This summary aims to give you an overview of the information contained in this document. As it is a summary, it does not contain all the information that may be important to you. You should read this document in its entirety before you decide to **[REDACTED]** *in the* **[REDACTED]**. *There are risks associated with any* **[REDACTED]**. *Some of the particular risks in* **[REDACTED]** *in the* **[REDACTED]** *are set forth in the section headed "Risk Factors" in this document. You should read that section carefully before you decide to* **[REDACTED]** *in the* **[REDACTED]**.

OVERVIEW

We are a leading global provider of AI solutions for transport service vehicles. Our efforts focus on providing two primary values: enhancing safety and optimizing efficiency. Our solutions and products primarily include AI solutions and video devices. Our AI solutions utilize vision-based AI technologies to enable perception, analysis and decision-making capabilities, enhancing driving safety and optimizing fleet operation efficiency. Our video devices leverage cameras and other integrated devices to collect, record and transmit driving data.

Solutions and products	Key functions	Primary objectives
AI solutions		
AI assisted driving systems	• Advanced driver assistance system (ADAS) • Driver monitoring system (DMS) • Automated emergency braking system (AEBS) • Blind spot detection system (BSD)	Safety
AI fleet operation management systems .	• Intelligent Bus Central Processing Unit (IBCU) • Passenger flow detection • Freight loading monitoring	Efficiency
AI large model system . .	• Fleet dispatch coordinating and managing vehicles and drivers in a fleet for deliveries and other tasks • Driver evaluation • Logistics efficiency optimizing the use of vehicles, fuel and capacity to minimize costs and maximize productivity	Safety and efficiency
Video devices	• Collecting and recording visual data	Safety and efficiency

Our solutions and products are used in (i) logistics vehicles, primarily including trucks; (ii) public transportation vehicles, primarily including school buses, transit buses and taxis; and (iii) special purpose vehicles, primarily including mining vehicles, engineering cranes, sanitation vehicles and forklifts.

The following is our business highlights:

Market Position	**No. 4 globally** Provider of vision-based AI solutions for transport service vehicles(1)	**No. 3 globally** Logistics vehicle application scenario market share(2)	**No. 2 globally** Public transportation vehicle application scenario market share(3)	**No. 1 globally** Provider of video devices for transport service vehicles(4)
Business Performance	**Over 100** Numbers of countries and regions(5)	**61.6%** Revenue proportion of overseas markets(6)	**5.0 million** Approximately sets of AI solutions sold(7)	**Over 750,000** Approximate number of vehicles served by AI large model systems(8)
Financial Performance	**28.3%** Revenue CAGR (2023 to 2025)(9)	**19.7%** Return on equity in 2025(10)	**44.2%** Gross profit margin in 2025	**14.9%** Net profit margin in 2025

Notes:

(1) Based on our market share of 7.2% in the global vision-based AI solution for transport service vehicle market, in terms of our revenue from continuing operations in 2025, according to Frost & Sullivan.

(2) Based on our market share of 7.0% in the logistics vehicle application scenario of the global vision-based AI solution for transport service vehicle market, in terms of our revenue from continuing operations in 2025, according to Frost & Sullivan.

(3) Based on our market share of 10.3% in the public transportation vehicle application scenario of the global vision-based AI solution for transport service vehicle market, in terms of our revenue from continuing operations in 2025, according to Frost & Sullivan.

(4) Based on our market share of 5.5% in the global video devices for transport service vehicle market, in terms of our revenue from continuing operations in 2025, according to Frost & Sullivan.

(5) Where our solutions and products were sold into during the Track Record Period.

(6) For the year ended December 31, 2025.

(7) As of Latest Practicable Date.

(8) Referring to the number of vehicles served by our AI large model systems, for which we had entered into contracts with our customers as of the Latest Practicable Date.

(9) Calculated with our revenue from continuing operation from 2023 to 2025.

(10) Calculated by dividing our profit from continuing operations in 2025 by the average balance of total equity at the beginning and the end of 2025 multiplied by 100%.

Our market position is primarily supported by (i) our ability to transform industry understanding into AI solutions and (ii) our presence in global market. Our 20 years of experience in the transport service vehicle industry allows us to deeply understand the pain points and diverse application scenarios within the industry. We transform these understandings into numerous AI-based solutions and products, covering advanced driver assistance, emergency braking, driver monitoring, blind spot detection, and even high precision vision-based AI solutions. Moreover, we are able to sell our solutions and products to over 100 countries and regions through our extensive international network during the Track Record Period. Our factories in China and Vietnam and our global headquarters and accounting center in Singapore coordinate closely to support our worldwide customer network. Through our global presence and extensive customer network, we have gained deep understandings of cross-regional industry pain points, enabling us to tailor our solutions and products to meet the unique needs of users in different regions.

OUR STRENGTHS AND STRATEGIES

We believe the following strengths position us well to capitalize on future opportunities and deliver continued growth: (i) leading global provider of AI solutions for transport service vehicles; (ii) efficient three-tiered pyramid R&D structure; (iii) AI solutions aligned with needs of diverse application scenarios; (iv) global deployment with broad coverage; and (v) visionary management team and strong talent pool. Moreover, we intend to implement the following strategies: (i) continuing to develop advanced intelligent driving business and AI large model system business; (ii) strengthening our global sales network to enhance global presence; and (iii) strengthening our global supply chains and improving the level of intelligent manufacturing.

OUR SOLUTIONS AND PRODUCTS

During the Track Record Period, we generated revenue primarily from (i) AI assisted driving system, (ii) AI fleet operation management system, and (iii) video devices. The following diagram illustrates these solutions and products:

The major components of AI assisted driving systems and AI fleet operation management systems include (i) hardware for collecting and recording data, such as dashcam, camera and MDVR, (ii) software, including systems and application for data processing and firmware for controlling hardware and (iii) AI algorithms for filtering and providing recommendations. Our AI assisted driving system and AI fleet operation management system may operate independently without connecting to any cloud platform. Our customers may also choose to connect the two solutions to their or our cloud platform. Our AI large model systems require connectivity to our cloud platform. In June 2024, we began generating revenue from our AI large model systems, which are primarily delivered in the form of software through our cloud platform. As of the Latest

Practicable Date, we had three R&D centers located in Shenzhen, Chongqing, and Chengdu, China. Shenzhen center focuses on the R&D of vision-based AI technology, on-device software, hardware, as well as AI large model systems. Chongqing center focuses on the R&D of vision-based AI technology, and our cloud and on-device software. Chengdu center focuses on the R&D of vision-based AI technology and cloud software.

OUR BUSINESS MODEL

We conduct in-house research and development of solutions and products, which are manufactured using raw materials sourced from suppliers to our specifications. Our products are primarily supplied to video telematics system integrators and automobile manufacturers. Our end-users, served downstream by system integrators, include logistics companies, school bus companies, taxi companies, transit bus companies, and leading companies in the energy and consumer industries. See "Business—Our Business Model."

PRODUCTION

Our Production Bases

We operate two production bases in Guangdong, China and Vietnam respectively, both dedicated to the manufacture of AI solutions and video devices. Our China base, which commenced production in 2021, has a total gross floor area of approximately 25,000 sq.m. Our Vietnam base, which commenced production in 2023, comprises Phase I of approximately 8,400 sq.m. and Phase II (pending commencement of production) of approximately 17,000 sq.m.

OUR CUSTOMERS AND SUPPLIERS

In 2023, 2024 and 2025, revenue generated from our five largest customers accounted for 18.1%, 17.1% and 19.0% of our total revenue from continuing operations in each year during the Track Record Period, respectively. Revenue from our largest customer in each year during the Track Record Period accounted for 5.0%, 4.2% and 5.3% of our total revenue from continuing operations, respectively. All of our five largest customers were independent third parties in each year during the Track Record Period.

In 2023, 2024 and 2025, purchases from our five largest suppliers accounted for 28.8%, 28.6% and 25.2% of our total purchase for continuing operations in each year during the Track Record Period, respectively. In addition, purchases from our largest supplier accounted for 11.6%, 10.9% and 8.2% of our total purchase for continuing operations in 2023, 2024 and 2025, respectively. Save for Supplier G, a wholly-owned subsidiary of Ruiming Science, in which we retained a 19% equity interest following its disposal, all of our five largest suppliers were independent third parties in each year during the Track Record Period. See "History, Development and Corporate Structure — Major Acquisitions, Disposals and Mergers — Disposal of Ruiming Sciences".

SUMMARY OF HISTORICAL FINANCIAL INFORMATION

Summary of Consolidated Statements of Profit or Loss

	Year ended December 31,					
	2023		2024		2025	
	RMB'000	*%*	*RMB'000*	*%*	*RMB'000*	*%*
Continuing Operations						
Revenue	**1,505,251**	**100.0**	**1,997,731**	**100.0**	**2,476,928**	**100.0**
Cost of sales	(849,557)	(56.4)	(1,079,530)	(54.0)	(1,381,277)	(55.8)
Gross profit	**655,694**	**43.6**	**918,201**	**46.0**	**1,095,651**	**44.2**
Other income, net of losses	54,421	3.6	97,364	4.9	43,980	1.8
Provision for expected credit losses on receivables and contract assets	(8,089)	(0.5)	(12,820)	(0.6)	(6,520)	(0.3)
Selling and marketing expenses	(177,081)	(11.8)	(203,513)	(10.2)	(208,738)	(8.4)
Administrative expenses	(164,116)	(10.9)	(220,680)	(11.0)	(248,679)	(10.0)
Research and development cost	(246,395)	(16.4)	(283,710)	(14.2)	(285,806)	(11.5)
Other operating expenses	(5,707)	(0.4)	(4,111)	(0.2)	(1,356)	(0.1)
Profit from operations	**108,727**	**7.2**	**290,731**	**14.6**	**388,532**	**15.7**
Finance costs	(8,188)	(0.5)	(8,209)	(0.4)	(10,447)	(0.4)
Share of profits less losses of associates	(2,250)	(0.1)	(1,868)	(0.1)	1	(0.0)
Profit before tax	**98,289**	**6.5**	**280,654**	**14.0**	**378,086**	**15.3**
Income tax (expenses)/benefit	(609)	(0.0)	5,576	0.3	(8,442)	(0.3)
Profit from continuing operations	**97,680**	**6.5**	**286,230**	**14.3**	**369,644**	**14.9**
Discontinued operation						
Profit from discontinued operation, net of tax	**544**	**0.0**	**7,504**	**0.4**	**18,861**	**0.8**
Profit for the year	**98,224**	**6.5**	**293,734**	**14.7**	**388,505**	**15.7**

Our profit for the year increased significantly from RMB97.7 million in 2023 to RMB286.2 million in 2024, primarily due to an increase in revenue from continuing operations attributable to an increase in the sales of our AI solutions, partially offset by (i) an increase in cost of sales, which was in line with our business growth and (ii) an increase in selling and marketing, administrative and R&D expenses, due to our share-based payment and increased employee compensation. Our profit for the year further increased by 29.0% from RMB286.2 million in 2024 to RMB369.6 million in 2025, primarily due to an increase in revenue from continuing operations attributable to an increase in the sales of our AI solutions, partially offset by an increase in cost of sales, which was in line with our business growth.

Non-IFRS Measure

We use adjusted net profit (non-IFRS measure) in evaluating our operating results, which is not required by or presented in accordance with IFRS as an additional financial measure to supplement our consolidated financial statements, which are presented in accordance with IFRS. We define adjusted net profit (non-IFRS measure) as profit for the year from continuing operations adjusted for share-based payment expenses, which are non-cash in nature. We believe that the non-IFRS measure provides useful information to **[REDACTED]** and others in understanding and evaluating our consolidated results of operations in the same manner as they help our management. However, our presentation of adjusted net profit (non-IFRS measure) may not be comparable to similarly titled measures presented by other companies. The use of such non-IFRS measure has limitations as an analytical tool, and you should not consider it in isolation from, or as a substitute for an analysis of, our results of operations or financial condition as reported under IFRS. The following table reconciles adjusted net profit (non-IFRS measure) to our profit for the year from continuing operations, presented in accordance with IFRS, for the years indicated.

	For the year ended December 31,		
	2023	2024	2025
	RMB'000	*RMB'000*	*RMB'000*
Profit from continuing operations	**97,680**	**286,230**	**369,644**
Add:			
Share-based payment expenses	36,717	58,905	88,976
Adjusted net profit (non-IFRS measure)	**134,397**	**345,135**	**458,620**

Revenue

	Year ended December 31,					
	2023		2024		2025	
	RMB'000	*%*	*RMB'000*	*%*	*RMB'000*	*%*
Continuing operations						
AI solutions	**1,166,651**	**77.6**	**1,606,573**	**80.4**	**2,015,494**	**81.4**
AI assisted driving systems	1,099,610	73.1	1,422,593	71.2	1,823,613	73.6
AI fleet operation management systems	67,041	4.5	175,918	8.8	170,791	6.9
AI large model systems	—	—	8,062	0.4	21,090	0.9
Video devices	**320,609**	**21.3**	**367,425**	**18.4**	**413,663**	**16.7**
Others(1)	**17,991**	**1.1**	**23,733**	**1.2**	**47,771**	**1.9**
Total	**1,505,251**	**100.0**	**1,997,731**	**100.0**	**2,476,928**	**100.0**

Note:

(1) Primarily include (i) sales of electronic components such as optoelectronic devices, (ii) sales of AI computing infrastructure products such as uninterruptible power supply products and high voltage direct current power products, (iii) manufacturing services for products such as uninterruptible power supply products and (iv) technical services such as platform operations.

Cost of Sales

	Year ended December 31,					
	2023		2024		2025	
	RMB'000	*%*	*RMB'000*	*%*	*RMB'000*	*%*
Raw materials cost	624,778	73.5	816,711	75.7	1,024,413	74.2
Direct labor cost	39,876	4.7	48,491	4.5	71,132	5.1
Manufacturing expenses	64,210	7.6	76,823	7.1	119,682	8.7
Operation and maintenance expenses	71,985	8.5	64,389	6.0	81,660	5.9
Others(1)	48,708	5.7	73,116	6.7	84,390	6.1
Total	**849,557**	**100.0**	**1,079,530**	**100.0**	**1,381,277**	**100.0**

Note:

(1) Primarily include (i) taxes and surcharges, (ii) after-sales service fees, (iii) logistics fees, and (iv) inventory impairment loss.

Gross profit and gross profit margin

	Year ended December 31,					
	2023		2024		2025	
	Gross profit RMB'000	*Gross profit margin %*	*Gross profit RMB'000*	*Gross profit margin %*	*Gross profit RMB'000*	*Gross profit margin %*
Continuing operations						
AI solutions	**541,151**	**46.4**	**792,349**	**49.3**	**926,610**	**46.0**
AI assisted driving systems	498,677	45.4	685,044	48.2	807,450	44.3
AI fleet operation management systems	42,474	63.4	102,183	58.1	105,989	62.1
AI large model systems	—	—	5,122	63.5	13,171	62.5
Video devices	**113,563**	**35.4**	**122,743**	**33.4**	**165,565**	**40.0**
Others(1)	**980**	**5.4**	**3,109**	**13.1**	**3,476**	**7.3**
Total	**655,694**	**43.6**	**918,201**	**46.0**	**1,095,651**	**44.2**

Note:

(1) Primarily include (i) sales of electronic components such as optoelectronic devices, (ii) sales of AI computing infrastructure products such as uninterruptible power supply products and high voltage direct current power products, (iii) manufacturing services for products such as uninterruptible power supply products and (iv) technical services such as platform operations.

Summary of Selected Items of Consolidated Statements of Financial Position

	As of December 31,		
	2023	2024	2025
	RMB'000	*RMB'000*	*RMB'000*
Total non-current assets	710,421	646,922	694,957
Total current assets	1,617,612	2,394,563	2,557,425
Total assets	**2,328,033**	**3,041,485**	**3,252,382**
Total non-current liabilities	106,645	18,955	28,748
Total current liabilities	808,163	1,335,854	1,157,937
Total liabilities	**914,808**	**1,354,809**	**1,186,685**
Net current assets	**809,449**	**1,058,709**	**1,399,488**
Total Equity	**1,413,225**	**1,686,676**	**2,065,697**

Our net current assets increased from RMB809.4 million as of December 31, 2023 to RMB1,058.7 million as of December 31, 2024, primarily due to an increase in cash and cash equivalents of RMB212.3 million. Our net current assets increased from RMB1,058.7 million as of December 31, 2024 to RMB1,399.5 million as of December 31, 2025, primarily due to (i) an increase in cash and cash equivalents of RMB312.2 million, and (ii) an increase in inventories and other contract costs of RMB155.8 million, partially offset by an increase in trade and bills payables of RMB265.9 million.

Our net assets increased by 19.4% from RMB1,413.2 million as of December 31, 2023 to RMB1,686.7 million as of December 31, 2024, primarily due to (i) an increase in our capital reserve of RMB126.1 million primarily attributable to the exercise of share options of RMB109.0 million; and (ii) an increase in our retained profits of RMB122.3 million primarily attributable to our profit for the year of RMB290.0 million, partially offset by our dividends declared of RMB138.3 million. Our net assets increased by 22.5% from RMB1,686.7 million as of December 31, 2024 to RMB2,065.7 million as of December 31, 2025, primarily due to (i) an increase in our capital reserve of RMB155.7 million primarily attributable to the exercise of share options of RMB121.4 million, and (ii) an increase in our retained profits of RMB180.1 million primarily attributable to our profits for the year of RMB382.7 million.

Summary of Consolidated Cash Flows Statements

	Year ended December 31,		
	2023	2024	2025
	RMB'000	*RMB'000*	*RMB'000*
Net cash generated from operating activities	317,651	421,491	398,323
Net cash used in investing activities	(92,506)	(49,848)	(84,751)
Net cash generated from/(used in) financing activities	71,461	(145,614)	(22,695)
Net increase in cash and cash equivalents	**296,606**	**226,029**	**290,877**
Cash and cash equivalents at the beginning of the year	414,373	714,833	958,348
Effect of foreign exchange rates	3,854	17,486	(9,898)
Cash and cash equivalents at the end of the year	**714,833**	**958,348**	**1,239,327**

KEY FINANCIAL RATIOS

The following table sets out our key financial ratios for the periods indicated:

	As of or for the year ended December 31,		
	2023	2024	2025
Gross profit margin	43.6%	46.0%	44.2%
Net profit margin	6.5%	14.7%	14.9%
Debt-to-asset ratio(1)	39.3%	44.5%	36.5%
Trade receivables turnover ratio(2)	4.1	5.0	4.3
Return on equity(3)	7.0%	18.5%	19.7%

Notes:

(1) Debt-to-asset ratio is calculated based on total liabilities divided by total assets and multiplied by 100%.

(2) Trade receivables turnover ratio is calculated based on the respective days in the year divided by trade receivable turnover days.

(3) Return on equity is calculated based on profit for the year or annualized profit for the period from continuing operation divided by average balance of total equity at the beginning and the end of that year multiplied by 100%.

RISK FACTORS

We believe there are certain risks and uncertainties involved in our operations, some of which are beyond our control. We have categorized these risks and uncertainties into: (i) risks relating to our business and industry, (ii) risks relating to conducting business in countries where we operate, (iii) risks relating to our financial performance, and (iv) risks relating to the **[REDACTED]**. These risks include, (i) we may not be able to retain existing customers, attract new customers or increase sales, (ii) our significant investment in research and development for new solutions and products may negatively impact our financial conditions and may not generate the results we expect to achieve, (iii) our historical results may not be indicative of our future performance, and we may not be able to manage future growth effectively, (iv) failure to keep up with the latest development and advancement in technologies in our industry will materially and adversely affect our business, financial condition and results of operations and (v) failure to retain our existing customers or attract new ones could materially and adversely impact our business, financial condition and results of operations.

LEGAL PROCEEDINGS AND NON-COMPLIANCE

During the Track Record Period and up to the Latest Practicable Date, we had not been and were not a party to any material legal, arbitral or administrative proceedings, and we were not aware of any pending or threatened proceedings against us or our Directors that could, individually or in the aggregate, have a material adverse effect on our business, financial condition and results of operations. During the Track Record Period and up to the Latest Practicable Date, we had not been involved in any material non-compliance incidents that have led to fines, enforcement actions, or other penalties that could, individually or in the aggregate, have a material adverse effect on our business, results of operations and financial conditions.

[REDACTED]

OUR A SHARE LISTING AND REASONS FOR THE [REDACTED]

Since December 2019, our A Shares have been listed on the Shenzhen Stock Exchange with the stock code of 002970. As of the Latest Practicable Date, our Directors confirmed that we had no instances of non-compliance with the rules of the Shenzhen Stock Exchange and other applicable PRC securities laws and regulations in any material respects during the Track Record Period and, to the best knowledge of our Directors having made all reasonable enquiries, there was no material matter that should be brought to the **[REDACTED]** attention in relation to our compliance record on the Shenzhen Stock Exchange. Our PRC Legal Advisor is of the view that the confirmation of our Directors above with regard to our compliance record is accurate and reasonable. Nothing has come to the Sole Sponsor's attention that would reasonably cause it to disagree with the Directors' view.

We seek to **[REDACTED]** our H Shares on the Stock Exchange to raise additional capital for business growth and expansion, diversify our fundraising channels, reinforce our industry standing, enhance global brand awareness and competitiveness and optimize our capital structure and shareholder composition to support sustainable development and governance. See "Business—Our Strategies" and "Future Plans and Use of **[REDACTED]**" in this document for more details.

SHARE OPTION INCENTIVE PLANS

We adopted the Share Option Incentive Plans in June 2022, May 2024 and March 2025, respectively. For the summary of the principal terms of the Share Option Incentive Plans and the dilution impact resulting from full exercise of all outstanding share options granted thereunder, see "Statutory and General Information—D. Employee Incentive Plans—1. Share Option Incentive Plans" in Appendix VI to this document for details.

[REDACTED]

DIVIDENDS AND DIVIDEND POLICY

Dividend paid to our shareholders is recognized as a liability in the period when the dividends are approved by our shareholders or Directors, as appropriate. During the Track Record Period, we declared dividends of RMB34.6 million, RMB138.3 million and RMB196.5 million in 2023, 2024 and 2025, respectively. See "Financial Information—Dividends".

FUTURE PLANS AND USE OF [REDACTED]

Assuming an **[REDACTED]** of HK$**[REDACTED]** per Share (being the mid-point of the **[REDACTED]** stated in this document), we estimate that we will receive net **[REDACTED]** of approximately HK$**[REDACTED]** million (equivalent to approximately RMB**[REDACTED]**) from the **[REDACTED]** after deducting the **[REDACTED]** and other estimated expenses paid and payable by us in connection with the **[REDACTED]** and assuming that the **[REDACTED]** is not exercised. Please see "Future Plans and Use of **[REDACTED]**" for details.

[REDACTED]

[REDACTED] represent professional fees, **[REDACTED]** and other fees incurred in connection with the **[REDACTED]**. We estimate that our **[REDACTED]** will be approximately HK$**[REDACTED]** (at the **[REDACTED]** of HK$**[REDACTED]** per **[REDACTED]** and no exercise of the **[REDACTED]**), representing approximately **[REDACTED]**% of the gross **[REDACTED]** (based on the **[REDACTED]** of HK$**[REDACTED]** per **[REDACTED]** and assuming that the **[REDACTED]** is not exercised) of the **[REDACTED]**. We expect to incur **[REDACTED]** of approximately HK$**[REDACTED]**, of which approximately HK$**[REDACTED]** is expected to be recognized in the consolidated statements of profit or loss as administrative expenses and approximately HK$**[REDACTED]** is expected to be recognized as a deduction in equity directly upon the **[REDACTED]**. Our Directors do not expect such expenses to materially impact our results of operations in 2025. By nature, our **[REDACTED]** are composed of (i) **[REDACTED]** of approximately HK$**[REDACTED]** and (ii) non-**[REDACTED]** related expenses of approximately HK$**[REDACTED]**, which consist of fees and expenses of legal advisors and the Reporting Accountants of approximately HK$**[REDACTED]** and other fees and expenses of approximately HK$**[REDACTED]**.

RECENT DEVELOPMENT AND NO MATERIAL ADVERSE CHANGE

Recent Development

Our business performance for the two months ended February 28, 2026 improved as compared to the two months ended February 28, 2025. The sales volume of our AI solutions increased by 43.7% from 106.3 thousand sets in the two months ended February 28, 2025 to 152.7 thousand sets in the two months ended February 28, 2026, primarily due to an increase in the customer demand for our AI assisted driving systems used in the logistics vehicle application scenario.

No Material Adverse Change

Our Directors have confirmed that, up to the date of this document, there has been no material adverse change in our financial or trading position or prospects since December 31, 2025, being the end date of our latest consolidated financial statements, and there has been no event since December 31, 2025 that would materially affect the information shown in the Accountants' Report set out in Appendix I to this document.

BUSINESS ACTIVITIES IN RELATION TO THE U.S. OUTBOUND INVESTMENT SECURITY PROGRAM

On October 28, 2024, the Department of the Treasury issued the Provisions Pertaining to U.S. Investments in Certain National Security Technologies and Products in Countries of Concern (the "**Final Rule**"), which became effective on January 2, 2025. The Final Rule implements a regulatory framework for certain U.S. investments into China (including Hong Kong and Macau) in entities engaged in activities involving sensitive technologies critical to national securities in three sectors, namely, (i) semiconductors and microelectronics, (ii) quantum information technologies, and (iii) artificial intelligence systems with applications that pose national security risks, collectively defined as "Covered Foreign Persons". The program would prohibit U.S. persons from undertaking certain transactions and require notification by U.S. persons on certain investments in Covered Foreign Persons.

We are engaged in the development of our artificial intelligence systems. Although our artificial intelligence system is not designed for any restricted end use, such as military end use, government intelligence or mass surveillance end use, or for the use of cybersecurity applications, digital forensic tools, penetration test tools, nor trained with a restricted quantity of computing power under the Final Rule (i.e., trained using a quantity of computing power greater than 10^23 computational operations or more), as advised by our International Sanctions Legal Advisor, given that our products and solutions include AI systems is intended for the control of robotic systems, being developed for use in advanced driving assistance systems and automated emergency braking systems, we are likely to be deemed a Covered Foreign Person engaged in "Covered Activities" referred to in the definition of "Notifiable Transactions" as set out in 31 C.F.R. § 850.217(d)(2)(iv). As the OISP regulates U.S. person investment, determining whether any specific U.S. person's investment in us would be a "notifiable" or a "prohibited" transaction is the responsibility of the U.S. person. U.S. persons are advised to consult independent legal advise to conduct diligence to determine their obligations under the OISP regulations prior to making an **[REDACTED]** in us.

Following the completion of the **[REDACTED]**, it is expected that U.S. persons will be able to **[REDACTED]** in our Company based on the publicly traded securities exception under the Final Rule, as long as the **[REDACTED]** made do not afford the U.S. persons rights that go beyond standard minority shareholder protections. Nonetheless, as acquisition of our equity interests by U.S. persons may constitute a notifiable transaction, this imposes an obligation on U.S. persons to make a notification of such acquisition to the U.S. Treasury pursuant to the Final Rule. Hence, the Final Rule may increase the compliance burden of U.S. **[REDACTED]** and may cause certain U.S. **[REDACTED]** to adopt a more cautious approach in their **[REDACTED]**, which may negatively impact our ability to raise capital from U.S. **[REDACTED]**.