卡姆丹克太陽能系統集團有限公司
Comtec Solar Systems Group Limited
(Incorporated in the Cayman Islands with limited liability)
(Stock code: 712)

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

INTERIM RESULTS

The Board of Comtec Solar Systems Group Limited (the "Company") is pleased to announce the unaudited interim results and condensed consolidated financial statements of the Group for the six months ended 30 June 2026, together with the comparative figures for the six months ended 30 June 2025. These results have been reviewed by the Company's audit committee, comprising all of the independent non-executive Directors, with one of them chairing the committee.

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

Period for the six months ended 30 June 2026

		For the six months ended 30 June	
		2026	2025
	NOTES	***RMB'000***	*RMB'000*
		(Unaudited)	(Unaudited)
Revenue	*4*	**141,732**	148,285
Cost of sales and services		**(116,837)**	(141,970)
Gross profit		**24,895**	6,315
Other income	*5*	**1,035**	4,110
Other gains and losses	*6*	**15,154**	(1,908)
Impairment loss on financial assets, net of reversal		**(10,305)**	(3,965)
Selling and distribution expenses		**(1,062)**	(473)
Administrative expenses		**(14,558)**	(13,077)
Research and development expenses		**(7)**	(211)
Finance costs	*7*	**(20,929)**	(13,867)
Loss before taxation	*8*	**(5,777)**	(23,076)
Income tax expenses	*9*	**(52)**	(589)
Loss for the Period		**(5,829)**	(23,665)

	NOTES	For the six months ended 30 June	
		2026	2025
	NOTES	***RMB'000***	*RMB'000*
		(Unaudited)	(Unaudited)
Other comprehensive expense			
Item that will not be reclassified subsequently to profit or loss:			
Change in fair value of equity instruments designated at fair value through other comprehensive income ("FVTOCI")		**(410)**	1,762
Other comprehensive expense for the Period		**(410)**	1,762
Total comprehensive (expense)/income for the Period		**(6,239)**	(21,903)
(Loss)/profit for the Period attributable to:			
Owners of the Company		**(1,999)**	(22,800)
Non-controlling interests		**(3,830)**	(865)
		(5,829)	(23,665)
Total comprehensive (expense)/income attributable to:			
Owners of the Company		**(2,208)**	(20,251)
Non-controlling interests		**(4,031)**	(1,652)
		(6,239)	(21,903)
		RMB cents	*RMB cents*
Loss attributable to owners of the Company			
– Basic	*11*	**(0.19)**	(2.15)
– Diluted	*11*	**(0.19)**	(2.15)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As 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		**25,786**	26,091
Investment properties		**31,391**	30,477
Intangible assets		**–**	–
Interest in associates		**4,900**	4,900
Financial assets at FVTOCI		**4,122**	4,532
Goodwill		**–**	–
Deferred tax assets		**1,890**	1,890
		68,089	67,890
Current assets			
Inventories		**453,977**	132,964
Trade receivables	*12*	**29,469**	53,524
Deposits, prepayment and other receivables, net		**171,309**	162,112
Pledged bank deposits		**5**	5
Cash and cash equivalents		**11,284**	4,258
		666,044	352,863
Current liabilities			
Trade payables	*13*	**195,922**	285,112
Other payables and accruals	*14*	**166,427**	144,138
Contract liabilities		**140,330**	23,090
Interest-bearing borrowings		**88,446**	69,421
Loan from shareholders		**61,721**	68,647
Tax liabilities		**5,860**	5,868
Deferred income		**487**	487
Consideration payable		**5,130**	5,130
Lease liabilities		**1,828**	1,439
Convertible bonds		**665**	686
		666,816	604,018
Net current liabilities		**(772)**	(251,155)
Total assets less current liabilities		**67,317**	(183,265)

	NOTES	At 30 June 2026 RMB'000 (Unaudited)	At 31 December 2025 RMB'000 (Audited)
Non-current liabilities			
Interest-bearing borrowings		**207,218**	29,125
Deferred tax liabilities		**2,379**	2,379
Deferred income		**1,395**	1,816
Lease liabilities		**5,893**	7,105
		216,885	40,425
Net liabilities		**(149,568)**	(223,690)
Capital and reserves			
Share capital	*15*	**3,727**	3,727
Reserves		**(236,331)**	(234,124)
Equity attributable to owners of the Company		**(232,604)**	(230,397)
Non-controlling interests		**83,036**	6,707
Total deficits		**(149,568)**	(223,690)

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

Period for the six months ended 30 June 2026

1. GENERAL

The condensed consolidated financial statements of Comtec Solar Systems Group Limited (the "Company") and its subsidiaries (hereinafter collectively referred to as the "Group") for the six months ended 30 June 2026 were authorised for issue in accordance with a resolution of the board of directors of the Company on 31 August 2026.

The Company is a public limited company incorporated in the Cayman Islands and its shares were listed on the Main Board of The Stock Exchange of Hong Kong Limited (the "Stock Exchange") on 30 October 2009. Its parent company and ultimate holding company is Fonty Holdings Limited, a company incorporated in the British Virgin Islands with limited liability. Its ultimate controlling party is Mr. John Yi Zhang ("Mr. Zhang"), who is the chairman and a director of the Company.

The Company is an investment holding company. The Group is principally engaged in research, production and sales of power storage products and lithium battery products, the provision of consulting services for investment, development, construction and operation of solar photovoltaic power stations, operation of rooftop distributed power generation projects in industrial, commercial and residential buildings and provision of logistics services to factories, manufacturers, raw material providers.

The condensed consolidated financial statements are presented in Renminbi ("RMB"), which is also the functional currency of the Company.

2. BASIS OF PREPARATION

The condensed consolidated financial statements of the Group for the six months ended 30 June 2026 are unaudited, but have been reviewed by the audit committee of the Company. The condensed consolidated financial statements for the six months ended 30 June 2026 have been prepared in accordance with the applicable disclosure requirements of Appendix D2 to the Rules Governing the Listing of Securities (the "Listing Rules") on the Stock Exchange and International Accounting Standard ("IAS") 34 "Interim Financial Reporting" issued by the International Accounting Standards Board (the "IASB").

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

The Group incurred a net loss of approximately RMB5.8 million for the six months ended 30 June 2026 and had net current liabilities and net liabilities of approximately RMB0.8 million and RMB149.6 million as at that date respectively. Notwithstanding the above results, the condensed consolidated financial statements have been prepared on a going concern basis, the validity of the going concern basis is dependent upon the success of the Group's future operations, its ability to generate adequate cash flows in order to meet its obligations as and when fall due and its ability to refinance or restructure its borrowings such that the Group can meet its future working capital and financing requirements.

Also, the directors of the Company are of the opinion that the Group will be able to finance its future financing requirements and working capital based on the following considerations:

- Mr. Zhang has committed to provide necessary financial support in the form of debt and/or equity to the Group to enable the Group to meet its financial obligations as and when they fall due for the foreseeable future;

- Mr. Dai Ji has committed to provide necessary financial support in the form of debt and/or equity to the Group to enable the Group to meet its financial obligations as and when they fall due for the foreseeable future;

- Considering the Group has been able to roll over or obtain replacement borrowings from existing credit for most of its short-term interest-bearing borrowings upon their maturity historically, the Group will continue to do so for the foreseeable future;

- The Group has made an investment in a flywheel-lithium iron phosphate battery hybrid energy storage system and advanced a shareholders' loan in the amount of RMB8,500,000 to improve profitability;

- During the Period, the Directors continue to look for other investments in the Northeastern area of PRC and Shanxi Province in the field of power storage and renewable energy storage. Replicating the success of the Group's existing investment in the FLBH Energy System in Yongji, the Group is currently exploring a new investment in an energy storage project with a total capacity of 150MW, located in Fushan County, Shanxi Province, the PRC (the "Fushan Flywheel Project"). The Fushan Flywheel Project is expected to generate substantial revenue if successfully complete, connect to grid and generate power;

- On the other hand, the Directors have been discussing with several other substantial creditors in relation to the debt settlement plan for our indebtedness (at subsidiary level), including trade and other payables and interest-bearing borrowings, through exploring various means such as debt capitalisation and/or reduction, potential adjustment of interests rates, debt rollovers and extension of the term of the indebtedness. It is hoped that the Company will reach an amicable settlement plan with its creditors, where the Company will eventually be able to resolve its liabilities issue, thereby reducing, if not in its entirety, at least a substantial part of the net liabilities of the Group. The Directors are endeavouring to restore the Company's financial position to a healthy condition;

- The Group is adopting strict control of operating and investing activities.

In view of the above, the directors of the Company are of the opinion that there will be sufficient financial resources available to the Group to enable it to meet its liabilities as and when they fall due and to continue as a going concern. Accordingly, the directors of the Company have prepared the condensed consolidated financial statements on a going concern basis.

Should the Group be unable to continue to operate as a going concern, adjustments would have to be made to write down the value of assets to their recoverable amounts, to provide for further liabilities which might arise and to reclassify non-current assets and non-current liabilities as current assets and current liabilities respectively. The effect of these adjustments has not been reflected in these condensed consolidated financial statements.

3. PRINCIPAL ACCOUNTING POLICIES

The condensed consolidated financial statements have been prepared on the historical cost basis except for investment property, investments in equity securities and convertible bonds that are measured at fair value at the end of the reporting period.

Other than changes in accounting policies resulting from the application of new and amendments to International Financial Reporting Standards ("IFRSs") as explained below, the accounting policies and methods of computation used in the condensed consolidation financial statements for the six months ended 30 June 2026 are the same as those followed in the preparation of the Group's annual consolidated financial statements for the year ended 31 December 2025.

New and amendments to IFRSs that are effective for the current period

The Group has adopted the following new and amendments to IFRS which are effective for the financial year beginning on or after 1 January 2026:

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

The adoption of above amendments to IFRS does not have a material impact on these condensed consolidated financial statements.

4. REVENUE AND SEGMENT REPORTING

(a) Revenue

The Group is principally engaged in provision of consulting services for investment, development, construction and operation of solar photovoltaic power stations and production and sales of power storage products and lithium battery products. Also, the Group is providing logistic services to factories, manufacturers, raw material providers.

(i) Disaggregation of revenue from contracts with customers

Disaggregation of revenue from contracts with customers by major products or service lines is as follows:

	For the six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
	(Unaudited)	(Unaudited)
Solar and power storage		
Power generation	**4,890**	6,171
Power storage (sales and production)	**1,312**	878
EPC consulting		
– photovoltaic power stations	**2,900**	2,912
– power storage companies	**132,630**	88,821
	135,530	91,733
	141,732	98,782
Logistics	**–**	49,503
Total	**141,732**	148,285

Disaggregation of revenue from contracts with customers by the timing of revenue recognition is disclosed in note 4(b)(i).

(ii) *Revenue expected to be recognised in the future arising from contracts with customers in existence at the reporting date*

The Group has applied the practical expedient in IFRS 15 to all its contracts such that no information regarding revenue expected to be recognised in the future arising from contracts with customers in existence at the reporting date is disclosed because either the remaining performance obligation is part of a contract that has an original expected duration of one year or less or the Group recognises revenue at the amount to which it has a right to invoice, which corresponds directly to the value to the customer of the Group's performance completed to date.

(b) Segment reporting

The Group manages its businesses by divisions, which are organised by a mixture of business lines (products and services). In a manner consistent with the way in which information is reported internally to the Group's most senior executive management, being the chief operating decision maker (the "CODM") for the purposes of resource allocation and performance assessment, the Group has presented the following three reportable segments. No operating segments have been aggregated to form the following reportable segments.

- Solar and power storage – Provision of consulting services for investment, development, construction and operation of solar photovoltaic power stations and production and sales of power storage products and mono-crystalline products.

- Logistics services – Provision of logistics services to factories, manufacturers, raw material providers in the PRC, primarily in the Jiangsu Province.

(i) *Segment revenue and results*

For the purposes of assessing segment performance and allocating resources between segments, the CODM monitors the results attributable to each reportable segment on the following bases:

Segment result includes revenue and expenses that are allocated to the reportable segments with reference to revenue generated by those segments and the expenses incurred by those segments.

In addition, the CODM is provided with segment information concerning revenue and other information relevant to the assessment of segment performance and allocation of resources between segments.

Disaggregation of revenue from contracts with customers by the timing of revenue recognition, as well as information regarding the Group's reportable segments as provided to the CODM for the purposes of resource allocation and assessment of segment performance for the six months ended 30 June 2026 and 2025 is set out below.

For the six months ended 30 June 2026

	Solar and power storage *RMB'000* (Unaudited)	**Logistics services** *RMB'000* (Unaudited)	**Total** *RMB'000* (Unaudited)
Disaggregated by timing of revenue recognition			
Point in time	**133,942**	**–**	**133,942**
Over time	**7,790**	**–**	**7,790**
Total revenue	**141,732**	**–**	**141,732**
Segment loss	**(12,128)**	**–**	**(12,128)**
Unallocated income			**16,189**
Unallocated corporate income/(expense)			**17,782**
Unallocated finance costs			**(17,315)**
Impairment loss on financial assets, net of reversal			**(10,305)**
Loss before taxation			**(5,777)**

For the six months ended 30 June 2025

	Solar and power storage *RMB'000* (Unaudited)	Logistics services *RMB'000* (Unaudited)	Total *RMB'000* (Unaudited)
Disaggregated by timing of revenue recognition			
Point in time	89,699	–	89,699
Over time	9,083	49,503	58,586
Total revenue	98,782	49,503	148,285
Segment loss	(790)	(1,375)	(2,165)
Unallocated income			2,201
Unallocated corporate income/(expense)			(6,829)
Unallocated finance costs			(12,318)
Impairment loss on financial assets, net of reversal			(3,965)
Loss before taxation			(23,076)

The accounting policies of the operating segments are the same as the Group's accounting policies. Segment profit (loss) represents the profit (loss) of each segment without allocation of central and other operating expenses, certain unallocated other income and finance cost and impairment loss on financial assets, net of reversal. This is the measure reported to the directors of the Company with respect to the resource allocation and performance assessment.

(ii) *Segment assets and liabilities*

The following is an analysis of the Group's assets and liabilities by reportable and operating segment:

Segment assets

	As at 30 June 2026 ***RMB'000*** **(Unaudited)**	As at 31 December 2025 *RMB'000* (Audited)
Solar and power storage	**626,857**	254,263
Logistics services	**7,327**	7,327
Total segment assets	**634,183**	261,590
Corporate and other assets	**99,951**	159,163
Total assets	**734,134**	420,753

Segment liabilities

	As at 30 June 2026 ***RMB'000*** **(Unaudited)**	As at 31 December 2025 *RMB'000* (Audited)
Solar and power storage	**165,006**	309,658
Logistics services	**7,092**	7,092
Total segment liabilities	**172,098**	316,750
Corporate and other liabilities	**711,604**	327,693
Total liabilities	**883,702**	644,443

For the purposes of monitoring segment performance and allocating resources between segments:

– All assets are allocated to operating segment, other than unallocated property, plant and equipment, investment properties, unallocated deposits, prepayments and other receivables, unallocated bank balances and cash and other corporate assets. Assets used jointly by reportable segments are allocated on the basis of the revenues earned by individual reportable segments; and

– All liabilities are allocated to operating segments, other than unallocated other payables and accruals, unallocated lease liabilities, unallocated interest-bearing borrowings, convertible bonds, consideration payable, deferred tax liabilities and other corporate liabilities. Liabilities for which reportable segments are jointly liable are allocated in proportion to segment liabilities.

(iii) Other segment information

For the six months ended 30 June 2026 (unaudited)

	Solar and power storage *RMB'000*	**Logistics services** *RMB'000*	**Unallocated** *RMB'000*	**Total** *RMB'000*
Amounts include in the measure of segment profit or loss of segment assets:				
Depreciation and amortisation	**3,244**	**–**	**22**	**3,266**
Impairment loss on financial assets, net of reversal	**–**	**–**	**10,305**	**10,305**
Amounts regularly provided to the CODM but not included in the measure of segment profit or loss of segment assets:				
Finance costs	**1,703**	**–**	**17,314**	**19,018**
Income tax credit	**52**	**–**	**–**	**52**

For the six months ended 30 June 2025 (unaudited)

	Solar and power storage *RMB'000*	Logistics services *RMB'000*	Unallocated *RMB'000*	Total *RMB'000*
Amounts include in the measure of segment profit or loss of segment assets:				
Depreciation and amortisation	4,221	–	1,986	6,207
Impairment loss on financial assets, net of reversal	–	–	3,965	3,965
Amounts regularly provided to the CODM but not included in the measure of segment profit or loss of segment assets:				
Finance costs	1,550	–	12,317	13,867
Income tax credit	(7)	–	596	589

5. OTHER INCOME

	For the six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
	(Unaudited)	(Unaudited)
Government grants *(note)*	**420**	420
Rental income	**–**	3,224
Interest income	**589**	466
Others	**26**	–
	1,035	4,110

Note: The government grants mainly represent the amount received from the local government by operating subsidiaries of the Group to encourage activities aimed out by the Group in clean energy industry and high-technology advancement. No specific conditions are attached to the grant.

6. OTHER GAINS AND LOSSES

	For the six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
	(Unaudited)	(Unaudited)
Net foreign exchange gain	**14,186**	802
Fair value gain (loss) on investment properties	**914**	(2,384)
Others	**54**	(326)
	15,154	(1,908)

7. FINANCE COSTS

	For the six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
	(Unaudited)	(Unaudited)
Interest on bank borrowings	**1,911**	–
Interest on other borrowings	**3,679**	3,813
Interest on loans from shareholders	**14,383**	8,902
Interest on convertible bonds	**649**	900
Interest on leases liabilities	**307**	252
	20,929	13,867

8. PROFIT/LOSS BEFORE TAXATION

Profit/loss before taxation has been arrived at after charging:

(a) Staff costs

	For the six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
	(Unaudited)	(Unaudited)
– Salaries, wages, bonus and other benefits (including of director's emoluments)	**2,499**	3,234
– Retirement benefits schemes contributions	**265**	244
Total staff costs	**2,764**	3,478

(b) Other items

	For the six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
	(Unaudited)	(Unaudited)
Depreciation charge		
– owned property, plant and equipment	**2,889**	5,083
– right-of-use assets	**376**	1,124
	3,266	6,207

9. TAXATION

	For the six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
	(Unaudited)	(Unaudited)
Current tax		
PRC Enterprise Income Tax	**52**	(7)
Deferred tax		
Current period	**–**	596
Income tax expense/(credit)	**52**	589

No Hong Kong Profits Tax was provided for the six months ended 30 June 2026 and 2025 as the group entities had no assessable profits or incurred tax losses in Hong Kong.

PRC Enterprise Income Tax was calculated at the applicable tax rate of 25% in accordance with the relevant laws and regulations in the PRC for the six months ended 30 June 2026 and 2025.

10. DIVIDENDS

No dividends were paid, declared or proposed during the six months ended 30 June 2026 and 2025.

11. LOSS PER SHARE

The calculation of basic and diluted loss per share attributable to owners of the Company is based on the following data:

	For the six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
	(Unaudited)	(Unaudited)
Loss		
Loss for the Period attributable to owners of the Company	**(1,999)**	(22,800)
Number of shares		
Weighted average number of ordinary shares in issue	**1,059,923,412**	1,059,923,412
Weighted average number of outstanding and vested share options	**–**	–
Weighted average number of shares for the purpose of diluted earnings per share	**1,059,923,412**	1,059,923,412

Note:

The computation of diluted loss per share does not assume the exercise of the Company's options because the exercise price of those options was higher than the average market price for shares for 30 June 2026.

12. TRADE RECEIVABLES

	At 30 June 2026	At 31 December 2025
	RMB'000	*RMB'000*
	(Unaudited)	(Audited)
Trade receivables	**85,428**	99,042
Less: expected credit loss for trade receivables	**(55,959)**	(45,518)
	29,469	53,524

The Group requests prepayment from customers before delivery of goods and allows a credit period of 7 to 180 days for the remaining balance on case-by-case basis. The following is an ageing analysis of trade receivables net of impairment based on the invoice dates at the end of the reporting period, which approximated the respective revenue recognition dates:

	At 30 June 2026	At 31 December 2025
	RMB'000	*RMB'000*
	(Unaudited)	(Audited)
0 to 30 days	**15,588**	53,347
31 to 60 days	**253**	104
61 to 90 days	**13,607**	16
91 to 180 days	**21**	57
Over 180 days	**–**	–
	29,469	53,524

13. TRADE PAYABLES

The following is an ageing analysis of trade payables based on the invoice date at the end of the reporting period:

	At 30 June 2026	At 31 December 2025
	RMB'000	*RMB'000*
	(Unaudited)	(Audited)
0 to 30 days	**65,575**	65,693
31 to 60 days	**12**	10,305
61 to 90 days	**–**	748
91 to 180 days	**2,506**	74,197
181 to 360 days	**82,284**	85,515
Over 360 days	**45,545**	48,654
	195,922	285,112

The average credit period on purchases of goods is 7 to 180 days and certain suppliers grant a longer credit period on a case-by-case basis.

14. OTHER PAYABLES AND ACCRUALS

	At 30 June 2026 RMB'000 (Unaudited)	At 31 December 2025 RMB'000 (Audited)
Interest payables	**106,452**	92,828
Other payables and accrued charges	**51,144**	42,479
Amounts due to associates	**4,900**	4,900
Payables for acquisition of property, plant and equipment	**3,931**	3,931
	166,427	144,138

15. SHARE CAPITAL

	At 30 June 2026		At 31 December 2025	
	No. of shares (Unaudited)	***HKD'000*** **(Unaudited)**	No. of shares (Audited)	*HKD'000* (Audited)
Authorised:				
Ordinary shares of HK$0.004 each	**1,900,000,000**	**7,600**	1,900,000,000	7,600
Issued and fully paid:	**1,059,923,412**	**4,240**	1,059,923,412	4,240

Presented in RMB:	At 30 June 2026 RMB'000 (Unaudited)	At 31 December 2025 RMB'000 (Audited)
Ordinary shares	**3,727**	3,727

The holders of ordinary shares are entitled to receive dividends as declared from time to time and are entitled to one vote per share at meetings of the Company. All ordinary shares rank equally with regard to the Company's residual assets.

MANAGEMENT DISCUSSION AND ANALYSIS

BUSINESS REVIEW

During the Period, the Group is principally engaged in the solar and power storage business and the provision of logistics services.

Solar and Power Storage Business

In the solar and power storage business, the Group continues to operate its 11 existing power generation projects from its roof-top solar systems by the Group's wholly-owned subsidiaries in Shanghai, Wuxi, Fuzhou, Guangdong, Zhuhai, Tianjin, Haian, Changshu for a stable revenue source during the Period. In addition, the Group continues to provide solar engineering, procurement and construction ("EPC") services for rooftop distributed generation projects and, increasingly, for power-storage projects/facilities across the PRC.

The flywheel-lithium iron phosphate battery hybrid energy storage system (the "FLBH Energy System") in Yongji City, Shanxi Province (the "Yongji Flywheel Project"), in which the Group holds a minority equity interest through its indirectly 51%-owned subsidiary Comtec Energy Storage Technology (Liaoning) Limited together with shareholder loans, was completed, connected to the grid and commenced commercial operations on 1 March 2025. Building on that success, the Group secured additional EPC contracts for similar flywheel-lithium iron phosphate battery energy-storage systems invested by independent third parties which the Group has no equity, nor any other interests in, including a project in Shilou County, Lüliang City, Shanxi Province.

During the Period the Directors continued to pursue further opportunities in power storage and renewable-energy storage in north-eastern China and Shanxi Province. In particular, the Group is exploring a new investment in an energy-storage project with a total capacity of 150 MW located in Fushan County, Shanxi Province (the "Fushan Flywheel Project"). The Fushan Flywheel project is progressing steadily.

In the power-storage (sales and production) business the subsidiary continued to market its lithium-battery systems and products and to pursue higher-value orders, although the segment remains subject to intense competition.

Logistic Services

The logistics-services segment continued to seek new contracts. Revenue was affected by the termination of contracts by two major customers that occurred in the first half of 2025 (as previously reported) and by ongoing competitive pressure in the PRC logistics market.

As disclosed in the Company's announcement dated 28 December 2023, the Group entered into an agreement for the proposed acquisition of Zhilian Cloud, a logistics-cloud technology platform. Owing to internal restructuring at Zhilian Cloud and its affiliates, the acquisition remains pending. The Directors are in active discussion with the vendor with a view either to completing the acquisition or to exploring alternative cooperation opportunities in intelligent logistics.

The Group will continue to leverage its resources and network as well as the extensive investment experience of our board of directors and senior management to maintain an ongoing business development in the energy supply and storage business, sustainable commerce and economy, and intelligent logistic business.

FINANCIAL REVIEW

Revenue

Revenue from our businesses mainly included (1) power generation income, (2) EPC consulting services income for design, installation and construction of photovoltaic power stations and renewable energy companies, (3) income from sales of lithium battery power storage products, and (4) income from provision of logistics services.

Total revenue for the Period was approximately RMB141.7 million, a modest decline of 4.4% from approximately RMB148.3 million for the six months ended 30 June 2025.

The decline was primarily attributable to a near-total cessation of logistics services revenue, which fell to an immaterial level following the termination of contracts with two major customers in the first half of 2025. Power generation income also recorded a slight decrease, mainly due to fewer sunshine hours in the first half of 2026 compared with the same period in 2025.

These reductions were partially offset by a substantial increase in EPC consulting revenue, which rose by approximately RMB43.8 million (or 47.7%) as a result of newly secured EPC contracts for rooftop distributed generation projects for multinational industrialists manufacturing in PRC and flywheel-storage systems (including the Shilou project).

Cost of sales and services

Cost of sales and services decreased by 17.7% from approximately RMB142.0 million for the corresponding period in 2025 to approximately RMB116.8 million for the Period, broadly in line with the change in revenue mix and volume.

Gross profit

During the Period, the Group recorded gross profit of approximately RMB24.9 million, representing an increase of approximately 294.2% from the gross profit of approximately RMB6.3 million for the corresponding period in 2025, as a result of the change in relative proportion of different sources of revenue reflecting a more favourable revenue mix, higher contribution from EPC and power-storage projects, and tighter cost control.

Other income

Other income decreased to approximately RMB1.0 million during the Period from approximately RMB4.1 million for the six month ended 30 June 2025, mainly because of decrease in rental income.

Other gains and losses

Other gains were approximately RMB15.2 million during the Period, representing an increase by approximately 894.2% from other losses of approximately RMB1.9 million during the corresponding period in 2025. The turnaround was primarily due to a substantial net foreign-exchange gain of approximately RMB14.2 million following the appreciation of RMB against USD and HKD during the Period.

Impairment loss on financial assets, net of reversal

The impairment loss on financial assets increase by RMB6.3 million, or 159.9%, from approximately RMB4.0 million during the corresponding period in 2025 to RMB10.3 million during the Period. The increase in impairment was primary due to the lengthened accounts receivables aging for the logistics business, partially offset by the improving aging of the Solar and Power Storage Business.

Selling and distribution expenses

Selling and distribution expenses increased by approximately RMB589,000, or 124.5%, from approximately RMB473,000 for the corresponding period in 2025 to approximately RMB1.1 million for the Period, primarily due to higher marketing activity associated with new EPC opportunities.

Administrative expenses

Administrative expenses increased slightly by approximately RMB1.5 million, or 11.3%, from approximately RMB13.1 million for the corresponding period in 2025 to approximately RMB14.6 million for the Period. The increase was largely controlled by the stringent cost control measures implemented by the Group during the Period.

Research and development expenses

Research and development expenses decreased by approximately RMB204,000, or 96.7%, from approximately RMB211,000 for the corresponding period in 2025 to approximately RMB7,000 for the Period, due to the stringent cost control measures implemented by the Company.

Finance costs

Interest expenses increased by approximately RMB7.1 million from approximately RMB13.9 million for the corresponding period in 2025 to approximately RMB20.9 million for the Period due to the full period effect of higher interest rate in some new loans and certain refinanced borrowings.

Loss/profit before taxation

Loss before taxation was approximately RMB5.8 million for the Period, decreased by approximately RMB17.3 million from loss of approximately RMB23.1 million for the corresponding period in 2025, due to substantial improvement in gross profit and the large foreign-exchange gain, partially offset by higher impairment and finance costs.

Taxation

The Group recorded tax expenses of approximately RMB52,000 during the Period, compared to approximately RMB589,000 for the corresponding period in 2025, primarily due to the improving results and scale of operations.

Loss for the Period

Loss for the Period attributable to owners of the Company narrowed substantially to approximately RMB2.0 million (2025 corresponding period: loss of approximately RMB22.8 million). Total comprehensive expense attributable to owners of the Company was approximately RMB2.2 million (2025 corresponding period: expense of approximately RMB20.3 million).

Other comprehensive expenses

The Company, through its indirectly 51% owned subsidiary, Comtec Energy Storage Technology (Liaoning) Limited (卡姆丹克儲能科技(遼寧)有限公司*) ("Comtec Liaoning"), continues to hold 15% equity interests in Shenyang Guoyun Weikong Energy Storage Technology Limited (瀋陽國雲微控儲能科技有限公司*) ("Shenyang Guoyun"). Shenyang Guoyun, through Yongji Guoyun, being its wholly-owned subsidiary, holds the development project of a FLBH Energy System in the Economic and Technological Development Zone, Yongji City, Shanxi Province, the PRC. The valuation of such investment is recorded as financial asset with fair value measured through other comprehensive income/(expenses). The fair-value change of this financial asset at FVTOCI produced a small other comprehensive expense charge of approximately RMB410,000 for the Period (2025 corresponding period: income of approximately RMB1.8 million).

Interim dividend

The Board resolved not to declare an interim dividend for the Period (six months ended 30 June 2025: nil).

* for identification purposes only

Liquidity and financial resources

As at 30 June 2026, the Group's current ratio (current assets divided by current liabilities) was 1.00 (31 December 2025: 0.58). The Group had a working capital deficit (total consolidated current liabilities exceeded total consolidated current assets) of approximately RMB0.8 million as of 30 June 2026 (31 December 2025: approximately RMB251.2 million). Also, the Group recorded net liabilities of approximately RMB149.6 million as of 30 June 2026 (31 December 2025: approximately RMB223.7 million). The improvement reflects higher inventory and contract liability balances associated with ongoing EPC projects, together with the slight change of use of different source of capital that occurred after 31 December 2025, resulting in different costs of capital.

Contingent liabilities

As at 30 June 2026, there was no material contingent liability (31 December 2025: nil).

Charges on group assets

As at 30 June 2026, the Group had RMB5,000 pledged bank deposit for raising borrowing restricted cash (31 December 2025: RMB5,000), and pledged certain trade receivables and plant and machines to secure financing facilities granted to the Group. Save as disclosed above, as at 30 June 2026, no other assets of the Group were charged.

MATERIAL ACQUISITIONS AND DISPOSALS

During the Period, save as disclosed in other section of this report, there was no material acquisition or disposal of subsidiaries, associates and joint ventures by the Group.

SIGNIFICANT INVESTMENT HELD

During the Period, the Company, through its indirectly 51% owned subsidiary, Comtec Liaoning (卡姆丹克儲能科技(遼寧)有限公司*), continued to invest in 15% equity interests in Shenyang Guoyun (瀋陽國雲微控儲能科技有限公司*). Shenyang Guoyun, through Yongji Guoyun, being its wholly-owned subsidiary, holds the development project of a FLBH Energy System in the Economic and Technological Development Zone, Yongji City, Shanxi Province, the PRC. The valuation of such investment is recorded as financial asset with fair value measured through other comprehensive income. As at 30 June 2026, the valuation amounted to amounted to RMB4.0 million (31 December 2025: RMB4.4 million) on the consolidated balance sheet of the Group.

On 28 November 2023, Comtec Liaoning, as lender entered into the loan agreement with Shenyang Guoyun, as borrower, pursuant to which, Comtec Liaoning agreed to grant a loan of RMB8.5 million to Shenyang Guoyun, for a term of 36 months from the date of drawdown (i.e. on or before 15 December 2023). The loan is unsecured and it bears interest of 10% per annum.

* for identification purposes only

OUTLOOK

Asset allocation and/or refinancing, and deleveraging

The Directors continue to reallocate capital, seek low costs funding, lower gearing and refinance when opportunities arise. The Directors remain focused on debt-restructuring discussions with Putana/Pandana and other substantial creditors with the aim of materially reducing net liabilities. The Group is actively considering other investments in the Northeastern area of PRC in the field of power storage and renewable energy storage and the Company will make further announcement(s) to keep its shareholders and potential investors informed of any update as and when appropriate.

Further development of the logistics business segment

The Group plans to endeavour into the fields of carriage of dangerous goods, intelligent logistics and logistics finance by obtaining relevant licenses where necessary and partnering with certain local PRC government(s) as equity investor(s) as well as teams of specialists with industry knowhow and IT engineering expertise.

Strengthening our EPC business

Supported by national "carbon-peak/carbon-neutrality" policies, the demand for distributed photovoltaic and energy-storage EPC services remains strong. The Group will continue to form partnerships with professional industry investors to capture additional projects.

The Group has undertaken more than 30 distributed photovoltaic power generation EPC projects since 2017, together with the experience in being one of the pioneers in the investment of FLBH Systems, and the Group will focus on strengthening its EPC business by forming partnership(s) with professional industry investor(s) to undertake more EPC projects in the coming years. The Company will make further update(s) and/or announcement(s) on this as and when appropriate.

Strategic investments

The Group keeps an open mind for solid investment opportunities which can benefit our Group by, among others, delivering satisfying returns, bringing synergy and opportunities to existing businesses of the Group and enabling the Group to promote industrial upgrading. For instance, the Group invested in a frequency modulation energy-storage power station project (which involves an innovative flywheel energy storage technology) with a state-owned enterprise and one of the flywheel energy storage leaders in 2023. The Directors will continue to explore different opportunities and the potential opportunities of such investments will be disclosed as and when appropriate.

Energy Business – Fushan Project

In addition to the Group's existing rooftop solar operations, in 2023, the Group strategically invested in a minority stake in an energy project focused on a flywheel-lithium iron phosphate battery hybrid energy storage system in Shanxi Province, the PRC (the "Shanxi Flywheel Project"). Building on the Group's investment in the Yongji Flywheel Project, the Group is currently exploring a new investment in a flywheel energy project with a total capacity of 150MW, including 20MW/2MWh flywheel energy storage and 130MW/200MWh lithium battery energy storage located in Fushan County, Shanxi Province, the PRC ("Fushan Project").

The feasibility study report has completed during the first half of 2025. The project is currently in the fundraising and detailed-planning stage; construction is targeted for the second half of 2026 with commercial operation targeted for mid-2027. Further announcements will be made as material progress occurs.

CORPORATE GOVERNANCE

The Company is committed to preserve high standards of corporate governance in the interests of Shareholders. During the Period, the Company has complied with the code provisions of the Corporate Governance Code as set out in Appendix C1 to the Listing Rules (the "CG Code") save as and except for the deviation below:

Pursuant to Corporate Governance Code Provision C.2.1, the roles of chairman and chief executive should be separated and should not be performed by the same individual. The Company currently has no Chief Executive Officer. The daily operation and management of the Company is undertaken and monitored by Mr. John Yi Zhang, an executive Director, and Mr. Che Xiaoxi, the chief operating officer. Meanwhile, Mr. Che Xiaoxi is also responsible for the day-to-day management, administration and operation of the Company. The delegated functions and work tasks are periodically reviewed. The Board will continue to review the effectiveness of the corporate governance structure of the Group in order to assess whether separation of the roles of Chairman and Chief Executive Officer is necessary.

The Board has achieved its gender diversity target of not less than 10% for female Directors representation on the Company's Board.

MODEL CODE

The Company has adopted the Model Code set out in Appendix C3 of the Listing Rules as its code of conduct regarding securities transactions by the Directors. Having made specific enquiry with all Directors of the Company, all Directors confirmed that they have complied with the required standard set out in the Model Code throughout the Period.

REVIEW OF INTERIM FINANCIAL STATEMENTS

The audit committee of the Company has held meetings to discuss the internal controls, risk management and financial reporting matters of the Company, including the review of the unaudited interim results and the unaudited condensed consolidated financial statements of the Group for the Period.

INTERIM DIVIDEND

The Board does not recommend any interim dividend to be declared for the six months ended 30 June 2026 (six months ended 30 June 2025: nil).

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

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

As at 30 June 2026, the number of treasury shares held by the Company is nil.

SUFFICIENCY OF PUBLIC FLOAT

Based on the information that was publicly available to the Company and to the best knowledge of the Directors as at the date of this announcement, the Company has maintained the prescribed public float of not less than 25% of the Company's issued shares as required under the Listing Rules during the Period.

PUBLICATION OF INTERIM RESULTS AND INTERIM REPORT

This interim results announcement is published on the websites of the Stock Exchange (www.hkexnews.hk) and the Company (http://www.comtecsolar.com). The interim report for the Period containing all the information required by Appendix D2 to the Listing Rules will be dispatched to Shareholders (if requested) and available on the above websites in due course.

DEFINITIONS

"Board" or "Board of Directors"	the board of Directors
"Company"	Comtec Solar Systems Group Limited
"Convertible Bonds"	the convertible bonds due 2021 with interests issued by the Company to Putana Limited, a company incorporated under the laws of British Virgin Islands and an independent third party, and such issuance was completed and closed on 31 July 2018

"Corporate Governance Code"	Code on corporate governance practices contained in Appendix C1 to the Listing Rules
"Director(s)"	the director(s) of the Company
"Group"	the Company and its subsidiaries
"HK$"	Hong Kong dollars, the lawful currency of Hong Kong
"Hong Kong"	The Hong Kong Special Administrative Region of the People's Republic of China
"Independent Third Party(ies)"	third party(ies) independent of and not connected with the Company and its connected persons
"Listing Rules"	The Rules Governing the Listing of Securities on the Stock Exchange
"Model Code"	Model code for securities transactions by directors of listed issuers contained in Appendix C3 to the Listing Rules
"Period"	The six months ended 30 June 2026
"PRC" or "China"	the People's Republic of China which, for the purpose of this announcement, excludes Hong Kong, the Macao Special Administrative Region of the People's Republic of China and Taiwan
"RMB"	Renminbi, the lawful currency of the PRC
"Share(s)"	Ordinary share(s) of HK$0.004 each in the share capital of the Company
"Share Consolidation"	the share consolidation of every four issued and unissued Unconsolidated Shares into one (1) Share
"Shareholder(s)"	Shareholder(s) of the Company
"Stock Exchange"	The Stock Exchange of Hong Kong Limited
"substantial shareholder(s)"	has the meaning ascribed to it under the Listing Rules
"Unconsolidated Share(s)"	ordinary share(s) of HK$0.001 each in the share capital of the Company prior to the Company's share consolidation which took effect on 28 August 2019

"USD"	United States dollars, the lawful currency of the United States of America
"*"	For identification only
"%"	per cent

By order of the Board of
Comtec Solar Systems Group Limited
John Yi Zhang
Chairman

Shanghai, the People's Republic of China, 31 August 2026

As at the date of this announcement, the executive Director is Mr. John Yi Zhang, the non-executive Directors are Mr. Dai Ji and Mr. Qiao Fenglin, and the independent non-executive Directors are Mr. Jiang Qiang, Dr. Yan Ka Shing and Ms. Qiu Ping Maggie.