三环集团
— SINCE 1970 —

Chaozhou Three-Circle (Group) Co., Ltd.
潮州三環（集團）股份有限公司
(A joint stock company incorporated in the People's Republic of China with limited liability)
(Stock Code: 6951)

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

FINANCIAL HIGHLIGHTS

1. During the Reporting Period, the Group recorded revenue of RMB6,423,331,756.20, representing a year-on-year increase of 54.82%;

2. During the Reporting Period, the Group recorded net profit attributable to shareholders of listed companies of RMB1,932,118,240.71, representing a year-on-year increase of 56.18%.

The board (the "**Board**" or "**Board of Directors**") of Directors (the "**Directors**") of Chaozhou Three-Circle (Group) Co., Ltd. (the "**Company**") hereby announces the unaudited consolidated interim results of the Company and its subsidiaries (the "**Group**") for the six months ended June 30, 2026 (the "**Reporting Period**"), together with the unaudited comparative figures for the six months ended June 30, 2025.

The Company originally adopted International Accounting Standards in the preparation of the financial reports and related financial information in the prospectus of the Company dated June 30, 2026 (the "**Prospectus**"). On July 20, 2026, the Company published an announcement announcing the adoption of the Accounting Standards for Business Enterprises of the People's Republic of China (the "**PRC**") in the preparation of its financial reports. The relevant results set out in this announcement are prepared in accordance with the Accounting Standards for Business Enterprises of the PRC.

The unaudited interim results for the Reporting Period have been reviewed by the audit committee of the Board of Directors (the "**Audit Committee**").

I. FINANCIAL DATA PREPARED IN ACCORDANCE WITH THE CHINA ACCOUNTING STANDARDS FOR BUSINESS ENTERPRISES

(I) Consolidated Income Statement

Currency unit: RMB

Item	**Six months ended June 30, 2026 (Unaudited)**	Six months ended June 30, 2025 (Unaudited)
I. Total revenue	**6,423,331,756.20**	4,148,795,081.35
Of which: Revenue	**6,423,331,756.20**	4,148,795,081.35
II. Total operating costs	**4,234,825,670.75**	2,925,025,830.07
Of which: Cost of sales	**3,576,532,877.46**	2,407,379,759.27
Taxes and surcharges	**60,199,391.15**	54,758,369.07
Selling expenses	**44,809,875.71**	41,985,575.31
Administrative expenses	**254,930,420.36**	191,458,983.00
Research and development expenses	**340,265,460.29**	292,636,423.61
Finance costs	**-41,912,354.22**	-63,193,280.19
Of which: Interest expense	**12,698,931.43**	10,090,571.26
Interest income	**98,512,185.01**	89,617,387.81
Add: Other gains	**139,129,622.47**	177,949,112.58
Investment gains (losses are presented with “-”)	**11,347,229.27**	21,967,851.87
Gains on fair value changes (losses are presented with “-”)	**20,929,055.15**	18,708,537.36
Credit impairment losses (losses are presented with “-”)	**-55,945,048.93**	-4,207,592.16
Asset impairment losses (losses are presented with “-”)	**-74,041,634.54**	-12,383,445.82
Gains on disposal of assets (losses are presented with “-”)	**-3,153,112.24**	1,151,802.02
III. Operating profit (losses are presented with “-”)	**2,226,772,196.63**	1,426,955,517.13
Add: Non-operating income	**12,193,867.60**	9,230,404.33
Less: Non-operating expenses	**15,019,889.19**	9,067,876.70

Item	**Six months ended June 30, 2026 (Unaudited)**	Six months ended June 30, 2025 (Unaudited)
IV. Total profit (total losses are presented with "-")	**2,223,946,175.04**	1,427,118,044.76
Less: Income tax expense	**291,950,358.10**	190,033,514.37
V. Net profit (net losses are presented with "-")	**1,931,995,816.94**	1,237,084,530.39
(I) Classified by operating continuity		
Net profit from continuing operations (net losses are presented with "-")	**1,931,995,816.94**	1,237,084,530.39
(II) Classified by ownership attribution		
Net profit attributable to shareholders of the parent company	**1,932,118,240.71**	1,237,137,884.03
Profit or loss attributable to non-controlling interests	**-122,423.77**	-53,353.64
VI. Other comprehensive income, net of tax	**-86,348,710.63**	80,376,316.33
Other comprehensive income attributable to owners of the parent company, net of tax	**-86,348,710.63**	80,376,316.33
(I) Other comprehensive income that will not be reclassified to profit or loss	**—**	—
Changes in fair value of investments in other equity instruments	**—**	—
(II) Other comprehensive income that will be reclassified to profit or loss	**-86,348,710.63**	80,376,316.33
Foreign currency translation differences on financial statements	**-86,348,710.63**	80,376,316.33
VII. Total comprehensive income	**1,845,647,106.31**	1,317,460,846.72
Total comprehensive income attributable to owners of the parent company	**1,845,769,530.08**	1,317,514,200.36
Total comprehensive income attributable to non-controlling interests	**-122,423.77**	-53,353.64
VIII. Earnings per share:		
(I) Basic earnings per share	**1.01**	0.65
(II) Diluted earnings per share	**1.01**	0.65

(II) Consolidated Balance Sheet

Currency unit: RMB

Item	**As at June 30, 2026 (Unaudited)**	As at December 31, 2025 (Audited)
Current assets:		
Cash and cash equivalents	**3,825,541,538.74**	3,057,778,568.16
Financial assets held for trading	**3,256,567,110.27**	3,758,511,639.05
Bills receivables	**802,976,534.04**	754,921,601.58
Trade receivables	**3,027,749,331.69**	2,159,447,994.75
Financing receivables	**357,087,092.38**	345,552,116.73
Prepayments	**141,655,047.30**	75,509,121.21
Other receivables	**17,120,880.49**	18,439,500.88
Inventories	**2,811,047,901.85**	2,391,722,373.47
Other current assets	**469,676,761.29**	519,639,706.89
TOTAL CURRENT ASSETS	**14,709,422,198.05**	13,081,522,622.72
Non-current assets:		
Other equity instrument investments	**3,195,346.84**	3,195,346.84
Investment properties	**57,471,015.62**	59,319,442.57
Fixed assets	**6,088,683,840.05**	6,189,540,649.28
Construction in progress	**848,373,791.65**	400,174,609.89
Right-of-use assets	**24,001,182.55**	20,165,126.80
Intangible assets	**435,737,787.01**	445,401,333.80
Goodwill	**234,565,836.07**	248,711,480.85
Long-term deferred expenses	**11,103,670.34**	10,000,482.15
Deferred tax assets	**181,592,949.86**	163,934,548.52
Other non-current assets	**5,843,933,432.75**	5,884,122,274.14
TOTAL NON-CURRENT ASSETS	**13,728,658,852.74**	13,424,565,294.84
TOTAL ASSETS	**28,438,081,050.79**	26,506,087,917.56

Item	As at June 30, 2026 (Unaudited)	As at December 31, 2025 (Audited)
Current liabilities:		
Short-term borrowings	**739,864,054.00**	539,417,815.81
Bills payable	**1,487,995,694.56**	1,119,188,640.58
Trade payables	**1,264,234,585.74**	808,796,635.42
Contract liabilities	**78,373,368.63**	23,886,202.23
Employee remuneration payable	**241,094,633.41**	395,646,592.65
Tax payables	**228,377,809.17**	213,816,411.40
Other payables	**183,164,272.22**	114,328,150.34
Non-current liabilities maturing within one year	**4,833,198.40**	3,294,613.84
Other current liabilities	**197,219,383.77**	262,114,718.35
TOTAL CURRENT LIABILITIES	**4,425,156,999.90**	3,480,489,780.62
Non-current liabilities:		
Long-term borrowings	**24,900,000.00**	24,925,000.00
Lease liabilities	**21,237,104.72**	18,799,774.62
Deferred income	**1,022,230,409.15**	1,031,970,432.05
Deferred tax liabilities	**295,980,603.20**	286,860,495.81
TOTAL NON-CURRENT LIABILITIES	**1,364,348,117.07**	1,362,555,702.48
TOTAL LIABILITIES	**5,789,505,116.97**	4,843,045,483.10
Owners’ equity:		
Share capital	**1,916,497,371.00**	1,916,497,371.00
Capital reserve	**6,218,241,052.57**	6,218,241,052.57
Less: Treasury shares	**175,440,732.12**	175,440,732.12
Other comprehensive income	**-52,337,465.74**	34,011,244.89
Surplus reserve	**1,131,138,251.24**	1,131,138,251.24
Retained profits	**13,606,316,794.86**	12,534,312,161.10
TOTAL EQUITY ATTRIBUTABLE TO OWNERS OF THE PARENT COMPANY	**22,644,415,271.81**	21,658,759,348.68
Non-controlling interests	**4,160,662.01**	4,283,085.78
TOTAL OWNERS’ EQUITY	**22,648,575,933.82**	21,663,042,434.46
TOTAL LIABILITIES AND OWNERS’ EQUITY	**28,438,081,050.79**	26,506,087,917.56

(III) Notes

1. CORPORATE INFORMATION

Chaozhou Three-Circle (Group) Co., Ltd. was incorporated in the People's Republic of China as a joint stock company with limited liability. In December 2014, the Company was listed on the ChiNext of the Shenzhen Stock Exchange (Stock Code: 300408.SZ). On July 9, 2026, the Company was listed on the Main Board of The Stock Exchange of Hong Kong Limited (the "**Hong Kong Stock Exchange**") (Stock Code: 6951.HK).

The Company and its subsidiaries are principally engaged in the research and development, production and sales of electronic components and their foundational materials.

2. PREPARATION BASIS OF FINANCIAL STATEMENTS

The financial statements of the Company have been prepared based on actual transactions and events, in accordance with the Accounting Standards for Business Enterprises, its application guidelines, interpretations and other relevant provisions promulgated by the Ministry of Finance of the PRC (the "**Accounting Standards for Business Enterprises**" (ASBE)), as well as the relevant disclosure requirements set out in the Compilation Rules for Information Disclosure by Companies Offering Securities to the Public No. 15 — General Provisions on Financial Reports (2023 Revision) issued by the China Securities Regulatory Commission (the "**CSRC**").

The Company has assessed its ability to continue as a going concern for the 12 months from the date of balance sheet, and has not identified any events or circumstances casting significant doubt on the going concern capability. The financial statements are presented on a going concern basis.

In addition, the financial statements comply with the disclosure requirements under the Hong Kong Companies Ordinance (Chapter 622 of the Laws of Hong Kong) and the applicable disclosure provisions of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

3. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES

(1) Statement of Compliance with ASBE

The financial statements prepared by the Company comply with ASBE, which truly and completely reflect the Company's financial position, operating results, cash flows and other relevant information.

(2) Accounting Period

The Company's accounting period is from January 1 to December 31 of the Gregorian calendar.

The current Reporting Period is from January 1, 2026 to June 30, 2026.

(3) Operating Cycle

The Company's operating cycle is 12 months.

(4) Functional Currency

The functional currency of the Company is RMB. The functional currency of the Company's overseas subsidiaries is determined based on the currency of the primary economic environment in which they operate. The financial statements of the Company are presented in RMB.

(5) Criteria for Determining Control and Preparation Method of Consolidated Financial Statements

The scope of consolidation of the Company's consolidated financial statements is determined based on the basis of control, covering the Company and all subsidiaries controlled by the Company. The criteria for the Company to determine control are that the Company has power over the investee, has rights to variable returns from its involvement with the investee, and has the ability to use its power over the investee to affect the amount of its returns.

In preparing the consolidated financial statements, if the accounting policies or accounting periods of subsidiaries differ from those of the Company, necessary adjustments are made to the subsidiaries' financial statements to align with the Company's accounting policies or accounting periods.

The effects of intra-group transactions between the Company and its subsidiaries, and among the subsidiaries, are eliminated upon consolidation. Portions of owners' equity of subsidiaries not attributable to the parent company, as well as portions of net profit or loss, other comprehensive income and total comprehensive income for the current period attributable to non-controlling interests, are separately presented in the consolidated financial statements under the items "non-controlling interests", "profit or loss attributable to non-controlling interests", "other comprehensive income attributable to non-controlling interests" and "total comprehensive income attributable to non-controlling interests", respectively.

For subsidiaries acquired through business combinations under common control, their operating results and cash flows are incorporated into the consolidated financial statements from the beginning of the year in which the combination occurs. In preparing the comparative consolidated financial statements, the relevant items in the financial statements of the prior year are adjusted as if the reporting entity formed after the combination had existed since the point in time when the ultimate controlling party began to exercise control.

For subsidiaries acquired through business combinations not under common control, their operating results and cash flows are incorporated into the consolidated financial statements from the date the Company obtains control. In preparing the consolidated financial statements, the subsidiaries' financial statements are adjusted based on the fair values of the identifiable assets, liabilities and contingent liabilities determined at the acquisition date.

(6) Changes in Significant Accounting Policies and Accounting Estimates during the Reporting Period

On December 5, 2025, the Ministry of Finance issued Interpretation No. 19 of the Accounting Standards for Business Enterprises (Cai Kuai [2025] No. 32), which sets forth, among other things, provisions regarding "Accounting Treatment of Compensatory Assets in Business Combinations Not under Common Control", "Accounting Treatment of Related Capital Reserves Arising from the Disposal of Subsidiaries Previously Acquired through Business Combinations under Common Control", "Derecognition of Financial Liabilities Settled through Electronic Payment Systems", "Assessment of Contractual Cash Flow Characteristics of Financial Assets and Related Disclosures", and "Disclosures for Equity Instruments Designated at Fair Value through Other Comprehensive Income" with effect from January 1, 2026. The Company has applied the Interpretation since its effective date.

On June 4, 2026, the Ministry of Finance issued Interpretation No. 20 of the Accounting Standards for Business Enterprises, which sets forth, among other things, provisions regarding "Assessment of Contractual Cash Flow Characteristics of Financial Assets" and "Accounting Treatment and Related Disclosures in the Absence of Currency Convertibility" with effect from January 1, 2026. The Company has applied the Interpretation since its effective date.

4. NOTES TO ITEMS IN THE CONSOLIDATED FINANCIAL STATEMENTS (THE CURRENCY UNIT IS RMB UNLESS OTHERWISE STATED)

(1) Revenue and Cost of Sales

	Six months ended June 30, 2026 (Unaudited)	Six months ended June 30, 2025 (Unaudited)
Revenue from principal business	**6,313,496,434.55**	4,107,501,662.87
Revenue from other business	**109,835,321.65**	41,293,418.48
Total	**6,423,331,756.20**	4,148,795,081.35

	Six months ended June 30, 2026 (Unaudited)	Six months ended June 30, 2025 (Unaudited)
Cost of principal business	**3,556,061,389.79**	2,399,912,340.48
Cost of other business	**20,471,487.67**	7,467,418.79
Total	**3,576,532,877.46**	2,407,379,759.27

(2) Income Tax Expense

	Six months ended June 30, 2026 (Unaudited)	Six months ended June 30, 2025 (Unaudited)
Current income tax expense	**300,249,252.25**	175,864,530.24
Deferred income tax expense	**-8,298,894.15**	14,168,984.13
Total	**291,950,358.10**	190,033,514.37

(3) Return on Net Assets and Earnings per Share

	Weighted average return on net assets (%) (Unaudited)	**Earnings per share (RMB per Share) (Unaudited)**	
		Basic earnings per share	**Diluted earnings per share**
Net profit attributable to ordinary shareholders of the Company	**8.61**	**1.01**	**1.01**
Net profit attributable to ordinary shareholders of the Company after deducting non-recurring gains and losses	**8.06**	**0.95**	**0.95**

(4) Trade Receivables

	As at June 30, 2026 (Unaudited)	As at December 31, 2025 (Audited)
Balance of trade receivables	**3,188,418,938.71**	2,274,718,516.07
Less: Allowance for bad debts	**160,669,607.02**	115,270,521.32
Net trade receivables	**3,027,749,331.69**	2,159,447,994.75

The aging analysis of trade receivables presented based on invoice dates is as follows:

	As at June 30, 2026 (Unaudited)	As at December 31, 2025 (Audited)
Within 1 year	**3,187,031,551.67**	2,272,311,707.65
1–2 years	**758,405.70**	1,777,827.08
2–3 years	**628,981.34**	628,981.34
Total	**3,188,418,938.71**	2,274,718,516.07

(5) Trade Payables

	As at June 30, 2026 (Unaudited)	As at December 31, 2025 (Audited)
Trade payables	**1,264,234,585.74**	808,796,635.42

The aging analysis of trade payables presented based on invoice dates or dates of transactions is as follows:

	As at June 30, 2026 (Unaudited)	As at December 31, 2025 (Audited)
Within 1 year	**1,207,208,770.15**	708,935,887.73
1–2 years	**20,207,807.42**	75,558,943.85
2–3 years	**34,753,751.14**	21,193,047.17
3-4 years	**919,707.62**	1,923,311.25
4-5 years	**—**	5,923.06
Over 5 years	**1,144,549.41**	1,179,522.36
Total	**1,264,234,585.74**	808,796,635.42

(6) Proposed Interim Dividend Distribution Plan

The Board did not recommend the distribution of an interim dividend for the six months ended June 30, 2026.

(IV) Changes of Consolidation Scope

During the Reporting Period, the following subsidiary was newly included in the scope of consolidation:

Honghe Three Circle Technology Co., Ltd. (紅河三環科技有限公司) was established on March 26, 2026 with the approval of the Market Supervision Administration of Honghe Hani and Yi Autonomous Prefecture, Yunnan Province.

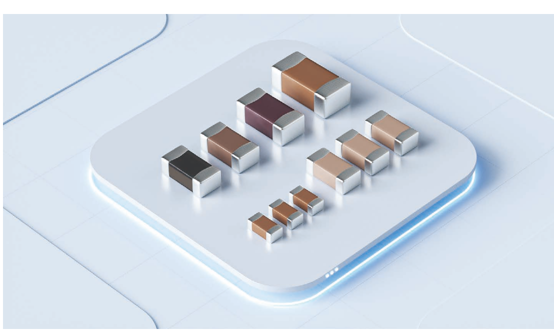
Save as disclosed above, the Company had no other material changes of consolidation scope during the Reporting Period.

II. BUSINESS REVIEW

(I) Principal Operating Results of the Company During the Reporting Period

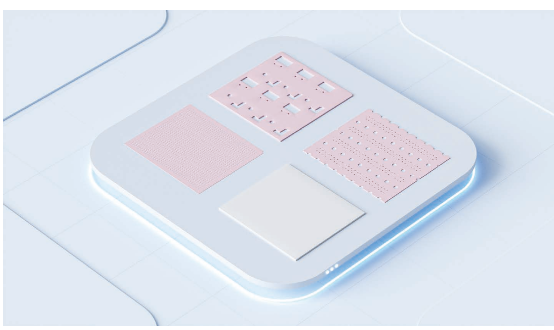
The Company is principally engaged in the research and development ("**R&D**"), production and sales of electronic components and their foundational materials. The Company's products mainly include electronic and ceramic materials, electronic components and telecom components, which are mainly applied in fields such as telecom, data centers, consumer electronics, automotive electronics, semiconductor manufacturing and packaging, new energy and intelligent industrial control. The principal operating results during the Reporting Period are as follows:

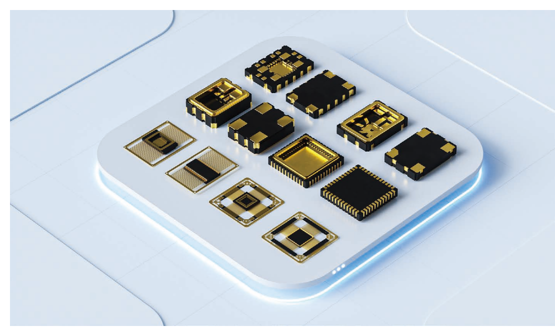
In the first half of 2026, the new round of technological revolution centered on artificial intelligence continued to deepen and penetrate, comprehensively reshaping the industrial development landscape and bringing clear structural development opportunities to high-end manufacturing enterprises. Meanwhile, the global macroeconomic environment faced multiple challenges, continuously affecting the stable operation and structural reconstruction of global industrial chains. Facing an external environment featuring both opportunities and challenges, the Company has always maintained its strategic focus, adhered to a market and customer demand-oriented approach, and continuously strengthened its vertical integration capabilities and intelligent manufacturing standards. Relying on its long-term technical accumulation in the field of electronic components and their foundational materials, the Company coordinated the healthy development of each business segment, building a business layout that balances stability and growth.



During the Reporting Period, benefiting from the growth in demand in the electronic component and optical communication industries, the demand for the Company's core products continued to increase. In particular, the Company's multilayer ceramic chip capacitors ("**MLCCs**") products benefited from increased customer recognition and stronger industry sentiment, and prices of selected specifications restored to their original reasonable values, driving a significant year-on-year increase in sales volume and sales amount.

At the same time, due to the accelerated construction of global data centers, the market demand for optical devices has continued to increase, and the sales of the Company's related optical communication products, such as ferrules and sleeves, have increased year-on-year. During the Reporting Period, the Company recorded revenue of RMB6,423,331,756.20, representing a year-on-year increase of 54.82%; operating profit of RMB2,226,772,196.63, representing a year-on-year increase of 56.05%; and net profit attributable to owners of the parent company of RMB1,932,118,240.71, representing a year-on-year increase of 56.18%.





During the Reporting Period, the Company submitted an application to the Hong Kong Stock Exchange for the issuance of overseas listed shares ("**H Shares**") and listing on the Main Board of the Hong Kong Stock Exchange and succeeded in listing on the Main Board of the Hong Kong Stock Exchange on July 9, 2026 (the "**Listing Date**"). The Company issued a total of 80,221,200 H Shares (after partial exercise of the over-allotment option). The proceeds from this issuance will be invested in new constructions and expansions overseas and automation construction, technology iteration and materials innovation, as well as working capital replenishment. Going forward, the Company will leverage its A+H international capital platform to further drive market expansion, technological R&D, and production capacity deployment, thereby comprehensively enhancing its technological capabilities and global service capabilities.

(II) Outlook on the Company's Future Development

1. Development Strategy

(1) Near-term Development Strategy

Through the continuous implementation of large-scale technological innovation and scale expansion, the Company will grow, strengthen and optimize its existing principal business products, further enhance product competitiveness and consolidate and elevate its market position in competition with domestic and international peers.

The Company will vigorously develop R&D and production of electronic and ceramic materials, electronic components and telecom components, optimize its technological roadmap, improve product quality, and further increase its market share.

(2) Medium-to Long-term Development Strategy

The Company will upgrade its industrial structure, develop and commence mass production of a batch of advanced ceramic materials and products associated with emerging strategic industries such as low-carbon industries, energy-saving industries and green and environmental protection industries, and make them as the Company's pillar products, so as to promote the sustainable and high-quality development of the Company.

The Company will develop new functional ceramic materials and electronic paste products, expand into the new energy sector, develop new end-use application products supported by core technologies, and build an internationally influential "Advanced Materials Expert" technology brand.

2. *Business Plan for 2026*

Based on its forecasts of the markets and industries in which its products are positioned, and taking into account its own development circumstances, the Company has formulated its business plan for 2026, the details of which are as follows:

(1) Comprehensively improve the materials, processes and other aspects related to MLCCs, comprehensively enhance product quality and performance, continue to make breakthroughs in and commence mass production of ultra-high-capacitance large-size products, and deepen cooperation with customers in application areas such as servers and automotive electronics. Meanwhile, the Company will expand its top customer base and distributors to further enhance its industry position.

(2) Accelerate the scaled sales of pan-semiconductor ceramic components, bioceramics and other products, and cultivate more long-term product lines.

(3) For existing products, continue to conduct research and development of new specifications and explore new applications, improve product processing technologies, while enhancing internal management, increasing yield rates and product precision, raising the level of automation, and controlling production costs, so as to consolidate the Company's industry position and further increase its market share.

(4) Keep pace with the development of the AI era and leverage AI large model technologies to further advance the Company's materials technology.

(5) Accelerate the expansion of overseas subsidiaries, leverage their geographical advantages to further develop overseas markets, and attract and recruit high-quality overseas talent.

(6) Accelerate the establishment of research institutes in various locations, leverage local technological and market resources advantages to research new products suitable for the Company's development, attract outstanding talent, improve R&D management, accelerate the implementation of R&D projects, and enhance the Company's intellectual property and technology security management to safeguard the Company's core competitiveness.

(7) Continue to recruit outstanding professional talent, continuously optimize the Company's talent structure, and enable talented individuals to fully leverage their strengths and create personal value on the Company's platform.

(8) Vigorously advance the Company's informatization development, build an internal resource-sharing platform, and facilitate the implementation of more innovative achievements.

(9) Continue to improve the Company's corporate culture development, consistently promote the Company's values and spiritual culture, and encourage all employees to contribute to the Company's high-quality development.

The above business plan does not constitute a performance commitment by the Company to investors.

III. FINANCIAL REVIEW

(I) Year-on-year Changes in Key Financial Data

Currency unit: RMB

Item	**Six months ended June 30, 2026 (Unaudited)**	Six months ended June 30, 2025 (Unaudited)	Percentage Change (%)
Revenue	**6,423,331,756.20**	4,148,795,081.35	54.82
Cost of sales	**3,576,532,877.46**	2,407,379,759.27	48.57
Selling expenses	**44,809,875.71**	41,985,575.31	6.73
Administrative expenses	**254,930,420.36**	191,458,983.00	33.15
Finance costs	**-41,912,354.22**	-63,193,280.19	33.68
Income tax expense	**291,950,358.10**	190,033,514.37	53.63
Research and development expenses	**340,265,460.29**	292,636,423.61	16.28
Net cash flows generated from operating activities	**1,297,319,594.91**	1,127,709,424.84	15.04
Net cash flows generated from investing activities	**319,976,876.71**	1,372,511,442.52	-76.69
Net cash flows generated from financing activities	**-760,149,536.32**	-873,106,919.71	12.94
Net increase in cash and cash equivalents	**795,083,295.58**	1,640,803,632.62	-51.54

Reasons for changes:

1. Explanation of changes in revenue: the revenue of the Company increased by 54.82% year-on-year, mainly due to the sustained enhancement of customer recognition of the Company's MLCCs products and the growth in demand from industries such as optical communications, resulting in a significant year-on-year increase in the Company's revenue.

2. Explanation of changes in cost of sales: the Company's cost of sales increased by 48.57% year-on-year, mainly due to the growth in revenue.

3. Explanation of changes in administrative expenses: the administrative expenses of the Company increased by 33.15% year-on-year, mainly due to the growth in revenue.

4. Explanation of changes in finance costs: the finance costs of the Company increased by 33.68% year-on-year, mainly due to the increase in exchange losses from exchange rate fluctuations during the Reporting Period.

5. Explanation of changes in income tax expense: the Company's income tax expense increased by 53.63% year-on-year, mainly due to the increase in operating profits during the Reporting Period, resulting in the corresponding increase in income tax expense.

6. Explanation of changes in net cash flows generated from investing activities: the net cash flows generated from investing activities of the Company decreased by 76.69% year-on-year, mainly due to the decrease in cash received from the recovery of investments of the Company during the Reporting Period.

7. Explanation of changes in net increase in cash and cash equivalents: the net increase in cash and cash equivalents of the Company decreased by 51.54% year-on-year, mainly due to the decrease in net cash flows generated from investing activities of the Company during the Reporting Period.

(II) Details of Products Accounting for More Than 10%

Currency unit: RMB

Category	Revenue	Cost of sales	Gross profit margin	YoY change in revenue	YoY change in cost of sales	YoY change in gross profit margin
Electronic, telecom components and materials	6,080,743,358.96	3,391,423,484.49	44.23%	54.97%	48.27%	2.52%

IV. USE OF PROCEEDS

1. Use of Proceeds from the H Share Listing

The 71,364,300 H Shares issued by the Company (before the exercise of the over-allotment option) were successfully listed on the Main Board of the Hong Kong Stock Exchange on the Listing Date. In addition, the over-allotment option set out in the Prospectus was partially exercised by the sole overall coordinator (for itself and on behalf of the international underwriters) on August 5, 2026 in respect of a total of 8,856,900 H Shares, which were listed and traded on the Main Board of the Hong Kong Stock Exchange on August 10, 2026. After deducting underwriting commissions, listing expenses and other fees, the net proceeds from the global offering amounted to approximately HK$7,925.3 million, which will be used in accordance with the purposes set out in the Prospectus.

As the H Shares had not yet been listed on the Hong Kong Stock Exchange during the Reporting Period, there were no details of the use of proceeds from the global offering during the Reporting Period. As at the date of this announcement, there has been no change in the intended use of net proceeds disclosed in the "Future Plans and Use of Proceeds" section of the Prospectus.

2. Use of Proceeds from the Issuance of A Shares to Specific Targets in 2021

As approved by the "Reply on Approving the Registration of the Issuance of Shares to Specific Targets by Chaozhou Three-Circle (Group) Co., Ltd." (Zheng Jian Xu Ke [2021] No. 3291) of the China Securities Regulatory Commission, the Company issued 99,591,419 A Shares to specific targets. After deducting issuance expenses, the net proceeds amounted to RMB3,879,811,674.40, which have been deposited into the Company's special account for raised funds on November 25, 2021.

During the Reporting Period, the Company utilized the proceeds in accordance with the "Prospectus for the Issuance of Shares to Specific Targets by Chaozhou Three-Circle (Group) Co., Ltd." and relevant amendment announcements. As of June 30, 2026, the details of the use of proceeds are as follows:

Currency unit: RMB

Project Name	Net proceeds	Amount utilized during the Reporting Period	Cumulative amount utilized as of the end of the Reporting Period	Amount unutilized as of the end of the Reporting Period	Expected timeline for full utilization
Expansion project for high-capacitance MLCCs	3,729,811,674.40	560,338,978.95	1,861,492,236.87	1,868,319,437.53	May 31, 2027 or before
Construction project of Shenzhen Sanhuan R&D base	150,000,000.00	—	145,674,382.47	N/A	N/A

On July 22, 2024, the Company convened the sixth meeting of the 11th session of the Board of Directors and the fifth meeting of the 11th session of the Board of Supervisors, at which the "Proposal on the Settlement of Partial Projects Invested by Proceeds and Permanent Replenishment of Working Capital from the Remaining Proceeds" was considered and approved, pursuant to which the "Construction project of Shenzhen Sanhuan R&D base" was settled and the remaining proceeds were permanently used to replenish working capital.

For details of the utilization of the proceeds, please refer to the "Overseas Regulatory Announcement — Special Report on the Deposit, Management and Use of Proceeds Raised for the First Half of 2026" of the Company dated August 27, 2026.

V. INTERIM DIVIDEND

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

VI. COMPLIANCE WITH THE CORPORATE GOVERNANCE CODE

As the H Shares had not yet been listed on the Hong Kong Stock Exchange during the Reporting Period, the Corporate Governance Code (the "**CG Code**") as set out in Appendix C1 to the Rules Governing the Listing of Securities on the Hong Kong Stock Exchange (the "**Hong Kong Listing Rules**") was not applicable to the Company during the Reporting Period, but has been applicable to the Company since the Listing Date.

The Company has adopted the CG Code as its own corporate governance code. From the Listing Date up to the date of this announcement, the Company has complied with all applicable code provisions of the CG Code.

VII. COMPLIANCE WITH THE MODEL CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS

As the H Shares had not yet been listed on the Hong Kong Stock Exchange during the Reporting Period, the Model Code for Securities Transactions by Directors of Listed Issuers (the "**Model Code**") as set out in Appendix C3 to the Hong Kong Listing Rules was not applicable to the Company during the Reporting Period, but has been applicable to the Company since the Listing Date.

The Company has adopted the Model Code as its own code of conduct regarding Directors' securities transactions. Specific enquiries have been made with the Directors, and all Directors have confirmed that they have complied with the Model Code from the Listing Date up to the date of this announcement.

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

On April 10, 2025, the Company convened the 10th meeting of the 11th session of the Board of Directors, at which the "Proposal on the Plan for Repurchasing Shares of the Company" was considered and approved, authorizing the Company to utilize not less than RMB150 million and not more than RMB200 million of internal or self-raised funds to repurchase part of the Company's A Shares through centralized bidding for future use under share incentive schemes or employee stock ownership plans at appropriate times.

As of April 10, 2026, the implementation of this share repurchase plan was completed. The Company has cumulatively repurchased 5,133,800 A Shares through the dedicated securities account for repurchases via centralized bidding. The highest transaction price was RMB35.70 per share, and the lowest transaction price was RMB32.05 per share, with a total transaction amount of RMB175,423,107.80 (excluding transaction fees). This repurchase was carried out in compliance with the Company's share repurchase plan and relevant laws and regulations.

As of June 30, 2026, 5,133,800 A Shares were held by the Company as treasury shares, which did not carry any shareholders' rights, including but not limited to voting rights at the shareholders' meeting and rights to receive dividends.

Save as disclosed above, the Group has not purchased, redeemed or sold any of the Company's listed securities (including treasury shares) during the Reporting Period.

IX. AUDIT COMMITTEE

The Audit Committee has reviewed with the management the accounting principles and practices adopted by the Company and discussed financial reporting matters, including the review of the unaudited condensed consolidated interim financial information of the Group for the six months ended June 30, 2026, and discussed internal audit and control and risk management matters with the internal audit department, without any objection.

X. MATERIAL EVENTS AFTER THE REPORTING PERIOD

1. Issuance of H Shares and Listing on the Hong Kong Stock Exchange

Upon approval by the Hong Kong Stock Exchange, 71,364,300 H Shares issued by the Company (before the exercise of the over-allotment option) were listed and traded on the Main Board of the Hong Kong Stock Exchange on the Listing Date.

The sole overall coordinator (for itself and on behalf of the international underwriters) partially exercised the over-allotment option set out in the Prospectus on August 5, 2026 in respect of a total of 8,856,900 H Shares (the "**Over-allotment Shares**"), representing approximately 12.41% of the total number of Offer Shares available for subscription under the Global Offering (before the exercise of any over-allotment option). Such Over-allotment Shares were listed and traded on the Main Board of the Hong Kong Stock Exchange on August 10, 2026.

2. Amendment to the Articles of Association

On July 15, 2026, the Company convened the 21st meeting of the 11th session of the Board of Directors, at which the "Proposal on Amendments to the Articles of Association" was considered and approved. The number of members of the Board of Directors was adjusted to 8 Directors, including 4 non-independent Directors, 3 independent Directors and 1 employee representative Director. The proposal has been considered and approved at the Company's first extraordinary general meeting for 2026 held on August 5, 2026.

3. Repurchase of the Company's A Shares

a. On July 20, 2026, the Company convened the 22nd meeting of the 11th session of the Board of Directors, at which the "Proposal on the Plan for Repurchasing Shares of the Company" was considered and approved. It was proposed to utilize not less than RMB450 million and not more than RMB900 million of internal or self-raised funds to repurchase part of the Company's A Shares through centralized bidding, for the purposes of equity incentive plans or employee stock ownership plans, as well as safeguarding the Company's value and shareholders' rights and interests.

As of July 30, 2026, the implementation of this share repurchase plan was completed. The Company has cumulatively repurchased 8,547,300 A Shares through the dedicated securities account for repurchases via centralized bidding. The highest transaction price was RMB110.50 per share, and the lowest transaction price was RMB99.10 per share, with a total transaction amount of RMB894,661,561.03 (excluding transaction fees).

b. On July 30, 2026, the Company convened the 23rd meeting of the 11th session of the Board of Directors, at which the "Proposal on the Plan for Repurchasing Shares of the Company" was considered and approved. It was proposed to utilize not less than RMB500 million and not more than RMB1 billion of internal or self-raised funds to repurchase part of the Company's A Shares through centralized bidding, for the purposes of equity incentive plans or employee stock ownership plans, as well as safeguarding the Company's value and shareholders' rights and interests. As of the date of this announcement, such repurchase is in progress.

4. Uniform Accounting Standards

On July 20, 2026, the Company convened the 22nd meeting of the 11th session of the Board of Directors, at which the "Proposal on the Uniform Adoption of the China Accounting Standards for Business Enterprises for the Preparation of Financial Reports" was considered and approved. The Company uniformly adopted the China Accounting Standards for Business Enterprises to prepare its financial statements and disclose relevant financial information, beginning with the 2026 interim financial report.

5. Re-election of the Board of Directors

Given that the term of the 11th session of the Board of Directors has expired, the Company has conducted the re-election of the Board of Directors in accordance with the relevant provisions of laws and regulations and the Articles of Association. Upon the consideration and approval at the first extraordinary general meeting for 2026 and the employee representative congress held on August 5, 2026, the composition of the 12th session of the Board of Directors is as follows:

(i) Executive Directors: Mr. Li Gang, Mr. Ma Yanhong and Mr. Qiu Jihua;

(ii) Non-executive Directors: Mr. Zhang Wanzhen and Mr. Chen Guixu (employee representative Director);

(iii) Independent non-executive Directors: Mr. Jiang Lijun, Mr. Su Yanqi and Ms. Wong Sze Wing.

6. Election of the Chairman and Vice Chairman of the Board of Directors and Appointment of Senior Management

On August 5, 2026, the Company convened the first meeting of the 12th session of the Board of Directors. Upon the consideration and approval by the Board:

(1) Mr. Li Gang was elected as the chairman of the 12th session of the Board of Directors and Mr. Ma Yanhong was elected as the vice chairman of the 12th session of the Board of Directors, with their terms commencing from the date of approval of the Board resolution until the expiry of the 12th session of the Board of Directors.

(2) Mr. Ma Yanhong was appointed as the general manager of the Company; Mr. Qiu Jihua, Mr. Liu Jiepeng, Mr. Zheng Kecheng, Mr. Liang Jun, Mr. Liu Dexin, Mr. Liu Yan and Mr. Feng Xiaopeng were appointed as the deputy general managers of the Company; Ms. Wang Hongyu was appointed as the finance director of the Company; and Ms. Wu Xiaochun was appointed as the secretary of the Board of Directors of the Company. The terms of the above senior management commenced from the date of approval of the Board resolution until the expiry of the 12th session of the Board of Directors.

7. Changes in the Composition of the Committees under the Board of Directors

Upon the election and approval by the Directors at the first meeting of the 12th session of the Board of Directors held by the Company on August 5, 2026, the composition of the committees under the 12th session of the Board of Directors is as follows:

Strategy Committee: Mr. Li Gang (Chairman), Mr. Zhang Wanzhen and Mr. Jiang Lijun

Nomination Committee: Mr. Jiang Lijun (Chairman), Mr. Zhang Wanzhen and Ms. Wong Sze Wing

Remuneration and Appraisal Committee: Ms. Wong Sze Wing (Chairlady), Mr. Zhang Wanzhen and Mr. Su Yanqi

Audit Committee: Mr. Su Yanqi (Chairman), Mr. Zhang Wanzhen and Ms. Wong Sze Wing

XI. PUBLICATION OF THE 2026 INTERIM RESULTS AND H SHARE INTERIM REPORT

This 2026 interim results announcement is published on the HKEXnews website of the Hong Kong Stock Exchange (www.hkexnews.hk) and the Company's website (www.cctc.cc).

The 2026 interim report of the Company containing all the information required under the Hong Kong Listing Rules will be published on the HKEXnews website of the Hong Kong Stock Exchange and the Company's website in due course.

By order of the Board
Chaozhou Three-Circle (Group) Co., Ltd.
潮州三環（集團）股份有限公司
Mr. Li Gang
Chairman and Executive Director

Hong Kong, August 27, 2026

As at the date of this announcement, the Board comprises: (i) Mr. Zhang Wanzhen and Mr. Chen Guixu as non-executive Directors; (ii) Mr. Li Gang, Mr. Ma Yanhong and Mr. Qiu Jihua as executive Directors; and (iii) Mr. Jiang Lijun, Mr. Su Yanqi and Ms. Wong Sze Wing as independent non-executive Directors.