months ended June 30,**				Revenue movement as compared to the corresponding period last year
	2026		2025		
	Revenue RMB'000	**Proportion of revenue (%)**	Revenue RMB'000	Proportion of revenue (%)	
Chinese Mainland	**838,277**	**77.7**	893,694	80.3	-6.2%
Overseas	**240,738**	**22.3**	218,926	19.7	10.0%
Total	**1,079,015**	**100.0**	1,112,620	100.0	-3.0%

The Group's revenue from sales in Chinese Mainland amounted to RMB838.3 million during the Reporting Period, representing a year-on-year decrease of 6.2%. The decrease was mainly attributable to the decline in revenue from intelligent automotive vision products and high-end lighting products amid intensified market competition, which was partially offset by the significant revenue growth in advanced display products. The revenue from the sales overseas amounted to RMB240.7 million, representing a year-on-year increase of 10.0%. The increase was primarily driven by the continuous increase in demand for advanced display device orders from overseas markets.

Financial Condition

1) Assets

As of June 30, 2026, the total assets of the Group amounted to RMB3,556.3 million, representing an increase of 15.3% from RMB3,084.8 million as of December 31, 2025. Among them, non-current assets were RMB1,733.3 million, representing an increase of 41.4% from RMB1,226.0 million as of December 31, 2025, primarily due to the construction of the Greater Bay Area headquarters project and Phase I equipment investment of Guangzhou Lynway Vision, a subsidiary of the Group, the Group's continued investment in production lines for advanced display and automotive-grade products, and the normal depreciation and amortisation of non-current assets. Current assets were RMB1,823.0 million, representing a decrease of 1.9 % from RMB1,858.8 million as of December 31, 2025, primarily due to: on the one hand, the Company's external investment in Guangzhou Tianze Jingxin Venture Investment Fund Partnership, which led to a decrease in cash and cash equivalents; on the other hand, with the growth of revenue from the advanced display business in the second quarter, both receivables and inventories increased, partially offsetting the impact of the decline in cash and cash equivalents.

2) *Liabilities*

As of June 30, 2026, the Group's total liabilities amounted to RMB2,308.5 million, representing an increase of 31.0% from RMB1,761.6 million as of December 31, 2025. Among them, non-current liabilities were RMB517.2 million, representing an increase of 72.3% from RMB300.1 million as of December 31, 2025, primarily due to new bank loans which were used for the construction of the Greater Bay Area headquarters project of Guangzhou Lynway Vision, a subsidiary of the Group. Current liabilities were RMB1,791.3 million, representing an increase of 22.6 % from RMB1,461.5 million as of December 31, 2025, primarily due to: on the one hand, increased drawings of working capital loans to meet the Company's operational funding requirements; on the other hand, the Company moderately extending supplier payment terms and raising the proportion of settlement through bills payable, thereby continuously optimising fund turnover efficiency, resulting in an increase in trade and bills payables.

Liquidity and Financial Resources

During the Reporting Period, the Group's net operating cash outflow was RMB42.2 million. It was primarily due to the slight decline in the sales, resulting in a decrease in cash received from sales. At the same time, due to the rise in prices of raw materials such as precious metals and PCB materials during the Reporting Period, the Group stocked up materials in advance based on the expected product order volumes and locked in prices through advance payments, which led to relatively large cash outflows for the purchase of goods.

The bank and cash balances of the Group as at June 30, 2026 were approximately RMB303.9 million.

The total interest-bearing bank borrowings of the Group as at June 30, 2026 were approximately RMB721.8 million, of which approximately RMB395.1 million are due within one year, and approximately RMB326.7 million are due after one year.

The Group maintained sufficient working capital to cover its daily operating liquidity requirements and capital expenditure needs.

Capital Structure

The financial department under the Group is responsible for its financial risk management, aiming to ensure that the liquidity structure of the assets, liabilities and other commitments of the Group could meet its funding needs on an ongoing basis. The borrowings of the Group were mainly settled in RMB, while its cash and cash equivalents were mainly held in RMB, U.S. dollars and Hong Kong dollars. The Group maintained an appropriate portfolio of equity and debt during the Reporting Period to ensure an effective capital structure. As of June 30, 2026, the outstanding loans of the Group were RMB-denominated loans. The Group's bank borrowings comprised both secured and unsecured bank loans, with products including bill discounting, working capital loans, and fixed-term loans, carrying effective interest rates ranging from 0.9% to 3.14% per annum. As of June 30, 2026, the gearing ratio of the Group was 57.8%, calculated as total bank borrowings divided by total equity as of the end of the Reporting Period.

The Group monitored the capital structure by using the debt to asset ratio, with its policies to maintain financial stability and support the sustainable, healthy development of the Group's business. As of June 30, 2026, the debt to asset ratio of the Group was 64.9% (December 31, 2025: 57.1%). The slight increase in the debt to asset ratio was mainly due to higher capital investment driven by the Group's business expansion. The Group maintained its financial stability amidst business development.

Contingent Liabilities

As of June 30, 2026, the Group did not have any material contingent liabilities.

Foreign Exchange Risk

The business operations of the Group are primarily concentrated in Chinese Mainland, with the majority of its assets and liabilities denominated in RMB, except for certain bank balances which are denominated in U.S. dollars and Hong Kong dollars. During the Reporting Period, the Group did not experience any material difficulties as a result of fluctuations in currency exchange rates. The Group currently does not have a foreign currency hedging policy in respect of foreign currency transactions, assets and liabilities. The Group believes that the Group will have sufficient foreign currencies to meet its foreign exchange needs and will take effective measures to mitigate foreign exchange risks.

Capital Expenditure

During the Reporting Period, the capital expenditures of the Group amounted to RMB230.4 million which were mainly used for the investment in equipment upgrades aimed at expanding production capacity and improving efficiency. The capital expenditures of the Group were mainly funded by the Group's own funds, bank borrowings as well as cash inflow from the operating activities of the Group.

Capital Commitments

During the Reporting Period, the capital commitments of the Group were mainly related to the construction of new plant, purchase of equipment and intangible assets. The total amount of capital expenditures contracted but not incurred as at June 30, 2026 was RMB144.2 million.

Restricted Assets

As of June 30, 2026, the Group had restricted assets with a total carrying amount of RMB428.8 million for bank facilities. These assets include pledged and restricted bank deposits of RMB57.8 million, property, plant and equipment of RMB317.0 million and restricted right-of-use assets of RMB54.0 million.

Significant Investments Held

Formation of the Fund

On February 24, 2026, the Board approved the Company's participation as a limited partner in Guangzhou Tianze Jingxin Venture Investment Fund Partnership (Limited Partnership)* (廣州天澤晶芯創業投資基金合夥企業(有限合夥)) (the "**Fund**"), which was a limited partnership and was established in the PRC in March 2026 with the total capital contribution of approximately RMB668 million. Pursuant to the partnership agreement, the Company committed a capital contribution of RMB268 million, representing approximately 40.12% of the total committed capital of the Fund. The Company's contributions to the Fund were funded by the Group's internal resources. The Fund focuses on the semiconductor and integrated circuit sector, being one of the 15 strategic industrial clusters under the development of Guangzhou's "12218" modern industrial system and prioritizes supporting the Government's development of strategic industries including the proposed investment in AccoPower. For further details of the transaction, please refer to the Company's announcement dated February 24, 2026.

The investment in the fund was recognised as a financial asset by the Group. As at June 30, 2026, taking into account that the fund's carrying amount mainly comprised monetary funds and that no external investments had yet been made, and that the fund's performance had not significantly deviated from its budget, plans or phased targets, and after management had fully considered the best estimate of the fair value of the fund, the fair value of this investment was RMB268 million, representing 7.5% of the Group's total assets. The unrealised gain or loss arising from this investment was RMB nil.

The Group's further strategic layout in the "third-generation semiconductor" industrial cluster aims to provide core support for business expansion in key application scenarios such as new energy vehicles, advanced display, photovoltaics, energy storage, and AI data centers. This will enrich the Group's product portfolio, facilitate collaborative customer development, and promote the formation of an ecosystem-driven clustering effect across the upstream and downstream industrial chains.

Indirect Investment in AccoPower through Equity Transfer and Capital Increase

On April 8, 2026, the Fund entered into equity transfer agreements with various vendors and a capital increase agreement with AccoPower in relation to the acquisition of an aggregate amount of registered capital of RMB8,156,226 and the subscription of newly increased registered capital of RMB17,517,705 in AccoPower for total considerations of approximately RMB188.40 million and RMB449.60 million, respectively. Pursuant to the equity transfer agreements and capital increase agreement, upon completion of the equity transfer and capital increase, and assuming no further changes in the registered capital of AccoPower, the Fund is expected to hold approximately 9.5799% of the equity interests in AccoPower. Through its 40.12% limited partnership interest in the Fund, the Group will have an indirect effective economic interest of approximately 3.8435% in AccoPower, with the aggregate consideration attributable to the Group, being contributed indirectly through its capital contribution to the Fund, amounting to approximately RMB256 million. For further details, please refer to the Company's announcement dated April 8, 2026 and circular dated May 18, 2026 respectively.

Save as disclosed above, as at June 30, 2026, 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 Company's total assets).

Future Plans for Significant Investments and Capital Assets

As of June 30, 2026 and up to the date of this interim report, the Group did not have any plans for significant external investments and capital assets.

Material Acquisitions and Disposals of Subsidiaries, Associates and Joint Ventures

During the Reporting Period, the Group had no material acquisitions or disposals of subsidiaries, associates and joint ventures.

Proposed H Share Full Circulation by the Company

On February 10, 2026, the Board approved the proposed implementation of the H share full circulation of the Company in respect of 21,710,793 domestic unlisted shares held by certain shareholders, representing approximately 4.04% of the total issued share capital of the Company as at the date of that announcement, to be converted into H shares and listed for trading on the Main Board, subject to the filing with the China Securities Regulatory Commission and approvals from the Stock Exchange and other relevant regulatory authorities. For further details, please refer to the Company's announcement dated February 10, 2026.

EMPLOYEES AND EMOLUMENT POLICY

As at June 30, 2026, the total number of employees of the Group was 2,482 (December 31, 2025: 2,404). Staff costs (including Directors' remuneration) of the Group for the Reporting Period amounted to approximately RMB203,013 thousand (June 30, 2025: RMB194,264 thousand), and the total remuneration of the Group's Directors, Supervisors and senior management for the Reporting Period amounted to approximately RMB6,519 thousand (June 30, 2025: RMB7,420 thousand).

The Group's success depends on its ability to attract, retain and motivate qualified personnel. The Group uses various methods for its recruitment, including campus recruitment, internal and external recommendation and recruiting through headhunting firms or agents, to satisfy its demands for different types of talents, and the Group adopts high standards and stringent procedures in its recruitment to ensure the quality of new hiring. Employees typically enter into standard labor contracts with the Group.

The Group provides competitive compensation packages. Remuneration packages for its employees mainly comprise basic salary and performance-based bonus. In addition, the Group is required under the PRC law to make contributions to statutory employee benefit plans (including pension plans, medical insurance and housing provident fund) at a certain percentage of its employees' salaries, including bonus and allowance up to a maximum amount specified by the local government. The Group sets performance targets for its employees primarily based on their position and department, and it periodically reviews their performance. The results of such reviews are used in their salary determinations, bonus awards and promotion appraisals. To maintain and enhance the knowledge and skill levels of its workforce, the Group provides its employees with internal training, including orientation programs for new employees and technical training for existing employees. The Group also offers external training opportunities to its management team and other staff.

TREASURY POLICY

The Group has adopted a prudent treasury management policy to (i) ensure that the Group's funds are properly and efficiently collected and deployed such that there is no material shortfall in cash which may interrupt the Group's daily business operations; and (ii) maintain adequate liquidity to cover the Group's operation cash flows, and administrative expenses. The Board closely monitors the Group's liquidity position to ensure that the liquidity structure of the Group's assets, liabilities, and other commitments can meet its funding requirements all the time.

CORPORATE GOVERNANCE PRACTICES

The Group is committed to maintaining a high standard of corporate governance which is crucial to its development and safeguard the interests of the Shareholders and to enhance corporate value and accountability. The Company has adopted the code provisions set out in Part II of the CG Code in Appendix C1 to the Listing Rules (as in effect from time to time) as its own code of corporate governance.

The Board reviews its corporate governance practices from time to time in order to meet the rising expectation of stakeholders, and to comply with increasingly stringent regulatory requirements as well as fulfill its commitment to excellence in corporate governance. After reviewing the Company's corporate governance practices and the relevant regulations of the CG Code, the Board is satisfied that the Company has fully complied with all the applicable code provisions as set out in the CG Code during the Reporting Period.

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

CHANGES IN INFORMATION OF DIRECTORS, CHIEF EXECUTIVES AND SUPERVISORS PURSUANT TO LISTING RULES 13.51B(1)

Ms. LUO Xiaoyun (a Supervisor of the Company) has ceased to act as a director of Zhuhai Speedbird PVC Film Laminated Metal Sheet Co., Ltd*（珠海拾比佰彩圖板股份有限公司）, a company listed on the Beijing Stock Exchange (stock code: 920768.BJ) with effect from January 2026.

Save as disclosed above, during the Reporting Period and up to the date of this interim report, the Company is not aware of any changes in Directors', chief executive's and Supervisors' information pursuant to Rule 13.51B(1) of the Listing Rules.

COMPLIANCE WITH THE MODEL CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS AND SUPERVISORS

The Company has adopted the Model Code set out in Appendix C3 to the Listing Rules as its own code of conduct regarding Directors' and Supervisors' dealings in securities of the Company. Having made specific enquiries of all the Directors and Supervisors, each of them has confirmed that he/she has complied with all the applicable code provisions under the Model Code throughout the Reporting Period.

As required by the Company, the senior management and relevant employees of the Company are also bound by the Model Code, which prohibits them from dealing in securities of the Company at any time when he/she possesses insider information in relation to those securities. No incident of non-compliance with the Model Code by the Directors, Supervisors and the relevant employees of the Company were noted by the Company during the Reporting Period.

USE OF PROCEEDS FROM THE GLOBAL OFFERING

On November 8, 2024, the Company was successfully listed on the Stock Exchange. The net proceeds received by the Group from the Global Offering (after deducting underwriting fees and relevant expenses) amounted to HK$79.04 million. The Company will apply such net proceeds in accordance with the purposes as set out in the Prospectus.

The table below sets out the planned applications of the net proceeds from the Global Offering and actual usage as at the end of the Reporting Period:

Use of Proceeds	Percentage of total net proceeds	Allocation of net proceeds (HK$ million)	Unutilised net proceeds as at January 1, 2026 (HK$ million)	Utilised net proceeds during the Reporting Period (HK$ million)	Unutilised net proceeds as at June 30, 2026 (HK$ million)	Expected timeline for utilization of unutilized net proceeds
Expanding our production capacity in intelligent automotive vision in an effort to continue promoting its development, meeting customer demands, optimising our geographic network and further increasing our market share.	70%	55.33	–	–	–	N/A
Technological innovation and product upgrades to continually improve our technologies, accelerate our research & development on cutting-edge technologies, optimize and expand our product pipeline and expand our research & development team.	20%	15.81	9.86	5.88	3.98	December 31, 2026
Working capital and for general corporate uses to support our day-to-day business operations and growth.	10%	7.90	3.27	3.27	–	N/A
	100%	79.04	13.13	9.15	3.98	

The Company will continue to utilise the remaining net proceeds gradually in accordance with the intended purposes set out in the Prospectus. The expected timetable for the utilisation of the net proceeds from the Global Offering is based on the Company's best estimate of future market conditions and may be subject to adjustment in accordance with its actual business operations.

REVIEW OF INTERIM RESULTS AND APPROVAL OF INTERIM REPORT

The Audit Committee has reviewed and agreed with the management on the Group's unaudited interim condensed consolidated financial statements, interim results announcement and interim report for the six months ended June 30, 2026. There is no disagreement by Ernst & Young or the Audit Committee with respect to the accounting treatment adopted by the Company.

The Audit Committee has also discussed matters with respect to the accounting principles and practices adopted by the Group with the senior management of the Company. The interim report and the consolidated financial statements of the Group for the six months ended June 30, 2026 were approved and authorised for issue by the Board on August 25, 2026.

DIVIDENDS

The Board has resolved not to recommend the payment of an interim dividend for the six months ended June 30, 2026.

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

As at June 30, 2026, the interests and short positions of the Directors, Supervisors 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:

Long positions in the Shares or underlying Shares of the Company

Name of Director/ Chief Executive	Capacity/Nature of Interest	Class of Shares	Number of Shares[1]	Approximate Percentage of Shareholding in the Company[1] (%)
Mr. Xiao[2][3]	Beneficial owner	H Shares	1,631,000 (L)	0.30
	Interest held jointly with other persons	Domestic Unlisted Shares	171,316,739 (L)	31.89
		H Shares	66,222,835 (L)	12.33
Mr. Chan[2][3][4]	Beneficial owner	H Shares	1,075,000 (L)	0.20
	Interest held jointly with other persons	Domestic Unlisted Shares	171,316,739 (L)	31.89
		H Shares	66,778,835 (L)	12.43
Mr. Yuan[2][3]	Beneficial owner	H Shares	1,623,000(L)	0.30
	Interest held jointly with other persons	Domestic Unlisted Shares	171,316,739 (L)	31.89
		H Shares	66,230,835 (L)	12.33
Mr. Hou Yu[5]	Interest of spouse	Domestic Unlisted Shares	3,500,000 (L)	0.65
		H Shares	1,500,000 (L)	0.28

Notes:

(1) The letter "L" denotes the person's long position in the Shares. The calculation is based on the total number of 537,146,709 Shares in issue as at June 30, 2026.

(2) To the best knowledge of the Directors, as of June 30, 2026, Advanced Photoelectronic was held as to (i) 11.14% by Mr. Xiao, (ii) 17.76% by APTESS Company Limited ("**APTESS**"), which is wholly-owned by Mr. Xiao, (iii) 32.66% by Giant Power Limited, which is wholly-owned by Mr. Yuan, (iv) 3.91% by Mr. Chan, (v) 1.74% by Ms. Loh, spouse of Mr. Chan, and (vi) 32.79% by other Shareholders, none of which held more than one third therein.

(3) Pursuant to the acting-in-concert agreement dated January 1, 2021, Mr. Xiao, Mr. Chan, Mr. Yuan, APTESS, Giant Power Limited are parties acting in concert in respect of their shareholding interests in Advanced Photoelectronic and/or the Company. Therefore, each of Mr. Xiao, Mr. Chan, Mr. Yuan, APTESS and Giant Power Limited is deemed to be interested in the interest of each other under the SFO.

As of June 30, 2026, Mr. Xiao was the general partner of Jingyu Investment, Jingling Investment, Jingrui Investment and Jingshi Investment. Therefore, Mr. Xiao is deemed to be interested in the 14,105,000, 6,567,670, 5,279,328 and 6,581,700 Shares held by each of Jingyu Investment, Jingling Investment, Jingrui Investment and Jingshi Investment in the Company, respectively. Pursuant to the acting-in-concert agreement dated December 8, 2023, Advanced Photoelectronic, Jingyu Investment, Jingling Investment, Jingrui Investment and Jingshi Investment are parties acting in concert. Therefore, each of Advanced Photoelectronic, Jingyu Investment, Jingling Investment, Jingrui Investment and Jingshi Investment is deemed to be interested in the interest of each other under the SFO.

As of June 30, 2026, 1,631,000 H Shares, 1,075,000 H Shares and 1,623,000 H Shares were personally held by Mr. Xiao, Mr. Chan and Mr. Yuan respectively. Therefore, Mr. Xiao, Mr. Chan, Mr. Yuan, Advanced Photoelectronic, APTESS, Giant Power Limited, Jingyu Investment, Jingling Investment, Jingrui Investment and Jingshi Investment are deemed to be interested in 67,853,835 H Shares collectively according to the acting-in-concert agreements as mentioned.

(4) Mr. Chan and Ms. Loh are spouses, and hence are deemed to be interested in the interest of each other under the SFO.

(5) Mr. HOU Yu and Ms. GAO Tao are spouses, and hence are deemed to be interested in the interest of each other under the SFO.

Save as disclosed above, as at June 30, 2026, to the best knowledge of the Directors, Supervisors or the chief executive officer of the Company, none of the Directors, Supervisors or chief executive officer 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.

SUBSTANTIAL SHAREHOLDERS' AND OTHER PERSONS' INTERESTS AND SHORT POSITIONS IN THE SHARES AND UNDERLYING SHARES OF THE COMPANY

As at June 30, 2026, so far as the Directors are aware, the following persons (other than the Directors, Supervisors or chief executive officer of the Company) or entities 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 Substantial Shareholder	Capacity/Nature of Interest	Class of Shares	Number of Shares[1]	Approximate Percentage of Shareholding in the Company[1] (%)
Advanced Photoelectronic[2][3]	Beneficial owner	Domestic Unlisted Shares	149,824,524 (L)	27.89
		H Shares	52,483,352 (L)	9.77
	Interest held jointly with other persons	Domestic Unlisted Shares	21,492,215 (L)	4.00
		H Shares	15,370,483 (L)	2.86
Jingyu Investment[2][3]	Beneficial owner	Domestic Unlisted Shares	8,316,000 (L)	1.55
		H Shares	5,789,000 (L)	1.08
	Interest held jointly with other persons	Domestic Unlisted Shares	163,000,739 (L)	30.35
		H Shares	62,064,835 (L)	11.55

Name of Substantial Shareholder	Capacity/Nature of Interest	Class of Shares	Number of Shares[(1)]	Approximate Percentage of Shareholding in the Company[(1)] (%)
Jingshi Investment[(2)(3)]	Beneficial owner	Domestic Unlisted Shares	2,778,790 (L)	0.52
		H Shares	3,802,910 (L)	0.71
	Interest held jointly with other persons	Domestic Unlisted Shares	168,537,949 (L)	31.38
		H Shares	64,050,925 (L)	11.92
Jingling Investment[(2)(3)]	Beneficial owner	Domestic Unlisted Shares	6,200,617 (L)	1.15
		H Shares	367,053 (L)	0.07
	Interest held jointly with other persons	Domestic Unlisted Shares	165,116,122 (L)	30.74
		H Shares	67,486,782 (L)	12.56
Jingrui Investment[(2)(3)]	Beneficial owner	Domestic Unlisted Shares	4,196,808 (L)	0.78
		H Shares	1,082,520 (L)	0.20
	Interest held jointly with other persons	Domestic Unlisted Shares	167,119,931 (L)	31.11
		H Shares	66,771,315 (L)	12.43
APTESS[(2)(3)]	Interest held jointly with other persons	Domestic Unlisted Shares	171,316,739 (L)	31.89
		H Shares	67,853,835 (L)	12.63
Ms. Loh[(4)]	Interest of spouse	Domestic Unlisted Shares	171,316,739 (L)	31.89
		H Shares	67,853,835 (L)	12.63
Giant Power Limited[(2)(3)]	Interest held jointly with other persons	Domestic Unlisted Shares	171,316,739 (L)	31.89
		H Shares	67,853,835 (L)	12.63
Yaoning Technology[(5)]	Beneficial owner	Domestic Unlisted Shares	34,291,286 (L)	6.38
		H Shares	34,291,287 (L)	6.38

Name of Substantial Shareholder	Capacity/Nature of Interest	Class of Shares	Number of Shares[(1)]	Approximate Percentage of Shareholding in the Company[(1)] (%)
Ningbo Chunhuaqiushi Technology Co., Ltd. (寧波春畫秋時科技有限公司) ("**Ningbo Chunhuaqiushi**")[(5)]	Interest in a controlled corporation	Domestic Unlisted Shares	34,291,286 (L)	6.38
		H Shares	34,291,287 (L)	6.38
Ningbo Meishan Bonded Port Area Angbu Investment Co., Ltd. (寧波梅山保稅港區昂步投資有限公司) ("**Angbu Investment**")[(5)]	Interest in a controlled corporation	Domestic Unlisted Shares	34,291,286 (L)	6.38
		H Shares	34,291,287 (L)	6.38
Mr. LI Xingxing[(5)]	Interest in a controlled corporation	Domestic Unlisted Shares	34,291,286 (L)	6.38
		H Shares	34,291,287 (L)	6.38
Guangdong Yueke Finance Investment Co., Ltd. (廣東省粵科財政股權投資有限公司) ("**Yueke Investment**")[(6)]	Beneficial owner	Domestic Unlisted Shares	23,712,360 (L)	4.41
Guangdong Technology Financial Group Co., Ltd. (廣東省粵科金融集團有限公司) ("**Yueke Group**")[(6)]	Interest in a controlled corporation	Domestic Unlisted Shares	32,408,013 (L)	6.03
Guangdong Yuecai Investment Holding Co., Ltd. (廣東粵財投資控股有限公司) ("**Yuecai Holding**")[(7)]	Interest in a controlled corporation	H Shares	15,522,243 (L)	2.89
SU Yongchun (蘇永春)[(8)]	Interest in a controlled corporation	H Shares	13,290,000 (L)	2.47

Notes:

(1) The letter "L" denotes the person's long position in the Shares. The calculation is based on the total number of 537,146,709 Shares in issue as at June 30, 2026.

(2) To the best knowledge of the Directors, as of June 30, 2026, Advanced Photoelectronic was held as to (i) 11.14% by Mr. Xiao, (ii) 17.76% by APTESS, which is wholly-owned by Mr. Xiao, (iii) 32.66% by Giant Power Limited, which is wholly-owned by Mr. Yuan, (iv) 3.91% by Mr. Chan, (v) 1.74% by Ms. Loh, spouse of Mr. Chan, and (vi) 32.79% by other Shareholders, none of which held more than one third therein.

(3) Pursuant to the acting-in-concert agreement dated January 1, 2021, Mr. Xiao, Mr. Chan, Mr. Yuan, APTESS, Giant Power Limited are parties acting in concert in respect of their shareholding interests in Advanced Photoelectronic and/or the Company. Therefore, each of Mr. Xiao, Mr. Chan, Mr. Yuan, APTESS and Giant Power Limited is deemed to be interested in the interest of each other under the SFO.

As of June 30, 2026, Mr. Xiao was the general partner of Jingyu Investment, Jingling Investment, Jingrui Investment and Jingshi Investment. Therefore, Mr. Xiao is deemed to be interested in the 14,105,000, 6,567,670, 5,279,328 and 6,581,700 Shares held by each of Jingyu Investment, Jingling Investment, Jingrui Investment and Jingshi Investment in the Company, respectively. Pursuant to the acting-in-concert agreement dated December 8, 2023, Advanced Photoelectronic, Jingyu Investment, Jingling Investment, Jingrui Investment and Jingshi Investment are parties acting in concert. Therefore, each of Advanced Photoelectronic, Jingyu Investment, Jingling Investment, Jingrui Investment and Jingshi Investment is deemed to be interested in the interest of each other under the SFO.

As of June 30, 2026, 1,631,000 H Shares, 1,075,000 H Shares and 1,623,000 H Shares were personally held by Mr. Xiao, Mr. Chan and Mr. Yuan respectively. Therefore, Mr. Xiao, Mr. Chan, Mr. Yuan, Advanced Photoelectronic, APTESS, Giant Power Limited, Jingyu Investment, Jingling Investment, Jingrui Investment and Jingshi Investment are deemed to be interested in 67,853,835 H Shares collectively according to the acting-in-concert agreements as mentioned.

(4) Mr. Chan and Ms. Loh are spouses, and hence are deemed to be interested in the interest of each other under the SFO.

(5) As of June 30, 2026, Yaoning Technology was owned as to 85% by Ningbo Chunhuaqiushi, which was owned as to 95% by Angbu Investment, which was in turn wholly-owned by Mr. LI Xingxing. Therefore, Mr. LI Xingxing, Angbu Investment and Ningbo Chunhuaqiushi are deemed to be interested in the Shares held by Yaoning Technology.

(6) As of June 30, 2026, Yueke Investment was wholly-owned by Yueke Group, and Guangdong Technology Venture Capital Co., Ltd. (廣東省科技風險投資有限公司) ("**Guangdong Technology VC**") was owned as to 80% by Yueke Group. Therefore, Yueke Group is deemed to be interested in the Shares held by Yueke Investment and the 8,695,653 Shares held by Guangdong Technology VC.

(7) As of June 30, 2026, Guangzhou Yuecai Yuanhe Venture Capital Partnership (Limited Partnership) (廣州粵財源合創業投資合夥企業(有限合夥)) ("**Yuecai Yuanhe**"), Guangdong Yuecai Emerging Industry Equity Investment Fund Partnership (L.P.) (廣東粵財新興產業股權投資基金合夥企業(有限合夥)) ("**Yuecai Emerging**"), Guangzhou Chuangying Jianke Investment Partnership (L.P.) (廣州創盈健科投資合夥企業(有限合夥)) ("**Chuangying Jianke**"), Guangdong SME Equity Investment Fund Limited (廣東中小企業股權投資基金有限公司) ("**SME Fund**") and Zhuhai Hengqin Yixingbanyue Investment Partnership (L.P.) (珠海橫琴依星伴月投資合夥企業(有限合夥)) ("**Yixingbanyue**") were private equity funds, the fund managers of which were all controlled by Yuecai Holding. Therefore, Yuecai Holding is deemed to be interested in the Shares held by each of Yuecai Yuanhe, Yuecai Emerging, Chuangying Jianke, SME Fund and Yixingbanyue.

(8) As of June 30, 2026, SU Yongchun was the general partner of Xinyu Dingdekai Investment Management Centre (Limited Partnership) (新餘鼎德凱投資管理中心(有限合夥)) ("**Dingdekai**") and Xinyu Guanmaoyuan Investment Management Center (Limited Partnership) (新餘官茂原投資管理中心(有限合夥)) ("**Guanmaoyuan**"). Therefore, SU Yongchun is deemed to be interested in the Shares held by Dingdekai and Guanmaoyuan.

Save as disclosed above, as at June 30, 2026, the Directors are not aware of any other person (other than the Directors, Supervisors or chief executive officer of the Company) or entities who had an interest or short position in the Shares or underlying shares of the Company as recorded in the register required to be kept by the Company pursuant to section 336 of the SFO.

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

Neither the Company nor any of its subsidiaries has purchased, sold or redeemed any of the Company's listed securities (including sale of treasury shares as defined under the Listing Rules) during the Reporting Period.

As at June 30, 2026, the Company did not hold any treasury shares as defined under the Listing Rules.

CONTINUING DISCLOSURE OBLIGATIONS UNDER RULES 13.20, 13.21 AND 13.22 OF THE LISTING RULES

The Company did not have any continuing disclosure obligations under Rules 13.20, 13.21 and 13.22 of the Listing Rules during the Reporting Period.

PENSION SCHEME

The employees of the Group's subsidiaries which operate in Chinese Mainland are required to participate in a central pension scheme operated by the local municipal government. These subsidiaries are required to contribute a certain proportion of its payroll costs to the central pension scheme. The contributions are charged to profit or loss as they become payable in accordance with the rules of the central pension scheme.

SHARE INCENTIVE SCHEMES

The Share Incentive Schemes do not constitute a share scheme under Chapter 17 of the Listing Rules. During the Reporting Period, the Company did not directly issue new Shares to the participants of the Share Incentive Schemes (the "**Participants**"). After the grant of the awards of the Share Incentive Scheme I, the Share Incentive Scheme II and the Share Incentive Scheme III, the Participants of the respective Share Incentive Schemes have become limited partners of Jingyu Investment, Jingrui Investment or Jingshi Investment and Jingling Investment and are indirectly interested in the incentive shares under the terms and conditions contained in relevant agreements of Share Incentive Scheme I, Share Incentive Scheme II and Share Incentive Scheme III, respectively.

The awards of the Share Incentive Schemes are subject to regulatory lock-up requirement and a stipulated lock-up period commencing from the grant date until two years after the Listing Date. During the lock-up period of the Share Incentive Schemes, the Participants shall not dispose of, or request to dispose of, or transfer to external parties or the other Participants under the Share Incentive Schemes, their limited partnership interests in the employee shareholding platforms.

As of June 30, 2026, all of the restricted share units under the Share Incentives Schemes have been granted to certain eligible Participants as an award under the respective Share Incentive Schemes.

SUBSEQUENT EVENT AND MATERIAL CHANGES

Save as disclosed herein, after due and careful consideration, the Company's Directors confirm that, there has not been any material adverse change in financial or trading position or prospects of the Company since June 30, 2026, and there has been no event since June 30, 2026 and up to the date of this interim report which would materially affect the information set out in this interim report.

Independent Review Report

Ernst & Young
27/F, One Taikoo Place,
979 King's Road,
Quarry Bay, Hong Kong

安永會計師事務所
香港鰂魚涌英皇道979號
太古坊一座27樓

Tel 電話: +852 2846 9888
Fax 傳真: +852 2868 4432
ey.com

To the directors of APT Electronics Co., Ltd.
(Incorporated in the People's Republic of China with limited liability)

INTRODUCTION

We have reviewed the interim financial information set out on pages 23 to 46, which comprises the condensed consolidated statement of financial position of APT Electronics Co., Ltd. (the "**Company**") and its subsidiaries (the "**Group**") as at 30 June 2026 and the related condensed consolidated statements of profit or loss and other comprehensive income, changes in equity and cash flows for the six-month period then ended, and explanatory notes. The Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited require the preparation of a report on interim financial information to be in compliance with the relevant provisions thereof and International Accounting Standard 34 *Interim Financial Reporting* ("**IAS 34**") as issued by the International Accounting Standards Board ("**IASB**"). The directors of the Company are responsible for the preparation and presentation of this interim financial information in accordance with IAS 34. Our responsibility is to express a conclusion on this interim financial information based on our review. Our report is made solely to you, as a body, in accordance with our agreed terms of engagement, and for no other purpose. We do not assume responsibility towards or accept liability to any other person for the contents of this report.

SCOPE OF REVIEW

We conducted our review in accordance with Hong Kong Standard on Review Engagements 2410 *Review of Interim Financial Information Performed by the Independent Auditor of the Entity* as issued by the Hong Kong Institute of Certified Public Accountants ("**HKICPA**"). A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Hong Kong Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

CONCLUSION

Based on our review, nothing has come to our attention that causes us to believe that the interim financial information is not prepared, in all material respects, in accordance with IAS 34.

Ernst & Young
Certified Public Accountants
Hong Kong
25 August 2026

Interim Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income

For the six months ended 30 June 2026

	Notes	For the six months ended 30 June 2026 RMB'000 (Unaudited)	 2025 RMB'000 (Unaudited)
REVENUE	4	**1,079,015**	1,112,620
Cost of sales		**(949,062)**	(944,863)
Gross profit		**129,953**	167,757
Other income and gains	4	**20,596**	17,500
Selling and distribution expenses		**(35,230)**	(35,229)
Administrative expenses		**(68,640)**	(68,555)
Research and development expenses		**(65,201)**	(55,696)
Other expenses		**(26,513)**	(9,774)
Finance costs		**(5,086)**	(2,038)
(LOSS)/PROFIT BEFORE TAX	5	**(50,121)**	13,965
Income tax expense	6	**(6,188)**	(2,733)
(LOSS)/PROFIT FOR THE PERIOD		**(56,309)**	11,232
Attributable to:			
Owners of the parent		**(56,309)**	11,232
(LOSS)/EARNINGS PER SHARE ATTRIBUTABLE TO ORDINARY EQUITY HOLDERS OF THE PARENT			
Basic and diluted (RMB)	8	**(0.10)**	0.02

	Notes	For the six months ended 30 June 2026 RMB'000 (Unaudited)	2025 RMB'000 (Unaudited)
(LOSS)/PROFIT FOR THE PERIOD		**(56,309)**	11,232
OTHER COMPREHENSIVE LOSS			
Other comprehensive loss that may be reclassified to profit or loss in subsequent periods:			
Financial assets at fair value through other comprehensive income:			
Changes in fair value		**(146)**	(149)
Income tax effect		**19**	21
		(127)	(128)
Exchange differences on translation of foreign operations		**(44)**	(94)
Net other comprehensive loss that may be reclassified to profit or loss in subsequent periods		**(171)**	(222)
Other comprehensive loss that will not be reclassified to profit or loss in subsequent periods:			
Equity investments designated at fair value through other comprehensive income:			
Changes in fair value		**(69)**	–
Income tax effect		**10**	–
		(59)	–
Net other comprehensive loss that will not be reclassified to profit or loss in subsequent periods		**(59)**	–
OTHER COMPREHENSIVE LOSS FOR THE PERIOD, NET OF TAX		**(230)**	(222)
TOTAL COMPREHENSIVE (LOSS)/INCOME FOR THE PERIOD		**(56,539)**	11,010
Attributable to:			
Owners of the parent		**(56,539)**	11,010

Interim Condensed Consolidated Statement of Financial Position

30 June 2026

	Notes	30 June 2026 RMB'000 (Unaudited)	31 December 2025 RMB'000 (Audited)
NON-CURRENT ASSETS			
Property, plant and equipment	9	**1,248,833**	1,003,999
Right-of-use assets		**133,000**	135,968
Other intangible assets		**19,662**	20,581
Deferred tax assets		**15,720**	14,170
Equity investments designated at fair value through other comprehensive income	10	**277,944**	10,014
Other non-current assets		**38,131**	41,262
Total non-current assets		**1,733,290**	1,225,994
CURRENT ASSETS			
Inventories	11	**306,619**	235,502
Trade and bills receivables	12	**1,055,627**	973,258
Contract assets		**9,592**	10,010
Prepayments, deposits and other receivables		**54,665**	28,217
Financial assets at fair value through profit or loss		**92,643**	68,532
Pledged deposits and time deposits		**89,412**	79,593
Cash and cash equivalents		**214,467**	463,735
Total current assets		**1,823,025**	1,858,847
CURRENT LIABILITIES			
Trade and bills payables	13	**1,135,224**	986,639
Other payables and accruals	14	**250,959**	221,098
Tax payable		**—**	1,440
Contract liabilities		**7,551**	4,655
Interest-bearing bank and other borrowings		**395,128**	244,971
Lease liabilities		**2,513**	2,657
Total current liabilities		**1,791,375**	1,461,460
NET CURRENT ASSETS		**31,650**	397,387
TOTAL ASSETS LESS CURRENT LIABILITIES		**1,764,940**	1,623,381

	Notes	30 June 2026 RMB'000 (Unaudited)	31 December 2025 RMB'000 (Audited)
NON-CURRENT LIABILITIES			
Interest-bearing bank and other borrowings		**326,676**	98,423
Lease liabilities		**6,423**	6,891
Deferred income		**184,064**	194,808
Deferred tax liabilities		**7**	5
Total non-current liabilities		**517,170**	300,127
Net assets		**1,247,770**	1,323,254
EQUITY			
Equity attributable to owners of the parent			
Share capital	15	**537,147**	537,147
Reserves		**710,623**	786,107
Total equity		**1,247,770**	1,323,254

Interim Condensed Consolidated Statement of Changes in Equity

For the six months ended 30 June 2026

	Attributable to owners of the parent								
	Share capital RMB'000	Capital reserve* RMB'000	Share-based payment reserve* RMB'000	Exchange fluctuation reserve* RMB'000	Fair value reserve of financial assets at fair value through other comprehensive income* RMB'000	Special reserve – safety fund* RMB'000	Statutory reserve* RMB'000	Retained profits* RMB'000	Total equity RMB'000
At 31 December 2025 (audited)	537,147	290,725	20,300	158	(129)	24,717	45,314	405,022	1,323,254
Loss for the period	–	–	–	–	–	–	–	(56,309)	(56,309)
Change in fair value of equity investments at fair value through other comprehensive income, net of tax	–	–	–	–	(59)	–	–	–	(59)
Exchange differences on translation of foreign operations	–	–	–	(44)	–	–	–	–	(44)
Changes in fair value of financial assets at fair value through other comprehensive income, net of tax	–	–	–	–	(127)	–	–	–	(127)
Total comprehensive loss for the period	–	–	–	(44)	(186)	–	–	(56,309)	(56,539)
Dividend declared *(note 7)*	–	–	–	–	–	–	–	(21,486)	(21,486)
Share-based payments *(note 16)*	–	–	2,541	–	–	–	–	–	2,541
Safety fund	–	–	–	–	–	1,210	–	(1,210)	–
At 30 June 2026 (unaudited)	537,147	290,725	22,841	114	(315)	25,927	45,314	326,017	1,247,770

	Attributable to owners of the parent								
	Share capital RMB'000	Capital reserve RMB'000	Share-based payment reserve RMB'000	Exchange fluctuation reserve RMB'000	Fair value reserve of financial assets at fair value through other comprehensive income RMB'000	Special reserve – safety fund RMB'000	Statutory reserve RMB'000	Retained profits RMB'000	Total equity RMB'000
At 31 December 2024 (audited)	537,147	290,725	17,311	279	(142)	14,977	35,220	399,343	1,294,860
Profit for the period	–	–	–	–	–	–	–	11,232	11,232
Exchange differences on translation of foreign operations	–	–	–	(94)	–	–	–	–	(94)
Changes in fair value of financial assets at fair value through other comprehensive income, net of tax	–	–	–	–	(128)	–	–	–	(128)
Total comprehensive income for the period	–	–	–	(94)	(128)	–	–	11,232	11,010
Dividend declared *(note 7)*	–	–	–	–	–	–	–	(36,526)	(36,526)
Share-based payments *(note 16)*	–	–	3,791	–	–	–	–	–	3,791
Deferred tax on share-based payments	–	–	(452)	–	–	–	–	–	(452)
Safety fund	–	–	–	–	–	5,130	–	(5,130)	–
At 30 June 2025 (unaudited)	537,147	290,725	20,650	185	(270)	20,107	35,220	368,919	1,272,683

* These reserve accounts comprise the consolidated reserves of RMB710,623,000 (31 December 2025: RMB786,107,000) in the consolidated statement of financial position.

Interim Condensed Consolidated Statement of Cash Flows

For the six months ended 30 June 2026

		For the six months ended 30 June	
		2026	2025
	Notes	**RMB'000**	RMB'000
		(Unaudited)	(Unaudited)
CASH FLOWS FROM OPERATING ACTIVITIES			
(Loss)/profit before tax		**(50,121)**	13,965
Adjustments for:			
Finance costs		**5,086**	2,038
Interest income	4	**(5,703)**	(4,022)
Depreciation of property, plant and equipment	5	**58,925**	56,052
Amortisation of intangible assets	5	**2,604**	5,320
Depreciation of right-of-use assets	5	**3,406**	3,355
Net (gain)/loss on disposal of property, plant and equipment	5	**(537)**	135
Gain on revision of lease terms	4	**(46)**	—
Fair value losses on financial assets at fair value through profit or loss	5	**357**	1,907
Write-down of inventories to net realisable value	5	**10,885**	9,322
Investment income from financial assets at fair value through profit or loss	4	**(786)**	(1,662)
Impairment losses/(reversal of impairment) of financial assets and contract assets, net	5	**711**	(1,648)
Impairment of property, plant and equipment	9	**17**	—
Share-based payment expenses		**2,541**	3,791
(Increase)/decrease in inventories		**(82,002)**	25,984
(Increase)/decrease in trade and bills receivables		**(83,186)**	134,233
Decrease/(increase) in contract assets		**427**	(2,235)
(Increase)/decrease in prepayments, deposits and other receivables		**(24,710)**	6,330
Increase/(decrease) in trade and bills payables		**148,585**	(213,095)
Decrease in other payables and accruals		**(17,465)**	(220,344)
Increase/(decrease) in contract liabilities		**2,896**	(8,641)
(Decrease)/increase in deferred income		**(10,744)**	194,080
Cash (used in)/generated from operations		**(38,860)**	4,865
Interest received		**5,331**	4,022
Income tax paid		**(8,669)**	(4,921)
Net cash flows (used in)/from operating activities		**(42,198)**	3,966

Interim Condensed Consolidated Statement of Cash Flows (continued)

For the six months ended 30 June 2026

	Notes	For the six months ended 30 June 2026 RMB'000 (Unaudited)	2025 RMB'000 (Unaudited)
CASH FLOWS FROM INVESTING ACTIVITIES			
Proceeds from disposal of items of property, plant and equipment		**60**	320
Purchases of items of property, plant and equipment		**(230,004)**	(95,497)
Purchases of intangible assets		**(415)**	(3,693)
Purchases of equity investments designated at fair value through other comprehensive income		**(268,000)**	–
Proceeds from disposal of financial assets at fair value through profit or loss		**560,393**	978,913
Purchases of financial assets at fair value through profit or loss		**(584,860)**	(1,021,550)
Placement of pledged deposits		**(59,254)**	(184,814)
Withdrawal of pledged deposits and time deposits		**50,179**	173,698
Investment income from financial assets at fair value through profit or loss		**786**	1,662
Net cash flows used in investing activities		**(531,115)**	(150,961)
CASH FLOWS FROM FINANCING ACTIVITIES			
New bank borrowings		**448,403**	120,365
Repayment of bank borrowings		**(105,228)**	(25,596)
Interest paid		**(6,470)**	(1,803)
Payment of lease liabilities		**(1,585)**	(1,106)
Net cash flows from financing activities		**335,120**	91,860
NET DECREASE IN CASH AND CASH EQUIVALENTS		**(238,193)**	(55,135)
Cash and cash equivalents at beginning of the period		**463,735**	500,534
Effect of foreign exchange rate changes, net		**(11,075)**	(846)
CASH AND CASH EQUIVALENTS AT END OF THE PERIOD		**214,467**	444,553
ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS			
Cash and bank balances		**303,879**	543,953
Less: Pledged deposits		**57,813**	99,400
Less: Time deposits		**31,599**	–
Cash and cash equivalents as stated in the consolidated statement of financial position and the consolidated statement of cash flows		**214,467**	444,553

1. CORPORATE AND GROUP INFORMATION

APT Electronics Co., Ltd. (the "**Company**") is a joint stock company with limited liability established in the People's Republic of China ("**PRC**"). The registered office of the Company is located at 33 South Huanshi Avenue, Nansha District, Guangzhou, Guangdong Province, China. The principal activities of the Company and its subsidiaries (collectively referred to as the "**Group**") were:

- manufacture and sale of light-emitting diode ("**LED**") related products
- manufacture and sale of automotive intelligent vision products

2.1 BASIS OF PREPARATION

The interim condensed consolidated financial information for the six months ended 30 June 2026 has been prepared in accordance with International Accounting Standard 34 *Interim Financial Reporting* ("**IAS 34**"). The interim condensed consolidated financial information does not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the Group's annual consolidated financial statements for the year ended 31 December 2025.

The unaudited interim condensed consolidated financial information is presented in Renminbi ("**RMB**") and all values are rounded to the nearest thousand except when otherwise indicated.

2.2 CHANGES IN ACCOUNTING POLICIES AND DISCLOSURES

The accounting policies adopted in the preparation of the interim condensed consolidated financial information are consistent with those applied in the preparation of the Group's annual consolidated financial statements for the year ended 31 December 2025, except for the adoption of the following amended IFRS Accounting Standards for the first time for the current period's financial information.

Amendments to IFRS 9 and IFRS 7	*Amendments to the Classification and Measurement of Financial Instruments*
Amendments to IFRS 9 and IFRS 7	*Contracts Referencing Nature-dependent Electricity*
Annual Improvements to IFRS Accounting Standards — Volume 11	Amendments to IFRS 1, IFRS 7, IFRS 9, IFRS 10 and IAS 7

The nature and impact of the amended IFRS Accounting Standards are described below:

(a) Amendments to IFRS 9 and IFRS 7 *Amendments to the Classification and Measurement of Financial Instruments* clarify that a financial asset is derecognised when the entity's rights to the contractual cash flows expire or are transferred, while a financial liability is derecognised on the settlement date. The amendments introduce an accounting policy option to derecognise a financial liability that is settled through an electronic payment system before the settlement date if specified criteria are met. The amendments clarify how to assess the contractual cash flow characteristics of financial assets with environmental, social and governance and other similar contingent features. Moreover, the amendments clarify the requirements for classifying financial assets with non-recourse features and contractually linked instruments. The amendments also include additional disclosures for investments in equity instruments designated at fair value through other comprehensive income and financial instruments with contingent features. Since the Group's accounting policy for the derecognition of financial assets and liabilities in prior years aligned with the amendments and the Group did not have the financial assets that were addressed by the amendments, the amendments did not have any impact on the interim condensed consolidated financial information. The Group will provide additional disclosures for its equity investments designated at fair value through other comprehensive income in the Group's consolidated financial statements for the year ending 31 December 2026.

2.2 CHANGES IN ACCOUNTING POLICIES AND DISCLOSURES *(Continued)*

The nature and impact of the amended IFRS Accounting standards are described below: (Continued)

(b) Amendments to IFRS 9 and IFRS 7 *Contracts Referencing Nature-dependent Electricity* clarify the application of the "own-use" requirements for in-scope contracts and amend the designation requirements for a hedged item in a cash flow hedging relationship for in-scope contracts. The amendments also include additional disclosures that enable users of financial statements to understand the effects these contracts have on an entity's financial performance and future cash flows. As the Group did not have any contracts that are in the scope of the amendments, the amendments did not have any impact on the interim condensed consolidated financial information.

(c) *Annual Improvements to IFRS Accounting Standards* — Volume 11 set out narrow scope amendments to IFRS 1, IFRS 7 (and the accompanying Guidance on implementing IFRS 7), IFRS 9, IFRS 10 and IAS 7. The amendments include clarifications, simplifications, corrections or changes to improve consistency in the corresponding IFRS Accounting Standards. The amendments did not have any impact on the interim condensed consolidated financial information.

3. OPERATING SEGMENT INFORMATION

For management purposes, the Group is not organised into business units based on their service and products and only has one reportable operating segment.

The information reported to the directors, who are the chief operating decision makers, for the purpose of resource allocation and assessment of performance does not contain discrete operating segment financial information and the directors reviewed the financial results of the Group as a whole. Therefore, no further information about the operating segment is presented.

Geographical information

Major operating entities are domiciled in the Chinese mainland. Most of the revenues of the Group from external customers are generated in the Chinese mainland. Besides, most of the assets of the Group are located in the Chinese mainland. Thus, no geographic information is presented.

Information about major customers

Revenue from the major customers which amounted to 10% or more of the Group's revenue is set out below:

	For the six months ended 30 June	
	2026	2025
	RMB'000	RMB'000
	(Unaudited)	(Unaudited)
Customer I	**216,626**	307,286
Customer II	**214,021**	176,536
Customer III	**127,005**	N/A

N/A represents revenue from the customer which amounted to less than 10% of the Group's revenue.

4. REVENUE, OTHER INCOME AND GAINS

Revenue

An analysis of the Group's revenue is as follows:

	For the six months ended 30 June	
	2026	2025
	RMB'000	RMB'000
	(Unaudited)	(Unaudited)
Revenue from contracts with customers	**1,079,015**	1,112,620

Disaggregated revenue information for revenue from contracts with customers

(i) Disaggregated revenue information

	For the six months ended 30 June	
	2026	2025
Segments	**RMB'000**	RMB'000
	(Unaudited)	(Unaudited)
Types of products		
Advanced display	**477,966**	354,444
Automotive intelligent vision	**357,913**	418,533
High-end lighting	**243,136**	339,643
Total	**1,079,015**	1,112,620
Geographical markets		
Chinese mainland	**838,277**	893,694
Outside Chinese mainland	**240,738**	218,926
Total	**1,079,015**	1,112,620
Timing of revenue recognition		
Goods or services transferred at a point in time	**1,079,015**	1,112,620

4. REVENUE, OTHER INCOME AND GAINS *(Continued)*

Disaggregated revenue information for revenue from contracts with customers *(Continued)*

(ii) Performance obligations

Information about the Group's performance obligations is summarised below:

Sale of intelligent vision products and systems

The performance obligation is satisfied upon delivery of the intelligent vision products and systems, and payment is generally due within 60 to 120 days from delivery, except for new customers and customers of automotive intelligent vision development services, where payment in advance is normally required.

Other income and gains

	For the six months ended 30 June	
	2026	2025
	RMB'000	RMB'000
	(Unaudited)	(Unaudited)
Other income		
Interest income	**5,703**	4,022
Government grants*	**12,020**	8,725
Others	**1,504**	2,579
Total other income	**19,227**	15,326
Gains		
Gain on foreign exchange differences	**—**	512
Investment income from financial assets at fair value through profit or loss	**786**	1,662
Gain on disposal of property, plant and equipment	**537**	—
Gain on revisions of lease terms	**46**	—
Total gains	**1,369**	2,174
Total other income and gains	**20,596**	17,500

* Government grants mainly represent incentives received from local governments for the purpose of compensation on research and development contribution, local economic contribution and purchases of items of property, plant and equipment. There are no unfulfilled conditions or contingencies relating to these grants.

5. (LOSS)/PROFIT BEFORE TAX

The Group's (loss)/profit before tax from continuing operations is arrived at after charging/(crediting):

	For the six months ended 30 June	
	2026	2025
	RMB'000	RMB'000
	(Unaudited)	(Unaudited)
Cost of inventories sold	**948,661**	935,520
Cost of services provided	**401**	9,343
Depreciation of property, plant and equipment*	**58,925**	56,052
Depreciation of right-of-use assets*	**3,406**	3,355
Amortisation of intangible assets and other assets	**2,604**	5,320
Lease payments not included in the measurement of lease liabilities	**471**	155
Employee benefit expenses (excluding directors', supervisors' and chief executive's remuneration):		
Wages, salaries and other allowances	**170,650**	166,393
Pension scheme contributions and social welfare**	**26,821**	20,742
Share-based payment expenses	**1,558**	2,444
Total	**199,029**	189,579
Foreign exchange differences, net***	**14,068**	(512)
Impairment losses/(reversal of impairment) on financial assets and contract assets, net	**711**	(1,648)
Write-down of inventories to net realisable value	**10,885**	9,322
Fair value losses on financial assets at fair value through profit or loss	**357**	1,907
(Gain)/loss on disposals of property, plant and equipment and other assets	**(537)**	135

* The depreciation of property, plant and equipment and right-of-use assets are included in "Cost of sales", "Selling and distribution expenses" and "Administrative expenses" in profit or loss, respectively.

** There are no forfeited contributions that may be used by the Group as the employer to reduce the existing level of contributions.

*** The foreign exchange differences are included in "Other expenses" for the six months ended 30 June 2026, included in "Other income and gains" for the six months ended 30 June 2025, respectively.

6. INCOME TAX

The Group is subject to income tax on an entity basis on profits arising in or derived from the jurisdictions in which members of the Group are domiciled and operate.

Hong Kong

The subsidiary incorporated in Hong Kong is subject to Hong Kong profits tax at the rate of 16.5% on the estimated assessable profits arising in Hong Kong. No provision for Hong Kong profits tax has been made as the Group had no assessable profits derived from or earned in Hong Kong during the report periods.

Chinese mainland

Pursuant to the Corporate Income Tax Law of the PRC and the respective regulations (the "**CIT Law**"), the Company and subsidiaries which operate in the Chinese mainland were subject to CIT Law at a rate of 25% on the taxable income, except for those which are subject to tax concession as set out below:

(a) In 2024, the Company was accredited as a High and New Technology Enterprise ("**HNTE**") with an effective period of consecutive three years. Therefore, the Company was entitled to a preferential CIT rate of 15% for the reporting period.

(b) In 2022, a subsidiary of the Group was accredited as a HNTE. In 2025, the subsidiary renewed the accreditation as a HNTE with an effective period of consecutive three years. Therefore, the subsidiary was entitled to a preferential CIT rate of 15% for the reporting period.

(c) In 2024, pursuant to a Circular of the Ministry of Finance and the State Administration of Taxation of the PRC on the Preferential Policies for Enterprise Income Tax in Guangzhou Nansha, a certain subsidiary located in Nansha pioneering area was entitled to a preferential CIT rate of 15% for the reporting period.

The income tax expenses of the Group for the reporting period is analysed as follows:

	For the six months ended 30 June	
	2026	2025
	RMB'000	RMB'000
	(Unaudited)	(Unaudited)
Current income tax*	**7,707**	1,950
Deferred income tax	**(1,519)**	783
Total	**6,188**	2,733

* The current income tax included adjustments in respect of current tax of previous periods of RMB7,707,000.

7. DIVIDEND

	For the six months ended 30 June	
	2026	2025
	RMB'000	RMB'000
	(Unaudited)	(Unaudited)
Final dividend in respect of the previous year, declared and paid during the following year (tax inclusive)	**21,486**	36,526

The final dividend of RMB0.40 per 10 ordinary share (tax inclusive) in respect of the year ended 31 December 2025 was approved in the annual general meeting of the Company, and was subsequently paid on 21 August 2026.

8. (LOSS)/EARNINGS PER SHARE ATTRIBUTABLE TO ORDINARY EQUITY HOLDERS OF THE PARENT

The calculation of the basic (loss)/earnings per share amount is based on the loss or profit for the reporting period attributable to ordinary equity holders of the parent, and the weighted average number of ordinary shares of 537,146,709 (six months ended 30 June 2025: 537,146,709) outstanding during the reporting period.

No adjustment has been made to the basic (loss)/earnings per share amount presented for the reporting period for a dilution as the Group had no potentially dilutive ordinary shares in issue during the reporting period.

The calculation of basic (loss)/earnings per share are based on:

	For the six months ended 30 June	
	2026	2025
	RMB'000	RMB'000
	(Unaudited)	(Unaudited)
(Loss)/earnings		
(Loss)/profit attributable to ordinary equity holders of the Company:	**(56,309)**	11,232

	For the six months ended 30 June	
	2026	2025
	'000	'000
	(Unaudited)	(Unaudited)
Shares		
Weighted average number of ordinary shares outstanding during the period	**537,147**	537,147

9. PROPERTY, PLANT AND EQUIPMENT

During the six months ended 30 June 2026, the Group acquired assets at a cost of approximately RMB304,998,000 (30 June 2025: RMB95,497,000).

During the six months ended 30 June 2026, depreciation of RMB58,925,000 (six months ended 30 June 2025: RMB56,052,000) and impairment of RMB17,000 (six months ended 30 June 2025: nil) was charged and assets with a net book value of RMB1,222,000 were disposed of by the Group during the six months ended 30 June 2026 (six months ended 30 June 2025: RMB412,000), resulting in a net gain on disposal of RMB537,000 (six months ended 30 June 2025: net loss on disposal of RMB135,000).

10. EQUITY INVESTMENTS DESIGNATED AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME

	30 June 2026 RMB'000 (Unaudited)	31 December 2025 RMB'000 (Audited)
Equity investments designated at fair value through other comprehensive income		
Unlisted equity investments, at fair value		
Maanshan Zhongsong Jingchuang Venture Capital Partnership (Limited Partnership)	**9,944**	10,014
Guangzhou Tianze Jingxin Venture Investment Fund Partnership (Limited Partnership)	**268,000**	—
Total	**277,944**	10,014

During the six months ended 30 June 2026, the Group contributed a cash capital contribution of RMB268 million to Guangzhou Tianze Jingxin Venture Investment Fund Partnership (Limited Partnership) ("**Guangzhou Tianze**"), a limited partnership established under the laws of the PRC, in which the Company holds a 40.12% partnership interest as a limited partner. For details, please refer to the Group's announcement dated 24 February 2026. The equity investment was irrevocably designated at fair value through other comprehensive income as the Group considers the investment to be strategic in nature. Pursuant to the equity transfer agreements and capital increase agreement entered into on 8 April 2026, upon completion of the equity transfer and capital increase, Guangzhou Tianze is expected to hold approximately 9.5799% equity interests in the AccoPower Semiconductor Co., Ltd., which is a limited liability company established under the laws of the PRC and ultimately controlled by Mr. Xiao Guowei ("**Mr. Xiao**"). Mr. Xiao is a controlling shareholder and an executive Director of the Company. For details, please refer to the Group's announcement dated 8 April 2026.

11. INVENTORIES

	30 June 2026 RMB'000 (Unaudited)	31 December 2025 RMB'000 (Audited)
Raw materials and consumables	**131,636**	76,671
Work in progress	**31,131**	29,360
Finished goods	**142,293**	127,612
Contract costs	**1,559**	1,859
Total	**306,619**	235,502

12. TRADE AND BILLS RECEIVABLES

	30 June 2026 RMB'000 (Unaudited)	31 December 2025 RMB'000 (Audited)
Trade receivables	**908,069**	884,483
Bills receivable	**169,419**	109,964
Impairment	**(21,861)**	(21,189)
Total	**1,055,627**	973,258

The Group's trading terms with its customers are mainly on credit. The credit period is generally 60 to 120 days. The Group seeks to maintain strict control over its outstanding receivables and has a credit control department to minimise credit risk. Overdue balances are reviewed regularly by senior management and credit limits attributed to customers are reviewed once a month. Trade receivables are non-interest-bearing.

12. TRADE AND BILLS RECEIVABLES *(Continued)*

An ageing analysis of the trade and bills receivables as at the end of the reporting period, based on the invoice date and net of loss allowance, is as follows:

	30 June 2026 RMB'000 (Unaudited)	31 December 2025 RMB'000 (Audited)
Within 60 days	**610,842**	589,842
61 to 120 days	**276,968**	265,668
121 to 180 days	**127,915**	95,838
181 days up to 1 year	**29,197**	13,463
1 year to 2 years	**10,575**	8,447
2 years to 3 years	**130**	—
Total	**1,055,627**	973,258

13. TRADE AND BILLS PAYABLES

An ageing analysis of the trade and bills payables as at the end of the reporting period, based on the invoice date, is as follows:

	30 June 2026 RMB'000 (Unaudited)	31 December 2025 RMB'000 (Audited)
Within 1 year	**1,134,289**	983,416
1 to 2 years	**297**	3,185
2 to 3 years	**638**	14
Over 3 years	**—**	24
Total	**1,135,224**	986,639

Trade payables to third parties of the Company are non-interest-bearing. The trade payables to third parties are normally settled on credit terms of one to three months after the invoice date.

The fair values of trade payables as at the end of the reporting period approximated to their corresponding carrying amounts due to their relatively short maturity terms.

14. OTHER PAYABLES AND ACCRUALS

	30 June 2026 RMB'000 (Unaudited)	31 December 2025 RMB'000 (Audited)
Deposits received	**2,435**	2,349
Payroll and welfare payable	**36,592**	49,794
Other payables	**150,790**	145,164
Dividend payables	**21,486**	—
Government subsidy payable	**31,570**	15,790
Other tax payables	**8,086**	8,001
Total	**250,959**	221,098

15. SHARE CAPITAL

	30 June 2026 RMB'000 (Unaudited)	31 December 2025 RMB'000 (Audited)
Issued and fully paid:		
Ordinary shares of RMB1.00 each	**537,147**	537,147

A summary of movements in the Company's share capital is as follows:

	Number of shares in issue	Share capital RMB'000
At 1 January 2025, 31 December 2025 (Audited) and 30 June 2026 (Unaudited)	537,146,709	537,147

16. SHARE-BASED PAYMENTS

On 31 May 2019, the Company granted the Group's employees and directors restricted shares through a scheme ("**the Share Incentive Scheme I**"), where the restricted share were subject to restrictions on transfer, termination and such other limitations set forth in the scheme. The relevant portion of restricted shares shall vest on the relevant vesting date, which is determined by the board of directors.

On 4 December 2023, the Company revised the Share Incentive Scheme I in relation to the exercise periods and established new employee shareholding platforms under the Share Incentive Scheme II and Share Incentive Scheme III. Restricted shares were granted under the Share Incentive Scheme II and Share Incentive Scheme III to the participants as awards. After the grant of the awards, the participants became partners of the employee shareholding platforms and are indirectly interested in the incentive shares under the terms and conditions contained in the relevant agreements.

The shares granted to employees and directors under the Share Incentive Scheme I and Share Incentive Scheme II shall vest and become exercisable after the completion of the public offering of H shares by the Company and the expiration of the corresponding restriction period.

The shares granted to employees under the Share Incentive Scheme III shall vest and become exercisable when the following conditions are met: (i) the completion of the public offering by the Company, (ii) the expiration of the corresponding restriction period and (iii) the satisfaction of annual performance milestones resulting in vesting in four equal tranches of 25% over a period of four years.

The fair value of services received in exchange for shares granted to employees and directors was measured by reference to the fair value of shares granted and the subscription price paid by employees and directors. The recent transaction price method was used to determine the fair value of underlying equity of the Company.

On 11 November 2025, 5,789,000 shares granted under the Share Incentive Scheme I was vested and become exercisable.

The number of restricted shares at the end of the reporting period is as follows:

	30 June 2026 '000 (Unaudited)	31 December 2025 '000 (Audited)
Restricted shares granted by the Company under the schemes	**3,441**	3,441

17. COMMITMENTS

The Group had the following capital commitments at the end of the reporting period:

	30 June 2026 RMB'000	31 December 2025 RMB'000
Construction in progress	**144,192**	145,276

18. RELATED PARTY TRANSACTIONS

(a) Name and relationship of related parties

Name	Relationship
Ennostar Corporation*	Shareholder of the Company with more than 5% of indirect shareholding
Zhejiang Yaoning Technology Group Co., Ltd.	Shareholder of the Company with more than 5% of direct shareholding
Yenrich Technology Corp.	Controlled by the ultimate controlling shareholders of Ennostar Corporation
Lextar Electronics (Chuzhou) Corp.	Controlled by the ultimate controlling shareholders of Ennostar Corporation
Shenzhen Epiklyn Co., Ltd.	Controlled by the ultimate controlling shareholders of Ennostar Corporation
EPISKY CORPORATION (XIAMEN) LTD.	Controlled by the ultimate controlling shareholders of Ennostar Corporation
Guangdong AscenPower Semiconductor Co., Ltd.	Controlled by the ultimate controlling person of the Company
Guangdong AccoPower Semiconductor Co., Ltd.	Controlled by the ultimate controlling person of the Company
Zhejiang Geely Automobile Parts & Components Stock Co., Ltd.	Geely Related Group**
Sichuan LYNK&CO Automobile Manufacturing Co., Ltd.	Geely Related Group
Zhejiang Jirun Meishan Auto Parts Co., Ltd.	Geely Related Group
Yuyao LYNK&CO Automobile Parts Co., Ltd.	Geely Related Group
Ningbo Hangzhou Bay Geely Auto Parts Co., Ltd.	Geely Related Group
LYNK&CO Investment Co., Ltd.	Geely Related Group
Qizheng New Energy Automobile (Jinan) Co., Ltd.	Geely Related Group
Zhejiang ZEEKR Automobile Research & Development Co., Ltd	Geely Related Group
ZEEKR Automobile (Hangzhou Bay New District, Ningbo) Co., Ltd.	Geely Related Group
LYNK&CO Automobile Sales Co., Ltd.	Geely Related Group
Wuhan Geely Auto Parts Co., Ltd.	Geely Related Group
Wuhan Lotus Cars Co., Ltd.	Geely Related Group
Chongqing Livan Automotive Manufacturing Company Limited	Geely Related Group
Zhejiang Jisu Supply Chain Management Company Limited	Geely Related Group
Zhejiang Jizhi New Energy Automotive Technology Co., Ltd.	Geely Related Group

18. RELATED PARTY TRANSACTIONS *(Continued)*

(a) Name and relationship of related parties *(Continued)*

Name	Relationship
ZEEKR Intelligent Technology Holding Limited	Geely Related Group
Xi'an Geely Automobile Co., Ltd.	Geely Related Group
Geely Auto Group Co., Ltd.	Geely Related Group
Wuhan Lotus Cars Sales Limited	Geely Related Group
Geely Automobile Research Institute (Ningbo) Co., Ltd.	Geely Related Group
Zhejiang Geely Business Service Co., Ltd.	Geely Related Group
Smart Automobile Sales (Nanning) Co., Ltd.	Geely Related Group
Chongqing Livan Automobile Research Institute Limited	Geely Related Group
Smart Automobile Co., Ltd.	Geely Related Group
CaoCao Inc.	Geely Related Group

* Ennostar Corporation was formerly known as Epistar Corporation.

** Geely Related Group includes entities relating to Zhejiang Geely Holding Group Company Limited and Li Shufu.

(b) The Group had the following transactions with related parties during the period:

	For the six months ended 30 June	
	2026	2025
	RMB'000	RMB'000
	(Unaudited)	(Unaudited)
Revenue from goods and services *(note i)*		
Geely Related Group	**216,626**	307,286
Ennostar Corporation	**127,005**	58,202
	343,631	365,488
Purchase of goods and services *(note ii)*		
Geely Related Group	**832**	5,065
Ennostar Corporation	**72,235**	59,461
	73,067	64,526

(i) The sales to the related parties were made according to the published prices and conditions offered to the major customers of the Group. The credit terms granted to the related parties were generally in line with the credit terms granted to other customers.

(ii) The purchases from the related parties were made according to the published prices and conditions offered by the related parties to their major customers. The credit terms granted by the related parties were generally in line with the credit terms granted to their major customers.

18. RELATED PARTY TRANSACTIONS *(Continued)*

(c) Outstanding balances with related parties during the period:

	30 June 2026 RMB'000 (Unaudited)	31 December 2025 RMB'000 (Audited)
Trade and bills receivables		
Ennostar Corporation	**45,180**	24,490
Geely Related Group	**153,203**	181,916
Impairment	**(4,802)**	(5,304)
	193,581	201,102
Trade payables		
Ennostar Corporation	**64,935**	49,311
Other payables and accruals		
Geely Related Group	**2,764**	5,244
Contract liabilities		
Geely Related Group	**5,452**	3,002

As at 31 December 2025 and 30 June 2026, all the remaining balances with related parties were trade in nature.

(d) Compensation of key management personnel of the Group:

	For the six months ended 30 June	
	2026 RMB'000 (Unaudited)	2025 RMB'000 (Unaudited)
Short term employee benefits	**5,175**	5,566
Share-based payment expenses	**1,344**	1,854
Total compensation of key management personnel	**6,519**	7,420

19. FAIR VALUE AND FAIR VALUE HIERARCHY OF FINANCIAL INSTRUMENTS

The carrying amounts and fair values of the Group's financial instruments, other than those with carrying amounts that reasonably approximate to fair values, are as follows:

	Carrying amounts		Fair values	
	30 June 2026 RMB'000 (Unaudited)	31 December 2025 RMB'000 (Audited)	**30 June 2026 RMB'000 (Unaudited)**	31 December 2025 RMB'000 (Audited)
Financial assets				
Equity investments designated at fair value through other comprehensive income	**277,944**	10,014	**277,944**	10,014
Financial assets at fair value through profit or loss	**92,643**	68,532	**92,643**	68,532
	370,587	78,546	**370,587**	78,546
Financial liabilities				
Interest-bearing bank and other borrowings	**333,359**	101,749	**326,376**	99,938

Management has assessed that the fair values of cash and cash equivalents, restricted deposits, trade receivables, financial assets included in prepayments, deposits and other receivables (current), trade payables, financial liabilities included in other payables and accruals (current), interest-bearing bank borrowings (current) approximate to their carrying amounts largely due to the short term maturities of these instruments.

The Group's finance team headed by the chief finance controller/his or her designator is responsible for determining the policies and procedures for the fair value measurement of financial instruments. The finance team reports directly to the finance head. At each reporting date, the finance team analyses the movements in the values of financial instruments and determines the major inputs applied in the valuation. The valuation is reviewed and approved by the finance head.

The fair values of the financial assets and liabilities are included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.

20. APPROVAL OF THE FINANCIAL INFORMATION

The interim condensed consolidated financial information was approved and authorised for issue by the board of directors on 25 August 2026.

"Advanced Photoelectronic"	Advanced Photoelectronic Technology Limited (微晶先進光電科技有限公司), formerly known as Advanced Packaging Technology Limited (微晶先進封裝技術有限公司), a limited company established in Hong Kong on February 17, 2003, and member of our Controlling Shareholder Group
"Articles" or "Articles of Association"	the articles of association of our Company, as amended from time to time
"Audit Committee"	the audit committee of the Board
"Board" or "Board of Directors"	the board of Directors of our Company
"CG Code"	the "Corporate Governance Code" as contained in Appendix C1 to the Listing Rules
"China" or "PRC"	the People's Republic of China, but for the purpose of this interim report and for geographical reference only and except where the context requires, references in this interim report do not apply to Hong Kong, Macau Special Administrative Region and Taiwan, China
"Company", "our Company", "the Company" or "APT Electronics"	APT Electronics Co., Ltd. (廣東晶科電子股份有限公司), H Shares of which are listed on the Stock Exchange with stock code of 2551
"Controlling Shareholder(s)" or "Controlling Shareholder Group"	has the meaning ascribed to it under the Listing Rules and unless the context otherwise requires, refers to Mr. Xiao, Mr. Chan, Mr. Yuan, APTESS Company Limited, Giant Power Limited, Ms. Loh, Advanced Photoelectronic, Jingyu Investment, Jingling Investment, Jingrui Investment and Jingshi Investment, as further detailed in the section headed "Relationship with Our Controlling Shareholder Group" in the Prospectus
"Director(s)"	director(s) of our Company
"Domestic Unlisted Share(s)"	ordinary share(s) issued by the Company, with a nominal value of RMB1.00 each, which is/are subscribed for or credited as paid in Renminbi and not listed on any stock exchange
"Global Offering"	the global offering of the H Shares, details of which are set forth in the Prospectus
"Group", "our Group", "we" or "us"	our Company and its subsidiaries (or our Company and any one or more of its subsidiaries, as the context may require)
"Guangzhou Lynway" or "Lynway Vision (Guangzhou)"	Lynway Vision Automobile Parts (Guangzhou) Co., Ltd.* (領為視覺汽車零部件(廣州)有限公司)
"H Share Registrar"	Computershare Hong Kong Investor Services Limited
"H Share(s)"	overseas listed foreign shares in the share capital of our Company with nominal value of RMB1.00 each, which are to be subscribed for and traded in HK dollars and are listed on the Hong Kong Stock Exchange
"Hong Kong"	the Hong Kong Special Administrative Region of the PRC

Definitions

"Hong Kong dollars", "HK dollars" or "HK$"	Hong Kong dollars and cents respectively, the lawful currency of Hong Kong
"Hong Kong Stock Exchange" or "Stock Exchange"	The Stock Exchange of Hong Kong Limited, a wholly-owned subsidiary of Hong Kong Exchanges and Clearing Limited
"IFRS(s)"	International Financial Reporting Standards, which include standards, amendments and interpretations promulgated by the International Accounting Standards Board and the International Accounting Standards and interpretation issued by the International Accounting Standards Committee
"Jingling Investment"	Guangzhou Jingling Investment Partnership (Limited Partnership) (廣州晶領投資合夥企業(有限合夥)), a limited partnership established in the PRC on October 25, 2023, one of our employee shareholding platforms and member of our Controlling Shareholder Group
"Jingrui Investment"	Guangzhou Jingrui Investment Partnership (Limited Partnership) (廣州晶瑞投資合夥企業(有限合夥)), a limited partnership established in the PRC on November 30, 2023, one of our employee shareholding platforms and member of our Controlling Shareholder Group
"Jingshi Investment"	Guangzhou Jingshi Investment Partnership (Limited Partnership) (廣州晶實投資合夥企業(有限合夥)), a limited partnership established in the PRC on November 30, 2023, one of our employee shareholding platforms and member of our Controlling Shareholder Group
"Jingyu Investment"	Guangzhou Jingyu Equity Investment Partnership (Limited Partnership) (廣州晶裕股權投資合夥企業(有限合夥)), a limited partnership established in the PRC on September 29, 2017, one of our employee shareholding platforms and member of our Controlling Shareholder Group
"Listing"	the listing on the H Shares on the Main Board of the Hong Kong Stock Exchange
"Listing Date"	November 8, 2024, on which our H Shares are listed and from which dealings therein are first permitted to take place on the Hong Kong Stock Exchange
"Listing Rules"	the Rules Governing the Listing of Securities on the Stock Exchange (as amended from time to time)
"Main Board"	the stock market (excluding the option market) operated by the Stock Exchange which is independent from and operated in parallel with the GEM Board 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
"Mr. Chan"	Mr. CHAN Philip Ching Ho (陳正豪), our non-executive Director and member of our Controlling Shareholder Group

"Mr. Xiao"	Mr. XIAO Guowei David (肖国偉), our executive Director, chairperson of the Board, the chief strategic officer and member of our Controlling Shareholder Group
"Mr. Yuan"	Mr. YUAN Lie Ming Peter (袁立明), our non-executive Director and member of our Controlling Shareholder Group
"Ms. Loh"	Ms. LOH Rebecca May-Leung (勞美良), the spouse of Mr. Chan and member of our Controlling Shareholder Group
"Nomination Committee"	the nomination committee of the Board
"Prospectus"	the prospectus of the Company dated October 31, 2024
"Remuneration and Appraisal Committee"	the remuneration and appraisal committee of the Board
"Reporting Period"	the six months ended June 30, 2026
"RMB" or "Renminbi"	Renminbi, the lawful currency of the 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 Incentive Scheme I"	the share incentive scheme adopted by our Company on May 31, 2019 and renewed on December 9, 2023
"Share Incentive Scheme II"	the share incentive scheme adopted by our Company on December 8, 2023
"Share Incentive Scheme III"	the share incentive scheme adopted by our Company on December 4, 2023
"Share Incentive Schemes"	the Share Incentive Scheme I, the Share Incentive Scheme II and the Share Incentive Scheme III
"Share(s)"	ordinary shares in the capital of our Company with a nominal value of RMB1.00 each
"Shareholder(s)"	holder(s) of the Share(s)
"Strategy Committee"	the strategy committee of the Board
"subsidiary(ies)"	has the meaning ascribed to it under the Listing Rules
"Supervisor(s)"	member(s) of our Supervisory Committee
"Supervisory Committee"	the supervisory committee of the Company
"treasury shares"	has the meaning ascribed to it under the Listing Rules

Definitions

"US$" or "US dollars"	United States dollars, the lawful currency of the United States
"US" or "United States"	the United States of America, its territories, its possessions and all areas subject to its jurisdiction
"Yaoning Technology"	Zhejiang Yaoning Technology Group Co., Ltd. (浙江耀寧科技集團有限公司), formerly known as Zhejiang Yaoning Technology Co., Ltd. (浙江耀寧科技有限公司), a limited liability company established in the PRC on December 22, 2020 and our substantial shareholder
"%"	per cent

In this document, the terms "associate," "close associate," "connected person," "core connected person," "connected transaction" and "substantial shareholder" shall have the meanings given to such terms in the Listing Rules, unless the context otherwise requires.

Certain amounts and percentage figures included in this document have been subject to rounding. Accordingly, figures shown as totals in certain tables may not be an arithmetic aggregation of the figures preceding them. Any discrepancies in any table or chart between the total shown and the sum of the amounts listed are due to rounding.

For ease of reference, the names of the PRC established companies or entities, laws or regulations have been included in this document in both the Chinese and English languages and in the event of any inconsistency, the Chinese versions shall prevail.

Glossary of Technical Terms

This glossary of technical terms contains explanations of certain technical terms used in this document. As such, these terms and their meanings may not correspond to standard industry meanings or usage of these terms.

"ADB"	adaptive driving beam, a technology that adjusts the direction and intensity of the light of the vehicle's headlamps based on road conditions to enhance the driver's view and minimize glare for other drivers
"AI"	artificial intelligence
"COB"	chip-on-board, a packaging process that integrates multiple LED chips into a circuit board
"CRI"	color rendering index, a quantitative measure of the ability of a light source to reveal the colors of various objects faithfully in comparison with a natural or standard light source
"HD"	high definition
"HUD"	head-up display, a display that projects important information onto the windscreen without requiring the drivers to look away from their usual viewpoint
"IC"	integrated circuit, a small unit or package which is made as a single indivisible structure (such as a chip) and is electrically equivalent to a conventional circuit of many separate components
"'LED+' technologies"	technologies which integrate LED technologies with integrated circuits (ICs), electronic control, software, sensors, optics and others, which are rapidly changing the landscape of the high-end LED intelligent vision industry
"LCD"	liquid-crystal display, a flat-panel display or other electronically modulated optical device that uses the light-modulating properties of liquid crystals combined with polarizers
"LED"	light-emitting diode, a semiconductor diode that emits light when current flows through it
"LED device"	a semiconductor device that emits light, manufactured through the LED packaging process
"LED module"	an integral unit assembled by single or multiple LED devices, driving circuits, control circuits, etc.

Glossary of Technical Terms

"local dimming"	an LED backlight technology used in LCD display to improve picture quality. It works by dimming the backlight areas of the screen that need to be dark, while keeping the backlight bright parts of the screen bright, thereby increasing the contrast ratio and creating a better image
"Mini LED"	light-emitting diodes with chip size ranging from 100μm to 300μm
"photoelectric conversion efficiency"	the percentage of electrical energy that a lighting product converts into visible light, serving as a crucial metric for measuring performance and energy efficiency of lighting products
"R&D"	research and development
"SMD"	surface-mounted device, an LED packaging device with positive and negative electrodes on the package substrate, which can be assembled onto PCB through SMT process
"W"	watt