Solargiga Energy Holdings Limited
陽光能源控股有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 757)

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

INTERIM RESULTS

The directors (the "**Directors**") of Solargiga Energy Holdings Limited (the "**Company**") announce the unaudited consolidated interim financial results of the Company and its subsidiaries (collectively, the "**Group**") for the six months ended 30 June 2026 (the "**Period**" or "**reporting period**"), together with the comparative figures for the corresponding period in 2025. The interim condensed consolidated financial statements of the Group have been reviewed by the Company's external auditors, Ernst & Young, in accordance with Hong Kong Standard on Review Engagements 2410 Review of Interim Financial Information Performed by the Independent Auditor of the Entity as issued by the Hong Kong Institute of Certified Public Accountants, and by the Company's audit committee.

INTERIM CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS

for the six months ended 30 June 2026 – unaudited

		Six months ended 30 June	
		2026	2025
	Notes	***RMB'000***	*RMB'000*
		(Unaudited)	(Unaudited)
Revenue	*3*	**1,165,601**	1,022,337
Cost of sales		**(1,120,804)**	(1,031,144)
Gross profit/(loss)		**44,797**	(8,807)
Other income and gains, net	*4*	**30,885**	41,438
Selling and distribution expenses, net		**(7,984)**	12,272
Administrative expenses		**(75,822)**	(81,930)
Impairment losses on financial and contract assets		**(22,366)**	(39,815)
Impairment losses of property, plant and equipment		**–**	(8,966)
Other expenses	*5*	**(7,443)**	–
Finance costs		**(20,629)**	(22,308)

	Notes	Six months ended 30 June 2026 RMB'000 (Unaudited)	2025 RMB'000 (Unaudited)
Loss before tax	*6*	**(58,562)**	(108,116)
Income tax credit/(expense)	*7*	**709**	(1,566)
Loss for the period		**(57,853)**	(109,682)
Attributable to:			
Owners of the parent		**(55,951)**	(109,117)
Non-controlling interests		**(1,902)**	(565)
Loss for the period		**(57,853)**	(109,682)
Basic and diluted loss per share attributable to ordinary equity holders of the parent (RMB cents)	*8*	**(1.68)**	(3.28)

INTERIM CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

for the six months ended 30 June 2026 – unaudited

	Six months ended 30 June 2026 RMB'000 (Unaudited)	2025 RMB'000 (Unaudited)
Loss for the period	**(57,853)**	(109,682)
Other comprehensive income/(loss) that may be reclassified to profit or loss in subsequent periods:		
– Exchange differences on translation of foreign operations	**2,386**	(3,275)
Other comprehensive income/(loss) that will not be reclassified to profit or loss in subsequent periods:		
– Exchange differences on translation of foreign operations	**560**	(1,468)
– Changes in fair value of equity investments designated at fair value through other comprehensive income/(loss)	**140**	(71)
	700	(1,539)
Total comprehensive loss for the period, after tax	**(54,767)**	(114,496)
Attributable to:		
Owners of the parent	**(52,865)**	(113,931)
Non-controlling interests	**(1,902)**	(565)
Total comprehensive loss for the period	**(54,767)**	(114,496)

INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
at 30 June 2026

	Notes	At 30 June 2026 RMB'000 (Unaudited)	At 31 December 2025 RMB'000 (Audited)
Non-current assets			
Property, plant and equipment	*9*	**533,809**	548,767
Long term prepayments and other assets		**44,004**	41,965
Right-of-use assets		**117,053**	119,584
Equity investments designated at fair value through other comprehensive income		**767**	627
Deferred tax assets		**3,908**	3,682
Total non-current assets		**699,541**	714,625
Current assets			
Inventories		**331,345**	328,124
Trade and bills receivables, and contract assets	*10*	**1,081,674**	1,062,383
Prepayments, other receivables and other assets	*11*	**276,277**	360,901
Current tax recoverable		**3**	99
Pledged deposits		**424,912**	501,486
Cash and cash equivalents		**163,087**	240,691
Total current assets		**2,277,298**	2,493,684
Current liabilities			
Interest-bearing bank and other borrowings		**922,855**	964,232
Trade and bills payables	*12*	**1,049,455**	1,155,889
Other payables and accruals	*13*	**158,249**	175,045
Contract liabilities		**8,182**	5,911
Current tax payable		**36,580**	37,095
Warranty provision	*14*	**7,639**	5,672
Current portion of lease liabilities		**9,090**	8,159
Total current liabilities		**2,192,050**	2,352,003
Net current assets		**85,248**	141,681
Total assets less current liabilities		**784,789**	856,306

INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

at 30 June 2026 (continued)

	Notes	At 30 June 2026 RMB'000 (Unaudited)	At 31 December 2025 RMB'000 (Audited)
Non-current liabilities			
Interest-bearing bank and other borrowings		**5,959**	1,163
Deferred tax liabilities		**2,224**	2,306
Deferred income		**61,799**	65,853
Lease liabilities		**38,480**	39,957
Warranty provision	*14*	**55,461**	71,394
Total non-current liabilities		**163,923**	180,673
Net assets		**620,866**	675,633
Equity			
Equity attributable to owners of the parent			
Share capital		**285,924**	285,924
Reserves		**319,295**	372,160
		605,219	658,084
Non-controlling interests		**15,647**	17,549
Total equity		**620,866**	675,633

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

for the six months ended 30 June 2026 – unaudited

	Six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
	(Unaudited)	(Unaudited)
Cash (used in)/ generated from operations	**(8,002)**	57,476
Tax paid	**(18)**	(71)
Net cash flows (used in)/generated from operating activities	**(8,020)**	57,405
Net cash flows used in investing activities	**(6,020)**	(44,973)
Net cash flows used in financing activities	**(62,460)**	(159,602)
Net decrease in cash and cash equivalents	**(76,500)**	(147,170)
Effect of exchange rate changes	**(1,104)**	720
Cash and cash equivalents at 1 January	**240,691**	270,699
Cash and cash equivalents at 30 June	**163,087**	124,249

NOTES TO THE UNAUDITED INTERIM FINANCIAL INFORMATION

1. BASIS OF PREPARATION

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

Basis of presentation

For the period ended 30 June 2026, the Group recorded a net loss of approximately RMB58 million. As at 30 June 2026, the Group had cash and cash equivalents of approximately RMB163 million. As at the same date, the Group had outstanding interest-bearing bank and other borrowings of approximately RMB929 million, among which approximately RMB923 million are due for repayment within 12 months and the remaining amount of approximately RMB6 million are repayable beyond one year from the end of the reporting period.

In preparing the interim condensed consolidated financial information, the directors of the Company have given careful consideration to the Group's future liquidity requirements, operating performance and available sources of financing in assessing the Group's ability to continue operating as a going concern and the directors of the Company are of the view that the Group will have sufficient working capital to finance its operations in the next twelve months from 30 June 2026, after taking into consideration of the following:

(i) the existing banking facilities available to the Group as at 30 June 2026 and on the assumption that such facilities will continue to be available and be renewed upon expiry from the Group's principal bankers; and

(ii) the estimated cash flows of the Group for the next twelve months from the end of the reporting period, with the consideration of the upcoming business operation plans and the improvement of gross profit margin of photovoltaic modules.

2. CHANGES IN ACCOUNTING POLICIES AND DISCLOSURES

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

Amendments to IFRS 9/HKFRS 9 and IFRS 7/HKFRS 7	*Amendments to the Classification and Measurement of Financial instruments*
Amendments to IFRS 9/HKFRS 9 and IFRS 7/HKFRS 7	*Contracts Referencing Nature-dependent Electricity*
Annual Improvements to IFRS/HKFRS *Accounting standards – Volume 11*	Amendments to IFRS 1/HKFRS 1, IFRS 7/HKFRS 7, IFRS 9/HKFRS 9, IFRS 10/HKFRS 10 and IAS 7/HKAS 7

These amendments that are effective for the first time for the current period of the Group did not have any impact on the financial position or performance of the Group that has been prepared or presented in this interim condensed consolidated financial information.

3. OPERATING SEGMENT INFORMATION

In a manner consistent with the way in which information is reported internally to the executive directors of the Company, being the chief operating decision maker (the "**CODM**"), for the purposes of resource allocation and performance assessment, the Group has identified three reportable segments:

(a) the manufacture and trading of photovoltaic modules and provision of related processing services ("**Segment A**");

(b) the construction and operation of photovoltaic power plants ("**Segment B**"); and

(c) the manufacture and trading of semiconductors, the trading of monocrystalline silicon solar cells and others ("**Segment C**").

No operating segments have been aggregated to form these reportable segments. Revenue, costs and expenses are allocated to those reportable segments with reference to sales generated by those segments and the costs and expenses incurred by those segments.

(a) Segment results, assets and liabilities

For the purpose of assessing segment performance and allocating resources between segments, the Group's CODM monitors the results, assets and liabilities attributable to each reportable segment on the basis as they are presented in the Group's financial statements. Information regarding the Group's reportable segments as provided to the Group's CODM for the period is set out below:

	Six months ended 30 June							
	Segment A		Segment B		Segment C		Total	
	2026	2025	**2026**	2025	**2026**	2025	**2026**	2025
	RMB'000	*RMB'000*	***RMB'000***	*RMB'000*	***RMB'000***	*RMB'000*	***RMB'000***	*RMB'000*
	(Unaudited)	(Unaudited)	**(Unaudited)**	(Unaudited)	**(Unaudited)**	(Unaudited)	**(Unaudited)**	(Unaudited)
Sales to external customers	**1,071,618**	978,957	**18,086**	22,756	**75,897**	20,624	**1,165,601**	1,022,337
Intersegment revenue	**1,227,929**	1,216,644	**14,628**	49,197	**7,761**	64,294	**1,250,318**	1,330,135
Reportable segment revenue	**2,299,547**	2,195,601	**32,714**	71,953	**83,658**	84,918	**2,415,919**	2,352,472
Reportable segment loss	**(50,578)**	(90,128)	**(6,707)**	(6,986)	**(568)**	(12,568)	**(57,853)**	(109,682)

	Segment A		Segment B		Segment C		Total	
	At	At	**At**	At	**At**	At	**At**	At
	30 June	31 December	**30 June**	31 December	**30 June**	31 December	**30 June**	31 December
	2026	2025	**2026**	2025	**2026**	2025	**2026**	2025
	RMB'000	*RMB'000*	***RMB'000***	*RMB'000*	***RMB'000***	*RMB'000*	***RMB'000***	*RMB'000*
	(Unaudited)	(Audited)	**(Unaudited)**	(Audited)	**(Unaudited)**	(Audited)	**(Unaudited)**	(Audited)
Reportable segment assets	**1,824,318**	1,626,401	**313,292**	319,823	**839,229**	1,262,085	**2,976,839**	3,208,309
Reportable segment liabilities	**1,730,040**	1,709,428	**219,680**	212,831	**406,253**	610,417	**2,355,973**	2,532,676

Other segment information:

	Six months ended 30 June							
	Segment A		Segment B		Segment C		Total	
	2026	2025	**2026**	2025	**2026**	2025	**2026**	2025
	RMB'000	*RMB'000*	***RMB'000***	*RMB'000*	***RMB'000***	*RMB'000*	***RMB'000***	*RMB'000*
	(Unaudited)	(Unaudited)	**(Unaudited)**	(Unaudited)	**(Unaudited)**	(Unaudited)	**(Unaudited)**	(Unaudited)
Interest income from bank deposits	**1,553**	3,341	**23**	834	**662**	696	**2,238**	4,871
Finance costs	**(11,606)**	(13,058)	**(3,644)**	(3,379)	**(5,379)**	(5,871)	**(20,629)**	(22,308)
Depreciation and amortisation	**(41,212)**	(52,744)	**(5,896)**	(4,518)	**(4,263)**	(4,953)	**(51,371)**	(62,215)
Impairment losses on financial and contract assets	**(17,133)**	(38,277)	**(4,862)**	(1,398)	**(371)**	(140)	**(22,366)**	(39,815)
(Write-down)/reversal of write-down of inventories	**(1,043)**	(1,743)	**–**	7	**(2,631)**	412	**(3,674)**	(1,324)
Capital expenditure	**17,621**	25,556	**11,979**	31,524	**2,039**	1,179	**31,639**	58,259

(b) For the six months ended 30 June 2026, revenue from each of the major customers, including a group of entities which are known to be under common control with one of these customers, which individually amounted to 10% or more of the Group's total revenue, is set out below:

	Six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
	(Unaudited)	(Unaudited)
Customer A		
− From segment A	**402,936**	410,924
Customer B		
− From segment A	**169,135**	146,439
Customer C*		
− From segment A and C	**375,804**	N/A

* During the period, the Group provided processing services for photovoltaic modules to certain subsidiaries of a listed entity, which expanded the smart systems technology business sector in late 2025. For the six months ended 30 June 2025, revenue from the Customer C did not amount to 10% or more of the Group's total revenue.

(c) Geographic information

The following table sets out information about the Group's revenue from external customers by geographical location. The geographical location of a customer is based on the locations of the customers.

	Six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
	(Unaudited)	(Unaudited)
Mainland China	**993,519**	873,310
Export sales		
− Japan	**111,870**	135,777
− Asia (excluding Japan)	**59,366**	12,168
− Others	**846**	1,082
Sub-total	**172,082**	149,027
Total	**1,165,601**	1,022,337

4. OTHER INCOME AND GAINS, NET

	Six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
	(Unaudited)	(Unaudited)
Other income		
Government grants	**19,194**	21,746
Interest income from bank deposits	**2,238**	4,871
	21,432	26,617
Other gains, net		
Foreign exchange gains	**359**	10,750
Gain/(loss) on disposal of property, plant and equipment	**2,220**	(334)
Gain from sales of other materials	**1,312**	1,079
Loss on disposal of an associate	**–**	(102)
Gain on disposal of a subsidiary	**–**	88
Others	**5,562**	3,340
	9,453	14,821
Total	**30,885**	41,438

5. OTHER EXPENSES

	Six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
	(Unaudited)	(Unaudited)
Foreign exchange losses	**7,443**	–

6. LOSS BEFORE TAX

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

	Six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
	(Unaudited)	(Unaudited)
Salaries, wages and other benefits	**77,855**	88,273
Depreciation of right-of-use assets	**6,234**	6,647
Depreciation of property, plant and equipment	**45,137**	55,568
Write-down of inventories	**3,674**	1,324
Research and development costs	**5,077**	8,042
Reversal of provision for warranty*	**(7,516)**	(36,009)
Impairment losses on financial and contract assets	**22,366**	39,815
Impairment losses of property, plant and equipment	**–**	8,966
(Gain)/loss on disposal of property, plant and equipment	**(2,220)**	334
Loss on disposal of an associate	**–**	102
Gain on disposal of a subsidiary	**–**	(88)
Cost of inventories sold**	**939,826**	978,034
Cost of services rendered**	**180,978**	53,110

* Reversal of provision for warranty is included in selling and distribution expenses.

** Cost of inventories sold and cost of services rendered include, in aggregate, RMB82,690,000 and RMB110,906,000 for the six months ended 30 June 2026 and 2025, respectively, relating to staff costs and depreciation.

7. INCOME TAX (CREDIT)/EXPENSE

	Six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
	(Unaudited)	(Unaudited)
Current tax – the People's Republic of China (the "PRC")		
Provision for the period	**545**	108
Provision adjustment in respect of prior years	**(946)**	221
	(401)	329
Deferred tax	**(308)**	1,237
Income tax (credit)/expense	**(709)**	1,566

8. BASIC AND DILUTED LOSS PER SHARE ATTRIBUTABLE TO ORDINARY EQUITY HOLDERS OF THE PARENT

(a) Basic loss per share

The calculation of basic loss per share is based on the loss attributable to ordinary equity holders of the parent of RMB55,951,000 (six months ended 30 June 2025: loss of RMB109,117,000) and the weighted average of 3,323,771,133 ordinary shares of the Company outstanding during the period (six months ended 30 June 2025: 3,323,771,133).

(b) Diluted loss per share

The Company had no dilutive potential ordinary shares outstanding for the periods ended 30 June 2026 and 2025.

9. PROPERTY, PLANT AND EQUIPMENT

During the six months ended 30 June 2026, the Group acquired property, plant and equipment at a total cost of RMB31,639,000 (six months ended 30 June 2025: RMB58,259,000).

During the six months ended 30 June 2026, no impairment loss (30 June 2025: RMB8,966,000) was recognised for certain property, plant and equipment.

10. TRADE AND BILLS RECEIVABLES, AND CONTRACT ASSETS

	As at 30 June 2026 *RMB'000* **(Unaudited)**	As at 31 December 2025 *RMB'000* (Audited)
Trade receivables	**1,088,811**	1,002,498
Bills receivable	**50,946**	81,267
Impairment	**(132,085)**	(105,310)
Sub-total	**1,007,672**	978,455
Contract assets	**81,110**	95,335
Impairment	**(7,108)**	(11,407)
Sub-total	**74,002**	83,928
Total	**1,081,674**	1,062,383

The carrying amounts of bills receivable as at the end of the reporting period are as follows:

	Financial assets at fair value through other comprehensive income *RMB'000*	**Financial assets at amortised cost** *RMB'000*	**Total** *RMB'000*
As at 30 June 2026	6,054	44,892	50,946
As at 31 December 2025	20,129	61,138	81,267

(a) Trade and bills receivables

The Group normally grants a credit period of 30 to 90 days to its customers. However, regarding domestic photovoltaic module sales, some customers are granted longer credit periods of over 180 days depending on the construction period of photovoltaic power plants.

The ageing analysis of trade receivables (net of allowance for doubtful debts) at the end of the reporting period based on the invoice date is as follows:

	As at 30 June 2026 ***RMB'000*** **(Unaudited)**	As at 31 December 2025 *RMB'000* (Audited)
Within 1 year	**814,282**	758,994
1 to 2 years	**99,395**	55,583
2 to 3 years	**11,299**	45,523
Over 3 years	**31,750**	37,088
Total	**956,726**	897,188

The ageing of bills receivable at the end of the reporting period is mainly within 6 months.

As at 30 June 2026, borrowings amounting to RMB414,000 (31 December 2025: RMB21,163,000) were secured by certain of the Group's bills receivable with a carrying amount of RMB414,000 (31 December 2025: RMB1,880,000).

(b) Contract assets

	As at 30 June 2026 ***RMB'000*** **(Unaudited)**	As at 31 December 2025 *RMB'000* (Audited)
Contract assets arising from:		
Sale of industrial products	**66,307**	81,831
Construction services	**14,803**	13,504
	81,110	95,335
Impairment	**(7,108)**	(11,407)
Total	**74,002**	83,928

(c) Impairment

As at 30 June 2026 and 31 December 2025, bills receivable were all bank acceptance bills and commercial acceptance bills with a maturity of one to twelve months, and management considered the probability of default as minimal.

During the six months ended 30 June 2026, the Group's net impairment losses on trade receivables and contract assets amounted to approximately RMB22 million. Since early 2025, there were disputes between the Group and several of its customers who refused to comply with the terms of the sales contracts with the Group, and the Group has filed lawsuits against these customers. Accordingly, the Group individually assessed the expected loss rates for receivables due from these customers and provided impairment losses amounting to approximately RMB68 million, the aggregate gross receivables due from these customers were approximately RMB144 million.

During the six months ended 30 June 2025, the Group's net impairment losses on trade receivables and contract assets amounted to approximately RMB40 million.

11. PREPAYMENTS, OTHER RECEIVABLES AND OTHER ASSETS

	As at 30 June 2026 *RMB'000* **(Unaudited)**	As at 31 December 2025 *RMB'000* (Audited)
Prepayments for raw materials	**170,780**	228,682
Deductible value-added tax	**56,489**	80,034
Other receivables	**55,696**	58,983
	282,965	367,699
Impairment	**(6,688)**	(6,798)
Total	**276,277**	360,901

12. TRADE AND BILLS PAYABLES

	As at 30 June 2026 *RMB'000* **(Unaudited)**	As at 31 December 2025 *RMB'000* (Audited)
Trade payables	**565,786**	552,231
Bills payable	**483,669**	603,658
Total	**1,049,455**	1,155,889

(a) The ageing analysis of trade and bills payables at the end of the reporting period based on the invoice date is as follows:

	As at 30 June 2026 *RMB'000* **(Unaudited)**	As at 31 December 2025 *RMB'000* (Audited)
Within 1 month	**306,768**	248,318
1 to 3 months	**334,562**	237,158
4 to 6 months	**340,436**	612,658
7 to 12 months	**47,537**	31,627
Over 1 year	**20,152**	26,128
Total	**1,049,455**	1,155,889

(b) As at 30 June 2026, the Group's bills payables of RMB483,669,000 (31 December 2025: RMB603,658,000) were secured by the Group's pledged deposits of RMB417,930,000 (31 December 2025: RMB489,062,000).

13. OTHER PAYABLES AND ACCRUALS

	As at 30 June 2026 *RMB'000* **(Unaudited)**	As at 31 December 2025 *RMB'000* (Audited)
Payables for acquisition of property, plant and equipment	**82,344**	70,369
Payables for other taxes	**2,992**	3,410
Payables for freight charges	**7,075**	18,954
Payables for staff-related cost	**9,202**	22,336
Dividends payable	**6,159**	6,173
Other payables and accruals	**50,477**	53,803
Total	**158,249**	175,045

14. WARRANTY PROVISION

The Group's photovoltaic modules are typically sold with a 10-year or 12-year warranty for defects in materials and workmanship, and a 10-year or 25-year minimum power output warranty against declines of initial power generation capacity of more than 10% and 20%, respectively from the date of acceptance. The Group has the obligation to repair or replace solar modules, under the terms of the warranty policy. The Group maintains warranty reserves to cover potential liabilities that could arise under these warranties.

The Group has adopted the equivalent of 0.625% of photovoltaic modules' revenues to estimate the warranty obligation, which is consistent with the practice of the photovoltaic industry. Based on the historical experience and best estimation, the Group believes that the average selling price of photovoltaic modules over the past two years would reflect the estimated warranty cost liability. The Group reversed the warranty provision of RMB7,516,000 for the six months ended 30 June 2026 (six months ended 30 June 2025: RMB36,009,000).

MANAGEMENT DISCUSSION AND ANALYSIS

Operation Review

Operations Summary and Positioning

In the first half of 2026, the global photovoltaic industry continued to operate in a landscape where "long-term demand expansion" and "deep supply adjustments" coexisted. On the demand side, the global electrification process, the growth of electricity consumption by artificial intelligence and data centers, and the demand for energy storage provided support for the medium-to-long-term development of the photovoltaic industry. On the supply side, periodic supply-demand imbalances, continuous product price declines, and the phase-out of outdated capacity of photovoltaic modules continued to pose challenges to the profitability and operational management of enterprises in the photovoltaic industry. Meanwhile, changes in the international trade environment accelerated the localization of production capacity and the layout of overseas supply chains.

Against this backdrop, the competitive focus of the photovoltaic industry shifted from providing products to offering comprehensive capabilities covering product manufacturing and energy services, creating development opportunities for enterprises with cost, customer, and technological advantages.

Relying on more than 20 years of experience in the manufacturing of its proprietary core photovoltaic products, the Group is gradually evolving from a professional photovoltaic module manufacturer into a comprehensive service provider of photovoltaic and overall new energy solutions. While maintaining its core module businesses, the Group actively extends into areas such as photovoltaic systems, integrated energy services, and new semiconductor materials, gradually forming a business landscape of "core manufacturing + full-chain solutions": guaranteeing product quality and delivery with its own core manufacturing capabilities, and enhancing customer stickiness and single-project value with overall solution capabilities. The Group's major customers of photovoltaic modules include large domestic state-owned enterprises in the PRC, multinational corporations, and other photovoltaic end-user customers.

Subsidiaries of the Group have obtained more than 400 national patents, third prize of National Business Science and Technology Progress Award, first prize for China's Industry-Academic Cooperation Innovation Achievement and more than 40 provincial and municipal science and technology first prizes, second prizes, and achievement awards. The awards are: National High-tech Enterprise, National Green Factory, National Intelligent Photovoltaic Pilot Demonstration Enterprise, National Photovoltaic Manufacturing Industry Specified Conditions Admission Regulated Enterprise, National Intellectual Property Advantage Enterprise, National Specialized and New "Little Giant" Enterprise, National 5G Factory, Machinery Industry Science and Technology Progress Award, Provincial Specialized and New Small and Medium-sized Enterprise, Provincial Advanced Intelligent Factory, Provincial Potential Unicorn, Provincial Industrial Internet Platform, Provincial First Batch of Carbon Peaking and Carbon Neutrality Pilot Project, Mayor's Quality Award, Provincial Green Supply Chain Management Enterprise, Provincial Five-star Cloud Enterprise, Provincial Enterprise Technology Center, Provincial Engineering Technology Research Center, "Xingliao Talents Programme" Science and Technology Innovation Team, Photovoltaic Testing Center with China National Accreditation Service for Conformity Assessment's laboratory accredited, National Model Enterprise of Harmonious Labor Relations Excellent Enterprise, National Civilized Unit, Top 500 Global New Energy Companies in 2025 (No. 480), Top 500 PRC Energy Companies in 2025 (No. 418), Top 20 PRC Photovoltaic Module Companies in 2026 (No. 14), Photovoltaic Brand Lab (PVBL) 2026 Global Top 100 Photovoltaic-Storage Enterprises (No. 96), PVBL 2026 Most Influential Material Technology Innovation Enterprise in the Global Photovoltaic-Storage Industry and 2025 Photovoltaic Cup Most Influential Photovoltaic Module Enterprise of the Year. The Group is the vice chairman unit of PRC Photovoltaic Industry Association, vice chairman unit of Semiconductor Materials Branch of and standing council unit of China Electronic Materials Industry Association, Household Photovoltaic Professional Committee unit, Standardization Technical Committee unit and Photoelectric Building Professional Committee unit of China Photovoltaic Industry Association and expert member of Photovoltaic Professional Committee of China Renewable Energy Society. Solar photovoltaic modules are rated as national grade's green design products.

As of 30 June 2026, the total module production capacity of our production bases was approximately 10.6 GW. Through continuously optimizing the production capacity layout and production management, the Group consolidated its scale and cost advantages, and is committed to providing customers with high-quality and cost-competitive products.

Module Businesses

The Group has been engaged in the monocrystalline manufacturing field for more than 20 years, mastering mature production technology and process. The monocrystalline module products that the Group focuses on have become the market mainstream, and it continues to expand the monocrystalline high-efficiency module product line, including N-type high-efficiency modules, large-format modules, zero busbar (OBB) modules, flexible modules, offshore modules, multi busbar cell modules, and all-black modules.

Production Capacity Layout

The Group's main manufacturing base for monocrystalline modules is located in Yancheng city, Jiangsu province, situated in the Yangtze River Delta, an agglomeration area for the supply of raw and auxiliary materials for modules, and enjoys the relevant supportive investment policies offered by the local government. During the reporting period, the Group continued to promote the production line upgrades and process transformation at the Yancheng production base to meet the evolving needs of customers for different product specifications and delivery arrangements. As of 30 June 2026, the module production capacity of the Yancheng production base was approximately 8.7 GW, while the total module production capacity of the Group was approximately 10.6 GW.

Customer Structure

The major customers of the Group's module business are large domestic state-owned enterprises in the PRC, multinational corporations, leading distributed residential brands, and other large photovoltaic enterprises, including State Power Investment Corporation ("**SPIC**"), SHARP Corporation ("**SHARP**"), Xinyi Glass Holdings Limited and Xinyi Solar Group, Sungrow Power Supply Co., Ltd, China General Nuclear Power Corporation, Xinhua Hydropower Company Limited, China Green Development, Dongfang Electric Corporation, CCCC Second Highway Engineering, Trina Solar, Astronergy, Skyworth, and Power Construction Corporation of China. The Group maintains long-term cooperation with these customers and continues to expand domestic and overseas module sales businesses. The Group has also introduced SHARP's global leading 40-year quality assurance system for photovoltaic products to strengthen product quality and long-term reliability management.

Products and Technology

In response to diverse application scenarios, the Group is committed to advancing the research and development, verification, and sales of monocrystalline high-efficiency module products. Based on the industry's mainstream 210R and 210N cells, the 210RN/210N-72 photovoltaic module was developed, with certain models reaching a maximum power of 800 watts. Concurrently, the product can be paired with composite frames or anti-dust frames according to project needs.

In large-scale ground power station and commercial and industrial scenarios, the focus is on promoting large-format, high-power modules; for projects with limited reflected light, an anti-glare module product with a glossiness of ≤1.5GU was developed, which is suitable for projects such as airports and highways. In addition, the Group also launched 2000V system voltage modules, high-durability modules, and quick-install frame modules to adapt to different project environments and installation needs.

In terms of production process and materials, the Group actively promotes the application of multi-busbar and fine-busbar technologies, as well as interstitial reflective films, laser welding lines, new aluminum alloy frames, composite material frames, and lightweight adhesive films, to improve production efficiency, optimize product costs, and enhance market adaptability.

Integrated Energy Services (Photovoltaic System Business)

Business Positioning

Based on the core manufacturing of modules, the Group extends its business downstream to the field of photovoltaic systems and integrated energy services, offering comprehensive energy service capabilities of "generation, storage, charging, and sales," and actively explores new business directions such as Generation-Grid-Load-Storage (GGLS) integration, virtual power plants, Building Applied Photovoltaics (BAPV) business, Building Integrated Photovoltaics (BIPV) business, and zero-carbon mobile building business. Leveraging (i) the PRC government's vigorous advocacy of "carbon emissions peaking" and "carbon neutrality", the requirements for the construction of "green buildings", "zero energy buildings", "green building standards", and "zero-carbon parks"; and (ii) the implementation of the rooftop distributed photovoltaic development program following the "Opinions on Promoting Green Development of Urban and Rural Construction" issued by the State Council of the PRC, the "Work Plan of Accelerating the Promotion of Energy Conservation and Carbon Emissions Reduction in the Construction Sector" jointly formulated by the National Development and Reform Commission and Ministry of Housing and Urban-Rural Development, the "Notice on Conducting Zero-Carbon Park Construction" issued by the National Development and Reform Commission, Ministry of Industry and Information Technology, and National Energy Administration, and the "Notice on the Pilot Scheme of County-wide (City, District) Distributed Rooftop Project" published by the National Energy Administration, taking into account the current huge building volume and a massive amount of promising and potential distributed photovoltaic generation capacity for development, the Group anticipates that the BIPV business will have broad development prospects.

Photovoltaic Power Plant Business (Engineering, Procurement and Construction (“EPC”) and Self-owned Operations)

The Group is engaged in commercial and industrial distributed photovoltaic EPC construction and self-owned power plant operations, obtaining long-term stable operational revenue through self-owned power plants. During the reporting period, the business structure was continuously optimized, and the proportion of low-margin EPC business was reduced.

Electricity Sales and Energy Storage

The Group has obtained electricity sales qualifications, launched market-oriented electricity sales businesses, and promoted the combined sales of “modules + energy storage” with energy storage system partners. In July 2026, the Group’s 100MW/400MWh independent energy storage project was included in the first batch of new energy storage projects for the “15th Five-Year Plan” in Liaoning province of the PRC. Such project is expected to commence construction in September 2026 and be grid-connected and put into operation in September 2027, marking the Group’s official entry into the energy storage investment and operation sector, forming a “storage-regulation-sales” synergy with such virtual power plant system.

Integrated Photovoltaics-Storage-Charging System

The Group focuses on high-power charging scenarios such as heavy trucks, freight trucks, taxis, and passenger vehicle parks, self-constructing and self-operating photovoltaics-storage-charging stations, and building a “photovoltaics + storage + charging” integrated operational model. In terms of the generation, storage, charging, and sales sector, it is accelerating the construction of charging piles.

BIPV and Zero-Carbon Mobile Buildings

In the domestic market of the PRC, it primarily targets the cultural tourism market, and currently plans to develop zero-carbon resort accommodations in several scenic areas with beautiful natural environments in Jiangsu, Hubei, and Anhui provinces; meanwhile, plans are also underway in Jinzhou city and Yancheng city to develop zero-carbon cultural and sports commercial district projects by integrating zero-carbon buildings with photovoltaic charging stations. Overseas markets will be the main market for the zero-carbon building business, especially given its prefabricated nature and electricity self-sufficient feature, which can solve the problem of high labor costs for house construction and difficulty in grid connection in some countries. With its unique building and photovoltaic application technology, zero-carbon mobile building products have a wide market demand in the fields of mobile and prefabricated housing in various countries. The Group currently maintains a strategic presence in the Middle East, Japan, Australia, and Western Europe. By collaborating with local agencies, the Group establishes sample showrooms in these countries, conducts local product certifications, and concurrently leverages local social media platforms to directly market zero-carbon building products to foreign customers, successfully driving sales.

Capitalizing on its deep technological expertise and comprehensive research and development capabilities in the photovoltaic sector, while actively promoting industry-research collaboration, the Group has formally signed an industry-school cooperation agreement with the School of Architecture, School of Civil Engineering, and Architectural Design Institute of Southeast University. It will cooperate with Southeast University to establish a BIPV research and development line in Nanjing city and Yancheng city, Jiangsu province, to conduct in-depth research and development in the field of zero-carbon buildings and BIPV monocrystalline silicon, with a view to enhancing the photoelectric conversion efficiency of BIPV modules and lowering production costs. Meanwhile, this collaborative industry-research base will also become the postgraduate teaching place for the School of Architecture and School of Civil Engineering of Southeast University. In addition, the National Housing and Residential Environment Engineering Technology Research Center is cooperating to carry out a series of research and development projects in areas such as BIPV structural components. The zero-carbon mobile building products independently developed by the Group integrate prefabricated buildings with customized photovoltaics and energy storage, enabling off-grid energy operation and self-sufficient electricity supply. These products align with the current demand in the domestic market of the PRC. The Group is taking the lead in formulating association standards for zero-carbon buildings and zero-carbon stations and determining the technical specifications for the products. The Group's developed BIPV modules, BIPV structural components, and zero-carbon mobile building products have obtained more than 70 patent authorizations, which will enhance the Group's market competitiveness and technological strength. The Group anticipates that, with the continuous expansion of the BIPV business in the building photovoltaic market and the emergence of more new application scenarios, the photovoltaic system construction and application business will achieve sustainable and healthy growth in the future.

New Semiconductor Materials Business

Business Positioning

The PRC is the world's largest semiconductor application market. Based on semiconductor-grade silicon materials, the Group's new semiconductor materials business has relatively independent product routes and customer systems. The Group continues to promote the sales of existing products and the certification of new products, optimizing the product structure and expanding high-value-added application areas.

Existing Products

The Group is engaged in the production and sales of 6-8 inches semiconductor grade monocrystalline silicon ingot with heavy doping (arsenic, antimony, phosphorus, and boron) and light doping, as well as 13-15 inches semiconductor monocrystalline silicon. Among them, 13-15 inches products have been exported in bulk to South Korea. Related products are primarily targeted at the existing customer base, providing relatively stable revenue and cash flow sources for this business.

New Products and Application Expansion

The Group continuously promotes the customer certification and sales of new products such as large-diameter heavily doped targets and optoelectronic application materials. Relevant products have passed multiple downstream customer certifications and achieved sales, with application areas covering scenarios such as semiconductor equipment support and automotive chips; among them, large-diameter products have achieved bulk supply, and customers for optoelectronic materials cover both central state-owned and private enterprises. The Group continues to promote the optimization of its product structure toward high value-added directions.

R&D Direction

The Group conducts forward-looking research and development surrounding third-generation semiconductors (silicon carbide/SiC), and actively explores other new material application directions related to its main business. It continues to invest in heavy doping concentration control, crystal quality, and large-format sizing (compatible with 8-inch production lines) to consolidate its technological moat.

Operations Strategy

The Group insists on taking core module manufacturing as its foundation, and allocates resources according to the capital investment, yield level, and risk characteristics of each business. Manufacturing capabilities provide guarantees for product quality and delivery, while the integrated energy services and new semiconductor materials businesses help optimize the Group's business structure and expand revenue sources. During the reporting period, the Group focused on strengthening order quality, inventory turnover, cost control, and working capital management, while prudently advancing the development of integrated energy services and new semiconductor materials businesses.

In the core module business, the Group continues to deepen its core product strategy. Leveraging its capacity scale, cost, and quality advantages, it establishes direct supply relationships with large domestic state-owned enterprises and multinational customers; it also continues to implement the production arrangement of "sales-driven production", flexibly utilizing ODM and OEM models according to order demand. The ODM business focuses on product design, manufacturing, and customer service capabilities; the OEM business helps improve capacity utilization and reduces funds tied up in some raw materials. The Group also strengthens the assessment of customer credit, order profitability, and payment collection arrangements to mitigate operational risks brought by market price fluctuations and supply chain changes.

In the integrated energy and new materials businesses, the Group invests prudently based on project returns, payment cycles, technological maturity, and customer demands, prioritizing asset-light approaches such as system integration and cooperative development to advance business, thereby controlling capital expenditures and operational risks.

Operating Performance

In the first half of 2026, the various sub-segments of the photovoltaic industry in the PRC continued to undergo profound adjustments. Supply-demand imbalances and fierce price competition exerted pressure on the revenue and profitability of industry enterprises. In this environment, the Group focused on stabilizing the scale of the module business and controlling operational risks, and continued to advance the development of the integrated energy services and new semiconductor materials businesses.

Module Business

During the reporting period, the external shipment volume of the Group's major product, photovoltaic modules, increased from approximately 1,509.5 MW in the same period last year to approximately 2,169.0 MW, representing a year-on-year increase of 44%. Against the backdrop of overall industry shipment pressure, the Group's shipment volume achieved year-on-year growth, primarily because the Group continuously expanded domestic distributed customers, optimized the order structure, and improved capacity utilization through OEM and ODM businesses. However, affected by the decline in the average selling price of the Group, the growth in shipment volume could not fully offset the impact of price declines on the revenue and gross profit of the module business. During the reporting period, the Group continuously implemented measures such as sales-driven production, inventory control, and prudent order screening to strengthen working capital management and reduce operational risks brought by industry price fluctuations.

Integrated Energy Services

The Group continued to advance businesses such as commercial and industrial distributed photovoltaics, electricity sales, energy storage, and integrated photovoltaics-storage-charging systems. Driven by the dual wheels of BIPV and zero-carbon mobile buildings, it accelerated the upgrade from manufacturing to comprehensive solutions of "products + services + scenarios". On the domestic business front, it will actively promote the construction of the green power direct connection distributed photovoltaic project in Yancheng city, advance the implementation of high-quality zero-carbon resort accommodations in scenic areas in Jiangsu, Hubei, and Anhui, and build benchmark zero-carbon cultural and sports commercial districts using the "zero-carbon building + photovoltaic charging station" model in Jinzhou and Yancheng. In overseas markets, it will focus on key regions such as Japan, Australia, Switzerland, Mongolia, the Middle East, and Oceania, accelerating the delivery of currently pre-ordered products across various regions. Simultaneously, it will deepen distributed photovoltaic cooperation in Qatar, expand opportunities for whole-island development of photovoltaics-storage and mobile housing in Saipan and Tonga, and fully transform the advantages of prefabricated, self-sufficient electricity products into sales results through a combined approach of local agency cooperation, sample showroom construction, localized certification, and direct-to-terminal social media marketing. Overall, it promotes the growth of the photovoltaic system business in more new scenarios, providing solid support for the Group's long-term revenue.

In addition, the National Development and Reform Commission and the National Energy Administration issued the "15th Five-Year Plan for the Construction of a New Energy System" in June 2026, clarifying new energy as a national strategic support direction. The photovoltaic and other businesses that the Group focuses on are highly aligned with the scope of this plan, providing an initial advantage in seizing the policy window.

New Semiconductor Materials Business

During the reporting period, the Group continued to promote the production, sales, and customer certification of semiconductor-grade monocrystalline silicon ingots, large-diameter heavily doped targets, and optoelectronic application materials. 8-inch heavily doped arsenic/phosphorus silicon wafers are the core basic materials for the downstream explosion of AI computing power (servers, optical modules) and power devices (especially automotive-grade, AI power supplies). The silicon wafer consumption of AI server power chips is 5 times that of ordinary servers, and the single-vehicle usage of new energy vehicles is 3-5 times that of fuel vehicles, leading to rigid demand growth. In addition, it is necessary to closely monitor the fluctuations of the global semiconductor cycle, the capacity expansion of competitors, and the technological iteration impact of next-generation semiconductor materials (such as SiC, GaN) in certain power sectors.

Financial Review

Revenue

The revenue of the Group increased by approximately 14.0% from approximately RMB1,022.3 million for the first half of 2025 to approximately RMB1,165.6 million for the Period. The increase in revenue was primarily attributable to an increase in the external shipment volume of photovoltaic modules and the stabilisation of market conditions.

Cost of sales

Cost of sales of the Group for the Period increased by approximately 8.7% from approximately RMB1,031.1 million in the first half of 2025 to approximately RMB1,120.8 million for the Period. The increase was mainly in line with the increase in revenue.

Gross profit/(loss) and gross profit margin

The Group recorded a gross profit of approximately RMB44.8 million and a gross profit margin of approximately 3.8% for the Period, representing a significant turnaround from a gross loss of approximately RMB8.8 million and a negative gross profit margin of approximately 0.9% for the corresponding period in 2025. The improvement was mainly attributable to the increase in revenue and the Group's continuous efforts in cost control and production efficiency enhancement.

Other income and gains, net

Other income and gains, net decreased by approximately 25.4% from approximately RMB41.4 million in the first half of 2025 to approximately RMB30.9 million for the Period. The decrease was mainly due to a decrease in net foreign exchange gains, government grants and interest income from bank deposits during the Period.

Selling and distribution expenses, net

Selling and distribution expenses, net showed a net expense of approximately RMB8.0 million for the Period, as compared to a net income of approximately RMB12.3 million for the corresponding period in 2025. This change was primarily attributable to a decrease in the reversal of warranty provisions.

Administrative expenses

Administrative expenses mainly comprised staff costs, research and development expenses and daily office expenses. The administrative expenses for the Period amounted to approximately RMB75.8 million, as compared to approximately RMB81.9 million from the corresponding period of 2025. The decrease was mainly attributable to the Group's enhanced efforts to increase operational efficiency and implement strict cost control.

Impairment losses on financial and contract assets

During the Period, the Group recognized impairment losses on financial and contract assets (mainly comprising trade receivables and contract assets) of RMB22.4 million, as compared to RMB39.8 million in the first half of 2025. The Group continuously strengthened its credit control and collection efforts during the Period, which significantly reduced the impairment risk of trade receivables and contract assets. However, due to the unresolved sales disputes as mentioned in note 10(c), an impairment loss of RMB22.4 million was still recognized.

Impairment losses of property, plant and equipment

No impairment loss of property, plant and equipment was recorded for the Period (first half of 2025: RMB9.0 million), as the Group did not identify any new indicators of impairment for its non-current assets during the Period.

Other expenses

Other expenses of approximately RMB7.4 million were recorded for the Period (first half of 2025: nil). The amount was entirely attributable to foreign exchange losses incurred during the Period.

Finance costs

Finance costs, which are mainly derived from bank and other borrowings, decreased by approximately 7.5% from approximately RMB22.3 million in the first half of 2025 to approximately RMB20.6 million for the Period. The decrease was mainly due to the Group's continued efforts to optimise its financing structure and reduce interest-bearing liabilities.

Income tax

An income tax credit of approximately RMB0.7 million was recorded for the Period, compared to an income tax expense of approximately RMB1.6 million in the first half of 2025. The income tax credit was mainly derived from the recognition of deferred tax assets during the Period.

Loss attributable to owners of the parent

Loss attributable to owners of the parent was approximately RMB56.0 million for the Period, as compared to the loss attributable to owners of the parent of approximately RMB109.1 million in the corresponding period in 2025. The reduction in the Group's loss for the Period was mainly due to (i) an increase in revenue and a turnaround from gross loss to gross profit; and (ii) a decrease in impairment losses on financial and contract assets. Loss attributable to non-controlling interests was approximately RMB1.9 million for the Period (first half of 2025: RMB0.6 million).

Basic and diluted loss per share

Basic and diluted loss per share attributable to ordinary equity holders of the parent was RMB1.68 cents for the Period, as compared to RMB3.28 cents for the corresponding period in 2025. The decrease in loss per share was in line with the reduction in loss attributable to owners of the parent.

Inventory turnover days

The inventory turnover days for the Period was 53 days, comparable to 53 days as at 31 December 2025. The Group maintained stable inventory levels through strategic management of production and sales balance.

Trade receivables turnover days

Trade receivables turnover days for the Period decreased to 166 days from 211 days as at 31 December 2025. The decrease was due to the Group's intensified collection efforts and improved credit management.

Trade payables turnover days

The trade payables turnover days decreased to 177 days for the Period, from 205 days as at 31 December 2025. The decrease reflected the Group's continued efforts to maintain good relationships with suppliers while managing payment terms.

Liquidity and financial resources

The principal sources of working capital of the Group during the Period were from its operating activities. As at 30 June 2026, the current ratio (current assets divided by current liabilities) of the Group was 1.0 (31 December 2025: 1.1). The Group had net borrowings of approximately RMB340.8 million as at 30 June 2026 (31 December 2025: approximately RMB223.2 million), including cash at bank and on hand of approximately RMB163.1 million (31 December 2025: approximately RMB240.7 million), pledged deposits of approximately RMB424.9 million (31 December 2025: approximately RMB501.5 million), bank and other loans due within one year of approximately RMB922.9 million (31 December 2025: approximately RMB964.2 million) and non-current bank and other loans of approximately RMB6.0 million (31 December 2025: approximately RMB1.2 million). The net debt to equity ratio (net debt divided by total equity) as at 30 June 2026 was 54.9% (31 December 2025: 33.0%).

EBITDA

During the Period, the Group's earnings before interest, taxes, depreciation and amortisation ("**EBITDA**") was approximately RMB13.4 million (1.2% of the revenue) (corresponding period of 2025: approximately RMB-23.6 million, -2.3% of the revenue). The significant improvement in EBITDA was mainly attributable to the turnaround from gross loss to gross profit and the decrease in impairment losses on financial and contract assets.

Net cash inflow/outflow from operating activities

The operating activities resulted in a net cash outflow of approximately RMB8.0 million for the Period, compared to a net cash inflow of approximately RMB57.4 million for the corresponding period in 2025. The net cash outflow was primarily due to an increase in trade receivables and a decrease in the balance of bills payable during the Period, which were partly offset by the release of pledged deposits resulting from the decrease in the balance of bills payable.

Foreign currency risk

The Group is exposed to foreign currency risk primarily through sales and purchases, cash, bank deposits and bank loans that are denominated in a currency other than the functional currency, Renminbi, of the operations to which they relate. The currencies giving rise to this risk are primarily the US Dollar and Euro. In addition, the Group will consider the difference in interest rates and fluctuations in the exchange rates of foreign currency denominated and local currency-denominated loan balance, and seize opportunities to mitigate the risk through low-risk forward exchange agreements, in order to strike a balance between the exposure to the variations in interest costs and fluctuations in foreign exchange rates.

Human resources

As at 30 June 2026, the Group had 1,727 employees (31 December 2025: 1,670 employees).

Business Outlook

Looking ahead to the second half of the year, with the gradual recovery of demand in mainstream overseas markets and the continuous expansion of some emerging markets, the long-term development foundation of the photovoltaic industry remains intact. However, industry supply-demand adjustments, product price fluctuations, and changes in the international trade environment are expected to persist, and the focus of industry competition is gradually shifting from scale to comprehensive capabilities. The Group will continue to adhere to the principles of prudent operations and working capital management, advancing the following work around the module business, integrated energy services, and new semiconductor materials business.

In terms of the module business, the Group will continue to optimize its customer and order structure, promote the market application of high-power and differentiated module products, and flexibly arrange production based on order conditions to control inventory levels and working capital tie-ups, maintaining a balance between production and sales.

In terms of integrated energy services, the Group will prudently advance projects such as commercial and industrial distributed photovoltaics, energy storage, market-oriented electricity purchase and sales, and integrated photovoltaics-storage-charging systems. It will focus on evaluating project returns, payment cycles, and capital investments, and control capital expenditures and operational risks through methods such as system integration and cooperative development.

In terms of new semiconductor materials, the Group will continue to advance the customer certification and bulk sales of heavily doped monocrystalline silicon and large-diameter products, and conduct research and development of 12-inch products and silicon carbide-related technologies based on market demand, continuously optimizing the product structure.

Based on core manufacturing as the foundation and overall solutions as the extension, the Group will continuously enhance its comprehensive competitiveness in the capability-driven stage, promote the steady development of various businesses, and create long-term value for customers and shareholders.

DIVIDEND

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

CORPORATE GOVERNANCE AND OTHER INFORMATION

Corporate Governance

Save for code provision C.2.1, the Company has met the code provisions set out in the Corporate Governance Code as set out in Appendix C1 to the Listing Rules (the "**CG Code**") throughout the six months ended 30 June 2026.

The code provision C.2.1 of the CG Code stipulates that the roles of the Chairman and the chief executive officer of the Company should be separate and should not be performed by the same individual. Following (i) the retirement of Mr. Tan Wenhua, the former chairman of the Board (the "**Chairman**") and an executive Director, and (ii) the appointment of Mr. Tan Xin, an executive Director and the chief executive officer of the Company, as the Chairman with effect from 10 June 2025 (details of which are set out in the announcement of the Company dated 10 June 2025), Mr. Tan Xin has assumed the dual roles of the Chairman and the chief executive officer of the Company. Having evaluated the situation of the Company and taking into account the experience and past performance of Mr. Tan Xin, the Board is of the opinion that it is appropriate for Mr. Tan Xin to hold both positions as the Chairman and the chief executive officer of the Company as it helps maintain the continuity of the policies and the stability of the operations of the Company, and this structure can ensure that the Company has consistent leadership. In addition, under the supervision by the Board which consists of three executive Directors and three independent non-executive Directors, the interests of the Shareholders can be adequately and fairly represented. Also, as all major decisions are made in consultation with and approved by the members of the Board, the Board believes that this arrangement will not have negative influence on the balance of power and authorisation between the Board and the management of the Company. Therefore, the Board considers the deviation from the Code Provision C.2.1 of the CG Code is appropriate under such circumstances.

Model Code for Securities Transactions by Directors

The Company has adopted the Model Code for Securities Transactions by Directors of Listed Issuers (the "**Model Code**") as set out in Appendix C3 to the Listing Rules as the code of conduct regarding securities transactions by the Directors. Specific enquiries have been made by the Company to confirm that all Directors have complied with the Model Code for the six months ended 30 June 2026.

Audit Committee

The audit committee of the Company, comprising three independent non-executive Directors, has reviewed the accounting principles and practices adopted by the Group and such matters as internal controls and financial reporting with the management of the Company, including the review of the interim results for the six months ended 30 June 2026.

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

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 and up to the date of this announcement.

EVENTS AFTER THE REPORTING PERIOD

At the date of this announcement, there are no other important events affecting the Group which have occurred since 30 June 2026.

PUBLICATION OF FINANCIAL INFORMATION

The interim report for the six months ended 30 June 2026 containing all the detailed information will be dispatched to the shareholders of the Company and published on the respective websites of The Stock Exchange of Hong Kong Limited (http://www.hkexnews.hk) and the Company (http://www.solargiga.com) in due course.

By Order of the Board
Solargiga Energy Holdings Limited
Tan Xin
Chairman

Hong Kong, 27 August 2026

As at the date of this announcement, the executive Directors are Mr. Tan Xin (Chairman), Mr. Wang Junze and Mr. Chen Hai; and the independent non-executive Directors are Dr. Wong Wing Kuen, Albert, Ms. Chung Wai Hang and Ms. Tan Ying.