The following is the text of a report, prepared for the purpose of incorporation in this document, received from the Company's reporting accountants, Ernst & Young, Certified Public Accountants, Hong Kong.

[To insert the firm's letterhead]

ACCOUNTANTS' REPORT ON HISTORICAL FINANCIAL INFORMATION TO THE DIRECTORS OF SHENZHEN KINWONG ELECTRONIC CO., LTD., CITIC SECURITIES (HONG KONG) LIMITED, MERRILL LYNCH (ASIA PACIFIC) LIMITED AND GUOLIAN SECURITIES INTERNATIONAL CAPITAL MARKET CO., LIMITED

Introduction

We report on the historical financial information of Shenzhen Kinwong Electronic Co., Ltd. (the "Company") and its subsidiaries (together, the "Group") set out on pages I-3 to I-70, which comprises the consolidated statements of profit or loss and other comprehensive income, statements of changes in equity and statements of cash flows of the Group for each of the years ended 31 December 2023, 2024 and 2025 and the four months ended 30 April 2026 (the "Relevant Periods"), and the consolidated statements of financial position of the Group and the statements of financial position of the Company as at 31 December 2023, 2024 and 2025 and 30 April 2026, and material accounting policy information and other explanatory information (together, the "Historical Financial Information"). The Historical Financial Information set out on pages I-3 to I-70 forms an integral part of this report, which has been prepared for inclusion in the document of the Company dated [**REDACTED**] (the "[**REDACTED**]") in connection with the initial [**REDACTED**] of the shares of the Company on the Main Board of The Stock Exchange of Hong Kong Limited (the "Stock Exchange").

Directors' responsibility for the Historical Financial Information

The directors of the Company are responsible for the preparation of the Historical Financial Information that gives a true and fair view in accordance with the basis of preparation set out in note 2.1 to the Historical Financial Information, and for such internal control as the directors determine is necessary to enable the preparation of the Historical Financial Information that is free from material misstatement, whether due to fraud or error.

Reporting accountants' responsibility

Our responsibility is to express an opinion on the Historical Financial Information and to report our opinion to you. We conducted our work in accordance with Hong Kong Standard on Investment Circular Reporting Engagements 200 *Accountants' Reports on Historical Financial Information in Investment Circulars* as issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA"). This standard requires that we comply with ethical standards and plan and perform our work to obtain reasonable assurance about whether the Historical Financial Information is free from material misstatement.

Our work involved performing procedures to obtain evidence about the amounts and disclosures in the Historical Financial Information. The procedures selected depend on the reporting accountants' judgement, including the assessment of risks of material misstatement of the Historical Financial Information, whether due to fraud or error. In making those risk assessments, the reporting accountants consider internal control relevant to the entity's preparation of the Historical Financial Information that gives a true and fair view in accordance with the basis of preparation set out in note 2.1 to the Historical Financial Information, in order to design procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Our work also included evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors, as well as evaluating the overall presentation of the Historical Financial Information.

We believe that the evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Opinion

In our opinion, the Historical Financial Information gives, for the purposes of the accountants' report, a true and fair view of the financial position of the Group and the Company as at 31 December 2023, 2024 and 2025 and 30 April 2026 and of the financial performance and cash flows of the Group for each of the Relevant Periods in accordance with the basis of preparation set out in note 2.1 to the Historical Financial Information.

Review of interim comparative financial information

We have reviewed the interim comparative financial information of the Group which comprises the consolidated statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the four months ended 30 April 2025 and other explanatory information (the "Interim Comparative Financial Information"). The directors of the Company are responsible for the preparation of the Interim Comparative Financial Information in accordance with the basis of preparation set out in note 2.1 to the Historical Financial Information. Our responsibility is to express a conclusion on the Interim Comparative Financial Information based on our 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* as issued by the HKICPA. A review 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. Based on our review, nothing has come to our attention that causes us to believe that the Interim Comparative Financial Information, for the purposes of the accountants' report, is not prepared, in all material respects, in accordance with the basis of preparation set out in note 2.1 to the Historical Financial Information.

Report on matters under the Rules Governing the Listing of Securities on the Stock Exchange and the Companies (Winding Up and Miscellaneous Provisions) Ordinance

Adjustments

In preparing the Historical Financial Information, no adjustments to the Underlying Financial Statements as defined on page I-3 have been made.

Dividend

We refer to note 11 to the Historical Financial Information which contains information about dividends paid by the Company in respect of the Relevant Periods.

[●]
Certified Public Accountants
Hong Kong
[**REDACTED**]

I HISTORICAL FINANCIAL INFORMATION

Preparation of Historical Financial Information

Set out below is the Historical Financial Information which forms an integral part of this accountants' report.

The financial statements of the Group for the Relevant Periods, on which the Historical Financial Information is based, were audited by Ernst & Young in accordance with Hong Kong Standards on Auditing as issued by the HKICPA (the "Underlying Financial Statements").

The Historical Financial Information is presented in Renminbi ("RMB") and all values are rounded to the nearest thousand (RMB'000) except when otherwise indicated.

CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

		Year ended 31 December			Four months ended 30 April	
	Notes	**2023**	**2024**	**2025**	**2025**	**2026**
		RMB'000	*RMB'000*	*RMB'000*	*RMB'000* (*Unaudited*)	*RMB'000*
REVENUE	*5*	10,757,302	12,659,373	15,308,052	4,533,613	5,341,392
Cost of sales		(8,264,978)	(9,781,688)	(12,003,163)	(3,596,235)	(4,340,192)
Gross profit		2,492,324	2,877,685	3,304,889	937,378	1,001,200
Other income and gains	*5*	202,128	317,888	343,749	173,089	111,739
Selling and marketing expenses		(192,124)	(245,642)	(288,164)	(85,697)	(84,936)
Administrative expenses		(563,044)	(630,669)	(715,267)	(218,191)	(259,508)
Research and development costs		(600,696)	(757,587)	(929,932)	(272,312)	(280,739)
Other expense		(135,833)	(109,138)	(153,336)	(20,073)	(111,517)
Finance costs	*7*	(147,086)	(114,084)	(77,507)	(26,535)	(32,083)
Share of losses of an associate		(8,139)	(18,014)	(20,049)	(6,099)	(6,260)
PROFIT BEFORE TAX	*6*	1,047,530	1,320,439	1,464,383	481,560	337,896
Income tax expense	*10*	(136,501)	(160,231)	(220,365)	(57,275)	(20,977)
PROFIT FOR THE YEAR/PERIOD		911,029	1,160,208	1,244,018	424,285	316,919
OTHER COMPREHENSIVE INCOME						
Other comprehensive income that may be reclassified to profit or loss in subsequent periods:						
Exchange differences:						
Exchange differences on translation of foreign operations		–	1,895	7,420	1,867	(30,969)
Net other comprehensive income that may be reclassified to profit or loss in subsequent periods		–	1,895	7,420	1,867	(30,969)
OTHER COMPREHENSIVE INCOME FOR THE YEAR/PERIOD, NET OF TAX		–	1,895	7,420	1,867	(30,969)
TOTAL COMPREHENSIVE INCOME FOR THE YEAR/PERIOD		911,029	1,162,103	1,251,438	426,152	285,950
Profit attributable to:						
Shareholders of the Company		936,252	1,169,026	1,230,970	419,907	304,671
Non-controlling interests		(25,223)	(8,818)	13,048	4,378	12,248
		911,029	1,160,208	1,244,018	424,285	316,919
Total comprehensive income attributable to:						
Shareholders of the Company		936,252	1,170,921	1,238,390	421,774	273,702
Non-controlling interests		(25,223)	(8,818)	13,048	4,378	12,248
		911,029	1,162,103	1,251,438	426,152	285,950
EARNINGS PER SHARE ATTRIBUTABLE TO ORDINARY SHAREHOLDERS OF THE COMPANY						
Basic (RMB per share)	*12*	1.11	1.34	1.30	0.45	0.31
Diluted (RMB per share)	*12*	1.11	1.34	1.28	0.44	0.31

CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

		As at 31 December			As at 30 April
	Notes	**2023**	**2024**	**2025**	**2026**
		RMB'000	*RMB'000*	*RMB'000*	*RMB'000*
NON-CURRENT ASSETS					
Property, plant and equipment	*13*	7,566,936	8,405,797	10,632,094	11,521,252
Right-of-use assets	*14*	272,091	258,994	265,312	278,290
Intangible assets	*15*	26,514	24,786	19,544	21,738
Investment in an associate	*16*	86,861	100,416	80,367	74,107
Equity investments designated at fair value through other comprehensive income		6,000	6,000	–	–
Financial assets at fair value through profit or loss	*22*	7,000	37,000	40,000	40,000
Deferred tax assets	*18*	224,341	283,273	243,298	239,922
Prepayments, deposits and other receivables	*21*	314,187	675,047	881,072	1,354,055
Total non-current assets		8,503,930	9,791,313	12,161,687	13,529,364
CURRENT ASSETS					
Inventories	*19*	1,364,010	1,742,447	2,515,615	3,216,566
Trade and bills receivables	*20*	3,899,458	4,351,823	4,869,754	4,679,633
Prepayments, deposits and other receivables	*21*	89,109	182,092	322,071	449,438
Financial assets at fair value through profit or loss	*22*	250,000	312,000	182,180	82,624
Debt investments at fair value through other comprehensive income	*23*	836,418	680,431	982,266	978,713
Pledged and restricted deposits	*24*	319,409	345,239	527,137	626,529
Time deposits with original maturity of over three months	*24*	–	–	225,000	–
Cash and cash equivalents	*24*	1,968,398	1,838,432	1,941,199	2,910,922
Total current assets		8,726,802	9,452,464	11,565,222	12,944,425
CURRENT LIABILITIES					
Accounts and bills payables	*25*	3,886,070	4,852,862	6,721,591	6,971,097
Financial liabilities at fair value through profit or loss	*27*	838	–	–	–
Contract liabilities	*28*	7,997	5,795	11,970	30,408
Other payables and accruals	*26*	518,700	661,045	659,527	1,077,724
Convertible bonds	*31*	11,974	4,283	–	–
Interest-bearing bank and other borrowings	*30*	319,706	373,271	592,018	675,009
Lease liabilities	*14*	18,214	11,020	16,747	12,417
Tax payable		68,579	55,949	53,243	19,124
Total current liabilities		4,832,078	5,964,225	8,055,096	8,785,779
NET CURRENT ASSETS		3,894,724	3,488,239	3,510,126	4,158,646
TOTAL ASSETS LESS CURRENT LIABILITIES		12,398,654	13,279,552	15,671,813	17,688,010

	Notes	As at 31 December			As at 30 April
		2023	2024	2025	2026
		RMB'000	*RMB'000*	*RMB'000*	*RMB'000*
NON-CURRENT LIABILITIES					
Convertible bonds	*31*	2,640,361	1,027,889	–	–
Interest-bearing bank and other borrowings	*30*	416,917	284,063	1,863,943	4,123,836
Lease liabilities	*14*	8,323	3,566	11,912	13,350
Deferred income	*29*	228,457	325,539	403,448	400,801
Deferred tax liabilities	*18*	134,376	140,789	122,718	72,478
Total non-current liabilities		3,428,434	1,781,846	2,402,021	4,610,465
Net assets		8,970,220	11,497,706	13,269,792	13,077,545
EQUITY					
Equity attributable to shareholders of the Company					
Share capital	*32*	841,874	932,532	984,812	984,857
Treasury shares	*32*	–	(112,037)	(85,089)	(85,089)
Equity component of convertible bonds		488,025	177,667	–	–
Reserves	*34*	7,447,470	10,315,511	12,172,988	11,968,448
		8,777,369	11,313,673	13,072,711	12,868,216
Non-controlling interests		192,851	184,033	197,081	209,329
Total equity		8,970,220	11,497,706	13,269,792	13,077,545

CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

Year ended 31 December 2023

	Attributable to shareholders of the Company										
	Share capital	Treasury shares	Equity component of convertible bonds	Capital reserve*	Share-based payment reserve*	Special reserve-safety fund*	Statutory surplus reserve*	Retained profits*	Total	Non-controlling interests	Total equity
	RMB'000 *(Note 32)*	*RMB'000* *(Note 32)*	*RMB'000*	*RMB'000* *(Note 34)*	*RMB'000* *(Note 33)*	*RMB'000* *(Note 34)*	*RMB'000* *(Note 34)*	*RMB'000* *(Note 34)*	*RMB'000*	*RMB'000*	*RMB'000*
At 1 January 2023	847,250	(81,635)	310,298	1,802,516	29,381	–	283,207	4,881,360	8,072,377	218,074	8,290,451
Profit and total comprehensive income for the year	–	–	–	–	–	–	–	936,252	936,252	(25,223)	911,029
Dividend declared	–	2,689	–	–	–	–	–	(423,625)	(420,936)	–	(420,936)
Conversion of convertible bonds	2	–	(7)	50	–	–	–	–	45	–	45
Issue of convertible bonds	–	–	177,734	–	–	–	–	–	177,734	–	177,734
Deregistration of forfeited restricted shares	(5,378)	78,946	–	(73,568)	–	–	–	–	–	–	–
Share-based payments	–	–	–	–	11,897	–	–	–	11,897	–	11,897
Transferred from retained profits	–	–	–	–	–	–	36,079	(36,079)	–	–	–
Safety fund provided	–	–	–	–	–	4,873	–	–	4,873	–	4,873
Safety fund used	–	–	–	–	–	(4,873)	–	–	(4,873)	–	(4,873)
At 31 December 2023	841,874	–	488,025	1,728,998	41,278	–	319,286	5,357,908	8,777,369	192,851	8,970,220

Year ended 31 December 2024

	Attributable to shareholders of the Company											
	Share capital	Treasury shares	Equity component of convertible bonds	Capital reserve*	Share-based payment reserve*	Exchange fluctuation reserve*	Special reserve-safety fund*	Statutory surplus reserve*	Retained profits*	Total	Non-controlling interests	Total equity
	RMB'000 *(Note 32)*	*RMB'000* *(Note 32)*	*RMB'000*	*RMB'000* *(Note 34)*	*RMB'000* *(Note 33)*	*RMB'000* *(Note 34)*	*RMB'000* *(Note 34)*	*RMB'000* *(Note 34)*	*RMB'000* *(Note 34)*	*RMB'000*	*RMB'000*	*RMB'000*
At 1 January 2024	841,874	–	488,025	1,728,998	41,278	–	–	319,286	5,357,908	8,777,369	192,851	8,970,220
Profit for the year	–	–	–	–	–	–	–	–	1,169,026	1,169,026	(8,818)	1,160,208
Other comprehensive income for the year:												
Exchange differences on translation of foreign operations	–	–	–	–	–	1,895	–	–	–	1,895	–	1,895
Total comprehensive income for the year	–	–	–	–	–	1,895	–	–	1,169,026	1,170,921	(8,818)	1,162,103
Dividend declared	–	–	–	–	–	–	–	–	(420,937)	(420,937)	–	(420,937)
Conversion of convertible bonds	78,727	–	(310,358)	1,930,860	–	–	–	–	–	1,699,229	–	1,699,229
Issue of restricted shares	12,024	(112,906)	–	100,882	–	–	–	–	–	–	–	–
Deregistration of forfeited restricted shares	(93)	869	–	(776)	–	–	–	–	–	–	–	–
Share-based payments	–	–	–	–	87,091	–	–	–	–	87,091	–	87,091
Transferred from retained profits	–	–	–	–	–	–	–	64,251	(64,251)	–	–	–
Safety fund provided	–	–	–	–	–	–	4,923	–	–	4,923	–	4,923
Safety fund used	–	–	–	–	–	–	(4,923)	–	–	(4,923)	–	(4,923)
At 31 December 2024	932,532	(112,037)	177,667	3,759,964	128,369	1,895	–	383,537	6,041,746	11,313,673	184,033	11,497,706

Year ended 31 December 2025

	Attributable to shareholders of the Company											
	Share capital	Treasury shares	Equity component of convertible bonds	Capital reserve*	Share-based payment reserve*	Exchange fluctuation reserve*	Special reserve-safety fund*	Statutory surplus reserve*	Retained profits*	Total	Non-controlling interests	Total equity
	RMB'000 *(Note 32)*	*RMB'000* *(Note 32)*	*RMB'000*	*RMB'000* *(Note 34)*	*RMB'000* *(Note 33)*	*RMB'000* *(Note 34)*	*RMB'000* *(Note 34)*	*RMB'000* *(Note 34)*	*RMB'000* *(Note 34)*	*RMB'000*	*RMB'000*	*RMB'000*
At 1 January 2025	932,532	(112,037)	177,667	3,759,964	128,369	1,895	–	383,537	6,041,746	11,313,673	184,033	11,497,706
Profit for the year	–	–	–	–	–	–	–	–	1,230,970	1,230,970	13,048	1,244,018
Other comprehensive income for the year:												
Exchange differences on translation of foreign operations	–	–	–	–	–	7,420	–	–	–	7,420	–	7,420
Total comprehensive income for the year	–	–	–	–	–	7,420	–	–	1,230,970	1,238,390	13,048	1,251,438
Dividend declared	–	–	–	–	–	–	–	–	(747,383)	(747,383)	–	(747,383)
Conversion of convertible bonds	48,195	–	(177,667)	1,185,200	–	–	–	–	–	1,055,728	–	1,055,728
Issue of restricted shares	2,130	(19,999)	–	17,869	–	–	–	–	–	–	–	–
Deregistration of forfeited restricted shares	(457)	4,290	–	(3,833)	–	–	–	–	–	–	–	–
Issue of shares upon exercise of share options	2,412	–	–	57,801	(25,181)	–	–	–	–	35,032	–	35,032
Vesting of restricted share	–	42,657	–	73,321	(73,321)	–	–	–	–	42,657	–	42,657
Share-based payments	–	–	–	–	134,044	–	–	–	–	134,044	–	134,044
Transferred from retained profits	–	–	–	–	–	–	–	117,858	(117,858)	–	–	–
Disposal of equity investments at fair value through other comprehensive income	–	–	–	–	–	–	–	–	570	570	–	570
Safety fund provided	–	–	–	–	–	–	5,802	–	–	5,802	–	5,802
Safety fund used	–	–	–	–	–	–	(5,802)	–	–	(5,802)	–	(5,802)
At 31 December 2025	984,812	(85,089)	–	5,090,322	163,911	9,315	–	501,395	6,408,045	13,072,711	197,081	13,269,792

Four months ended 30 April 2025 (Unaudited)

	Attributable to shareholders of the Company											
	Share capital	Treasury shares	Equity component of convertible bonds	Capital reserve	Share-based payment reserve	Exchange fluctuation reserve	Special reserve – safety fund	Statutory surplus reserve	Retained profits	Total	Non-controlling interests	Total equity
	RMB'000 *(Note 32)*	*RMB'000* *(Note 32)*	*RMB'000*	*RMB'000* *(Note 34)*	*RMB'000* *(Note 33)*	*RMB'000* *(Note 34)*	*RMB'000* *(Note 34)*	*RMB'000* *(Note 34)*	*RMB'000* *(Note 34)*	*RMB'000*	*RMB'000*	*RMB'000*
At 1 January 2025	932,532	(112,037)	177,667	3,759,964	128,369	1,895	–	383,537	6,041,746	11,313,673	184,033	11,497,706
Profit for the period	–	–	–	–	–	–	–	–	419,907	419,907	4,378	424,285
Other comprehensive income for the period:												
Exchange differences on translation of foreign operations	–	–	–	–	–	1,867	–	–	–	1,867	–	1,867
Total comprehensive income for the period	–	–	–	–	–	1,867	–	–	419,907	421,774	4,378	426,152
Conversion of convertible bonds	403	–	(1,531)	10,076	–	–	–	–	–	8,948	–	8,948
Deregistration of forfeited restricted shares	(114)	1,072	–	(958)	–	–	–	–	–	–	–	–
Share-based payments	–	–	–	–	52,977	–	–	–	–	52,977	–	52,977
Transferred from retained profits	–	–	–	–	–	–	–	9,117	(9,117)	–	–	–
Safety fund provided	–	–	–	–	–	–	1,343	–	–	1,343	–	1,343
Safety fund used	–	–	–	–	–	–	(1,343)	–	–	(1,343)	–	(1,343)
At 30 April 2025	932,821	(110,965)	176,136	3,769,082	181,346	3,762	–	392,654	6,452,536	11,797,372	188,411	11,985,783

Four months ended 30 April 2026

	Attributable to shareholders of the Company										
	Share capital	Treasury shares	Capital reserve*	Share-based payment reserve*	Exchange fluctuation reserve*	Special reserve – safety fund*	Statutory surplus reserve*	Retained profits*	Total	Non-controlling interests	Total equity
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*
	(Note 32)	*(Note 32)*	*(Note 34)*	*(Note 33)*	*(Note 34)*	*(Note 34)*	*(Note 34)*	*(Note 34)*			
At 1 January 2026	984,812	(85,089)	5,090,322	163,911	9,315	–	501,395	6,408,045	13,072,711	197,081	13,269,792
Profit for the period	–	–	–	–	–	–	–	304,671	304,671	12,248	316,919
Other comprehensive loss for the period:											
Exchange differences on translation of foreign operations	–	–	–	–	(30,969)	–	–	–	(30,969)	–	(30,969)
Total comprehensive (loss)/income for the period	–	–	–	–	(30,969)	–	–	304,671	273,702	12,248	285,950
Dividend declared	–	–	–	–	–	–	–	(541,625)	(541,625)	–	(541,625)
Issue of shares upon exercise of share options	45	–	1,436	(834)	–	–	–	–	647	–	647
Share-based payments	–	–	–	33,290	–	–	–	–	33,290	–	33,290
Deferred tax on share-based payments	–	–	–	29,491	–	–	–	–	29,491	–	29,491
Safety fund provided	–	–	–	–	–	1,979	–	–	1,979	–	1,979
Safety fund used	–	–	–	–	–	(1,979)	–	–	(1,979)	–	(1,979)
At 30 April 2026	984,857	(85,089)	5,091,758	225,858	(21,654)	–	501,395	6,171,091	12,868,216	209,329	13,077,545

* These reserve accounts comprise the consolidated reserves of RMB7,447,470,000, RMB10,315,511,000, RMB12,172,988,000 and RMB11,968,448,000 in the consolidated statements of financial position as at 31 December 2023, 2024 and 2025 and 30 April 2026, respectively.

CONSOLIDATED STATEMENTS OF CASH FLOWS

		Year ended 31 December			Four months ended 30 April	
	Notes	**2023**	**2024**	**2025**	**2025**	**2026**
		RMB'000	*RMB'000*	*RMB'000*	*RMB'000 (Unaudited)*	*RMB'000*
CASH FLOWS FROM OPERATING ACTIVITIES						
Profit before tax		1,047,530	1,320,439	1,464,383	481,560	337,896
Adjustments for:						
Finance costs	7	147,086	114,084	77,507	26,535	32,083
Interest income	5	(31,257)	(48,285)	(41,660)	(8,537)	(12,276)
Foreign exchange differences, net		(14,621)	(48,446)	5,393	(43,451)	25,472
Depreciation of items of property, plant and equipment	13	736,145	777,063	931,736	283,011	372,305
Amortisation of intangible assets	15	12,243	10,105	10,010	3,358	3,490
Depreciation of right-of-use assets	14	27,106	29,463	29,310	7,622	10,775
Losses on disposal of items of property, plant and equipment	6	3,201	8,811	11,048	1,216	1,911
Gains on disposal of land use rights		(238)	–	–	–	–
Losses on disposal of intangible assets	6	–	21	–	–	–
Fair value gains on financial assets at fair value through profit or loss		(9,482)	(6,339)	(153,811)	(59,206)	(80,085)
Fair value losses on derivative financial instruments at fair value through profit or loss	6	52,595	142	–	–	–
Impairment losses/(reversal of impairment) on financial assets	6	7,216	31,869	32,876	(4,096)	(8,497)
Impairment of property, plant and equipment	6	17,857	6,706	2,708	963	174
Write-down of inventories to net realisable value	6	48,249	57,260	65,683	21,460	37,834
Share of losses of an associate	16	8,139	18,014	20,049	6,099	6,260
Share-based payment expenses	33	11,897	87,091	134,044	52,977	33,290
		2,063,666	2,357,998	2,589,276	769,511	760,632
Increase in inventories		(36,757)	(435,697)	(838,851)	(271,521)	(738,785)
(Increase)/decrease in trade and bills receivables		(192,680)	(488,701)	(547,739)	127,525	189,831
Decrease/(increase) in prepayments, deposits and other receivables		5,011	(85,561)	(121,441)	1,093	(112,015)
(Increase)/decrease in debt investments at fair value through other comprehensive income		(127,845)	155,987	(301,835)	(469,712)	3,553
Increase in accounts and bills payables		418,787	792,732	1,278,498	596,652	397,105

		Year ended 31 December			Four months ended 30 April	
	Notes	**2023**	**2024**	**2025**	**2025**	**2026**
		RMB'000	*RMB'000*	*RMB'000*	*RMB'000 (Unaudited)*	*RMB'000*
Increase/(decrease) in other payables and accruals		72,683	79,230	(53,966)	(62,806)	52,344
Increase/(decrease) in contract liabilities		5,509	(2,202)	6,175	6,146	18,438
Increase/(decrease) in deferred income		58,555	97,082	77,909	626	(2,647)
Cash generated from operations		2,266,929	2,470,868	2,088,026	697,514	568,456
Interest received		31,257	48,285	41,660	8,537	10,701
Income taxes paid		(182,695)	(229,524)	(198,461)	(102,175)	(85,768)
Net cash flows from operating activities		2,115,491	2,289,629	1,931,225	603,876	493,389
CASH FLOWS FROM INVESTING ACTIVITIES						
Proceeds from disposal of items of property, plant and equipment		447	7,995	18,378	5,440	5,587
Purchase of items of property, plant and equipment		(1,427,883)	(1,830,997)	(2,762,785)	(731,408)	(2,071,706)
Purchase of intangible assets		(6,235)	(8,835)	(4,767)	(1,155)	(6,423)
Acquisition of land use rights		(28,416)	(6,705)	–	–	(18,808)
Proceeds from disposal of land use rights		3,421	–	–	–	–
Instalment payments of the acquisition payables		(47,500)	(47,500)	–	–	–
Purchase of shareholding in an associate		(95,000)	(31,569)	–	–	–
Proceeds from disposal of equity investments designated at fair value through other comprehensive income		–	–	6,600	–	–
Dividends received from listed investments		–	–	702	–	–
Purchases of financial assets at fair value through profit or loss		(3,840,000)	(3,492,000)	(742,700)	(567,000)	(4,421)
Maturity or disposal of financial assets at fair value through profit or loss		3,590,000	3,400,000	1,016,000	856,000	15,334
Investment income from financial assets at fair value through profit or loss		9,527	7,206	1,728	1,491	174,172
Investment losses from derivative financial instruments		(31,898)	(980)	–	–	–
Purchases of time deposits with original maturity of over three months		–	–	(625,000)	(400,000)	–
Proceeds from maturity of time deposits with original maturity of over three months		–	–	404,100	–	226,575
Net cash flows used in investing activities		(1,873,537)	(2,003,385)	(2,687,744)	(836,632)	(1,679,690)

	Notes	Year ended 31 December			Four months ended 30 April	
		2023	2024	2025	2025	2026
		RMB'000	*RMB'000*	*RMB'000*	*RMB'000 (Unaudited)*	*RMB'000*
CASH FLOWS FROM FINANCING ACTIVITIES						
Proceeds from issue of convertible bonds		1,139,615	–	–	–	–
Redemption of convertible bonds		–	(2,533)	(889)	–	–
Proceeds from issue of restricted shares		–	112,907	55,032	19,999	647
Repurchase and cancellation of forfeited restricted shares		(85,463)	(870)	(4,324)	(1,081)	–
New bank and other borrowings		192,785	498,484	2,188,355	727,492	2,683,910
Repayment of bank and other borrowings		(210,965)	(574,299)	(372,968)	(129,940)	(342,355)
Interest paid		(46,714)	(29,114)	(50,629)	(12,795)	(22,160)
Dividends paid		(423,625)	(420,937)	(740,438)	–	–
Payment of [**REDACTED**] expenses		–	–	(7,983)	–	(12,277)
Payment of lease liabilities		(20,067)	(22,461)	(22,210)	(5,119)	(8,143)
(Increase)/decrease in pledged and restricted deposits		(109,298)	(25,830)	(181,898)	28,068	(99,392)
Net cash flows from/(used in) financing activities		436,268	(464,653)	862,048	626,624	2,200,230
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS		678,222	(178,409)	105,529	393,868	1,013,929
Cash and cash equivalents at beginning of year/period		1,275,555	1,968,398	1,838,432	1,838,432	1,941,199
Effect of foreign exchange rate changes, net		14,621	48,443	(2,762)	21,258	(44,206)
CASH AND CASH EQUIVALENTS AT END OF YEAR/PERIOD		1,968,398	1,838,432	1,941,199	2,253,558	2,910,922
ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS						
Cash and bank balances	*24*	2,287,807	2,183,671	2,693,336	2,970,729	3,537,451
Less: Pledged and restricted deposits	*24*	319,409	345,239	527,137	317,171	626,529
Time deposits with original maturity of over three months	*24*	–	–	225,000	400,000	–
Cash and cash equivalents as stated in the consolidated statements of financial position and the consolidated statements of cash flows	*24*	1,968,398	1,838,432	1,941,199	2,253,558	2,910,922

STATEMENTS OF FINANCIAL POSITION OF THE COMPANY

		As at 31 December			As at 30 April
	Notes	**2023**	**2024**	**2025**	**2026**
		RMB'000	*RMB'000*	*RMB'000*	*RMB'000*
NON-CURRENT ASSETS					
Property, plant and equipment	*13*	686,615	888,751	1,364,666	1,442,035
Right-of-use assets		136,696	115,423	118,527	115,131
Intangible assets	*15*	12,764	10,187	8,581	9,915
Investment in an associate	*16*	86,861	100,416	80,367	74,107
Investments in subsidiaries	*17*	5,526,438	6,063,313	6,160,676	6,262,924
Deferred tax assets	*18*	31,879	51,120	–	10,236
Prepayments, deposits and other receivables	*21*	13,260	117,428	86,449	50,010
Total non-current assets		6,494,513	7,346,638	7,819,266	7,964,358
CURRENT ASSETS					
Inventories	*19*	229,960	329,985	453,443	495,562
Trade and bills receivables	*20*	2,636,553	3,057,266	3,239,197	3,018,556
Prepayments, deposits and other receivables	*21*	304,108	981,989	1,567,103	1,834,394
Financial assets at fair value through profit or loss	*22*	250,000	270,000	182,180	82,624
Debt investments at fair value through other comprehensive income	*23*	165,315	231,977	305,665	297,002
Pledged and restricted deposits	*24*	53,621	46,052	46,976	78,172
Time deposits with original maturity of over three months	*24*	–	–	225,000	–
Cash and cash equivalents	*24*	1,146,160	843,630	338,752	1,022,436
Total current assets		4,785,717	5,760,899	6,358,316	6,828,746
CURRENT LIABILITIES					
Accounts and bills payables	*25*	4,159,722	5,367,790	5,039,915	4,114,556
Financial liabilities at fair value through profit or loss	*27*	583	–	–	–
Contract liabilities	*28*	1,573	1,483	4,792	12,372
Other payables and accruals	*26*	172,614	351,244	350,876	839,613
Convertible bonds	*31*	11,974	4,283	–	–
Interest-bearing bank and other borrowings	*30*	81,607	139,788	218,276	347,649
Lease liabilities		18,214	9,671	13,257	9,119
Tax payable		–	11,813	–	–
Total current liabilities		4,446,287	5,886,072	5,627,116	5,323,309
NET CURRENT ASSETS/(LIABILITIES)		339,430	(125,173)	731,200	1,505,437
TOTAL ASSETS LESS CURRENT LIABILITIES		6,833,943	7,221,465	8,550,466	9,469,795

		As at 31 December			As at 30 April
	Notes	**2023**	**2024**	**2025**	**2026**
		RMB'000	*RMB'000*	*RMB'000*	*RMB'000*
NON-CURRENT LIABILITIES					
Convertible bonds	*31*	2,640,361	1,027,889	–	–
Interest-bearing bank and other borrowings	*30*	98,064	90,374	751,393	1,322,333
Lease liabilities		8,322	–	3,687	6,103
Deferred income	*29*	37,940	48,072	66,752	64,198
Deferred tax liabilities	*18*	30,980	28,956	3,799	–
Total non-current liabilities		2,815,667	1,195,291	825,631	1,392,634
Net assets		4,018,276	6,026,174	7,724,835	8,077,161
EQUITY					
Share capital	*32*	841,874	932,532	984,812	984,857
Treasury shares	*32*	–	(112,037)	(85,089)	(85,089)
Equity component of convertible bonds		488,025	177,667	–	–
Reserves	*34*	2,688,377	5,028,012	6,825,112	7,177,393
Total equity		4,018,276	6,026,174	7,724,835	8,077,161

II NOTES TO THE HISTORICAL FINANCIAL INFORMATION

1. CORPORATE INFORMATION

Shenzhen Kinwong Electronic Co., Ltd. (深圳市景旺電子股份有限公司) (the "Company") was a joint stock company with limited liability established in the People's Republic of China ("PRC") on 9 March 1993. With the approval of the China Securities Regulatory Commission, the Company completed its initial public offering and was listed on the main board of the Shanghai Stock Exchange (stock code: 603228) in January 2017. The registered office of the Company is located at 166 Tiegang Shuiku Road, Xixiang Subdistrict, Bao'an District, Shenzhen, PRC.

During the Relevant Periods and the four months ended 30 April 2025, the Company and its subsidiaries (collectively referred to as the "Group") were principally engaged in the manufacture and sale of printed circuit boards ("PCB").

As at 30 April 2026, the Company had direct and indirect interests in its subsidiaries, all of which are private limited liability companies, the particulars of which are set out below:

Name	Place and date of incorporation/ registration and place of operations	Nominal value of issued ordinary/ registered share capital	Percentage of equity attributable to the Company		Principal activities
			Direct	Indirect	
			%	%	
Kinwong Electronic Technology (Longchuan) Co., Ltd.* ("景旺電子科技(龍川)有限公司") *(note (a))*	PRC/Chinese mainland 13 June 2006	USD37,000,000	75	25	Research and development, manufacturing and sales of PCB products
Longchuan Kinwong Electronic Materials Co., Ltd.* ("龍川景旺金屬基複合材料有限公司") *(note (b))*	PRC/Chinese mainland 27 August 2010	RMB5,000,000	–	100	Manufacture of PCB products
Longchuan ZongDe Electronic Technology Co., Ltd.* ("龍川宗德電子科技有限公司") *(note (b))*	PRC/Chinese mainland 24 May 2010	RMB30,000,000	–	100	Self own properties management
Jiangxi Kinwong Precision Circuit Co., Ltd.* ("江西景旺精密電路有限公司") *(note (a))*	PRC/Chinese mainland 22 September 2011	RMB800,000,000	100	–	Research and development, manufacturing and sales of PCB products
Kinwong Electronic (Hong Kong) Limited *(note (c))*	Hong Kong 24 February 2011	USD12,664,000	100	–	Sales of PCB products
Kinwong Electronic Europe Gmbh *(note (b))*	Germany 16 January 2015	EUR50,000	–	100	Sales of PCB products
Kinwong Electronic USA, Inc. *(note (b))*	United States 13 May 2019	USD200,000	–	100	Sales of PCB products
Kinwong Electronics Japan Co., Ltd. *(note (b))*	Japan 17 September 2019	JPY8,000,000	–	100	Sales of PCB products
Kinwong Electronic Technology (Zhuhai) Co., Ltd.* ("景旺電子科技(珠海)有限公司") *(note (a))*	PRC/Chinese mainland 21 August 2017	RMB3,000,000,000	100	–	Research and development, manufacturing, and sales of PCB products
Zhuhai Kinwong Flexible Circuit Co., Ltd.* ("珠海景旺柔性電路有限公司") *(note (a))*	PRC/Chinese mainland 19 April 2004	RMB650,000,000	51	–	Research and development, manufacturing and sales of PCB products
Zhuhai Kinwong Investment Co., Ltd.* ("珠海景旺投資有限公司") *(note (b))*	PRC/Chinese mainland 13 February 2018	RMB30,000,000	100	–	Investment
Jishui Jinghong Yongchang Enterprise Management Co., Ltd.* ("吉水縣景鴻永昶企業管理有限公司") *(note (b))*	PRC/Chinese mainland 7 March 2018	RMB2,000,000	–	100	Self own properties management
Shenzhen Jingjia Semiconductor Co., Ltd.* ("深圳市景嘉半導體有限公司") *(note (b))*	PRC/Chinese mainland 17 December 2021	RMB10,000,000	100	–	Sales of PCB products
Kinwong Electronic Technology (Ganzhou) Co., Ltd.* ("景旺電子科技(贛州)有限公司") *(note (a))*	PRC/Chinese mainland 20 February 2023	RMB700,000,000	100	–	Manufacture of PCB products

Name	Place and date of incorporation/ registration and place of operations	Nominal value of issued ordinary/ registered share capital	Percentage of equity attributable to the Company		Principal activities
			Direct	Indirect	
			%	%	
Kinwong Electronic (Singapore) Pte. Ltd. *(note (b))*	Singapore 25 August 2023	SGD18,100,000	–	100	Sales of PCB products
Kinwong Electronic (Thailand) Co., Ltd. *(note (b))*	Thailand 24 October 2023	THB1,320,000,000	–	100	Manufacturing and sales of PCB products
Shenzhen Jinghong Ruixun Electronics Co., Ltd.* ("深圳市景弘瑞訊電子有限公司") *(note (b))*	PRC/Chinese mainland 23 February 2024	RMB10,000,000	100	–	Manufacture of PCB products
Ji'an Kinwong Technical Service Co., Ltd. * ("吉安市景旺技術服務有限公司") *(note (b))*	PRC/Chinese mainland 22 October, 2025	RMB2,000,000	–	100	Information technology consulting services

* The English names of the above companies registered in the PRC represent the best efforts made by the directors of the Company in directly translating the Chinese names of these companies as no English names have been registered.

Notes:

(a) The statutory financial statements of these entities for the years ended 31 December 2023, 2024 and 2025 prepared under China Accounting Standards for Business Enterprises ("CAS") were audited by Baker Tilly International Certified Public Accountants LLP ("天職國際會計師事務所(特殊普通合夥)"), certified public accountants registered in the PRC.

(b) No audited financial statements have been prepared for these entities for the years ended 31 December 2023, 2024 and 2025.

(c) The statutory financial statements of this entity for the years ended 31 December 2023, 2024 and 2025 prepared under HKFRS Accounting Standards were audited by Shine Wise & Co., certified public accountants registered in Hong Kong.

2.1 BASIS OF PREPARATION

The Historical Financial Information has been prepared in accordance with IFRS Accounting Standards, which comprise all standards and interpretations approved by the International Accounting Standards Board ("IASB"). All IFRS Accounting Standards effective for the accounting period commencing from 1 January 2026, together with the relevant transitional provisions, have been early adopted by the Group in the preparation of the Historical Financial Information throughout the Relevant Periods.

The Historical Financial Information has been prepared under the historical cost convention, except for certain financial instruments which have been measured at fair value.

Basis of consolidation

The Historical Financial Information include the financial statements of the Group for the Relevant Periods. A subsidiary is an entity, directly or indirectly, controlled by the Company. Control is achieved when the Group is exposed, or has rights, to variable returns from its involvement with the investee and has the ability to affect those returns through its power over the investee (i.e., existing rights that give the Group the current ability to direct the relevant activities of the investee).

Generally, there is a presumption that a majority of voting rights results in control. When the Company has less than a majority of the voting or similar rights of an investee, the Group considers all relevant facts and circumstances in assessing whether it has power over an investee, including:

(a) the contractual arrangement with the other vote holders of the investee;

(b) rights arising from other contractual arrangements; and

(c) the Group's voting rights and potential voting rights.

The financial statements of the subsidiaries are prepared for the same reporting period as the Company, using consistent accounting policies. The results of subsidiaries are consolidated from the date on which the Group obtains control, and continue to be consolidated until the date that such control ceases.

Profit or loss and each component of other comprehensive income are attributed to the shareholders of the Group and to the non-controlling interests, even if this results in the non-controlling interests having a deficit balance. All intra-group assets and liabilities, equity, income, expenses and cash flows relating to transactions between members of the Group are eliminated in full on consolidation.

The Group reassesses whether or not it controls an investee if facts and circumstances indicate that there are changes to one or more of the three elements of control described above. A change in the ownership interest of a subsidiary, without a loss of control, is accounted for as an equity transaction.

If the Group loses control over a subsidiary, it derecognises the related assets (including goodwill), liabilities, any non-controlling interest and the foreign currency translation reserve; and recognises the fair value of any investment retained and any resulting surplus or deficit in profit or loss. The Group's share of components previously recognised in other comprehensive income is reclassified to profit or loss or retained profits, as appropriate, on the same basis as would be required if the Group had directly disposed of the related assets or liabilities.

2.2 ISSUED BUT NOT YET EFFECTIVE IFRS ACCOUNTING STANDARDS

The Group has not applied the following new and amended IFRS Accounting Standards, that have been issued but are not yet effective, in the Historical Financial Information. The Group intends to apply these new and amended IFRS Accounting Standards, if applicable, when they become effective.

IFRS 18	*Presentation and Disclosure in Financial Statements*[1]
IFRS 19 and its amendments	*Subsidiaries without Public Accountability: Disclosures*[1]
Amendments to IFRS 10 and IAS 28	*Sale or Contribution of Assets between an Investor and its Associate or Joint Venture*[2]
Amendments to IAS 21	*Translation to a Hyperinflationary Presentation Currency*[1]

1 Effective for annual/reporting periods beginning on or after 1 January 2027

2 No mandatory effective date yet determined but available for adoption

The Group is in the process of making a detailed assessment of the impact of these new and amended IFRS Accounting Standards upon initial application. So far, the Group considers that these new and amended IFRS Accounting Standards, except for IFRS 18, may result in changes in certain accounting policies but are unlikely to have a significant impact on the Group's financial performance and financial position in the period of initial application. The application of IFRS 18 is not expected to have material impact on the consolidated statements of financial position but is expected to affect the presentation of the consolidated statements of profit or loss and other comprehensive income and the consolidated statements of cash flows and disclosures in the future financial information. The Group will continue to assess the impact of IFRS 18 on the Group's financial information.

2.3 MATERIAL ACCOUNTING POLICY INFORMATION

Investment in an associate

An associate is an entity in which the Group has a long-term interest of generally not less than 20% of the equity voting rights and over which it has significant influence. Significant influence is the power to participate in the financial and operating policy decisions of the investee, but is not control or joint control over those policies.

The Group's investment in an associate is stated in the consolidated statement of financial position at the Group's share of net assets under the equity method of accounting, less any impairment losses.

The Group's share of the post-acquisition results and other comprehensive income of the associate is included in the consolidated statement of profit or loss and other comprehensive income, respectively. In addition, when there has been a change recognised directly in the equity of the associate, the Group recognises its share of any changes, when applicable, in the consolidated statement of changes in equity. Unrealised gains and losses resulting from transactions between the Group and its associate are eliminated to the extent of the Group's investments in the associate, except where unrealised losses provide evidence of an impairment of the assets transferred. Goodwill arising from the acquisition of an associate is included as part of the Group's investment in an associate.

Upon loss of significant influence over the associate, the Group measures and recognises any retained investment at its fair value. Any difference between the carrying amount of the associate upon loss of significant influence or joint control and the fair value of the retained investment and proceeds from disposal is recognised in profit or loss.

Fair value measurement

The Group measures its financial instruments at fair value at the end of each reporting period. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either in the principal market for the asset or liability, or in the absence of a principal market, in the most advantageous market for the asset or liability. The principal or the most advantageous market must be accessible by the Group. The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest.

A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

The Group uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximising the use of relevant observable inputs and minimising the use of unobservable inputs.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

Level 1 – based on quoted prices (unadjusted) in active markets for identical assets or liabilities

Level 2 – based on valuation techniques for which the lowest level input that is significant to the fair value measurement is observable, either directly or indirectly

Level 3 – based on valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable

For assets and liabilities that are recognised in the financial statements on a recurring basis, the Group determines whether transfers have occurred between levels in the hierarchy by reassessing categorisation (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

Impairment of non-financial assets

Where an indication of impairment exists, or when annual impairment testing for an asset is required (other than inventories, deferred tax assets and financial assets), the asset's recoverable amount is estimated. An asset's recoverable amount is the higher of the asset's or cash-generating unit's value in use and its fair value less costs of disposal, and is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or groups of assets, in which case the recoverable amount is determined for the cash-generating unit to which the asset belongs.

An impairment loss is recognised only if the carrying amount of an asset exceeds its recoverable amount. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. An impairment loss is charged to profit or loss in the period in which it arises in those expense categories consistent with the function of the impaired asset.

An assessment is made at the end of each reporting period as to whether there is an indication that previously recognised impairment losses may no longer exist or may have decreased. If such an indication exists, the recoverable amount is estimated. A previously recognised impairment loss of an asset other than goodwill is reversed only if there has been a change in the estimates used to determine the recoverable amount of that asset, but not to an amount higher than the carrying amount that would have been determined (net of any depreciation/amortisation) had no impairment loss been recognised for the asset in prior years. A reversal of such an impairment loss is credited to profit or loss in the period in which it arises.

Related parties

A party is considered to be related to the Group if:

(a) the party is a person or a close member of that person's family and that person:

(i) has control or joint control over the Group;

(ii) has significant influence over the Group; or

(iii) is a member of the key management personnel of the Group or of a parent of the Group;

or

(b) the party is an entity where any of the following conditions applies:

(i) the entity and the Group are members of the same group;

(ii) one entity is an associate or joint venture of the other entity (or of a parent, subsidiary or subsidiary of the other entity);

(iii) the entity and the Group are joint ventures of the same third party;

(iv) one entity is a joint venture of a third entity and the other entity is an associate of the third entity;

(v) the entity is a post-employment benefit plan for the benefit of employees of either the Group or an entity related to the Group;

(vi) the entity is controlled or jointly controlled by a person identified in (a);

(vii) a person identified in (a)(i) has significant influence over the entity or is a member of the key management personnel of the entity (or of a parent of the entity); and

(viii) the entity, or any member of a group of which it is a part, provides key management personnel services to the Group or to the parent of the Group.

Property, plant and equipment and depreciation

Property, plant and equipment, other than construction in progress, are stated at cost less accumulated depreciation and any impairment losses. The cost of an item of property, plant and equipment comprises its purchase price and any directly attributable costs of bringing the asset to its working condition and location for its intended use.

Expenditure incurred after items of property, plant and equipment have been put into operation, such as repairs and maintenance, is normally charged to profit or loss in the period in which it is incurred. In situations where the recognition criteria are satisfied, the expenditure for a major inspection is capitalised in the carrying amount of the asset as a replacement. Where significant parts of property, plant and equipment are required to be replaced at intervals, the Group recognises such parts as individual assets with specific useful lives and depreciates them accordingly.

Depreciation is calculated on the straight-line basis to write off the cost of each item of property, plant and equipment to its residual value over its estimated useful life. The principal annual rates used for this purpose are as follows:

Freehold land	Not depreciated as the freehold land has unlimited useful life
Buildings	1.80% to 18.00%
Machinery	9.00% to 18.00%
Renovation and leasehold improvements	10.00% to 66.67%
Others	9.00% to 18.00%

Where parts of an item of property, plant and equipment have different useful lives, the cost of that item is allocated on a reasonable basis among the parts and each part is depreciated separately. Residual values, useful lives and the depreciation methods are reviewed, and adjusted if appropriate, at least at each financial year end.

An item of property, plant and equipment including any significant part initially recognised is derecognised upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss on disposal or retirement recognised in profit or loss in the year the asset is derecognised is the difference between the net sales proceeds and the carrying amount of the relevant asset.

Construction in progress is stated at cost less any impairment losses, and is not depreciated. It is reclassified to the appropriate category of property, plant and equipment when completed and ready for use.

Intangible assets (other than goodwill)

Intangible assets acquired separately are measured on initial recognition at cost. The cost of intangible assets acquired in a business combination is the fair value at the date of acquisition. The useful lives of intangible assets are assessed to be either finite or indefinite. Intangible assets with finite lives are subsequently amortised over the useful economic life and assessed for impairment whenever there is an indication that the intangible assets may be impaired. The amortisation period and the amortisation method for intangible assets with a finite useful life are reviewed at least at each financial year end.

Software	5 years

The estimated useful lives of intangible assets are determined by considering the period of the economic benefits to the Group or the periods of validity of intangible assets protected by the relevant laws, as well as by referring to the industry practice.

Research and development costs

All research costs are charged to profit or loss as incurred.

Expenditure incurred on projects to develop new products is capitalised and deferred only when the Group can demonstrate the technical feasibility of completing the intangible asset so that it will be available for use or sale, its intention to complete and its ability to use or sell the asset, how the asset will generate future economic benefits, the availability of resources to complete the project and the ability to measure reliably the expenditure during the development. Product development expenditure which does not meet these criteria is expensed when incurred.

Leases

The Group assesses at contract inception whether a contract is, or contains, a lease. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

Group as a lessee

The Group applies a single recognition and measurement approach for all leases, except for short-term leases and leases of low-value assets. The Group recognises lease liabilities to make lease payments and right-of-use assets representing the right to use the underlying assets.

(a) Right-of-use assets

Right-of-use assets are recognised at the commencement date of the lease (that is the date the underlying asset is available for use). Right-of-use assets are measured at cost, less accumulated depreciation and any impairment losses, and adjusted for any remeasurement of lease liabilities. The cost of right-of-use assets includes the amount of lease liabilities recognised, initial direct costs incurred, and lease payments made at or before the commencement date less any lease incentives received. Right-of-use assets are depreciated on a straight-line basis over the shorter of the lease terms and the estimated useful lives of the assets as follows:

Buildings	2 to 10 years
Land use rights	30 to 50 years

If ownership of the leased asset transfers to the Group by the end of the lease term or the cost reflects the exercise of a purchase option, depreciation is calculated using the estimated useful life of the asset.

(b) Lease liabilities

Lease liabilities are recognised at the commencement date of the lease at the present value of lease payments to be made over the lease term. The lease payments include fixed payments (including in-substance fixed payments) less any lease incentives receivable, variable lease payments that depend on an index or a rate, and amounts expected to be paid under residual value guarantees. The lease payments also include the exercise price of a purchase option reasonably certain to be exercised by the Group and payments of penalties for termination of a lease, if the lease term reflects the Group exercising the option to terminate the lease. The variable lease payments that do not depend on an index or a rate are recognised as an expense in the period in which the event or condition that triggers the payment occurs.

In calculating the present value of lease payments, the Group uses its incremental borrowing rate at the lease commencement date because the interest rate implicit in the lease is not readily determinable. After the commencement date, the amount of lease liabilities is increased to reflect the accretion of interest and reduced for the lease payments made. In addition, the carrying amount of lease liabilities is remeasured if there is a modification, a change in the lease term, a change in lease payments (e.g., a change to future lease payments resulting from a change in an index or rate) or a change in assessment of an option to purchase the underlying asset.

(c) Short-term leases

The Group applies the short-term lease recognition exemption to its short-term leases of buildings (that is those leases that have a lease term of 12 months or less from the commencement date and do not contain a purchase option).

Lease payments on short-term leases are recognised as an expense on a straight-line basis over the lease term.

Group as a lessor

When the Group acts as a lessor, it classifies at lease inception (or when there is a lease modification) each of its leases as either an operating lease or a finance lease.

Leases in which the Group does not transfer substantially all the risks and rewards incidental to ownership of an asset are classified as operating leases. When a contract contains lease and non-lease components, the Group allocates the consideration in the contract to each component on a relative stand-alone selling price basis. Rental income is accounted for on a straight-line basis over the lease term and is included in revenue in profit or loss due to its operating nature. Initial direct costs incurred in negotiating and arranging an operating lease are added to the carrying amount of the leased asset and recognised over the lease term on the same basis as rental income. Contingent rents are recognised as revenue in the period in which they are earned.

Leases that transfer substantially all the risks and rewards incidental to ownership of an underlying asset to the lessee are accounted for as finance leases.

Investments and other financial assets

Initial recognition and measurement

Financial assets are classified, at initial recognition, as subsequently measured at amortised cost, fair value through other comprehensive income, and fair value through profit or loss.

The classification of financial assets at initial recognition depends on the financial asset's contractual cash flow characteristics and the Group's business model for managing them. With the exception of trade receivables that do not contain a significant financing component or for which the Group has applied the practical expedient of not adjusting the effect of a significant financing component, the Group initially measures a financial asset at its fair value, plus in the case of a financial asset not at fair value through profit or loss, transaction costs. Trade receivables that do not contain a significant financing component or for which the Group has applied the practical expedient are measured at the transaction price determined under IFRS 15 in accordance with the policies set out for "Revenue recognition" below.

In order for a financial asset to be classified and measured at amortised cost or fair value through other comprehensive income, it needs to give rise to cash flows that are solely payments of principal and interest ("SPPI") on the principal amount outstanding. Financial assets with cash flows that are not SPPI are classified and measured at fair value through profit or loss, irrespective of the business model.

The Group's business model for managing financial assets refers to how it manages its financial assets in order to generate cash flows. The business model determines whether cash flows will result from collecting contractual cash flows, selling the financial assets, or both. Financial assets classified and measured at amortised cost are held within a business model with the objective to hold financial assets in order to collect contractual cash flows, while financial assets classified and measured at fair value through other comprehensive income are held within a business model with the objective of both holding to collect contractual cash flows and selling. Financial assets which are not held within the aforementioned business models are classified and measured at fair value through profit or loss.

Purchases or sales of financial assets that require delivery of assets within the period generally established by regulation or convention in the marketplace are recognised on the trade date, that is, the date that the Group commits to purchase or sell the asset.

Subsequent measurement

The subsequent measurement of financial assets depends on their classification as follows:

Financial assets at amortised cost (debt instruments)

Financial assets at amortised cost are subsequently measured using the effective interest method and are subject to impairment. Gains and losses are recognised in profit or loss when the asset is derecognised, modified or impaired.

Debt investments at fair value through other comprehensive income

For debt investments at fair value through other comprehensive income, interest income, foreign exchange revaluation and impairment losses or reversals are recognised in profit or loss and computed in the same manner as for financial assets measured at amortised cost. The remaining fair value changes are recognised in other comprehensive income. Upon derecognition, the cumulative fair value change recognised in other comprehensive income is recycled to profit or loss.

Financial assets designated at fair value through other comprehensive income (equity investments)

Upon initial recognition, the Group can elect to classify irrevocably its equity investments as equity investments designated at fair value through other comprehensive income when they meet the definition of equity under IAS 32 *Financial Instruments: Presentation* and are not held for trading. The classification is determined on an instrument-by-instrument basis.

Gains and losses on these financial assets are never recycled to profit or loss. Dividends are recognised as other income in profit or loss when the right of payment has been established, except when the Group benefits from such proceeds as a recovery of part of the cost of the financial asset, in which case, such gains are recorded in other comprehensive income. Equity investments designated at fair value through other comprehensive income are not subject to impairment assessment.

Financial assets at fair value through profit or loss

Financial assets at fair value through profit or loss are carried in the statement of financial position at fair value with net changes in fair value recognised in profit or loss.

This category includes derivative instruments and equity investments which the Group had not irrevocably elected to classify at fair value through other comprehensive income. Dividends on the equity investments are also recognised as other income in profit or loss when the right of payment has been established.

Derecognition of financial assets

A financial asset (or, where applicable, a part of a financial asset or part of a group of similar financial assets) is primarily derecognised (i.e., removed from the Group's consolidated statement of financial position) when:

- the rights to receive cash flows from the asset have expired; or
- the Group has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a "pass-through" arrangement; and either (a) the Group has transferred substantially all the risks and rewards of the asset, or (b) the Group has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

When the Group has transferred its rights to receive cash flows from an asset or has entered into a pass-through arrangement, it evaluates if, and to what extent, it has retained the risk and rewards of ownership of the asset. When it has neither transferred nor retained substantially all the risks and rewards of the asset, nor transferred control of the asset, the Group continues to recognise the transferred asset to the extent of its continuing involvement. In that case, the Group also recognises an associated liability. The transferred asset and the associated liability are measured on a basis that reflects the rights and obligations that the Group has retained.

Impairment of financial assets

The Group recognises an allowance for expected credit losses ("ECLs") for all debt instruments not held at fair value through profit or loss ("FVTPL"). ECLs are based on the difference between the contractual cash flows due in accordance with the contract and all the cash flows that the Group expects to receive, discounted at an approximation of the original effective interest rate. The expected cash flows will include cash flows from the sale of collateral held or other credit enhancements that are integral to the contractual terms.

General approach

ECLs are recognised in two stages. For credit exposures for which there has not been a significant increase in credit risk since initial recognition, ECLs are provided for credit losses that result from default events that are possible within the next 12 months (a 12-month ECL). For those credit exposures for which there has been a significant increase in credit risk since initial recognition, a loss allowance is required for credit losses expected over the remaining life of the exposure, irrespective of the timing of the default (a lifetime ECL).

At each reporting date, the Group assesses whether the credit risk on a financial instrument has increased significantly since initial recognition. When making the assessment, the Group compares the risk of a default occurring on the financial instrument as at the reporting date with the risk of a default occurring on the financial instrument as at the date of initial recognition and considers reasonable and supportable information that is available without undue cost or effort, including historical and forward-looking information. The Group considers that there has been a significant increase in credit risk when contractual payments are overdue more than 30 days.

The Group considers a financial asset in default when contractual payments are 90 days past due. However, in certain cases, the Group may also consider a financial asset to be in default when internal or external information indicates that the Group is unlikely to receive the outstanding contractual amounts in full before taking into account any credit enhancements held by the Group.

A financial asset is written off when there is no reasonable expectation of recovering the contractual cash flows.

Debt investments at fair value through other comprehensive income and financial assets at amortised cost are subject to impairment under the general approach and they are classified within the following stages for measurement of ECLs except for trade and bills receivables which apply the simplified approach as detailed below.

Stage 1 – Financial instruments for which credit risk has not increased significantly since initial recognition and for which the loss allowance is measured at an amount equal to 12-month ECLs

Stage 2 – Financial instruments for which credit risk has increased significantly since initial recognition but that are not credit-impaired financial assets and for which the loss allowance is measured at an amount equal to lifetime ECLs

Stage 3 – Financial assets that are credit-impaired at the reporting date (but that are not purchased or originated credit-impaired) and for which the loss allowance is measured at an amount equal to lifetime ECLs

Simplified approach

For trade and bills receivables that do not contain a significant financing component or when the Group applies the practical expedient of not adjusting the effect of a significant financing component, the Group applies the simplified approach in calculating ECLs. Under the simplified approach, the Group does not track changes in credit risk, but instead recognises a loss allowance based on lifetime ECLs at each reporting date. The Group has established a provision matrix that is based on its historical credit loss experience, adjusted for forward-looking factors specific to the debtors and the economic environment.

Financial liabilities

Initial recognition and measurement

Financial liabilities are classified, at initial recognition, as loans and borrowings, or payables, as appropriate.

All financial liabilities are recognised initially at fair value and, in the case of loans and borrowings and payables, net of directly attributable transaction costs.

The Group's financial liabilities include accounts and bills payables, other payables and accruals, interest-bearing bank and other borrowings.

Subsequent measurement

The subsequent measurement of financial liabilities depends on their classification as follows:

Financial liabilities at amortised cost (Accounts and bills payables, other payables and accruals, interest-bearing bank and other borrowings)

After initial recognition, accounts and bills payables, other payables and accruals, interest-bearing bank and other borrowings are subsequently measured at amortised cost, using the effective interest rate method unless the effect of discounting would be immaterial, in which case they are stated at cost. Gains and losses are recognised in profit or loss when the liabilities are derecognised as well as through the effective interest rate amortisation process.

Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the effective interest rate. The effective interest rate amortisation is included in finance costs in profit or loss.

Convertible bonds

The component of convertible bonds that exhibits characteristics of a liability is recognised as a liability in the statement of financial position, net of transaction costs. On issuance of convertible bonds, the fair value of the liability component is determined using a market rate for an equivalent non-convertible bond; and this amount is carried as a long-term liability on the amortised cost basis until extinguished on conversion or redemption. The remainder of the proceeds is allocated to the conversion option that is recognised and included in shareholders' equity, net of transaction costs. The carrying amount of the conversion option is not remeasured in subsequent years. Transaction costs are apportioned between the liability and equity components of the convertible bonds based on the allocation of proceeds to the liability and equity components when the instruments are first recognised.

Derecognition of financial liabilities

A financial liability is derecognised when the obligation under the liability is discharged or cancelled, or expires.

When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as a derecognition of the original liability and a recognition of a new liability, and the difference between the respective carrying amounts is recognised in profit or loss.

Offsetting of financial instruments

Financial assets and financial liabilities are offset and the net amount is reported in the statement of financial position if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, or to realise the assets and settle the liabilities simultaneously.

Derivative financial instruments

Derivatives are initially recognised at fair value at the date when derivative contracts are entered into and are subsequently remeasured to their fair value at the end of each reporting period. Derivatives are carried as assets when the fair value is positive and as liabilities when the fair value is negative. The resulting gain or loss is recognised in profit or loss immediately unless the derivative is designated and effective as a hedging instrument, in which event the timing of the recognition in profit or loss depends on the nature of the hedge relationship.

Treasury shares

Own equity instruments which are reacquired and held by the Company (treasury shares) are recognised directly in equity at cost. No gain or loss is recognised in profit or loss on the purchase, sale, issue or cancellation of the Group's own equity instruments.

Inventories

Inventories are stated at the lower of cost and net realisable value. Cost is determined on the weighted average cost method and, in the case of work in progress and finished goods, comprises direct materials, direct labour and an appropriate proportion of overheads. Net realisable value is based on estimated selling prices less any estimated costs to be incurred to completion and disposal. The amount of write-down of inventories to net realisable value is recognised as other expenses in the period in which the write-down occurs.

Cash and cash equivalents

Cash and cash equivalents in the statement of financial position comprise cash on hand and at banks, and short-term highly liquid deposits with a maturity of generally within three months that are readily convertible into known amounts of cash, subject to an insignificant risk of changes in value and held for the purpose of meeting short-term cash commitments.

For the purpose of the consolidated statement of cash flows, cash and cash equivalents comprise cash on hand and at banks, and short-term deposits as defined above and form an integral part of the Group's cash management.

Income tax

Income tax comprises current and deferred tax. Income tax relating to items recognised outside profit or loss is recognised outside profit or loss, either in other comprehensive income or directly in equity.

Current tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of each reporting period, taking into consideration interpretations and practices prevailing in the countries in which the Group operates.

Deferred tax is provided, using the liability method, on all temporary differences at the end of each reporting period between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes.

Deferred tax liabilities are recognised for all taxable temporary differences, except:

- when the deferred tax liability arises from the initial recognition of goodwill or an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting profit nor taxable profit or loss and does not give rise to equal taxable and deductible temporary differences; and

- in respect of taxable temporary differences associated with investments in subsidiaries and an associate, when the timing of the reversal of the temporary differences can be controlled and it is probable that the temporary differences will not reverse in the foreseeable future.

Deferred tax assets are recognised for all deductible temporary differences, and the carryforward of unused tax credits and any unused tax losses. Deferred tax assets are recognised to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, and the carryforward of unused tax credits and unused tax losses can be utilised, except:

- when the deferred tax asset relating to the deductible temporary differences arises from the initial recognition of an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting profit nor taxable profit or loss and does not give rise to equal taxable and deductible temporary differences; and

- in respect of deductible temporary differences associated with investments in subsidiaries and an associate, deferred tax assets are only recognised to the extent that it is probable that the temporary differences will reverse in the foreseeable future and taxable profit will be available against which the temporary differences can be utilised.

The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilised. Unrecognised deferred tax assets are reassessed at the end of each reporting period and are recognised to the extent that it has become probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be recovered.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply to the period when the asset is realised or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of each reporting period.

Deferred tax assets and deferred tax liabilities are offset if and only if the Group has a legally enforceable right to set off current tax assets and current tax liabilities and the deferred tax assets and deferred tax liabilities relate to income taxes levied by the same taxation authority on either the same taxable entity or different taxable entities which intend either to settle current tax liabilities and assets on a net basis, or to realise the assets and settle the liabilities simultaneously, in each future period in which significant amounts of deferred tax liabilities or assets are expected to be settled or recovered.

Government grants

Government grants are recognised at their fair value where there is reasonable assurance that the grant will be received and all attaching conditions will be complied with. When the grant relates to an expense item, it is recognised as income on a systematic basis over the periods that the costs, for which it is intended to compensate, are expensed.

Where the grant relates to an asset, the fair value is credited to a deferred income account and is released to profit or loss over the expected useful life of the relevant asset by equal annual instalments.

Revenue recognition

Revenue from contracts with customers

Revenue from contracts with customers is recognised when control of goods or services is transferred to the customers at an amount that reflects the consideration to which the Group expects to be entitled in exchange for those goods or services.

When the consideration in a contract includes a variable amount, the amount of consideration is estimated to which the Group will be entitled in exchange for transferring the goods or services to the customer. The variable consideration is estimated at contract inception and constrained until it is highly probable that a significant revenue reversal in the amount of cumulative revenue recognised will not occur when the associated uncertainty with the variable consideration is subsequently resolved.

Sale of PCB products

Revenue from the sale of PCB products is recognised at the point in time when control of the assets are transferred to the customers: For domestic sales, the goods are transferred upon acceptance of the customers. For export sales, the goods are transferred at the point defined by the terms of international trade.

Other income

Interest income is recognised on an accrual basis using the effective interest method by applying the rate that exactly discounts the estimated future cash receipts over the expected life of the financial instrument or a shorter period, when appropriate, to the net carrying amount of the financial asset.

Dividend income is recognised when the shareholders' right to receive payment has been established, it is probable that the economic benefits associated with the dividend will flow to the Group and the amount of the dividend can be measured reliably.

Contract liabilities

A contract liability is recognised when a payment is received or a payment is due (whichever is earlier) from a customer before the Group transfers the related services. Contract liabilities are recognised as revenue when the Group performs under the contract (i.e., transfers control of the related services to the customer).

Employee benefits

Pension scheme

The employees of the Company and its subsidiaries which operate in the Chinese mainland are required to participate in a central pension scheme operated by the local municipal government. These subsidiaries are required to contribute a certain proportion of its payroll costs to the central pension scheme. The contributions are charged to profit or loss as they become payable in accordance with the rules of the central pension scheme.

Housing fund — Chinese mainland

The Group contributes on a monthly basis to a defined contribution housing fund plan operated by the local municipal government. Contributions to this plan by the Group are expensed as incurred.

Borrowing costs

Borrowing costs directly attributable to the acquisition, construction or production of qualifying assets, i.e., assets that necessarily take a substantial period of time to get ready for their intended use or sale, are capitalised as part of the cost of those assets. The capitalisation of such borrowing costs ceases when the assets are substantially ready for their intended use or sale. All other borrowing costs are expensed in the period in which they are incurred. Borrowing costs consist of interest and other costs that an entity incurs in connection with the borrowing of funds.

Events after the reporting period

If the Group receives information after the reporting period, but prior to the date of authorisation for issue, about conditions that existed at the end of the reporting period, it will assess whether the information affects the amounts that it recognises in its financial statements. The Group will adjust the amounts recognised in its financial statements to reflect any adjusting events after the reporting period and update the disclosures that relate to those conditions in light of the new information. For non-adjusting events after the reporting period, the Group will not change the amounts recognised in its financial statements, but will disclose the nature of the non-adjusting events and an estimate of their financial effects, or a statement that such an estimate cannot be made, if applicable.

Dividends

Final dividends are recognised as a liability when they are approved by the shareholders in a general meeting. Proposed final dividends are disclosed in the notes to Historical Financial Information. Interim dividends are simultaneously proposed and declared, because the Company's memorandum and articles of association grant the directors the authority to declare interim dividends. Consequently, interim dividends are recognised immediately as a liability when they are proposed and declared.

Share-based payments

The Company operates a share award scheme. Employees (including directors) of the Group receive remuneration in the form of share-based payments, whereby employees render services in exchange for equity instruments ("equity-settled transactions"). The cost of equity-settled transactions with employees is measured by reference to the fair value at the date at which they are granted.

The cost of equity-settled transactions is recognised in employee benefit expense, together with a corresponding increase in equity, over the period in which the service conditions are fulfilled. The cumulative expense recognised for equity-settled transactions at the end of each reporting period until the vesting date reflects the extent to which the vesting period has expired and the Group's best estimate of the number of equity instruments that will ultimately vest. The charge or credit to profit or loss for a period represents the movement in the cumulative expense recognised as at the beginning and end of that period.

Service and non-market performance conditions are not taken into account when determining the grant date fair value of awards, but the likelihood of the conditions being met is assessed as part of the Group's best estimate of the number of equity instruments that will ultimately vest. Market performance conditions are reflected within the grant date fair value. Any other conditions attached to an award, but without an associated service requirement, are considered to be non-vesting conditions. Non-vesting conditions are reflected in the fair value of an award and lead to an immediate expensing of an award unless there are also service and/or performance conditions.

For awards that do not ultimately vest because non-market performance and/or service conditions have not been met, no expense is recognised. Where awards include a market or non-vesting condition, the transactions are treated as vesting irrespective of whether the market or non-vesting condition is satisfied, provided that all other performance and/or service conditions are satisfied.

Where the terms of an equity-settled award are modified, as a minimum an expense is recognised as if the terms had not been modified, if the original terms of the award are met. In addition, an expense is recognised for any modification that increases the total fair value of the share-based payments, or is otherwise beneficial to the employee as measured at the date of modification.

This includes any award where non-vesting conditions within the control of either the Group or the employee are not met. However, if a new award is substituted for the cancelled award, and is designated as a replacement award on the date that it is granted, the cancelled and new awards are treated as if they were a modification of the original award, as described in the previous paragraph.

Where an equity-settled award is cancelled, it is treated as an acceleration of vesting, and any expense that otherwise would have been recognised for services received over the remaining vesting period is recognised immediately.

Foreign currencies

The Historical Financial Information is presented in RMB, which is the Company's functional currency. Each entity in the Group determines its own functional currency and items included in the financial statements of each entity are measured using that functional currency. Foreign currency transactions recorded by the entities in the Group are initially recorded using their respective functional currency rates prevailing at the dates of the transactions. Monetary assets and liabilities denominated in foreign currencies are translated at the functional currency rates of exchange ruling at the end of each reporting period. Differences arising on settlement or translation of monetary items are recognised in profit or loss.

Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rates at the dates of the initial transactions. Non-monetary items measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value was measured. The gain or loss arising on translation of a non-monetary item measured at fair value is treated in line with the recognition of the gain or loss on change in fair value of the item (i.e., translation difference on the item whose fair value gain or loss is recognised in other comprehensive income or profit or loss is also recognised in other comprehensive income or profit or loss, respectively).

In determining the exchange rate on initial recognition of the related asset, expense or income on the derecognition of a non-monetary asset or non-monetary liability relating to an advance consideration, the date of initial transaction is the date on which the Group initially recognises the non-monetary asset or non-monetary liability arising from the advance consideration. If there are multiple payments or receipts in advance, the Group determines the transaction date for each payment or receipt of the advance consideration.

The functional currencies of the Groups' overseas subsidiaries are currencies other than RMB. As at the end of each reporting period, the assets and liabilities of these entities are translated into RMB at the exchange rates prevailing at the end of the reporting period and their statements of profit or loss are translated into RMB at the exchange rates that approximate to those prevailing at the dates of the transactions.

The resulting exchange differences are recognised in other comprehensive income and accumulated in the exchange fluctuation reserve, except to the extent that the differences are attributable to non-controlling interests. On disposal of a foreign operation, the cumulative amount in the reserve relating to that particular foreign operation is recognised in profit or loss.

For the purpose of the consolidated statement of cash flows, the cash flows of overseas subsidiaries are translated into RMB at the exchange rates ruling at the dates of the cash flows. Frequently recurring cash flows of the overseas subsidiaries which arise throughout the reporting period are translated into RMB at the exchange rates that approximate to those prevailing at the dates of the transactions.

3. SIGNIFICANT ACCOUNTING JUDGEMENTS AND ESTIMATES

The preparation of the Group's Historical Financial Information requires management to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and their accompanying disclosures, and the disclosure of contingent liabilities. Uncertainty about these assumptions and estimates could result in outcomes that could require a material adjustment to the carrying amounts of the assets or liabilities affected in the future.

Judgements

In the process of applying the Group's accounting policies, management has made the following judgements, apart from those involving estimations, which have the most significant effect on the amounts recognised in the financial statements:

Deferred tax assets

Deferred tax assets are recognised for unused tax losses to the extent that it is probable that taxable profit will be available against which the losses can be utilised. Significant management judgement is required to determine the amount of deferred tax assets that can be recognised, based upon the likely timing and the level of future taxable profits, together with future tax planning strategies.

The Group had tax losses of RMB416,064,000, RMB478,417,000, RMB167,752,000 and RMB113,799,000 carried forward as at 31 December 2023, 2024 and 2025 and 30 April 2026, respectively. These losses related to subsidiaries that have a history of losses, have not expired, and may not be used to offset taxable income elsewhere in the Group. The subsidiaries have neither any taxable temporary difference nor any tax planning opportunities available that could partly support the recognition of these losses as deferred tax assets. On this basis, the Group has determined that it cannot recognise deferred tax assets on the tax losses carried forward.

If the Group had been able to recognise all unrecognised deferred tax assets, the profit and equity would have increased by RMB67,865,000, RMB76,989,000, RMB30,406,000 and RMB27,808,000 for the years ended 31 December 2023, 2024 and 2025 and 30 April 2026, respectively. Further details on deferred tax are disclosed in note 18 to the Historical Financial Information.

Estimation uncertainty

The key assumptions concerning the future and other key sources of estimation uncertainty at the end of the reporting period, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are described below.

Provision for expected credit losses on trade receivables

For the ECLs for trade receivables assessed on collective basis, the Group uses a provision matrix to calculate. The provision rates are based on invoice date for groupings of various customer segments that have similar loss patterns.

The provision matrix is initially based on the Group's historical observed default rates. The Group calibrates the matrix to adjust the historical credit loss experience with forward-looking information. For instance, if forecast economic conditions (i.e., gross domestic product) are expected to deteriorate over the next year which can lead to an increased number of defaults, the historical default rates are adjusted. At each reporting date, the historical observed default rates are updated and changes in the forward-looking estimates are analysed.

The assessment of the correlation among historical observed default rates, forecast economic conditions and ECLs is a significant estimate. The amount of ECLs is sensitive to changes in circumstances and forecast economic conditions. The Group's historical credit loss experience and forecast of economic conditions may also not be representative of a customer's actual default in the future. The information about the ECLs on the Group's trade receivables is disclosed in note 20 to the Historical Financial Information.

Write-down of inventories to net realisable value

The Group reviews the carrying amounts of the inventories at the end of the reporting period to determine whether the inventories are carried at the lower of cost and net realisable value. The net realisable value is estimated based on the current market situation and historical experience on similar inventories. Any changes in the assumptions would increase or decrease the amounts of inventories written down or the related reversals of write-down and affect the Group's financial position.

Share-based payments

The Group makes the best estimate of the number of exercisable equity instruments at the end of the reporting period during the waiting period. Share-based payment expenses are recognised based on the fair value on the grant date and the latest subsequent information obtained. The Group has evaluated the fair value of the equity instruments on the grant date based on the market price and Black-Scholes Model, and also estimated the number of exercisable equity instruments.

Leases — Estimating the incremental borrowing rate

The Group cannot readily determine the interest rate implicit in a lease, and therefore, it uses an incremental borrowing rate ("IBR") to measure lease liabilities. The IBR is the rate of interest that the Group would have to pay to borrow over a similar term, and with a similar security, the funds necessary to obtain an asset of a similar value to the right-of-use asset in a similar economic environment. The IBR therefore reflects what the Group "would have to pay", which requires estimation when no observable rates are available (such as for subsidiaries that do not enter into financing transactions) or when it needs to be adjusted to reflect the terms and conditions of the lease (for example, when leases are not in the subsidiary's functional currency). The Group estimates the IBR using observable inputs (such as market interest rates) when available and is required to make certain entity-specific estimates (such as the subsidiary's stand-alone credit rating).

4. OPERATING SEGMENT INFORMATION

Management monitors the operating results of the Group's operating segment as a whole for the purpose of making decisions about resource allocation and performance assessment. Therefore, the Group has only one reportable operating segment, which engages in the manufacture and sales of PCB products. Since this is the only reportable operating segment of the Group, no further operating segment analysis thereof is presented.

Geographical information

(a) Revenue from external customers

Revenue is attributed to geographical areas based on the locations of customers. Revenues by geographical based on the locations of customers for each of the Relevant Periods are presented as follows:

	Year ended 31 December			Four months ended 30 April	
Segments	**2023**	**2024**	**2025**	**2025**	**2026**
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000* *(Unaudited)*	*RMB'000*
Chinese mainland	6,724,947	7,735,111	9,614,188	2,834,814	3,182,390
Outside Chinese mainland*	4,032,355	4,924,262	5,693,864	1,698,799	2,159,002
Total revenue	10,757,302	12,659,373	15,308,052	4,533,613	5,341,392

* The revenue information above is based on the locations of the customers. The outside Chinese mainland include Hong Kong, Macau and Taiwan solely for the presentation purpose.

(b) Non-current assets

	As at 31 December			As at 30 April
	2023	**2024**	**2025**	**2026**
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000*
Chinese mainland	8,263,675	9,428,942	11,484,583	12,635,914
Outside Chinese mainland	2,914	36,098	393,806	613,528
Total non-current assets	8,266,589	9,465,040	11,878,389	13,249,442

The non-current asset information above is based on the locations of the assets and excludes deferred tax assets and financial instruments.

Information about major customers

No revenue from sales to a single customer or a group of customers under common control accounted for 10% or more of the Group's revenue for the years ended 31 December 2023, 2024 and 2025 and the four months ended 30 April 2025 and 2026.

5. REVENUE, OTHER INCOME AND GAINS

An analysis of revenue is as follows:

	Year ended 31 December			Four months ended 30 April	
	2023	**2024**	**2025**	**2025**	**2026**
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000* *(Unaudited)*	*RMB'000*
Revenue from contracts with customers	10,757,302	12,659,373	15,308,052	4,533,613	5,341,392

Revenue from contracts with customers

(a) Disaggregated revenue information

	Year ended 31 December			Four months ended 30 April	
	2023	2024	2025	2025	2026
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000 (Unaudited)*	*RMB'000*
Types of products					
PCB products	10,240,933	11,984,837	14,372,623	4,284,750	4,920,632
Others*	516,369	674,536	935,429	248,863	420,760
Total revenue from contracts with customers	10,757,302	12,659,373	15,308,052	4,533,613	5,341,392
Geographical markets					
Chinese mainland	6,724,947	7,735,111	9,614,188	2,834,814	3,182,390
Outside Chinese mainland	4,032,355	4,924,262	5,693,864	1,698,799	2,159,002
Total revenue from contracts with customers	10,757,302	12,659,373	15,308,052	4,533,613	5,341,392
Timing of revenue recognition					
Goods transferred at a point in time	10,757,302	12,659,373	15,308,052	4,533,613	5,341,392

* Others mainly represented the sales of production residues which contain copper.

The following table shows the amounts of revenue recognised during the Relevant Periods and the four months ended 30 April 2025 that were included in the contract liabilities at the beginning of each reporting period.

	Year ended 31 December			Four months ended 30 April	
	2023	2024	2025	2025	2026
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000 (Unaudited)*	*RMB'000*
Revenue recognised that was included in contract liabilities at the beginning of the reporting period:					
PCB products	2,488	7,997	5,795	3,467	6,076

(b) Performance obligations

Information about the Group's performance obligations is summarised below:

Sale of PCB products

The performance obligation is satisfied upon the delivery of the PCB products. The payment is generally due within 30 to 120 days from delivery, except for new customers, where payment in advance is normally required.

An analysis of other income and gains is as follows:

	Year ended 31 December			Four months ended 30 April	
	2023	2024	2025	2025	2026
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000 (Unaudited)*	*RMB'000*
Other income					
Interest income	31,257	48,285	41,660	8,537	12,276
Government grants*	124,312	212,852	144,197	55,185	18,474
Total other income	155,569	261,137	185,857	63,722	30,750

	Year ended 31 December			Four months ended 30 April	
	2023	2024	2025	2025	2026
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000* *(Unaudited)*	*RMB'000*
Gains					
Gains on foreign exchange differences	32,101	45,976	–	49,735	–
Gains on disposal of land use rights	238	–	–	–	–
Fair value gains on financial assets at fair value through profit or loss	9,482	6,339	153,811	59,206	80,085
Others	4,738	4,436	4,081	426	904
Total gains	46,559	56,751	157,892	109,367	80,989
Total other income and gains	202,128	317,888	343,749	173,089	111,739

* The amount included government grants related to expense items and assets items. These government grants related to expense items were awarded for the Company's contribution to local economic growth and reimbursed for the Company's operating expenditures. These grants related to expense items are recognised in profit or loss upon receipt and there are no unfulfilled conditions or contingencies relating to these grants. The Company has also received certain government grants related to the investments in plant and equipment. The grants related to assets were recognised as deferred income upon receipt. There are no unfulfilled conditions or contingencies relating to these grants.

6. PROFIT BEFORE TAX

The Group's profit before tax is arrived at after charging/(crediting):

		Year ended 31 December			Four months ended 30 April	
	Notes	2023	2024	2025	2025	2026
		RMB'000	*RMB'000*	*RMB'000*	*RMB'000* *(Unaudited)*	*RMB'000*
Cost of inventories sold		8,264,978	9,781,688	12,003,163	3,596,235	4,340,192
Write-down of inventories to net realisable value***		48,249	57,260	65,683	21,460	37,834
Research and development costs*		600,696	757,587	929,932	272,312	280,739
Depreciation of property, plant and equipment	*13*	736,145	777,063	931,736	283,011	372,305
Depreciation of right-of-use assets	*14(a)*	27,106	29,463	29,310	7,622	10,775
Amortisation of intangible assets	*15*	12,243	10,105	10,010	3,358	3,490
Impairment of property, plant and equipment***		17,857	6,706	2,708	963	174
Lease payments not included in the measurement of lease liabilities	*14(c)*	3,659	3,956	9,653	2,676	3,087
[**REDACTED**] expenses		–	–	1,768	–	104

	Notes	Year ended 31 December			Four months ended 30 April	
		2023	2024	2025	2025	2026
		RMB'000	*RMB'000*	*RMB'000*	*RMB'000* *(Unaudited)*	*RMB'000*
Employee benefit expenses (excluding directors' and supervisors' remuneration *(note 8)*):						
Wages, salaries and other allowances		1,773,708	2,086,584	2,522,594	779,487	906,474
Pension costs, housing funds, medical insurances and other social insurances**		150,277	184,719	254,457	76,954	100,086
Share-based payment expenses		11,897	86,430	133,193	52,584	33,135
Total employee benefit expenses		1,935,882	2,357,733	2,910,244	909,025	1,039,695
(Gains)/losses on foreign exchange differences****		(32,101)	(45,976)	28,240	(49,735)	79,719
Impairment losses/(reversal of impairment) on financial assets, net***		7,216	31,869	32,876	(4,096)	(8,497)
Fair value losses on derivative financial instruments***		52,595	142	–	–	–
Net losses on disposal of items of property, plant and equipment***		3,201	8,811	11,048	1,216	1,911
Net losses on disposal of intangible assets***		–	21	–	–	–

* The depreciation, amortization and employee benefit expenses attributable to the research and development activities are included in "Research and development costs" in profit or loss.

** There are no forfeited contributions that may be used by the Group as the employer to reduce the existing level of contributions.

*** Included in "Other expenses" in profit or loss.

**** Included in "Other income and gains" or "Other expenses" in profit or loss.

7. FINANCE COSTS

	Year ended 31 December			Four months ended 30 April	
	2023	2024	2025	2025	2026
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000* *(Unaudited)*	*RMB'000*
Interest on bank loans and other loans (including convertible bonds)	146,160	113,235	76,851	26,419	31,777
Interest on lease liabilities	926	849	656	116	306
Total	147,086	114,084	77,507	26,535	32,083

8. DIRECTORS' AND SUPERVISORS' REMUNERATION

Directors' and supervisors' remuneration for the Relevant Periods is set out below:

	Year ended 31 December			Four months ended 30 April	
	2023	2024	2025	2025	2026
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000* *(Unaudited)*	*RMB'000*
Fees	552	690	694	232	230
Other emoluments:					
Salaries, allowances and benefits in kind	8,204	8,452	8,399	2,960	2,378
Performance related bonuses	2,951	2,771	3,034	1,011	741
Share-based payment expenses	–	661	851	393	155
Pension costs, housing funds, medical insurances and other social insurances	147	190	228	75	40
Subtotal	11,302	12,074	12,512	4,439	3,314
Total	11,854	12,764	13,206	4,671	3,544

(a) Independent non-executive directors

The fees paid to independent non-executive directors during the Relevant Periods and the four months ended 30 April 2025 were as follows:

	Year ended 31 December			Four months ended 30 April	
	2023	2024	2025	2025	2026
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000* *(Unaudited)*	*RMB'000*
Dr. Zhou Guoyun	104	150	153	52	50
Dr. Xin Guosheng *(i)*	–	–	58	–	50
Dr. Cao Chunfang	104	150	150	50	50
Mr. He Qiang *(ii)*	104	150	93	50	–
Total	312	450	454	152	150

There were no other emoluments payable to the independent non-executive directors during the Relevant Periods and the four months ended 30 April 2025.

(b) Executive directors and non-executive directors

	Fees	Salaries, allowances and benefits in kind	Performance related bonuses	Pension costs, housing funds, medical insurances and other social insurances	Total remuneration
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*
Year ended 31 December 2023					
Executive directors:					
Mr. Liu Yu *(iii)*	–	1,904	660	33	2,597
Mr. Deng Li	–	1,444	610	19	2,073
Subtotal	–	3,348	1,270	52	4,670
Non-Executive directors:					
Mr. Liu Shaobai *(iv)*	–	1,905	800	–	2,705
Mr. Cheuk Yung	–	1,274	420	16	1,710
Ms. Huang Xiaofen	240	–	–	–	240
Ms. Cheuk Kwan	–	234	–	12	246
Subtotal	240	3,413	1,220	28	4,901
Supervisors:					
Ms. Chen Yating	–	249	30	12	291
Mr. Jiang Weirong	–	1,034	420	43	1,497
Ms. Wang Xuelan	–	160	11	12	183
Subtotal	–	1,443	461	67	1,971
Total	240	8,204	2,951	147	11,542

	Fees	Salaries, allowances and benefits in kind	Performance related bonuses	Pension costs, housing funds, medical insurances and other social insurances	Share-based payment expenses	Total remuneration
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*
Year ended 31 December 2024						
Executive directors:						
Mr. Liu Yu *(iii)*	–	1,924	651	33	–	2,608
Mr. Deng Li	–	1,538	564	26	661	2,789
Subtotal	–	3,462	1,215	59	661	5,397
Non-executive directors:						
Mr. Liu Shaobai *(iv)*	–	1,920	612	–	–	2,532
Mr. Cheuk Yung	–	1,285	382	16	–	1,683
Ms. Huang Xiaofen	240	–	–	–	–	240
Ms. Cheuk Kwan	–	237	–	11	–	248
Subtotal	240	3,442	994	27	–	4,703
Supervisors:						
Ms. Chen Yating	–	284	20	13	–	317
Mr. Jiang Weirong	–	1,099	532	78	–	1,709
Ms. Wang Xuelan	–	165	10	13	–	188
Subtotal	–	1,548	562	104	–	2,214
Total	240	8,452	2,771	190	661	12,314

	Fees	Salaries, allowances and benefits in kind	Performance related bonuses	Pension costs, housing funds, medical insurances and other social insurances	Share-based payment expenses	Total remuneration
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*
Year ended 31 December 2025						
Executive directors:						
Mr. Liu Yu *(iii)*	–	1,936	660	34	–	2,630
Mr. Deng Li	–	1,503	580	36	851	2,970
Subtotal	–	3,439	1,240	70	851	5,600
Non-executive directors:						
Mr. Liu Shaobai *(iv)*	–	1,919	608	–	–	2,527
Mr. Cheuk Yung	–	1,293	379	34	–	1,706
Ms. Huang Xiaofen	240	–	–	–	–	240
Ms. Cheuk Kwan	–	239	–	11	–	250
Subtotal	240	3,451	987	45	–	4,723
Supervisors:						
Ms. Chen Yating *(v)*	–	281	252	16	–	549
Mr. Jiang Weirong *(v)*	–	1,075	546	81	–	1,702
Ms. Wang Xuelan *(v)*	–	153	9	16	–	178
Subtotal	–	1,509	807	113	–	2,429
Total	240	8,399	3,034	228	851	12,752

	Fees	Salaries, allowances and benefits in kind	Performance related bonuses	Pension costs, housing funds, medical insurances and other social insurances	Share-based payment expenses	Total remuneration
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*
Four months ended 30 April 2025 *(unaudited)*						
Executive directors:						
Mr. Liu Yu *(iii)*	–	731	220	12	–	963
Mr. Deng Li	–	501	193	13	393	1,100
Subtotal	–	1,232	413	25	393	2,063
Non-executive directors:						
Mr. Liu Shaobai *(iv)*	–	644	203	–	–	847
Mr. Cheuk Yung	–	485	126	9	–	620
Ms. Huang Xiaofen	80	–	–	–	–	80
Ms. Cheuk Kwan	–	93	–	4	–	97
Subtotal	80	1,222	329	13	–	1,644
Supervisors:						
Ms. Chen Yating *(v)*	–	95	84	5	–	184
Mr. Jiang Weirong *(v)*	–	357	182	27	–	566
Ms. Wang Xuelan *(v)*	–	54	3	5	–	62
Subtotal	–	506	269	37	–	812
Total	80	2,960	1,011	75	393	4,519

	Fees	Salaries, allowances and benefits in kind	Performance related bonuses	Pension costs, housing funds, medical insurances and other social insurances	Share-based payment expenses	Total remuneration
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*
Four months ended 30 April 2026						
Executive directors:						
Mr. Liu Yu *(iii)*	–	707	220	11	–	938
Mr. Deng Li	–	496	193	12	155	856
Subtotal	–	1,203	413	23	155	1,794
Non-executive directors:						
Mr. Liu Shaobai *(iv)*	–	619	202	–	–	821
Mr. Cheuk Yung	–	467	126	13	–	606
Ms. Huang Xiaofen	80	–	–	–	–	80
Ms. Cheuk Kwan	–	89	–	4	–	93
Subtotal	80	1,175	328	17	–	1,600
Total	80	2,378	741	40	155	3,394

Notes:

(i) Dr. Xin Guosheng was appointed as an Independent Non-Executive Director on 13 August 2025.

(ii) Mr. He Qiang resigned as an Independent Non-Executive Director of the Company on 13 August 2025.

(iii) Mr. Liu Yu is the chief executive officer of the Company.

(iv) Mr. Liu Shaobai is the chairman of the board of the Company.

(v) The Company dissolved the supervisory committee in July 2025. Ms. Chen Yating, Mr. Jiang Weirong and Ms. Wang Xuelan resigned from their positions as supervisors accordingly. The remuneration of the supervisors include the remuneration received from the Company during the entire year in which they resigned from their positions.

There was no arrangement under which a director or a supervisor waived or agreed to waive any remuneration during the Relevant Periods and the four months ended 30 April 2025.

9. FIVE HIGHEST PAID EMPLOYEES

The five highest paid employees of the Group included three directors, two directors, two directors, one director and two directors during the years ended 31 December 2023, 2024 and 2025 and the four months ended 30 April 2025 and 2026, respectively, details of whose remuneration are set out in note 8 above. Details of the remuneration of the remaining two, three, three, four and three highest paid employees who are neither a director, nor supervisor of the Company are as follows:

	Year ended 31 December			Four months ended 30 April	
	2023	2024	2025	2025	2026
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000* *(Unaudited)*	*RMB'000*
Salaries, allowances and benefits in kind	2,559	4,508	6,123	2,098	1,634
Performance related bonuses	1,377	1,693	2,250	682	730
Share-based payment expenses	–	1,752	2,793	1,403	934
Pension costs, housing funds, medical insurances and other social insurances	91	176	182	77	65
Total	4,027	8,129	11,348	4,260	3,363

The number of highest paid employees who are neither a director, nor supervisor whose remuneration fell within the following bands is as follows:

	Year ended 31 December			Four months ended 30 April	
	2023	2024	2025	2025	2026
				(Unaudited)	
HK$500,001 to HK$1,000,000	–	–	–	–	1
HK$1,000,001 to HK$1,500,000	–	–	–	4	1
HK$1,500,001 to HK$2,000,000	–	–	–	–	1
HK$2,000,001 to HK$2,500,000	2	–	–	–	–
HK$2,500,001 to HK$3,000,000	–	2	–	–	–
HK$3,000,001 to HK$3,500,000	–	1	2	–	–
HK$5,500,001 to HK$6,000,000	–	–	1	–	–
Total	2	3	3	4	3

10. INCOME TAX

The Group is subject to income tax on an entity basis on profits arising in or derived from the jurisdictions in which members of the Group are domiciled and/or operate.

Chinese mainland

Pursuant to the Corporate Income Tax Law of the PRC and the respective regulations (the "CIT Law"), the Company and subsidiaries which operate in Chinese mainland were subject to CIT at a rate of 25% on the taxable income except those which are subject to tax concession as set out below:

(a) Several subsidiaries of the Group accredited as High and New Technology Enterprises under the tax law, which were entitled to a preferential CIT rate of 15% for the Relevant Periods.

(b) Several subsidiaries of the Group were qualified as small and micro-sized enterprises and enjoyed a corporate income tax incentive. These entities were entitled to a preferential CIT rate of 20% for the Relevant Periods.

Hong Kong

The first HK$2,000,000 of assessable profits of this subsidiary are taxed at 8.25% and the remaining assessable profits were taxed at 16.5% for the Relevant Periods.

Thailand

The subsidiary incorporated in Thailand was subject to the 20% of its taxable profits for the Relevant Periods.

Other overseas areas

The Company's other overseas subsidiaries or branches were subject to income tax at rates ranging from 4.25% to 23.2% during the Relevant Periods and the four months ended 30 April 2025.

The income tax expenses of the Group for the Relevant Periods are as follows:

	Year ended 31 December			Four months ended 30 April	
	2023	2024	2025	2025	2026
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000* *(Unaudited)*	*RMB'000*
Current income tax	219,605	212,750	198,461	64,034	38,350
Deferred income tax	(83,104)	(52,519)	21,904	(6,759)	(17,373)
Total	136,501	160,231	220,365	57,275	20,977

A reconciliation of the tax expense applicable to profit before tax at the statutory tax rate for the country in which the Company and the majority of its subsidiaries are domiciled and/or operate to the tax expense at the effective tax rate is as follows:

	Year ended 31 December			Four months ended 30 April	
	2023	2024	2025	2025	2026
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000* *(Unaudited)*	*RMB'000*
Profit before tax	1,047,530	1,320,439	1,464,383	481,560	337,896
Tax at the statutory tax rate	157,130	198,066	219,657	72,234	50,684
Effect on different tax rates for enacted by local authority	319	(4,261)	3,750	(772)	(142)
Adjustments in respect of current tax of previous periods	6,268	2,129	28,524	377	335
Additional deduction for research and development expenses	(41,713)	(47,791)	(52,417)	(17,293)	(17,745)
Expenses not deductible for tax	3,473	5,042	11,865	1,416	3,136
Effect on opening deferred tax of decrease in rates	–	–	5,746	–	–
Tax losses and deductible temporary differences utilised from previous periods	–	(27)	(44)	–	(15,632)
Tax losses and deductible temporary differences not recognised	11,817	7,669	3,661	1,313	341
Effect of special equipment on income tax credit	(793)	(596)	(377)	–	–
Tax charge at the Group's effective tax rate	136,501	160,231	220,365	57,275	20,977

11. DIVIDEND

	Year ended 31 December			Four months ended 30 April	
	2023	2024	2025	2025	2026
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000* *(Unaudited)*	*RMB'000*
Final dividend in respect of the previous year/period, declared during the following year/period (tax inclusive)	423,625	420,937	747,383	–	541,625

The final dividend of RMB5.0 per 10 ordinary shares (tax inclusive) in respect of the year ended 31 December 2022, with aggregate amount of approximately RMB423,625,000, was approved by the annual general meeting of the Company, and was subsequently paid on 7 June 2023.

The final dividend of RMB5.0 per 10 ordinary shares (tax inclusive) in respect of the year ended 31 December 2023, with aggregate amount of approximately RMB420,937,000, was approved by the annual general meeting of the Company, and was subsequently paid on 6 June 2024.

The final dividend of RMB8.0 per 10 ordinary shares (tax inclusive) in respect of the year ended 31 December 2024, with aggregate amount of approximately RMB747,960,000, was approved by the annual general meeting of the Company, which was subsequently update to approximately RMB747,383,000 based on the Company's outstanding shares as of the ex-dividend date. Approximately RMB740,438,000 was paid by the Company on 11 June 2025 while the remaining balance of approximately RMB6,945,000 was recorded in the Company's other payables and accruals (note 26).

The final dividend of RMB5.5 per 10 ordinary shares (tax inclusive) in respect of the year ended 31 December 2025, with aggregate amount of approximately RMB541,671,000, was approved by the annual general meeting of the Company, which was subsequently update to approximately RMB541,625,000 based on the deduction of dividends of lapsed restricted shares under restricted share units incentive plan. As at 30 April 2026, the final dividend has not yet been paid by the Company and recorded in the other payables and accruals (note 26).

12. EARNINGS PER SHARE ATTRIBUTABLE TO ORDINARY SHAREHOLDERS OF THE COMPANY

The calculation of the basic earnings per share amounts is based on the profit attributable to shareholders of the company, adjusted to reflect the impact of the restricted share incentive scheme, and the weighted averages number of ordinary shares outstanding during the Relevant Periods and the four months ended 30 April 2025.

The calculation of the diluted earnings per share amounts is based on the profit for the year/period attributable to ordinary equity holders of the company. The weighted average number of ordinary shares used in the calculation is the number of ordinary shares outstanding during the year, as used in the basic earnings per share calculation, and the weighted average number of ordinary shares assumed to have been issued at no consideration on the deemed exercise or conversion of all dilutive potential ordinary shares into ordinary shares.

The following reflects the income and share data used in the basic and diluted earnings per share calculation:

	Year ended 31 December			Four months ended 30 April	
	2023	2024	2025	2025	2026
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000* *(Unaudited)*	*RMB'000*
Earnings					
Profit for the year/period attributable to shareholders of the company	936,252	1,169,026	1,230,970	419,907	304,671
Less: Cash dividends distributed to the restricted share incentive scheme	–	(870)	(6,946)	(6,946)	(4,984)
Adjusted profit attributable to ordinary equity holders of the company, used in the basic earnings per share calculation	936,252	1,168,156	1,224,024	412,961	299,687
Cash dividends distributed to the restricted share incentive scheme	–	870	–	–	–
Interest on convertible bonds	104,767	84,613	29,335	13,484	–
Adjusted profit attributable to ordinary equity holders of the company, used in the dilution earnings per share calculation	1,041,019	1,253,639	1,253,359	426,445	299,687

	Year ended 31 December			Four months ended 30 April	
	2023	2024	2025	2025	2026
	000	*000*	*000*	*000* *(Unaudited)*	*000*
Shares					
Weighted average number of ordinary shares outstanding during the year/period, used in the basic earnings per share calculation	841,873	874,915	941,784	920,903	968,811
Effect of dilution – weighted average number of ordinary shares:					
Convertible bonds	103,132	84,778	29,803	46,382	–
Share options and other incentive schemes	–	1,939	1,509	1,055	1,539
Total	945,005	961,632	973,096	968,340	970,350

13. PROPERTY, PLANT AND EQUIPMENT

The Group

31 December 2023	Buildings	Machinery	Others	Construction in progress	Renovation and leasehold improvements	Total
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*
At 1 January 2023:						
Cost	2,411,306	6,535,956	209,452	276,166	144,917	9,577,797
Accumulated depreciation and impairment	(349,112)	(1,708,961)	(120,288)	–	(51,021)	(2,229,382)
Net carrying amount	2,062,194	4,826,995	89,164	276,166	93,896	7,348,415
At 1 January 2023, net of accumulated depreciation and impairment	2,062,194	4,826,995	89,164	276,166	93,896	7,348,415
Additions	–	360,089	26,097	556,954	40,151	983,291
Disposals	(309)	(9,995)	(464)	–	–	(10,768)
Transfers	349,792	–	–	(349,792)	–	–
Depreciation provided during the year	(95,913)	(582,480)	(24,906)	–	(32,846)	(736,145)
Impairment *(note (a))*	–	(17,054)	(803)	–	–	(17,857)
At 31 December 2023, net of accumulated depreciation and impairment	2,315,764	4,577,555	89,088	483,328	101,201	7,566,936
At 31 December 2023:						
Cost	2,760,425	6,847,654	231,683	483,328	185,068	10,508,158
Accumulated depreciation and impairment	(444,661)	(2,270,099)	(142,595)	–	(83,867)	(2,941,222)
Net carrying amount *(note (b))*	2,315,764	4,577,555	89,088	483,328	101,201	7,566,936

31 December 2024	Buildings	Machinery	Others	Freehold land	Construction in progress	Renovation and leasehold improvements	Total
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*
At 1 January 2024:							
Cost	2,760,425	6,847,654	231,683	–	483,328	185,068	10,508,158
Accumulated depreciation and impairment	(444,661)	(2,270,099)	(142,595)	–	–	(83,867)	(2,941,222)
Net carrying amount	2,315,764	4,577,555	89,088	–	483,328	101,201	7,566,936
At 1 January 2024, net of accumulated depreciation and impairment	2,315,764	4,577,555	89,088	–	483,328	101,201	7,566,936
Additions	–	929,929	47,756	32,545	567,117	67,142	1,644,489
Disposals	(1,748)	(19,239)	(687)	–	–	(188)	(21,862)
Transfers	261,013	–	4,153	–	(265,486)	320	–
Exchange realignment	–	–	–	–	3	–	3
Depreciation provided during the year	(106,957)	(601,443)	(27,966)	–	–	(40,697)	(777,063)
Impairment *(note (a))*	–	(6,702)	(4)	–	–	–	(6,706)
At 31 December 2024, net of accumulated depreciation and impairment	2,468,072	4,880,100	112,340	32,545	784,962	127,778	8,405,797
At 31 December 2024:							
Cost	3,019,678	7,630,850	275,427	32,545	784,962	252,342	11,995,804
Accumulated depreciation and impairment	(551,606)	(2,750,750)	(163,087)	–	–	(124,564)	(3,590,007)
Net carrying amount *(note (b))*	2,468,072	4,880,100	112,340	32,545	784,962	127,778	8,405,797

31 December 2025	Buildings	Machinery	Others	Freehold land	Construction in progress	Renovation and leasehold improvements	Total
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*
At 1 January 2025:							
Cost	3,019,678	7,630,850	275,427	32,545	784,962	252,342	11,995,804
Accumulated depreciation and impairment	(551,606)	(2,750,750)	(163,087)	–	–	(124,564)	(3,590,007)
Net carrying amount	2,468,072	4,880,100	112,340	32,545	784,962	127,778	8,405,797
At 1 January 2025, net of accumulated depreciation and impairment	2,468,072	4,880,100	112,340	32,545	784,962	127,778	8,405,797
Additions	–	2,325,792	41,866	7,214	696,495	121,767	3,193,134
Disposals	(11,250)	(21,466)	(1,304)	–	–	(6,313)	(40,333)
Transfers	846,471	29,596	–	–	(877,820)	1,753	–
Exchange realignment	–	–	17	1,843	6,080	–	7,940
Depreciation provided during the year	(121,061)	(723,676)	(30,660)	–	–	(56,339)	(931,736)
Impairment *(note (a))*	–	(2,537)	(171)	–	–	–	(2,708)
At 31 December 2025, net of accumulated depreciation and impairment	3,182,232	6,487,809	122,088	41,602	609,717	188,646	10,632,094
At 31 December 2025:							
Cost	3,852,913	9,897,043	305,722	41,602	609,717	369,548	15,076,545
Accumulated depreciation and impairment	(670,681)	(3,409,234)	(183,634)	–	–	(180,902)	(4,444,451)
Net carrying amount *(note (b))*	3,182,232	6,487,809	122,088	41,602	609,717	188,646	10,632,094

30 April 2026	Buildings	Machinery	Others	Freehold land	Construction in progress	Renovation and leasehold improvements	Total
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*
At 1 January 2026:							
Cost	3,852,913	9,897,043	305,722	41,602	609,717	369,548	15,076,545
Accumulated depreciation and impairment	(670,681)	(3,409,234)	(183,634)	–	–	(180,902)	(4,444,451)
Net carrying amount	3,182,232	6,487,809	122,088	41,602	609,717	188,646	10,632,094
At 1 January 2026, net of accumulated depreciation and impairment	3,182,232	6,487,809	122,088	41,602	609,717	188,646	10,632,094
Additions	–	516,229	17,985	–	703,123	52,527	1,289,864
Disposals	(3,571)	(3,789)	(138)	–	–	–	(7,498)
Transfers	12,633	–	–	–	(12,633)	–	–
Exchange realignment	–	(814)	(51)	(2,544)	(17,320)	–	(20,729)
Depreciation provided during the period	(46,699)	(289,382)	(11,444)	–	–	(24,780)	(372,305)
Impairment *(note (a))*	–	(174)	–	–	–	–	(174)
At 30 April 2026, net of accumulated depreciation and impairment	3,144,595	6,709,879	128,440	39,058	1,282,887	216,393	11,521,252
At 30 April 2026:							
Cost	3,861,520	10,396,421	320,844	39,058	1,282,887	422,075	16,322,805
Accumulated depreciation and impairment	(716,925)	(3,686,542)	(192,404)	–	–	(205,682)	(4,801,553)
Net carrying amount *(note (b))*	3,144,595	6,709,879	128,440	39,058	1,282,887	216,393	11,521,252

(a) The Group has identified obsolete machinery which was idle and not expected to be used in the future. The directors of the Group assessed the recoverable amounts of the obsolete machinery and provided impairment provision of RMB17,857,000, RMB6,706,000, RMB2,708,000 and RMB174,000 during the years ended 31 December 2023, 2024 and 2025 and the four months ended 30 April 2026.

(b) Certain property, plant and equipment with net carrying amounts of approximately RMB683,885,000, RMB1,081,051,000, RMB1,256,323,000 and RMB1,251,459,000 as at 31 December 2023, 2024 and 2025 and 30 April 2026, respectively, were pledged as security for bank facilities granted to the Group (note 30).

The Company

31 December 2023	Buildings	Machinery	Others	Construction in progress	Renovation and leasehold improvements	Total
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*
At 1 January 2023:						
Cost	51,397	392,275	56,976	267,575	13,381	781,604
Accumulated depreciation and impairment	(27,791)	(148,595)	(36,682)	–	(9,399)	(222,467)
Net carrying amount	23,606	243,680	20,294	267,575	3,982	559,137
At 1 January 2023, net of accumulated depreciation and impairment	23,606	243,680	20,294	267,575	3,982	559,137
Additions	–	22,912	12,068	131,851	8,174	175,005
Disposals	(39)	(2,091)	(929)	–	–	(3,059)
Transfers	288,360	–	–	(288,360)	–	–
Depreciation provided during the year	(3,034)	(33,082)	(6,194)	–	(1,668)	(43,978)
Impairment *(note (a))*	–	(490)	–	–	–	(490)
At 31 December 2023, net of accumulated depreciation and impairment	308,893	230,929	25,239	111,066	10,488	686,615
At 31 December 2023:						
Cost	339,370	402,746	65,701	111,066	21,555	940,438
Accumulated depreciation and impairment	(30,477)	(171,817)	(40,462)	–	(11,067)	(253,823)
Net carrying amount	308,893	230,929	25,239	111,066	10,488	686,615

31 December 2024	Buildings	Machinery	Others	Construction in progress	Renovation and leasehold improvements	Total
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*
At 1 January 2024:						
Cost	339,370	402,746	65,701	111,066	21,555	940,438
Accumulated depreciation and impairment	(30,477)	(171,817)	(40,462)	–	(11,067)	(253,823)
Net carrying amount	308,893	230,929	25,239	111,066	10,488	686,615
At 1 January 2024, net of accumulated depreciation and impairment	308,893	230,929	25,239	111,066	10,488	686,615
Additions	7,532	32,818	26,451	212,301	4,431	283,533
Disposals	–	(23,244)	(493)	–	–	(23,737)
Transfers	3,603	–	–	(3,603)	–	–
Depreciation provided during the year	(12,256)	(31,947)	(9,476)	–	(3,054)	(56,733)
Impairment *(note (a))*	–	(924)	(3)	–	–	(927)
At 31 December 2024, net of accumulated depreciation and impairment	307,772	207,632	41,718	319,764	11,865	888,751
At 31 December 2024:						
Cost	350,505	391,008	87,923	319,764	25,986	1,175,186
Accumulated depreciation and impairment	(42,733)	(183,376)	(46,205)	–	(14,121)	(286,435)
Net carrying amount	307,772	207,632	41,718	319,764	11,865	888,751

31 December 2025	Buildings	Machinery	Others	Construction in progress	Renovation and leasehold improvements	Total
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*
At 1 January 2025:						
Cost	350,505	391,008	87,923	319,764	25,986	1,175,186
Accumulated depreciation and impairment	(42,733)	(183,376)	(46,205)	–	(14,121)	(286,435)
Net carrying amount	307,772	207,632	41,718	319,764	11,865	888,751
At 1 January 2025, net of accumulated depreciation and impairment	307,772	207,632	41,718	319,764	11,865	888,751
Additions	–	355,959	19,996	156,520	17,273	549,748
Disposals	–	(5,035)	(794)	–	(269)	(6,098)
Transfers	412,252	–	–	(412,252)	–	–
Depreciation provided during the year	(12,523)	(40,187)	(10,189)	–	(4,533)	(67,432)
Impairment *(note (a))*	–	(303)	–	–	–	(303)
At 31 December 2025, net of accumulated depreciation and impairment	707,501	518,066	50,731	64,032	24,336	1,364,666
At 31 December 2025:						
Cost	762,757	736,660	101,679	64,032	42,990	1,708,118
Accumulated depreciation and impairment	(55,256)	(218,594)	(50,948)	–	(18,654)	(343,452)
Net carrying amount	707,501	518,066	50,731	64,032	24,336	1,364,666

30 April 2026	Buildings	Machinery	Others	Construction in progress	Renovation and leasehold improvements	Total
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*
At 1 January 2026:						
Cost	762,757	736,660	101,679	64,032	42,990	1,708,118
Accumulated depreciation and impairment	(55,256)	(218,594)	(50,948)	–	(18,654)	(343,452)
Net carrying amount	707,501	518,066	50,731	64,032	24,336	1,364,666
At 1 January 2026, net of accumulated depreciation and impairment	707,501	518,066	50,731	64,032	24,336	1,364,666
Additions	–	39,793	5,975	80,133	2,145	128,046
Disposals	–	(13,565)	(474)	–	–	(14,039)
Transfers	(1,058)	–	–	1,058	–	–
Depreciation provided during the period	(9,113)	(20,897)	(4,181)	–	(2,355)	(36,546)
Impairment *(note (a))*	–	(92)	–	–	–	(92)
At 30 April 2026, net of accumulated depreciation and impairment	697,330	523,305	52,051	145,223	24,126	1,442,035
At 30 April 2026:						
Cost	761,699	760,771	106,563	145,223	45,135	1,819,391
Accumulated depreciation and impairment	(64,369)	(237,466)	(54,512)	–	(21,009)	(377,356)
Net carrying amount	697,330	523,305	52,051	145,223	24,126	1,442,035

(a) The Company has identified obsolete machinery which was idle and not expected to be used in the future. The directors of the Company assessed the recoverable amounts of the obsolete machinery and provided impairment provision of RMB490,000, RMB927,000, RMB303,000 and RMB92,000 during the years ended 31 December 2023, 2024 and 2025 and the four months ended 30 April 2026.

14. LEASES

The Group as a lessee

The Group has lease contracts for various items of properties used in its operations. Leases of properties generally have lease terms between 2 and 50 years. Generally, the Group is restricted from assigning and subleasing the leased assets outside the Group.

(a) Right-of-use assets

The carrying amounts of the right-of-use assets and the movements during the Relevant Periods are as follows:

Year ended 31 December 2023	Buildings	Land use rights	Total
	RMB'000	*RMB'000*	*RMB'000*
At 1 January 2023, net of accumulated depreciation	32,207	236,347	268,554
Additions	13,038	20,719	33,757
Depreciation provided during the year	(19,368)	(7,738)	(27,106)
Disposals	(177)	(2,937)	(3,114)
At 31 December 2023, net of accumulated depreciation	25,700	246,391	272,091

Year ended 31 December 2024	Buildings	Land use rights	Total
	RMB'000	*RMB'000*	*RMB'000*
At 1 January 2024, net of accumulated depreciation	25,700	246,391	272,091
Additions	9,661	6,705	16,366
Depreciation provided during the year	(21,449)	(8,014)	(29,463)
At 31 December 2024, net of accumulated depreciation	13,912	245,082	258,994

Year ended 31 December 2025	Buildings	Land use rights	Total
	RMB'000	*RMB'000*	*RMB'000*
At 1 January 2025, net of accumulated depreciation	13,912	245,082	258,994
Additions	35,627	1	35,628
Depreciation provided during the year	(21,138)	(8,172)	(29,310)
At 31 December 2025, net of accumulated depreciation	28,401	236,911	265,312

Four months ended 30 April 2026	Buildings	Land use rights	Total
	RMB'000	*RMB'000*	*RMB'000*
At 1 January 2026, net of accumulated depreciation	28,401	236,911	265,312
Additions	4,945	18,808	23,753
Depreciation provided during the period	(8,024)	(2,751)	(10,775)
At 30 April 2026, net of accumulated depreciation	25,322	252,968	278,290

(i) Certain land use rights with net carrying amounts of approximately RMB47,754,000, RMB88,923,000, RMB86,601,000 and RMB104,505,000 as at 31 December 2023, 2024 and 2025 and 30 April 2026, respectively, were pledged as securities for bank facilities granted to the Group (note 30).

(b) ***Lease liabilities***

The carrying amounts of lease liabilities and the movements during the Relevant Periods are as follows:

	As at 31 December			As at 30 April
	2023	2024	2025	2026
	RMB'000	*RMB'000*	*RMB'000* *(Unaudited)*	*RMB'000*
At the beginning of the year/period	32,640	26,537	14,586	28,659
New leases	13,038	9,661	35,627	4,945
Accretion of interest recognised during the year/period *(note 7)*	926	849	656	306
Payments	(20,067)	(22,461)	(22,210)	(8,143)
Carrying amount at the end of the year/period	26,537	14,586	28,659	25,767
Analysed into:				
Current portion	18,214	11,020	16,747	12,417
Non-current portion	8,323	3,566	11,912	13,350

(c) The amounts recognised in profit or loss in relation to leases are as follows:

	Year ended 31 December			Four months ended 30 April	
	2023	2024	2025	2025	2026
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000* *(Unaudited)*	*RMB'000*
Interest on lease liabilities *(note 7)*	926	849	656	116	306
Depreciation charge of right-of-use assets *(note 6)*	27,106	29,463	29,310	7,622	10,775
Expense relating to short-term leases and leases of low-value assets *(note 6)*	3,659	3,956	9,653	2,676	3,087
Total amount recognised in profit or loss	31,691	34,268	39,619	10,414	14,168

15. INTANGIBLE ASSETS

The Group

	Year ended 31 December			Four months ended 30 April
Software	2023	2024	2025	2026
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000*
At beginning of year/period:				
Cost	85,031	91,143	99,428	104,178
Accumulated amortisation	(52,440)	(64,629)	(74,642)	(84,634)
Net carrying amount	32,591	26,514	24,786	19,544
At beginning of year/period, net of accumulated amortisation	32,591	26,514	24,786	19,544
Additions	6,235	8,398	4,768	5,684
Amortisation provided during the year/period	(12,243)	(10,105)	(10,010)	(3,490)
Disposals	(69)	(21)	–	–
At end of year/period, net of accumulated amortisation	26,514	24,786	19,544	21,738
At end of year/period:				
Cost	91,143	99,428	104,178	109,862
Accumulated amortisation	(64,629)	(74,642)	(84,634)	(88,124)
Net carrying amount	26,514	24,786	19,544	21,738

The Company

Software	Year ended 31 December 2023	2024	2025	Four months ended 30 April 2026
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000*
At beginning of year/period:				
Cost	41,693	44,912	47,061	49,943
Accumulated amortisation	(26,676)	(32,148)	(36,874)	(41,362)
Net carrying amount	15,017	12,764	10,187	8,581
At beginning of year/period, net of accumulated amortisation	15,017	12,764	10,187	8,581
Additions	3,342	2,149	2,882	2,899
Amortisation provided during the year/period	(5,526)	(4,726)	(4,488)	(1,565)
Disposals	(69)	–	–	–
At end of year/period, net of accumulated amortisation	12,764	10,187	8,581	9,915
At end of year/period:				
Cost	44,912	47,061	49,943	52,842
Accumulated amortisation	(32,148)	(36,874)	(41,362)	(42,927)
Net carrying amount	12,764	10,187	8,581	9,915

16. INVESTMENT IN AN ASSOCIATE

The Group and the Company

	As at 31 December 2023	2024	2025	As at 30 April 2026
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000*
Share of net assets	40,460	50,367	31,757	25,497
Goodwill on acquisition	46,401	50,049	48,610	48,610
Total	86,861	100,416	80,367	74,107

There is no individually material associate of the Group.

The following table illustrates the aggregate financial information of the Group's an associate that is not individually material:

	Year ended 31 December 2023	2024	2025	Four months ended 30 April 2026
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000*
Share of the associate's losses for the year/period	(8,139)	(18,014)	(20,049)	(6,260)
Share of the associate's total comprehensive losses	(8,139)	(18,014)	(20,049)	(6,260)
Aggregate carrying amount of the Group's investment in the associate	86,861	100,416	80,367	74,107

The investment is adjusted for the post-acquisition change in the Group's share of the investee's net assets and any impairment loss relating to the investment. Impairment losses are incurred if, and only if, there is objective evidence of impairment as a result of one or more events that occurred post-acquisition and that loss event (or events) has an impact on the estimated future cash flows from the investment that can be reliably estimated. The Group assessed that there is no objective evidence that the investment was impaired at the years ended 31 December 2023, 2024 and 2025 and the four months ended 30 April 2026.

17. INVESTMENTS IN SUBSIDIARIES

The Company

	As at 31 December			As at 30 April
	2023	2024	2025	2026
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000*
Investment costs	5,526,438	6,063,313	6,160,676	6,262,924
Impairment*	–	–	–	–
Total	5,526,438	6,063,313	6,160,676	6,262,924

* The directors of the Company were of the view that there was no impairment indicators related to the investment in subsidiaries, no impairment has been made for the investment in the subsidiaries.

18. DEFERRED TAX

The movements in deferred tax assets and liabilities of the Group and the Company during the years ended 31 December 2023, 2024, 2025 and the four months ended 30 April 2026 are as follows:

Deferred tax assets

The Group

	Tax losses	Deferred income	Impairment	Unrealised internal trading profits	Lease liabilities	Fair value gains on financial liabilities at fair value through profit or loss	Expense of share based payment	Total
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*
At 1 January 2023	83,889	24,146	37,185	9,937	4,880	–	4,407	164,444
Deferred tax credited/(charged) to the consolidated statement of profit or loss and other comprehensive income during the year	49,945	9,401	1,145	4,586	(899)	126	(4,407)	59,897
At 31 December 2023	133,834	33,547	38,330	14,523	3,981	126	–	224,341
At 1 January 2024	133,834	33,547	38,330	14,523	3,981	126	–	224,341
Deferred tax credited/(charged) to the consolidated statement of profit or loss and other comprehensive income during the year	19,991	18,414	6,925	2,598	(2,103)	(126)	13,233	58,932
At 31 December 2024	153,825	51,961	45,255	17,121	1,878	–	13,233	283,273
At 1 January 2025	153,825	51,961	45,255	17,121	1,878	–	13,233	283,273
Deferred tax credited/(charged) to the consolidated statement of profit or loss and other comprehensive income during the year	41,024	5,846	3,623	(1,503)	2,018	–	(116)	50,892
At 31 December 2025	194,849	57,807	48,878	15,618	3,896	–	13,117	334,165
At 1 January 2026	194,849	57,807	48,878	15,618	3,896	–	13,117	334,165
Deferred tax credited/(charged) to the consolidated statement of profit or loss and other comprehensive income during the period	24,507	3,609	1,947	(11,774)	378	–	(25,992)	(7,325)
Deferred tax credited to the other reserve	–	–	–	–	–	–	29,491	29,491
At 30 April 2026	219,356	61,416	50,825	3,844	4,274	–	16,616	356,331

The Company

	Deferred income	Impairment	Tax losses	Others	Total
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*
At 1 January 2023	5,078	18,866	–	7,430	31,374
Deferred tax credited/(charged) to the statement of profit or loss and other comprehensive income during the year	613	3,254	–	(3,362)	505
At 31 December 2023	5,691	22,120	–	4,068	31,879
At 1 January 2024	5,691	22,120	–	4,068	31,879
Deferred tax credited to the statement of profit or loss and other comprehensive income during the year	1,520	12,806	–	4,915	19,241
At 31 December 2024	7,211	34,926	–	8,983	51,120
At 1 January 2025	7,211	34,926	–	8,983	51,120
Deferred tax credited to the statement of profit or loss and other comprehensive income during the year	2,802	19,924	13,095	3,926	39,747
At 31 December 2025	10,013	54,850	13,095	12,909	90,867
At 1 January 2026	10,013	54,850	13,095	12,909	90,867
Deferred tax (charged)/credited to the statement of profit or loss and other comprehensive income during the period	(383)	7,842	(13,095)	(15,379)	(21,015)
Deferred tax credited to the other reserve	–	–	–	11,146	11,146
At 30 April 2026	9,630	62,692	–	8,676	80,998

Deferred tax liabilities

The Group

	Accelerated depreciation of property, plant and equipment	Right-of-use assets	Fair value adjustment on acquisition	Fair value gains on financial assets at fair value through profit or loss	Total
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*
At 1 January 2023	148,169	4,831	1,604	2,979	157,583
Deferred tax credited to the consolidated statement of profit or loss and other comprehensive income during the year	(19,190)	(976)	(62)	(2,979)	(23,207)
At 31 December 2023	128,979	3,855	1,542	–	134,376
At 1 January 2024	128,979	3,855	1,542	–	134,376
Deferred tax charged/(credited) to the consolidated statement of profit or loss and other comprehensive income during the year	8,562	(2,085)	(64)	–	6,413
At 31 December 2024	137,541	1,770	1,478	–	140,789
At 1 January 2025	137,541	1,770	1,478	–	140,789
Deferred tax charged/(credited) to the consolidated statement of profit or loss and other comprehensive income during the year	47,934	2,097	(62)	22,827	72,796
At 31 December 2025	185,475	3,867	1,416	22,827	213,585
At 1 January 2026	185,475	3,867	1,416	22,827	213,585
Deferred tax (credited)/charged to the consolidated statement of profit or loss and other comprehensive income during the period	(12,371)	326	(20)	(12,633)	(24,698)
At 30 April 2026	173,104	4,193	1,396	10,194	188,887

The Company

	Accelerated depreciation	Others	Total
	RMB'000	*RMB'000*	*RMB'000*
At 1 January 2023	31,317	5,088	36,405
Deferred tax credited to the statement of profit or loss and other comprehensive income during the year	(4,192)	(1,233)	(5,425)
At 31 December 2023	27,125	3,855	30,980
At 1 January 2024	27,125	3,855	30,980
Deferred tax charged/(credited) to the statement of profit or loss and other comprehensive income during the year	477	(2,501)	(2,024)
At 31 December 2024	27,602	1,354	28,956
At 1 January 2025	27,602	1,354	28,956
Deferred tax charged to the statement of profit or loss and other comprehensive income during the year	41,723	23,987	65,710
At 31 December 2025	69,325	25,341	94,666
At 1 January 2026	69,325	25,341	94,666
Deferred tax credited to the statement of profit or loss and other comprehensive income during the period	(10,992)	(12,912)	(23,904)
At 30 April 2026	58,333	12,429	70,762

For presentation purposes, certain deferred tax assets and liabilities have been offset in the statement of financial position. The following is an analysis of the deferred tax balances of the Group and the Company for financial reporting purposes:

The Group

	As at 31 December			As at 30 April
	2023	2024	2025	2026
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000*
Net deferred tax assets recognised in the consolidated statement of financial position	224,341	283,273	243,298	239,922
Net deferred tax liabilities recognised in the consolidated statement of financial position	134,376	140,789	122,718	72,478

The Company

	As at 31 December			As at 30 April
	2023	2024	2025	2026
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000*
Net deferred tax assets recognised in the statement of financial position	31,879	51,120	–	10,236
Net deferred tax liabilities recognised in the statement of financial position	30,980	28,956	3,799	–

As at 31 December 2023, 2024 and 2025 and 30 April 2026, the Group had tax losses arising in Thailand of approximately nil, RMB185,000, RMB6,559,000 and RMB6,570,000, respectively, which would expire in one to five years for offsetting against future taxable profits.

As at 31 December 2023, 2024 and 2025 and 30 April 2026, the Group had tax losses arising in Chinese mainland of approximately RMB1,304,398,000, RMB1,503,038,000, RMB1,452,617,000 and RMB1,531,408,000 respectively, which would expire in one to ten years for offsetting against future taxable profits.

Deferred tax assets have not been recognised in respect of these losses as they have arisen in subsidiaries that have been loss-making for some time and it is not considered probable that taxable profits will be available against which the tax losses and deductible temporary differences can be utilised.

Deferred tax assets have not been recognised in respect of the following items:

The Group

	As at 31 December			As at 30 April
	2023	2024	2025	2026
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000*
Tax losses not recognised	416,064	478,417	167,752	113,799
Deductible temporary differences	35,961	27,124	22,956	619
Total	452,025	505,541	190,708	114,418

19. INVENTORIES

The Group

	As at 31 December			As at 30 April
	2023	2024	2025	2026
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000*
Raw materials and consumables	429,904	467,490	745,736	1,172,500
Work in progress	356,921	434,258	602,106	786,981
Finished goods	219,665	269,406	465,570	543,296
Goods in transit*	357,520	571,293	702,203	713,789
Total	1,364,010	1,742,447	2,515,615	3,216,566

The Company

	As at 31 December			As at 30 April
	2023	2024	2025	2026
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000*
Raw materials and consumables	42,426	41,903	67,023	85,561
Work in progress	40,995	39,906	68,765	101,657
Finished goods	31,239	25,405	46,750	58,622
Goods in transit*	115,300	222,771	270,905	249,722
Total	229,960	329,985	453,443	495,562

* The goods in transit was mainly comprises of the vendor managed inventory, the Company delivers the goods to the warehouse designated by the customer, and maintains the inventory level according to the customer's requirements. Before being picked up by the customer, the goods are still belong to the Company.

20. TRADE AND BILLS RECEIVABLES

The Group

	As at 31 December			As at 30 April
	2023	2024	2025	2026
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000*
Trade receivables	3,806,039	4,381,010	4,949,254	4,702,564
Bills receivable	286,456	194,190	173,982	218,095
Impairment	(193,037)	(223,377)	(253,482)	(241,026)
Net carrying amount	3,899,458	4,351,823	4,869,754	4,679,633

The Group's trading terms with its customers are mainly on credit. The credit period is generally 30 to 120 days. The Group seeks to maintain strict control over its outstanding receivables and has a credit control department to minimise credit risk. Overdue balances are reviewed regularly by senior management and credit limits attributed to customers are reviewed once a month. Trade receivables are non-interest-bearing.

An ageing analysis of the trade and bills receivables as at 31 December 2023, 2024 and 2025 and 30 April 2026 (based on the invoice date and net of loss allowance) are as follows:

	As at 31 December			As at 30 April
	2023	2024	2025	2026
	RMB'000	RMB'000	RMB'000	RMB'000
Within 1 year	3,898,658	4,351,386	4,869,754	4,679,627
1 year to 2 years	780	417	–	6
2 years to 3 years	14	20	–	–
Over 3 years	6	–	–	–
Total	3,899,458	4,351,823	4,869,754	4,679,633

The movements in the loss allowance for impairment of trade and bills receivables are as follows:

	As at 31 December			As at 30 April
	2023	2024	2025	2026
	RMB'000	RMB'000	RMB'000	RMB'000
At the beginning of the year/period	185,709	193,037	223,377	253,482
Impairment losses, net	7,561	30,340	29,962	(12,456)
Amount written off as uncollectible	(233)	–	143	–
At the end of the year/period	193,037	223,377	253,482	241,026

For trade and bills receivables, the Group has applied the simplified approach in IFRS 9 to measure the loss allowance at an amount equal to lifetime ECLs. The Group determines the ECLs on these items by using a provision matrix, estimated based on the financial quality of the debtors and historical credit loss experience based on the invoice days of the trade receivables, adjusted as appropriate to reflect current conditions and estimates of future economic conditions.

The following table details the risk profile of trade and bills receivables:

As at 31 December 2023

	Gross carrying amount	Expected credit loss rate	Expected credit losses
	RMB'000		RMB'000
Provision for bad debts on individual basis	2,628	100%	2,628
Provision for bad debts by portfolio of credit risk characteristics			
Within 1 year	4,088,854	5%	190,196
1 year to 3 years	999	21%	205
Over 3 years	14	57%	8
Total	4,092,495		193,037

As at 31 December 2024

	Gross carrying amount	Expected credit loss rate	Expected credit losses
	RMB'000		RMB'000
Provision for bad debts on individual basis	4,149	100%	4,149
Provision for bad debts by portfolio of credit risk characteristics			
Within 1 year	4,570,497	5%	219,111
1 year to 3 years	554	21%	117
Total	4,575,200		223,377

As at 31 December 2025

	Gross carrying amount	Expected credit loss rate	Expected credit losses
	RMB'000		*RMB'000*
Provision for bad debts on individual basis	6,290	100%	6,290
Provision for bad debts by portfolio of credit risk characteristics			
Within 1 year	5,116,946	5%	247,192
Total	5,123,236		253,482

As at 30 April 2026

	Gross carrying amount	Expected credit loss rate	Expected credit losses
	RMB'000		*RMB'000*
Provision for bad debts on individual basis	6,178	100%	6,178
Provision for bad debts by portfolio of credit risk characteristics			
Within 1 year	4,914,473	5%	234,846
1 year to 3 years	8	25%	2
Total	4,920,659		241,026

Certain of the Group's bills receivable with net carrying amounts of approximately RMB171,685,000, RMB66,489,000, RMB55,100,000 and RMB82,630,000 as at 31 December 2023, 2024 and 2025 and 30 April 2026, respectively, were pledged to secure bank facilities.

The Company

	As at 31 December			As at 30 April
	2023	2024	2025	2026
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000*
Trade receivables	2,533,558	3,048,800	3,274,202	2,972,891
Bills receivable	232,124	164,086	133,440	198,940
Impairment	(129,129)	(155,620)	(168,445)	(153,275)
Net carrying amount	2,636,553	3,057,266	3,239,197	3,018,556

An ageing analysis of the trade and bills receivables net of allowance as at 31 December 2023, 2024 and 2025 and 30 April 2026 (based on the invoice date and net of loss allowance) are as follows:

	As at 31 December			As at 30 April
	2023	2024	2025	2026
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000*
Within 1 year	2,635,759	3,057,234	3,239,197	3,018,556
1 year to 2 years	779	13	–	–
2 years to 3 years	9	19	–	–
Over 3 years	6	–	–	–
Total	2,636,553	3,057,266	3,239,197	3,018,556

The movements in the loss allowance for impairment of trade and bills receivables are as follows:

	As at 31 December			As at 30 April
	2023	2024	2025	2026
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000*
At the beginning of the year/period	120,702	129,129	155,620	168,445
Impairment losses, net	8,787	26,491	12,835	(15,170)
Amount written off as uncollectible	(360)	–	(10)	–
At the end of the year/period	129,129	155,620	168,445	153,275

The following table details the risk profile of trade and bills receivables:

As at 31 December 2023

	Gross carrying amount	Expected credit loss rate	Expected credit losses
	RMB'000		*RMB'000*
Provision for bad debts on individual basis	2,333	100%	2,333
Provision for bad debts by portfolio of credit risk characteristics			
Within 1 year	2,762,347	5%	126,588
1 year to 3 years	988	20%	200
Over 3 years	14	57%	8
Total	2,765,682		129,129

As at 31 December 2024

	Gross carrying amount	Expected credit loss rate	Expected credit losses
	RMB'000		*RMB'000*
Provision for bad debts on individual basis	3,022	100%	3,022
Provision for bad debts by portfolio of credit risk characteristics			
Within 1 year	3,209,815	5%	152,581
1 year to 3 years	49	35%	17
Total	3,212,886		155,620

As at 31 December 2025

	Gross carrying amount	Expected credit loss rate	Expected credit losses
	RMB'000		*RMB'000*
Provision for bad debts on individual basis	4,955	100%	4,955
Provision for bad debts by portfolio of credit risk characteristics			
Within 1 year	3,402,687	5%	163,490
Total	3,407,642		168,445

As at 30 April 2026

	Gross carrying amount	Expected credit loss rate	Expected credit losses
	RMB'000		*RMB'000*
Provision for bad debts on individual basis	4,862	100%	4,862
Provision for bad debts by portfolio of credit risk characteristics			
Within 1 year	3,166,969	5%	148,413
Total	3,171,831		153,275

Certain of the Company's bills receivable with net carrying amounts of RMB20,510,000, RMB1,008,000, RMB11,449,000 and RMB30,322,000 as at 31 December 2023, 2024 and 2025 and 30 April 2026, respectively, were pledged to secure bank facilities.

21. PREPAYMENTS, DEPOSITS AND OTHER RECEIVABLES

The Group

	As at 31 December			As at 30 April
	2023	2024	2025	2026
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000*
Prepayments	323,601	690,085	889,645	1,389,594
Deposits and other receivables	56,730	56,288	99,985	169,141
Value-added tax recoverable	26,844	112,030	181,410	202,317
Tax prepayments	1,101	5,245	21,481	34,780
[**REDACTED**] expenses	–	–	20,045	21,036
	408,276	863,648	1,212,566	1,816,868
Less: Provision for impairment of other receivables	(4,980)	(6,509)	(9,423)	(13,375)
Net carrying amount	403,296	857,139	1,203,143	1,803,493
Analysed into:				
Current portion	89,109	182,092	322,071	449,438
Non-current portion	314,187	675,047	881,072	1,354,055

The Company

	As at 31 December			As at 30 April
	2023	2024	2025	2026
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000*
Prepayments	18,887	121,608	89,462	56,111
Deposits and other receivables	298,513	1,010,943	1,676,872	2,031,767
Value-added tax recoverable	14,921	42,113	35,564	3,554
Tax prepayments	1,021	–	21,467	28,146
[**REDACTED**] expenses	–	–	20,045	21,036
	333,342	1,174,664	1,843,410	2,140,614
Less: Provision for impairment of other receivables	(15,974)	(75,247)	(189,858)	(256,210)
Net carrying amount	317,368	1,099,417	1,653,552	1,884,404
Analysed into:				
Current portion	304,108	981,989	1,567,103	1,834,394
Non-current portion	13,260	117,428	86,449	50,010

An impairment analysis was performed as at 31 December 2023, 2024 and 2025 and 30 April 2026. The Group has applied the general approach to provide for expected credit losses for non-trade other receivables under IFRS 9. The Group has assessed that the credit risk of these receivables has not increased significantly since initial recognition. At the end of each of the Relevant Periods, these receivables were categorised in stage 1 and 12-month expected losses are calculated.

22. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

The Group

	As at 31 December			As at 30 April
	2023	2024	2025	2026
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000*
Current				
Wealth management products*	250,000	312,000	–	–
Listed equity investments, at fair value	–	–	182,180	82,624
	250,000	312,000	182,180	82,624
Non-current				
Equity investments classified as at fair value through profit or loss				
– Unlisted equity investments	7,000	37,000	40,000	40,000
	257,000	349,000	222,180	122,624

The Company

	As at 31 December			As at 30 April
	2023	2024	2025	2026
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000*
Current				
Wealth management products*	250,000	270,000	–	–
Listed equity investments, at fair value	–	–	182,180	82,624
	250,000	270,000	182,180	82,624

* The above financial assets were wealth management products issued by banks in Chinese mainland. They were mandatorily classified as financial assets at fair value through profit or loss as their contractual cash flows are not solely payments of principal and interest.

23. DEBT INVESTMENTS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME

The Group

	As at 31 December			As at 30 April
	2023	2024	2025	2026
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000*
Bills receivable, at fair value	836,418	680,431	982,266	978,713

The Company

	As at 31 December			As at 30 April
	2023	2024	2025	2026
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000*
Bills receivable, at fair value	165,315	231,977	305,665	297,002

The above bills receivable arising from bank acceptance are classified and measured at fair value through other comprehensive income as they are held within a business model with the objective of both collecting contractual cashflows and selling.

Certain of the Group's debt investments at fair value through other comprehensive income with net carrying amounts of approximately RMB656,085,000, RMB444,223,000 and RMB719,875,000 and RMB750,387,000 as at 31 December 2023, 2024 and 2025 and 30 April 2026, respectively, were pledged to secure bank facilities.

Certain of the Company's debt investments at fair value through other comprehensive income with net carrying amounts of approximately RMB12,604,000, RMB39,496,000 and RMB81,456,000 and RMB107,806,000 as at 31 December 2023, 2024 and 2025 and 30 April 2026, respectively, were pledged to secure bank facilities.

24. CASH AND CASH EQUIVALENTS, PLEDGED AND RESTRICTED DEPOSITS

The Group

	As at 31 December			As at 30 April
	2023	2024	2025	2026
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000*
Cash and bank balances	2,287,807	2,183,671	2,693,336	3,537,451
Less: Pledged and restricted deposits	(319,409)	(345,239)	(527,137)	(626,529)
Time deposits with original maturity of over three months	–	–	(225,000)	–
Cash and cash equivalents	1,968,398	1,838,432	1,941,199	2,910,922
Denominated in RMB	1,536,525	946,432	643,073	1,520,524
Denominated in USD	393,168	813,362	1,268,106	1,322,535
Denominated in other currencies	38,705	78,638	30,020	67,863
Cash and cash equivalents	1,968,398	1,838,432	1,941,199	2,910,922

The Company

	As at 31 December			As at 30 April
	2023	2024	2025	2026
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000*
Cash and bank balances	1,199,781	889,682	610,728	1,100,608
Less: Pledged and restricted deposits	(53,621)	(46,052)	(46,976)	(78,172)
Time deposits with original maturity of over three months	–	–	(225,000)	–
Cash and cash equivalents	1,146,160	843,630	338,752	1,022,436
Denominated in RMB	811,154	268,406	146,256	757,098
Denominated in USD	328,429	575,221	182,622	261,077
Denominated in other currencies	6,577	3	9,874	4,261
Cash and cash equivalents	1,146,160	843,630	338,752	1,022,436

The RMB is not freely convertible into other currencies, however, under Chinese mainland's Foreign Exchange Control Regulations and Administration of Settlement, and Sale and Payment of Foreign Exchange Regulations, the Group is permitted to exchange RMB for other currencies through banks authorised to conduct foreign exchange business.

Certain deposits are pledged for the issuance of bankers' acceptances.

Cash at banks earns interest at floating rates based on daily bank deposit rates. The bank and pledged and restricted deposits are deposited with creditworthy banks with no recent history of default. The carrying amounts of the cash and cash equivalents approximated to their fair values.

25. ACCOUNTS AND BILLS PAYABLES

The Group

	As at 31 December			As at 30 April
	2023	2024	2025	2026
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000*
Trade payables	2,091,325	2,625,783	3,146,360	3,402,271
Bills payable	1,177,130	1,264,322	1,827,931	1,952,351
Payables for construction costs and equipment	617,615	962,757	1,747,300	1,616,475
Total	3,886,070	4,852,862	6,721,591	6,971,097

An ageing analysis of the accounts and bills payables as at 31 December 2023, 2024 and 2025 and 30 April 2026 was as follows:

	As at 31 December			As at 30 April
	2023	2024	2025	2026
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000*
Within 1 year	3,757,536	4,762,461	6,607,111	6,858,234
1 year to 2 years	113,359	40,072	84,685	79,443
2 years to 3 years	11,594	38,686	13,609	16,946
Over 3 years	3,581	11,643	16,186	16,474
Total	3,886,070	4,852,862	6,721,591	6,971,097

The Company

	As at 31 December			As at 30 April
	2023	2024	2025	2026
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000*
Trade payables	3,953,899	5,116,391	4,401,275	3,602,180
Bills payable	140,265	114,393	483,266	368,955
Payables for construction costs and equipment	65,558	137,006	155,374	143,421
Total	4,159,722	5,367,790	5,039,915	4,114,556

An ageing analysis of the accounts and bills payables as at 31 December 2023, 2024 and 2025 and 30 April 2026 was as follows:

	As at 31 December			As at 30 April
	2023	2024	2025	2026
	RMB'000	RMB'000	RMB'000	RMB'000
Within 1 year	4,158,429	5,364,641	5,028,447	4,110,072
1 year to 2 years	362	2,346	10,452	3,105
2 years to 3 years	335	168	531	452
Over 3 years	596	635	485	927
Total	4,159,722	5,367,790	5,039,915	4,114,556

Accounts payables are non-interest-bearing and are normally settled on terms of 90 to 120 days.

As at 31 December 2023, 2024 and 2025 and 30 April 2026, the carrying amounts of accounts and bills payables approximated to their fair values.

26. OTHER PAYABLES AND ACCRUALS

The Group

	As at 31 December			As at 30 April
	2023	2024	2025	2026
	RMB'000	RMB'000	RMB'000	RMB'000
Restricted share repurchase obligations	–	112,037	85,089	85,089
Deposits payable	36,542	20,531	22,688	4,736
Accruals and other payables	61,722	100,695	99,287	60,494
Payroll and welfare payable	242,180	276,871	318,279	238,154
Other tax payables	103,812	54,006	48,815	51,152
Endorsed bank bills	26,944	96,905	78,424	89,529
Payables for equity acquisition	47,500	–	–	–
Dividend	–	–	6,945	548,570
Total	518,700	661,045	659,527	1,077,724

The Company

	As at 31 December			As at 30 April
	2023	2024	2025	2026
	RMB'000	RMB'000	RMB'000	RMB'000
Restricted share repurchase obligations	–	112,037	85,089	85,089
Deposits payable	6,338	7,028	7,017	1,817
Accruals and other payables	12,711	44,072	103,896	40,031
Payroll and welfare payable	77,860	48,605	53,438	35,133
Other tax payables	5,625	4,938	4,304	5,115
Endorsed bank bills	22,580	134,564	90,187	123,858
Payables for equity acquisition	47,500	–	–	–
Dividend	–	–	6,945	548,570
Total	172,614	351,244	350,876	839,613

Other payables are unsecured and repayable on demand.

27. FINANCIAL LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS

The Group

	As at 31 December			As at 30 April
	2023	2024	2025	2026
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000*
Forward currency contracts	838	–	–	–

The Company

	As at 31 December			As at 30 April
	2023	2024	2025	2026
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000*
Forward currency contracts	583	–	–	–

28. CONTRACT LIABILITIES

The Group recognised the following revenue-related contract liabilities:

The Group

	As at 31 December			As at 30 April
	2023	2024	2025	2026
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000*
Advances from customers	7,997	5,795	11,970	30,408

The Company

	As at 31 December			As at 30 April
	2023	2024	2025	2026
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000*
Advances from customers	1,573	1,483	4,792	12,372

The Group receives payments from customers based on billing schedules as established in the contracts. A portion of payments is usually received in advance of the performance under the contracts. The contract liabilities comprise the prepayments received from customers, to whom the goods or services have not yet been transferred or provided.

29. DEFERRED INCOME

The Group

	As at 31 December			As at 30 April
	2023	2024	2025	2026
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000*
Government grants and subsidies	228,457	325,539	403,448	400,801

The Company

	As at 31 December			As at 30 April
	2023	2024	2025	2026
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000*
Government grants and subsidies	37,940	48,072	66,752	64,198

30. INTEREST-BEARING BANK AND OTHER BORROWINGS

The Group

	Effective interest rate	Maturity	As at 31 December 2023
			RMB'000
Current			
Current portion of long-term bank loans – unsecured	3.70%-3.85%	2024	316,345
Other loans – secured	1.63%-1.68%	2024	3,361
Total – current			319,706
Non-current			
Long-term bank loans – secured	3.80%-4.50%	2027-2028	227,853
Long-term bank loans – unsecured	3.00%-3.85%	2025	189,064
Total – non-current			416,917
Total			736,623

	Effective interest rate	Maturity	As at 31 December 2024
			RMB'000
Current			
Bank loans – secured	2.60%-2.88%	2025	86,000
Bank loans – unsecured	2.88%	2025	30,099
Current portion of long-term bank loans – secured	3.80%-4.50%	2025	56,334
Current portion of long-term bank loans – unsecured	2.70%-3.80%	2025	191,609
Other loans – secured	0.80%-4.00%	2025	9,229
Total – current			373,271
Non-current			
Long-term bank loans – secured	3.50%-4.50%	2027-2034	212,863
Long-term bank loans – unsecured	2.80%-3.10%	2026-2027	71,200
Total – non-current			284,063
Total			657,334

	Effective interest rate	Maturity	As at 31 December 2025
			RMB'000
Current			
Bank loans – unsecured	2.20%-2.55%	2026	153,107
Current portion of long-term bank loans – secured	3.40%-4.50%	2026	71,586
Current portion of long-term bank loans – unsecured	2.40%-3.40%	2026	141,631
Other loans – secured	0.70%-4.00%	2026	225,694
Total – current			592,018
Non-current			
Long-term bank loans – secured	3.30%-4.50%	2027-2034	1,003,018
Long-term bank loans – unsecured	2.40%-3.40%	2027-2030	860,925
Total – non-current			1,863,943
Total			2,455,961

	Effective interest rate	Maturity	As at 30 April 2026
			RMB'000
Current			
Bank loans – unsecured	2.20%-2.22%	2026-2027	322,034
Current portion of long-term bank loans – secured	3.10%-3.50%	2026-2027	82,568
Current portion of long-term bank loans – unsecured	2.29%-3.40%	2026-2027	261,764
Other loans – secured	1.03%-1.28%	2026	8,643
Total – current			675,009
Non-current			
Long-term bank loans – secured	2.95%-3.50%	2027-2034	2,081,585
Long-term bank loans – unsecured	2.29%-3.40%	2027-2030	2,042,251
Total – non-current			4,123,836
Total			4,798,845

	As at 31 December			As at 30 April
	2023	2024	2025	2026
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000*
Analysed into:				
Bank loans repayable:				
Within one year or on demand	316,345	364,042	366,324	666,366
In the second year	279,310	106,406	439,630	483,011
In the third year	68,804	108,969	616,453	1,963,801
In the fourth to fifth years, inclusive	68,803	20,659	342,832	842,266
Beyond five years	–	48,029	465,028	834,758
Total	733,262	648,105	2,230,267	4,790,202
Analysed into:				
Other loans repayable:				
Within one year or on demand	3,361	9,229	225,694	8,643
Total	3,361	9,229	225,694	8,643

Certain of the Group's bank loans and other loans are secured by:

(a) The Group's mortgaged buildings and construction in progress with net carrying amounts of RMB683,885,000, RMB1,081,051,000, RMB1,256,323,000 and RMB1,251,459,000 as at 31 December 2023, 2024 and 2025 and 30 April 2026 (note 13), respectively; and

(b) The Group's mortgaged land use rights with net carrying amounts of RMB47,754,000, RMB88,923,000, RMB86,601,000 and RMB104,505,000 as at 31 December 2023, 2024 and 2025 and 30 April 2026 (note 14), respectively.

The Company

	Effective interest rate	Maturity	As at 31 December 2023
			RMB'000
Current			
Current portion of long-term bank loans – unsecured	3.70%-3.85%	2024	81,607
Total – current			81,607
Non-current			
Long-term bank loans – unsecured	3.00%-3.85%	2025	98,064
Total – non-current			98,064
Total			179,671

	Effective interest rate	Maturity	As at 31 December 2024
			RMB'000
Current			
Bank loans – unsecured	2.88%	2025	30,026
Current portion of long-term bank loans – unsecured	2.70%-3.60%	2025	100,533
Other loans – secured	0.80%-4.00%	2025	9,229
Total – current			139,788
Non-current			
Long-term bank loans – secured	3.50%	2034	19,174
Long-term bank loans – unsecured	2.80%-3.10%	2026-2027	71,200
Total – non-current			90,374
Total			230,162

	Effective interest rate	Maturity	As at 31 December 2025
			RMB'000
Current			
Bank loans – unsecured	2.20%	2026	90,061
Current portion of long-term bank loans – unsecured	2.40%-3.40%	2026	127,521
Other loans – secured	0.70%-4.00%	2026	694
Total – current			218,276
Non-current			
Long-term bank loans – secured	3.40%-3.50%	2027-2034	261,593
Long-term bank loans – unsecured	2.40%-3.40%	2027-2028	489,800
Total – non-current			751,393
Total			969,669

	Effective interest rate	Maturity	As at 30 April 2026
			RMB'000
Current			
Bank loans – unsecured	2.20%-2.22%	2026-2027	155,095
Current portion of Long-term bank loans – secured	3.40%-3.50%	2026	1,382
Current portion of long-term bank loans – unsecured	2.29%-3.40%	2026-2027	182,529
Other loans – secured	1.03%-1.28%	2026	8,643
Total – current			347,649
Non-current			
Long-term bank loans – secured	2.95%-3.50%	2027-2034	386,153
Long-term bank loans – unsecured	2.29%-3.40%	2027-2030	936,180
Total – non-current			1,322,333
Total			1,669,982

	As at 31 December			As at 30 April
	2023	2024	2025	2026
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000*
Analysed into:				
Bank loans repayable:				
Within one year or on demand	81,607	130,559	217,582	339,006
In the second year	98,064	36,200	223,520	262,988
In the third year	–	35,959	298,979	721,461
In the fourth to fifth years, inclusive	–	3,835	71,938	106,192
Beyond five years	–	14,380	156,956	231,692
Total	179,671	220,933	968,975	1,661,339

	As at 31 December			As at 30 April
	2023	2024	2025	2026
	RMB'000	RMB'000	RMB'000	RMB'000
Analysed into:				
Other loans repayable:				
Within one year or on demand	–	9,229	694	8,643
Total	–	9,229	694	8,643

Certain of the Company's bank loans are secured by:

(a) The Company's mortgaged land use rights with net carrying amounts of nil, RMB23,615,000, RMB22,767,000 and RMB22,492,000 as at 31 December 2023, 2024 and 2025 and 30 April 2026, respectively.

31. CONVERTIBLE BONDS

Convertible Bonds 2020

In August 2020, the Group issued 178,000,000 convertible bonds of RMB1,780,000,000 (the "Convertible Bonds 2020") with interest-bearing 0.40% in the first year, 0.60% in the second year, 1.00% in the third year, 1.50% in the fourth year, 1.80% in the fifth year and 2.00% in the sixth year. The bonds mature six years from the issue date at their par value or can be converted into shares at the holder's option. The initial equity component of the convertible was RMB310,321,000, and the initial liability component of the convertible was RMB1,449,909,000.

The conversion period begins on the first trading day after the expiry of six months from the issuance completion date (28 August 2020), namely 1 March 2021, and ends on the maturity date of the convertible bonds (23 August 2026).

Under the redemption provisions, the Company is to redeem all unexercised convertible bonds within five trading days after the maturity of the convertible bonds issued under this offering. During the conversion period, the Company has the right to redeem, in whole or in part, any unexercised convertible bonds at their face value plus accrued interest if either of the following conditions is met: (i) the closing price of the Company's shares on at least fifteen trading days out of any consecutive thirty trading days equals or exceeds 130% of the then-current conversion price; or (ii) the unexercised balance of the convertible bonds falls below RMB 30 million.

Convertible Bonds 2023

In April 2023, the Group issued 115,400,000 convertible bonds of RMB1,154,000,000 (the "Convertible Bonds 2023") with interest-bearing 0.30% in the first year, 0.50% in the second year, 1.00% in the third year, 1.50% in the fourth year, 1.80% in the fifth year and 2.00% in the sixth year. The bonds mature six years from the issue date at their par value or can be converted into shares at the holder's option. The initial equity component of the convertible was RMB177,734,000, and the initial liability component of the convertible was RMB961,881,000.

The conversion period begins on the first trading day after the expiry of six months from the issuance completion date (11 April 2023), namely 11 October 2023, and ends on the maturity date of the convertible bonds (3 April 2029).

Under the redemption provisions, the Company is to redeem all unexercised convertible bonds within five trading days after the maturity of the convertible bonds issued under this offering. During the conversion period, the Company has the right to redeem, in whole or in part, any unexercised convertible bonds at their face value plus accrued interest if either of the following conditions is met: (i) the closing price of the Company's shares on at least fifteen trading days out of any consecutive thirty trading days equals or exceeds 130% of the then-current conversion price; or (ii) the unexercised balance of the convertible bonds falls below RMB 30 million.

The fair value of the liability component was estimated at the issuance date using an equivalent market interest rate for a similar bond without a conversion option. The residual amount is assigned as the equity component and is included in shareholders' equity.

The convertible bonds issued have been split into the liability and equity components, the movements of the liability component of the convertible bonds during the Relevant Periods are as follows:

	As at 31 December			As at 30 April
	2023	2024	2025	2026
	RMB'000	RMB'000	RMB'000	RMB'000
At beginning of year/period:	1,600,860	2,652,335	1,032,172	–
Liability component of the convertible bonds issued	961,881	–	–	–
Interest expense	107,437	85,138	30,193	–
Interest paid	(17,798)	(3,539)	(5,748)	–
Conversion of convertible bonds	(45)	(1,699,229)	(1,055,728)	–
Redemption	–	(2,533)	(889)	–
At end of year/period:	2,652,335	1,032,172	–	–
Analysed into:				
Current portion	11,974	4,283	–	–
Non-current portion	2,640,361	1,027,889	–	–

32. SHARE CAPITAL AND TREASURY SHARES

Share capital

The Group and the Company

	As at 31 December			As at 30 April
	2023	2024	2025	2026
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000*
Issued and fully paid:				
Ordinary shares of RMB1.00 each	841,874	932,532	984,812	984,857

A summary of movements in the Company's share capital is as follows:

	Number of shares in issue	Share capital
	'000	*RMB'000*
At 1 January 2023	847,250	847,250
Conversion of convertible bonds	2	2
Deregistration of forfeited restricted shares	(5,378)	(5,378)
At 31 December 2023	841,874	841,874
At 1 January 2024	841,874	841,874
Conversion of convertible bonds	78,727	78,727
Issue of restricted shares	12,024	12,024
Deregistration of forfeited restricted shares *(a)*	(93)	(93)
At 31 December 2024	932,532	932,532
At 1 January 2025	932,532	932,532
Conversion of convertible bonds	48,195	48,195
Issue of restricted shares	2,130	2,130
Deregistration of forfeited restricted shares *(a)*	(457)	(457)
Issue of shares upon exercise of share options	2,412	2,412
At 31 December 2025	984,812	984,812
At 1 January 2026	984,812	984,812
Issue of shares upon exercise of share options	45	45
At 30 April 2026	984,857	984,857

Treasury shares

The Group and the Company

	Treasury share
	RMB'000
At 1 January 2023	81,635
Deregistration of forfeited restricted shares	(78,946)
Adjustment of cash dividends to restricted shares	(2,689)
At 31 December 2023	–
At 1 January 2024	–
Issue of restricted shares	112,906
Deregistration of forfeited restricted shares *(a)*	(869)
At 31 December 2024	112,037
At 1 January 2025	112,037
Issue of restricted shares	19,999
Deregistration of forfeited restricted shares *(a)*	(4,290)
Vesting of restricted shares	(42,657)
At 31 December 2025 and 30 April 2026	85,089

(a) Pursuant to the approval and authorization by the shareholders' meeting of the Company on 20 May 2024, the Company repurchased and cancelled 93,000 forfeited restricted shares during the year ended 31 December 2024 and 457,000 forfeited restricted shares during the year ended 31 December 2025, which were forfeited and did not vest.

33. SHARE-BASED PAYMENTS

2019 Restricted share incentive scheme

In December 2019, the Company implemented a restricted share incentive scheme which are subject to restrictions on transfer, termination and such other limitations set forth in the plan. 6,362,800 restricted shares of the Company were granted to 166 staff at the initial subscription price of RMB22.05 per share under the scheme. According to the Group's performance appraisal and individual performance appraisal for the four years ended 31 December 2020, 2021, 2022 and 2023, 20%, 20%, 30% and 30% of restricted share incentive scheme will be unlocked respectively.

In November 2020, addition 2,067,800 restricted shares of the Company were granted to 62 staff at the initial subscription price of RMB16.66 per share under the restricted share incentive scheme. According to the Group's performance appraisal and individual performance appraisal for the three years ended 31 December 2021, 2022 and 2023, 30%, 30% and 40% of restricted share incentive scheme will be unlocked respectively.

2024 Share options and restricted share units incentive plan

(a) 2024 restricted share units incentive plan

In June 2024, the Company implemented a restricted share units incentive plan which are subject to restrictions on transfer, termination and such other limitations set forth in the plan. 12,024,100 restricted shares of the Company were granted to 414 staff at the initial subscription price of RMB9.39 per share under the restricted share incentive scheme. According to the Group's performance appraisal, the Company or the subsidiaries performance appraisal and individual performance appraisal for the three years ended 31 December 2024, 2025 and 2026, 40%, 30% and 30% of restricted share incentive scheme will be unlocked respectively.

In March 2025, the Company implemented a restricted share units incentive plan which are subject to restrictions on transfer, termination and such other limitations set forth in the plan. 2,129,800 restricted shares of the Company were granted to 104 staff at the initial subscription price of RMB9.39 per share under the restricted share incentive scheme. According to the Group's performance appraisal, the Company or the subsidiaries performance appraisal and individual performance appraisal for the two years ended 31 December 2025 and 2026, 50% and 50% of restricted share incentive scheme will be unlocked respectively.

(b) Share option incentive plan

In June 2024, the Company implemented a share option incentive plan, 6,677,900 share option were granted to 467 staff with an exercise price of RMB15.32. According to the Group's performance appraisal, the Company or the subsidiaries performance appraisal and individual performance appraisal for the three years ended 31 December 2024, 2025 and 2026, 40%, 30% and 30% of share option could be exercise within the following years respectively.

In March 2025, the Company implemented a share option incentive plan, 785,700 share option were granted to 90 staff with an exercise price of RMB15.32. According to the Group's performance appraisal, the Company or the subsidiaries performance appraisal and individual performance appraisal for the two years ended 31 December 2025 and 2026, 50% and 50% of share option could be exercise within the following years respectively.

Movements in the number of restricted shares during the Relevant Periods and the four months ended 30 April 2025 are as follows:

	Year ended 31 December			As at 30 April	
	2023	2024	2025	2025	2026
	'000	'000	'000	'000	'000
At beginning of the year/period	5,378	–	11,931	11,931	9,061
Granted	–	12,024	2,130	–	–
Forfeited	(2,695)	(93)	(457)	(114)	–
Cancelled	(2,683)	–	–	–	–
Exercised	–	–	(4,543)	–	–
At end of the year/period	–	11,931	9,061	11,817	9,061

Movements in the number of share option during the Relevant Periods and the four months ended 30 April 2025 are as follows:

	Year ended 31 December				Four months ended 30 April			
	2024		2025		2025		2026	
	Weighted average exercise price	Number of options	Weighted average exercise price	Number of options	Weighted average exercise price	Number of options	Weighted average exercise price	Number of options
	RMB	'000	RMB	'000	RMB (Unaudited)	'000 (Unaudited)	RMB	'000
At beginning of the year/period	–	–	15.32	6,564	15.32	6,564	14.52	4,588
Granted	15.32	6,678	15.32	786	–	–	–	–
Forfeited	–	(114)	–	(350)	15.32	(97)	–	–
Exercised	–	–	14.52	(2,412)	–	–	14.52	(45)
At end of the year/period	15.32	6,564	14.52	4,588	15.32	6,467	14.52	4,543

The exercise price and exercise period of the share options outstanding as at the end of the reporting period are as follows:

31 December 2024

Number of options	Exercise price*	Exercise period
'000	*RMB*	
6,564	15.32	2025-2028

31 December 2025

Number of options	Exercise price*	Exercise period
'000	*RMB*	
4,588	14.52	2026-2028

30 April 2025 (Unaudited)

Number of options	Exercise price*	Exercise period
'000	*RMB*	
6,467	15.32	2025-2028

30 April 2026

Number of options	Exercise price*	Exercise period
'000	*RMB*	
4,543	14.52	2026-2028

* The exercise price of the share options is subject to adjustment in the case of rights or bonus issues, or other similar changes in the Company's share capital.

Share-based payment expenses during the Relevant Periods and the four months ended 30 April 2025 are as follows:

	Year ended 31 December			Four months ended 30 April	
	2023	2024	2025	2025	2026
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000 (Unaudited)*	*RMB'000*
Restricted shares granted by the Company under the plans	11,897	63,007	98,900	37,655	25,120
Share options granted under the plan	–	24,084	35,144	15,322	8,170
Total	11,897	87,091	134,044	52,977	33,290

The fair value of equity-settled share options granted during the Relevant Periods and the four months ended 30 April 2025, was estimated as at the date of grant using a Black-Scholes model, taking into account the terms and conditions upon which the options were granted. The following table lists the inputs to the model used:

	Share option incentive plan granted in June 2024	Share option incentive plan granted in March 2025
Expected volatility	13.22%, 13.26%, 14.49%	18.65%, 16.18%
Historical volatility	13.22%, 13.26%, 14.49%	18.65%, 16.18%
Risk-free interest rate	1.50%, 2.10%, 2.75%	1.50%, 2.10%
Share price at grant date per share (RMB)	25.53	33.81

No other feature of the options granted was incorporated into the measurement of fair value.

34. RESERVES

The Group

The amounts of the Group's reserves and the movements therein for the Relevant Periods are presented in the consolidated statements of changes in equity.

(a) Capital reserve

The capital reserve of the Group includes the share premium contributed by the shareholders of the Company.

(b) Statutory reserve

In accordance with the PRC Company Law and the articles of association of the Company and the subsidiaries established in the PRC, the Group is required to appropriate 10% of its net profits after tax, as determined under the Chinese Accounting Standards, to the statutory reserve until the reserve balance reaches 50% of its registered capital. Subject to certain restrictions set out in the relevant PRC regulations and in the articles of association of the Company and the subsidiaries, the statutory reserve may be used either to offset losses, or to be converted to increase paid-in capital, provided that the balance after such conversion is not less than 25% of the registered capital of the respective entities. The reserve cannot be used for purposes other than those for which it is created and is not distributable as cash dividends.

(c) Exchange fluctuation reserve

Exchange fluctuation reserve comprises all foreign exchange differences arising from the translation of the financial statements of companies of which the functional currencies are not RMB. The reserve is dealt with in accordance with the accounting policy set out in note 2.3.

(d) Special reserve-safety fund

Pursuant to the revised *Measures for the Extraction and Use of Enterprise Safety Production Funds* issued in November 2022, the Group is required to set aside an amount to maintenance, production and other similar funds. The fund can be used for maintenance of production and improvements of safety and are not available for distribution to shareholders.

The Company

	Capital reserve	Share-based payment reserve	Statutory surplus reserve	Retained profits	Total
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*
At 1 January 2023	1,766,877	29,381	277,545	739,032	2,812,835
Profit for the year	–	–	–	360,788	360,788
Dividend declared *(note 11)*	–	–	–	(423,625)	(423,625)
Conversion of convertible bonds	50	–	–	–	50
Deregistration of forfeited restricted shares	(73,568)	–	–	–	(73,568)
Share-based payments	–	11,897	–	–	11,897
Transferred from retained profits	–	–	36,079	(36,079)	–
At 31 December 2023 and 1 January 2024	1,693,359	41,278	313,624	640,116	2,688,377
Profit for the year	–	–	–	642,515	642,515
Dividend declared *(note 11)*	–	–	–	(420,937)	(420,937)
Conversion of convertible bonds	1,930,860	–	–	–	1,930,860
Issue of restricted shares	100,882	–	–	–	100,882
Deregistration of forfeited restricted shares	(776)	–	–	–	(776)
Share-based payments	–	87,091	–	–	87,091
Transferred from retained profits	–	–	64,251	(64,251)	–
At 31 December 2024 and 1 January 2025	3,724,325	128,369	377,875	797,443	5,028,012
Profit for the year	–	–	–	1,178,583	1,178,583
Dividend declared *(note 11)*	–	–	–	(747,383)	(747,383)
Conversion of convertible bonds	1,185,200	–	–	–	1,185,200
Issue of restricted shares	17,869	–	–	–	17,869
Deregistration of forfeited restricted shares	(3,833)	–	–	–	(3,833)

	Capital reserve	Share-based payment reserve	Statutory surplus reserve	Retained profits	Total
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*
Issue of shares upon exercise of share options	57,801	(25,181)	–	–	32,620
Vesting of restricted share	73,321	(73,321)	–	–	–
Share-based payments	–	134,044	–	–	134,044
Transferred from retained profits	–	–	117,858	(117,858)	–
At 31 December 2025 and 1 January 2026	5,054,683	163,911	495,733	1,110,785	6,825,112
Profit for the period	–	–	–	848,868	848,868
Dividend declared *(note 11)*	–	–	–	(541,625)	(541,625)
Issue of shares upon exercise of share options	1,436	(834)	–	–	602
Share-based payments	–	33,290	–	–	33,290
Deferred tax on share-based payments	–	11,146	–	–	11,146
At 30 April 2026	5,056,119	207,513	495,733	1,418,028	7,177,393

35. NOTES TO THE CONSOLIDATED STATEMENTS OF CASH FLOWS

(a) Major non-cash transactions

During the years ended 31 December 2023, 2024 and 2025 and the four months ended 30 April 2026, the Group had non-cash additions to right-of-use assets and lease liabilities of RMB13,038,000, RMB9,661,000, RMB35,627,000 and RMB4,945,000 respectively, in respect of lease arrangements for properties.

(b) Changes in liabilities arising from financing activities

	Interest-bearing bank and other borrowings	Lease liabilities	Convertible bonds	Total
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000*
At 1 January 2023	770,622	32,640	1,600,860	2,404,122
Changes from financing cash flows	(47,096)	(20,067)	1,121,817	1,054,654
New leases	–	13,038	–	13,038
Equity component of convertible bonds	–	–	(177,734)	(177,734)
Conversion of convertible bonds	–	–	(45)	(45)
Non-cash settlement of other borrowings	(25,626)	–	–	(25,626)
Interest expense *(note 7)*	38,723	926	107,437	147,086
At 31 December 2023	736,623	26,537	2,652,335	3,415,495
At 1 January 2024	736,623	26,537	2,652,335	3,415,495
Changes from financing cash flows	(101,390)	(22,461)	(6,072)	(129,923)
New leases	–	9,661	–	9,661
Conversion of convertible bonds	–	–	(1,699,229)	(1,699,229)
Non-cash settlement of other borrowings	(5,996)	–	–	(5,996)
Interest expense *(note 7)*	28,097	849	85,138	114,084
At 31 December 2024	657,334	14,586	1,032,172	1,704,092
At 1 January 2025	657,334	14,586	1,032,172	1,704,092
Changes from financing cash flows	1,770,481	(22,210)	(6,637)	1,741,634
New leases	–	35,627	–	35,627
Conversion of convertible bonds	–	–	(1,055,728)	(1,055,728)
Non-cash settlement of other borrowings	(18,512)	–	–	(18,512)
Interest expense *(note 7)*	46,658	656	30,193	77,507
At 31 December 2025	2,455,961	28,659	–	2,484,620

	Interest-bearing bank and other borrowings	Lease liabilities	Convertible bonds	Total
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000*
At 1 January 2025	657,334	14,586	1,032,172	1,704,092
Changes from financing cash flows	590,475	(5,119)	(5,718)	579,638
Conversion of convertible bonds	–	–	(8,948)	(8,948)
Non-cash settlement of other borrowings	(974)	–	–	(974)
Interest expense *(note 7)*	12,078	116	14,341	26,535
At 30 April 2025 (Unaudited)	1,258,913	9,583	1,031,847	2,300,343
At 1 January 2026	2,455,961	28,659	–	2,484,620
Changes from financing cash flows	2,319,395	(8,143)	–	2,311,252
New leases	–	4,945	–	4,945
Non-cash settlement of other borrowings	(8,288)	–	–	(8,288)
Interest expense *(note 7)*	31,777	306	–	32,083
At 30 April 2026	4,798,845	25,767	–	4,824,612

(c) Total cash outflow for leases

	Year ended 31 December			Four months ended 30 April	
	2023	2024	2025	2025	2026
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000* *(Unaudited)*	*RMB'000*
Within operating activities	3,659	3,956	9,653	2,676	3,087
Within financing activities	20,067	22,461	22,210	5,119	8,143
Total	23,726	26,417	31,863	7,795	11,230

36. PLEDGE OF ASSETS

Details of the Group's assets pledged at the end of each of the Reporting Periods are included in notes 13, 14, 20, 23 and 24 to the Historical Financial Information.

37. COMMITMENTS

The Group had the following contractual commitments at 31 December 2023, 2024 and 2025 and 30 April 2026:

	As at 31 December			As at 30 April
	2023	2024	2025	2026
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000*
Property, plant and equipment	1,343,355	1,612,166	2,683,298	3,327,847

38. RELATED PARTY TRANSACTIONS

(a) Names and relationships

Name of related parties	Relationship with the Group
Longchuan Tengtian Department Store Co., Ltd.	A company under significant influence by Mr. Liu Shaobai, a non-executive director of the Company
Suzhou Innovation Ceramic Technology Co., Ltd.	An associate of the company
Luxshare Precision Industry Co., Ltd.	A significant non-controlling shareholder of a subsidiary of the Company
Xunmu Information Technology (Shanghai) Co., Ltd.	Controlled by the ultimate holding company of a significant non-controlling shareholder of a subsidiary of the Company
ICT-LANTO LIMITED	Controlled by a significant non-controlling shareholder of a subsidiary of the Company
Asap Technology (Jiangxi) Co., Ltd.	Controlled by a significant non-controlling shareholder of a subsidiary of the Company
Dongguan Xuntao electronic Co., Ltd.	Controlled by a significant non-controlling shareholder of a subsidiary of the Company
Merry Electronics (Suzhou) Co., Ltd.	Controlled by a significant non-controlling shareholder of a subsidiary of the Company
Jiangxi Asap Electronics Co., Ltd.	Controlled by a significant non-controlling shareholder of a subsidiary of the Company
Luxshare Precision Limited	Controlled by a significant non-controlling shareholder of a subsidiary of the Company
Lanto Electronic Ltd.	Controlled by a significant non-controlling shareholder of a subsidiary of the Company
Lixin Precision Intelligent Manufacturing (Kunshan) Co., Ltd.	Controlled by a significant non-controlling shareholder of a subsidiary of the Company
Luxshare Electronic Technology (Kunshan) Ltd.	Controlled by a significant non-controlling shareholder of a subsidiary of the Company
Luxshare Precision Industry (Kunshan) Co., Ltd.	Controlled by a significant non-controlling shareholder of a subsidiary of the Company
Xuancheng Luxshare Precision Industry Co., Ltd.	Controlled by a significant non-controlling shareholder of a subsidiary of the Company
XuanDe Technology Co., Ltd	Controlled by a significant non-controlling shareholder of a subsidiary of the Company
Luxshare Precision Industry (Enshi) Co., Ltd.	Controlled by a significant non-controlling shareholder of a subsidiary of the Company
Da Chuang Precision Intelligent Manufacturing (Kunshan) Co., Ltd.	Controlled by a significant non-controlling shareholder of a subsidiary of the Company
ShenZhen Luxshare Acoustics Technology Ltd.	Controlled by a significant non-controlling shareholder of a subsidiary of the Company
Luxshare Precision Technology (Nanjing) Co., Ltd	Controlled by a significant non-controlling shareholder of a subsidiary of the Company
Luxshare Precision Industry (Chuzhou) Co., Ltd.	Controlled by a significant non-controlling shareholder of a subsidiary of the Company
Suzhou Luxshare Technology Co., Ltd.	Controlled by a significant non-controlling shareholder of a subsidiary of the Company
Luxshare Intelligent Manufacturing Electronic Services (Kunshan) Co., LTD.	Controlled by a significant non-controlling shareholder of a subsidiary of the Company
Speedtech Intelligence Co., Ltd.	Controlled by a significant non-controlling shareholder of a subsidiary of the Company
Huzhou Luxshare Precision Industry Co., Ltd.	Controlled by a significant non-controlling shareholder of a subsidiary of the Company
Luxshare ITech (Zhejiang) Co., Ltd.	Controlled by a significant non-controlling shareholder of a subsidiary of the Company
Dongguan Huarong Communication Technology Co., Ltd.	Controlled by a significant non-controlling shareholder of a subsidiary of the Company
Lisheng Intelligent Technology (Chengdu) Co., Ltd.	Controlled by a significant non-controlling shareholder of a subsidiary of the Company
Luxshare New Energy (Anhui) Co., Ltd.	Controlled by a significant non-controlling shareholder of a subsidiary of the Company

(b) The Group had the following transactions with related parties during the Relevant Periods and the four months ended 30 April 2025:

	Year ended 31 December			Four months ended 30 April	
	2023	2024	2025	2025	2026
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000* *(Unaudited)*	*RMB'000*
Purchases of goods and services *(note i)*	3,113	2,675	9,204	2,542	9,916
Sales of goods *(note ii)*	50,828	91,932	82,541	27,611	38,391

(i) The purchases from the related parties were made according to the published prices and conditions offered by the related parties to their major customers. The credit terms granted by the related parties were generally in line with the credit terms granted to their major customers.

(ii) The sales to the related parties were made according to the published prices and conditions offered to the major customers of the Group.

(c) Outstanding balances with related parties as at 31 December 2023, 2024 and 2025 and 30 April 2026:

	As at 31 December			As at 30 April
	2023	2024	2025	2026
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000*
Trade and bills receivables	20,849	29,820	31,037	45,272
Prepayments, deposits and other receivables	–	283	233	78
Debt investments at fair value through other comprehensive income	2,217	151	1,515	715
Accounts and bills payables	165	68	4,426	8,677
Other payables and accruals	234	38	5	5
Contract liabilities	1,799	–	–	–

As at 31 December 2023, 2024 and 2025 and 30 April 2026, all the outstanding balances with related parties were trade in nature.

(d) Compensation of key management personnel of the Group:

	Year ended 31 December			Four months ended 30 April	
	2023	2024	2025	2025	2026
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000* *(Unaudited)*	*RMB'000*
Short term employee benefits	16,438	17,173	19,226	5,882	5,682
Share-based payment expenses	–	2,416	3,927	1,442	700
Total	16,438	19,589	23,153	7,324	6,382

Further details of directors' and supervisors' emoluments are included in note 8 to the Historical Financial Information.

39. FINANCIAL INSTRUMENTS BY CATEGORY

The carrying amounts of the categories of financial instruments at 31 December 2023, 2024 and 2025 and 30 April 2026 were as follows:

As at 31 December 2023

Financial assets

	Financial assets at fair value through profit or loss	Financial assets at fair value through other comprehensive income	Financial assets at amortised cost	Total
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000*
Cash and cash equivalents	–	–	1,968,398	1,968,398
Pledged and restricted deposits	–	–	319,409	319,409
Financial assets at fair value through profit or loss	257,000	–	–	257,000
Trade and bills receivables	–	–	3,899,458	3,899,458
Financial assets included in prepayments, deposits and other receivables	–	–	18,210	18,210
Debt investments at fair value through other comprehensive income	–	836,418	–	836,418
Equity investments designated at fair value through other comprehensive income	–	6,000	–	6,000
Total	257,000	842,418	6,205,475	7,304,893

Financial liabilities

	Financial liabilities at fair value through profit or loss	Financial liabilities at amortised cost	Total
	RMB'000	*RMB'000*	*RMB'000*
Accounts and bills payables	–	3,886,070	3,886,070
Financial liabilities at fair value through profit or loss	838	–	838
Financial liabilities included in other payables and accruals	–	157,802	157,802
Lease liabilities	–	26,537	26,537
Interest-bearing bank and other borrowings	–	736,623	736,623
Convertible bonds	–	2,652,335	2,652,335
Total	838	7,459,367	7,460,205

As at 31 December 2024

Financial assets

	Financial assets at fair value through profit or loss	Financial assets at fair value through other comprehensive income	Financial assets at amortised cost	Total
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000*
Cash and cash equivalents	–	–	1,838,432	1,838,432
Pledged and restricted deposits	–	–	345,239	345,239
Financial assets at fair value through profit or loss	349,000	–	–	349,000
Trade and bills receivables	–	–	4,351,823	4,351,823
Financial assets included in prepayments, deposits and other receivables	–	–	13,651	13,651
Debt investments at fair value through other comprehensive income	–	680,431	–	680,431
Equity investments designated at fair value through other comprehensive income	–	6,000	–	6,000
Total	349,000	686,431	6,549,145	7,584,576

Financial liabilities

	Financial liabilities at amortised cost
	RMB'000
Accounts and bills payables	4,852,862
Financial liabilities included in other payables and accruals	315,698
Lease liabilities	14,586
Interest-bearing bank and other borrowings	657,334
Convertible bonds	1,032,172
Total	6,872,652

As at 31 December 2025

Financial assets

	Financial assets at fair value through profit or loss	Financial assets at fair value through other comprehensive income	Financial assets at amortised cost	Total
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000*
Cash and cash equivalents	–	–	1,941,199	1,941,199
Time deposits with original maturity of over three months	–	–	225,000	225,000
Pledged and restricted deposits	–	–	527,137	527,137
Financial assets at fair value through profit or loss	222,180	–	–	222,180
Trade and bills receivables	–	–	4,869,754	4,869,754
Financial assets included in prepayments, deposits and other receivables	–	–	19,934	19,934
Debt investments at fair value through other comprehensive income	–	982,266	–	982,266
Total	222,180	982,266	7,583,024	8,787,470

Financial liabilities

	Financial liabilities at amortised cost
	RMB'000
Accounts and bills payables	6,721,591
Financial liabilities included in other payables and accruals	269,019
Lease liabilities	28,659
Interest-bearing bank and other borrowings	2,455,961
Total	9,475,230

As at 30 April 2026

Financial assets

	Financial assets at fair value through profit or loss	Financial assets at fair value through other comprehensive income	Financial assets at amortised cost	Total
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000*
Cash and cash equivalents	–	–	2,910,922	2,910,922
Pledged and restricted deposits	–	–	626,529	626,529
Financial assets at fair value through profit or loss	122,624	–	–	122,624
Trade and bills receivables	–	–	4,679,633	4,679,633
Financial assets included in prepayments, deposits and other receivables	–	–	22,074	22,074
Debt investments at fair value through other comprehensive income	–	978,713	–	978,713
Total	122,624	978,713	8,239,158	9,340,495

Financial liabilities

	Financial liabilities at amortised cost
	RMB'000
Accounts and bills payables	6,971,097
Financial liabilities included in other payables and accruals	777,441
Lease liabilities	25,767
Interest-bearing bank and other borrowings	4,798,845
Total	12,573,150

Transfers of financial assets

Transferred financial assets that are not derecognised in their entirety

At 31 December 2023, 2024 and 2025 and 30 April 2026, the Group endorsed certain bills receivable in Chinese mainland (the "Endorsed Bills") with carrying amounts of RMB44,252,000, RMB96,905,000, RMB78,424,000 and RMB89,529,000, respectively, to certain of its suppliers in order to settle the trade payables due to such suppliers (the "Endorsement"). In the opinion of the directors, the Group has retained the substantial risks and rewards, which include default risks relating to such Endorsed Bills, and accordingly, it continued to recognise the full carrying amounts of the Endorsed Bills and the associated trade payables settled. Subsequent to the Endorsement, the Group did not retain any rights on the use of the Endorsed Bills, including the sale, transfer or pledge of the Endorsed Bills to any other third parties.

Transferred financial assets that are derecognised in their entirety

At 31 December 2023, 2024 and 2025 and 30 April 2026, the Group endorsed certain bills receivable accepted by banks in Chinese mainland (the "Derecognised Bills") to certain of its suppliers in order to settle the trade payables due to such suppliers with carrying amounts in aggregate of RMB151,272,000, RMB783,716,000, RMB1,016,489,000 and RMB613,975,000. At 31 December 2023, 2024 and 2025 and 30 April 2026, the Group discounted certain bills receivable accepted by banks in Chinese mainland (the "Derecognised Bills") to certain reputable banks with a carrying amount in aggregate of RMB35,881,000, RMB14,171,000, RMB48,460,000 and RMB12,053,000. The Derecognised Bills maturity of one to six months at the end of the reporting period. In accordance with the Law of Negotiable Instruments in the PRC, the holders of the Derecognised Bills may exercise the right of recourse against any, several or all of the persons liable for the Derecognised Bills, including the Group, in disregard of the order of precedence (the "Continuing Involvement"). In the opinion of the directors, the risk of the Group being claimed by the holders of the Derecognised Bills is remote in the absence of a default of the accepted banks. The Group has transferred substantially all risks and rewards relating to the Derecognised Bills. Accordingly, it has derecognised the full carrying amounts of the Derecognised Bills and the associated trade payables. The maximum exposure to loss from the Group's Continuing Involvement in the Derecognised Bills and the undiscounted cash flows to repurchase these Derecognised Bills is equal to their carrying amounts. In the opinion of the directors, the fair values of the Group's Continuing Involvement in the Derecognised Bills are not significant.

During the years ended 31 December 2023, 2024 and 2025 and the four months ended 30 April 2025 and 2026, the Group has recognised a loss on the date of transfer of the Derecognised Bills of approximately RMB350,000, RMB1,000, RMB1,000, RMB1,000 and RMB nil respectively. No gains or losses were recognised from the Continuing Involvement, both during the Relevant Periods or cumulatively. The endorsement has been made evenly throughout the Relevant Periods.

40. FAIR VALUE AND FAIR VALUE HIERARCHY OF FINANCIAL INSTRUMENTS

Management has assessed that the fair values of cash and cash equivalents, trade and bills receivables, financial assets included in other receivables, pledged and restricted deposits, and other assets, interest-bearing bank and other borrowings (current portion), accounts and bills payables, and financial liabilities included in other payables and accruals approximate to their carrying amounts largely due to the short-term maturities of these instruments.

The Group's finance team headed by the chief finance controller is responsible for determining the policies and procedures for the fair value measurement of financial instruments. The finance team reports directly to the finance head. At each reporting date, the finance team analyses the movements in the values of financial instruments and determines the major inputs applied in the valuation. The valuation is reviewed and approved by the finance head.

The fair values of the financial assets and liabilities are included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.

The carrying amounts and fair values of the Group's financial instruments are as follows:

As at 31 December 2023

	Carrying amounts	Fair values
	RMB'000	*RMB'000*
Financial assets		
Equity investments at fair value through other comprehensive income		
– Unlisted equity investments	6,000	6,000
Financial assets at fair value through profit or loss	257,000	257,000
Debt investments at fair value through other comprehensive income	836,418	836,418
Total	1,099,418	1,099,418
Financial liabilities		
Financial liabilities at fair value through profit or loss	838	838
Interest-bearing bank and other borrowings	736,623	727,317
Total	737,461	728,155

As at 31 December 2024

	Carrying amounts	Fair values
	RMB'000	*RMB'000*
Financial assets		
Equity investments at fair value through other comprehensive income		
– Unlisted equity investments	6,000	6,000
Financial assets at fair value through profit or loss	349,000	349,000
Debt investments at fair value through other comprehensive income	680,431	680,431
Total	1,035,431	1,035,431
Financial liabilities		
Interest-bearing bank and other borrowings	657,334	634,622

As at 31 December 2025

	Carrying amounts	Fair values
	RMB'000	*RMB'000*
Financial assets		
Financial assets at fair value through profit or loss	222,180	222,180
Debt investments at fair value through other comprehensive income	982,266	982,266
Total	1,204,446	1,204,446
Financial liabilities		
Interest-bearing bank and other borrowings	2,455,961	2,409,975

As at 30 April 2026

	Carrying amounts	Fair values
	RMB'000	*RMB'000*
Financial assets		
Financial assets at fair value through profit or loss	122,624	122,624
Debt investments at fair value through other comprehensive income	978,713	978,713
Total	1,101,337	1,101,337
Financial liabilities		
Interest-bearing bank and other borrowings	4,798,845	4,634,161

Fair value hierarchy

The following tables illustrate the fair value measurement hierarchy of the Group's financial instruments.

Assets measured at fair value

As at 31 December 2023

	Fair value measurement using			
	Quoted prices in active markets (Level 1)	Significant observable inputs (Level 2)	Significant unobservable inputs (Level 3)	Total
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000*
Equity investments designated at fair value through other comprehensive income				
– Unlisted equity investments	–	–	6,000	6,000
Financial assets at fair value through profit or loss	–	257,000	–	257,000
Debt investments at fair value through other comprehensive income	–	836,418	–	836,418
Total	–	1,093,418	6,000	1,099,418

As at 31 December 2024

	Fair value measurement using			
	Quoted prices in active markets (Level 1)	Significant observable inputs (Level 2)	Significant unobservable inputs (Level 3)	Total
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000*
Equity investments designated at fair value through other comprehensive income				
– Unlisted equity investments	–	–	6,000	6,000
Financial assets at fair value through profit or loss	–	349,000	–	349,000
Debt investments at fair value through other comprehensive income	–	680,431	–	680,431
Total	–	1,029,431	6,000	1,035,431

As at 31 December 2025

	Fair value measurement using			
	Quoted prices in active markets (Level 1)	Significant observable inputs (Level 2)	Significant unobservable inputs (Level 3)	Total
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000*
Financial assets at fair value through profit or loss	182,180	40,000	–	222,180
Debt investments at fair value through other comprehensive income	–	982,266	–	982,266
Total	182,180	1,022,266	–	1,204,446

As at 30 April 2026

	Fair value measurement using			
	Quoted prices in active markets (Level 1)	Significant observable inputs (Level 2)	Significant unobservable inputs (Level 3)	Total
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000*
Financial assets at fair value through profit or loss	82,624	40,000	–	122,624
Debt investments at fair value through other comprehensive income	–	978,713	–	978,713
Total	82,624	1,018,713	–	1,101,337

Liabilities measured at fair value

As at 31 December 2023

	Fair value measurement using			
	Quoted prices in active markets (Level 1)	Significant observable inputs (Level 2)	Significant unobservable inputs (Level 3)	Total
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000*
Financial liabilities at fair value through profit or loss	–	838	–	838

The fair value of unlisted equity investments (level 3) has been estimated using an asset-based valuation technique based on assumptions that are not supported by observable market prices or rates.

During the Relevant Periods, there were no transfers of fair value measurements between Level 1 and Level 2 and no transfers into or out of Level 3 for financial assets.

For level 3 fair value measurements, the Group normally engages external valuation experts with the recognised professional qualifications and experience to perform the valuations. Below is a summary of the valuation techniques used and the key inputs to the valuation of equity investments designated at fair value through other comprehensive income.

As at 31 December 2023	Valuation technique	Significant unobservable input	Range or weighted average	Sensitivity of fair value to the input
Unlisted equity investments	Asset-based valuation	Net assets	RMB6,000,000	1% increase/decrease in multiple would result in increase/decrease in fair value by RMB60,000

As at 31 December 2024	Valuation technique	Significant unobservable input	Range or weighted average	Sensitivity of fair value to the input
Unlisted equity investments	Asset-based valuation	Net assets	RMB6,000,000	1% increase/decrease in multiple would result in increase/decrease in fair value by RMB60,000

41. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

The Group's principal financial instruments primarily comprise interest-bearing bank and other borrowings, finance assets at fair value through profit or loss and cash and cash equivalents. The main purpose of these financial instruments is to raise finance for the Group's operations. The Group has various other financial assets and liabilities such as trade receivables and trade payables, which arise directly from its operations.

The main risks arising from the Group's financial instruments are foreign currency risk, credit risk and liquidity risk. The board of directors reviews and agrees policies for managing each of these risks and they are summarised below.

Interest rate risk

The Group's policy is to manage its interest costs using fixed rate debts with respect to the prevailing interest rate environment. The Group is not exposed to significant interest rate risk.

Foreign currency risk

The Group has transactional currency exposures. Such exposures arise from sales or purchases by operating units and investing and financing activities by investment holding units in currencies other than the units' functional currencies.

The following table demonstrates the sensitivity at the end of each of the Relevant Periods to a reasonably possible change in the foreign exchange rates, with all other variables held constant, of the Group's profit after tax.

	(Decrease)/increase in foreign currency rate	Increase/(decrease) in profit after tax
		RMB'000
As at 31 December 2023		
If the RMB weakens against the USD	10.00%	(117,227)
If the RMB strengthens against the USD	10.00%	117,227
If the RMB weakens against the EUR	10.00%	(13,022)
If the RMB strengthens against the EUR	10.00%	13,022
If the RMB weakens against the HKD	10.00%	(2,116)
If the RMB strengthens against the HKD	10.00%	2,116
As at 31 December 2024		

	(Decrease)/increase in foreign currency rate	Increase/(decrease) in profit after tax
		RMB'000
If the RMB weakens against the USD	10.00%	(163,549)
If the RMB strengthens against the USD	10.00%	163,549
If the RMB weakens against the EUR	10.00%	(15,502)
If the RMB strengthens against the EUR	10.00%	15,502
If the RMB weakens against the HKD	10.00%	(1,314)
If the RMB strengthens against the HKD	10.00%	1,314
If the RMB weakens against the THB	10.00%	(5,428)
If the RMB strengthens against the THB	10.00%	5,428
As at 31 December 2025		
If the RMB weakens against the USD	10.00%	(213,520)
If the RMB strengthens against the USD	10.00%	213,520
If the RMB weakens against the EUR	10.00%	(10,274)
If the RMB strengthens against the EUR	10.00%	10,274
If the RMB weakens against the HKD	10.00%	(1,340)
If the RMB strengthens against the HKD	10.00%	1,340
As at 30 April 2026		
If the RMB weakens against the USD	10.00%	(236,905)
If the RMB strengthens against the USD	10.00%	236,905
If the RMB weakens against the EUR	10.00%	(15,533)
If the RMB strengthens against the EUR	10.00%	15,533
If the RMB weakens against the HKD	10.00%	(782)
If the RMB strengthens against the HKD	10.00%	782

Credit risk

An impairment analysis was performed at end of each of the Relevant Periods using a provision matrix to measure expected credit losses. The provision rates are based on ageing for groupings of various customer segments with similar loss patterns. The calculation reflects the probability-weighted outcome, the time value of money and reasonable and supportable information that is available at the reporting date about past events, current conditions and forecasts of future economic conditions.

Maximum exposure and year-end staging

The table below shows the credit quality and the maximum exposure to credit risk based on the Group's credit policy, which is mainly based on ageing information unless other information is available without undue cost or effort, and year-end staging classification as at the end of each of the Relevant Periods. The amounts presented are gross carrying amounts for financial assets.

As at 31 December 2023

	12-month ECLs	Lifetime ECLs			
	Stage 1	Stage 2	Stage 3	Simplified approach	Total
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*
Trade and bills receivables	–	–	–	4,092,495	4,092,495
Financial assets included in prepayments, deposits and other receivables					
– Normal	21,346	–	–	–	21,346
Pledged and restricted deposits					
– Not yet past due	319,409	–	–	–	319,409
Cash and cash equivalents					
– Not yet past due	1,968,398	–	–	–	1,968,398
Total	2,309,153	–	–	4,092,495	6,401,648

As at 31 December 2024

	12-month ECLs	Lifetime ECLs			
	Stage 1	Stage 2	Stage 3	Simplified approach	Total
	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000
Trade and bills receivables	–	–	–	4,575,200	4,575,200
Financial assets included in prepayments, deposits and other receivables					
– Normal	18,178	–	–	–	18,178
Pledged and restricted deposits					
– Not yet past due	345,239	–	–	–	345,239
Cash and cash equivalents					
– Not yet past due	1,838,432	–	–	–	1,838,432
Total	2,201,849	–	–	4,575,200	6,777,049

As at 31 December 2025

	12-month ECLs	Lifetime ECLs			
	Stage 1	Stage 2	Stage 3	Simplified approach	Total
	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000
Trade and bills receivables	–	–	–	5,123,236	5,123,236
Financial assets included in prepayments, deposits and other receivables					
– Normal	25,549	–	–	–	25,549
Pledged and restricted deposits					
– Not yet past due	527,137	–	–	–	527,137
Time deposits with original maturity of over three months					
– Not yet past due	225,000	–	–	–	225,000
Cash and cash equivalents					
– Not yet past due	1,941,199	–	–	–	1,941,199
Total	2,718,885	–	–	5,123,236	7,842,121

As at 30 April 2026

	12-month ECLs	Lifetime ECLs			
	Stage 1	Stage 2	Stage 3	Simplified approach	Total
	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000
Trade and bills receivables	–	–	–	4,920,659	4,920,659
Financial assets included in prepayments, deposits and other receivables					
– Normal	28,401	–	–	–	28,401
Pledged and restricted deposits					
– Not yet past due	626,529	–	–	–	626,529
Cash and cash equivalents					
– Not yet past due	2,910,922	–	–	–	2,910,922
Total	3,565,852	–	–	4,920,659	8,486,511

Liquidity risk

The Group monitors its risk to a shortage of funds using a recurring liquidity planning tool. This tool considers the maturity of both its financial instruments and financial assets (e.g., trade and bills receivables) and projected cash flows from operations.

The maturity profile of the Group's financial liabilities and lease liabilities at 31 December 2023, 2024 and 2025 and 30 April 2026, based on the contractual undiscounted payments, is as follows:

As at 31 December 2023

	Less than 12 months	1 to 5 years	Over 5 years	Total
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000*
Accounts and bills payables	3,886,070	–	–	3,886,070
Financial liabilities at fair value through profit or loss	838	–	–	838
Financial liabilities included in other payables and accruals	157,802	–	–	157,802
Lease liabilities	18,900	8,396	–	27,296
Interest-bearing bank and other borrowings	341,958	438,713	–	780,671
Convertible bonds	33,795	1,904,422	1,159,906	3,098,123
Total	4,439,363	2,351,531	1,159,906	7,950,800

As at 31 December 2024

	Less than 12 months	1 to 5 years	Over 5 years	Total
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000*
Accounts and bills payables	4,852,862	–	–	4,852,862
Financial liabilities included in other payables and accruals	315,698	–	–	315,698
Lease liabilities	11,279	3,789	–	15,068
Interest-bearing bank and other borrowings	388,000	254,790	51,243	694,033
Convertible bonds	10,050	1,217,676	–	1,227,726
Total	5,577,889	1,476,255	51,243	7,105,387

As at 31 December 2025

	Less than 12 months	1 to 5 years	Over 5 years	Total
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000*
Accounts and bills payables	6,721,591	–	–	6,721,591
Financial liabilities included in other payables and accruals	269,019	–	–	269,019
Lease liabilities	17,403	12,481	–	29,884
Interest-bearing bank and other borrowings	645,836	1,524,026	485,860	2,655,722
Total	7,653,849	1,536,507	485,860	9,676,216

As at 30 April 2026

	Less than 12 months	1 to 5 years	Over 5 years	Total
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000*
Accounts and bills payables	6,971,097	–	–	6,971,097
Financial liabilities included in other payables and accruals	777,441	–	–	777,441
Lease liabilities	13,052	13,882	–	26,934
Interest-bearing bank and other borrowings	680,473	3,660,514	896,122	5,237,109
Total	8,442,063	3,674,396	896,122	13,012,581

Capital management

The primary objective of the Group's capital management is to ensure that it maintains a strong credit profile and healthy capital ratios in order to support its business and maximise shareholders' value.

The Group manages its capital structure and makes adjustments to it in light of changes in economic conditions. To maintain or adjust the capital structure, the Group may adjust the dividend payment to shareholders, return capital to shareholders or issue new shares. No changes were made in the objectives, policies or processes for managing capital during the Relevant Periods.

The Group monitors capital using the debt to asset ratio, which is total liabilities divided by total assets. The debt to asset ratios at 31 December 2023, 2024 and 2025 and 30 April 2026 were as follows:

	As at 31 December			As at 30 April
	2023	2024	2025	2026
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000*
Total liabilities	8,260,512	7,746,071	10,457,117	13,396,244
Total assets	17,230,732	19,243,777	23,726,909	26,473,789
Debt-to-asset ratio	48%	40%	44%	51%

42. EVENTS AFTER THE REPORTING PERIODS

On 9 June 2026, the Board of Directors of the Company held a meeting and approved the draft 2026 Share options and restricted share units incentive plan, pursuant to which 5,553,800 share options would be granted to the grantees at an exercise price of RMB57.33 per share and 20,469,900 restricted shares would be granted to the grantees at a grant price of RMB35.83 per share. The 2026 First Extraordinary General Meeting was held on 25 June 2026 at which the resolution was approved. On 26 June 2026, the Board of Director of the Company held a meeting and approved the final 2026 Share options and restricted share unit incentive plan. Under the plan, the total number of share options was adjusted from 5,553,800 to 5,540,600, and the total number of restricted shares was adjusted from 20,469,900 to 20,440,000, with other terms remaining unchanged.

43. SUBSEQUENT FINANCIAL STATEMENTS

No audited financial statements have been prepared by the Company, the Group or any of the companies now comprising the Group in respect of any period subsequent to 30 April 2026.