北京控股環境集團有限公司
BEIJING ENTERPRISES ENVIRONMENT GROUP LIMITED

(Incorporated in Hong Kong with limited liability)
(Stock Code: 154)

ANNOUNCEMENT OF SUMMARISED INTERIM RESULTS FOR THE SIX MONTHS ENDED 30 JUNE 2026

HIGHLIGHTS

- The Group's revenue for the six months ended 30 June 2026 amounted to RMB752.96 million, increased by approximately 4.2% as compared with RMB722.36 million in the corresponding period of last year.
- The Group's EBITDA for the period amounted to RMB385.70 million, increased by approximately 10.9% as compared with RMB347.89 million in the corresponding period of last year.
- Profit for the period attributable to owners of the Company amounted to RMB156.26 million, increased by approximately 22.9% as compared with RMB127.13 million in the corresponding period of last year.
- Basic and diluted earnings per share amounted to RMB10.41 cents.
- Net assets per share attributable to owners of the Company as at 30 June 2026 amounted to RMB2.70.
- The Board does not recommend the payment of an interim dividend for the period.

The board (the "Board") of directors (the "Directors") of Beijing Enterprises Environment Group Limited (the "Company") is pleased to announce the unaudited interim condensed consolidated results of the Company and its subsidiaries (collectively, the "Group") for the six months ended 30 June 2026, together with comparative figures for the corresponding period in last year, as follows:

INTERIM CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the six months ended 30 June 2026

		For the six months ended 30 June	
		2026	2025
		(Unaudited)	(Unaudited)
	Notes	***RMB'000***	*RMB'000*
REVENUE	*3*	**752,959**	722,362
Cost of sales		**(410,375)**	(423,453)
Gross profit		**342,584**	298,909
Other income	*5*	**45,798**	41,358
Other gain and loss		**4,594**	1,559
Administrative expenses		**(82,766)**	(89,519)
Impairment losses under expected credit losses model, net of reversal		**(31,960)**	(448)
PROFIT FROM OPERATING ACTIVITIES	*6*	**278,250**	251,859
Finance costs	*7*	**(69,999)**	(74,926)
PROFIT BEFORE TAX		**208,251**	176,933
Income tax	*8*	**(48,329)**	(39,157)
PROFIT FOR THE PERIOD		**159,922**	137,776

INTERIM CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (CONTINUED)

For the six months ended 30 June 2026

		For the six months ended 30 June	
		2026	2025
		(Unaudited)	(Unaudited)
	Notes	***RMB'000***	*RMB'000*
ATTRIBUTABLE TO:			
Owners of the Company		**156,259**	127,128
Non-controlling interests		**3,663**	10,648
		159,922	137,776
EARNINGS PER SHARE			
– Basic and diluted *(RMB cents)*	*9*	**10.41**	8.47

INTERIM CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (CONTINUED)

For the six months ended 30 June 2026

	For the six months ended 30 June	
	2026	2025
	(Unaudited)	(Unaudited)
	RMB'000	*RMB'000*
PROFIT FOR THE PERIOD	**159,922**	137,776
OTHER COMPREHENSIVE INCOME (EXPENSES)		
Item that may be reclassified to profit or loss:		
Exchange differences on translation of foreign operations	**86,915**	87,685
Item that will not be reclassified to profit or loss:		
Exchange differences on translation from functional currency to presentation currency	**(51,326)**	(17,787)
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	**195,511**	207,674
ATTRIBUTABLE TO:		
Owners of the Company	**191,709**	196,979
Non-controlling interests	**3,802**	10,695
	195,511	207,674

INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

30 June 2026

	Notes	**30 June 2026 (Unaudited) *RMB'000***	31 December 2025 (Audited) *RMB'000*
ASSETS			
Non-current assets:			
Property, plant and equipment		**481,867**	499,430
Right-of-use assets		**29,571**	33,909
Goodwill		**976,619**	1,010,296
Operating concessions		**2,762,371**	2,834,960
Other intangible assets		**49,815**	51,489
Receivables under service concession arrangements	*10*	**2,259,326**	2,306,494
Prepayments, deposits and other receivables		**7,748**	219
Deferred tax assets		**165,434**	165,910
Total non-current assets		**6,732,751**	6,902,707
Current assets:			
Contract assets		**17,343**	45,541
Inventories		**37,926**	30,910
Receivables under service concession arrangements	*10*	**95,572**	93,075
Trade and bills receivables	*11*	**1,026,983**	910,925
Prepayments, other receivables and other assets		**287,333**	285,368
Restricted bank deposits		**32,803**	1,003
Cash and cash equivalents		**1,569,544**	1,608,062
		3,067,504	2,974,884
Assets classified as held for sale		**302,173**	302,173
Total current assets		**3,369,677**	3,277,057
TOTAL ASSETS		**10,102,428**	10,179,764

INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (CONTINUED)

30 June 2026

	Notes	30 June 2026 (Unaudited) RMB'000	31 December 2025 (Audited) RMB'000
EQUITY AND LIABILITIES			
Equity attributable to owners of the Company			
Share capital		**1,972,895**	1,972,895
Reserves		**2,084,986**	1,893,277
		4,057,881	3,866,172
Non-controlling interests		**328,524**	324,722
TOTAL EQUITY		**4,386,405**	4,190,894
Non-current liabilities:			
Bank and other borrowings		**1,877,409**	1,912,383
Provision for major overhauls		**17,926**	16,737
Other payables		**2,199**	1,821
Deferred income		**144,525**	145,727
Deferred tax liabilities		**261,907**	266,455
Total non-current liabilities		**2,303,966**	2,343,123
Current liabilities:			
Trade payables	*12*	**405,264**	485,456
Other payables and accruals		**368,502**	467,590
Bank and other borrowings		**2,563,059**	2,616,072
Tax payables		**75,232**	76,629
Total current liabilities		**3,412,057**	3,645,747
TOTAL LIABILITIES		**5,716,023**	5,988,870
TOTAL EQUITY AND LIABILITIES		**10,102,428**	10,179,764

NOTES:

1. BASIS OF PREPARATION OF INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION

The unaudited interim condensed consolidated financial information of the Group for the six months ended 30 June 2026 has been prepared in accordance with the applicable disclosure requirements of Appendix D2 of The Rules Governing the Listing of Securities (the "Listing Rules") on The Stock Exchange of Hong Kong Limited (the "Stock Exchange") and Hong Kong Accounting Standard ("HKAS") 34 *Interim Financial Reporting* issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA"). The unaudited 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 financial statements for the year ended 31 December 2025.

In preparing the unaudited interim condensed consolidated financial information, the directors of the Company have given careful consideration to the future liquidity of the Group in light of the fact that its current liabilities exceeded its current assets with amount of RMB42,380,000 as at 30 June 2026. Taking into account the Group's internal resources and undertakings from Idata Finance Trading Limited ("Idata"), the immediate holding company of the Company, and Beijing Enterprises Holdings Limited ("BEHL"), the immediate holding company of Idata, the loan of HK$2,630,658,000 (in equivalent to RMB2,288,673,000) is extended to 31 December 2027 and not to demand repayment of the loan due by the Company to Idata until such time when the Group is in a position to repay without impairing its liquidity and financial position, the directors of the Company considered that the Group will be able to operate on a going concern basis. Accordingly, the condensed consolidated financial statements have been prepared on a going concern basis.

The financial information relating to the year ended 31 December 2025 that is included in this unaudited interim condensed consolidated financial information as comparative information does not constitute the Company's statutory annual consolidated financial statements for that year but is derived from those consolidated financial statements. Further information relating to those statutory consolidated financial statements required to be disclosed in accordance with section 436 of the Hong Kong Companies Ordinance is as follows:

The Company has delivered the consolidated financial statements for the year ended 31 December 2025 to the Registrar of Companies as required by section 662(3) of, and Part 3 of Schedule 6 to, the Hong Kong Companies Ordinance. The Company's auditor has reported on the consolidated financial statements of the Company for the year ended 31 December 2025. The auditor's report was unqualified; did not include a reference to any matters to which the auditor drew attention by way of emphasis without qualifying its report; and did not contain a statement under section 406(2), 407(2) or 407(3) of the Hong Kong Companies Ordinance.

The interim condensed consolidated financial information has not been audited, but has been reviewed by the Company's audit committee.

2. APPLICATION OF AMENDMENTS TO HKFRS ACCOUNTING STANDARDS

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

Other than change in accounting policies resulting from application of amendments to HKFRS Accounting Standards, the accounting policies and methods of computation used in the condensed consolidated financial statements for the six months ended 30 June 2026 are the same as those presented in the Group's annual consolidated financial statements for the year ended 31 December 2025.

Application of amendments to HKFRS Accounting Standards

In the current interim period, the Group has applied the following amendments to HKFRS Accounting Standards issued by the HKICPA for the first time, which are mandatorily effective for the Group's annual period beginning on 1 January 2026 for the preparation of the condensed consolidated financial statements:

Amendments to HKFRS 9 and HKFRS 7	*Amendments to the Classification and Measurement of Financial Instruments*
Amendments to HKFRS 9 and HKFRS 7	*Contracts Referencing Nature-dependent Electricity*
Amendments to HKFRS Accounting Standards	*Annual Improvements to HKFRS Accounting Standards – Volume 11*

The application of the amendments to HKFRS Accounting Standards in the current interim period has had no material impact on the Group's financial positions and performance for the current and prior periods and/or on the disclosures set out in these condensed consolidated financial statements.

3. REVENUE

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

Disaggregated revenue information

Segment	Solid waste treatment	
	2026	2025
	(Unaudited)	(Unaudited)
	RMB'000	*RMB'000*
Types of goods or services		
Household waste treatment services*	**176,288**	165,102
Hazardous and medical waste treatment services	**12,659**	10,908
Food waste, leachate, sludge and other treatments services	**162,976**	118,801
Electricity	**353,305**	350,146
Steam	**45,818**	36,826
Waste incineration plant construction and related services*	**1,913**	40,579
Total revenue	**752,959**	722,362
Geographical markets		
Total revenue from contracts with customers in Chinese Mainland	**629,049**	597,032
Revenue from another source:		
Imputed interest income	**123,910**	125,330
Total revenue	**752,959**	722,362
Timing of revenue recognition		
Goods and services transferred at a point of time	**627,136**	557,340
Services transferred over time	**1,913**	39,692
Total revenue from contracts with customers	**629,049**	597,032
Revenue from another source:		
Imputed interest income	**123,910**	125,330
Total revenue	**752,959**	722,362

* *Imputed interest income under service concession arrangements during the period amounting to RMB123,910,000 was included in the revenue derived from household waste treatment services (six months ended 30 June 2025: RMB125,330,000 was included in the revenue derived from household waste treatment services and waste incineration plant construction and related services).*

4. OPERATING SEGMENT INFORMATION

For management purposes, the Group's operating businesses are structured and managed separately according to the nature of their operations and the products and services they provide. Each of the Group's operating segments represents a strategic business unit that offers products and services which are subject to risks and returns that are different from those of the other operating segments.

Particulars of the Group's reportable operating segments are summarised as follows:

(a) the solid waste treatment segment engages in the provision of waste incineration plant construction and waste treatment services, and the sale of electricity and steam generated from waste incineration; and

(b) the others segment comprises corporate income and expense items and investment holding business.

Management monitors the results of the Group's operating segments separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on reportable segment profit (loss), which is measured consistently with the Group's profit for the year.

Segment assets and liabilities of each of the reportable operating segments are separately managed by each of the individual operating segments.

The following table presents the revenue and profit (loss) information for the six months ended 30 June 2026 and 2025 and the total assets and total liabilities information as at 30 June 2026 and 31 December 2025 regarding the Group's operating segments:

	Solid waste treatment (Unaudited) *RMB'000*	Others (Unaudited) *RMB'000*	Total (Unaudited) *RMB'000*
Six months ended 30 June 2026			
Segment revenue *(note 3)*	**752,959**	**–**	**752,959**
Cost of sales	**(410,375)**	**–**	**(410,375)**
Gross profit	**342,584**	**–**	**342,584**
Profit (loss) from operating activities	**279,002**	**(752)**	**278,250**
Finance costs	**(28,863)**	**(41,136)**	**(69,999)**
Profit (loss) before tax	**250,139**	**(41,888)**	**208,251**
Income tax	**(48,329)**	**–**	**(48,329)**
Profit (loss) for the period	**201,810**	**(41,888)**	**159,922**
Segment profit (loss) attributable to owners of the Company	**198,220**	**(41,961)**	**156,259**
As at 30 June 2026			
Segment assets	**9,830,509**	**271,919**	**10,102,428**
Segment liabilities	**3,220,216**	**2,495,807**	**5,716,023**

	Solid waste treatment (Unaudited) *RMB'000*	Others (Unaudited) *RMB'000*	Total (Unaudited) *RMB'000*
Six months ended 30 June 2025			
Segment revenue *(note 3)*	722,362	–	722,362
Cost of sales	(423,453)	–	(423,453)
Gross profit	298,909	–	298,909
Profit (loss) from operating activities	265,695	(13,836)	251,859
Finance costs	(31,920)	(43,006)	(74,926)
Profit (loss) before tax	233,775	(56,842)	176,933
Income tax	(39,138)	(19)	(39,157)
Profit (loss) for the period	194,637	(56,861)	137,776
Segment profit (loss) attributable to owners of the Company	184,068	(56,940)	127,128
As at 31 December 2025			
Segment assets	9,812,628	367,136	10,179,764
Segment liabilities	3,322,463	2,666,407	5,988,870

During the six months ended 30 June 2026, the Group has additions to property, plant and equipment, operating concessions and other intangible assets with a total cost of RMB14,761,000 (six months ended 30 June 2025: RMB29,907,000).

The accounting policies of the operating segments are same as the Group's accounting policies. Segment profit (loss) represents the profit earned by (loss from) each segment without allocation of certain other income, certain other gain and loss, corporate expenses including auditor's remuneration, directors' emoluments, administrative staff costs and depreciation of unallocated corporate assets and certain finance costs. This is the measure reported to the chief operating decision makers for the purposes of resource allocation and performance assessment.

Geographical information

Geographical information is not presented since over 90% of the Group's revenue from external customers is generated in Chinese Mainland and over 90% of the non-current assets (other than financial assets and deferred tax assets) of the Group are located in Chinese Mainland. Accordingly, in the opinion of the directors of the Company, the presentation of geographical information would provide no additional useful information to the users of the consolidated financial statements.

Information about major customers

During the six months ended 30 June 2026, the Group had transactions with two (six months ended 30 June 2025: two) external customers of the solid waste treatment segment, each of which accounted for 10% or more of the Group's total revenue. The revenue from sales to each of these customers is set out below:

	For the six months ended 30 June	
	2026	2025
	(Unaudited)	(Unaudited)
	RMB'000	*RMB'000*
Customer A	**106,534**	102,929
Customer B	**99,774**	104,147

5. OTHER INCOME

An analysis of the Group's other income is as follows:

	For the six months ended 30 June	
	2026	2025
	(Unaudited)	(Unaudited)
	RMB'000	*RMB'000*
Value added tax refund[1]	**38,296**	31,926
Interest income	**5,017**	5,186
Government grant[2]	**2,026**	2,112
Others	**459**	2,134
	45,798	41,358

[1] *The Group is entitled to the value added tax refund upon collection for the electricity generated from waste.*

[2] *Certain of the government grants recognised by the Group during the period represented subsidies received from certain government authorities as incentives to promote energy saving technologies in the local provinces.*

6. PROFIT FROM OPERATING ACTIVITIES

The Group's profit from operating activities is arrived at after charging (crediting):

	For the six months ended 30 June	
	2026	2025
	(Unaudited)	(Unaudited)
	RMB'000	*RMB'000*
Depreciation of property, plant and equipment[1]	**18,552**	19,198
Depreciation of right-of-use assets[2]	**4,338**	4,339
Amortisation of operating concessions[3]	**82,239**	70,089
Amortisation of other intangible assets[3]	**2,316**	2,410
Provision for major overhauls[3]	**728**	822
Impairment of contract assets, net	**28,593**	2
Impairment of trade and bills receivables, net	**3,367**	446
Loss on disposal of property, plant and equipment, net	**31**	71
Foreign exchange differences, net	**(4,733)**	(1,744)

[1] *Depreciation of property, plant and equipment in a total amount of RMB15,201,000 (six months ended 30 June 2025: RMB15,471,000) is included in "Cost of sales" in the condensed consolidated statement of profit or loss.*

[2] *Depreciation of right-of-use assets in a total amount of RMB373,000 (six months ended 30 June 2025: RMB373,000) is included in "Cost of sales" in the condensed consolidated statement of profit or loss.*

[3] *The amortisation of operating concessions and other intangible assets (excluding computer software amounting to RMB1,108,000 (six months ended 30 June 2025: RMB1,111,000) which is included in "Administrative expenses"), and the provision for major overhauls are included in "Cost of sales" in the condensed consolidated statement of profit or loss.*

7. FINANCE COSTS

An analysis of the Group's finance costs is as follows:

	For the six months ended 30 June	
	2026	2025
	(Unaudited)	(Unaudited)
	RMB'000	*RMB'000*
Interest on bank and other borrowings	**69,457**	75,079
Interest on lease liabilities	**82**	247
Total interest expenses	**69,539**	75,326
Less: Interest capitalised*	**–**	(851)
	69,539	74,475
Other finance costs:		
Increase in discounted amounts of provision for major overhauls arising from the passage of time	**460**	451
	69,999	74,926

* *Interest expenses capitalised during prior period arose on the specific borrowing pool.*

8. INCOME TAX

An analysis of the Group's income tax is as follows:

	For the six months ended 30 June	
	2026	2025
	(Unaudited)	(Unaudited)
	RMB'000	*RMB'000*
Current – Chinese Mainland		
Charge for the period	**50,842**	38,875
Underprovision in prior periods	**1,264**	851
	52,106	39,726
Deferred	**(3,777)**	(569)
Total tax charge for the period	**48,329**	39,157

No provision for Hong Kong profits tax has been made for the six months ended 30 June 2026 and 2025 as the Group did not generate any assessable profits arising in Hong Kong. Taxes on profits assessable elsewhere have been calculated at the rates of tax prevailing in the countries/jurisdictions in which the Group operates, based on existing legislation, interpretations and practices in respect thereof. In accordance with the relevant tax laws of the PRC, certain subsidiaries of the Group which are engaged in the solid waste treatment business are exempted from corporate income tax for three years starting from the first year they generate revenue and enjoy a 50% tax reduction for the ensuing three years.

9. EARNINGS PER SHARE ATTRIBUTABLE TO OWNERS OF THE COMPANY

The calculation of the basic earnings per share amount for the six months ended 30 June 2026 is based on the profit for the period attributable to owners of the Company of RMB156,259,000 (six months ended 30 June 2025: RMB127,128,000), and 1,500,360,150 (six months ended 30 June 2025: 1,500,360,150) weighted average number of ordinary shares during the period.

There are no potentially dilutive ordinary shares in issue during the six months ended 30 June 2026 and 2025.

10. RECEIVABLES UNDER SERVICE CONCESSION ARRANGEMENTS

The Group's receivables under service concession arrangements represented the Group's unconditional right to receive cash or another financial asset for the construction services rendered and/or the consideration paid and payable by the Group for the right to charge users of the public service under service concession arrangements. They were all unbilled as at 30 June 2026 and 31 December 2025.

At 30 June 2026, certain solid waste treatment concession rights of the Group, which comprises operating concessions and receivables under service concession arrangements with an aggregate net carrying amount of RMB1,722,436,000 (31 December 2025: RMB1,771,748,000), which are managed by the Group pursuant to the relevant service concession arrangements signed with the grantors, are mortgaged for the Group's bank loans.

11. TRADE AND BILLS RECEIVABLES

An ageing analysis of the Group's 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 (Unaudited) ***RMB'000***	31 December 2025 (Audited) *RMB'000*
Billed:		
Within 3 months	**218,726**	153,635
4 to 6 months	**61,048**	100,677
7 to 12 months	**102,254**	92,745
1 to 2 years	**114,377**	75,164
2 to 3 years	**38,456**	25,699
Over 3 years	**47,264**	53,249
	582,125	501,169
Unbilled*	**444,858**	409,756
	1,026,983	910,925

* *The unbilled balance represents entitlements to renewable energy tariff subsidies from the sale of electricity. It is satisfied when control of the asset is transferred to the customer, generally when the customer obtains the physical possession or the legal title of the electricity, steam and/or equipment and the Group has the present right to payment and the collection of the consideration is probable.*

Notes:

(a) Various companies of the Group have different credit policies, depending on the requirements of their markets in which they operate and the businesses they engage in. The credit period granted to customers is generally one to three months. An ageing analysis of the trade and bills receivables is regularly prepared and closely monitored in order to minimise any related credit risk. Trade and bills receivables are non-interest-bearing and the Group does not hold any collateral or other credit enhancements over its trade receivable balances.

(b) Included in the Group's trade and bills receivables is an amount of RMB208,000 (31 December 2025: RMB94,000) due from a non-controlling equity holder of a subsidiary, arising from transactions carried out in the ordinary course of business of the Group. The balance is unsecured, interest-free and receivable on credit terms.

12. TRADE PAYABLES

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

	30 June 2026 (Unaudited)	31 December 2025 (Audited)
	RMB'000	*RMB'000*
Billed:		
Less than 3 months	**117,406**	158,272
4 to 6 months	**26,562**	3,175
7 to 12 months	**10,938**	8,109
Over 1 year	**71,045**	85,846
	225,951	255,402
Unbilled*	**179,313**	230,054
	405,264	485,456

* *The unbilled balance represented construction payables for solid waste incineration plants which have not been billed by the suppliers.*

Notes:

(a) Included in the Group's trade payables is an amount of RMB21,339,000 (31 December 2025: RMB22,466,000) due to a non-controlling equity holder of a subsidiary, arising from transactions carried out in the ordinary course of business of the Group. The balance is unsecured, interest-free and repayable on credit terms similar to those offered by the non-controlling equity holder of a subsidiary to its major customers.

(b) The trade payables are non-interest-bearing and are normally settled within one to six months, except for certain balances of which the settlement period is arising from construction, which will depend on the construction status.

13. OTHER FINANCIAL INFORMATION

The net current liabilities and total assets less current liabilities of the Group as at 30 June 2026 amounted to RMB42,380,000 (31 December 2025: RMB368,690,000) and RMB6,690,371,000 (31 December 2025: RMB6,534,017,000), respectively.

INTERIM DIVIDEND

The Board does not recommend the payment of an interim dividend for the six months ended 30 June 2026 (six months ended 30 June 2025: Nil).

MANAGEMENT DISCUSSION AND ANALYSIS

BUSINESS REVIEW

In the first half of 2026, the Group operated 11 solid waste treatment projects in Chinese Mainland, including 10 household waste incineration power generation projects and a hazardous and medical waste treatment project. The Group's daily treatment capacity of household waste incineration was 13,400 tonnes.

Project Name	Province	Business Model	Waste treatment capacity (tonnes/day)
Household waste incineration power generation projects:			
Zhangjiagang Project (張家港市生活垃圾焚燒發電廠項目)	Jiangsu	BOT	2,250
Haidian Project (北京市海澱區循環經濟產業園再生能源發電廠項目)	Beijing	BOT	2,025
Chaoyang Project (北京高安屯垃圾焚燒項目)	Beijing	BOT	1,600
Yanzhou Project (濟寧市兖州區生活垃圾焚燒發電項目)	Shandong	BOT	1,500
Ha'erbin Project (哈爾濱雙琦垃圾焚燒發電項目)	Heilongjiang	BOT	1,200
Changde Project (常德市生活垃圾焚燒發電項目)	Hunan	BOT	1,200
Taian Project (泰安生活垃圾焚燒發電項目)	Shandong	BOO	1,200
Shuyang Project (江蘇省沭陽縣垃圾焚燒發電項目)	Jiangsu	BOT	1,200
Shiyan Project (十堰市城區垃圾焚燒發電項目)	Hubei	BOT	600
Qidong Project (祁東縣生活垃圾焚燒發電項目)	Hunan	Contractual operation	400
Wenchang Project (文昌市生活垃圾焚燒發電廠項目)#	Hainan	BOT	225
Hazardous and medical waste treatment project:			
Hengyang Project (湖南省衡陽危險廢物處置中心項目)	Hunan	BOT	

\# *suspended in operation*

In the first half of the year, the Group's operational efficiency indicators, including capacity utilization, equipment operation rate and environmental emission compliance rate, remained at a relatively high level, with each project operating smoothly and orderly overall. Facing the dual pressures of insufficient waste supply and declining electricity prices, the Group took proactive measures. On one hand, it closely monitored changes in waste generation in the regions where its projects are located, actively liaised with local governments and waste collection and transportation units to ensure that the intake household waste volume remained stable and controllable. On the other hand, it spared no effort in negotiating concession agreements, striving to secure the implementation of waste treatment fee adjustment policies. At the same time, it closely tracked developments in national subsidy policies to fully prepare for subsequent entitlement recognition and filings.

In the first half of the year, the Group's core operating indicators enhanced comprehensively. It completed 2.3869 million tonnes of intake household waste, increased by 7.9% year-on-year. The electricity generating volume was 933 million kWh, increased by 5.7% year-on-year. The Group generated 772 million kWh of on-grid electricity, increased by 4.7% year-on-year. The synergistic treatment volume of sludge was 401,300 tonnes, increased by 27.8% year-on-year. The external steam supply volume was 262,100 tonnes, increased significantly by 39.9% year-on-year. Among which, a significant scale-up breakthrough was achieved in the sludge synergistic treatment sector, the external steam supply business was expanded across multiple sites, and the waste liquid synergistic treatment business also grew rapidly, all of which fully demonstrated the effectiveness of the Group's diversification strategy. Not only had this effectively compensated for the revenue shortfall from the core business, but also significantly enhanced the profitability resilience and risk resistance of each project, accumulating valuable experience for the further advancement of the "Incineration+" business model.

In the first half of the year, the Group's R&D investment stood at approximately RMB40 million with an investment intensity of 5.1%. The Group planned to launch 59 research and development projects, of which 50 had been initiated. We continued to explore and build capabilities in the areas of resource utilisation, low-carbon development, high-value applications, and digital intelligence, while actively building a pipeline of cutting-edge technologies. In the first half year, the Group filed 26 patent applications, with a total of 10 patents being granted, of which 1 was invention patent and 9 were utility model patents. Additionally, the Group, as the host institution, partnered with several Beijing-based universities to establish key laboratories, providing crucial support for the Group's technology leadership in the solid waste sector.

In the first half of the year, the Group achieved revenue of RMB753 million, increased by 4.2% as compared with last corresponding period; total profit achieved was RMB208 million, an increase of 17.7%; EBITDA was RMB386 million, up by 10.9%; and operating cash flow was RMB286 million, an increase of 39.2%. Overall, the operational profitability of existing projects of the Group maintained a certain level of resilience, particularly with the continuous improvement in cash flow. This reflects the significant results achieved in reducing costs and increasing revenue from existing businesses, providing solid cash flow support for the operations.

PROSPECT

The Group will align with the guiding directions of the national 15th Five-Year Plan and the "Ten Measures on Solid Waste" policy promulgated by the State Council to complete the formulation of its own 15th Five-Year Plan and the special plan for scientific and technological innovation.

In the second half of the year, the external environment will remain acute and complex. The Group will continue to uphold the overarching principle of "pursuing progress while ensuring stability, improving quality and efficiency, and forging ahead towards innovation". Focusing on "value creation and risk prevention and control", the Group will consolidate its core business through lean operations, facilitate new growth drivers through technological innovation, and strengthen its security safeguards with risk prevention and control as the bottom line, thereby fostering the Group towards higher-quality and more sustainable development in a complex environment.

FINANCIAL REVIEW

Revenue and gross profit

During the six months ended 30 June 2026, the Group recorded revenue of RMB752.96 million, increased by 4.2% as compared with last corresponding period of RMB722.36 million. The revenue derived from the solid waste treatment and the sale of electricity and steam amounted to RMB751.05 million, increased by 10.2% as compared with last corresponding period of RMB681.78 million. The revenue derived from the waste incineration plant construction, sale of equipment and related services amounted to RMB1.91 million, decreased by 95.3% as compared with last corresponding period of RMB40.58 million.

The Group's gross profit amounted to RMB342.58 million, increased by 14.6% as compared with last corresponding period of RMB298.91 million. The Group's overall gross profit margin increased from 41.4% to 45.5%.

	Revenue For the six months ended 30 June		**Gross profit/(loss) For the six months ended 30 June**		**Gross profit margin For the six months ended 30 June**	
	2026	2025	**2026**	2025	**2026**	2025
	RMB million	*RMB million*	***RMB million***	*RMB million*	***%***	*%*
Household waste treatment	**176.29**	165.10				
Other waste treatment	**175.64**	129.71				
Sale of electricity and steam	**399.12**	386.97				
	751.05	681.78	**350.31**	294.40	**46.6**	43.2
Waste incineration plant construction and related services	**1.91**	40.58	**(7.73)**	4.51	**–**	11.1
	752.96	722.36	**342.58**	298.91	**45.5**	41.4

Other income

The Group recorded other income of RMB45.80 million during the six months ended 30 June 2026, increased by RMB4.44 million as compared with last corresponding period of RMB41.36 million. The other income for the period mainly comprised (i) value added tax refund from solid waste treatment business of RMB38.30 million (first half of 2025: RMB31.93 million), (ii) interest income of RMB5.02 million (first half of 2025: RMB5.19 million) and (iii) government grants of RMB2.03 million (first half of 2025: RMB2.11 million).

Other gain and loss, and impairment losses under expected credit losses model

The Group recorded other loss, net of RMB27.37 million during the six months ended 30 June 2026, increased by RMB28.48 million as compared with last corresponding period of other gain, net of RMB1.11 million. The other loss, net for the period mainly comprised (i) impairment loss of contract assets of RMB28.59 million (first half of 2025: Nil); (ii) impairment loss of trade receivables of RMB3.37 million (first half of 2025: RMB0.45 million); and net off against (iii) net foreign exchange gain of RMB4.73 million (first half of 2025: RMB1.74 million).

Administrative expenses

The Group's administrative expenses for the six months ended 30 June 2026 amounted to RMB82.77 million, decreased by 7.5% as compared with last corresponding period of RMB89.52 million.

Finance costs

The Group's finance cost for the six months ended 30 June 2026 amounted to RMB70.00 million, decreased by 6.6% as compared with last corresponding period of RMB74.93 million. The Group's finance cost for the period mainly comprised interests on bank loans of RMB14.33 million (first half of 2025: RMB23.54 million), interest on a loan advanced from Idata Finance Trading Limited ("Idata", the immediate holding company of the Company) in the principal amount of HK$2,693.3 million (equivalent to RMB2,343 million) (the "Shareholder Loan") of RMB41.14 million (first half of 2025: RMB43.01 million) and interests on borrowings from 北京控股集團財務有限公司 ("BG Finance", a fellow subsidiary of the Company) of RMB13.95 million (first half of 2025: RMB8.50 million).

Income tax

The Group's income tax expense for the six months ended 30 June 2026 amounted to RMB48.33 million, increased by 23.4% as compared with last corresponding period of RMB39.16 million, which comprised current tax expenses of RMB52.11 million (first half of 2025: RMB39.73 million) and deferred tax credit of RMB3.78 million (first half of 2025: RMB0.57 million). The Group's effective tax rate for the period was 23.2% (first half of 2025: 22.1%).

EBITDA and profit for the period

The Group's total EBITDA for the six months ended 30 June 2026 was RMB385.70 million, increased by 10.9% or RMB37.81 million as compared with last corresponding period of RMB347.89 million. Profit for the period amounted to RMB159.92 million, increased by 16.1% or RMB22.14 million as compared with last corresponding period of RMB137.78 million. Profit for the period attributable to owners of the Company amounted to RMB156.26 million, increased by 22.9% or RMB29.13 million as compared with last corresponding period of RMB127.13 million.

	EBITDA For the six months ended 30 June		**Profit/(loss) for the period For the six months ended 30 June**		**Profit/(loss) for the period attributable to owners of the Company For the six months ended 30 June**	
	2026	2025	**2026**	2025	**2026**	2025
	RMB million	*RMB million*	***RMB million***	*RMB million*	***RMB million***	*RMB million*
Solid waste treatment segment	**386.43**	361.75	**201.81**	194.64	**198.22**	184.07
Other segment	**(0.73)**	(13.86)	**(41.89)**	(56.86)	**(41.96)**	(56.94)
	385.70	347.89	**159.92**	137.78	**156.26**	127.13

FINANCIAL POSITION

Significant investing and financing activities

Except for the expansion construction and continuing technical modifications on the existing waste treatment plants, the Group had made no material investment, acquisition and disposal of any other subsidiaries and associated companies during the six months ended 30 June 2026.

Total assets and liabilities

As at 30 June 2026, the Group had total assets and total liabilities amounted to RMB10.102 billion and RMB5.716 billion, respectively, decreased by RMB77 million and RMB273 million as compared with those as at 31 December 2025, respectively. Net assets of the Group was RMB4.386 billion, increased by RMB196 million during the six months ended 30 June 2026.

Property, plant and equipment

The Group's property, plant and equipment mainly comprised those equipped for the Shandong Taian Project which is operated under a Build-Own-Operate ("BOO") arrangement with a net carrying amount of RMB434 million. During the six months ended 30 June 2026, the net carrying amount of the Group's property, plant and equipment decreased by RMB18 million to RMB482 million, of which new additions amounted to RMB1.05 million and depreciation charge amounted to RMB18.55 million.

As the new plant of the Zhangjiagang Project which is operated under a Build-Operate-Transfer ("BOT") arrangement commenced its operation by 31 December 2023, the old plant of the Zhangjiagang Project which was operated under a BOO arrangement suspended its operation and its title shall be received by the government authority. Therefore, subject to the administrative procedure by the government authority, the property, plant and equipment related to the old plant of RMB302 million have been classified as non-current assets held for sale since 31 December 2023.

Goodwill

The Group acquired certain companies engaging in the solid waste treatment business in April 2014 and October 2016 and aggregate goodwill of RMB977 million arose from these acquisitions. During the six months ended 30 June 2026, there is no significant consequence that giving rise to the material deterioration to the aggregate value-in-use value of the relevant cash generating units of the solid waste treatment business, the Company is reasonably considered that no impairment provision is necessary for the Group's goodwill as at 30 June 2026. The Company will appoint an independent professional valuer to further assess the impairment testing of goodwill as at the financial year end.

Right-of-use assets

The Group's right-of-use assets decreased by depreciation charge of RMB4.34 million to RMB30 million during the six months ended 30 June 2026.

Operating concessions

The Group's operating concessions are recognised from the solid waste treatment plants operated under BOT arrangements. During the six months ended 30 June 2026, the net carrying amount of the Group's operating concessions decreased by RMB73 million to RMB2,762 million, of which new additions amounted to RMB13.07 million and amortisation cost amounted to RMB82.24 million.

Other intangible assets

During the six months ended 30 June 2026, the net carrying amount of the Group's other intangible assets decreased by RMB1.67 million to RMB50 million, which mainly comprised the fair value of the operation rights and licenses of RMB29 million and computer software of RMB21 million.

Receivables under service concession arrangements

The Group's receivables under service concession arrangements are recognised from the household waste treatment plants operated under BOT arrangements with guaranteed waste treatment revenue. During the six months ended 30 June 2026, the net carrying amount of the Group's receivables under service concession arrangements decreased by RMB45 million to RMB2,355 million.

Contract assets

After the impairment loss of RMB29 million recognised during the six months ended 30 June 2026, the net realisable value of the Group's contract assets on construction of waste treatment plants reduced to RMB17 million at the period end.

Inventories

As at 30 June 2026, the Group's inventories mainly represented coal and consumables used for the operation of solid waste treatment plants and was slightly increased to RMB38 million.

Trade and bills receivables

During the six months ended 30 June 2026, the Group's trade and bills receivables increased by RMB116 million to RMB1,027 million (net of impairment of RMB50 million), which comprised receivables (before impairment) from sales of electricity of RMB486 million (increased by RMB38 million), household waste treatment services of RMB291 million (increased by RMB29 million), other waste treatment services of RMB274 million (increased by RMB50 million) and construction and other services of RMB26 million (increased by RMB2 million).

According to the ageing analysis as at 30 June 2026, mainly represented national subsidy of grid electricity of RMB445 million (representing 43% of the total receivables) are unbilled and invoice date of the Group's trade and bills receivables fall within three months amounted to RMB219 million (representing 21% of the total receivables).

Prepayments, deposits and other receivables

During the six months ended 30 June 2026, the Group's total prepayments, deposits and other receivables increased by RMB9 million to RMB295 million, which mainly comprised value added tax refund and other taxes recoverable of RMB144 million, balances due from fellow subsidiaries of RMB20 million, prepayments of RMB28 million, deposits and other receivables of RMB103 million.

Bank and other borrowings

During the six months ended 30 June 2026, the Group repaid bank loans of RMB41 million, repaid borrowings from BG Finance of RMB55 million and advanced new bank loans of RMB89 million. As at 30 June 2026, the Group has total bank and other borrowings amounted to RMB4,440 million, which comprised (i) the Shareholder's Loan in equivalent of RMB2,343 million with its repayment due date extended to 31 December 2027 on 4 August 2026, (ii) bank loans of RMB1,124 million from commercial banks in Chinese Mainland which are due for repayable by installments up to year 2044, and (iii) borrowings from BG Finance of RMB973 million which are due for repayable by installments up to year 2035. Excluding the Shareholder's Loan which has provided an interest at 3.5% per annum, the weighted average interest rate of the Group's bank and other borrowings was reduced to approximately 2.6% per annum.

Deferred income

The Group's deferred income mainly represented PRC government grants and subsidies on solid waste treatment business, which was decreased by RMB1.20 million to RMB145 million during the six months ended 30 June 2026.

Trade payables

The Group's trade payables decreased by RMB80 million to RMB405 million during the six months ended 30 June 2026, and of which the unbilled balance of RMB179 million represented construction monies payable for solid waste treatment plants.

Other payables and accruals

The Group's total other payables and accruals decreased by RMB99 million to RMB371 million during the six months ended 30 June 2026, and included in other payables and accruals are loan interest payable to Idata of RMB123 million and amounts due to fellow subsidiaries of RMB98 million.

Liquidity and financial resources

The Group adopts conservative treasury policies in cash management. As at 30 June 2026, the Group has cash and cash equivalents amounted to RMB1,570 million and bank and other borrowings (included the Shareholder's Loan in equivalent of RMB2,343 million) amounted to RMB4,440 million.

As at 30 June 2026, the Group has current assets amounted to RMB3,370 million and current liabilities (included the Shareholder's Loan in equivalent of RMB2,343 million) amounted to RMB3,412 million. The Company has given careful consideration to the future liquidity of the Group in light of the fact that its current liabilities exceeded its current assets with amount of RMB42 million as at 30 June 2026. Taking into account the Group's internal resources and undertakings from Beijing Enterprises Holdings Limited and Idata not to demand repayment of the Shareholder's Loan until such time when the Group is in a position to repay without impairing its liquidity and financial position, the Company considered that the Group has sufficient cash resources to finance its operations in the foreseeable future and the Group will be able to operate on a going concern basis.

Key performance indicators

	For the six months ended 30 June	
	2026	2025
Gross profit margin	**45.5%**	41.4%
Operating profit margin	**37.0%**	34.9%
Net profit margin	**21.2%**	19.1%
Return on average equity	**3.7%**	3.4%

	30 June 2026	31 December 2025
Current ratio (times)	**0.99**	0.90
Debt ratio (total liabilities/total assets)	**56.6%**	58.8%
Gearing ratio (net debt/total equity)	**65.5%**	69.8%

Capital expenditure and commitment

During the six months ended 30 June 2026, the Group has total capital expenditures amounted to RMB136 million and most of which was spent on the construction and modification of waste incineration plants. The Group has no material capital commitment as at 30 June 2026.

Charges on the Group's assets

As at 30 June 2026, save as certain solid waste treatment concession rights of the Group, which comprises operating concessions and receivables under service concession arrangements with an aggregate net carrying amount of RMB1,722 million, which are managed by the Group pursuant to the relevant service concession arrangements signed with the grantors, the Group did not have any material charges on the Group's assets.

Foreign exchange exposure

The functional currency of the Company is Hong Kong dollars. As the Group's operations are majority based in Chinese Mainland, the Company has chosen Renminbi as the presentation currency of the Group's consolidated financial statements. During the six months ended 30 June 2026, the exchange gain arising on settlement or translation of monetary items of RMB4.73 million are taken to profit or loss and the net comprehensive income of exchange difference arising on translation of foreign operations and translation from functional currency to presentation currency of RMB36 million are recognised in the exchange fluctuation reserve. Currently, the Group has not used derivative financial instruments to hedge against its foreign currency risk.

Contingent liabilities

As at 30 June 2026, the Group has indemnities issued to financial institutions for performance bonds in respect of construction and maintenance of waste incineration plants undertaken by its subsidiaries amounted to RMB30 million. Save as disclosed above, the Group did not have any significant contingent liabilities which have not been provided for in the financial statements.

EMPLOYEES AND REMUNERATION POLICIES

The Group has 1,251 employees as at 30 June 2026, comparing with 1,241 employees as at 31 December 2025. Total staff costs for the six months ended 30 June 2026 amounted to RMB151 million, remains steady as compared with the corresponding period of 2025.

The Group's remuneration policy and package are periodically reviewed and generally structured by reference to market terms and individual performance. Discretionary bonuses are awarded to certain employees according to the assessment of individual performance.

COMPLIANCE WITH THE CORPORATE GOVERNANCE CODE

In the opinion of the directors of the Company, save as disclosed below, the Company has complied with all the applicable code provisions (the "Code Provisions") of the Corporate Governance Code as set out in Appendix C1 to the Listing Rules for the six months ended 30 June 2026.

(1) Under Code Provision C.1.6, independent non-executive directors and other non-executive directors should also attend general meetings and develop a balanced understanding of the views of shareholders. However, certain independent non-executive directors of the Company were unable to attend the 2026 annual general meeting of the Company due to other business engagements.

(2) Under Code Provision C.2.7, the chairman should at least annually hold meetings with the non-executive directors (including independent non-executive directors) without the executive directors present. However, the Company considers it is more effective for non-executive directors to voice their views by individual communication with the Chairman of the Board.

(3) Under Code Provision C.5.1, the board should meet regularly and board meetings should be held at least four times a year at approximately quarterly intervals. However, the Company considers it is more efficient to hold board meetings to address emerging issues as appropriate. Sufficient measures have been taken to ensure that there is efficient communication among the directors.

DIRECTORS' SECURITIES TRANSACTIONS

The Company has adopted the Model Code for Securities Transactions by Directors of Listed Issuers (the "Model Code") as set out in Appendix C3 of the Listing Rules for securities transactions by the directors of the Company. All the directors of the Company have confirmed that, following specific enquiry by the Company, they have complied with the required standard as set out in the Model Code throughout the six months ended 30 June 2026.

AUDIT COMMITTEE

The Audit Committee was established with written terms of reference in accordance with Rule 3.21 of the Listing Rules and Code Provision D.3. The current members of the Audit Committee comprise three independent non-executive directors, namely Dr. HUAN Guocang (committee chairman), Dr. WANG Jianping and Dr. LUO Shengqiang.

The Audit Committee has reviewed the interim results, financial positions, impacts of the new accounting standards and management issues of the Group during the six months ended 30 June 2026.

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

Neither the Company, nor any of its subsidiaries purchased, redeemed or sold any of the Company's listed securities during the six months ended 30 June 2026.

PUBLICATION OF FINANCIAL INFORMATION

The Company's 2026 interim report containing all the relevant information required by the Listing Rules will be published on the websites of the Stock Exchange (www.hkexnews.hk) and the Company (www.beegl.com.hk) in due course.

APPRECIATION

The Board would like to express our gratitude to all employees, shareholders and parties from different sectors for their support to the Group.

By order of the Board
CHEN XINGUO
Chairman

Hong Kong, 27 August 2026

As at the date of this announcement, the board of directors of the Company comprises five executive directors, namely Mr. Chen Xinguo, Mr. Li Ai, Ms. Li Yining, Ms. Liu Li and Mr. Ng Kong Fat, Brian, and five independent non-executive directors, namely Dr. Huan Guocang, Dr. Wang Jianping, Mr. Cheung Ming, Ms. Miao Li and Dr. Luo Shengqiang.