FUTURE PLANS AND PROSPECTS

See "Business — Our Business Strategy" for a detailed description of our future plans.

USE OF [REDACTED]

Assuming an **[REDACTED]** of HK$**[REDACTED]** per Share (being the mid-point of the **[REDACTED]** Range stated in this document), we estimate that we will receive **[REDACTED]** of approximately HK$**[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. In line with our strategies, we intend to use our **[REDACTED]** from the **[REDACTED]** for the purposes and in the amounts set out below:

- approximately **[REDACTED]**% of the **[REDACTED]**, or HK$**[REDACTED]** (equivalent to approximately RMB**[REDACTED]**), is expected to be used for high-end business upgrade and industry chain integration, so as to drive our strategic transition from a traditional testing service provider to an integrated asset integrity management solutions provider and to optimize our profitability structure:

  - o approximately **[REDACTED]**% of the **[REDACTED]**, or HK$**[REDACTED]** (equivalent to approximately RMB**[REDACTED]**), is expected to be used for the establishment and operation of our Asset Integrity Management Research Institute, the recruitment of high-end international technical and managerial talent, and the development of our full-chain high-end service capabilities covering asset risk assessment, remaining life assessment, operation and maintenance solution design and integrity management consulting, as well as the expansion of our overseas high-value-added asset integrity management business in Africa, the Middle East and other core overseas markets, including offshore equipment life assessment, subsea pipeline life extension and facility asset integrity management.

  - o approximately **[REDACTED]**% of the **[REDACTED]**, or HK$**[REDACTED]** (equivalent to approximately RMB**[REDACTED]**), is expected to be used for the reserve and funding of potential strategic acquisitions, with a primary focus on testing and inspection companies in the Middle East, Africa and other core overseas regions that possess local regulatory qualifications, quality client resources and complementary technical or service capabilities but whose operational capabilities have room for improvement, so as to rapidly obtain market access and client resources in target overseas markets, integrate upstream and downstream resources along the industry chain, and achieve leap-frog expansion of our international business. As of the Latest Practicable Date, we have not identified any specific acquisition target, nor have we entered into any legally binding agreement in respect of any such acquisition.

- approximately **[REDACTED]**% of the **[REDACTED]**, or HK$**[REDACTED]** (equivalent to approximately RMB**[REDACTED]**), is expected to be used for R&D innovation and technology upgrade, so as to continuously strengthen our technological leadership, drive the deep transformation of our business from a labour-intensive model to a technology-intensive model, and consolidate our core competitive moat in the oil and gas third-party testing industry:

  - o approximately **[REDACTED]**% of the **[REDACTED]**, or HK$**[REDACTED]** (equivalent to approximately RMB**[REDACTED]**), is expected to be used for the upgrade and expansion of our R&D laboratories located in Korla, Luntai (both in Xinjiang), Chengdu and Suining, and for enhancing the infrastructure of our National Postdoctoral Research Workstation and National Model Worker Innovation Studio. This includes the procurement of more advanced R&D and testing equipment, and for supporting the establishment and hardware build-out of our Abu Dhabi Asset Integrity Management Research Institute, thereby further strengthening our R&D infrastructure and our industry-university-research cooperation system with leading institutions.

- o approximately **[REDACTED]**% of the **[REDACTED]**, or HK$**[REDACTED]** (equivalent to approximately RMB**[REDACTED]**), is expected to be used for core technology R&D investment, focusing on key technical directions including engineering materials laboratory and physicochemical performance research, environmental intelligence testing in the new energy field, CCUS (Carbon Capture, Utilization and Storage) technology enhancement, and supporting the domestic substitution and upgrade of technologies and processes in areas such as in-line pipeline inspection tools and intelligent testing equipment. The objective is to accelerate the domestic substitution of core technologies and equipment, reduce our reliance on external technologies, and advance the digital and intelligent upgrade of our testing services, thereby contributing to our long-term goals in quality, safety, environmental protection, and sustainable development.

- approximately **[REDACTED]**% of the **[REDACTED]**, or HK$**[REDACTED]** (equivalent to approximately RMB**[REDACTED]**), is expected to be used for the expansion of our domestic and overseas service network and the upgrade of our production capacity, so as to reinforce our leading position as a domestic private-sector market leader while deepening our core overseas market presence:

  - o approximately **[REDACTED]**% of the **[REDACTED]**, or HK$**[REDACTED]** (equivalent to approximately RMB**[REDACTED]**), is expected to be used for the localization upgrade of our operations in Middle East and other core overseas markets, including the recruitment and training of local employees (including the addition of 30 to 50 local university graduates and 10 to 20 international university graduates from Belt and Road countries in Middle East in 2026), the construction and upgrade of local service stations and the enhancement of our overseas compliance management system, together with the expansion into other core oil and gas markets along the "Belt and Road" such as Saudi Arabia, Kuwait, the United Arab Emirates and selected markets in Central Asia and Africa.

  - o approximately **[REDACTED]**% of the **[REDACTED]**, or HK$**[REDACTED]** (equivalent to approximately RMB**[REDACTED]**), is expected to be used for the construction of our Southwest service base, the optimization of the service network of our four regional platforms (Xinjiang, Southwest, Northwest and Direct Sales), and the upgrade of our nationwide resource sharing platform, which will provide solid capacity and service support for the full penetration of our core oil and gas business lines as well as our expansion into new energy fields (such as compressed-air energy storage, wind power and photovoltaics) and non-oil-and-gas fields (such as pharmaceuticals, shipbuilding and municipal pipelines).

- approximately **[REDACTED]**% of the **[REDACTED]**, or HK$**[REDACTED]** (equivalent to approximately RMB**[REDACTED]**), is expected to be used for working capital and general corporate purposes:

  - o We plan to use this portion of the **[REDACTED]** to supplement our general working capital for day-to-day operations, including ongoing R&D investment, market expansion, talent recruitment and compliance management.

o We plan to use this portion to alleviate operational capital pressure, support the sustainability of our R&D investment and the stable expansion of our market and talent teams, and enhance our overall risk resilience, thereby providing solid financial support for the achievement of our medium- and long-term business growth targets.

We based our **[REDACTED]** of each portion of the **[REDACTED]** on past experience in operating our business. We plan to utilize the **[REDACTED]** in a prudent and sustainable manner in approximately 12 to 36 months following the **[REDACTED]**.

If the **[REDACTED]** are exercised in full, the **[REDACTED]** that we will receive will be approximately HK$[513.86] million, assuming an **[REDACTED]** of HK$[8.00] per Share. In the event that the **[REDACTED]** are exercised in full, we intend to apply the additional **[REDACTED]** to the above purposes in the proportions stated above.

To the extent that the **[REDACTED]** from the **[REDACTED]** are not immediately used for the purposes described above and to the extent permitted by the relevant laws and regulations, they will be placed in short-term interest-bearing accounts at licensed commercial banks and/or other authorized financial institutions (as defined under the Securities and Futures Ordinance or applicable laws and regulations in other jurisdictions).

We will issue an appropriate announcement if there is any material change to the above proposed use of **[REDACTED]**.