讯众股份
COMMCHINA

北京訊眾通信技術股份有限公司

Beijing Xunzhong Communication Technology Co., Ltd.

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

Stock Code : 2597

2026 INTERIM REPORT

Contents

CORPORATE INFORMATION

DIRECTORS

Executive Directors

Mr. Piao Shenggen (樸聖根) *(Chairman of the Board and Chief Executive Officer)*
Mr. Wang Peide (王培德)
Mr. Yue Duanpu (岳端普)
Mr. Zhang Zhishan (張治山)
Ms. Chen Jing (陳晶)

Independent Non-executive Directors

Mr. Sun Qiang (孫強)
Mr. Xiang Ligang (項立剛)
Mr. Su Zile (蘇子樂)

AUDIT COMMITTEE

Mr. Sun Qiang (孫強) *(Chairman)*
Mr. Xiang Ligang (項立剛)
Mr. Su Zile (蘇子樂)

NOMINATION COMMITTEE

Mr. Su Zile (蘇子樂) *(Chairman)*
Ms. Chen Jing (陳晶)
Mr. Xiang Ligang (項立剛)

REMUNERATION AND ASSESSMENT COMMITTEE

Mr. Xiang Ligang (項立剛) *(Chairman)*
Mr. Sun Qiang (孫強)
Mr. Su Zile (蘇子樂)

STRATEGIC COMMITTEE

Mr. Piao Shenggen (樸聖根) *(Chairman)*
Mr. Wang Peide (王培德)
Mr. Xiang Ligang (項立剛)

JOINT COMPANY SECRETARIES

Mr. Chen Zaixiong (陳再雄)
Ms. Li Chiao Ling (李巧玲)

AUTHORISED REPRESENTATIVES

Mr. Piao Shenggen (樸聖根)
Ms. Li Chiao Ling (李巧玲)

STOCK CODE

2597

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DEFINITIONS

In this report, unless the context otherwise requires, the following terms have the meanings set forth below:

"5G"	the fifth-generation mobile communication technology
"AI"	artificial intelligence
"AIGC"	artificial intelligence generated content
"API"	Application Programming Interface, commonly known as API, is a set of protocols that allows unconnected applications to communicate with each other
"Articles" or "Articles of Association"	the articles of association adopted by our Company, as amended, supplemented or otherwise modified from time to time
"Audit Committee"	the audit committee of the Board
"B-end"	business or services oriented towards enterprise customers
"Board"	the board of Directors
"CAGR"	compound annual growth rate
"Call Bot(s)"	automated software programs designed to interact with humans through voice or text-based conversations
"CASBE"	China Accounting Standards for Business Enterprises promulgated by the Ministry of Finance of the People's Republic of China (中華人民共和國財政部)
"C-end"	business or services oriented towards individual customers (consumers)
"CG Code"	the Corporate Governance Code set out in Appendix C1 to the Listing Rules
"China" or "PRC"	the People's Republic of China, excluding, for the purpose of this report, Hong Kong, the Macau Special Administrative Region of the PRC and Taiwan
"Companies Ordinance"	the Companies Ordinance (Chapter 622 of the Laws of Hong Kong), as amended, supplemented or otherwise modified from time to time
"Company" or "our Company"	Beijing Xunzhong Communication Technology Co., Ltd. (北京訊眾通信技術股份有限公司), a limited liability company incorporated in the PRC on November 20, 2008, which was converted into a joint stock company with limited liability on October 11, 2014, with its H Shares being listed on the Main Board of the Stock Exchange (Stock Code: 2597)

"Computing power"	refers to the capacity of a computer or computer system to execute complex computations and data processing tasks within a given timeframe
"connected transaction(s)"	has the meaning ascribed to it under the Listing Rules
"Contact Center SaaS"	Contact Center Software as a Service, one of our Group's business segments
"CPaaS"	Communication Platform as a Service, one of our Group's business segments
"Director(s)"	the director(s) of the Company
"Domestic Share(s)"	ordinary shares in the share capital of the Company with a nominal value of RMB1.00 each, which are subscribed and fully paid in RMB
"ESG"	environmental, social and governance
"Frost & Sullivan"	Frost & Sullivan (Beijing) Inc., Shanghai Branch Co.
"Group", "our Group", "we", "our" or "us"	the Company and its subsidiaries
"H Share(s)"	overseas-listed foreign share(s) in the share capital of the Company with a nominal value of RMB1.00 each, which are listed on the Main Board of the Stock Exchange and subscribed for and traded in Hong Kong dollars
"Hong Kong"	the Hong Kong Special Administrative Region of the PRC
"Hong Kong dollars" or "HK$"	Hong Kong dollars, the lawful currency of Hong Kong
"IDC"	Internet Data Center, a facility base that provides operation and maintenance for equipment for the centralized collection, storage, processing and dispatch of data based on the Internet and provides related services
"IoT"	Internet of Things
"Latest Practicable Date"	August 31, 2026, being the latest practicable date for the purpose of adding certain information in this report prior to its printing
"Listing"	the listing of H Shares on the Main Board of the Stock Exchange on July 9, 2025
"Listing Rules"	the Rules Governing the Listing of Securities on the Stock Exchange

"Main Board"	the stock market (excluding the option market) operated by the Stock Exchange, which is independent from and operated in parallel with the GEM of the Stock Exchange
"MIIT"	the Ministry of Industry and Information Technology of the PRC (中華人民共和國工業和信息化部)
"Model Code"	the Model Code for Securities Transactions by Directors of Listed Issuers as set out in Appendix C3 to the Listing Rules
"Mr. Piao"	Mr. Piao Shenggen (樸聖根), the executive Director, chairman of the Board, chief executive officer and a substantial shareholder of the Company
"NEEQ"	the National Equities Exchange and Quotations
"NLP"	Natural Language Processing (NLP) is a field of artificial intelligence (AI) that focuses on the interaction between computers and humans through natural language. The goal of NLP is to enable computers to understand, interpret, and generate human language in a way that is both meaningful and useful
"Nomination Committee"	the nomination committee of the Board
"Prospectus"	the Company's prospectus dated June 30, 2025
"R&D"	research and development
"Remuneration and Assessment Committee"	the remuneration and assessment committee of the Board
"Reporting Period"	the six months ended June 30, 2026
"RMB"	Renminbi, the lawful currency of the PRC
"SaaS"	Software as a Service, refers to a cloud computing model that provides users with access to software applications via the internet, eliminating the need for users to install and run the application on their own computers or infrastructure
"SDK"	Software Development Kit, a set of software tools, guidelines, and programs used by developers to create applications for specific platforms

"SFO"	the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong), as amended, supplemented or otherwise modified from time to time
"Share(s)"	shares in the capital of our Company with a nominal value of RMB1.00 each, comprising the Domestic Shares and H Shares
"Shareholder(s)"	the holder(s) of the Share(s)
"Stock Exchange"	The Stock Exchange of Hong Kong Limited
"Strategic Committee"	the strategic committee of the Board
"subsidiary(ies)"	has the meaning ascribed to it under the Listing Rules
"%"	percent

MANAGEMENT DISCUSSION AND ANALYSIS

I. REVIEW OF INDUSTRY DEVELOPMENT

1. Analysis of China's Cloud-based Communications Services Market

Cloud-based communications services refer to communications services and solutions provided to corporate and public organizations based on cloud technologies. Cloud-based communications services primarily include (i) CPaaS services, which are a technology delivery model that enables companies to embed omni-channel communication functions into their business systems and applications with APIs or SDKs; and (ii) Contact Center SaaS, which refers to an efficient and intelligent contact center solution provided to corporate and public organizations with SaaS as the primary deployment method. Cloud-based communications services providers can offer one or more types of services tailored to different customers' requirements and application scenarios.

The market size of China's cloud-based communications services refers to the total revenue generated by both providers with single service capability and providers of full-suite communications services. According to information from the MIIT, with the expanding application of cloud technologies and increasing demand for cloud migration from downstream customers, China's cloud-based communications services market has grown continuously in recent years. From 2020 to 2024, the total revenue of China's cloud-based communications services market increased from RMB35.5 billion to RMB50.3 billion, representing a CAGR of 9.1%. In the future, with the further digital transformation and the expanding application scenarios of cloud communications, China's cloud-based communications services market is expected to maintain a rapid growth. In 2029, the total revenue of China's cloud-based communications services market is expected to reach RMB74.5 billion, representing a CAGR of 8.2% from 2024 to 2029.

China's Contact Center SaaS Service Market — Contact Center SaaS refers to an efficient and intelligent contact center solution provided to corporate and public organizations with SaaS as the primary deployment method. Contact Center SaaS solutions primarily include various intelligent functions applied in contact centers, such as smart text bots, smart voice navigation, intelligent service quality inspection and assistance, intelligent call bots and video assistance, which can fully satisfy customers' diversified needs for business consultation, after-sales service, marketing, sales management, and other purposes.

With an increasing number of enterprises and the dynamic changes in customers' needs, the downstream industries are facing intense competition. Therefore, it is crucial to build strong communication capabilities, as well as improve customer service quality and satisfaction, so as to enhance competitiveness. As the digital economy accelerates its penetration and enterprises deepen their digital transformation, AI has gained strong momentum in cloud-based communications applications, becoming a key component of cloud-based communications application platforms. Compared to purchasing scattered resources and services from different service providers, downstream customers are more inclined to obtain full-suite cloud-based communications services with high efficiency and convenience from a single service provider. In the future, cloud-based communications services providers will be dedicated to developing full-suite service capabilities to meet diverse customers' needs.

2. Analysis of China's Project-based Communications Solutions Market

Project-based communications solutions refer to the provision of communication-based solutions that combine software and hardware, with the integration of advanced technologies such as cloud computing, IoT and AI. Project-based communications solutions leverage high scalability and flexibility of cloud technology to provide comprehensive communication capabilities for corporate and public organizations, and realize functions such as intelligent voice recognition, facial recognition and behavioral monitoring, thereby providing intelligent solutions based on communication capabilities. Project-based communications solutions have widespread application scenarios, primarily including smart campuses, smart municipal governance, smart transportation and smart finance. When selecting project-based communications solutions, downstream industries will consider their compatibility with existing systems, stability and reliability of the service, level of intelligence and cost-effectiveness. In addition, the project-based communications solutions should be able to meet the specific industry needs and support future expansion and upgrading.

Driven by the increasing demand for digital transformation and the innovative applications of project-based communications solutions, the total revenue of China's project-based communications solutions market increased from RMB254.8 billion in 2020 to RMB404.1 billion in 2024, growing at a CAGR of 12.2%. In the future, with the integration of advanced technologies such as cloud computing, AI and IoT, project-based communications solutions providers can offer comprehensive solutions to empower communication capabilities in smart cities, which is expected to promote the stable growth of China's project-based communications solutions market. In 2029, the total revenue of China's project-based communications solutions market is expected to reach RMB576.0 billion, with a CAGR of 7.3% from 2024 to 2029.

Technological innovation is a key driving force for the development of the project-based communications solutions market. The rapid development of technologies, including 5G, IoT, AI, big data, and cloud native, provides strong technical support for project-based communications solutions. Amid the wave of the digital economy, the digital transformation of corporate office, management, and business models has become an inevitable trend, driving the rapid development of the project-based communications solutions market. With the continuous technological improvement and growing customer requirements, project-based communications solutions providers have to innovate their product features and delivery methods to maintain competitiveness.

China's project-based communications solutions market is highly fragmented, with numerous market participants primarily including technology service providers, equipment manufacturers, and product and solution providers. Our Group primarily competes with product and solutions providers.

3. Analysis of China's Computing Power Scheduling and Operation Services Market

Computing power scheduling and operation is a service model for the unified discovery, scheduling, and on-demand use of computing power resources, enabled by resource pooling, intelligent scheduling, and market-oriented services. Computing power scheduling and operation is a segment in the computing power scheduling value chain that features attractive business models and significant market potential. It helps customers address the issue of idle computing power and enables a platform-based service model. The market size of computing power scheduling and operation is calculated by multiplying the market size of the schedulable computing power cloud market by the scheduling commission rate. According to estimates by market research institutions, the total market size of the schedulable computing power cloud market in 2025 is approximately RMB887.4 billion. Assuming a commission rate of between 5% and 10%, the corresponding potential market size for China's computing power scheduling in 2025 is approximately RMB44.4 billion to RMB88.7 billion.

The explosive growth of AI large models has driven a surge in demand for computing power. As large models move from the training phase to the large-scale application phase, the demand for AI inference is showing exponential growth. The scale of models continues to expand, from billions of parameters to tens of billions or even hundreds of billions of parameters. The capability of computing power scheduling directly affects the efficiency and cost of model inference services. In large-scale deployment scenarios, optimizing computing power scheduling has a significant impact on service gross profit margins. Although the construction of computing power-related resources in China has accelerated and investment remains at a high level, the industry faces multiple challenges: low utilization rate of computing power resources and highly elastic demand for computing power. Driven by phased tasks such as model training and project delivery, this demand rises rapidly in the short term and then falls significantly during off-peak periods, leading to the coexistence of temporary shortages and long-term idle computing power.

Overall, China's computing power scheduling and operation market is in a key transition phase from "building computing power" to "operating computing power". The core of industry competition is shifting from building more computing power to achieving the unified discovery, unified scheduling, and on-demand use of computing power resources. With the accelerated construction of the computing power internet and the continuous expansion of AI application scenarios, the computing power scheduling and operation market is expected to maintain rapid growth.

II. PRINCIPAL BUSINESS OPERATIONS OF THE GROUP

1. Cloud-based Communications Services

Cloud-based communications services refer to value-added communications services and solutions provided to corporate and public organizations based on cloud technologies, primarily including (i) CPaaS services, which are a technology delivery model that enables companies to embed omni-channel communication functions into their business systems and applications with APIs or SDKs; and (ii) Contact Center SaaS, which refers to an efficient and intelligent contact center solution provided to corporate and public organizations with SaaS as the main deployment method.

On our cloud-based CPaaS platform, our customers, principally internet companies, software and information technology companies, and financial institutions, have convenient access to a vast array of integrated telecommunications resources, covering voice, messaging, and mobile data capabilities, which we source from major telecommunications operators and other service providers in China. Additional value-added features, such as data analytics, privacy protection and smart routing, are embedded in our CPaaS. In addition, we offer Contact Center SaaS, which is a suite of cloud-based software services that enables businesses to handle interactions with customers and potential customers.

For the Reporting Period, the cloud-based communications services business recorded revenue growth. During the Reporting Period, revenue from messaging, voice, and cloud call center businesses all increased compared with the corresponding period of 2025. Although revenue from the IoT business recorded a slight decrease, the growth in revenue from other businesses effectively offset this impact, driving an overall year-on-year increase in revenue from cloud-based communications services.

The revenue growth of the cloud-based communications services business was primarily driven by the Company's continuous efforts to expand customer resources for its messaging and voice businesses and broaden the coverage of its core businesses, thereby boosting revenue from these businesses. Meanwhile, the Company continued to optimize its operating system and improve business operational efficiency, achieving synergistic development of business scale growth and operating quality improvement.

2. Project-based Communications Solutions

Leveraging the cloud-based communications capabilities accumulated since its inception in 2008, the Company launched a new business segment, project-based communications solutions, in May 2020. This business segment enhances communication and connectivity capabilities for public sector clients in multiple application scenarios through software or a combination of software and hardware. Based on technologies such as cloud computing, integrated communications, and visual recognition, it develops corresponding solutions tailored to the personalized needs of customers.

In the first half of 2026, the Company continued to advance the development of its intelligent solutions business, exploring business opportunities in areas such as industry agents (intelligent customer service solution based on large models) and urban operation agents (for operational scenarios such as urban culture and tourism, elderly care, conference services, and scenic spots). Through the development of its intelligent platform and customized development capabilities, the Company provides customers with solutions that meet their business needs.

For the Reporting Period, revenue from the project-based smart communications solutions segment remained largely stable compared to the corresponding period of last year.

3. Intelligent Computing Scheduling and Operation Services

With the rapid development of technologies such as AI and large models, the demand for computing power continues to grow. Leveraging its accumulated technical capabilities in cloud-based communication, cloud computing, and platform operations, the Company is actively expanding its computing power operation business. Through resource pooling, intelligent scheduling, and market-oriented services, computing power scheduling and operation enables the unified discovery, unified scheduling, and on-demand use of computing power resources, enhancing resource utilization efficiency and promoting an efficient match between supply and demand for computing power.

During the Reporting Period, the Company added a new business segment — computing power scheduling and operation. Its self-developed computing power scheduling and operation platform has been completed and launched, and is capable of managing, scheduling, and operating computing power resources. Based on this platform, the Company provides computing power resource scheduling and operation services to meet the demand for computing power in scenarios such as large models and AI applications, thereby promoting an efficient match between the supply and demand of computing power resources.

For the Reporting Period, the computing power scheduling and operation business has generated commercial revenue, primarily due to the implementation of and revenue recognition from relevant computing power resource service projects during the Reporting Period. Looking ahead, the Company will continue to enhance the capabilities of its computing power scheduling and operation platform, expand the application scenarios for computing power resource services, and promote the development of its computing power operation business.

4. Other Communications Services and Accessories

In addition to its main services and solutions, the Company also offers other communications services and accessories, including digital rights and interests, membership benefits, contact center outsourcing, and video conference solutions. Since 2022, the Company has continuously optimized its business structure in response to market conditions and its business development strategy, gradually reducing investment in these businesses, primarily due to intense market competition and relatively limited profit contribution.

For the Reporting Period, revenue from the other communications services and accessories segment recorded a significant year-on-year decline, mainly due to the Group's proactive adjustment of its business structure, the gradual contraction of resource allocation to non-core businesses, and the reallocation of resources to business areas with long-term growth potential, such as cloud-based communication, computing power operation, and government and enterprise agents (smart communications solutions).

III. OPERATING RESULTS AND ANALYSIS

Financial Review

Revenue

The Group generates revenue mainly from cloud-based communications services, project-based communications solutions and other communications services and accessories. For the six months ended June 30, 2026, the revenue of the Group was RMB326.25 million, representing an increase of RMB52.22 million or 19.06% from RMB274.03 million in the corresponding period of last year. This was mainly due to the steady recovery of customer demand in the Company's cloud-based communications services segment, coupled with the large-scale revenue contribution from the strategically deployed intelligent computing scheduling and operation services segment during the Reporting Period. The revenue of each business segment is as follows:

For the six months ended June 30, 2026, the revenue of the cloud-based communications services segment was RMB297.64 million, representing an increase of RMB45.26 million or 17.93% from RMB252.38 million in the corresponding period of last year. This was mainly due to the continued increase in penetration of core voice and messaging cloud communications business among large and medium-sized government and enterprise customers, and the expansion of business scale from existing customers, driving the steady growth of revenue from cloud-based communications services.

For the six months ended June 30, 2026, the revenue of the project-based communications solutions segment was RMB13.82 million, representing an increase of RMB0.01 million or 0.07% from RMB13.81 million in the corresponding period of last year. This was mainly due to the stable project delivery pace of government and enterprise agent projects during the Reporting Period, with revenue recognized alternately from industry agent and government agent orders, keeping the overall revenue scale stable.

For the six months ended June 30, 2026, the revenue of the other communications services and accessories segment was RMB2.87 million, representing a decrease of RMB4.97 million or 63.39% from RMB7.84 million in the corresponding period of last year. This was mainly due to the Group's proactive optimization of its business structure, gradually scaling back low-margin businesses, and concentrating resources on developing high value-added cloud-based communication and intelligent computing operation businesses.

For the six months ended June 30, 2026, the revenue of the Company's newly added intelligent computing scheduling and operation services segment was RMB11.92 million, marking the official implementation of the Company's dual growth engines strategy of "cloud-based communication + intelligent computing scheduling and operation services". The intelligent computing scheduling and operation services have established a stable commercial revenue stream.

Costs

For the six months ended June 30, 2026, the costs incurred by the Group were RMB260.56 million, representing an increase of RMB46.16 million or 21.53% from RMB214.40 million in the corresponding period of last year. This was mainly due to the corresponding increase in channel costs driven by the growth in cloud-based communications business volume, as well as the computing power resource costs from the initial investment in the intelligent computing scheduling and operation services segment during the Reporting Period. The costs incurred by each business segment are as follows:

For the six months ended June 30, 2026, the costs incurred by the cloud-based communications services segment were RMB243.01 million, representing an increase of RMB40.11 million or 19.77% from RMB202.90 million in the corresponding period of last year. This was mainly due to the Group's corresponding increase in procurement of operator channel resources to match the revenue growth of cloud-based communications services and to ensure the quality of high-concurrency communications services during the Reporting Period.

For the six months ended June 30, 2026, the costs incurred by the project-based communications solutions segment were RMB3.15 million, representing a decrease of RMB0.98 million or 23.70% from RMB4.13 million in the corresponding period of last year. This was mainly due to the Group's continuous optimization of project delivery efficiency, strengthened project budget control, and reduction of customized development costs by reusing standardized AI agent components, leading to a year-on-year decrease in project delivery costs during the Reporting Period.

For the six months ended June 30, 2026, the costs incurred by the other communications services and accessories segment were RMB2.68 million, representing a decrease of RMB4.70 million or 63.68% from RMB7.38 million in the corresponding period of last year. This was mainly due to the Group's proactive reduction of the scale of low-margin businesses, with related business costs decreasing in tandem with revenue, resulting in a significant effect from business structure optimization during the Reporting Period.

For the six months ended June 30, 2026, the costs incurred by the intelligent computing scheduling and operation services segment were RMB11.73 million, mainly comprising procurement costs for intelligent computing equipment and costs of operation and maintenance personnel, reflecting that the Company is in the capacity ramp-up and resource reserves phase for its computing business.

Gross Profit and Gross Profit Margin

For the six months ended June 30, 2026, the gross profit of the Group was RMB65.69 million, representing an increase of RMB6.07 million or 10.17% from RMB59.62 million in the corresponding period of last year.

The comprehensive gross profit margin was 20.13%, representing a decrease of 1.62% from the corresponding period of last year, which was mainly due to the Company's strategic investment in intelligent computing scheduling and operation services during the Reporting Period. As this segment is still in its business incubation period, initial computing power resource utilization rates are ramping up, which temporarily diluted the comprehensive gross profit margin. At the same time, the cloud-based communications services segment moderately increased channel costs to ensure service stability for major customers, which also had a certain impact on the gross profit margin. As the volume of intelligent computing scheduling and operation services increases and resource scheduling efficiency improves, the gross profit margin is expected to gradually recover.

Selling Expenses

For the six months ended June 30, 2026, the selling expenses of the Group were RMB6.02 million, representing a decrease of RMB1.27 million or 17.46% from RMB7.29 million in the corresponding period of last year. This was mainly due to the Company's continued advancement of sales digital transformation during the Reporting Period, which reduced its reliance on offline promotion through enhanced standardisation capabilities of cloud-based communication and government and enterprise AI agent products, while also improving sales staff efficiency through refined customer management.

Administrative Expenses

For the six months ended June 30, 2026, the administrative expenses of the Group were RMB13.85 million, representing an increase of RMB0.46 million or 3.47% from RMB13.39 million in the corresponding period of last year. This was mainly due to the Company's moderate expansion of its management team during the Reporting Period to support the development of its intelligent computing operation and government and enterprise agent businesses.

R&D Expenses

For the six months ended June 30, 2026, the R&D expenses of the Group were RMB13.03 million, representing a decrease of RMB5.57 million or 29.95% from RMB18.61 million in the corresponding period of last year. This was mainly due to the Company's shift in R&D strategy during the Reporting Period from general technology R&D to a focus on the commercial deployment of the intelligent computing scheduling platform and vertical industry agents. As some early-stage capitalized R&D results entered the amortization phase, the corresponding R&D expenses incurred during the period were optimized.

Financial Expenses

For the six months ended June 30, 2026, the financial expenses of the Group were RMB6.66 million, representing an increase of RMB1.50 million or 29.16% from RMB5.16 million in the corresponding period of last year. This was mainly due to the Company's moderate increase in bank borrowings during the Reporting Period to develop its intelligent computing business, coupled with a rise in interest expenses due to fluctuations in market interest rates compared with the corresponding period of last year.

Income Tax Expenses

For the six months ended June 30, 2026, the income tax expenses of the Group were RMB-1.94 million, representing a decrease of RMB6.36 million or 143.98% from RMB4.42 million in the corresponding period of last year. This was mainly due to the recognition of deferred tax assets arising from the credit impairment loss during the Reporting Period, coupled with a decrease in income tax expenses corresponding to the year-on-year decrease in profit before tax.

Net Profit Attributable to Shareholders of the Listed Company

For the six months ended June 30, 2026, the net profit attributable to shareholders of the listed company was RMB13.27 million, representing a decrease of RMB12.35 million or 48.22% from the net profit attributable to shareholders of the listed company of RMB25.62 million in the corresponding period of last year. This was mainly due to the increase in credit impairment losses and the decrease in other income during the Reporting Period.

Equity Attributable to Non-controlling Interests

For the six months ended June 30, 2026, the equity attributable to non-controlling interests of the Group was RMB0.52 million, representing a decrease of RMB0.40 million or 43.68% from RMB0.92 million in the corresponding period of last year, which was mainly due to a year-on-year decrease in the net profit of non-wholly owned subsidiaries affected by business structure adjustments and phased investments during the Reporting Period.

Cash Flows

Net cash flows generated from operating activities

For the six months ended June 30, 2026, the net cash flows generated from operating activities of the Group were RMB-191.09 million, representing a decrease of RMB264.87 million or 358.99% from RMB73.78 million in the corresponding period of last year. This was mainly due to the Company's centralized upfront payment of channel procurement costs to upstream carriers and IDC service providers during the Reporting Period to secure capacity for peak-season demand in the cloud communications business and computing power reserves for the intelligent computing scheduling and operation services business, resulting in a temporary increase in operating cash outflows. In addition, cash inflows from sales of goods were relatively lagging due to the seasonal impact of the payment cycles of certain major customers. As customer collections accelerate in the second half of the year, the operating cash flows are expected to improve significantly.

Net cash flows generated from investing activities

For the six months ended June 30, 2026, the net cash flows generated from investing activities of the Group were RMB-0.12 million, representing a decrease of RMB0.12 million or 2,544.22% from the corresponding period of last year. This was mainly due to the Company's strategic deployment of intelligent computing scheduling and operation services during the Reporting Period, which involved the purchase of a small number of servers and network equipment for testing and optimization of the intelligent computing scheduling platform. As capital expenditure remained modest, cash flows generated from investing activities remained broadly stable.

Net cash flows generated from financing activities

For the six months ended June 30, 2026, the net cash flows generated from financing activities of the Group were RMB1.47 million, representing an increase of RMB5.98 million or 132.60% from RMB-4.51 million in the corresponding period of last year. This was mainly due to the Company's moderate increase in bank borrowings during the Reporting Period to support the deployment of its intelligent computing business and working capital requirements, while strictly controlling the pace of dividend distributions and interest payments, resulting in a turnaround from net cash outflow to net cash inflow from financing activities.

Liquidity and Financial Resources

Capital structure

A. Borrowing

The total bank and other borrowings of the Group as at June 30, 2026 were RMB356.17 million (as at December 31, 2025: RMB356.33 million). The bank borrowing was interest-bearing, unsecured, and guaranteed. During the Reporting Period, the Group did not experience any difficulties in utilizing its banking facilities.

B. Gearing Ratio

As at June 30, 2026, the gearing ratio of the Group was 36.69% (as at December 31, 2025: 34.42%), representing an increase of 2.27% (calculated as the total liabilities divided by the total assets and multiplied by 100%). The ratio remained relatively stable compared to the previous year due to normal fluctuations in the asset-liability structure. The gearing ratio of the Group indicates a robust financial position, as its debt level remains within reasonable parameters for enterprises operating under normal conditions.

C. Cash and Cash Equivalents

As at June 30, 2026, the cash and cash equivalents of the Group were RMB29.55 million, representing a decrease of RMB177.66 million or 85.74% from RMB207.21 million as at December 31, 2025, mainly due to the majority of the Company's raised funds being utilized as planned, and the increase in the Company's prepayments to operators and prepayments for computing power resources, coupled with the concentration of cash collections from the cloud communications business in the second half of the year.

Capital expenditure

For the six months ended June 30, 2026, the Group did not have any material capital expenditure.

Prepayments

As at June 30, 2026, the Group's prepayments were RMB963.60 million (as at December 31, 2025: RMB988.61 million), accounting for approximately 48.3% of total assets. Such prepayments were mainly prepayments made by the Group to upstream telecommunications operators and service providers for the procurement of telecommunications channel resources, and to IDC service providers and computing power resource providers for the procurement of computing power resources. In accordance with industry practice, major telecommunications operators and computing power resource providers generally require upfront payment before providing services, and therefore the Group is required to maintain a relatively high balance of prepayments.

Based on an aging analysis, as at June 30, 2026, prepayments with an aging of within one year amounted to RMB955.68 million, accounting for 99.18% of the total prepayments; prepayments with an aging of over one year amounted to RMB7.92 million, accounting for 0.82% of the total prepayments. The Group has made a bad-debt provision for prepayments of RMB0.31 million. As at June 30, 2026, the total balance of prepayments to the top five payees amounted to RMB450.51 million, accounting for 46.74% of the total prepayments and approximately 22.6% of the Group's total assets. The Directors confirm that the aforesaid top five prepayment counterparties are all independent third parties and are not connected with the Company, its Directors, substantial shareholders and their respective associates.

Pledge of assets

As of June 30, 2026, the Group did not have any pledge of assets.

Credit Risk

As at June 30, 2026, the largest credit risk exposure that may incur financial loss to the Group mainly came from the book value of each financial asset on the balance sheet. The monetary funds held by the Company are mainly deposited in financial institutions, such as state-owned holding banks and other large and medium-sized commercial banks. The management believes that these commercial banks have a high reputation and asset status, do not have significant credit risk, and will not cause any significant loss due to the default of the counterparty.

Foreign Exchange Risk

Foreign exchange risk refers to the risk of loss resulting from changes in foreign currency exchange rates. Fluctuations in exchange rates between RMB and other currencies in which the Group conducts business may affect its financial condition and results of operation. The Group mainly operates in the PRC and is exposed to foreign exchange risk arising from various currency exposures. The conversion of foreign currencies into RMB has been based on rates set by the People's Bank of China. The Group seeks to limit the exposure to foreign exchange risk by closely monitoring and minimizing its net foreign currency position. No financial instruments for hedging purposes were used by the Group, and the Group did not enter into any currency hedging transactions during the Reporting Period.

Contingent Liabilities

With reference to the Prospectus and the announcement of the Company dated December 23, 2025. Since October 2024 and up to the date of this report, the Company has been involved in two interrelated legal proceedings (the "Litigation") with Beijing Yakang Huanyu Technology Co., Ltd.* (北京亞康環宇科技有限公司) and Beijing Yunxi Technology Co., Ltd.* (北京雲汐科技有限公司) due to contractual disputes concerning the sale and purchase of computing module products. The freezing of the Company's basic bank account and general bank accounts was caused by the Litigation. As disclosed in the announcement of the Company dated December 23, 2025, there was an increase in the frozen funds in the Company's basic bank account and general bank accounts caused by the Litigation. The Board considers that the above Litigation has not had, and is not expected to have, any material adverse effect on the business operations or financial position of the Group, and the Company will make further announcement(s) in relation to the above Litigation in accordance with the Listing Rules as and when appropriate.

* *For identification purposes only*

References are made to the announcements of the Company dated June 2, 2026 and July 2, 2026, the Company has been involved in a legal proceeding with Qingdao Guoshi Data Service Co., Ltd.* (青島國實數據服務有限公司) due to a contractual dispute concerning the sale and purchase of high-performance intelligent computing node servers. The freezing of the Company's basic bank account, general bank accounts and the equity of the Company's subsidiaries was caused by the litigation mentioned above. The Board considers that the above litigation has not had, and is not expected to have, any material adverse effect on the business operations or financial position of the Group, and the Company will make further announcement(s) in relation to the above litigation in accordance with the Listing Rules as and when appropriate.

Save as disclosed above, the Group has no other material contingent liabilities as of June 30, 2026.

Material Acquisition and Disposal of Assets, Subsidiaries, Associates and Joint Ventures

The Group had no other material acquisition and disposal of assets, subsidiaries, associates and joint ventures during the Reporting Period.

Treasury Policy

The Group adopts a prudent financial management approach on its treasury policy so as to ensure that the Group's liquidity structure (composed of assets, liabilities and other commitments) is able to meet its funding requirements at all times.

Future Plans for Material Investment or Acquisition of Capital Assets

The Group had no other future plans for material investment or acquisition of capital assets during the Reporting Period. The Company did not have any significant investment with a value representing 5% or more of the Company's total assets during the Reporting Period.

IV. PROSPECTS AND OUTLOOK

Our vision is to become a globally recognized AI-driven provider of cloud-based communications services and solutions, and to build on this foundation to expand our innovative businesses. We plan to implement the following strategies:

1. Continuous improvement and innovation of products and services

We will continue to enrich the features and functions of our platform and delve into customer needs to improve and innovate our services. In particular,

(1) we will continue to improve the technical indicators of our cloud-based communication platform based on the needs of our core customers, maintain an industry-leading level in platform stability, security, and convenience, meet the stringent requirements of core customers and key industries, build platform readiness and conduct technical verification for next-generation communications capabilities such as 5G Messaging and New Calling, and steadily promote their commercial deployment.

(2) we will upgrade the intelligent contact center system to a customer service agent platform, allowing enterprises to quickly configure voice agents with specific roles, gradually reducing the proportion of transfers to manual customer service while improving customer satisfaction. In the next two years, we will promote the in-depth application of voice agents in fields such as telecommunications, finance, government affairs, and electric power to create efficient digital employees for enterprises.

(3) we will continue to optimize the capabilities of existing platforms such as the urban agent platform and the AI physical and mental health monitoring and early warning platform, focusing on refining mature solutions for the urban governance sector, such as agents for cultural tourism, elderly care, and event operations.

2. Comprehensively enhancing AI applications

We will strategically focus on smart communication solutions and cloud-based communications services that leverage large language models, voiceprint and image recognition, and motion recognition. By optimizing products with AI tools, we aim to increase the added value and improve the profit margin of the product. We intend to use our in-house trained AI applications to enhance our services and solutions: as part of our solution upgrade path, we will introduce agent technology at the appropriate time to conduct lightweight transformation of existing processes. For example, we will use agents to achieve automatic dispatch of events in urban public service hotlines, and use conversational agents to assist human agents in emotional counseling preprocessing for mental health services.

3. Expanding innovative businesses

As at June 30, 2026, the Company's intelligent computing operation platform completed development and was launched. Based on this, the Company will develop computing power scheduling and operation services, dedicated to solving practical problems for users in computing power selection, deployment, and optimization, and providing users with cost-effective, high-performance, and high-quality computing power services. At the same time, the Company is building an intelligent hardware product line, initially targeting C-end and B-end by launching smart bands, AI headsets, and smart lamps, aiming to extend full-suite cloud-based communication capabilities and AI computing power to individual and home scenarios, forming a "cloud-device integrated" synergistic ecosystem.

4. Developing business ecosystem cooperation

(1) In terms of government cooperation, we will steadily advance the digital operation business of established city bases, consolidate cooperative relationships with local governments and their commissions, offices, and bureaus, and strive to extend more service modules on the existing basis.

(2) In terms of ecosystem cooperation, we will leverage our advantageous products to maintain in-depth connections with leading platform vendors and vertical application vendors, and jointly create new products and solutions in response to changes in market demand.

(3) In terms of operator cooperation, we will continue to solidify resource cooperation with the operators' resource business departments, while strengthening collaboration with the local operators' government and enterprise departments at the city base level to explore various cooperation models such as joint project construction and joint operation.

5. Implementing our talent strategy and strengthening team development

In the next two years, we will continue to adhere to both external recruitment and internal training, focusing on supplementing two types of talent: first, technical R&D personnel with the ability to implement emerging technologies such as AIGC and agents; second, solution experts who are familiar with the business scenarios of government and industry customers and can effectively translate customer needs into technical solutions.

6. Capturing new growth opportunities

We plan to leverage our full-suite service capabilities to enhance customer loyalty and sustainable profitability. We will continue to explore new growth opportunities, expand geographic coverage, and increase penetration. By replicating our successful experience in China, we plan to initially expand our CPaaS and intelligent hardware business to Southeast Asia by partnering with local telecommunications operators and service providers.

V. RISK FACTORS AND RISK MANAGEMENT

Risks Relating to the Group's Business and Industry

We believe that there are certain risks and uncertainties involved in our operations, some of which are beyond our control. Some of the major risks we face include:

(1) Fluctuations in demand for our services and solutions may adversely affect our business and results of operations. Any loss of or decline in demand for our services and solutions could materially and adversely affect our business, results of operations, and financial condition;

(2) Failure to maintain our advantages in an increasingly competitive market may adversely affect our business and prospects;

(3) If we cannot continue to innovate or effectively respond to the rapidly evolving technology, market demands, industry dynamics, and other risks and uncertainties, our business, results of operations, and prospects would be materially and adversely affected;

(4) Our business relies on telecommunications resources provided by China's major telecommunications operators and other service providers; if we fail to maintain our collaborations with these telecommunications operators or service providers, our ability to serve our customers could be materially and adversely affected;

(5) If we fail to attract new customers or retain existing ones, our business, financial condition, and results of operations could be materially and adversely affected; and

(6) We have experienced, and in the future may continue to experience, net operating cash outflows and increases in trade receivables turnover days, prepayments, other receivables and other assets, which could expose us to liquidity risks.

We have developed risk management and internal control systems for our business to minimize actual or potential operational risks.

(1) Actively manage our product mix. We offer full-suite cloud-based communications services. However, some service offerings, such as voice services and Contact Center SaaS, have a higher gross profit margin over other types of CPaaS services. We have actively managed our product mix to enhance our profitability. On one hand, we have historically terminated cooperations with CPaaS customers that generated low profit margins; on the other hand, we continuously developed our Contact Center SaaS service offerings during the Track Record Period. Revenue derived from our Contact Center SaaS during the Track Record Period grew gradually. Our plan to further develop project-based communications solutions in the future also reflects our active management.

(2) Actively seize market opportunities. During the past years, we foresaw these market drivers and took measures to seize opportunities. We pay attention to the applications of AI tools, such as data analytics, NLP, voiceprint recognition and motion recognition. This ensures that our services and solutions constantly improve from a technological perspective. We also provide a stable supply of telecommunications resources and possess strong sales capabilities. The former enables us to offer services from a diverse range of regional telecommunications operators and service providers. The latter helps us to effectively meet the growing demand for corporate communication.

(3) Actively expand new business lines. During the Reporting Period, the Company has completed the development of the intelligent computing operation platform and built the corresponding talent team. In the future, we will effectively integrate our advantageous resources and vigorously develop computing power scheduling and operation services, aiming to provide customers with full-suite solutions covering computing power selection, deployment, and optimization. At the same time, the Company is actively expanding into the intelligent hardware field, extending to individual and home scenarios based on its advantages in full-suite cloud-based communication capabilities and AI computing power. The initial plan is to target the consumer and business markets with the launch of products such as smart bands, AI headsets, and smart lamps. The advancement of the above new businesses will help strengthen the synergistic effects of the Company's internal businesses and build new revenue growth points.

(4) To reduce the risk of reliance on cooperation with major telecommunications operators and service providers in the PRC, we have adopted the following measures: 1) establishing a multi-supplier cooperation system to diversify single-channel risk; 2) signing long-term framework agreements and clarifying the terms of service quality and liability for breach of contract; 3) conducting regular supplier service evaluation and alternative solution testing; 4) maintaining standardized technical interfaces to ensure substitutability; 5) establishing a special emergency fund for sudden changes in collaboration.

(5) Given that the cloud communications business contributes most of our revenue and trade receivables, we have implemented the following measures to shorten the settlement period starting from 2026, such as preferring customers with shorter payment cycles; setting more stringent payment terms for customers with significant trade receivables; incentivizing quicker settlement; scrutinizing payment progress and offering instalment payments for prompt settlement, etc.

(6) To further improve our collections, we have taken various measures since 2026 to strengthen the collection of trade receivables, including establishing management policies for receivables, having finance personnel regularly review receivables, actively communicating with our customers regarding settlements, and issuing collection letters. We have established a dedicated collection team to continuously monitor payment progress. This team, together with our business development personnel, communicates with customers regarding payment collection through various methods.

CORPORATE GOVERNANCE

COMPLIANCE WITH THE CG CODE

As a company listed on the Stock Exchange, the Company is committed to maintaining high standards of corporate governance to safeguard the interests of the Shareholders and to enhance corporate value and accountability. The Company has adopted the principles and code provisions of the CG Code as the basis of the Company's corporate governance practices.

Pursuant to code provision C.2.1 of the CG Code, the roles of chairman and chief executive officer should be separate and should not be performed by the same individual. Mr. Piao is serving as the chairman of the Board and chief executive officer of the Company. As Mr. Piao has been managing our Group's business and overall strategic planning since its establishment, the Directors consider that vesting the roles of chairman and chief executive officer in Mr. Piao ensures consistency in the leadership of the Group and is beneficial to the business prospects and management of the Group. Taking into account all the corporate governance measures to be implemented by the Company after the Listing, the Board considers that the balance of power under the current arrangement will not be impaired and this structure will enable the Company to make and implement decisions promptly and effectively. Accordingly, the Company has not segregated the roles of its chairman and chief executive officer. The Board will continue to review the effectiveness of the corporate governance structure of the Company in order to assess whether separation of the roles of chairman of the Board and chief executive officer is necessary.

During the Reporting Period, the Company had not arranged directors' liability insurance for its Directors. The Board confirmed that it is fully aware of code provision C.1.7 of the CG Code, which requires appropriate insurance cover to be arranged for directors in respect of legal action against them, and the Company will arrange for such directors' liability insurance as soon as possible. The Company has actively engaged in negotiations and evaluations with a number of experienced insurance companies and insurance brokers regarding the terms, scope of cover and level of cover of directors' liability insurance. As the Company needs to comprehensively consider the adequacy of cover, cost-effectiveness of different insurance schemes as well as the individual risk characteristics of Directors in the performance of their duties, the relevant selection and internal approval processes have not yet been completed.

Save as disclosed above, during the Reporting Period, the Company has complied with all applicable code provisions of the CG Code and adopted the recommended best practices set out therein where appropriate. Meanwhile, the Company will continue to review and enhance its corporate governance practices to ensure compliance with the CG Code.

COMPLIANCE WITH THE MODEL CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS

The Company has adopted the Model Code as the code of conduct for all Directors' dealings in the securities of the Company. Having made specific enquiries, all Directors have confirmed that they had strictly complied with the required standards set out in the Model Code during the Reporting Period. The Company has also set up guidelines in respect of the dealings by its relevant employees in the Company's securities, which are on terms no less exacting than those in the Model Code. The Company is not aware of any breach of the guidelines by its relevant employees during the Reporting Period.

DIRECTORS' RESPONSIBILITY FOR THE INTERIM FINANCIAL INFORMATION

The Directors acknowledge the relevant responsibilities for the preparation of the Company's interim financial information, which are to ensure that the preparation of the Company's interim financial information is in accordance with the relevant regulations and applicable accounting standards, and to ensure that the Company's interim financial information is published in a timely manner.

BOARD DIVERSITY POLICY

Our Company believes that the diversity of Directors brings a broad vision as well as rich and high-level professional experience to the Company, which is conducive to facilitating scientific decision-making and improving corporate governance, and is one of the key factors for achieving sustainable development.

The Company will disclose the composition of the Board in the Corporate Governance Report included in its annual report every year. The Nomination Committee will review the Company's policies on board diversity on an annual basis to ensure that such policies are effective. The Nomination Committee will discuss any possible and required amendments to these policies and propose amendments to the Board for approval.

INDEPENDENT NON-EXECUTIVE DIRECTORS

The Company has appointed a sufficient number of independent non-executive Directors who possess appropriate professional qualifications or accounting or related financial management expertise in accordance with the requirements of the Listing Rules. As at the Latest Practicable Date, the Company appointed three independent non-executive Directors in total, namely Mr. Sun Qiang, Mr. Xiang Ligang and Mr. Su Zile.

AUDIT COMMITTEE

The Company has established an Audit Committee in accordance with the requirements of the Listing Rules. The primary duties of the Audit Committee are to review the Company's annual internal audit work plan; to monitor the Company's financial reporting process and internal control procedure; to review the Company's internal audit quality and financial information disclosure; to review and monitor connected transactions and evaluate the appropriateness of such connected transactions; to monitor the appointment, re-appointment and removal of external auditors and to make recommendations to the Board in approving the remuneration and terms of engagement of the external auditor; to review and monitor the independence and objectivity of the external auditor and the effectiveness of the audit procedures; to establish and implement policies regarding the provision of non-audit services by the external auditor; to review interim and annual financial statements before submission to the Board; and to evaluate the effectiveness of internal control and risk management framework, ensuring that the work of the internal auditor and the external auditor is coordinated, that the internal audit function has sufficient resources to operate within the Company, that relevant personnel have adequate capabilities and work experience, and that there are regular training plans or similar arrangements.

As at the Latest Practicable Date, the Audit Committee comprises three independent non-executive Directors, namely Mr. Sun Qiang (independent non-executive Director), Mr. Xiang Ligang (independent non-executive Director) and Mr. Su Zile (independent non-executive Director). Mr. Sun Qiang is the chairman of the Audit Committee, with appropriate professional qualifications or accounting or related financial management expertise as required under Rule 3.10(2) of the Listing Rules.

The Audit Committee has reviewed the Group's interim results announcement for the six months ended June 30, 2026, this interim report and the unaudited interim financial information for the six months ended June 30, 2026 prepared in accordance with the CASBE, and confirmed that the applicable accounting principles, standards and requirements have been complied with, and that adequate disclosures have been made.

SHARE CAPITAL

As at June 30, 2026, the structure of the issued share capital of the Company was as follows:

Type of Shares	Nominal value per Share	Number of issued Shares	Percentage of total issued Shares (%)
Domestic Shares	RMB1.00	91,314,291	75.00%
H Shares	RMB1.00	30,440,000	25.00%
Total		121,754,291	100.00%

PUBLIC FLOAT

Based on publicly available information to the Company and to the knowledge of the Directors, no less than 25% of the issued Shares were held by the public throughout the Reporting Period and up to the Latest Practicable Date, which is in compliance with the requirements of the Listing Rules.

ISSUE OF SECURITIES AND USE OF PROCEEDS FROM THE GLOBAL OFFERING

Issue of H Shares

To further advance the Company's global strategic layout, establish an international capital operation platform and enhance its overall competitiveness, with the approval of the Stock Exchange, 30,440,000 H Shares issued by the Company were listed and traded on the Main Board of the Stock Exchange on July 9, 2025. The issue price for the issue of H Shares was HK$13.55 per H Share. The total gross proceeds amounted to approximately HK$412.46 million, and the net proceeds, after deducting underwriting commissions, fees and other expenses in connection with the global offering, amounted to approximately HK$367.50 million (equivalent to approximately RMB334.50 million).

Use of Proceeds from the Global Offering

During the Reporting Period, the Company utilised the net proceeds from the issue of H Shares in accordance with the manner, purpose and proportion as set out in the Prospectus.

As at June 30, 2026, the details of utilisation of such proceeds are set out below:

	Net proceeds from the Listing available for utilisation (RMB million)	Unutilised net proceeds as at December 31, 2025 (RMB million)	Actual amount utilised during the Reporting Period (RMB million)	Unutilised net proceeds as at June 30, 2026 (RMB million)	Expected utilisation timetable for proceeds
Continuous improvement and development of services and solutions	**151.86**	**73.56**	**73.56**	**—**	**—**
Upgrading of existing cloud-based communications services and project-based communications solutions	85.63	55.39	55.39	—	—
Purchase and lease of computing power and graphics processing units	28.10	18.18	18.18	—	—
Outsourced research and development	38.13	—	—	—	—
Expansion of sales channels	**52.18**	**49.66**	**49.66**	**—**	**—**
Recruitment of personnel, cooperation and procurement of media traffic for new media platforms	18.73	17.53	17.53	—	—
Recruitment of sales personnel	8.03	6.71	6.71	—	—
Investment in and joint ventures with Southeast Asian companies with similar businesses to the Company	25.42	25.42	25.42	—	—
Acquisition activities in the PRC	**54.19**	**54.19**	**48.48**	**5.71**	**December 31, 2026**
Repayment of outstanding loans	**42.82**	**—**	**—**	**—**	**—**
Working capital and other general corporate purposes	**33.45**	**—**	**—**	**—**	**—**
Total	**334.50**	**177.41**	**171.70**	**5.71**	

The unutilised net proceeds not applied to the above purposes have been placed in short-term or demand deposits with licensed banks and financial institutions (as defined in the SFO or applicable laws in relevant jurisdictions (for non-Hong Kong deposits)).

INTERIM DIVIDEND

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

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

For the six months ended June 30, 2026, neither the Company nor any of its subsidiaries has purchased, sold or redeemed any of the listed securities of the Company (including sale of treasury shares).

As at June 30, 2026, the Company did not hold any treasury shares.

INTERESTS AND SHORT POSITIONS OF DIRECTORS AND CHIEF EXECUTIVES IN SHARES, UNDERLYING SHARES AND DEBENTURES OF THE COMPANY OR ANY OF ITS ASSOCIATED CORPORATIONS

As at June 30, 2026, the interests and short positions of the Directors and chief executives of the Company in the Shares, underlying Shares and debentures of the Company or any of its associated corporations (within the meaning of Part XV of the SFO) which were required to be notified to the Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests and short positions which they were taken or deemed to have under such provisions of the SFO), or which were required, pursuant to Section 352 of the SFO, to be entered in the register referred to therein, or which were required, pursuant to the Model Code, to be notified to the Company and the Stock Exchange were as follows:

Name	Capacity/ Nature of interest	Type of Shares held	Number of Shares held(1)	Approximate shareholding percentage in the relevant class of Shares(2)	Approximate shareholding percentage in the total share capital of the Company(3)
Directors/Chief Executives					
Mr. Piao Shenggen (樸聖根)	Beneficial owner	Domestic Shares	24,984,600 (L)	27.36%	20.52%
Mr. Yue Duanpu (岳端普)	Beneficial owner	Domestic Shares	2,052,000 (L)	2.25%	1.69%
Mr. Wang Peide (王培德)	Beneficial owner	Domestic Shares	783,590 (L)	0.86%	0.64%

Notes:

(1) The letter "L" denotes a long position or voting rights connected to the Shares.

(2) The calculation is based on a total of 91,314,291 issued Domestic Shares as at June 30, 2026.

(3) The calculation is based on a total of 121,754,291 issued Shares as at June 30, 2026.

Save as disclosed above, as at June 30, 2026, there were no interests or short positions held by the Directors and chief executives of the Company in the Shares, underlying Shares or debentures of the Company or any of its associated corporations which were required to be notified to the Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests and short positions which they were taken or deemed to have under such provisions of the SFO), or which were required, pursuant to Section 352 of the SFO, to be entered in the register referred to therein, or which were required to be notified to the Company and the Stock Exchange pursuant to the Model Code.

SUBSTANTIAL SHAREHOLDERS' INTERESTS AND SHORT POSITIONS IN SHARES AND UNDERLYING SHARES

As at June 30, 2026, to the best knowledge of the Directors after making reasonable enquiries, the following persons (other than Directors and chief executives of the Company) have interests or short positions in the Shares or underlying Shares which were required to be disclosed to the Company and the Stock Exchange pursuant to Division 2 and 3 of Part XV of the SFO or which have to be recorded in the register required to be kept by the Company pursuant to Section 336 of the SFO:

Name of Shareholders	Capacity/ Nature of interest	Class of Shares held	Number of Shares held(1)	Approximate shareholding percentage in the relevant class of Shares(2)	Approximate shareholding percentage in the total share capital of the Company(3)
Lianchuang Innovation (Chengdu) Equity Investment Fund Partnership (L.P.) (聯創創新(成都)股權投資基金合夥企業(有限合夥))	Beneficial owner	Domestic Shares	7,219,316 (L)	7.91%	5.93%
Tongzhou International Development Limited (通州國際發展有限公司)	Beneficial owner	H Shares	9,556,500 (L)	31.39%	7.85%

Notes:

(1) The letter "L" denotes a long position or voting rights connected to the Shares.

(2) The calculation is based on the total number of issued H Shares of 30,440,000 or the total issued Domestic Shares of 91,314,291 as at June 30, 2026.

(3) The calculation is based on a total of 121,754,291 issued Shares as at June 30, 2026.

Save as disclosed above, as at June 30, 2026, the Directors were not aware of any other persons (other than Directors and chief executives of the Company) who have interests or short positions in the Shares or underlying Shares which were required to be disclosed to the Company and the Stock Exchange pursuant to Division 2 and 3 of Part XV of the SFO or to be recorded in a register required to be kept by the Company pursuant to Section 336 of the SFO.

EMPLOYEES AND REMUNERATION POLICIES

As at June 30, 2026, the total number of employees of the Group was 157 (June 30, 2025: 163). The remuneration of the management is composed of basic salary, position salary, performance salary and other salaries, and the remuneration of ordinary employees is composed of basic salary, position salary, performance salary and business commission. The performance-based remuneration is determined based on the Group's performance and the performance appraisal of the employees.

The Group attaches great importance to staff training and continuously improves its education and training system. The Group provides comprehensive training programmes for its staff, including monthly induction training for new staff, product training for all staff when needed and centralized training for staff in key positions at the beginning of each year.

During the Reporting Period, the Group paid a total of RMB18.65 million in remuneration to its employees (six months ended June 30, 2025: RMB18.77 million).

MATERIAL LEGAL PROCEEDINGS

References are made to the announcements of the Company dated June 2, 2026 and July 2, 2026. The Company has been involved in a legal proceeding with Qingdao Guoshi Data Service Co., Ltd.* (青島國實數據服務有限公司) due to a contractual dispute concerning the sale and purchase of high-performance intelligent computing node servers. The freezing of the funds in the Company's basic bank account and general bank accounts and the equity of the Company's subsidiaries was caused by the litigation. The Board considers that the above litigation has not had, and is not expected to have, any material adverse effect on the business operations or financial position of the Group, and the Company will make further announcement(s) in relation to the above litigation in accordance with the Listing Rules as and when appropriate. For details of the litigation, please refer to the "Inside information announcement on litigation" and the "Inside information supplemental announcement on litigation" published by the Company on June 2, 2026 and July 2, 2026, respectively.

CHANGES IN INFORMATION OF DIRECTORS AND SENIOR MANAGEMENT

1. The Director's fee of each of Mr. Sun Qiang, Mr. Xiang Ligang and Mr. Su Zile, the independent non-executive Directors, has been adjusted to RMB150,000 (before tax) per annum with effect from May 22, 2026.

2. Ms. Au Wing Sze has resigned as the company secretary of the Company and the authorised representative of the Company under Rule 3.05 of the Listing Rules due to her other work arrangements, with effect from June 23, 2026. Following Ms. Au Wing Sze's resignation, Mr. Chen Zaixiong and Ms. Li Chiao Ling were appointed as the joint company secretaries of the Company with effect from June 23, 2026. Ms. Li Chiao Ling was also appointed as the authorised representative of the Company under Rule 3.05 of the Listing Rules with effect from June 23, 2026.

The biographies of the newly appointed senior management are as follows:

* *For identification purposes only*

Mr. Chen Zaixiong (陳再雄)

Mr. Chen Zaixiong, aged 41, has over 16 years of relevant experience in financial management, accounting and corporate governance. He joined the Company in November 2025 as a finance supervisor to undertake financial duties. He has been appointed as the chief financial officer of the Company and secretary to the Board since February 6, 2026, and was appointed as the joint company secretary of the Company with effect from June 23, 2026.

Mr. Chen graduated from Dongbei University of Finance and Economics (東北財經大學) with a bachelor's degree in Accounting in July 2010. Mr. Chen obtained the title of Senior Accountant issued by the Beijing Municipal Human Resources and Social Security Bureau (北京市人力資源和社會保障局) in November 2025; the Senior ESG Evaluator certificate issued by the Hong Kong Quality Assurance Agency (香港品質保證局) in May 2025; the Qualification Certificate for Secretary to the Board issued by the NEEQ in April 2017; the Qualification Certificate for Securities, Fund and Futures Practitioners issued by the Securities Association of China (中國證券業協會) in March 2018; and the Qualification Certificate for Secretary to the Board issued by the Shenzhen Stock Exchange in December 2018.

Prior to joining the Company, Mr. Chen previously served as the financial manager of Vats Liquor Chain Store Management Joint Stock Co., Ltd.* (華致酒行連鎖管理股份有限公司), a company listed on the Shenzhen Stock Exchange (Stock Code: 300755.SZ), the financial controller and secretary to the Board of Beijing UHUT Technology Co., Ltd.* (北京喲哈科技股份有限公司), a company previously listed on the NEEQ from October 2015 to September 2020, the financial controller and secretary to the board of directors of Ebrun Inc.* (北京億商聯動國際電子商務股份有限公司), and the financial controller of Beijing Chuzhiyuan Environmental Protection Technology Co., Ltd.* (北京楚之園環保科技有限責任公司).

Ms. Li Chiao Ling (李巧玲)

Ms. Li Chiao Ling was appointed as the joint company secretary of the Company with effect from June 23, 2026. She is a manager of the company secretarial services department of TMF Hong Kong Limited, responsible for providing company secretarial and compliance services to clients. Ms. Li has over 15 years of experience in the company secretarial field and possesses extensive knowledge and experience in corporate governance and compliance matters. She is a member of both The Hong Kong Chartered Governance Institute and The Chartered Governance Institute in the United Kingdom.

* *For identification purposes only*

SIGNIFICANT EVENTS AFTER THE REPORTING PERIOD

Reference is made to the announcement of the Company dated August 26, 2026. The Company has been involved in a legal proceeding with Beijing Zhongke Xinkong Innovation and Entrepreneurship Technology Development Co., Ltd.* (北京中科信控創新創業科技發展有限公司) ("Beijing Zhongke Xinkong") due to a contractual dispute concerning the sale and purchase of high-performance intelligent computing node servers. To safeguard its legitimate rights and interests, the Company has filed a lawsuit against Beijing Zhongke Xinkong with the Beijing Tongzhou District People's Court and has applied to the court for pre-litigation property preservation, requesting the seizure and freezing of bank accounts of Beijing Zhongke Xinkong in the aggregate amount of RMB40.00 million, or other assets of equivalent value. The Board considers that the above litigation is a legal action taken by the Company to safeguard its legitimate rights and interests, and has not had, and is not expected to have, any material adverse effect on the business operations or financial position of the Group. Further announcement(s) will be made by the Company regarding the updates of the litigation as and when appropriate in accordance with the Listing Rules.

Save as disclosed above, the Group had no other material subsequent events after June 30, 2026 and up to the date of this announcement.

CONSOLIDATED BALANCE SHEET (UNAUDITED)

Item	Note	June 30, 2026	December 31, 2025
Current assets:			
Monetary capital	IV (Note 1)	**29,552,428.80**	219,293,795.62
Financial assets held for trading		**–**	–
Derivative financial assets		**–**	–
Notes receivable and accounts receivable	IV (Note 2)	**899,508,833.16**	601,681,426.69
Prepayments	IV (Note 3)	**963,600,501.98**	988,607,035.93
Other receivables	IV (Note 4)	**54,799,382.35**	64,307,716.30
Inventories	IV (Note 5)	**5,550,422.17**	6,385,157.62
Contract assets		**–**	–
Assets held for sale		**–**	–
Non-current assets due within one year		**–**	–
Other current assets	IV (Note 6)	**21,868,183.63**	6,860,854.41
Total current assets		**1,974,879,752.09**	1,887,135,986.57
Non-current assets:			
Debt investments		**–**	–
Other debt investments		**–**	–
Long-term receivables		**–**	–
Long-term equity investments		**–**	–
Other equity instrument investments		**–**	–
Other non-current financial assets		**–**	–
Investment properties		**–**	–
Fixed assets	IV (Note 9)	**1,810,564.83**	1,967,870.14
Construction in progress		**–**	–
Productive biological assets		**–**	–
Oil and gas assets		**–**	–
Right-of-use assets	IV (Note 10)	**2,157,874.64**	4,019,231.60
Intangible assets		**–**	–
Development expenses		**–**	–
Goodwill		**–**	–
Long-term deferred expenses	IV (Note 12)	**511,119.37**	822,475.49
Deferred income tax assets	IV (Note 13)	**14,241,040.15**	11,068,450.71
Other non-current assets	IV (Note 14)	**–**	–
Total non-current assets		**18,720,598.99**	17,878,027.94
Total assets		**1,993,600,351.08**	1,905,014,014.51

Item	Note	June 30, 2026	December 31, 2025
Current liabilities:			
Short-term borrowings	*IV (Note 15)*	**328,242,249.97**	316,360,085.25
Financial liabilities held for trading		**—**	—
Derivative financial liabilities		**—**	—
Notes payable and accounts payable	*IV (Note 16)*	**178,205,366.26**	173,038,890.32
Advances received		**—**	—
Contract liabilities	*IV (Note 17)*	**60,524,841.53**	42,502,421.38
Staff remuneration payables	*IV (Note 18)*	**6,095,997.28**	3,921,909.21
Taxes and dues payable	*IV (Note 19)*	**888,245.62**	7,401,342.37
Other payables	*IV (Note 20)*	**70,380,744.75**	70,446,812.80
Liabilities held for sale		**—**	—
Non-current liabilities due within one year	*IV (Note 21)*	**2,384,701.83**	9,734,293.84
Other current liabilities	*IV (Note 22)*	**56,604,581.61**	11,427,867.53
Total current liabilities		**703,326,728.85**	634,833,622.70
Non-current liabilities:			
Long-term borrowings	*IV (Note 23)*	**27,926,439.86**	19,950,000.00
Bonds payable		**—**	—
Including: Preference shares		**—**	—
Perpetual bonds		**—**	—
Lease liabilities	*IV (Note 24)*	**104,583.43**	346,271.53
Long-term payables		**—**	—
Accrued liabilities		**—**	506,939.84
Deferred income		**—**	—
Deferred tax liabilities		**—**	—
Other non-current liabilities		**—**	—
Total non-current liabilities		**28,031,023.29**	20,803,211.37
Total liabilities		**731,357,752.14**	655,636,834.07

Item	Note	June 30, 2026	December 31, 2025
Owners' equity (or shareholders' equity):			
Paid-up capital (or share capital)	*IV (Note 26)*	**121,754,291.00**	121,754,291.00
Other equity instruments		**—**	—
Including: Preference shares		**—**	—
Perpetual bonds		**—**	—
Capital reserve	*IV (Note 27)*	**562,966,529.32**	562,966,529.32
Less: Treasury shares		**—**	—
Other comprehensive income	*IV (Note 28)*	**-4,250,000.00**	-4,250,000.00
Surplus reserve	*IV (Note 29)*	**61,965,946.30**	61,965,946.30
Undistributed profit	*IV (Note 30)*	**519,289,458.01**	506,023,489.44
Foreign currency financial statement translation differences		**—**	—
Total equity attributable to owners of the parent company		**1,261,726,224.63**	1,248,460,256.06
Equity attributable to minority shareholders		**516,374.31**	916,924.38
Total owners' equity (or shareholders' equity)		**1,262,242,598.94**	1,249,377,180.44
Total liabilities and owners' equity (or shareholders' equity)		**1,993,600,351.08**	1,905,014,014.51

BALANCE SHEET OF THE PARENT COMPANY (UNAUDITED)

Item	*Note*	**Closing balance**	Opening balance
Current assets:			
Cash and bank balances		**25,587,527.86**	165,944,153.80
Financial assets held for trading		**—**	—
Derivative financial assets		**—**	—
Notes receivable and accounts receivable	*XI (Note 1)*	**540,403,976.35**	399,777,863.62
Prepayments		**741,543,322.00**	651,544,164.23
Other receivables	*XI (Note 2)*	**257,296,394.47**	341,178,722.89
Inventories		**5,755,237.74**	3,218,528.01
Contract assets		**—**	—
Assets held for sale		**—**	—
Non-current assets due within one year		**—**	—
Other current assets		**11,125,866.39**	71,740.19
Total current assets		**1,581,712,324.81**	1,561,735,172.74
Non-current assets:			
Debt investments		**—**	—
Other debt investments		**—**	—
Long-term receivables		**—**	—
Long-term equity investments	*XI (Note 3)*	**229,782,265.10**	224,331,115.10
Other equity instrument investments		**—**	—
Other non-current financial assets		**—**	—
Investment properties		**—**	—
Fixed assets		**1,397,704.32**	1,332,966.62
Construction in progress		**—**	—
Productive biological assets		**—**	—
Oil and gas assets		**—**	—
Right-of-use assets		**1,683,446.41**	3,366,892.69
Intangible assets		**—**	—
Development expenses		**—**	—
Goodwill		**—**	—
Long-term deferred expenses		**187,869.53**	375,739.19
Deferred tax assets		**10,452,251.05**	9,686,748.55
Other non-current assets		**—**	—
Total non-current assets		**243,503,536.41**	239,093,462.15
Total assets		**1,825,215,861.22**	1,800,828,634.89

Item	Note	Closing balance	Opening balance
Current liabilities:			
Short-term borrowings		239,730,905.54	245,811,401.38
Financial liabilities held for trading		–	–
Derivative financial liabilities		–	–
Notes payable and accounts payable		11,296,597.46	30,259,924.19
Advances received		–	–
Contract liabilities		39,698,578.95	25,845,534.81
Staff remuneration payables		3,348,128.52	1,468,755.24
Taxes payable		635,536.79	6,487,015.25
Other payables		155,960,608.79	163,873,851.11
Liabilities held for sale		–	–
Non-current liabilities due within one year		2,009,426.68	9,385,806.35
Other current liabilities		42,672,513.20	1,564,963.88
Total current liabilities		495,352,295.93	484,697,252.21
Non-current liabilities:			
Long-term borrowings		9,960,547.50	4,950,000.00
Bonds payable		–	–
Including: Preference shares		–	–
Perpetual bonds		–	–
Lease liabilities		–	–
Long-term payables		–	–
Accrued liabilities		–	506,939.84
Deferred income		–	–
Deferred tax liabilities		–	–
Other non-current liabilities		–	–
Total non-current liabilities		9,960,547.50	5,456,939.84
Total liabilities		505,312,843.43	490,154,192.05

Item	*Note*	**Closing balance**	Opening balance
Owners' equity (or shareholders' equity):			
Paid-up capital (or share capital)		**121,754,291.00**	121,754,291.00
Other equity instruments		**—**	—
Including: Preference shares		**—**	—
Perpetual bonds		**—**	—
Capital reserve		**563,483,196.92**	563,483,196.92
Less: Treasury shares		**—**	—
Other comprehensive income		**-4,250,000.00**	-4,250,000.00
Surplus reserve		**61,965,946.30**	61,965,946.30
Undistributed profit		**576,949,583.57**	567,721,008.62
Foreign currency financial statement translation differences		**—**	—
Total equity attributable to owners of the parent		**1,319,903,017.79**	1,310,674,442.84
Non-controlling interests		**—**	—
Total owners' equity (or shareholders' equity)		**1,319,903,017.79**	1,310,674,442.84
Total liabilities and owners' equity (or shareholders' equity)		**1,825,215,861.22**	1,800,828,634.89

CONSOLIDATED INCOME STATEMENT (UNAUDITED)

Item	Note	From January to June 2026	From January to June 2025
I. Total revenue from operations	*IV (Note 31)*	**326,249,694.50**	274,025,561.63
Less: Operating costs	*IV (Note 31)*	**260,564,290.86**	214,404,093.00
Taxes and other levies	*IV (Note 32)*	**693,985.46**	594,052.98
Selling expenses	*IV (Note 33)*	**6,019,948.86**	7,293,573.03
Administrative expenses	*IV (Note 34)*	**13,851,726.65**	13,386,913.21
R&D expenses	*IV (Note 35)*	**13,032,577.76**	18,605,298.25
Finance expenses	*IV (Note 36)*	**6,661,968.12**	5,157,924.68
Including: Interest expenses		**6,034,926.96**	4,522,460.22
Interest income		**-4,141.70**	-2,783.93
Asset impairment loss	*IV (Note 40)*	**-273,882.94**	0.00
Credit impairment loss	*IV (Note 39)*	**15,436,459.95**	-11,875,439.55
Add: Other income	*IV (Note 37)*	**266,144.34**	3,527,537.34
Gain from investment (loss is represented by "-")	*IV (Note 38)*	**–**	–
Including: Investment revenue in associates and joint ventures		**–**	–
Gains from net exposure to hedging (loss is represented by "-")		**–**	–
Gains on changes in fair value (loss is represented by "-")		**–**	–
Gains from disposal of assets (loss is represented by "-")		**–**	38,002.50
II. Profit from operations (loss is represented by "-")		**10,528,764.12**	30,024,685.87
Add: Non-operating income	*IV (Note 42)*	**11,296.79**	0.00
Less: Non-operating expenses	*IV (Note 43)*	**-383,066.80**	116,927.20
III. Total profit (total loss is represented by "-")		**10,923,127.71**	29,907,758.67
Less: Income tax expenses	*IV (Note 44)*	**-1,942,290.79**	4,416,187.41
IV. Net profit (net loss is represented by "-")		**12,865,418.50**	25,491,571.26
Net profit attributable to owners of the parent company		**13,265,968.57**	25,618,530.27
Profit or loss attributable to minority shareholders		**-400,550.07**	-126,959.01

INCOME STATEMENT OF THE PARENT COMPANY (UNAUDITED)

Item	Note	From January to June 2026	From January to June 2025
I. Total revenue from operations	*XI (Note4)*	**186,384,087.88**	220,393,287.94
Less: Operating costs	*XI (Note4)*	**146,284,677.67**	183,509,313.85
Taxes and surcharges		**480,856.56**	324,140.22
Selling expenses		**2,547,145.07**	2,703,303.60
Administrative expenses		**8,821,539.77**	8,526,340.75
R&D expenses		**8,921,309.91**	14,976,582.73
Finance expenses		**4,925,486.77**	3,966,927.85
Including: Interest expenses		**4,339,254.95**	3,410,257.32
Interest income		**-2,629.97**	-1,063.80
Asset impairment loss		**-273,882.94**	—
Credit impairment loss		**6,567,160.22**	-843,333.26
Add: Other income		**30,268.76**	3,026,329.71
Investment income (“-” for loss)		**—**	—
Including: Investment income in associates and joint ventures		**—**	—
Gains from net exposure to hedging (“-” for loss)		**—**	—
Gains on changes in fair value (“-” for loss)		**—**	—
Gains from disposal of assets (“-” for loss)		**—**	—

Item	Note	From January to June 2026	From January to June 2025
II. Profit from operations (“-” for loss)		**8,140,063.61**	10,256,341.91
Add: Non-operating income		**5,993.92**	–
Less: Non-operating expenses		**-502,872.63**	–
III. Total profit (“-” for total loss)		**8,648,930.16**	10,256,341.91
Less: Income tax expenses		**-579,644.79**	343,471.68
IV. Net profit (“-” for net loss)		**9,228,574.95**	9,912,870.23
Net profit attributable to owners of the parent		**9,228,574.95**	9,912,870.23
Profit or loss attributable to minority shareholders		**–**	–
V. Other comprehensive income, net of tax		**–**	–
(I) Other comprehensive income not to be reclassified to profit or loss		**–**	–
1. Changes in remeasured defined benefit obligations		**–**	–
2. Other comprehensive income not to be reclassified to profit or loss under the equity method		**–**	–
3. Changes in fair value of other equity instrument investments		**–**	–
4. Fair value changes in enterprise’s own credit risk		**–**	–
5. Others		**–**	–

Item	Note	From January to June 2026	From January to June 2025
(II) Other comprehensive income to be reclassified to profit or loss		–	–
1. Other comprehensive income to be reclassified to profit or loss under the equity method		–	–
2. Changes in fair value of other debt investments		–	–
3. Amount of financial assets reclassified into other comprehensive income		–	–
4. Provision for credit impairment of other debt investments		–	–
5. Reserves for cash flow hedge		–	–
6. Translation difference of foreign currency financial statements		–	–
7. Others		–	–
VI. Total comprehensive income		–	–
VII. Earnings per share:		–	–
(I) Basic earnings per share		–	–
(II) Diluted earnings per share		–	–

CONSOLIDATED CASH FLOW STATEMENT (UNAUDITED)

Item	Note	From January to June 2026	From January to June 2025
I. Cash flows from operating activities:			
Cash received from sales of goods and provision of services		865,010,733.55	981,127,703.35
Refund of taxes and levies		86,555.29	45,387.38
Other cash received relating to operating activities		26,630,686.87	79,091,844.16
Subtotal of cash inflows of operating activities		891,727,975.71	1,060,264,934.89
Cash paid for goods purchased and services received		1,030,075,365.40	898,341,538.79
Cash paid to or on behalf of employees		18,652,174.02	22,357,035.24
Taxes and levies paid		8,440,969.69	2,329,223.14
Other cash paid relating to operating activities		25,649,927.32	63,455,437.43
Subtotal of cash outflows from operating activities		1,082,818,436.43	986,483,234.60
Net cash flows from operating activities		-191,090,460.72	73,781,700.29
II. Cash flows from investing activities:			
Cash received from disposal of investments		–	–
Cash from investment income		–	–
Net cash proceeds from disposal of fixed assets, intangible assets and other long-term assets		321,951.33	–
Net cash received from disposal of subsidiaries and other operating entities		–	–
Other cash received relating to investing activities		–	–
Subtotal of cash inflows from investing activities		321,951.33	–
Cash paid for purchase and construction of fixed assets, intangible assets and other long-term assets		442,369.02	4,553.99
Cash paid for investments		–	–
Net cash paid to acquire subsidiaries and other operating entities		–	–
Other cash paid relating to investing activities		–	–
Subtotal of cash outflows from investing activities		442,369.02	4,553.99
Net cash flows from investing activities		-120,417.69	-4,553.99

Item	Note	From January to June 2026	From January to June 2025
III. Cash flows from financing activities:			
Cash received from capital injection		–	–
Cash received from borrowings		163,800,000.00	179,000,000.00
Other cash received relating to financing activities		–	200,000.00
Subtotal of cash inflows from financing activities		163,800,000.00	179,200,000.00
Cash paid for repayment of borrowings		155,057,750.00	177,000,000.00
Cash paid for distribution of dividends, profits or payment of interest expenses		4,710,532.31	4,479,585.07
Cash paid relating to other financing activities		2,561,815.44	2,229,966.48
Subtotal of cash outflows from financing activities		162,330,097.75	183,709,551.55
Net cash flows from financing activities		1,469,902.25	-4,509,551.55
IV. Effect of exchange rate changes on cash and cash equivalents		-390.66	–
V. Net increase in cash and cash equivalents		-189,741,366.82	69,267,594.75
Add: Balance of cash and cash equivalents as at the beginning of the period		219,293,795.62	7,286,014.49
VI. Balance of cash and cash equivalents as at the end of the period		29,552,428.80	76,553,609.24

CASH FLOW STATEMENT OF THE PARENT COMPANY (UNAUDITED)

Item	Note	From January to June 2026	From January to June 2025
I. Cash flows from operating activities:			
Cash received from sales of goods and rendering of services		**671,381,086.13**	505,829,290.96
Refund of taxes and levies		**32,084.89**	—
Other cash received relating to operating activities		**163,156,809.50**	284,509,703.32
Subtotal of cash inflows of operating activities		**834,569,980.52**	790,338,994.28
Cash paid for goods and services		**843,703,689.21**	573,885,694.55
Cash paid to or on behalf of employees		**7,629,972.25**	9,323,710.12
Cash paid for taxes and levies		**7,072,167.77**	1,180,015.28
Other cash paid relating to operating activities		**93,289,165.23**	110,612,154.03
Subtotal of cash outflows from operating activities		**951,694,994.46**	695,001,573.98
Net cash flows from operating activities		**-117,125,013.94**	95,337,420.30
II. Cash flows from investing activities:		**—**	—
Cash received from return of investments		**—**	—
Cash received from investment income		**—**	—
Net cash proceeds from disposal of fixed assets, intangible assets and other long-term assets		**—**	—
Net cash received from disposal of subsidiaries and other business units		**—**	—
Other cash received relating to investing activities		**—**	—
Subtotal of cash inflows from investing activities		**—**	—
Cash paid for purchase and construction of fixed assets, intangible assets and other long-term assets		**142,369.02**	—
Cash paid for investments		**5,451,150.00**	14,772,600.00
Net cash paid to acquire subsidiaries and other business units		**—**	—
Other cash paid relating to investing activities		**—**	—
Subtotal of cash outflows from investing activities		**5,593,519.02**	14,772,600.00
Net cash flows from investing activities		**-5,593,519.02**	-14,772,600.00

Item	Note	From January to June 2026	From January to June 2025
III. Cash flows from financing activities:		—	—
Cash received from capital injection		—	—
Cash received from borrowings		113,300,000.00	114,500,000.00
Other cash received relating to financing activities		—	—
Subtotal of cash inflows from financing activities		113,300,000.00	114,500,000.00
Cash paid for repayment of borrowings		125,507,750.00	171,000,000.00
Cash paid for distribution of dividends, profits or payment of interest expenses		3,008,724.19	3,351,351.58
Cash paid relating to other financing activities		2,421,614.32	2,018,011.94
Subtotal of cash outflows from financing activities		130,938,088.51	176,369,363.52
Net cash flows from financing activities		-17,638,088.51	-61,869,363.52
IV. Effect of exchange rate changes on cash and cash equivalents		-4.47	—
V. Net increase in cash and cash equivalents		-140,356,625.94	18,695,456.78
Add: Balance of cash and cash equivalents as at the beginning of the period		165,944,153.80	5,323,235.69
VI. Balance of cash and cash equivalents as at the end of the period		25,587,527.86	24,018,692.47

NOTES TO THE FINANCIAL STATEMENTS

I. COMPANY PROFILE

The Company is a limited liability company established in the PRC on November 20, 2008. On October 11, 2014, the Company was converted into a joint stock company with limited liability in accordance with the Company Law of the PRC. The Company's registered address in the PRC is Room 101, -1–3/F, Building 14, Yard 5, Shangtong Avenue, Tongzhou District, Beijing, PRC. The office address is Room 1101, 11/F, Future Land Center, Building 2, Yard 10B, Jiuxianqiao North Road, Jiangtai Township, Chaoyang District, Beijing, PRC.

The Group is principally engaged in providing integrated cloud-based communication solutions and services to customers. We primarily offer three types of solutions: cloud-based communications services, project-based communication solutions, and other communications solutions and accessories. Our solutions are dedicated to making communication easier with cloud-based communications services being accessible online through our platforms. Our solutions have been widely applied across various industries, such as internet services and software information services.

On June 16, 2015, the Domestic Shares were listed on the National Equities Exchange and Quotations (stock code: 832646.NQ), while the H Shares have been listed on the Main Board of the Stock Exchange of Hong Kong Limited (the "Stock Exchange") since July 9, 2025.

This consolidated interim financial information is presented in RMB, unless otherwise stated, and has been approved for issue by the Board on August 31, 2026.

II. BASIS OF PREPARATION OF THE FINANCIAL STATEMENTS

1. Basis of preparation

The financial statements of the Group have been prepared on a going concern basis in accordance with the actual transactions and events, the China Accounting Standards for Business Enterprises promulgated by the Ministry of Finance of the People's Republic of China, and based on the accounting policies and accounting estimates applicable to the Group. In addition, certain disclosures in the financial statements have been made in accordance with the requirements of the Companies Ordinance (Chapter 622 of the Laws of Hong Kong) and also comply with the applicable disclosure requirements under the Listing Rules.

2. Continuing operations

The Group has evaluated its ability to continue as a going concern for the 12 months from the end of the Reporting Period and has not identified any events or circumstances that may cast significant doubt over its ability to continue as a going concern. Therefore, the financial statements of the Group have been prepared on a going concern basis.

3. Changes in significant accounting policies and accounting estimates

(1) Changes in significant accounting policies: Nil.

(2) Changes in significant accounting estimates: Nil.

III. SEGMENT INFORMATION

The Group has identified its operating segments and prepared segment information based on the regular internal financial information reported to the Directors (being the chief operating decision maker) for the purposes of allocating resources to the Group's business components and reviewing their performance.

During the period, the Group is principally engaged in providing integrated cloud-based communication solutions and services to customers. Information reported to the Directors for the purpose of resources allocation and performance assessment focuses on the operating results of the business. Therefore, the Company's chief operating decision maker considers that there is only one operating segment used for making strategic decisions. No other discrete financial information is provided other than the Group's results and financial position as a whole.

IV. SIGNIFICANT ITEMS IN THE CONSOLIDATED FINANCIAL STATEMENTS

(Unless otherwise specified, all amounts below are denominated in RMB. The end of the period refers to June 30, 2026, and the beginning of the period refers to December 31, 2025)

Note 1. Monetary Capital

Item	Closing balance	Opening balance
Cash on hand	0.00	0.00
Deposits with banks	29,476,813.68	219,290,768.05
Other cash and bank balances	75,615.12	3,027.57
Total	29,552,428.80	219,293,795.62
Including: Total amount deposited abroad		

Note 2. Accounts receivable

1. *Disclosure of accounts receivable by age*

Aging	Closing balance	Opening balance
Within 1 year	845,213,817.26	514,301,480.38
1 to 2 years	89,621,636.46	118,718,656.72
2 to 3 years	18,062,846.63	6,553,936.88
3 to 4 years	4,407,655.68	4,569,872.13
4 to 5 years	3,390,471.10	1,941,154.37
Over 5 years	11,840,708.16	12,714,668.42
Subtotal	972,537,135.29	658,799,768.90
Less: Provision for bad debts	73,028,302.13	57,118,342.21
Total	899,508,833.16	601,681,426.69

2. *Classified disclosure by bad debt provision method*

Category	Closing balance				
	Book balance		Bad-debt provision		Book value
	Amount	Percentage (%)	Amount	Provision ratio (%)	
Provision for bad debts on an individual basis	13,823,811.09	1.42	13,823,811.09	100.00	0.00
Provision for bad debts on a collective basis	958,713,324.20	98.58	59,204,491.04	6.18	899,508,833.16
Including: Aging portfolio	958,713,324.20	98.58	59,204,491.04	6.18	899,508,833.16
Total	972,537,135.29	100%	73,028,302.13	7.51	899,508,833.16

Continue:

Category	Opening balance				
	Book balance		Bad-debt provision		Book value
	Amount	Percentage (%)	Amount	Provision ratio (%)	
Provision for bad debts on an individual basis	14,243,871.51	2.16	14,243,871.51	100.00	
Provision for bad debts on a collective basis	644,555,897.39	97.84	42,874,470.70	6.65	601,681,426.69
Including: Aging portfolio	644,555,897.39	97.84	42,874,470.70	6.65	601,681,426.69
Total	658,799,768.90	100.00	57,118,342.21		601,681,426.69

Provision for bad debts on a collective basis

(1) Aging portfolio

Aging	Closing balance		
	Book balance	Bad-debt provision	Provision ratio (%)
Within 1 year	845,113,873.87	42,255,693.69	5
1 to 2 years	89,570,975.65	8,957,097.56	10
2 to 3 years	17,033,048.76	3,406,609.75	20
3 to 4 years	2,418,046.01	725,413.80	30
4 to 5 years	1,435,407.35	717,703.68	50
Over 5 years	3,141,972.56	3,141,972.56	100
Total	958,713,324.20	59,204,491.04	

3. Provision for bad debts accrued, recovered or reversed in the current period

Category	Opening balance	Change in the current period: Provision	Recovery or reversal	Write-off	Other changes	Closing balance
Provision for bad debts on an individual basis	14,243,871.51		420,060.42			13,823,811.09
Provision for bad debts on a collective basis	42,874,470.70	16,330,020.34				59,204,491.04
Including: Aging portfolio	42,874,470.70	16,330,020.34				59,204,491.04
Total	57,118,342.21	16,330,020.34	420,060.42	0.00	0.00	73,028,302.13

4. Actual accounts receivable written off in the current period

Item	Amount for write-off
Actual accounts receivable written off	0.00

5. Top five accounts receivable and contract assets by debtor in terms of closing balance

Entity name	Closing balance of accounts receivable	Closing balance of contract assets	Closing balance of accounts receivable and contract assets	Proportion to total amount of closing balance of accounts receivable and contract assets (%)
Aggregate amount of the closing balance of the top five accounts receivable and contract assets	205,721,604.48		205,721,604.48	21.15%

6. No accounts receivable derecognised due to transfer of financial assets in the current period

7. No assets and liabilities arising from transfer of accounts receivable and continuous involvement in the current period

Note 3. Prepayments

1. Presentation of prepayments by aging

Aging	Closing balance Amount	Closing balance Percentage (%)	Opening balance Amount	Opening balance Percentage (%)
Within 1 year	955,675,102.10	99.15	971,939,810.78	98.26
1 to 2 years	2,692,636.85	0.28	7,108,149.25	0.72
2 to 3 years	1,767,496.89	0.18	5,622,033.88	0.57
More than 3 years	3,780,114.44	0.39	4,525,773.26	0.46
Subtotal	963,915,350.28	100.00	989,195,767.17	100.00
Less: Provision for bad debts	314,848.30		588,731.24	
Total	963,600,501.98		988,607,035.93	

2. Top five prepayments by payee in terms of closing balance

Entity name	Closing balance	Proportion in total prepayments (%)
Aggregate amount of the closing balance of the top five prepayments	450,508,592.45	46.74%

Note 4. Other receivables

1. Disclosure by aging

Aging	Closing balance	Opening balance
Within 1 year	20,518,006.36	30,357,333.10
1 to 2 years	54,435,904.58	54,903,493.78
2 to 3 years	1,849,512.86	2,080,699.20
3 to 4 years	1,240,910.54	894,550.67
4 to 5 years	619,460.00	709,919.51
Over 5 years	1,697,696.71	1,397,681.71
Subtotal	80,361,491.05	90,343,677.97
Less: Provision for bad debts	25,562,108.70	26,035,961.67
Total	54,799,382.35	64,307,716.30

2. Classification by nature of payment

Nature of payment	Closing balance	Opening balance
Deposit and security deposit	25,450,376.87	25,068,914.64
Petty cash and employee borrowing	41,751.23	8,300.00
Current accounts	54,515,642.24	64,680,252.21
Others	353,720.71	586,211.12
Subtotal	80,361,491.05	90,343,677.97
Less: Provision for bad debts	25,562,108.70	26,035,961.67
Total	54,799,382.35	64,307,716.30

3. Disclosure under the methods of provision for bad debts by category

Category	Closing balance Book balance Amount	Percentage (%)	Provision for bad debts Amount	Provision percentage (%)	Book value
Provision for bad debts on an individual basis	54,731,169.53	68.11	22,283,169.53	40.71	32,448,000.00
Provision for bad debts on a collective basis	25,630,321.52	31.89	3,278,939.17	12.79	22,351,382.35
Including: Aging portfolio	25,630,321.52	31.89	3,278,939.17	12.79	22,351,382.35
Total	80,361,491.05	100.00	25,562,108.70	–	54,799,382.35

Continued:

Category	Opening balance Book balance Amount	Percentage (%)	Provision for bad debts Amount	Provision percentage (%)	Book value
Provision for bad debts on an individual basis	54,747,608.89	60.60	22,299,608.89	40.73	32,448,000.00
Provision for bad debts on a collective basis	35,596,069.08	39.40	3,736,352.78	10.50	31,859,716.30
Including: Aging portfolio	35,596,069.08	39.40	3,736,352.78	10.50	31,859,716.30
Total	90,343,677.97	100.00	26,035,961.67	–	64,307,716.30

Provision for bad debts on a collective basis

(1) Aging portfolio

Aging	Closing balance Book balance	Provision for bad debts	Provision percentage (%)
Within 1 year	20,518,006.36	1,025,900.31	5
1 to 2 years	344,240.00	34,424.00	10
2 to 3 years	1,804,596.86	360,919.37	20
3 to 4 years	1,137,218.30	341,165.49	30
4 to 5 years	619,460.00	309,730.00	50
Over 5 years	1,206,800.00	1,206,800.00	100
Total	25,630,321.52	3,278,939.17	

Provision for bad debts based on the general model of expected credit losses

Provision for bad debts	Stage 1 Expected credit loss for the next 12 months	Stage 2 Expected credit loss during the entire duration (without credit impairment)	Stage 3 Expected credit loss during the entire duration (with credit impairment)	Total
Opening balance	3,736,352.78		22,299,608.89	26,035,961.67
Balance as at the beginning of the period during the current period	–	–	–	–
– Transferred to Stage 2				
– Transferred to Stage 3				
– Reversed to Stage 2				
– Reversed to Stage 1				
Provision in the current period	-457,413.61			-457,413.61
Reversal in the current period			16,439.36	16,439.36
Charge-off in the current period				
Write-off in the current period				
Other changes				
Closing balance	3,278,939.17		22,283,169.53	25,562,108.70

4. Provision for bad debts accrued, recovered or reversed in the current period

Category	Opening balance	Change in the current period Provision	Recovery or reversal	Charge-off or write-off	Other changes	Closing balance
Provision for bad debts on an individual basis	22,299,608.89		16,439.36			22,283,169.53
Provision for bad debts on a collective basis	3,736,352.78	-457,413.61				3,278,939.17
Including: Aging portfolio	3,736,352.78	-457,413.61				3,278,939.17
Total	26,035,961.67	-457,413.61	16,439.36	0.00	0.00	25,562,108.70

5. Top five other receivables by debtor in terms of closing balance

Entity name	Closing balance	Proportion in the closing balance of other receivables (%)
No. 1	54,080,000.00	67.30%
No. 2	6,000,000.00	7.47%
No. 3	6,000,000.00	7.47%
No. 4	5,000,000.00	6.22%
No. 5	1,519,651.80	1.89%
Aggregate amount of the closing balance of the top five other receivables	72,599,651.80	90.34%

6. No other receivables related to government grants during the current period

7. No other receivables derecognised due to transfer of financial assets in the current period

8. No assets and liabilities arising from the transfer of other receivables and continuing involvement in the current period

Note 5. Inventories

1. Classification of inventories

Item	Closing balance Book balance	 Inventory impairment provision/ provision for impairment of contract fulfillment costs	 Book value	Opening balance Book balance	 Inventory impairment provision/ provision for impairment of contract fulfillment costs	 Book value
Raw materials	82,839.43		82,839.43			
Inventory goods	1,305,789.25	1,923.42	1,303,865.83	1,317,800.36	1,923.42	1,315,876.94
Contract fulfillment costs	4,163,716.91		4,163,716.91	5,069,280.68		5,069,280.68
Total	5,552,345.59	1,923.42	5,550,422.17	6,387,081.04	1,923.42	6,385,157.62

2. Inventory impairment provision and provision for impairment of contract fulfillment costs

Item	Opening balance	Increase in the current period Provision	 Others	Decrease in the current period Reversal	 Charge-off	 Others	Closing balance
Raw materials							
Inventory goods	1,923.42						1,923.42
Contract fulfillment costs							
Total	1,923.42						1,923.42

Note 6. Other current assets

Item	Closing balance	Opening balance
Pending certification input tax	108,683.00	108,683.00
Pending deductible input tax	10,354,439.79	6,505,518.04
Internal offset tax	350,976.55	0.00
Prepaid corporate income tax	700,881.48	209,226.99
Prepaid value added tax	10,353,202.81	37,426.38
Others	0.00	0.00
Total	21,868,183.63	6,860,854.41

Note 7. Long-term equity investments

			Increase/decrease in the current period			
Investee	Opening balance	Opening balance of impairment provision	Additional investment	Reduced investment	Investment profit or loss recognised under the equity method	Adjustment of other comprehensive income
Associate						
Liaoning Zhilian Xintong Internet Service Co., Ltd. (遼寧智聯信通互聯網服務有限公司)	705,231.21	705,231.21				
Total	705,231.21	705,231.21				

Continued:

	Increase/decrease in the current period					
Investee	Changes in other equity	Cash dividends or profits declared and distributed	Provision for impairment	Others	Closing balance	Closing balance of impairment provision
II. Associate						
Liaoning Zhilian Xintong Internet Service Co., Ltd. (遼寧智聯信通互聯網服務有限公司)					705,231.21	705,231.21
Total					705,231.21	705,231.21

Note 8. Other equity instrument investments

1. *Other equity instrument investments*

Item	Opening balance	Additional investment	Reduced investment	Gains included in other comprehensive income in the current period	Losses included in other comprehensive income in the current period	Others	Closing balance
		Increase/decrease in the current period					
Shenzhen Zhiyu Technology Co., Ltd.							
Total							

Continued:

Item	Dividend income recognised in the current period	Cumulative gains included in other comprehensive income	Cumulative losses included in other comprehensive income	Reason for being designated at fair value through other comprehensive income
Shenzhen Zhiyu Technology Co., Ltd.			4,250,000.00	The proportion of shareholding is small and the Company does not have control or significant influence. Investments planned for long-term holding for strategic purposes
Total			4,250,000.00	

2. *Non-trading equity instrument investment*

Item	Reason for being designated at fair value through other comprehensive income	Dividend income recognised in the current period	Cumulative gains	Cumulative losses	The amount of other comprehensive income transferred into retained profit	Reasons for other comprehensive income transferred to retained profit
Shenzhen Zhiyu Technology Co., Ltd.	The proportion of shareholding is small and the Company does not have control or significant influence. Investments planned for long-term holding for strategic purposes			4,250,000.00		
Total				4,250,000.00		

Note 9. Fixed assets

1. Fixed assets

Item	Transport equipment	Office furniture	Electronic equipment	Total
I. Original carrying value				
1. Opening balance	799,368.54	1,004,166.90	21,696,815.44	23,500,350.88
2. Increase in the current period	0.00	0.00	181,686.51	181,686.51
Purchase	0.00	0.00	181,686.51	181,686.51
3. Decrease in the current period	0.00	144,151.63	499,257.02	643,408.65
Disposal or scrapping	0.00	144,151.63	499,257.02	643,408.65
4. Closing balance	799,368.54	860,015.27	21,379,244.93	23,038,628.74
II. Accumulated depreciation				0.00
1. Opening balance	683,264.77	787,993.81	20,061,222.16	21,532,480.74
2. Increase in the current period	76,135.34	46,332.33	172,858.57	295,326.24
Provision in the current period	76,135.34	46,332.33	172,858.57	295,326.24
3. Decrease in the current period	0.00	136,009.92	463,733.15	599,743.07
Disposal or scrapping	0.00	136,009.92	463,733.15	599,743.07
4. Closing balance	759,400.11	698,316.22	19,770,347.58	21,228,063.91
III. Impairment provision				0.00
1. Opening balance	0.00	0.00	0.00	0.00
2. Increase in the current period	0.00	0.00	0.00	0.00
Provision in the current period	0.00	0.00	0.00	0.00
3. Decrease in the current period	0.00	0.00	0.00	0.00
Disposal or scrapping	0.00	0.00	0.00	0.00
4. Closing balance	0.00	0.00	0.00	0.00
IV. Book value				0.00
1. Book value at the end of the period	39,968.43	161,699.05	1,608,897.35	1,810,564.83
2. Book value at the beginning of the period	116,103.77	216,173.09	1,635,593.28	1,967,870.14

2. There were no temporarily-idle fixed assets at the end of the period

3. There were no fixed assets which have not obtained ownership certificates at the end of the period

Note 10. Right-of-use assets

Item	Houses and buildings	Total
I. Original carrying value		
1. Opening balance	12,668,979.43	12,668,979.43
2. Increase in the current period	0.00	0.00
Leases	0.00	0.00
Other increase	0.00	0.00
3. Decrease in the current period	734,361.63	734,361.63
Lease expiration	734,361.63	734,361.63
Other decrease	0.00	0.00
4. Closing balance	11,934,617.80	11,934,617.80
II. Accumulated depreciation		
1. Opening balance	8,649,747.83	8,649,747.83
2. Increase in the current period	1,861,356.96	1,861,356.96
Provision in the current period	1,861,356.96	1,861,356.96
Other increase	0.00	0.00
3. Decrease in the current period	734,361.63	734,361.63
Lease expiration	734,361.63	734,361.63
Other decrease	0.00	0.00
4. Closing balance	9,776,743.16	9,776,743.16
III. Impairment provision		
1. Opening balance	0.00	0.00
2. Increase in the current period	0.00	0.00
Provision in the current period	0.00	0.00
Other increase	0.00	0.00
3. Decrease in the current period	0.00	0.00
Lease expiration	0.00	0.00
Other decrease	0.00	0.00
4. Closing balance	0.00	0.00
IV. Book value		
1. Book value at the end of the period	2,157,874.64	2,157,874.64
2. Book value at the beginning of the period	4,019,231.60	4,019,231.60

Note 11. Goodwill

1. Original carrying value of goodwill

Name of the investees or matters forming goodwill	Opening balance	Increase: Formation of business combination	Increase: Others	Decrease: Disposal	Decrease: Others	Closing balance
Beijing Yunxun Science and Technology Co., Ltd.	61,460.29					61,460.29
Yingkou Huali Daxing Technology Co., Ltd.	5,913,354.70					5,913,354.70
Total	5,974,814.99					5,974,814.99

2. Impairment provision of goodwill

Name of the investees or matters forming goodwill	Opening balance	Increase: Provision	Increase: Others	Decrease: Disposal	Decrease: Others	Closing balance
Beijing Yunxun Science and Technology Co., Ltd.	61,460.29					61,460.29
Yingkou Huali Daxing Technology Co., Ltd.	5,913,354.70					5,913,354.70
Total	5,974,814.99					5,974,814.99

3. Asset group or asset group combination to which goodwill is allocated

The relevant asset group portfolio containing goodwill formed as a result of the Company's acquisition of the equity of Yingkou Huali Daxing Technology Co., Ltd. includes fixed assets, etc.

4. Goodwill impairment test process, key parameters and recognition method of impairment loss on goodwill

For the asset group to which the goodwill of Yingkou Huali Daxing Technology Co., Ltd. is located (hereinafter referred to as the Huali Daxing asset group), the Company adopts the method of the present value of estimated future cash flows to calculate the recoverable amount of the asset group.

Note 12. Long-term deferred expenses

Item	Opening balance	Increase in the current period	Amortisation in the current period	Other decreases	Closing balance
Decoration cost of houses	822,475.49		311,356.12		511,119.37
Total	822,475.49		311,356.12		511,119.37

Note 13. Deferred tax assets and deferred tax liabilities

1. Deferred tax assets before offset

Item	Closing balance		Opening balance	
	Deductible temporary differences	Deferred tax assets	Deductible temporary differences	Deferred tax assets
Provision for asset impairment	81,059,293.24	12,057,107.88	68,919,172.98	10,084,068.20
Changes in fair value of other equity instruments	5,000,000.00	750,000.00	5,000,000.00	750,000.00
Lease liabilities	2,489,285.26	421,378.65	5,056,098.71	826,460.16
Deductible loss	5,534,710.59	1,383,677.65	0.00	0.00
Accrued liabilities	0.00	0.00	506,939.84	76,040.98
Total	94,083,289.09	14,612,164.17	79,482,211.53	11,736,569.34

2. Deferred tax liabilities before offset

Item	Closing balance		Opening balance	
	Taxable temporary differences	Deferred tax liabilities	Taxable temporary differences	Deferred tax liabilities
Right-of-use assets	2,157,874.64	371,124.02	4,019,231.60	668,118.63
Total	2,157,874.64	371,124.02	4,019,231.60	668,118.63

3. *Deferred tax assets or liabilities on a net basis after offset*

Item	Offset of deferred tax assets and liabilities	Balance of deferred tax assets or liabilities after offset
Deferred tax assets	**371,124.02**	**14,241,040.15**
Deferred tax liabilities	**371,124.02**	**0.00**

4. *Details of unrecognised deferred tax assets*

Item	Closing balance	Opening balance
Provision for asset impairment	**17,845,965.89**	14,849,187.98
Advertising expenses	**17,586.25**	0.00
Deductible loss	**121,161,770.77**	127,052,815.15
Total	**139,025,322.91**	141,902,003.13

The subsidiaries of the Company, including Beijing Zhongmai Communication Technology Co., Ltd., Beijing Jishihui Technology Co., Ltd., Beijing Dingshu Information Technology Co., Ltd., Yingkou Huali Daxing Technology Co., Ltd., Zunyi Dike Data Consulting Co., Ltd., Jiangsu Shaoyan Information Technology Co., Ltd., Beijing Xunjie Suanwang Technology Co., Ltd., Jiangsu Hongluo Network Technology Co., Ltd., Jiangsu Huashao Communication Technology Co., Ltd., Sichuan Xunzhong Communication Technology Co., Ltd., Anhui Xunzhong Communication Technology Co., Ltd., Hefei Xuntong Huizhong Information Technology Co., Ltd., Liaoning Xunzhong Communication Technology Service Co., Ltd., Xuzhou Xuntong Network Communication Technology Co., Ltd., Sichuan Xuntong Huizhong Smart City Technology Co., Ltd., and Xunzhong Zhiyan (Shenzhen) Technology Co., Ltd., continued to operate at a loss and it is expected that the deductible losses cannot be recovered in the short term, and no deferred tax assets have been recognised in respect of the temporary differences and deductible losses.

5. *Deductible losses from unrecognised deferred tax assets will expire in the following years*

Year	Closing balance	Opening balance	Note
2025	0.00	0.00	
2026	0.00	0.00	
2027	659,131.93	659,131.93	
2028	12,938,055.54	12,938,055.54	
2029	23,782,047.87	23,782,047.87	
2030	15,831,360.10	17,628,346.97	
2031	8,963,115.28	8,857,308.89	
2032	15,388,326.44	14,808,007.37	
2033	24,053,982.08	25,259,637.24	
2034	11,654,415.42	13,438,607.22	
2035	7,891,336.11	9,681,672.12	
Total	121,161,770.77	127,052,815.15	

Note 14. Other non-current assets

	Closing balance			Opening balance		
Item	Book balance	Impairment provision	Book value	Book balance	Impairment provision	Book value
Contract assets	–	–	–	–	–	–
Total	–	–	–	–	–	–

Note 15. Short-term borrowings

Item	Closing balance	Opening balance
Guaranteed borrowings	326,800,000.00	316,000,000.00
Unexpired interest payable	1,442,249.97	360,085.25
Total	328,242,249.97	316,360,085.25

Note 16. Accounts payable

1. Accounts payable presented by nature of payment

Item	Closing balance	Opening balance
Telecommunications resource service fees payable	151,219,875.40	138,334,258.49
R&D service fees payable	14,832,449.32	32,550,625.21
Rental and property management fees payable	254,761.34	249,720.29
Renovation work fees payable	17,247.25	17,247.25
Others	11,881,032.95	1,887,039.08
Total	178,205,366.26	173,038,890.32

2. Accounts payable presented by age

Item	Closing balance	Opening balance
Within 1 year	122,515,584.58	128,217,381.08
1 to 2 years	41,641,378.32	21,442,924.58
2 to 3 years	3,206,906.87	5,928,004.05
More than 3 years	10,842,496.49	17,450,580.61
Total	178,205,366.26	173,038,890.32

Note 17. Contract liabilities

1. Contract liabilities

Item	Closing balance	Opening balance
Services fee received in advance	60,524,841.53	42,502,421.38
Total	60,524,841.53	42,502,421.38

Note 18. Staff remuneration payables

1. Presentation of staff remuneration payables

Item	Opening balance	Increase	Decrease	Closing balance
Short-term remuneration	3,748,803.21	19,339,395.39	17,166,987.80	5,921,210.80
Post-employment benefits — defined contribution plans	173,106.00	1,410,428.92	1,408,748.44	174,786.48
Dismissal benefits	0.00	151,947.00	151,947.00	0.00
Other benefits due within one year				
Total	3,921,909.21	20,901,771.31	18,727,683.24	6,095,997.28

2. Presentation of short-term remuneration

Item	Opening balance	Increase	Decrease	Closing balance
Salaries, bonuses, allowances and subsidies	3,638,082.53	17,651,033.87	15,478,991.71	**5,810,124.69**
Staff welfare expenses	0.00	92,948.33	92,948.33	**0.00**
Social insurance premiums	106,325.52	885,294.76	884,568.21	**107,052.07**
Including: Basic medical insurance premiums	102,806.08	819,283.81	818,448.91	**103,640.98**
Supplementary medical insurance premiums	0.00	39,236.00	39,236.00	**0.00**
Work-related injury insurance premiums	3,175.64	23,222.17	23,158.62	**3,239.19**
Maternity insurance premiums	343.80	3,552.78	3,724.68	**171.90**
Housing provident fund	910.00	701,718.00	702,088.00	**540.00**
Union funds and employee education funds	3,485.16	8,400.43	8,391.55	**3,494.04**
Total	3,748,803.21	19,339,395.39	17,166,987.80	**5,921,210.80**

3. Presentation of defined contribution plans

Item	Opening balance	Increase	Decrease	Closing balance
Basic endowment insurance	167,842.56	1,373,208.02	1,371,560.66	**169,489.92**
Unemployment insurance premium	5,263.44	37,220.90	37,187.78	**5,296.56**
Total	173,106.00	1,410,428.92	1,408,748.44	**174,786.48**

Note 19. Taxes payable

Tax items	Closing balance	Opening balance
Value-added tax	219,204.04	671,625.13
Enterprise income tax	41,474.40	5,796,303.51
Personal Income Tax	401,512.87	336,651.22
Urban maintenance and construction tax	4,522.48	22,871.14
Education surcharge	3,043.28	27,355.95
Stamp duty	196,288.41	514,562.53
Others	22,200.14	31,972.89
Total	888,245.62	7,401,342.37

Note 20. Other payables

1. Other payables presented by nature of payment

Nature of payment	Closing balance	Opening balance
Deposit and security deposit	724,190.00	737,139.00
Reimbursement payables	12,788.80	21,145.97
Current accounts	54,500,000.00	54,504,066.00
Loans	15,000,000.00	15,000,000.00
Others	143,765.95	184,461.83
Total	70,380,744.75	70,446,812.80

Note 21. Non-current liabilities due within one year

Item	Closing balance	Opening balance
Long-term borrowings due within one year	0.00	5,024,466.66
Lease liabilities due within one year	2,384,701.83	4,709,827.18
Total	2,384,701.83	9,734,293.84

Note 22. Other current liabilities

Item	Closing balance	Opening balance
Output tax on contract liabilities	3,892,160.52	2,830,154.36
Others	52,712,421.09	8,597,713.17
Total	56,604,581.61	11,427,867.53

Note 23. Long-term borrowings

Category of borrowing	Closing balance	Opening balance
Guaranteed borrowings	27,900,000.00	24,950,000.00
Unexpired interest payable	26,439.86	24,466.66
Less: Long-term borrowings due within one year		5,024,466.66
Total	27,926,439.86	19,950,000.00

Note 24. Lease liabilities

Item	Closing balance	Opening balance
Within 1 year	2,403,564.98	4,790,129.07
1 to 2 years	105,150.84	350,502.75
2 to 3 years		
Subtotal of total lease payments	2,508,715.82	5,140,631.82
Less: Unrecognised financing expenses	19,430.56	84,533.11
Subtotal of present value of lease payments	2,489,285.26	5,056,098.71
Less: Lease liabilities due within one year	2,384,701.83	4,709,827.18
Total	104,583.43	346,271.53

Note 25. Accrued liabilities

Item	Closing balance	Opening balance
Pending litigation	0.00	0.00
Total	0.00	0.00

Note 26. Share capital

Item	Opening balance	Increase (+) or decrease (-) in the current period					Closing balance
		New shares issued	Bonus issue	Capitalisation of reserves into share capital	Others	Subtotal	
Total shares	121,754,291.00						121,754,291.00

Note 27. Capital reserve

Item	Opening balance	Increase	Decrease	Closing balance
Capital premium (share premium)	562,966,529.32			562,966,529.32
Total	562,966,529.32			562,966,529.32

Note 28. Other comprehensive income

		Amount in the current period									
Item	Opening balance	Amount before income tax	Less: the amount included in other comprehensive income in prior period and transferred to current profit or loss	Less: financial assets included in other comprehensive income in prior period and transferred to the current period measured at amortized costs	Less: transfer of hedging reserve to related assets or liabilities	Less: Income tax expenses	Attributable to parent company after tax	Attributable to minority Shareholders after tax	Less: Remeasurement changes of defined benefit plans transferred	Less: amount recognised in other comprehensive income in prior period and transferred to retained earnings	Closing balance
I. Other comprehensive income not to be reclassified to profit or loss	-4,250,000.00										-4,250,000.00
1. Other comprehensive income not to be reclassified to profit or loss under the equity method											
2. Changes in fair value of other equity instrument investments	-4,250,000.00										-4,250,000.00
II. Other comprehensive income to be reclassified to the profit or loss											
Total other comprehensive income	-4,250,000.00										-4,250,000.00

Note 29. Surplus reserve

Item	Opening balance	Increase	Decrease	Closing balance
Statutory surplus reserve	61,965,946.30			61,965,946.30
Total	61,965,946.30			61,965,946.30

Explanation of surplus reserve:

According to the Company Law and the Articles of Association, the Company appropriated 10% of its net profit to the statutory surplus reserve at the end of the year.

Note 30. Undistributed profit

Item	Current period	Previous period
Retained earnings at the end of the previous period before adjustment	506,023,489.44	433,004,620.45
Total retained earnings adjustment at the beginning of the period (increase +, decrease -)		
The adjusted retained earnings at the beginning of the period	506,023,489.44	433,004,620.45
Add: Net profit attributable to owners of the parent for the period	13,265,968.57	73,018,868.99
Less: Appropriation to statutory surplus reserve		
Appropriation to arbitrary surplus reserve		
Appropriation to general risk reserve		
Common stock dividends payable		
Common stock dividends transferred to share capital		
Add: Surplus reserve used to offset accumulated losses		
Changes in defined benefit obligation transferred to retained earnings		
Other comprehensive income transferred to retained earnings		
Other internal transfer of owners' equity		
Retained earnings at the end of the period	519,289,458.01	506,023,489.44

Note 31. Total revenue from operations and total cost from operations

1. *Revenue from primary business and cost of primary business*

Item	Amount in the current period		Amount in the previous period	
	Revenue	Cost	Revenue	Cost
Primary businesses	326,249,694.50	260,564,290.86	274,025,561.63	214,404,093.00
Total	326,249,694.50	260,564,290.86	274,025,561.63	214,404,093.00

2. *Revenue arising from contracts*

Classification of the contracts	Amount in the current period	Amount in the previous period
I. Commodity type		
Cloud-based communications services	297,642,669.93	252,378,958.31
Project-based communications solutions	13,815,237.27	13,807,365.29
Other communications services and accessories	2,869,415.34	7,839,238.03
Intelligent computing scheduling and operation services	11,922,371.96	0.00
Total	326,249,694.50	274,025,561.63

Note 32. Taxes and other levies

Item	Amount in the current period	Amount in the previous period
Urban maintenance and construction tax	18,538.76	6,863.23
Education surcharge	17,089.10	10,097.00
Local education surtax	11,580.09	6,731.35
Stamp duty	567,511.74	530,348.00
Others	79,265.77	40,013.40
Total	693,985.46	594,052.98

Note 33. Selling expenses

Item	Amount in the current period	Amount in the previous period
Staff remuneration	4,916,574.17	5,724,348.80
Depreciation and amortisation	56,195.24	55,968.66
Travelling expenses	60,665.21	20,873.21
Rental and property fees	673,476.78	1,051,188.35
Business promotion expenses	274,420.39	345,864.00
Postage fee	29,647.71	31,444.54
Office costs	2,548.59	60,741.14
Others	6,420.77	3,144.33
Total	6,019,948.86	7,293,573.03

Note 34. Administrative expenses

Item	Amount in the current period	Amount in the previous period
Staff remuneration	8,242,560.40	6,995,091.73
Consultant expenses	1,822,648.98	2,869,930.10
Business entertainment expenses	451,407.71	138,005.50
Depreciation and amortisation	219,541.82	246,958.83
Renovation cost	311,356.12	458,915.76
Office costs	779,198.87	261,541.26
Rental and property fees	1,284,295.26	1,961,829.46
Travelling expenses	279,451.97	54,882.87
Disability benefit		
Water and electricity fees	74,589.67	109,270.61
Training expenses	174,208.91	2,358.49
Postage and communication fees	59,408.86	61,335.02
Recruitment fee		
Low-value consumables	171.54	
Others	152,886.54	226,793.58
Total	13,851,726.65	13,386,913.21

Note 35. R&D expenses

Item	Amount in the current period	Amount in the previous period
Outsourced R&D expenses	5,186,753.76	12,430,267.92
Staff remuneration	7,112,677.73	5,536,644.39
Depreciation and amortisation	19,589.18	15,197.46
Rental and property fees	110,916.78	113,682.59
Office costs	107,509.03	2,028.06
Right-of-use assets	495,131.28	507,477.83
Total	13,032,577.76	18,605,298.25

Note 36. Finance expenses

Item	Amount in the current period	Amount in the previous period
Interest expenses	6,034,926.96	4,522,460.22
Less: interest income	4,141.70	2,783.93
Bank service fees	83,433.22	147,703.84
Others	547,749.64	490,544.55
Total	6,661,968.12	5,157,924.68

Note 37. Other income

1. Details of other income

Source of other income	Amount in the current period	Amount in the previous period
Government grants	203,500.00	3,455,000.00
Additional VAT deduction	0.00	0.00
Refund of service fee for individual income tax	62,644.34	72,537.34
Others	0.00	0.00
Total	266,144.34	3,527,537.34

2. Government grants recognised in other income

For details of the government grants of the Company, please refer to Note IX, Government Grants (II), Government grants recognised in profit or loss for the period.

Note 38. Investment income

1. *Details of investment income*

Item	Amount in the current period	Amount in the previous period
Income from long-term equity investments accounted for by using the equity method	0.00	0.00
Total		

Note 39. Credit impairment loss

Item	Amount in the current period	Amount in the previous period
Loss from bad debts	-15,436,459.95	11,875,439.55
Total	-15,436,459.95	11,875,439.55

In the above table, losses are presented with "-".

Note 40. Asset impairment loss

Item	Amount in the current period	Amount in the previous period
Impairment loss on goodwill		
Impairment loss on long-term equity investments		
Loss of bad debts from prepayments	-273,882.94	
Impairment loss on contract assets		
Inventory write-down loss and impairment loss on contract performance costs		
Total	-273,882.94	0.00

Note 41. Gains from disposal of assets

Item	Amount in the current period	Amount in the previous period
Gains or losses on disposal of fixed assets	0.00	0.00
Changes in right-of-use assets	0.00	38,002.50
Total	0.00	38,002.50

Note 42. Non-operating income

Item	Amount in the current period	Amount in the previous period
Government grants		0.00
Advanced enterprise award		0.00
Others	11,296.79	0.00
Total	11,296.79	0.00

Note 43. Non-operating expenses

Item	Amount in the current period	Amount in the previous period	Amount recognised in non-recurring profit or loss for the period
Liquidated damages	99,191.87	116,405.62	99,191.87
Overdue fines	18.18	521.58	18.18
Losses from the damage and scrapping of non-current assets	20,595.78		20,595.78
Others	-502,872.63		-502,872.63
Total	-383,066.80	116,927.20	-383,066.80

Note 44. Income tax expenses

1. List of income tax expenses

Item	Amount in the current period	Amount in the previous period
Current income tax expense	241,848.82	2,584,326.24
Deferred income tax expense	-2,184,139.61	1,831,861.17
Total	-1,942,290.79	4,416,187.41

2. Accounting profit and income tax expenses adjustment process

Item	Amount in the current period
Total profits	10,923,127.71
Income tax expenses calculated at statutory/applicable tax rate	1,638,469.16
Influence of different tax rates applicable to subsidiaries	-85,279.73
Influence of adjustments to the income tax for the prior periods	
Influence of non-taxable income	
Impact of non-deductible costs, expenses and losses	
Influence of deductible losses on the use of preliminarily unrecognised deferred tax assets in previous periods	
Effect of deductible temporary differences or deductible losses from deferred tax assets unrecognised in the current period	-1,540,593.56
Effect of changes in tax rates	
Impact of additional pre-tax deduction on R&D expenses	-1,954,886.66
Make up for the losses of the previous years	
Income tax expenses	-1,942,290.79

Note 45. Notes to the statement of cash flows

1. Cash relating to operating activities

(1) Other cash received relating to operating activities

Item	Amount in the current period	Amount in the previous period
Security deposit and reserve fund	4,930,256.18	1,130,083.10
Interest income	4,138.86	2,783.93
Subsidy income	203,500.00	3,455,000.00
Current accounts	21,492,791.83	74,503,977.13
Total	26,630,686.87	79,091,844.16

(2) Other cash paid relating to operating activities

Item	Amount in the current period	Amount in the previous period
Fees paid for the period	6,474,147.27	1,956,594.49
Security deposits, guarantee deposits and petty cash	1,997,029.77	1,047,442.40
Current accounts	17,095,937.98	60,303,367.86
Handling fee	82,787.38	148,032.68
Overdue fines	24.92	
Total	25,649,927.32	63,455,437.43

2. *Cash relating to financing activities*

(1) Other cash received relating to financing activities

Item	Amount in the current period	Amount in the previous period
Guarantee deposit	–	200,000.00
Total	–	200,000.00

(2) Other cash paid relating to financing activities

Item	Amount in the current period	Amount in the previous period
Payment of rental for right-of-use assets	2,561,815.44	2,184,966.48
Guarantee fee		45,000.00
Total	2,561,815.44	2,229,966.48

(3) Changes in various liabilities arising from financing activities

		Increase		Decrease		
Item	Opening balance	Changes in cash	Non-cash changes	Changes in cash	Non-cash changes	Closing balance
Short-term borrowings	316,360,085.25	160,800,000.00	7,749,067.98	155,007,750.00	1,659,153.26	328,242,249.97
Long-term borrowings	24,974,466.66	3,000,000.00	247,345.98	50,000.00	245,372.78	27,926,439.86
Other payables	15,000,000.00	15,000,000.00		15,000,000.00		15,000,000.00
Lease liabilities	5,056,098.71		65,102.55	2,561,815.44	70,100.56	2,489,285.26
Total	361,390,650.62	178,800,000.00	8,061,516.51	172,619,565.44	1,974,626.60	373,657,975.09

Note: The above non-current liability items include amounts reclassified to non-current liabilities due within one year.

Note 46. Supplementary information to the statement of cash flows

1. *Supplementary information to the statement of cash flows*

Item	Amount in the current period	Amount in the previous period
1. Net profit adjusted to cash flows of operating activities		
Net profit	**12,865,418.50**	25,491,571.26
Plus: losses from credit impairment	**15,436,459.95**	-11,875,439.55
Provision for asset impairment		
Depreciation of fixed assets, depletion of oil and gas assets, depreciation of productive biological assets	**295,326.24**	318,124.95
Depreciation of right-of-use assets	**1,861,356.96**	1,254,900.20
Amortisation of intangible assets	**0**	
Amortisation of long-term deferred expenses	**311,356.12**	458,915.76
Losses from disposal of fixed assets, intangible assets and other long-term assets ("-" for gains)	**-273,882.94**	-38,002.50
Losses from write-off of fixed assets ("-" for gains)		
Losses from changes in fair value ("-" for gains)		
Finance expenses ("-" for gains)	**6,034,926.96**	4,522,460.22
Loss from investment ("-" for gains)		
Decrease in deferred tax assets ("-" for increase)	**-3,172,589.44**	1,828,492.36
Increase in deferred tax liabilities ("-" for decrease)		3,368.81
Decrease in contract assets ("-" for increase)		
Decrease in inventories ("-" for increase)	**834,735.45**	-3,939,924.34
Decrease in operating receivables ("-" for increase)	**-244,769,526.59**	36,133,257.23
Increase in operating payables ("-" for decrease)	**19,485,958.07**	19,623,975.89
Others		
Net cash flows from operating activities	**-191,090,460.72**	73,781,700.29

Item	Amount in the current period	Amount in the previous period
2. Material investment and financing activities not involving cash receipts and payments		
Transfer of debts into capital		
Convertible corporate bonds due within one year		
Newly added right-of-use assets in the current period		
3. Net change in cash and cash equivalents		
Closing balance of cash	**29,552,428.80**	76,553,609.24
Less: Opening balance of cash	**219,293,795.62**	7,286,014.49
Plus: Closing balance of cash equivalents		
Less: Opening balance of cash equivalents		
Net increase of cash and cash equivalents	**-189,741,366.82**	69,267,594.75

2. *Total cash outflow relating to leases*

The total cash outflow relating to leases in the current period was RMB2,561,815.44 (previous period: RMB2,171,966.48).

3. *Composition of cash and cash equivalents*

Item	Closing balance	Opening balance
I. Cash	**29,552,428.80**	219,293,795.62
Including: Cash on hand		
Unrestricted bank deposits	**29,476,813.68**	219,290,768.05
Other unrestricted cash and bank balances	**75,615.12**	3,027.57
II. Cash equivalents		
Including: Bond investment due within three months		
III. Closing balance of cash and cash equivalents	**29,552,428.80**	219,293,795.62
Including: Cash and cash equivalents with restricted use by parent company or subsidiaries of the Group		

Note 47. Leases

(I) Disclosure as a lessee

For details of the Company's right-of-use assets, lease liabilities and total cash outflow related to leases, please refer to Notes 10, 24 and 46. The Company, as a lessee, recorded the following in profit or loss:

Item	**Amount in the current period**	Amount in the previous period
Interest on lease liability	**65,102.55**	153,571.01
Short-term lease expenses	**234,261.72**	1,093,235.99

Other information of the Company as a lessee is as follows:

1. Leasing activities

The leasing activities of the Company are mainly based on the leasing of properties for staff offices, research and development and other operating activities based on strategic development plans and sustainable growth needs. On the contract inception date, the Company assesses whether the contract is a lease or contains a lease. If a party to the contract transfers its right to control the use of one or more identified assets for a certain period of time in exchange for consideration, the contract is a lease or contains a lease. In order to determine whether a contract transfers the right to control the use of an identified asset for a certain period of time, the Company assesses whether the customer in the contract is entitled to substantially all of the economic benefits and the right to direct the use of the identified asset during the period of use.

2. *Simplified approach to the short-term lease and lease of low-value assets*

A short-term lease of the Company is a lease that does not include a purchase option and the lease term does not exceed 12 months. Leases of low value assets refer to leases with a lower value when the individual leased asset is a brand new asset.

The Company does not recognise right-of-use assets and lease liabilities for short-term lease and leases of low value assets, and the relevant lease payments are included in the relevant asset costs or current profit or loss in each period of the lease term according to the straight-line method or other systematic and reasonable methods.

3. *Future potential cash outflows not included in the measurement of lease liabilities*

As of June 30, 2026, the Company had no potential future cash outflow that should be included but not included in the measurement of lease liabilities.

I. R&D EXPENDITURES

(I) Presentation by nature of expenses

Item	**Amount in the current period**	Amount in the previous period
Outsourced R&D expenses	**5,186,753.76**	12,430,267.92
Staff remuneration	**7,112,677.73**	5,536,644.39
Depreciation and amortisation	**19,589.18**	15,197.46
Rental and property fees	**606,048.06**	621,160.42
Office costs	**107,509.03**	2,028.06
Total	**13,032,577.76**	18,605,298.25
Including: Expensed R&D expenditure	**13,032,577.76**	18,605,298.25
Capitalised R&D expenditure		

II. CHANGES IN CONSOLIDATION SCOPE

During the Reporting Period, there was no change in the consolidation scope.

III. INTERESTS IN OTHER ENTITIES

(I) Interests in subsidiaries

1. Members of the enterprise group

Name of subsidiaries	Registered capital	Main place of business	Registration place	Business Nature of investment	Type of enterprise	Shareholding ratio (%) Direct	Shareholding ratio (%) Indirect	Method of acquisition
Beijing Yunxun Science and Technology Co., Ltd.	RMB50 million	Beijing	Beijing	Technology service	Limited liability company	100		Enterprise merger not under the common control
Beijing Zhongmai Communication Technology Co., Ltd.	RMB50 million	Beijing	Beijing	Technology service	Limited liability company	100		Establishment
Beijing Jishihui Technology Co., Ltd.	RMB20 million	Beijing	Beijing	Technology service	Limited liability company	100		Establishment
Beijing Dingshu Information Technology Co., Ltd.	RMB10 million	Beijing	Beijing	Technology service	Limited liability company	100		Enterprise merger not under the common control
Yingkou Huali Daxing Technology Co., Ltd.	RMB10 million	Yingkou, Liaoning	Yingkou, Liaoning	Technology service	Limited liability company	70		Enterprise merger not under the common control
Beijing Yunyan Tianchuang Technology Co., Ltd.	RMB10 million	Beijing	Beijing	Technology service	Limited liability company	100		Enterprise merger not under the common control
Jiangsu Shaoyan Information Technology Co., Ltd.	RMB10 million	Suzhou, Jiangsu	Suzhou, Jiangsu	Technology service	Limited liability company	100		Enterprise merger not under the common control
Beijing Xunjie Suanwang Technology Co., Ltd.	RMB10 million	Beijing	Beijing	Technology service	Limited liability company	100		Enterprise merger not under the common control
Jiangsu Hongluo Network Technology Co., Ltd.	RMB10 million	Taizhou, Jiangsu	Taizhou, Jiangsu	Technology service	Limited liability company	100		Enterprise merger not under the common control
Jiangsu Huashao Communication Technology Co., Ltd.	RMB10 million	Suzhou, Jiangsu	Suzhou, Jiangsu	Technology service	Limited liability company	100		Enterprise merger not under the common control
Chuangyin Future (Beijing) Information Technology Co., Ltd.	RMB10 million	Beijing	Beijing	Technology service	Limited liability company	100		Enterprise merger not under the common control
Sichuan Xunzhong Communication Technology Co., Ltd.	RMB10 million	Deyang, Sichuan	Deyang, Sichuan	Technology service	Limited liability company	100		Establishment
Zunyi Dike Data Consulting Co., Ltd.	RMB10 million	Zunyi, Guizhou	Zunyi, Guizhou	Economic and trade consulting	Limited liability company	100		Establishment
Anhui Xunzhong Communication Technology Co., Ltd.	RMB10 million	Ma'anshan, Anhui	Ma'anshan, Anhui	Technology service	Limited liability company	100		Establishment
Liaoning Xunzhong Communication Technology Service Co., Ltd.	RMB10 million	Liaoyang, Liaoning	Liaoyang, Liaoning	Technology service	Limited liability company	100		Establishment
Xuzhou Xuntong Network Communication Technology Co., Ltd.	RMB10 million	Xuzhou, Jiangsu	Xuzhou, Jiangsu	Technology service	Limited liability company	61		Establishment
Hefei Xuntong Huizhong Information Technology Co., Ltd.	RMB10.404 million	Hefei, Anhui	Hefei, Anhui	Technology service	Limited liability company	80		Establishment
Sichuan Xuntong Huizhong Smart City Technology Co., Ltd.	RMB50 million	Chengdu, Sichuan	Chengdu, Sichuan	Technology service	Limited liability company	100		Establishment
Ma'anshan Lingxun Information Technology Co., Ltd.	RMB1 million	Ma'anshan, Anhui	Ma'anshan, Anhui	Technology service	Limited liability company	60		Establishment
Zunyi Xuntong Huizhong City Operation and Management Co., Ltd.	RMB10 million	Zunyi, Guizhou	Zunyi, Guizhou	Technology service	Limited liability company	90		Establishment

Name of subsidiaries	Registered capital	Main place of business	Registration place	Business Nature of investment	Type of enterprise	Shareholding ratio (%) Direct	Indirect	Method of acquisition
Beijing Xunzhong IOT Information Technology Co., Ltd.	RMB10 million	Beijing	Beijing	Technology service	Limited liability company	100		Establishment
Ningxia Xunzhong Intelligent Technology Co., Ltd.	RMB10 million	Guyuan City, Ningxia Hui Autonomous Region	Guyuan City, Ningxia Hui Autonomous Region	Technology service	Limited liability company	70		Establishment
Xunzhong Future Communication Technology Limited	HK$10,000	Hong Kong Special Administrative Region	Hong Kong Special Administrative Region	Technology service	–	100		Establishment
Xunzhong Zhiyan (Shenzhen) Technology Co., Ltd.	RMB10 million	Shenzhen	Shenzhen	Technology service	Limited liability company	100		Establishment
Jiangsu Xunguang Information Technology Co., Ltd.	RMB39 million	Taizhou, Jiangsu	Taizhou, Jiangsu	Technology service	Limited liability company	100		Establishment
Anhui Yuhe Shutong Intelligent Technology Co., Ltd.	RMB5 million	Ma'anshan, Anhui	Ma'anshan, Anhui	Technology service	Limited liability company	51		Establishment

2. Significant non-wholly owned subsidiaries

Name of subsidiaries	Percentage of shares held by minority shareholders (%)	Profit and loss attributable to minority shareholders for the current period	Dividends declared to minority shareholders in the current period	Balance of minority equity at the end of the period	Note
Hefei Xuntong Huizhong Information Technology Co., Ltd.	20	-325,515.11		1,093,832.09	
Zunyi Xuntong Huizhong City Operation and Management Co., Ltd.	10	-7,836.18		30,222.81	
Ningxia Xunzhong Intelligent Technology Co., Ltd.	30	-127,743.92		1,934,608.78	

3. Main financial information of significant non-wholly owned subsidiaries

The main financial information of these subsidiaries is the amounts before offsetting between enterprises within the Company, but after adjustment by fair value on the combination date and unified accounting policy:

Item	Ending balance/ amount in the current period Hefei Xuntong Huizhong Information Technology Co., Ltd.	Ending balance/ amount in the current period Zunyi Xuntong Huizhong City Operation and Management Co., Ltd.	Ending balance/ amount in the current period Ningxia Xunzhong Intelligent Technology Co., Ltd.
Current assets	80,303,808.88	17,847,416.72	53,322,236.06
Non-current assets	281,454.34	2,911.88	166,806.81
Total Assets	80,585,263.22	17,850,328.60	53,489,042.87
Current liabilities	75,116,102.76	5,463,308.19	47,040,346.95
Non-current liabilities	0	7,965,892.36	0
Total liabilities	75,116,102.76	13,429,200.55	47,040,346.95
Operating income	916,380.56	1,465.15	3,600,672.16
Net profit	-1,627,575.57	-78,361.84	-425,813.08
Total comprehensive income	-1,627,575.57	-78,361.84	-425,813.08
Cash flow from operating activities	-9,362,311.44	-3,850,103.47	-9,849,969.76

Continued:

Item	Beginning balance/ amount in the previous period Hefei Xuntong Beginning Xuntong Huizhong Information Technology Co., Ltd.	Beginning balance/ amount in the previous period Zunyi Xuntong Huizhong City Operation and Management Co., Ltd.	Beginning balance/ amount in the previous period Ningxia Xunzhong Intelligent Technology Co., Ltd.
Current assets	39,868,759.22	12,910,992.41	47,151,352.59
Non-current assets	465,077.98	163,897.85	200,376.16
Total Assets	40,333,837.20	13,074,890.26	47,351,728.75
Current liabilities	37,591,418.40	12,830,470.43	40,477,219.75
Non-current liabilities	0	0.00	0
Total liabilities	37,591,418.40	12,830,470.43	40,477,219.75
Operating income	1,022,928.90	375,568.80	342,237.62
Net profit	146,142.16	34,056.62	179,585.56
Total comprehensive income	146,142.16	34,056.62	179,585.56
Cash flow from operating activities	-6,244,831.00	-214,036.16	-3,492,500.17

(II) Interests in joint venture arrangements or associates

1. Summarised financial information of insignificant joint ventures and associates

Item	Ending balance/ amount in the current period	Beginning balance/ amount in the previous period
Associates:		
Total carrying amount of investments		
The total of the following in proportion to their shareholdings	–	–
Net profit	-5,267.85	-55,018.44
Other comprehensive income		
Total comprehensive income	-5,267.85	-55,018.44

IV. GOVERNMENT GRANTS

(I) Government grants recognised as receivables as at the end of the reporting period

As of June 30, 2026, the Company had no government grants that were recognised as receivables.

(II) Government grants recognised in profit or loss for the period

Subsidy item	Accounting subjects	Amount in the current period	Amount in the previous period	Related to assets/ Related to income
Amortisation of deferred income	Other income			Related to assets
Subsidy for small and medium-sized enterprise development guidance fund (中小企業發展引導資金項目補貼)	Other income			Related to income
Subsidy from Chaoyangyuan Management Committee (朝陽園管理委員會補貼)	Other income		3,400,000.00	Related to income
Industrial policy support (產業政策扶持)	Other income		55,000.00	Related to income
Deyang Jingyang Hi-tech Industrial Park Subsidy (德陽旌陽高新技術產業園補貼)	Other income	200,000.00		Related to income
Subsidy from Development and Reform Commission of Yaohai District, Hefei City (合肥市瑤海區發展和改革委員會補貼款)	Other income	3,000.00		Related to income
Subsidy for entry into the Four Above standard (四上企業升規入統補貼)	Other income			Related to income
Subsidies for stabilising and expanding posts	Other income			Related to income
Others	Other income	500.00		Related to income
Total		203,500.00	3,455,000.00	

V. DISCLOSURE OF RISKS ASSOCIATED WITH FINANCIAL INSTRUMENTS

The Company's main financial instruments include cash and bank balances, equity investment, loans, receivables, payables, etc. It faces risks of various financial instruments in its daily activities, mainly including credit risk, liquidity risk and market risk. The risks associated with these financial instruments and the risk management policies adopted by the Company to mitigate these risks are described below.

The Board of Directors is responsible for planning and establishing the risk management structure of the Company, formulating the risk management policy and related guidelines of the Company and supervising the implementation of risk management measures. The Company has established risk management policies to identify and analyse risks it faced. These risk management policies clearly define specific risks and cover many aspects such as market risk, credit risk and liquidity risk management. The Company regularly evaluates changes in the market environment and the Company's operating activities to determine whether to update the risk management policy and system. The risk management of the Company is carried out by the Risk Management Committee in accordance with the policies approved by the Board of Directors. The Risk Management Committee identifies, evaluates and avoids relevant risks through close cooperation with other business departments of the Company. The internal audit department of the Company conducts regular audits on risk management controls and procedures, and reports the audit results to the audit committee of the Company. The Company diversifies financial instruments risks through appropriate diversification of investments and business portfolios, and reduces risks concentrated in a single industry, specific region or specific counterparty by formulating corresponding risk management policy.

(I) Various risks arising from financial instruments

1. Credit risk

Credit risk refers to the risk that the Company will incur financial losses due to the failure of the counterparty to fulfill its contractual obligations. The Management has formulated appropriate credit policies and continuously monitors the exposure of these credit risks.

The Company has adopted a policy of only dealing with the creditworthy counterparties. In addition, the Company evaluates the credit qualifications of customers and sets corresponding credit periods based on the financial status of customers, the possibility of obtaining guarantees from third parties, credit records and other factors such as the current market conditions. The Company continuously monitors the balance and recovery of notes receivable and accounts receivable. For customers with poor credit records, the Company will use written reminders, shorten the credit period or cancel the credit period to ensure that the Company will not face significant credit losses. In addition, the Company reviews the recovery of financial assets on each balance sheet date to ensure that adequate provision for expected credit losses has been made in respect of the relevant financial assets.

The Company's other financial assets include cash and bank balances and other receivables. The credit risk of these financial assets arises from the default of the counterparty, and the maximum credit risk exposure is the book value of each financial asset in the balance sheet. The Company has not provided any other guarantees that may expose the Company to credit risk.

The cash and bank balances held by the Company are primarily deposited in financial institutions such as state-owned banks and other large and medium-sized commercial banks. The Management considers these commercial banks to have high creditworthiness and sound asset conditions, with no significant credit risks, and thus no material losses are expected to arise from default of the counterparty. The Company's policy is to control the amount of deposits held with each well-known financial institution based on its market reputation, size of operation and financial background, so as to limit the amount of credit risk arising from any single financial institution.

As part of the Company's credit risk asset management, the Company uses aging to assess impairment losses on accounts receivable and other receivables. The Company's accounts receivable and other receivables involve a large number of customers, and the aging information can reflect the solvency and bad debt risk of these customers for accounts receivable and other receivables. The Company calculates the historical actual bad debt rate for different aging periods based on historical data, and considers the current and future economic conditions to adjust the expected loss rate, such as the national GDP growth rate, total infrastructure investment, national monetary policy and other forward-looking information.

As of June 30, 2026, the book balance of relevant assets and expected credit impairment losses are as follows:

Item	Book balance	Impairment provision
Accounts receivable	972,537,135.29	73,028,302.13
Other receivables	80,361,491.05	25,562,108.70
Total	1,052,898,626.34	98,590,410.83

Given the Company's accounts receivable risks are distributed among multiple partners and multiple customers, as of June 30, 2026, 21.15% (as of December 31, 2025: 23.58%) of the Company's accounts receivable were from the top five customers. The Company did not have significant concentration of credit risk.

The maximum credit risk the Company is exposed to is the book value of each financial asset in the balance sheet.

2. *Liquidity risk*

Liquidity risk refers to the risk of shortage of funds when the Company fulfills its obligations to settle by delivery of cash or other financial assets. The member enterprises under the Company are responsible for their own cash flows forecast. The financial department under the Company continuously monitors the short-term and long-term capital requirements of the Company at the company level based on the cash flow forecast results of each member enterprise to ensure that sufficient cash reserves are maintained; at the same time, it has continuously monitored whether the provisions of the borrowing agreement are met, and obtains commitments from major financial institutions to provide sufficient standby funds to meet the needs of short-term and long-term funding. In addition, the Company enters into a credit line facility agreement with its principal correspondent bank to support the Company's performance of its obligations in relation to commercial paper. As of June 30, 2026, the Company obtained bank credit lines from a number of domestic banks amounting to RMB453.80 million, of which, credit amount utilised was RMB385.70 million.

As of June 30, 2026, the Company's financial liabilities and off-balance sheet guarantee items are presented by remaining contract period based on undiscounted contractual cash flows as follows:

	Closing balance			
Item	Within 1 year	1–5 years	Over 5 years	Total
Non-derivative financial liabilities				
Short-term borrowings	328,242,249.97			328,242,249.97
Accounts payable	178,205,366.26			178,205,366.26
Other payables	70,380,744.75			70,380,744.75
Non-current liabilities due within one year	2,384,701.83			2,384,701.83
Long-term borrowings		27,926,439.86		27,926,439.86
Subtotal of non-derivative financial liabilities	579,213,062.81	27,926,439.86		607,139,502.67
Derivative financial liabilities				
Financial guarantee				
Total	579,213,062.81	27,926,439.86		607,139,502.67

3. *Market risk*

(1) *Foreign exchange risk*

Not applicable.

(2) *Interest rate risk*

The Company's interest rate risk mainly arises from bank borrowings. Financial liabilities with floating interest rates expose the Company to cash flow interest rate risk, and financial liabilities with fixed interest rates expose the Company to fair value interest rate risk. The Company determines the relative ratio of its fixed interest rate and floating interest rate contracts based on prevailing market conditions.

The finance department of the Company continuously monitors the interest rate level of the Company. Rising interest rates will increase the cost of new interest-bearing debt and the interest expense on the Company's outstanding interest-bearing debt at floating interest rates, and have a significant adverse impact on the Company's financial performance. The management will make timely adjustments based on the latest market conditions.

(3) *Price risk*

Price risk refers to the risk of fluctuations in market prices other than exchange rate risk and interest rate risk, which mainly arises from changes in commodity prices, stock market indices, equity instruments prices and other risk variables.

VI. FAIR VALUE

(I) Financial instruments measured at fair value

The Company presents the book value of financial instruments measured at fair value as of June 30, 2026 by three levels of fair value. When the fair value is classified into three levels as a whole, it is based on the lowest level of the three levels to which each significant input used in the measurement at fair value belongs. The three levels are defined as follows:

Level 1: the unadjusted quoted price in the active market for the same asset or liability that is obtainable on the measurement date;

Level 2: inputs other than quoted prices included within Level 1 that are observable for the relevant asset or liability, either directly or indirectly;

Level 2 inputs include: 1) the quoted price of similar assets or liabilities in the active market; 2) quoted prices for identical or similar assets or liabilities in non-active markets; 3) other observable inputs other than quoted prices, including interest rate and yield curves, implied volatility and credit spreads that are observable during the normal interval of quoted prices; 4) inputs verified by the market, etc.

Level 3: unobservable inputs of the relevant assets or liabilities.

(II) Fair value measurements at the end of the period

1. Recurring fair value measurements

	Fair value as at the end of the period			
Item	Level 1	Level 2	Level 3	Total
Other equity instrument investments				
Total assets				

(III) Qualitative and quantitative information on valuation techniques and significant inputs for recurring and non-recurring Level 3 fair value measurements

1. Description of valuation techniques and inputs

Shenzhen SmartVoice Technology Co., Ltd. (深圳市智語科技有限公司 hereinafter referred to as "SmartVoice Technology"), an investee of the Company, is engaged in value-added telecommunications business. Based on the characteristics of the industry and comparable companies in the same industry, the Company adopted the market approach to evaluate the equity instrument investment.

2. Information on unobservable inputs

As of December 31, 2024, an impairment provision for the investment in SmartVoice Technology has been made at 100%.

3. Valuation process

For Level 3 fair value measurements, the Company has formulated valuation methods for the fair value of different items. On the balance sheet date, the investment department produces the valuation data and provides the valuation basis according to the established methods. The finance department reviews the accuracy of the valuation data of each item and conducts accounting treatment according to established methods and the valuation basis provided by the investment department.

VII. RELATED PARTIES AND RELATED PARTY TRANSACTIONS

(I) Parent company of the Company

1. Description of the parent company of the Company

The Company does not have a parent company and its ultimate controlling party is Piao Shenggen, a natural person who holds 20.52% of the shares of the Company.

(II) For details of the Company's subsidiaries, please refer to Note VIII. (I) Interests in subsidiaries

(III) Joint ventures and associates of the Company

For details of the Company's significant joint ventures or associates, please refer to Note VIII. (II) Interests in joint venture arrangements or associates.

Other joint ventures or associates that have related party transactions with the Company in the current period, or have related party transactions with the Company in the previous period to form balances are as follows:

Name of joint venture or associate	Relationship with the Company
Liaoning Zhilian Xintong Internet Service Co., Ltd.	Associate of the Company

(IV) Other related parties

Names of other related parties	Relationships between other related parties and the Company
Mo'an Information Technology (Beijing) Co., Ltd.	An enterprise in which Li Xiaoyong, the general manager of Beijing Jishihui Technology Co., Ltd., our wholly-owned subsidiary, holds shares and has significant influence
Chen Limei	The executive director and general manager of Anhui Xunzhong Communication Technology Co., Ltd., Zunyi Xuntong Huizhong City Operation and Management Co., Ltd. (遵義訊通惠眾城市運營管理有限公司), Ma'anshan Lingxun Information Technology Co., Ltd. (馬鞍山靈訊資訊科技有限公司), subsidiaries of the Company; chairman of Hefei Xuntong Huizhong Information Technology Co., Ltd. (合肥訊通惠眾資訊技術有限公司), a subsidiary of the Company; executive director of Xuzhou Xuntong Network Communication Technology Co., Ltd. (徐州訊通網聯通信技術有限公司), Jiangsu Shaoyan Information Technology Co., Ltd. (江蘇韶顏資訊科技有限公司), subsidiaries of the Company; general manager of Jiangsu Hongluo Network Technology Co., Ltd. (江蘇宏絡網絡科技有限公司), Ltd., a subsidiary of the Company

(V) Related Party Transactions

1. *For subsidiaries controlled by the Company that are included in the Company's consolidated financial statements, their mutual transactions and parent-subsidiary transactions have been offset.*

2. *Related party guarantees*

(1) *The Company as the guaranteed party*

Guarantor	Guaranteed amount	Start date of guarantee	Maturity date of guarantee	Whether the responsibility is fulfilled
Outstanding borrowings at the end of the period:				
Piao Shenggen	5,000,000.00	March 25, 2026	August 31, 2026	No
Beijing Xunzhong Communication Technology Limited, Piao Shenggen	2,000,000.00	December 26, 2025	December 26, 2026	No
Beijing Xunzhong Communication Technology Limited, Piao Shenggen	3,000,000.00	March 31, 2025	March 31, 2027	No
Beijing Xunzhong Communication Technology Limited, Piao Shenggen	10,000,000.00	June 29, 2026	June 29, 2027	No
Beijing Xunzhong Communication Technology Limited, Piao Shenggen	10,000,000.00	January 29, 2026	January 29, 2027	No
Piao Shenggen	19,300,000.00	June 8, 2026	June 7, 2027	No
Guaranteed by Beijing Capital Financing Guarantee Co., Ltd.	5,000,000.00	September 16, 2025	September 16, 2026	No
Guaranteed by Beijing Capital Financing Guarantee Co., Ltd.	1,500,000.00	June 23, 2026	June 18, 2027	No
Beijing Xunzhong Communication Technology Limited, Piao Shenggen	10,000,000.00	November 26, 2025	November 26, 2026	No
Piao Shenggen	6,000,000.00	March 10, 2026	March 9, 2027	No
Piao Shenggen	10,000,000.00	March 11, 2026	March 10, 2027	No
Beijing Xunzhong Communication Technology Limited, Piao Shenggen	10,000,000.00	December 29, 2025	December 29, 2026	No
Piao Shenggen	4,000,000.00	January 6, 2026	July 6, 2026	No
Piao Shenggen	6,000,000.00	February 10, 2026	August 10, 2026	No

Guarantor	Guaranteed amount	Start date of guarantee	Maturity date of guarantee	Whether the responsibility is fulfilled
Piao Shenggen; Intellectual property pledge	2,000,000.00	July 24, 2025	July 24, 2026	No
Maximum amount guarantee provided by Piao Shenggen, and joint and several guarantee provided by Hefei Medium and Small Enterprise Financing Guarantee Co., Ltd.; counter-guaranteed by Piao Shenggen and Beijing Xunzhong Communication Technology Limited	2,000,000.00	August 13, 2025	August 13, 2026	No
Piao Shenggen	10,000,000.00	December 31, 2025	November 30, 2026	No
Piao Shenggen	10,000,000.00	January 6, 2026	January 5, 2027	No
Piao Shenggen	10,000,000.00	March 27, 2026	March 27, 2027	No
Piao Shenggen	8,000,000.00	January 21, 2026	January 20, 2027	No
Piao Shenggen	20,000,000.00	February 9, 2026	August 7, 2026	No
Piao Shenggen	10,000,000.00	February 6, 2026	February 6, 2027	No
Piao Shenggen	10,000,000.00	May 12, 2026	May 11, 2027	No
Piao Shenggen	10,000,000.00	April 27, 2026	April 27, 2027	No
Piao Shenggen	10,000,000.00	November 8, 2025	November 7, 2026	No
Piao Shenggen, Beijing Xunzhong Communication Technology Limited	10,000,000.00	March 27, 2026	March 26, 2027	No
Piao Shenggen, Beijing Haidian Technology Enterprise Financing Guarantee Co., Ltd.	10,000,000.00	May 14, 2026	April 30, 2027	No
Piao Shenggen, Chen Limei, Beijing Xunzhong Communication Technology Limited, Zunyi Dike Data Consulting Co., Ltd.	3,000,000.00	March 31, 2026	March 30, 2028	No

Guarantor	Guaranteed amount	Start date of guarantee	Maturity date of guarantee	Whether the responsibility is fulfilled
Piao Shenggen	20,000,000.00	August 4, 2025	August 4, 2026	No
Piao Shenggen	10,000,000.00	October 21, 2025	October 21, 2026	No
Piao Shenggen	10,000,000.00	August 19, 2025	August 18, 2026	No
Piao Shenggen	10,000,000.00	October 22, 2025	October 22, 2026	No
Piao Shenggen	13,000,000.00	September 30, 2025	August 28, 2026	No
Piao Shenggen	17,000,000.00	October 21, 2025	August 28, 2026	No
Piao Shenggen	30,000,000.00	August 1, 2025	July 31, 2026	No
Piao Shenggen	10,000,000.00	December 19, 2025	December 17, 2026	No
Beijing Xunzhong Communication Technology Limited, Zunyi Dike Data Consulting Co., Ltd.	4,950,000.00	November 17, 2025	November 16, 2028	No
Co-borrower: Yue Duanpu	9,000,000.00	March 6, 2025	March 6, 2028	No
Co-borrower: Piao Shenggen	5,000,000.00	September 25, 2023	September 25, 2026	No
Co-borrower: Piao Shenggen	4,950,000.00	December 3, 2024	December 3, 2027	No
Beijing Xunzhong Communication Technology Co., Ltd., Beijing Yunxun Science and Technology Co., Ltd.	15,000,000.00	March 26, 2025	March 26, 2027	No
Loans repaid this period:				
Guaranteed by Beijing Capital Financing Guarantee Co., Ltd. (北京首創融資擔保有限公司), counter-guaranteed by Piao Shenggen	3,000,000.00	March 25, 2025	March 25, 2026	No
Guaranteed by Beijing Capital Financing Guarantee Co., Ltd.	1,500,000.00	May 13, 2025	May 13, 2026	No
Guaranteed by Beijing Zhongguancun Technology Financing Guarantee Co., Ltd. (北京中關村科技融資擔保有限公司), counter-guaranteed by Piao Shenggen	10,000,000.00	January 26, 2025	January 26, 2026	No

Guarantor	Guaranteed amount	Start date of guarantee	Maturity date of guarantee	Whether the responsibility is fulfilled
Guaranteed by Beijing Shichuang Tongsheng Financing Guarantee Co., Ltd. (北京石創同盛融資擔保有限公司); counter-guaranteed by Beijing Xunzhong Communication Technology Limited and Piao Shenggen	10,000,000.00	April 18, 2025	April 17, 2026	No
Guaranteed by Beijing Capital Financing Guarantee Co., Ltd. (北京首創融資擔保有限公司), counter-guaranteed by Piao Shenggen	1,500,000.00	June 24, 2025	June 23, 2026	No
Guaranteed by Chen Limei, Piao Shenggen, and Hefei Xingtai Technology Financing Guarantee Co., Ltd. (合肥市興泰科技融資擔保有限公司); counter-guaranteed by Beijing Xunzhong Communication Technology Limited, Piao Shenggen, and Chen Limei	3,500,000.00	June 9, 2025	June 8, 2026	No
Piao Shenggen	5,000,000.00	September 25, 2025	May 30, 2026	No
Piao Shenggen	5,000,000.00	June 30, 2025	June 29, 2026	No
Piao Shenggen	4,000,000.00	March 31, 2025	March 31, 2026	No
Piao Shenggen	5,000,000.00	April 29, 2025	April 29, 2026	No
Piao Shenggen	5,000,000.00	June 3, 2025	April 29, 2026	No
Piao Shenggen	1,385,700.00	June 18, 2025	June 17, 2026	No
Piao Shenggen	2,114,300.00	June 17, 2025	June 16, 2026	No
Piao Shenggen	16,000,000.00	June 5, 2025	June 4, 2026	No
Piao Shenggen	6,000,000.00	August 13, 2025	February 3, 2026	No
Piao Shenggen	4,650,000.00	January 17, 2025	January 16, 2026	No
Piao Shenggen	3,800,000.00	February 20, 2025	February 20, 2026	No
Piao Shenggen	1,550,000.00	March 18, 2025	March 18, 2026	No
Piao Shenggen	6,000,000.00	March 12, 2025	March 11, 2026	No
Piao Shenggen	10,000,000.00	March 13, 2025	March 12, 2026	No
Piao Shenggen	5,000,000.00	October 24, 2025	April 23, 2026	No
Piao Shenggen	5,000,000.00	November 5, 2025	April 30, 2026	No
Piao Shenggen	10,000,000.00	September 30, 2025	March 21, 2026	No
Piao Shenggen	10,000,000.00	March 12, 2025	March 11, 2026	No
Piao Shenggen	20,000,000.00	August 1, 2025	January 30, 2026	No

3. *Remuneration of key officers*

Item	Amount in the current period	Amount in the previous period
Remuneration of key officers	2,624,146.37	2,548,422.40

4. *Receivables from and payables to related parties*

(1) The Company's receivables from related parties

Item name	Related party	Closing balance		Opening balance	
		Book balance	Bad-debt provision	Book balance	Bad-debt provision
Prepayments					
	Liaoning Zhilian Xintong Internet Service Co., Ltd.	314,848.30	314,848.30	314,848.30	314,848.30
Other receivables					
	Liaoning Zhilian Xintong Internet Service Co., Ltd.	300,000.00	300,000.00	300,000.00	300,000.00

VIII. COMMITMENTS AND CONTINGENCIES

(I) Major commitments

As of June 30, 2026, the Company and its subsidiaries had invested in and established a total of 26 subsidiaries including Jiangsu Hongluo Network Technology Co., Ltd., and subscribed capital contribution of RMB204,250,000.00 to 16 of these subsidiaries in total. The Company has made paid-in capital contributions of RMB57,188,851.00, with the remaining RMB147,061,149.00 yet to be paid. Pursuant to the agreement, the payment of the remaining capital contribution shall be completed before the time limit stipulated in the articles of association of each subsidiary (sub-subsidiary), and the source of funds shall be its own funds. This event may result in an increase of RMB147,061,149.00 in future cash outflow. The details are as follows:

Number	Name of subsidiaries	Subscribed capital contribution	Percentage of subscribed capital contribution	Capital contribution as of 30 June 2026: Paid-in capital contribution	Capital contribution as of 30 June 2026: Unpaid contributions	Closing date for remaining capital contribution as stipulated in the Articles of Association
1	Jiangsu Hongluo Network Technology Co., Ltd.	10,000,000.00	100%	2,557,100.00	7,442,900.00	2030-3-31
2	Beijing Xunzhong IOT Information Technology Co., Ltd.	10,000,000.00	100%	31,300.00	9,968,700.00	2029-8-13
3	Jiangsu Huashao Communication Technology Co., Ltd.	10,000,000.00	100%	8,138,900.00	1,861,100.00	2047-1-5
4	Liaoning Xunzhong Communication Technology Service Co., Ltd.	10,000,000.00	100%	817,500.00	9,182,500.00	2052-11-17
5	Ma'anshan Lingxun Information Technology Co., Ltd. (馬鞍山靈訊信息科技有限公司)	600,000.00	60%	20,001.00	579,999.00	2025-1-14
6	Beijing Dingshu Information Technology Co., Ltd.	10,000,000.00	100%	9,364,000.00	636,000.00	2032-11-13
7	Sichuan Xuntong Huizhong Smart City Technology Co., Ltd.	50,000,000.00	100%	4,113,000.00	45,887,000.00	2043-5-5
8	Sichuan Xunzhong Communication Technology Co., Ltd.	10,000,000.00	100%	6,532,500.00	3,467,500.00	2042-4-5
9	Beijing Xunjie Suanwang Technology Co., Ltd.	10,000,000.00	100%	9,718,150.00	281,850.00	2046-11-20
10	Xuzhou Xuntong Network Communication Technology Co., Ltd.	6,100,000.00	61%	575,000.00	5,525,000.00	2042-6-30
11	Yingkou Huali Daxing Technology Co., Ltd.	7,000,000.00	70%	60,000.00	6,940,000.00	2034-11-1
12	Zunyi Dike Data Consulting Co., Ltd.	10,000,000.00	100%	10,000,000.00	0.00	2048-1-1
13	Zunyi Xuntong Huizhong City Operation and Management Co., Ltd.	9,000,000.00	90%	4,118,900.00	4,881,100.00	2029-6-30
14	Xunzhong Zhiyan (Shenzhen) Technology Co., Ltd.	10,000,000.00	100%	1,142,500.00	8,857,500.00	2030-10-19
15	Jiangsu Xunguang Information Technology Co., Ltd.	39,000,000.00	100%	0	39,000,000.00	2030-11-6
16	Anhui Yuhe Shutong Intelligent Technology Co., Ltd.	2,550,000.00	51%	0	2,550,000.00	2030-12-24
Total		204,250,000.00		57,188,851.00	147,061,149.00	

Except for the above matters, the Company had no other major commitments that need to be disclosed.

(II) Major contingencies on the balance sheet date

With reference to the Prospectus and the announcement of the Company dated December 23, 2025, since October 2024 and up to the date of this report, the Company has been involved in two interrelated legal proceedings (the "Litigation") with Beijing Yakang Huanyu Technology Co., Ltd. and Beijing Yunxi Technology Co., Ltd. due to contractual disputes concerning the sale and purchase of computing module products. The freezing of the Company's basic bank account and general bank accounts was caused by the Litigation. As disclosed in the announcement dated December 23, 2025 there was an increase in the frozen funds in the basic bank account caused by the Litigation. The Board considers that the above Litigation has not had, and is not expected to have, any material adverse effect on the business operations or financial position of the Group, and the Company will make further announcements in relation to the above Litigation in accordance with the Listing Rules as and when appropriate.

Reference is made to the announcements of the Company dated June 2, 2026 and July 2, 2026. The Company has been involved in a legal proceeding with Qingdao Guoshi Data Service Co., Ltd. due to a contractual dispute concerning the sale and purchase of high-performance intelligent computing node servers. The freezing of the Company's basic bank account, general bank accounts and the equity of the Company's subsidiary was caused by the litigation. The Board considers that the above litigation has not had, and is not expected to have, any material adverse effect on the business operations or financial position of the Group, and the Company will make further announcements in relation to the above litigation in accordance with the Listing Rules as and when appropriate.

Save as disclosed above, the Group had no other material contingent matters as of June 30, 2026.

IX. POST BALANCE SHEET EVENTS

(I) Major non-adjusting events

Reference is made to the announcement of the Company dated August 26, 2026. The Company has been involved in a legal proceeding with Beijing Zhongke Xinkong Innovation and Entrepreneurship Technology Development Co., Ltd. (北京中科信控創新創業科技發展有限公司) ("Beijing Zhongke Xinkong") due to a contractual dispute concerning the sale and purchase of high-performance intelligent computing node servers, and has filed a lawsuit against Beijing Zhongke Xinkong in the Beijing Tongzhou District People's Court (北京市通州區人民法院) to safeguard its legitimate rights and interests. The Company has applied to the Beijing Tongzhou District People's Court for pre-litigation property preservation, requesting the seizure and freezing of bank accounts of Beijing Zhongke Xinkong in the aggregate amount of RMB40.00 million, or other assets of equivalent value. The aforesaid Litigation is a legal action taken by the Company to safeguard its legitimate rights and interests. It will not have, and is not expected to have, any material adverse effect on the business operations or financial position of the Company, and the Company will make further announcements in relation to the above Litigation in accordance with the Listing Rules as and when appropriate.

(II) Notes to other post balance sheet events

In addition to the aforementioned major non-adjusting events, there were no other significant post balance sheet events.

X. NOTES ON OTHER SIGNIFICANT EVENTS

(I) Segment Information

The Company determines operating segments based on internal organisational structure, management requirements, and internal reporting system. An operating segment of the Company is a component that simultaneously meets the following conditions:

(1) It can generate revenue and incur expenses in ordinary course of business;

(2) Its operating results are regularly reviewed by the Company's management to make decisions about resources to be allocated to the component and to assess its performance;

(3) Relevant accounting information is available regarding its financial position, operating results, and cash flows.

The Company identifies its reportable segments based on its operating segments. An operating segment is identified as a reportable segment if it meets one of the following thresholds:

(1) Its segment revenue is 10% or more of the combined revenue of all operating segments;

(2) The absolute amount of its segment profit or loss is 10% or more of the greater, in absolute terms, of the combined profit of all operating segments that reported a profit, or the combined loss of all operating segments that reported a loss.

The Company has a single line of business, primarily providing value-added telecommunication services. Management manages and evaluates the operating results of this business as a whole. Therefore, no segment information is presented in these financial statements.

(II) Other Significant Transactions and Events Impacting Investors' Decisions

As of the date of approval and issuance of these financial statements, the Company had no other significant post-balance sheet transactions and events that would have an impact on investors' decisions.

XI. MAJOR ITEMS OF FINANCIAL STATEMENTS OF THE PARENT COMPANY

Note 1. Accounts receivable

1. *Disclosure of accounts receivable by age*

Age	Closing balance	Opening balance
Within 1 year	499,700,903.07	340,323,379.66
1 to 2 years	69,389,671.64	82,938,298.87
2 to 3 years	4,886,733.98	3,031,263.50
3 to 4 years	486,110.94	671,935.21
4 to 5 years	1,166,044.34	1,073,983.95
Over 5 years	4,572,450.80	4,577,388.32
Subtotal	580,201,914.77	432,616,249.51
Less: Provision for bad debts	39,797,938.42	32,838,385.89
Total	540,403,976.35	399,777,863.62

2. Disclosure by category of bad debt provision

Category	Closing balance Book balance Amount	Percentage (%)	Bad-debt provision Amount	Provision percentage (%)	Book value
Provision for bad debts on an individual basis	4,612,814.28	0.80%	4,612,814.28	100.00%	0.00
Provision for bad debts on a collective basis	575,589,100.49	99.20%	35,185,124.14	6.11%	540,403,976.35
Including: Aging portfolio	575,589,100.49	99.20%	35,185,124.14	6.11%	540,403,976.35
Total	580,201,914.77	100%	39,797,938.42	6.86%	540,403,976.35

Continued:

Category	Opening balance Book balance Amount	Percentage (%)	Bad-debt provision Amount	Provision percentage (%)	Book value
Provision for bad debts on an individual basis	4,612,814.28	1.07	4,612,814.28	100.00	
Provision for bad debts on a collective basis	428,003,435.23	98.93	28,225,571.61	6.59	399,777,863.62
Including: Aging portfolio	428,003,435.23	98.93	28,225,571.61	6.59	399,777,863.62
Total	432,616,249.51	100.00	32,838,385.89		399,777,863.62

Provision for bad debts on a collective basis

(1) Aging portfolio

Aging	Closing balance Book balance	Bad-debt provision	Provision ratio (%)
Within 1 year	499,700,903.07	24,985,045.15	5
1 to 2 years	69,389,671.64	6,938,967.16	10
2 to 3 years	3,859,248.30	771,849.66	20
3 to 4 years	172,767.70	51,830.31	30
4 to 5 years	58,155.85	29,077.93	50
Over 5 years	2,408,353.93	2,408,353.93	100
Total	575,589,100.49	35,185,124.14	

3. *Provision for bad debts accrued, recovered or reversed in the current period*

Category	Opening balance	Change in the current period Provision	Recovery or reversal	Write-off	Other changes	Closing balance
Provision for bad debts on an individual basis	4,612,814.28					4,612,814.28
Provision for bad debts on a collective basis	28,225,571.61	6,959,552.53				35,185,124.14
Including: Aging portfolio	28,225,571.61	6,959,552.53				35,185,124.14
Portfolio of related party within the scope of consolidation						
Total	32,838,385.89	6,959,552.53	0.00	0.00	0.00	39,797,938.42

4. Top five accounts receivable and contract assets by debtor in terms of closing balance

Entity name	Accounts receivable Closing balance	Contract assets Closing balance	Closing balance of accounts receivable and contract assets	Proportion to total amount of closing balance of accounts receivable and contract assets (%)	Balance of provision for bad debts of accounts receivable and impairment of contract assets
Aggregate amount of the closing balance of the top five accounts receivable and contract assets	161,214,865.26		161,214,865.26	34.33%	151,414,350.15

5. No accounts receivable derecognised due to transfer of financial assets in the current period

6. No assets and liabilities arising from transfer of accounts receivable and continuous involvement in the current period

Note 2. Other receivables

1. Disclosure of other receivables by age

Age	Closing balance	Opening balance
Within 1 year	**223,404,806.35**	253,847,373.09
1 to 2 years	**54,368,000.00**	88,811,141.20
2 to 3 years	**1,686,921.80**	13,040,434.70
3 to 4 years	**1,034,218.30**	8,959,444.52
4 to 5 years	**210,500.00**	443,988.67
Over 5 years	**1,149,703.00**	1,026,488.00
Subtotal	**281,854,149.45**	366,128,870.18
Less: Provision for bad debts	**24,557,754.98**	24,950,147.29
Total	**257,296,394.47**	341,178,722.89

2. *Classification by nature of payment*

Nature of payment	**Book balance as at the end of the period**	Book balance as at the beginning of the period
Deposit and security deposit	**24,060,894.85**	24,031,407.70
Current accounts	**54,080,000.00**	64,231,252.27
Others	**195,490.90**	406,041.62
Transactions between related parties within the scope of consolidation	**203,517,763.70**	277,460,168.59
Subtotal	**281,854,149.45**	366,128,870.18
Less: Provision for bad debts	**24,557,754.98**	24,950,147.29
Total	**257,296,394.47**	341,178,722.89

3. *Disclosure by category of bad debt provision*

Category	Closing balance				
	Book balance		Bad-debt provision		Book value
	Amount	Percentage (%)	Amount	Provision ratio (%)	
Provision for bad debts on an individual basis	54,172,903.00	19.22%	21,724,903.00	88.46%	32,448,000.00
Provision for bad debts on a collective basis	227,681,246.45	80.78%	2,832,851.98	11.54%	224,848,394.47
Including: Aging portfolio	24,163,482.75	8.57%	2,832,851.98	11.54%	21,330,630.77
Portfolio of related party within the scope of consolidation	203,517,763.70	72.21%	0	0.00%	203,517,763.70
Total	281,854,149.45	100.00%	24,557,754.98	100.00%	257,296,394.47

Continued:

Category	Opening balance Book balance Amount	Percentage (%)	Bad-debt provision Amount	Provision ratio (%)	Book value
Provision for bad debts on an individual basis	54,173,161.81	14.80	21,725,161.81	87.07	32,448,000.00
Provision for bad debts on a collective basis	311,955,708.37	85.20	3,224,985.48	12.93	308,730,722.89
Including: Aging portfolio	34,495,539.78	85.20	3,224,985.48	12.93	31,270,554.30
Portfolio of related party within the scope of consolidation	277,460,168.59	100.00	0	0.00	277,460,168.59
Total	366,128,870.18	100.00	24,950,147.29	100.00	341,178,722.89

Provision for bad debts on a collective basis

(1) Aging portfolio

Aging	Closing balance Book balance	Bad-debt provision	Provision ratio (%)
Within 1 year	19,887,042.65	994,352.13	5
1 to 2 years	288,000.00	28,800.00	10
2 to 3 years	1,686,921.80	337,384.36	20
3 to 4 years	1,034,218.30	310,265.49	30
4 to 5 years	210,500.00	105,250.00	50
Over 5 years	1,056,800.00	1,056,800.00	100
Total	24,163,482.75	2,832,851.98	

Provision for bad debts based on the general model of expected credit losses

Bad-debt provision	Stage 1 Expected credit losses for the next 12 months	Stage 2 Lifetime expected credit loss (without credit impairment)	Stage 3 Lifetime expected credit loss (with credit impairment)	Total
Opening balance	3,224,985.48		21,725,161.81	24,950,147.29
Balance as at the beginning of the period during the current period	–	–	–	–
– Transferred to Stage 2				
– Transferred to Stage 3				
– Reversed to Stage 2				
– Reversed to Stage 1				
Provision in the current period	-392,133.50			-392,133.50
Reversal in the current period			258.81	258.81
Charge-off in the current period				
Write-off in the current period				
Other changes				
Closing balance	2,832,851.98		21,724,903.00	24,557,754.98

4. *Provision for bad debts accrued, recovered or reversed in the current period*

Category	Opening balance	Provision	Change in the current period Recovery or reversal	Charge-off or write-off	Other changes	Closing balance
Provision for bad debts on an individual basis	21,725,161.81		258.81			21,724,903.00
Provision for bad debts on a collective basis	3,224,985.48	-392,133.50				2,832,851.98
Including: Aging portfolio	3,224,985.48	-392,133.50				2,832,851.98
Portfolio of related party within the scope of consolidation						
Total	24,950,147.29	-392,133.50	258.81	0.00	0.00	24,557,754.98

5. *Top five other receivables in terms of closing balance by debtor*

Entity name	Closing balance	Proportion in the closing balance of other receivables (%)
Aggregate amount of the closing balance of the top five other receivables	257,113,533.86	91.22%

6. *No other receivables related to government grants during the current period*

7. *No other receivables derecognised due to transfer of financial assets in the current period*

8. *No assets and liabilities arising from the transfer of other receivables and continuous involvement in the current period*

Note 3. Long-term equity investments

Nature of payment	Closing balance Book balance	Closing balance Impairment provision	Closing balance Book value	Opening balance Book balance	Opening balance Impairment provision	Opening balance Book value
Investment in subsidiaries	237,468,659.20	7,686,394.10	229,782,265.10	232,017,509.20	7,686,394.10	224,331,115.10
Investment in associates and joint ventures						
Total	237,468,659.20	7,686,394.10	229,782,265.10	232,017,509.20	7,686,394.10	224,331,115.10

1. Investment in subsidiaries

Investee	Initial investment cost	Opening balance (Book value)	Opening balance of impairment provision	Increase/decrease in the current period: Increase in the current period	Decrease in the current period	Provision for impairment in the current period	Others	Closing balance (Book value)	Closing balance of impairment provision
Beijing Yunxun Science and Technology Co., Ltd.	50,000,000.00	50,000,000.00						50,000,000.00	
Beijing Zhongmai Communication Technology Co., Ltd.	50,000,000.00	50,000,000.00						50,000,000.00	
Beijing Jishihui Technology Co., Ltd.	20,000,000.00	20,000,000.00						20,000,000.00	
Shanghai Dingshu Information Technology Co., Ltd.	9,314,000.00	8,649,000.00		665,000.00				9,314,000.00	
Yingkou Huali Daxing Technology Co., Ltd.	7,686,394.10		7,686,394.10					0.00	7,686,394.10
Zunyi Dike Data Consulting Co., Ltd.	10,000,000.00	9,142,000.00		858,000.00				10,000,000.00	
Beijing Yunyan Tianchuang Technology Co., Ltd.	10,160,000.00	10,160,000.00						10,160,000.00	
Jiangsu Shaoyan Information Technology Co., Ltd.	10,300,000.00	10,300,000.00						10,300,000.00	
Beijing Xunjie Suanwang Technology Co., Ltd.	10,018,150.00	7,879,900.00		2,138,250.00				10,018,150.00	
Anhui Hongluo Network Technology Co., Ltd.	2,807,100.00	2,782,700.00		24,400.00				2,807,100.00	

Investee	Initial investment cost	Opening balance (Book value)	Opening balance of impairment provision	Increase/decrease in the current period				Closing balance (Book value)	Closing balance of impairment provision
				Increase in the current period	Decrease in the current period	Provision for impairment in the current period	Others		
Jiangsu Huashao Communication Technology Co., Ltd.	8,388,900.00	8,373,900.00		15,000.00				8,388,900.00	
Chuangyin Future (Beijing) Information Technology Co., Ltd.	10,250,000.00	10,250,000.00						10,250,000.00	
Anhui Xunzhong Communication Technology Co., Ltd.	10,000,000.00	10,000,000.00						10,000,000.00	
Sichuan Xunzhong Communication Technology Co., Ltd.	6,532,500.00	5,850,500.00		682,000.00				6,532,500.00	
Hefei Xuntong Huizhong Information Technology Co., Ltd.	8,323,200.00	8,323,200.00						8,323,200.00	
Liaoning Xunzhong Communication Technology Service Co., Ltd.	817,500.00	721,500.00		96,000.00				817,500.00	
Xuzhou Xuntong Network Communication Technology Co., Ltd.	575,000.00	575,000.00						575,000.00	
Sichuan Xuntong Huizhong Smart City Technology Co., Ltd.	4,113,000.00	4,113,000.00						4,113,000.00	
Beijing Xunzhong IOT Information Technology Co., Ltd.	31,300.00	31,300.00						31,300.00	
Ningxia Xunzhong Intelligent Technology Co., Ltd.	7,000,000.00	7,000,000.00						7,000,000.00	
Xunzhong Future Communication Technology Limited	9,115.10	9,115.10						9,115.10	
Xunzhong Zhiyan (Shenzhen) Technology Co., Ltd.	1,142,500.00	170,000.00		972,500.00				1,142,500.00	
Total	237,468,659.20	224,331,115.10	7,686,394.10	5,451,150.00	0.00	0.00	0.00	229,782,265.10	7,686,394.10

Note 4. Total revenue from operations and total cost from operations

1. Total revenue from operations and total cost from operations

Item	Amount in the current period		Amount in the previous period	
	Revenue	Cost	Revenue	Cost
Primary businesses	186,384,087.88	146,284,677.67	220,393,287.94	183,509,313.85
Total	186,384,087.88	146,284,677.67	220,393,287.94	183,509,313.85

XII. SUPPLEMENTARY INFORMATION

(I) Non-recurring gains and losses

1. Breakdown of current non-recurring gains and losses

Item	Amount	Explanation
Gains and loss from the disposal of non-current assets (including the written off part for which provision for asset impairment has been made)		
Government grants included in the current profit and loss, except those closely related to the Company's normal operations, conforming to the State policies and regulations, enjoyed persistently in line with certain standard ratings or amounts, and having a lasting impact on the Company's profit and loss	203,500.00	
Reversal of provision for receivables subject to independent impairment test	500,001.00	
Non-operating income and expenses other than those mentioned above	394,363.59	
Other profit and loss items that meet the definition of non-recurring profit and loss		
Less: effect of income tax	202,239.11	
Effect of non-controlling interests (after tax)	127,437.14	
Total	768,188.34	

(II) Return on net assets and earnings per share

Profit for the Reporting Period	Weighted average net return on assets (%)	Earnings per share: Basic earnings per share	Earnings per share: Diluted earnings per share
Net profit attributable to ordinary shareholders of the Company	1.00%	0.10	0.10
Net profit attributable to ordinary shareholders of the Company after deducting non-recurring profit or loss	0.94%	0.10	0.10

(III) Earnings per share

1. Basic earnings per share

Basic earnings per share is calculated by dividing net profit attributable to shareholders of the parent by the weighted average number of shares in issue during the same period.

	For the 6 months ended June 30, 2026	For the 6 months ended June 30, 2025
Net profit attributable to shareholders of the parent ("-" for net loss)	**13,265,968.57**	25,618,530.27
Weighted average number of shares issued (shares)	**121,754,291**	91,314,291
Basic earnings per share (RMB/share)	**0.11**	0.28

2. Diluted earnings per share

Diluted earnings per share is the same as the basic earnings per share as there were no potential dilutive shares outstanding during the Reporting Period and the corresponding period of last year.

(IV) Dividends

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