



Hebei Haiwei Electronic New Material Technology Co., Ltd.
河北海偉電子新材料科技股份有限公司

(A joint stock company incorporated in the People's Republic of China with limited liability)
Stock Code : 9609

2026

Interim Report



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CORPORATE INFORMATION

BOARD OF DIRECTORS

Executive Directors

Mr. Song Wenlan (*Chairman of the Board*)

Mr. Cao Chaozhi

Mr. Sheng Zhixuan

Mr. Liu Qingbin

Non-executive Director

Ms. Zhong Ying

Independent Non-executive Directors

Ms. Gu Qun

Mr. Zhang Hao

Mr. Yu Qing

AUDIT COMMITTEE

Mr. Yu Qing (*Chairman*)

Ms. Zhong Ying

Mr. Zhang Hao

REMUNERATION COMMITTEE

Mr. Yu Qing (*Chairman*)

Ms. Gu Qun

Mr. Zhang Hao

NOMINATION COMMITTEE

Mr. Song Wenlan (*Chairman*)

Ms. Gu Qun

Mr. Zhang Hao

JOINT COMPANY SECRETARIES

Mr. Sheng Zhixuan

Ms. Tam Pak Yu, Vivien

AUTHORISED REPRESENTATIVES

Mr. Song Wenlan

Ms. Tam Pak Yu, Vivien

REGISTERED OFFICE

Jing County Economic and Technological

Development Zone

Hengshui

Hebei Province

PRC

PRINCIPAL PLACE OF BUSINESS AND HEAD OFFICE IN CHINA

Jing County Economic and Technological

Development Zone

Hengshui

Hebei Province

PRC

PRINCIPAL PLACE OF BUSINESS IN HONG KONG

40/F, Dah Sing Financial Centre

248 Queen's Road East

Wanchai

Hong Kong

AUDITORS

Deloitte Touche Tohmatsu

Certified Public Accountant

Registered Public Interest Entity Auditor

35/F, One Pacific Place

88 Queensway

Hong Kong



CORPORATE INFORMATION

COMPLIANCE ADVISER

Changjiang Corporate Finance (HK) Limited

Unit 3605–3611

36/F, Cosco Tower

183 Queen's Road Central

Central

Hong Kong

STOCK CODE

09609

COMPANY WEBSITE

www.haiwei.net

LISTING DATE

28 November 2025

H SHARE REGISTRAR

Tricor Investor Services Limited

17/F, Far East Finance Centre

16 Harcourt Road

Hong Kong

PRINCIPAL BANKS

China Construction Bank

Jing County Branch

519 Jing'an Avenue

Jing County, Hengshui

Hebei Province

PRC

Bank of China

Jing County Branch

Market Road

Jing County Economic and Technological Development

Zone

Hengshui

Hebei Province

PRC



DEFINITIONS

“Associate(s)”	has the meaning ascribed thereto under the Listing Rules
“Audit Committee”	The Audit Committee of the Board of Directors
“Board” or “Board of Directors”	The Board of Directors of the Company
“CAGR”	compound annual growth rate
“China” or “the PRC”	the People’s Republic of China
“Corporate Governance Code”	The Corporate Governance Code as set out in Appendix C1 of the Listing Rules
“Company”	Hebei Haiwei Electronic New Material Technology Co., Ltd. (formerly known as Hebei Haiwei Group Electronic Material Co., Ltd. and Hebei Haiwei Electronic Material Co., Ltd.), which was initially incorporated under the laws of the PRC as a limited liability company on 6 September 2006 and was subsequently converted into a joint stock company with limited liability on 11 January 2023, and listed on the Main Board of the Hong Kong Stock Exchange on 28 November 2025 (Stock Code: 09609)
“Director(s)”	the director(s) of the Company
“Domestic” or “Mainland”	Mainland China (for the purpose of this report only, excluding Hong Kong, Macau, and Taiwan)
“H Share(s)”	The overseas listed foreign ordinary shares of the Company with a par value of RMB1.00 each, which are listed on the Hong Kong Stock Exchange and traded in HKD
“Haowei Electronic”	Ningguo Haowei Electronic Technology Co, Ltd. (寧國市浩偉電子科技有限公司), a limited liability company established under the laws of the PRC on 6 January 2021
“HKD”	Hong Kong dollar, the lawful currency of Hong Kong
“HK” or “Hong Kong”	The Hong Kong Special Administrative Region of China
“Hong Kong Stock Exchange” or “Stock Exchange”	The Stock Exchange of Hong Kong Limited

“International Financial Reporting Standards”	International Financial Reporting Standards, including the standards, amendments, and interpretations issued by the International Accounting Standards Board, as well as international accounting standards and interpretations issued by the International Accounting Standards Committee
“Kunda Machinery”	Hebei Kunda Machinery Manufacturing Co., Ltd. (河北坤達機械製造有限公司), a limited liability company established on 22 January 2024 under the laws of the PRC
“Listing”	the listing of the Shares on the Main Board
“Listing Date”	28 November 2025, being the date on which the Shares were listed on the Stock Exchange
“Listing Rules”	The Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (as amended from time to time)
“Main Board”	the stock market operated by the Stock Exchange (excluding the options market), which is independent of and operates in parallel with the GEM of the Stock Exchange
“Global Offering”	The Company offered H shares for subscription; details are set forth in the Prospectus
“Group” or “We”	The Company and its consolidated subsidiaries
“Model Code”	Appendix C3 to the Listing Rules, The Model Code for Securities Transactions by Directors of Listed Issuers
“Procurement Agreement”	the procurement agreement in relation to the procurement of BOPP film production line supporting equipment entered into between Zhejiang Haiwei and Kunda Machinery on 15 December 2025, and terminated on 27 March 2026
“Proceeds”	the net proceeds arising from the Global Offering, taking into account the net proceeds arising from the partial exercise of the over-allotment option on 25 December 2025
“Prospectus”	The prospectus of the Company for the Global Offering dated 20 November 2025
“Reporting Period” or “Period”	The six months ended 30 June 2026



DEFINITIONS

“RMB”	Renminbi, the lawful currency of Mainland China
“SFO” or “Securities and Futures Ordinance”	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)”	Ordinary share in the share capital of the Company with a par value of RMB1.00 each
“Shareholder(s)”	holder(s) of our share(s)
“Southern China Facility”	the Company’s new manufacturing facility for capacitor base films in Southern China
“subsidiary(ies)”	has the meaning ascribed thereto under the Listing Rules unless the context otherwise requires
“Substantial Shareholder(s)”	has the meaning ascribed thereto under the Listing Rules
“Unlisted Share(s)”	ordinary share(s) in the share capital of the Company with a nominal value of RMB1.00 each, which are not listed on any stock exchange
“US\$”	United States dollars, the lawful currency of the United States
“Year-on-year”	A comparison with the corresponding period of the previous year
“Zhejiang Haiwei”	Zhejiang Haiwei Electronic New Materials Co., Ltd. (浙江海偉電子新材料有限公司), a limited liability company established under the laws of the PRC on 23 September 2025 and a wholly-owned subsidiary of the Company
“%”	Percentage

FINANCIAL AND OPERATIONAL HIGHLIGHTS

RESULTS

	Six months ended 30 June		Change (%)
	2026 (RMB'000)	2025 (RMB'000)	
Revenue	163,536	183,592	-10.9
Gross profit	42,057	63,985	-34.3
Profit before taxation	4,755	41,802	-88.6
Profit attributable to owners of the Company	5,420	36,864	-85.3

ASSETS, LIABILITIES AND EQUITY

	Six months ended 30 June		Change (%)
	2026 (RMB'000)	2025 (RMB'000)	
Total assets	1,220,955	1,196,459	2.1
Total liabilities	35,550	37,336	-4.8
Non-controlling interests	2,410	3,455	-30.2
Equity attributable to owners of the Company	1,182,995	1,155,668	2.4



MANAGEMENT DISCUSSION AND ANALYSIS

INDUSTRY AND BUSINESS REVIEW

I. Industry Situation During the Reporting Period

Major economies around the world have set clear targets and are committed to achieving carbon neutrality or net-zero emissions around 2050, driving an accelerated transition from fossil fuels to renewable energy and strong demand for new energy vehicles, new energy power systems and industrial and household electronic and electrical equipment; Capacitors are indispensable core electronic components for these applications, delivering critical functions including energy storage, voltage stabilization and system performance enhancement. Among the three mainstream capacitor categories (ceramic, aluminium electrolytic and film capacitors), film capacitors stand out for their outstanding voltage resistance, high-frequency stability and long service life, with their market share rising steadily, supported by widening adoption in high-growth, high-reliability sectors such as new energy. In the first half of 2026, the global film capacitor market size was approximately US\$4.23 billion, representing a year-on-year increase of approximately 5.8%; The global BOPP capacitor film market size is approximately US\$1.126 billion, and is expected to reach US\$1.653 billion by 2032, representing a CAGR of approximately 6.6% from 2026 to 2032. China's capacitor base film market has also maintained steady growth with persistent demand outpacing supply.

The industrial chain of capacitor films can be divided into three main segments: upstream raw materials, midstream manufacturing, and downstream applications. The core upstream raw material is electrical-grade polypropylene; this sector has a relatively high technical barrier, and global supply is relatively concentrated. The midstream segment involves the manufacture of capacitor films, which is one of the Group's core businesses. Its main products include capacitor base films and metallized films. The Group is one of the few companies among its domestic peers with the capability to independently design and develop capacitor base film production lines; all existing production lines have been designed, developed, and assembled in-house by the Group, which effectively shortens production line delivery cycles compared to the industry average. The downstream market encompasses multiple high-growth sectors, including new energy vehicles, new energy power systems, AI and data centers, and ultra-high-voltage power grids. Technological advancements across these downstream industries continue to drive growth in the value and market demand for film capacitors, and the Group has established deep business partnerships with leading industry players. From an industry perspective, both the global and domestic markets for capacitor base films are in a growth phase, and the industry as a whole is characterized by tight supply. The high-end capacitive film sector has a relatively high barrier to entry and the new entrants must contend with multiple constraints, including capital investment in equipment, process development, and product certification, and the competitive landscape favors existing market leaders. In response to the market opportunities presented by the rapid development of downstream application sectors, the Group will continue to focus on the research and development of high-end products, such as base films for ultra-thin capacitors, while simultaneously advancing efforts to localize the production of upstream raw materials, thereby further solidifying its technological advantages and strengthening the stability of its supply chain. Leveraging its accumulated technological expertise, established customer base, plans for production capacity expansion, and the benefits of industry growth, the Group will capitalize on this window of opportunity for industrial development to continuously consolidate and enhance its market position within the industry.

II. Principal Business Activities During the Reporting Period

The Group's capacitor film products mainly include (i) capacitor base films and (ii) metallized films. These products are key components of film capacitors, which are renowned for their excellent voltage resistance, high-frequency stability, and long service life. Film capacitors have a wide range of end-use applications, including (i) new energy vehicles, (ii) new energy power systems, (iii) AI and data centers, (iv) industrial equipment, and (v) household appliances. The Group operates in the midstream segment of the industrial chain, with customers primarily including film capacitor manufacturer Xiamen Faratronic Co., Ltd. (廈門法拉電子股份有限公司) (a leading domestic film capacitor enterprise) ("Faratronic") and BYD Company Limited (比亞迪股份有限公司) ("BYD"), a leading Chinese new energy vehicle company. Details of the Group's two main products are provided below:

1. Capacitor Base Films – Capacitor base films serve as the dielectric in film capacitors, determining their performance. Capacitor base films represent the largest portion of the Group's revenue, accounting for 91.9%, 71.8%, 72.8%, 78.8%, and 75.5% of the Group's total revenue in 2022, 2023, 2024, 2025, and the six months ended 30 June 2026, respectively.
2. Metallized Films – Before capacitor base films are used in film capacitors, one side of the film needs to be coated with a metal layer, transforming it into a metallized film. This metal layer acts as the electrode in film capacitors. Although the Group's customers typically use the capacitor base films provided by us to produce metallized films themselves, they may directly purchase metallized films from the Group due to limited production capacity.

III. Analysis on Core Competitiveness

The Group possesses significant core competitive advantages in the capacitor film industry and has established a multi-dimensional competitive landscape centered on technological R&D, customer resources, capacity layout, and digitalized office operations.

1. Technological R&D advantages constitute the Group's most core competitive moat. During the Reporting Period, the Group is the only enterprise among major capacitor film manufacturers in China that boasts the capability to independently design and develop capacitor base film production lines. As of 30 June 2026, all five of the Group's existing capacitor base film production lines have been independently designed, developed, and assembled. The delivery cycle for these production lines is approximately eight months, significantly shorter than the industry average of three to five years. Leveraging this core technological advantage, the Group can flexibly adjust production line parameters according to customer needs, offering multi-specification products with thicknesses ranging from 2.7 microns to 13.8 microns to meet the differentiated demands of various end-use applications such as new energy vehicles, new energy power systems, AI, and data centers.



MANAGEMENT DISCUSSION AND ANALYSIS

2. Deeply bound customer resources are an important guarantee of the Group's market competitiveness. The Group has formed strategic synergies with leading downstream customers. BYD became a shareholder of the Company in 2023. As of the date of this report, BYD holds approximately 3.77% of the Shares of the Company. This dual "shareholder + customer" engagement model not only ensures stable sales channels but also helps the Group to gain deep insights into the development trends of the downstream new energy vehicle and new energy power system industries, achieving long-term collaborative growth with its key customers. The Company further strengthened its partnership with Faratronic. For the six months ended 30 June 2026, the Group's sales volume and sales revenue generated from Faratronic increased by 32.66% and 14.77%, respectively, as compared with the corresponding period in 2025.
3. Precisely seizing emerging market opportunities is an important driving force for the Group's sustained growth. With the explosive growth of the AI industry, AI server power systems have imposed higher requirements on high-frequency stability, high-voltage endurance, long service life and high reliability of supporting film capacitors, which has created significant new incremental market demand for core products of the Group. Leveraging our deep accumulated technological expertise in the R&D and manufacturing of ultra-thin capacitor base films, the Group has successfully achieved market entry in this fast-growing emerging sector. The rapid development of downstream sectors such as new energy vehicles, photovoltaic energy storage, and AI, bring broad market opportunities for the Group.
4. Capacity layout and supply chain optimization are important supports for the Group's future growth. The Company was successfully listed on the Main Board of the Hong Kong Stock Exchange on 28 November 2025. The Proceeds raised will be primarily used to expand capacity by constructing Southern China Facility, research and develop cutting-edge technologies such as ultra-thin capacitor base films with thicknesses below 2.5 microns, and promote the domestic substitution of raw materials. The Group's capital management principles of strictly controlling investment risks and ensuring the safety of funds leave sufficient flexibility for future production capacity construction.

During the Reporting Period, the Group made progress in the preliminary preparations for its Southern China Facility project. In February 2026, the land use rights for 79,137 sq.m. of Class II industrial land in Changxing County, Huzhou City, Zhejiang Province were acquired through bidding for a land grant fee of RMB47.96 million and a grant term of 50 years. In March of the same year, the formal real estate ownership certificate was obtained. The timing of completion of the Southern China Facility will depend on, among others, the Group's business development needs, the Group's financial position, relevant policy and financing support, market demand and the progress of construction. The Company will provide updates on any material developments in due course in accordance with the applicable requirements of the Listing Rules.

5. Digital office solutions and internal control upgrades. During the Reporting Period, the Group continued to advance the digitalisation of its office operations and its internal control system. The Group implemented a collaborative office platform, and its associated process approval system, which covers all core business segments, including procurement management, production and operations, sales, and contract management. Leveraging capabilities such as system-level access control, approval workflow configuration,

and operation logging, the system enables the online processing of various business matters and ensures full traceability throughout the entire process. It breaks down barriers to interdepartmental collaboration, continuously strengthens the Group's internal control foundation, enhances overall operational efficiency and risk management standards, and provides a solid foundation for the Group's standardized operations and high-quality development.

IV. Future Prospects of the Company's Development

The Group is committed to becoming a globally leading supplier of capacitor films, seizing the historical opportunities presented by the rapid development of new energy vehicles, new energy power systems, the AI industry and computing power leasing, and continuously consolidating and enhancing its market leadership position. The Group's development strategy mainly revolves around the following four aspects:

1. **Technology Autonomy Deepening Strategy.** The Group is the only enterprise among major capacitor film manufacturers in China that boasts the capability to independently design and develop capacitor base film production lines. In the future, the Group will continue to bring into play this core advantage to further optimize production line design, shorten delivery cycles, reduce investment costs, and simultaneously make breakthroughs in manufacturing technologies for ultra-thin capacitor base films with thicknesses below 2.5 microns to maintain technological leadership in high-end products.
2. **Industrial Chain Extension Strategy.** The Group has completed a full industrial chain layout covering "capacitor base films + metallized films" and will continue to improve industrial chain synergy to enhance product added value. Meanwhile, the Group has extended its business to the field of composite copper foil base films. We are expanding application scenarios for new lithium battery materials and creating new growth curves through joint R&D with an A-share listed company.
3. **Supply Chain Security Strategy.** In response to the high dependence on imported electrical-grade polypropylene, a core raw material, the Group will actively promote the domestic substitution of raw materials, collaborate with domestic chemical enterprises to test alternative materials, gradually reduce reliance on imported materials, optimize the supplier structure, and enhance its bargaining power over raw material pricing.
4. With the rapid development of the artificial intelligence industry, market demand for computing power continues to grow. The Group has noted the potential development opportunities in the AI computing power leasing business sector and is currently at a preliminary assessment and research stage. As at the date of this report, the Group has not yet taken any specific implementation actions, entered into any relevant agreements, nor made any capital commitments in relation to this business direction. There remains significant uncertainty as to whether and when the Group will pursue such business. Any decision will depend on, among others, the relevant industry developments, the Group's ability to establish the necessary capabilities, the Group's financial position, the Group's overall business development strategy and comprehensive assessment of commercial viability.

MANAGEMENT DISCUSSION AND ANALYSIS

FINANCIAL REVIEW

Revenue

The Group's revenue is primarily derived from sales of capacitor films, including capacitor base films and metallized films.

The following table sets forth a breakdown of our revenue by product type, in absolute amounts and as percentage of our total revenue, for the periods indicated:

	Six months ended 30 June				
	2026		2025		Change
	(Unaudited)		(Unaudited)		
	As a		As a		
	Percentage		Percentage		
	RMB'000	Revenue	RMB'000	Revenue	
Capacitor films					
Capacitor base films					
Ultra-thin base films ⁽¹⁾	7,418	4.5%	16,009	8.7%	-53.7%
Thin base films ⁽²⁾	95,614	58.5%	107,922	58.8%	-11.4%
Medium-thick base films ⁽³⁾	20,368	12.5%	19,621	10.7%	3.8%
Subtotal	123,400	75.5%	143,552	78.2%	-14.0%
Metallized films	23,710	14.5%	23,536	12.8%	0.7%
Other products ⁽⁴⁾	16,426	10.0%	16,504	9.0%	-0.5%
Including: Recycled granules	16,424	10.0%	15,583	8.5%	5.4%
Total	163,536	100.0%	183,592	100.0%	-10.9%

Notes:

- (1) Referring to capacitor base films with a thickness ranging from 2.0 μ m to 3.9 μ m.
- (2) Referring to capacitor base films with a thickness ranging from 4.0 μ m to 6.9 μ m.
- (3) Referring to capacitor base films with a thickness ranging from 7.0 μ m to 14.9 μ m.
- (4) In addition to recycled granules, other products primarily include electronic anti-theft tag films and composite copper foil base films.

For the six months ended 30 June 2026, the Group achieved revenue of RMB163,536 thousand, representing a year-on-year decrease of 10.9%, which was mainly due to the intensifying competition in the domestic market, leading to a decrease in the average selling price of the Group's major products.

MANAGEMENT DISCUSSION AND ANALYSIS



Cost of Sales

The Group's cost of sales includes (i) raw material costs, which primarily include (a) electrical-grade polypropylene for the manufacturing of capacitor base films, (b) capacitor base films the Group procured from third parties for the metallized films we sold, (c) metallized films the Group purchased from Haowei Electronic and (d) other materials for the manufacturing of metallized films, such as aluminum and zinc; (ii) manufacturing costs, which include depreciation and amortization of the Group's manufacturing facilities, utility fees and other manufacturing costs; and (iii) direct labor costs, which primarily include the staff-related costs of the Group's manufacturing operations.

The table below sets forth the Group's cost of sales and percentages of revenue for the six months ended 30 June 2026 and the six months ended 30 June 2025:

	Six months ended 30 June				
	2026 (Unaudited)		2025 (Unaudited)		Change
	RMB'000	As a Percentage of Total Revenue	RMB'000	As a Percentage of Total Revenue	
Cost of sales	121,479	74.3%	119,607	65.1%	1.6%
Raw material costs	101,362	62.0%	96,939	52.8%	4.6%
– Capacitor base films	65,761	40.2%	63,578	34.6%	3.4%
– Metallized films	22,492	13.8%	20,804	11.3%	8.1%
– Other products	13,109	8.0%	12,557	6.8%	4.4%
Manufacturing costs	15,819	9.7%	19,150	10.4%	-17.4%
Direct labour costs	4,298	2.6%	3,518	1.9%	22.2%
Total	121,479	74.3%	119,607	65.1%	1.6%

For the six months ended 30 June 2026, the Group's cost of sales amounted to RMB121,479 thousand, representing a year-on-year increase of 1.6%, broadly in line with the slight increase in sales volume.

MANAGEMENT DISCUSSION AND ANALYSIS

Gross Profit and Gross Profit Margin

The table below sets forth the absolute gross profit amounts and gross profit margins of the Group by product for the six months ended 30 June 2026 and for the six months ended 30 June 2025:

	Six months ended 30 June					Change
	2026		2025			
	(Unaudited)		(Unaudited)			
	Gross profit	Gross profit	Gross profit	Gross profit		
	RMB'000	margin	RMB'000	margin		
Capacitor films						
Capacitor base films						
Ultra-thin base films ⁽¹⁾	3,183	42.9%	7,639	47.7%	-4.8%	
Thin base films ⁽²⁾	31,483	32.9%	45,235	41.9%	-9.0%	
Medium-thick base films ⁽³⁾	7,328	36.0%	9,210	46.9%	-10.9%	
Subtotal	41,994	34.0%	62,084	43.2%	-9.2%	
Metallized films	(134)	(0.6%)	1,489	6.3%	-6.9%	
Other products ⁽⁴⁾						
Including: Recycled granules	197	1.2%	412	2.5%	-1.3%	
Total	42,057	25.7%	63,985	34.9%	-9.2%	

Notes:

- (1) Referring to capacitor base films with a thickness ranging from 2.0 μ m to 3.9 μ m.
- (2) Referring to capacitor base films with a thickness ranging from 4.0 μ m to 6.9 μ m.
- (3) Referring to capacitor base films with a thickness ranging from 7.0 μ m to 14.9 μ m.
- (4) In addition to recycled granules, other products primarily include electronic anti-theft tag films and composite copper foil base films.

For the six months ended 30 June 2026, the gross profit margin of the Group was 25.7%, representing a year-on-year decrease of 9.2%, primarily due to intensified competition in the domestic market, which resulted in a decline in the average selling price of the Group's principal products. The adverse impact of the lower average selling prices on the Group's gross profit was partially offset by (i) a slight increase in the sales volume of its core capacitor film products; and (ii) an approximately 0.9% decrease in the unit cost of capacitor base films as compared with the corresponding period in 2025, as the Group's advance procurement arrangements and inventory planning mitigated part of the impact of rising raw material prices. Notably, the average selling prices of certain core products have showed signs of recovery since May 2026.



MANAGEMENT DISCUSSION AND ANALYSIS

Other Income

Other income of the Group increased from approximately RMB4,560 thousand for the six months ended 30 June 2025 to approximately RMB5,700 thousand for the six months ended 30 June 2026, primarily attributable to the increase in interest income from the Proceeds.

Other Gains and Losses

The Group's net other losses increased from approximately RMB892 thousand for the six months ended 30 June 2025 to approximately RMB13,874 thousand for the six months ended 30 June 2026, primarily due to the net foreign exchange losses resulting from the appreciation of RMB against the HKD in the first half of 2026 and the translation of the Proceeds.

Distribution and Selling Expenses

The Group's distribution and selling expenses decreased from approximately RMB1,958 thousand for the six months ended 30 June 2025 to approximately RMB1,538 thousand for the six months ended 30 June 2026, generally consistent with the decrease in revenue.

Administrative Expenses

Our administrative expenses increased from approximately RMB7,505 thousand for the six months ended 30 June 2025 to approximately RMB18,106 thousand for the six months ended 30 June 2026, primarily due to the increase in expenses incurred by the Company to maintain post-listing compliance requirements.

Research and Development Expenses

The Group's research and development expenses decreased from approximately RMB8,593 thousand for the six months ended 30 June 2025 to approximately RMB7,079 thousand for the six months ended 30 June 2026, primarily due to fluctuation in the research and development project cycle.

Finance Costs

The Group's finance costs decreased from approximately RMB1,119 thousand for the six months ended 30 June 2025 to approximately RMB26 thousand for the six months ended 30 June 2026, primarily due to lower interest expenses on bank borrowings as a result of the decrease in our bank borrowings.

Income Tax Expenses

The Group's income tax expenses mainly refers to the total current income tax and deferred income tax expense of the Group under the relevant income tax rules and regulations in the jurisdictions where the Group operated in the current year. Income tax expenses decreased from approximately RMB6,100 thousand for the six months ended June 30, 2025 to approximately RMB380 thousand for the six months ended June 30, 2026, primarily due to a decrease in the profit before tax of the Group.



MANAGEMENT DISCUSSION AND ANALYSIS

Impairment Losses under Expected Credit Loss

The Group's impairment losses recognised under the expected credit loss model increased from RMB462 thousand for the six months ended 30 June 2025 to RMB2,379 thousand for the six months ended 30 June 2026, primarily due to increases in trade receivables, bills receivables, and other receivables.

Profit for the Period

As the result of the foregoing, the Group's profit for the six months ended 30 June 2026 was approximately RMB4,375 thousand.

Liquidity and Financial Resources

The Group maintains sufficient cash and cash equivalents to maintain financial flexibility. Its primary sources of funds include cash generated from operating activities, bank loans, and proceeds from the listing of its H shares on the Stock Exchange. The Group's available cash and cash equivalents comprise bank balances and bank deposits. The Group's cash and cash equivalents increased from approximately RMB442,441 thousand as of 31 December 2025 to approximately RMB523,531 thousand as of 30 June 2026, primarily due to the refund of RMB176,000 thousand received by Zhejiang Haiwei from Kunda Machinery in March 2026 and cash received from the exercise of the over-allotment option. The Group may require additional cash due to changing business conditions or other future developments. The Group expects that there will be no material changes in the financing available to support its operations in the future.

The Group maintains a robust capital ratio to support its business and manages its asset structure through the gearing ratio. The Group's gearing ratio (being the ratio of total liabilities to total assets) decreased from 3.12% as of 31 December 2025 to 2.91% as of 30 June 2026, primarily attributable to ample funds during the Period. Consequently, the Group repaid bank borrowings and settled amounts due to suppliers, further optimizing its financial structure.

The current ratio of the Group, which is calculated as current assets divided by current liabilities as at the end of each financial period, increased to approximately 27.26 times as of 30 June 2026 from approximately 21.74 times as of 31 December 2025, primarily due to (i) the increase in current assets resulting from the refund of RMB176,000 thousand received by Zhejiang Haiwei from Kunda Machinery in March 2026 and cash received from the exercise of the over-allotment option; and (ii) the decrease in current liabilities resulting from a decrease in interest-bearing bank borrowings.

Capital Commitments

The Group's capital commitments were mainly related to the acquisition of property, plant and equipment. The Group's capital commitments decreased from approximately RMB815,840 thousand as at 31 December 2025 to approximately RMB840 thousand as at 30 June 2026, primarily due to the termination of the Procurement Agreement by mutual agreement between the Group and Kunda Machinery in March 2026.

MANAGEMENT DISCUSSION AND ANALYSIS

Capital Expenditures and Investments

The Group's capital expenditures and investments included payments for the purchase of property, plant and equipment, land use rights and financial assets. The Group's capital expenditures increased from approximately RMB5,144 thousand for the six months ended 30 June 2025 to approximately RMB70,362 thousand for the six months ended 30 June 2026, primarily due to the acquisition of land use rights for the Southern China Facility and an increase in investment in Sungrow Hydrogen Energy Technology Co., Ltd. (陽光氫能科技有限公司).

Significant Investments Held

As of 30 June 2026, the Group did not make or hold any significant investments (including any investment in an investee company with a value of 5% or more of the Group's total assets).

Material Acquisitions and Disposals of Subsidiaries, Associates and Joint Ventures

During the Reporting Period, the Group had no material acquisitions or disposals of subsidiaries, associates and joint ventures.

Pledge of Assets

As of 30 June 2026, the Group had no pledge of assets.

Off-Balance-Sheet Arrangements

As of 30 June 2026, the Group had not entered into, nor did it expect to enter into any off-balance-sheet arrangements.

Employees and Remuneration Policies

As of 30 June 2026, the Group had 231 employees. The Group primarily recruits personnel through our online channels by conducting structured recruitment programs in partnership with recruiting firms and other third-party platforms. The Group has also implemented an internal referral policy to attract qualified talent to join our team.

The Group provides internal training programs about safety, production and technology to our employees periodically to enhance their safety awareness, strengthen their technical knowhow and consolidate their knowledge and expertise for the industry.

Employee benefit expenses include (i) wages and salaries and (ii) pension scheme contributions and social welfare.

Contingent Liabilities

As of 30 June 2026, the Group had no contingent liabilities.



MANAGEMENT DISCUSSION AND ANALYSIS

Foreign Exchange Risk

All of the Group's sales transactions are conducted within the PRC and are denominated in RMB. The Group is involved in procurement of raw materials settled in US\$, but it is able to promptly pass on fluctuations in foreign exchange rates to its customers. As of 30 June 2026, the Group has not entered into any hedging arrangements in respect of foreign exchange risks, as such risks did not have a material adverse impact on the Group's operations. Net foreign exchange losses during the Reporting Period amounted to RMB13,874 thousand, compared with RMB947 thousand for the six months ended 30 June 2025, mainly due to the impact of fluctuations in the exchange rate of HKD against RMB, as the Proceeds were held in HKD. The Company is conducting foreign exchange settlement in an orderly manner in accordance with the fund usage plan as previously disclosed in the section headed "Future Plans and Use of Proceeds" in the Prospectus.

CORPORATE GOVERNANCE AND OTHER INFORMATION

CORPORATE GOVERNANCE PRACTICES

The Board is committed to achieving high standards of corporate governance to safeguard the interests of shareholders and to enhance corporate value and responsibility. The Board believes that high standards of corporate governance are crucial for providing the Group with a framework to protect shareholder interests, enhance corporate value, formulate business strategies and policies, and improve transparency. The Company has adopted the Corporate Governance Code as its own corporate governance code. During the Reporting Period, the Company has complied with all applicable provisions of the Corporate Governance Code. The Company will continue to review and monitor its corporate governance practices to ensure compliance with the Corporate Governance Code.

CHANGES IN INFORMATION ON DIRECTORS AND SENIOR MANAGEMENT DISCLOSABLE UNDER RULE 13.51B OF THE LISTING RULES

The changes in information of the Directors and senior management since the publication of the 2025 Annual Report are as follows:

Mr. Xu Haiqiang (許海強) was appointed as the Company's chief financial officer on 25 August 2026 by the Company's second session of the Board of Directors at its third meeting, with effect from the even date; Mr. Sheng Zhixuan ceased to serve as the chief financial officer of the Company and continued to serve as an executive director, board secretary, and joint company secretary of the Company with effect from 25 August 2026. For details, please see the Company's announcement dated 25 August 2026.

Mr. Cao Chaozhi, our executive Director, was appointed as (i) a director and general manager of Beijing Haiwei Electronics Co., Ltd. (北京海偉電子有限公司), one of our wholly owned subsidiaries, on 27 January 2026, (ii) a director and general manager of Shanghai Zhongsheng Haiwei Electronic Technology Co., Ltd. (上海中晟海偉電子科技有限公司), one of our wholly-owned subsidiaries, on 13 April 2026, and (iii) a director and general manager of Zhejiang Haiwei Intelligent Computing Technology (浙江海偉智算科技有限公司), one of our wholly-owned subsidiaries, on 11 August 2026.

Save as disclosed above, there has been no change in any of the information required to be disclosed pursuant to Rule 13.51B of the Listing Rules in respect of any of the Directors and chief executives.

MODEL CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS

The Company has adopted the Model Code.

After making specific inquiries to all Directors, the Directors have confirmed that they have complied with the Model Code during the Reporting Period.

The Company has also established an inside information management policy to govern securities transactions by employees who, by virtue of their positions or employment, may have access to inside information regarding the Company or its securities, the terms of which are no less exacting than those of the Model Code. To the best knowledge of the Company, no incident of non-compliance of the regulations on information disclosure by the employees was noted by the Company during the Reporting Period.

CORPORATE GOVERNANCE AND OTHER INFORMATION

USE OF PROCEEDS FROM THE GLOBAL OFFERING

The H Shares of the Company were listed on the Main Board of the Stock Exchange on 28 November 2025, a total of 35,456,000 H Shares with a par value of RMB1.00 each were issued at an offer price of HKD14.28 per share. After deducting of the underwriting fees, commissions and other related listing expenses, the total net proceeds of the Group's initial public offering amounted to approximately HKD451.76 million. On 25 December 2025, the over-allotment option described in the Prospectus was partially exercised, a total of 1,758,600 H Shares were allotted and issued by the Company at an offer price of HKD14.28 per share, and after deducting the issuing expenses payable by the Company in respect of the partial exercise of the over-allotment option, the additional net proceeds received by the Company amounted to approximately HKD24.4 million (together with the net proceeds of approximately HKD451.76 million, the "Net Proceeds").

The Net Proceeds have been and will be allocated and utilized in accordance with the purposes and proportions set out in the Company's Prospectus, and the intended use of the Net Proceeds disclosed in the Prospectus has not changed. The following table sets out the intended use of the Net Proceeds and a summary of their utilization as of 30 June 2026:

Intended Use of Net Proceeds	Allocation of Net Proceeds (HKD million)	Percentage to Total Net Proceeds	Net Proceeds utilised as of 30 June 2026 (HKD million)	Balance of Net Proceeds Unutilised as at 30 June 2026 (HKD million)	Intended Timetable for Use of the Unutilised Net Proceeds ⁽¹⁾
(i) To fund the production capacity expansion of our capacitor films	390.5	82%	19.8	370.7	2027
(ii) To enhance our R&D capabilities	23.8	5%	0	23.8	2027
(iii) For sales and marketing activities	14.3	3%	2.7	11.6	2027
(iv) For working capital and other general corporate purposes	47.6	10%	47.6	0	N/A

Note: The intended utilisation timetable for the unutilised Net Proceeds is based on the Group's current best estimate and may be subject to changes due to future developments and activities beyond the Group's control.

Audit Committee

The Company has established an Audit Committee in accordance with Rule 3.21 of the Listing Rules and the Corporate Governance Code and has prescribed its terms of reference in writing. As at the date of this report, the members of the Audit Committee comprise two independent non-executive Directors and one non-executive Director, namely Mr. Yu Qing, Mr. Zhang Hao and Ms. Zhong Ying, and the chairman of the Audit Committee is Mr. Yu Qing. None of them has been a partner or former partner of the Company's current auditors in the past two years, nor have they had or had any financial interests in the current auditors in the past two years.

CORPORATE GOVERNANCE AND OTHER INFORMATION



The main responsibilities of the Audit Committee include, but not limited to: reviewing and monitoring the Group's financial reporting process, risk management, and internal control systems; reviewing the Group's financial information; considering the appointment, independence, and remuneration of the auditors and any matters relating to the removal and resignation of the auditors; supervising the audit process; reviewing and monitoring the Group's existing and potential risks; and performing other duties and responsibilities assigned by the Board of Directors. The Audit Committee also serves as a communication channel between the Board of Directors and the external auditors. The written terms of reference of the Audit Committee are available for inspection on the websites of the Stock Exchange and the Company.

The Audit Committee has reviewed and agreed with the management on the Group's unaudited interim condensed financial statements, interim results announcement and interim report for the six months ended 30 June 2026. There is no disagreement by Deloitte Touche Tohmatsu or the Audit Committee with respect to the accounting treatment adopted by the Company. The Audit Committee has also discussed matters with respect to the accounting principles and practices adopted by the Group with the senior management of the Company. This report and the consolidated financial statements of the Group for the six months ended 30 June 2026 were approved and authorised for issue by the Board on 25 August 2026.

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

As at 30 June 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 its associated corporations (as defined in Part XV of the Securities and Futures Ordinance) that are required to be notified to the Company and the Stock Exchange under Divisions 7 and 8 of Part XV of the Securities and Futures Ordinance (including those interests or short positions that they are deemed or regarded as having under the relevant provisions of the Securities and Futures Ordinance), or that are required to be registered in the register referred to in Section 352 of the Securities and Futures Ordinance, or that are required to be disclosed under the Model Code are as follows:

Name of Director or chief executive	Position	Nature of Interest	Number and Class of Shares ⁽¹⁾	Approximate % of the relevant class of Shares held in the Company ⁽²⁾
Mr. Song Wenlan ⁽³⁾	Chairman of the Board and executive Director	Beneficial owner, Interest in controlled corporation	90,653,754 Unlisted Shares(L) 4,754,000 H Shares(L)	95.74% 7.18%



CORPORATE GOVERNANCE AND OTHER INFORMATION

Notes:

- (1) “L” denotes the relevant person’s long position in the shares.
- (2) This calculation is based on the total number of the Company’s 160,926,487 issued shares as at 30 June 2026, including (i) 94,692,348 Unlisted Shares in issue, and (ii) 66,234,139 listed H shares in issue as at 30 June 2026.
- (3) As at 30 June 2026:
 - (i) Jing County Haiwei Electronic Financial Management Consulting Co., Ltd. (景縣海偉電子財務管理諮詢有限公司) (“Haiwei Financial”) was owned by Mr. Song Wenlan as to 99%;
 - (ii) 99.9% of the partnership interests of Jing County Changrui Enterprise Management Consulting Partnership (Limited Partnership) (景縣昌瑞企業管理諮詢合夥企業(有限合夥)) (“Changrui Consulting”) was owned by Haiwei Financial, whilst Haiwei Financial is also the general partner of Changrui Consulting; and
 - (iii) 99.9% of the partnership interests of Jing County Jiake Enterprise Management Consulting Partnership (Limited Partnership) (景縣嘉科企業管理諮詢合夥企業(有限合夥)) (“Jiake Consulting”) was owned by Haiwei Financial, whilst Haiwei Financial is also the general partner of Jiake Consulting.

By virtue of the SFO, Mr. Song Wenlan is deemed to be interested in the Shares held by Haiwei Financial, Changrui Consulting and Jiake Consulting. For details of interests of each of Mr. Song Wenlan, Haiwei Financial, Changrui Consulting, and Jiake Consulting in the Company, please refer to “Substantial Shareholders’ Interests and Short Positions in the Shares and Underlying Shares of the Company” in this report.

Apart from the disclosures made above, as of 30 June 2026, to the best of the Company’s knowledge, information, and belief, none of the directors or chief executives of the Company has any interests or short positions in the shares, underlying shares, or debentures of the Company or any of its associated corporations (as defined in Part XV of the Securities and Futures Ordinance) that are required to be notified to the Company and the Stock Exchange under Divisions 7 and 8 of Part XV of the Securities and Futures Ordinance (including those interests or short positions that they are deemed or regarded as having under the relevant provisions of the Securities and Futures Ordinance), or that are required to be registered in the register referred to in Section 352 of the Securities and Futures Ordinance, or that are required to be disclosed under the Model Code.

CORPORATE GOVERNANCE AND OTHER INFORMATION



SUBSTANTIAL SHAREHOLDERS' INTERESTS AND SHORT POSITIONS IN THE SHARES AND UNDERLYING SHARES OF THE COMPANY

As of 30 June 2026, to the best of the Company's knowledge, the following persons (excluding the directors and chief executives of the Company, whose interests have been disclosed in this report) have interests or short positions in the shares and underlying shares of the Company that are required to be disclosed to the Company and the Stock Exchange under Divisions 2 and 3 of Part XV of the Securities and Futures Ordinance, or that are required to be registered in the register maintained by the Company under Section 336 of the Securities and Futures Ordinance:

Name of Substantial Shareholder	Nature of Interest	Number and Class of Shares held ⁽¹⁾	Approximate percentage of shareholding in the relevant class of shares of the Company ⁽²⁾	Approximate percentage of shareholding in the total issued share capital of the Company ⁽²⁾
Haiwei Financial ⁽³⁾	Beneficial owner, interest in controlled corporation	29,633,754 Unlisted Shares (L) 4,754,000 H Shares (L)	31.29%	18.41%
Zhu Yong ⁽⁴⁾	Interest in controlled corporation	15,129,000 H Shares (L)	22.84%	9.40%
Zhu Shaopeng ⁽⁴⁾	Interest in controlled corporation	15,129,000 H Shares (L)	22.84%	9.40%
Funland Management Limited ⁽⁴⁾	Interest in controlled corporation	15,129,000 H Shares (L)	22.84%	9.40%
Huizhi Group Holdings Limited (匯智集團控股有限公司) ⁽⁴⁾	Interest in controlled corporation	15,129,000 H Shares (L)	22.84%	9.40%
Huiyu Private Equity Fund Management (Huzhou) Co., Ltd. (匯譽私募基金管理(湖州)有限公司) ⁽⁴⁾	Interest in controlled corporation	15,129,000 H Shares (L)	22.84%	9.40%
Changxing County Finance Bureau (長興縣財政局) ⁽⁴⁾	Interest in controlled corporation	15,129,000 H Shares (L)	22.84%	9.40%
Zhejiang Changxing Industry Holdings Group Co., Ltd. (浙江長興產業控股集團有限公司) ⁽⁴⁾	Interest in controlled corporation	15,129,000 H Shares (L)	22.84%	9.40%
Changxing Industrial Investment Development Group Co., Ltd. (長興產業投資發展集團有限公司) ⁽⁴⁾	Interest in controlled corporation	15,129,000 H Shares (L)	22.84%	9.40%
Changxing Huili Equity Investment Partnership (Limited Partnership) (長興匯麗股權投資合夥企業(有限合夥)) ⁽⁴⁾	Interest in controlled corporation	15,129,000 H Shares (L)	22.84%	9.40%
Shanghai Huixing Lihai Enterprise Management Partnership (Limited Partnership) (上海匯興麗海企業管理合夥企業(有限合夥)) ⁽⁴⁾	Interest in controlled corporation	15,129,000 H Shares (L)	22.84%	9.40%

CORPORATE GOVERNANCE AND OTHER INFORMATION

Name of Substantial Shareholder	Nature of Interest	Number and Class of Shares held ⁽¹⁾	Approximate percentage of shareholding in the relevant class of shares of the Company ⁽²⁾	Approximate percentage of shareholding in the total issued share capital of the Company ⁽²⁾
Horizon Splendor Limited (匯興麗海有限公司) ⁽⁴⁾	Beneficial owner	15,129,000 H Shares (L)	22.84%	9.40%
BYD	Beneficial owner	6,063,766 H Shares (L)	9.16%	3.77%
Yibin Lvneng Equity Investment Partnership (Limited Partnership) (宜賓綠能股權投資合夥企業(有限合夥), “Yibin Lvneng”) ⁽⁵⁾	Beneficial owner	5,457,375 H Shares (L)	8.24%	3.39%
Yibin Development Venture Capital Co., Ltd. (宜賓發展創投有限公司, “Yibin Development”) ⁽⁵⁾	Interest in controlled corporation	5,457,375 H Shares (L)	8.24%	3.39%
Yibin Development Holdings Group Co., Ltd. (宜賓發展控股集團有限公司, “Yibin Holdings”) ⁽⁵⁾	Interest in controlled corporation	5,457,375 H Shares (L)	8.24%	3.39%
Chendao Capital LLP (寧波梅山保稅港區晨道投資合夥企業(有限合夥), “Chendao Capital”) ⁽⁵⁾	Interest in controlled corporation	5,457,375 H Shares (L)	8.24%	3.39%
Ningbo Yitian Investment Co., Ltd. (寧波梅山保稅港區倚天投資有限公司, “Ningbo Yitian”) ⁽⁵⁾	Interest in controlled corporation	5,457,375 H Shares (L)	8.24%	3.39%
Mr. Guan Chaoyu (關朝余) ⁽⁵⁾	Interest in controlled corporation	5,457,375 H Shares (L)	8.24%	3.39%
Changrui Consulting ⁽³⁾	Beneficial owner	4,754,000 H Shares (L)	7.18%	2.95%
Jiake Consulting ⁽³⁾	Beneficial owner	4,754,000 Shares Unlisted Shares(L)	5.02%	2.95%
Sungrow Power Supply Co., Ltd. (陽光電源股份有限公司) ⁽⁶⁾	Beneficial owner, Interest in controlled corporation	5,879,050 H Shares (L)	8.88%	3.65%

Notes:

(1) “L” denotes the relevant person’s long position in the shares.

(2) This calculation is based on the total number of the Company’s 160,926,487 issued shares as of 30 June 2026, including (i) 94,692,348 Unlisted Shares in issue, and (ii) 66,234,139 listed H shares in issue as of 30 June 2026.

(3) As of 30 June 2026:

(i) Haiwei Financial was owned by Mr. Song Wenlan as to 99%;

CORPORATE GOVERNANCE AND OTHER INFORMATION

- (ii) 99.9% of the partnership interests of Changrui Consulting was owned by Haiwei Financial, whilst Haiwei Financial is also the general partner of Changrui Consulting; and
- (iii) 99.9% of the partnership interests of Jiake Consulting was owned by Haiwei Financial, whilst Haiwei Financial is also the general partner of Jiake Consulting.

By virtue of the SFO, Mr. Song Wenlan is deemed to be interested in the Shares held by Haiwei Financial, Changrui Consulting and Jiake Consulting.

Accordingly:

- (i) Mr. Song Wenlan is interested in 90,653,754 Unlisted Shares and 4,754,000 H Shares, comprising 61,020,000 Unlisted Shares directly held by himself, 24,879,754 Unlisted Shares directly held by Haiwei Financial, 4,754,000 H Shares directly held by Changrui Consulting and 4,754,000 Unlisted Shares directly held by Jiake Consulting;
 - (ii) Haiwei Financial is interested in 29,633,754 Unlisted Shares and 4,754,000 H Shares, comprising 24,879,754 Unlisted Shares directly held by itself, 4,754,000 H Shares directly held by Changrui Consulting and 4,754,000 Unlisted Shares directly held by Jiake Consulting;
 - (iii) Changrui Consulting is interested in 4,754,000 H Shares directly held by itself; and
 - (iv) Jiake Consulting is interested in 4,754,000 Unlisted Shares directly held by itself.
- (4) As of 30 June 2026, Horizon Splendor Limited was wholly owned by Shanghai Huixing Lihai Enterprise Management Partnership (Limited Partnership) (上海匯興麗海企業管理合夥企業(有限合夥)). Its general partner, Huiyu Private Equity Fund Management (Huzhou) Co., Ltd. (匯譽私募基金管理(湖州)有限公司) ("Huiyu Private Equity Fund Management"), held 0.0005% of its partnership interests, and its limited partner, Changxing Huili Equity Investment Partnership (Limited Partnership) (長興匯麗股權投資合夥企業(有限合夥)) ("Changxing Huili"), held 99.9995% of its partnership interests. Huiyu Private Equity Fund Management was wholly owned by Huizhi Group Holdings Company Limited (匯智集團控股有限公司), which was in turn wholly owned by Funland Management Limited. Funland Management Limited was held by Zhu Yong, Zhu Shaopeng, and Zheng Jianping as to 42.5%, 42.5%, and 15% equity interests, respectively. Changxing Huili was held as to 1.8824% of its partnership interests by its general partner, Huiyu Private Equity Fund Management, and 98.1176% of its partnership interests by its limited partner, Changxing Industrial Investment Development Group Co., Ltd. (長興產業投資發展集團有限公司), which was held as to 70% by Zhejiang Changxing Industry Holdings Group Co., Ltd. (浙江長興產業控股集團有限公司) ("Industry Holdings"). Industry Holdings was wholly owned by Changxing County Finance Bureau (長興縣財政局). By virtue of the SFO, each of Shanghai Huixing Lihai Enterprise Management Partnership (Limited Partnership), Huiyu Private Equity Fund Management, Changxing Huili, Huizhi Group Holdings Company Limited, Funland Management Limited, Zhu Yong, Zhu Shaopeng, Changxing Industrial Investment Development Group Co., Ltd., Industry Holdings and Changxing County Finance Bureau is deemed to be interested in the Shares held by Horizon Splendor Limited.
- (5) As of 30 June 2026, Yibin Lvneng was held as to 46.50% by Yibin Development as a limited partner and 0.02% by Chendao Capital as its general partner. Yibin Development was wholly owned by Yibin Holdings, which was in turn owned as to 90% by the State-owned Assets Supervision and Administration Commission of the People's Government of Yibin Municipality (宜賓市人民政府國有資產監督管理委員會). Chendao Capital was held as to 99% by Mr. Guan Chaoyu as a limited partner and 1% by Ningbo Yitian as its general partner. Ningbo Yitian was owned as to 67% by Mr. Guan Chaoyu. By virtue of the SFO, each of Yibin Development, Yibin Holdings, Chendao Capital, Ningbo Yitian and Mr. Guan Chaoyu is deemed to be interested in the Shares held by Yibin Lvneng.
- (6) As of 30 June 2026, Sungrow Power (Hong Kong) Co., Limited was a wholly-owned subsidiary of Sungrow Power Supply Co., Ltd., by virtue of the SFO, Sungrow Power Supply Co., Ltd. is deemed to be interested in the Shares held by Sungrow Power (Hong Kong) Co., Limited.



CORPORATE GOVERNANCE AND OTHER INFORMATION

Save as disclosed above, as at 30 June 2026, our Directors are not aware of any other person (other than the Directors or chief executive of the Company) or entities who had an interests or short position in the Shares or underlying Shares of the Company as recorded in the register to be kept by the Company pursuant to section 336 of the SFO.

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

During the Reporting Period, neither the Company nor any of its subsidiaries purchased, sold, or redeemed any of the Company's securities listed on the Stock Exchange (including the sale of treasury shares). As of 30 June 2026, the Company did not hold any treasury shares.

DIRECTORS' RIGHTS TO SUBSCRIBE FOR SHARES OR DEBENTURES

During the Reporting Period, neither the Company nor any of its subsidiaries entered into any arrangements that would enable the directors to acquire benefits by subscribing for shares or debentures of the Company or any other corporate body.

CONTINUING DISCLOSURE OBLIGATIONS UNDER THE LISTING RULES

The Company has not undertaken any other disclosure obligations under Rules 13.20, 13.21, and 13.22 of the Listing Rules.

INTERIM DIVIDEND

The Board has resolved not to recommend the payment of interim dividends for the six months ended 30 June 2026. There were no arrangements where shareholders waived or agreed to waive any dividends.

SUBSEQUENT EVENT AND MATERIAL CHANGES

The Board is not aware of any material events that may affect the Group since 30 June 2026 to the date of this report.



INDEPENDENT REVIEW REPORT

Deloitte.

德勤

TO THE BOARD OF DIRECTORS OF HEBEI HAIWEI ELECTRONIC NEW MATERIAL TECHNOLOGY CO., LTD.

河北海偉電子新材料科技股份有限公司

(incorporated in the People's Republic of China with limited liability)

INTRODUCTION

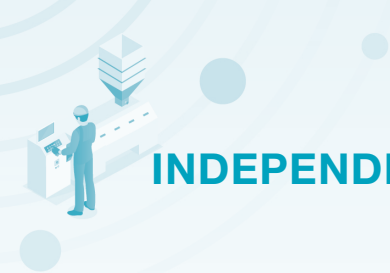
We have reviewed the condensed consolidated financial statements of Hebei Haiwei Electronic New Material Technology Co., Ltd. (the “Company”) and its subsidiaries set out on pages 29 to 44, which comprise the condensed consolidated statement of financial position as of 30 June 2026 and the related condensed consolidated statement of profit or loss and other comprehensive income, condensed consolidated statement of changes in equity and condensed consolidated statement of cash flows for the six-month period then ended, and notes to the condensed consolidated financial statements. The Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited require the preparation of a report on interim financial information to be in compliance with the relevant provisions thereof and International Accounting Standard 34 “Interim Financial Reporting” (“IAS 34”) issued by the International Accounting Standards Board. The directors of the Company are responsible for the preparation and presentation of these condensed consolidated financial statements in accordance with IAS 34. Our responsibility is to express a conclusion on these condensed consolidated financial statements based on our review, and to report our conclusion solely to you, as a body, in accordance with our agreed terms of engagement, and for no other purpose. We do not assume responsibility towards or accept liability to any other person for the contents of this report.

SCOPE OF REVIEW

We conducted our review in accordance with Hong Kong Standard on Review Engagements 2410 “Review of Interim Financial Information Performed by the Independent Auditor of the Entity” (“HKSRE 2410”) as issued by the Hong Kong Institute of Certified Public Accountants. A review of these condensed consolidated financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Hong Kong Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

OTHER MATTER

The comparative condensed consolidated statement of profit or loss and other comprehensive income, condensed consolidated statement of changes in equity and condensed consolidated statement of cash flows for the six-month period ended 30 June 2025 and the relevant notes included in these condensed consolidated financial statements have not been reviewed in accordance with HKSRE 2410.



INDEPENDENT REVIEW REPORT

CONCLUSION

Based on our review, nothing has come to our attention that causes us to believe that the condensed consolidated financial statements are not prepared, in all material respects, in accordance with IAS 34.

Deloitte Touche Tohmatsu

Certified Public Accountants

Hong Kong

25 August 2026

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE SIX MONTHS ENDED 30 JUNE 2026

	NOTES	Six months ended 30 June	
		2026	2025
		RMB'000 (unaudited)	RMB'000 (unaudited)
Revenue	3	163,536	183,592
Cost of sales		(121,479)	(119,607)
Gross profit		42,057	63,985
Other income	4	5,700	4,560
Impairment losses recognised under expected credit loss ("ECL") model, net		(2,379)	(462)
Other gains and losses	5	(13,874)	(892)
Distribution and selling expenses		(1,538)	(1,958)
Administrative expenses		(18,106)	(7,505)
Research and development expenses		(7,079)	(8,593)
Listing expenses		–	(6,214)
Finance costs		(26)	(1,119)
Profit before tax		4,755	41,802
Income tax expense	7	(380)	(6,100)
Profit and total comprehensive income for the period	8	4,375	35,702
Profit and total comprehensive income (expense) for the period attributable to:			
Owners of the Company		5,420	36,864
Non-controlling interests		(1,045)	(1,162)
		4,375	35,702
Earnings per share	9		
– Basic (RMB)		0.03	0.30
– Diluted (RMB)		0.03	0.30

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

AS AT 30 JUNE 2026

	NOTES	As at 30 June 2026 RMB'000 (unaudited)	As at 31 December 2025 RMB'000 (audited)
Non-current assets			
Property, plant and equipment	10	121,288	127,048
Right-of-use assets	10	55,956	5,216
Financial assets at fair value through profit or loss ("FVTPL")	11	20,000	–
Deposits paid for acquisition of plant and equipment	12	84,716	260,915
Long-term deposits and prepayments	13	3,086	–
Deferred tax assets		5,169	5,204
		290,215	398,383
Current assets			
Inventories		147,771	134,772
Trade, bills and other receivables	13	259,438	220,863
Cash and cash equivalents		523,531	442,441
		930,740	798,076
Current liabilities			
Trade, bills and other payables	14	31,220	28,294
Amounts due to related parties	17	1,876	3,211
Lease liabilities		681	715
Bank borrowings		–	3,872
Tax liabilities		368	616
		34,145	36,708
Net current assets		896,595	761,368
Total assets less current liabilities		1,186,810	1,159,751
Non-current liability			
Lease liabilities		1,405	628
Net assets		1,185,405	1,159,123

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

AS AT 30 JUNE 2026

	NOTES	As at 30 June 2026 RMB'000 (unaudited)	As at 31 December 2025 RMB'000 (audited)
Capital and reserves			
Share capital	15	160,926	159,168
Reserves		1,022,069	996,500
Equity attributable to owners of the Company		1,182,995	1,155,668
Non-controlling interests		2,410	3,455
Total equity		1,185,405	1,159,123

The condensed consolidated financial statements on pages 29 to 44 were approved by the board of directors on 25 August 2026, and were signed on its behalf:

MR. SONG WENLAN
DIRECTOR

MR. SHENG ZHIXUAN
DIRECTOR

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

FOR THE SIX MONTHS ENDED 30 JUNE 2026

	Share capital RMB'000	Capital reserve RMB'000	Surplus reserve RMB'000 (note a)	Other reserve RMB'000 (note b)	Retained profits RMB'000	Subtotal RMB'000	Non- controlling interests RMB'000	Total RMB'000
At 1 January 2025 (audited)	123,712	375,446	21,891	(31,360)	191,072	680,761	5,258	686,019
Profit (loss) and total comprehensive income (expense) for the period	-	-	-	-	36,864	36,864	(1,162)	35,702
Deemed distributions arising from issue of financial guarantees to related parties (note b)	-	-	-	(3,726)	-	(3,726)	-	(3,726)
Transfer to statutory surplus reserve	-	-	3,784	-	(3,784)	-	-	-
Capital injection by non-controlling interests	-	-	-	-	-	-	1,470	1,470
At 30 June 2025 (unaudited)	123,712	375,446	25,675	(35,086)	224,152	713,899	5,566	719,465
At 1 January 2026 (audited)	159,168	770,614	26,999	(35,085)	233,972	1,155,668	3,455	1,159,123
Profit (loss) and total comprehensive income (expense) for the period	-	-	-	-	5,420	5,420	(1,045)	4,375
Transfer to statutory surplus reserve	-	-	598	-	(598)	-	-	-
Shares issued under over-allotment option (Note 15)	1,758	20,924	-	-	-	22,682	-	22,682
issue of new shares	-	(775)	-	-	-	(775)	-	(775)
At 30 June 2026 (unaudited)	160,926	790,763	27,597	(35,085)	238,794	1,182,995	2,410	1,185,405

Notes:

- (a) It represents the statutory reserve of certain entities comprising Hebei Haiwei Electronic New Material Technology Co., Ltd. (the "Company") and its subsidiaries (collectively referred to as the "Group") in the People's Republic of China (the "PRC"). Pursuant to applicable PRC regulations, the PRC entities comprising the Group are required to appropriate 10% of its profit after tax (after offsetting prior year losses) to the statutory reserve until such reserve reaches 50% of its registered capital. Transfers to this reserve must be made before distribution of dividends to shareholders. Upon approval by relevant authorities, the statutory reserve can be utilised to offset the accumulated losses or to increase the paid-up capital of the entities comprising the Group.
- (b) As at 1 January 2025, the Group has provided guarantees to related parties for their bank borrowings amounting to RMB198,000,000. Such financial guarantees were measured at fair values at initial recognition with reference to the default rates and recovery rates published by a credit rating agency and the maximum exposure of the related parties' credit facilities to the Group at the time of recognising the financial guarantee liabilities. The fair values of financial guarantee liabilities at initial recognition were charged to equity as deemed distribution under other reserve, and the financial guarantee liabilities were subsequently measured at the higher of: (i) the amount of the loss allowance determined in accordance with IFRS 9 Financial Instruments ("IFRS 9"); and (ii) the amount initially recognised less, when appropriate, cumulative amortisation recognised. All the financial guarantees provided to the related parties were released on 15 October 2025.

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

FOR THE SIX MONTHS ENDED 30 JUNE 2026



	Six months ended 30 June	
	2026	2025
	RMB'000 (unaudited)	RMB'000 (unaudited)
Operating activities		
Operating cash flows before movements in working capital	25,602	53,386
Movements in working capital	(54,465)	(41,369)
Cash (used in) from operation	(28,863)	12,017
Income tax paid	(593)	(7,109)
Net cash (used in) from operating activities	(29,456)	4,908
Investing activities		
Refund of deposits for purchase of plant and equipment	176,000	–
Interest received	2,588	492
Net cash inflow from disposal of a subsidiary	–	3,480
Repayments from related parties	990	1,682
Payments for purchase of property, plant and equipment	(951)	(5,144)
Purchase of financial assets at FVTPL	(20,000)	–
Payments for purchase of land use right	(49,411)	–
Net cash from investing activities	109,216	510
Financing activities		
Proceeds from issue of shares	22,682	–
Capital injection by non-controlling interests	–	1,470
New bank borrowings raised	–	52,001
Interest paid	(26)	(1,119)
Repayment of lease liabilities	(1,489)	(184)
Payment of share issue costs	(2,010)	(898)
Repayments of bank borrowings	(3,872)	(15,000)
Net cash from financing activities	15,285	36,270
Net increase in cash and cash equivalents	95,045	41,688
Cash and cash equivalents at the beginning of the period	442,441	137,288
Effect of foreign exchange rate changes	(13,955)	–
Cash and cash equivalents at the end of the period	523,531	178,976



NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

FOR THE SIX MONTHS ENDED 30 JUNE 2026

1. BASIS OF PREPARATION

The condensed consolidated financial statements have been prepared in accordance with International Accounting Standard 34 “Interim Financial Reporting” issued by the International Accounting Standards Board (the “IASB”) as well as with the applicable disclosure requirements of the Rules Governing the Listing of Securities on the Stock Exchange of Hong Kong Limited.

2. ACCOUNTING POLICIES

The condensed consolidated financial statements have been prepared on the historical cost basis except for certain financial instruments, which are measured at fair values, as appropriate.

The accounting policies and methods of computation used in the condensed consolidated financial statements for the six months ended 30 June 2026 are the same as those presented in the Group’s annual financial statements for the year ended 31 December 2025.

Application of amendments to IFRS Accounting Standards

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

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

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

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

FOR THE SIX MONTHS ENDED 30 JUNE 2026

3. REVENUE AND SEGMENT INFORMATION

Disaggregation of revenue from contracts with customers

	Six months ended 30 June	
	2026	2025
	RMB'000 (unaudited)	RMB'000 (unaudited)
Sales of capacitor films products		
Capacitor base films	123,400	143,552
Metallized films	23,710	23,536
Others	16,426	16,504
	163,536	183,592

All the Group's revenue are recognised at a point in time.

Segment Information

For the purposes of resources allocation and performance assessment, the executive directors of the Company, being the chief operating decision makers, review the consolidated results when making decisions about allocating resources and assessing performance of the Group as a whole and hence, the Group has only one operating and reportable segment. Accordingly, only entity-wide disclosures and geographic information are presented.

The geographical location of customers is based on the location at which the goods are delivered. The revenue of the Group is all derived from customers in the PRC during the six months ended 30 June 2026 and 2025.

The Group's non-current assets are located within the PRC. The geographical location of the non-current assets is based on the physical location of the asset, in the case of property, plant and equipment and right-of-use assets, and the location of the operation to which they are allocated, in case of other non-current assets.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

FOR THE SIX MONTHS ENDED 30 JUNE 2026

4. OTHER INCOME

	Six months ended 30 June	
	2026	2025
	RMB'000 (unaudited)	RMB'000 (unaudited)
Bank interest income	2,588	492
Government subsidies (note)	3,112	2,109
Financial guarantee income from related parties	—	1,959
Total	5,700	4,560

Note: Government subsidies mainly represent industry-specific subsidies granted by the government authorities with no future related costs to be incurred. There are no unfulfilled conditions relating to such government subsidies recognised.

5. OTHER GAINS AND LOSSES

	Six months ended 30 June	
	2026	2025
	RMB'000 (unaudited)	RMB'000 (unaudited)
Net foreign exchange losses	(13,874)	(947)
Others	—	55
Total	(13,874)	(892)

6. DIVIDENDS

No dividend was paid or proposed during the six months ended 30 June 2026 and 2025, nor has any dividend been proposed since the end of the reporting period.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

FOR THE SIX MONTHS ENDED 30 JUNE 2026

7. INCOME TAX EXPENSE

The income tax expense of the Group is analysed as follows:

	Six months ended 30 June	
	2026	2025
	RMB'000 (unaudited)	RMB'000 (unaudited)
Current tax:		
– PRC Enterprise Income Tax (“EIT”)	345	5,294
Deferred tax	35	806
Total	380	6,100

Under the Law of the PRC on EIT (the “EIT Law”) and Implementation Regulation of the EIT Law, the tax rate of the PRC subsidiaries is 25% (other than those disclosed below) during the six months ended 30 June 2026 and 2025.

The Company has been recognised as the High New Technology Enterprise from December 2024 to December 2027. Its subsidiary, Anhui Ningguo Haiwei Electronics Co., Ltd (安徽省寧國市海偉電子有限公司) (“Ningguo Haiwei”) has been recognised as the High New Technology Enterprise from October 2024 to October 2027. According to the EIT Law for High New Technology Enterprises, these companies are subject to a reduced EIT rate of 15% during the six months ended 30 June 2026 and 2025.

According to a policy promulgated by the State Tax Bureau of the PRC and effective from 2018 onwards, enterprises engage in research and development activities are entitled to claim 200% of the research and development expenses incurred in a period as tax deductible expenses in determining the taxable income for that period (“Super Deduction”).

8. PROFIT FOR THE PERIOD

Profit for the period has been arrived at after charging/credit:

	Six months ended 30 June	
	2026	2025
	RMB'000 (unaudited)	RMB'000 (unaudited)
Depreciation of property, plant and equipment	7,929	10,945
Depreciation of right-of-use assets	903	388
Cost of inventories recognised as an expense	123,154	119,146
(Reversal of write-down) write-down of inventories (included in cost of sales)	(1,675)	461

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

FOR THE SIX MONTHS ENDED 30 JUNE 2026

9. EARNINGS PER SHARE

The calculation of basic earnings per share for six months ended 30 June 2026 is based on the profit attributable to owners of the Company and the weighted average number of ordinary shares in issue during the period. Diluted earnings per share is calculated by adjusting the weighted average number of ordinary shares outstanding to assume conversion of all dilutive potential ordinary shares.

For the six months ended 30 June 2026, the exercise of the Company's over-allotment options granted pursuant to the listing of the Company's shares on the Hong Kong Stock Exchange was not included in the calculation of diluted earnings per share, as the exercise price of those over-allotment options was higher than the average market price for shares during the relevant period. Accordingly, diluted earnings per share for the six months ended 30 June 2026 is the same as the basic earnings per share.

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

	Six months ended 30 June	
	2026	2025
	RMB'000 (unaudited)	RMB'000 (unaudited)
Earnings		
Earnings for the purpose of basic earnings per share:		
– Profit for the period attributable to owners of the Company	5,420	36,864

	Number of shares	
	2026	2025
	'000 (unaudited)	'000 (unaudited)
Number of shares		
Weighted average number of ordinary shares for the purpose of basic and diluted earnings per share	160,917	123,712

10. PROPERTY, PLANT AND EQUIPMENT AND RIGHT-OF-USE ASSETS

During the current interim period, the Group acquired and paid RMB49,411,000 and RMB736,000 (six months ended 30 June 2025: nil and RMB3,317,000) for land use right and plant and machinery, respectively.

During the current interim period, the Group entered into a lease agreement and recognised right-of-use assets and lease liabilities of RMB2,232,000 (six months ended 30 June 2025: nil).

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

FOR THE SIX MONTHS ENDED 30 JUNE 2026

11. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

On 17 April 2026, the Group subscribed for a 0.2825% equity interest in Sungrow Hydrogen Energy Technology Co., Ltd. ("Sungrow Hydrogen") which engaged in hydrogen energy equipment manufacturing and production for a cash consideration of RMB20,000,000. The investment is subject to certain investor-protective arrangements pursuant to the investment agreement. The Group accounts for the investment and relevant right as financial assets at FVTPL.

12. DEPOSITS PAID FOR ACQUISITION OF PLANT AND EQUIPMENT

As at 31 December 2025, the Group's deposits paid for acquisition of plant and equipment amounted to RMB260,915,000, out of which RMB185,000,000 was paid to Hebei Kunda Machinery Manufacturing Co., Ltd. (河北坤達機械製造有限公司) ("Hebei Kunda") in relation to a contract for the procurement of production lines (the "Equipment Procurement Contract"), with a total contract value of RMB1,000,000,000. The deposit was paid in December 2025.

In March 2026, the Equipment Procurement Contract was cancelled by mutual agreement between the Group and Hebei Kunda. The Group subsequently received a refund of RMB176,000,000 in March 2026. The remaining balance of RMB9,000,000 will continue to be applied towards the construction of one production line under a revised arrangement.

13. TRADE, BILLS AND OTHER RECEIVABLES

	As at 30 June 2026 RMB'000 (unaudited)	As at 31 December 2025 RMB'000 (audited)
Trade receivables	184,772	147,081
Bills receivables	88,182	86,929
Less: allowance for credit losses	(19,736)	(16,367)
	253,218	217,643
Other receivables, prepayments and deposits	4,558	1,887
Advance payment to suppliers	4,553	889
Value-added taxes recoverable	195	444
	262,524	220,863
Current	259,438	220,863
Non-current	3,086	–
	262,524	220,863

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

FOR THE SIX MONTHS ENDED 30 JUNE 2026

13. TRADE, BILLS AND OTHER RECEIVABLES (Continued)

In relation to the sales of capacitor films products, the Group generally allows a credit period from 60 to 90 days (year ended 31 December 2025: 60 to 90 days) to its trade customers and the Group accepts trade receivables settled by bills.

Aging analysis of trade receivables presented based on date of invoices is as follows:

	As at 30 June 2026 RMB'000 (unaudited)	As at 31 December 2025 RMB'000 (audited)
0–90 days	90,439	63,823
91–180 days	46,812	37,084
181–365 days	22,508	27,451
1–2 years	14,729	8,868
Over 2 years	10,284	9,855
	184,772	147,081

14. TRADE, BILLS AND OTHER PAYABLES

	As at 30 June 2026 RMB'000 (unaudited)	As at 31 December 2025 RMB'000 (audited)
Trade payables	21,924	17,379
Accrued staff costs and retirement benefit scheme contributions	3,391	3,170
Value added tax payables	2,326	2,055
Other tax payables	35	210
Accrued operating expenses	25	192
Accrued listing expenses	–	888
Accrued share issue costs	–	606
Other payables	3,519	3,794
Total	31,220	28,294

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

FOR THE SIX MONTHS ENDED 30 JUNE 2026

14. TRADE, BILLS AND OTHER PAYABLES (Continued)

The aging analysis of the Group's trade payables based on the invoice dates at the end of the reporting period are as follows:

	As at 30 June 2026 RMB'000 (unaudited)	As at 31 December 2025 RMB'000 (audited)
Within 1 year	20,178	15,387
Over 1 year	1,746	1,992
Total	21,924	17,379

15. SHARE CAPITAL

	Number of shares '000	Share capital RMB'000
Ordinary shares of RMB1 each registered, issued and fully paid:		
At 1 January 2025 (audited) and 30 June 2025 (unaudited)	123,712	123,712
At 1 January 2026 (audited)	159,168	159,168
Shares issue under over-allotment option (note)	1,758	1,758
At 30 June 2026 (unaudited)	160,926	160,926

Note:

On 2 January 2026, the Company issued 1,758,600 H Shares pursuant to the partial exercise of the over-allotment option at the price of HKD14.28 per share, leading the Company received additional gross proceeds of approximately HKD25,113,000 (equivalent to approximately RMB22,682,000) in connection with the partial exercise of the over-allotment option.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

FOR THE SIX MONTHS ENDED 30 JUNE 2026

16. FAIR VALUE MEASUREMENTS OF FINANCIAL INSTRUMENTS

Fair value measurements and valuation processes

In estimating the fair value, the Group and the Company use market-observable data to the extent it is available.

The fair values of these financial assets are determined (in particular, the valuation techniques and inputs used), as well as the level of the fair value hierarchy into which the fair value measurements are categorized (Level 1 to 3) based on the degree to which the inputs to the fair value measurements is observable.

- Level 1 fair value measurements are based on quoted prices (unadjusted) in active market for identical assets or liabilities;
- Level 2 fair value measurements are those derived from inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices); and
- Level 3 fair value measurement are those derived from valuation techniques that include inputs for the asset or liability that are not based on observable market data (unobservable inputs).

Fair value of the Group's financial assets that are not measured at fair value on a recurring basis (but fair value disclosures are required)

Financial asset	Fair value as at		Fair value hierarchy	Valuation technique(s) and key input(s)	Significant unobservable input(s)
	30/6/2026	31/12/2025			
Financial assets at FVTPL – unlisted debt instrument investment	RMB20,000,000		– Level 2	Market approach – recent transaction price	N/A

Except as detailed in the above table, the directors of the Company consider that the carrying amounts of financial assets and financial liabilities recorded as amortised cost in the condensed consolidated financial statements approximate to their fair values.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

FOR THE SIX MONTHS ENDED 30 JUNE 2026

17. RELATED PARTY DISCLOSURES

(a) Name and relationship

The directors of the Group are of the opinion that the following companies are related parties that had transactions or balances with the Group during the six months ended 30 June 2026.

Parties	Relationships
Hebei Haiwei Group Soft Packaging Co., Ltd ("Haiwei Soft Packaging") (河北海偉集團軟包裝有限公司)	Controlled by the father of Mr. Song
Ningguo Zhonghao Telecommunications Equipment Factory ("Ningguo Zhonghao") (寧國市中浩電訊器材廠)	Controlled by a non-controlling shareholder who is also a supervisor of Ningguo Haiwei

(b) Saved as disclosed elsewhere in these condensed consolidated financial statements, the Group has following transactions with related parties:

Parties	Nature of transactions	Six months ended 30 June	
		2026	2025
		RMB'000 (unaudited)	RMB'000 (unaudited)
Haiwei Soft Packaging	Interest expenses on lease liability	11	13
Ningguo Zhonghao	Interest expenses on lease liability	9	16

(c) The Group has the following balances with related parties at the end of each reporting period:

	As at 30 June 2026 RMB'000 (unaudited)	As at 31 December 2025 RMB'000 (audited)
Amounts due to related parties		
Trade nature		
Haiwei Soft Packaging	162	—
Ningguo Zhonghao	1,714	3,211
	1,876	3,211

Amounts represented trade payables for purchase of goods and other operating expenses and were unsecured and repayable on demand.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

FOR THE SIX MONTHS ENDED 30 JUNE 2026

18. CAPITAL COMMITMENTS

	As at 30 June 2026 RMB'000 (unaudited)	As at 31 December 2025 RMB'000 (audited)
Capital expenditure in respect of the acquisition of plant and equipment contracted for but not provided in the condensed consolidated financial statements (note)	840	815,840

Note: RMB806,000,000 of these capital commitments as at 31 December 2025 were cancelled subsequently in March 2026. Further details are set out in Note 12.