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**GUANGDONG SYNTRUST GK TESTING AND CERTIFICATION
TECH SERVICE CENTER CO., LTD.**

廣東集信國控檢測認證技術服務中心股份有限公司

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

(Stock code: 8629)

**ANNUAL RESULTS ANNOUNCEMENT
FOR THE YEAR ENDED 31 DECEMBER 2025**

ANNUAL RESULTS

The board (the “**Board**”) of directors (the “**Directors**”) of Guangdong Syntrust GK Testing and Certification Tech Service Center Co., Ltd. (the “**Company**”) is pleased to announce the annual results of the Company and its subsidiaries (collectively, the “**Group**”) for the year ended 31 December 2025 together with the comparative figures for the year ended 31 December 2024 as follows:

CHARACTERISTICS OF GEM OF THE STOCK EXCHANGE OF HONG KONG LIMITED (THE “STOCK EXCHANGE”)

GEM has been positioned as a market designed to accommodate small and mid-sized companies to which a higher investment risk may be attached than other companies listed on the Stock Exchange. Prospective investors should be aware of the potential risks of investing in such companies and should make the decision to invest only after due and careful consideration.

Given that the companies listed on GEM are generally small and mid-sized companies, there is a risk that securities traded on GEM may be more susceptible to high market volatility than securities traded on the Main Board and no assurance is given that there will be a liquid market in the securities traded on GEM.

*This announcement, for which the directors of Guangdong Syntrust GK Testing and Certification Tech Service Center Co., Ltd. (the “**Company**”) collectively and individually accept full responsibility, includes particulars given in compliance with the Rules Governing the Listing of Securities on GEM of the Stock Exchange (the “**GEM Listing Rules**”) for the purpose of giving information with regard to the Company and its subsidiaries (together, the “**Group**”). The directors of the Company (the “**Directors**”), having made all reasonable enquiries, confirm that to the best of their knowledge and belief the information contained in this announcement is accurate and complete in all material respects and not misleading or deceptive, and there are no other matters the omission of which would make any statement herein or this announcement misleading.*

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

Year ended 31 December 2025

	<i>Notes</i>	2025 <i>RMB'000</i>	2024 <i>RMB'000</i>
REVENUE	4	81,361	55,260
Cost of services		<u>(29,181)</u>	<u>(20,153)</u>
Gross profit		52,180	35,107
Other income and gains	4	1,147	5,828
Administrative expenses		(18,086)	(17,262)
Research and development costs		(3,718)	(694)
Impairment losses on financial assets at amortised cost, net		(1,103)	551
Other expenses		(77)	(2)
Finance costs	6	<u>(1,553)</u>	<u>(1,212)</u>
PROFIT BEFORE TAX	5	28,790	22,316
Income tax expense	7	<u>(6,490)</u>	<u>(6,019)</u>
PROFIT AND TOTAL COMPREHENSIVE INCOME FOR THE YEAR		<u>22,300</u>	<u>16,297</u>
Attributable to:			
Owners of the parent		20,310	16,297
Non-controlling interests		<u>1,990</u>	<u>–</u>
		<u>22,300</u>	<u>16,297</u>
EARNINGS PER SHARE ATTRIBUTABLE TO ORDINARY EQUITY HOLDERS OF THE PARENT	9		
Basic and diluted		<u>RMB0.60</u>	<u>RMB0.61</u>

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

31 December 2025

	<i>Notes</i>	2025	2024
		<i>RMB'000</i>	<i>RMB'000</i>
NON-CURRENT ASSETS			
Property, plant and equipment		40,391	24,381
Right-of-use assets		45,292	38,661
Goodwill	<i>10</i>	2,902	–
Other intangible assets		2,666	502
Deferred tax assets		1,940	2,299
Prepayments and other receivables		6,185	1,680
		<hr/>	<hr/>
Total non-current assets		99,376	67,523
CURRENT ASSETS			
Inventories		4,208	2,983
Trade receivables	<i>11</i>	76,840	48,637
Prepayments and other receivables		3,114	6,046
Time deposits		–	10,000
Cash and cash equivalents		101,691	99,856
		<hr/>	<hr/>
Total current assets		185,853	167,522
CURRENT LIABILITIES			
Trade payables	<i>12</i>	8,433	4,831
Other payables and accruals		20,658	10,330
Lease liabilities		2,445	1,219
Tax payable		3,587	1,534
		<hr/>	<hr/>
Total current liabilities		35,123	17,914
NET CURRENT ASSETS		150,730	149,608
		<hr/>	<hr/>
TOTAL ASSETS LESS CURRENT LIABILITIES		250,106	217,131
		<hr/>	<hr/>

	2025	2024
	<i>RMB'000</i>	<i>RMB'000</i>
NON-CURRENT LIABILITIES		
Lease liabilities	<u>43,713</u>	<u>38,342</u>
Total non-current liabilities	<u>43,713</u>	<u>38,342</u>
Net assets	<u>206,393</u>	<u>178,789</u>
EQUITY		
Equity attributable to owners of the parent		
Share capital	33,929	33,929
Reserves	<u>160,081</u>	<u>144,860</u>
	194,010	178,789
Non-controlling interests	<u>12,383</u>	<u>–</u>
Total equity	<u>206,393</u>	<u>178,789</u>

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

31 December 2025

1. CORPORATE INFORMATION

Guangdong Syntrust GK Testing and Certification Tech Service Center Co., Ltd. (the “**Company**”) and its subsidiaries (together, the “**Group**”) are principally engaged in the provision of construction engineering testing and inspection services, food and agricultural testing services, motor vehicles testing services and hydraulic engineering testing services in the People’s Republic of China (“**PRC**”). The Company’s immediate holding shareholder is Xinyi City Construction Engineering Quality and Safety Affairs Center (“**Xinyi City CEQS Center**”), a public institution under the Xinyi City Bureau of Housing and Urban-Rural Development.

The Company is a state-owned enterprise incorporated in Guangdong Province of the PRC. The Company was established as a joint-stock cooperative enterprise on 28 March 2000. The Company was converted into a limited liability company in July 2023 and was further converted into a joint stock company with limited liability in October 2023. The address of the Company’s registered office is No.1, Xinyi Avenue South, Dingbao Town, Xinyi City, Maoming City, Guangdong Province.

2. ACCOUNTING POLICIES

2.1 BASIS OF PREPARATION

The financial statements have been prepared in accordance with HKFRS Accounting Standards (which include all Hong Kong Financial Reporting Standards, Hong Kong Accounting Standards (“**HKASs**”) and Interpretations) as issued by the Hong Kong Institute of Certified Public Accountants (“**HKICPA**”) and the disclosure requirements of the Hong Kong Companies Ordinance. They have been prepared under the historical cost convention. These financial statements are presented in Renminbi (“**RMB**”) and all values are rounded to the nearest thousand except when otherwise indicated.

2.2 CHANGES IN ACCOUNTING POLICIES AND DISCLOSURES

The Group has adopted amendments to HKAS 21 *Lack of Exchangeability* for the first time for the current year’s financial statements. The Group has not early adopted any other standard or amendment that has been issued but is not yet effective.

Amendments to HKAS 21 specify how an entity shall assess whether a currency is exchangeable into another currency and how it shall estimate a spot exchange rate at a measurement date when exchangeability is lacking. The amendments require disclosures of information that enable users of financial statements to understand the impact of a currency not being exchangeable. As the currencies that the Group had transacted in were exchangeable for translation into the Group’s presentation currency, the amendments did not have any impact on the Group’s financial statements.

3. OPERATING SEGMENT INFORMATION

The Group's business activities, for which discrete financial statements are available, are regularly reviewed and evaluated by the chief operating decision-maker ("CODM"). The CODM, who is responsible for allocating resources and assessing performance of the operating segment, has been identified as the general manager of the Group. As a result of this evaluation, the CODM considers that the Group's operations are operated and managed as a single segment. Accordingly, no segment information is presented.

During the year, the operations of the Group were domiciled in the PRC and the Group's revenue was attributable to the market in the PRC.

As at 31 December 2025 and 31 December 2024, the Group's non-current assets were all located in the PRC.

Information about a major customer

No customer contributed more than 10% of revenue derived from rendering services for the year ended 31 December 2025.

Revenue of approximately RMB12,817,000 was derived from rendering services to a single customer, representing 23.2% of the revenue for the year ended 31 December 2024.

4. REVENUE, OTHER INCOME AND GAINS

An analysis of revenue is as follows:

	2025	2024
	<i>RMB'000</i>	<i>RMB'000</i>
Revenue from contracts with customers:	<u>81,361</u>	<u>55,260</u>

Revenue from contracts with customers

(a) *Disaggregated revenue information*

For the year ended 31 December 2025

	<i>RMB'000</i>
Types of services	
Testing services	76,694
Inspection services	3,888
Others	<u>779</u>
Total	<u><u>81,361</u></u>
Geographical market	
Chinese mainland	<u><u>81,361</u></u>
Timing of revenue recognition	
Services transferred at a point in time	77,473
Services transferred over time	<u>3,888</u>
Total	<u><u>81,361</u></u>

For the year ended 31 December 2024

	<i>RMB'000</i>
Types of services	
Testing services	49,589
Inspection services	<u>5,671</u>
Total	<u><u>55,260</u></u>
Geographical market	
Chinese mainland	<u><u>55,260</u></u>
Timing of revenue recognition	
Services transferred at a point in time	49,589
Services transferred over time	<u>5,671</u>
Total	<u><u>55,260</u></u>

(b) **Performance obligations**

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

Testing services and other services

The performance obligation is satisfied upon completion of the promised services and payment is generally due within 90 to 180 days from completion, except for certain major customers with longer credit terms.

Inspection services

Revenue is recognised for inspection services based on the stage of completion of the contract using output method and payment is generally due within 90 to 180 days from completion, except for certain major customers with longer credit terms.

At 31 December 2025 and 31 December 2024, the unsatisfied performance obligations were part of the contracts that had an original expected duration of one year or less. As permitted under HKFRS 15, the transaction price allocated to these unsatisfied performance obligations is not disclosed.

An analysis of other income and gains, net, are as follows:

	2025 <i>RMB'000</i>	2024 <i>RMB'000</i>
Other income		
Government subsidies (<i>note</i>)	209	3,031
Bank interest income	562	395
Other interest income	1	10
Others	345	233
	<u>1,117</u>	<u>3,669</u>
Gains		
Foreign exchange differences, net	30	2,011
Gain on termination of lease	–	148
	<u>30</u>	<u>2,159</u>
	<u><u>1,147</u></u>	<u><u>5,828</u></u>

Note: There are no unfulfilled conditions or contingencies relating to the subsidies.

5. PROFIT BEFORE TAX

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

	2025 <i>RMB'000</i>	2024 <i>RMB'000</i>
Costs of services provided	29,181	20,153
Depreciation of property, plant and equipment	5,450	3,057
Depreciation of right of use assets	1,509	1,617
Amortisation of other intangible assets	190	51
Auditor's remuneration	1,509	736
Listing fees	–	2,723
Employee benefit expense (excluding directors' remuneration):		
Wages and salaries	12,966	10,402
Performance related bonuses	751	2,190
Pension scheme contributions (defined contribution plans, housing funds, medical insurances and other social insurances)*	4,751	3,617
Other employee benefits	992	374
Total	<u>19,460</u>	<u>16,583</u>
Impairment/(reversal) of trade receivables	1,103	(550)
Impairment of financial assets included in prepayments and other receivables	–	(1)
	<u>1,103</u>	<u>(551)</u>
Loss on disposal of items of property, plant and equipment	<u>25</u>	<u>–</u>

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

6. FINANCE COSTS

An analysis of finance costs is as follows:

	2025 <i>RMB'000</i>	2024 <i>RMB'000</i>
Interest on lease liabilities	<u>1,553</u>	<u>1,212</u>

7. INCOME TAX

Corporate income tax (“CIT”) was made on the estimated assessable profits of the Company and its subsidiaries calculated in accordance with the relevant regulations of the PRC after considering the available tax benefits from refunds and allowances. The general PRC CIT rate was 25% during the year except for the below entities:

- (a) The Company has been qualified as a high and new technology enterprise since 2025 and is entitled to the preferential tax rate of 15%.
- (b) Syntrust GK Safety Assessment and Fire Protection (Maoming) Co., Ltd., Xinyi Rongli Motor Vehicle Testing Co., Ltd. (“**Rongli Testing**”), Syntrust GK Food Safety Testing (Maoming) Co., Ltd., Foshan Gaoming Mingxin Comprehensive Testing Co., Ltd. and Syntrust GK Transportation Testing Inspection & Certification (Maoming) Co., Ltd., subsidiaries of the Company, are qualified as small and micro-sized enterprises under the PRC CIT law and entitled to the preferential tax rate of 5%.

The amount of income tax charged to the profit or loss represents:

	2025 <i>RMB'000</i>	2024 <i>RMB'000</i>
Current		
Provision for the year	5,280	4,860
Underprovision in prior years	851	418
	6,131	5,278
Deferred	359	741
	6,490	6,019

8. DIVIDENDS

	2025 <i>RMB'000</i>	2024 <i>RMB'000</i>
Proposed final – RMB0.18 (2024: RMB0.15) per ordinary share	6,107	5,089

The proposed final dividend for the year is subject to the approval of the Company’s shareholders at the forthcoming annual general meeting.

9. EARNINGS PER SHARE ATTRIBUTABLE TO ORDINARY EQUITY HOLDERS OF THE PARENT

The calculation of the basic earnings per share amounts is based on the profit for the year attributable to ordinary equity holders of the parent, and the weighted average number of ordinary shares of 33,929,000 (2024: 26,920,508) outstanding during the year.

No adjustments has been made to the basic earnings per share amounts presented for the years ended 31 December 2025 and 31 December 2024 in respect of a dilution as the Company has no potentially dilutive ordinary shares outstanding during the years.

The calculations of basic and diluted earnings per share are based on:

	2025	2024
Profit for the year attributable to owners of the Company (RMB'000)	20,310	16,297
Weighted average number of ordinary shares outstanding for the purpose of earnings per share calculation	<u>33,929,000</u>	<u>26,920,508</u>

10. GOODWILL/BUSINESS COMBINATIONS

	<i>RMB'000</i>
Cost at 1 January 2025, net of accumulated impairment	–
Acquisition of subsidiaries	<u>2,902</u>
Cost and net carrying amount at 31 December 2025	<u>2,902</u>
At 31 December 2025:	
Cost	2,902
Accumulated impairment	<u>–</u>
Net carrying amount	<u>2,902</u>

On 16 April 2025, the Company, Nanyue Hydraulic and Hydropower Planning, Survey and Design Co., Ltd, and Maoming Yueshui Engineering Testing and Inspection Co., Ltd. (“**Yueshui Testing**”) had entered into a capital increase agreement, pursuant to which the Company had agreed to subscribe 51% of the enlarged registered capital of Yueshui Testing at a consideration of RMB9,330,000. The capital increase was completed during the year. Yueshui Testing is engaged in the provision of hydraulic engineering testing and inspection services. The capital increase was made as part of the Group’s strategy to expand its business network and client base in Western Guangdong.

The fair values of the identifiable assets and liabilities of Yueshui Testing as at the date of capital increase amounted to RMB4,880,000. Accordingly, the Group recognised a non-controlling interest of RMB6,963,000 (including a non-controlling interest of RMB2,391,000 upon capital injection) and a goodwill on capital increase amounted to RMB2,083,000.

On 5 August 2025, the Company entered into a share transfer agreement with the Xinyi Municipal Finance Bureau, pursuant to which the Xinyi Municipal Finance Bureau agreed to sell all equity interests in Rongli Testing for a consideration of RMB12,571,000. The acquisition was completed during the year. Rongli Testing is engaged in motor vehicles testing and inspection services. The acquisition forms part of the Group's strategic to expand its business scope to vehicle testing.

The fair values of the identifiable assets and liabilities of Rongli Testing as at the date of acquisition amounted to RMB11,752,000. Accordingly, the Group recognised a goodwill on acquisition amounted to RMB819,000.

11. TRADE RECEIVABLES

	2025 <i>RMB'000</i>	2024 <i>RMB'000</i>
Trade receivables	89,811	59,927
Impairment	(12,971)	(11,290)
	<u>76,840</u>	<u>48,637</u>

An ageing analysis of the trade receivables as at the end of the reporting period, based on the invoice date and net of loss allowance, is as follows:

	2025 <i>RMB'000</i>	2024 <i>RMB'000</i>
Within 1 year	49,122	35,899
1 to 2 years	19,763	11,785
2 to 3 years	7,277	590
3 to 4 years	479	288
Over 4 years	199	75
	<u>76,840</u>	<u>48,637</u>

12. TRADE PAYABLES

An ageing analysis of the trade payables as at the end of the reporting period, based on the invoice date, is as follows:

	2025 <i>RMB'000</i>	2024 <i>RMB'000</i>
Within 1 year	4,318	4,831
1 to 2 years	<u>4,115</u>	<u>–</u>
	<u>8,433</u>	<u>4,831</u>

The trade payables are non-interest-bearing and are normally settled on 90-day terms.

MANAGEMENT DISCUSSION AND ANALYSIS

BUSINESS OVERVIEW

The Group is principally engaged in the provision of construction engineering testing and inspection services, food and agricultural testing services, motor vehicle testing services and hydraulic engineering testing services in the People's Republic of China (“PRC”).

As at the date of this announcement, the Group had obtained accreditation in a total of 43 categories for testing and inspection (“T&I”) services relating to construction engineering, product and material testing, environmental testing, food testing and agricultural related testing approved by the Guangdong Administration for Market Regulations under the Inspection and Testing Agency Qualification Certificate, and the Group offers testing services with over 5,336 testing parameters under these 43 categories.

MARKET REVIEW

1. Development trends in the industry in which the Group operates

(1) National policies facilitate the development of the testing and inspection industry

With the national “Rural Revitalisation Initiative” (鄉村振興) policy and Guangdong Province “Project for the High-Quality Development of Hundreds of Counties, Thousands of Towns and Tens of Thousands of Villages” (《百縣千鎮萬村高質量發展工程》) being implemented in depth, the economic vitality of tier 3 and below cities continues to strengthen, driving sustainable growth in the demand for independent T&I services.

The market size of the independent T&I industry in Western Guangdong increased from approximately RMB2.3 billion in 2019 to approximately RMB3.6 billion in 2023, with a CAGR of 11.3%. The independent T&I industry in this region is anticipated to reach approximately RMB6.5 billion by 2028, with a CAGR of 12.7%, maintaining a steady growth.

As a well-known T&I service provider in Maoming, the Group is well-positioned to capitalize on the business opportunities brought by these policies by leveraging its background as a state-owned inspection institution, which has a significant impact on the improvement of its performance.

In the field of hydropower and water conservancy T&I, the PRC government has continuously increased investment in water conservancy infrastructure in recent years. Particularly, the 14th Five-Year Plan explicitly proposes to accelerate the modernization of water conservancy, improve the water resource allocation system, and enhance flood control and drought resistance capabilities. This has directly boosted the demand for hydropower and water conservancy T&I services.

In the field of transportation engineering T&I, with the in-depth implementation of the national “Strong Transportation Nation” strategy and Guangdong Province’s “Strong Transportation Province” initiatives, China has continuously invested in transportation infrastructure, particularly in Western Guangdong, where major transportation projects, such as highways, railways and ports are being steadily advanced. As a critical component of ensuring project quality, transportation engineering testing is experiencing growing market demand.

The implementation of above policies will serve as a significant catalyst for the future business expansion of the Group in the water conservancy and transportation testing sectors, creating greater development opportunities for the Group.

(2) *Competition in the testing and inspection industry is highly intense*

According to the latest statistics, there are over 100 state-owned and private construction engineering testing institutions in Western Guangdong, indicating an extremely competitive market environment. In this background, some competitors have secured more advantageous positions by leveraging their strengths in pricing, service models, market recognition and diversification of service offerings.

In the face of such intense competition, the Group needs to adjust its operating strategies and business models promptly and swiftly. Through technological innovation, service quality enhancement and cost control optimization measures, the Group can continuously improve its competitiveness and profitability.

(3) *Diversification in inspection business*

Currently, the T&I industry is exhibiting a clear trend of business diversification. With continuous advancements in technology and evolving market demands, customers' demand for testing services is increasingly diversified and customerized.

To meet this market demand, the Group is required to actively expand its business scope and explore new testing projects and service models. Building on its traditional construction engineering T&I services, the Group continues to deepen and expand the field of food testing, and at the same time, extends its offerings to multiple testing fields, such as transportation engineering, water conservancy engineering and fire safety, thereby forming a diversified business structure. This will enable the Group to better adapt to market changes, enhance its comprehensive competitiveness and achieve sustainable development.

2. Analysis of the core competitiveness of the Group

(1) *Brand and credibility advantages*

As the first listed company in Xinyi City and the first county-level state-owned listed enterprise in Eastern, Western and Northern Guangdong, the brand and credibility of the Group are pivotal to its development. Since its establishment, the Group has served as the primary technical support unit for the Xinyi City People's Government in managing construction engineering quality and safety. Upholding the values of "Integrity, Professionalism, Collaboration and Win-Win" and adhering to the service philosophy of "Science, Credibility, Accuracy and Excellence", the Group has established a strong presence in the regional market of Western Guangdong, committed to providing reliable and accurate T&I services to its customers. The comprehensive T&I capabilities, construction engineering T&I expertise, and market performance of the Group are in leading positions, particularly in Western Guangdong. In addition, the Group enjoys high brand recognition and market influence within the industry.

(2) Advantages of an excellent management team and professional talent

The sustainable development of an enterprise depends on the growth of its team. The Group has a management team led by Mr. Lai Feng, who has over a decade of experience in the construction testing industry and is capable of quickly grasping industry development trends and promptly adapting to policy and industry changes. The team demonstrates exceptional synergy in strategic planning and maintains high efficiency in execution.

The Group places high emphasis on the reserve of professional talent, leveraging its brand influence to attract a group of qualified mid-to-senior engineers, including 13 seasoned senior engineers. The team members not only possess extensive testing experience but also profound professional knowledge, having obtained 270 Training Certificates issued by the Provincial Safety Testing and Appraisal Association, 38 Steel Structure Testing Certifications awarded by the Chinese Mechanical Engineering Society for Non-Destructive Testing (NDT) and 28 Highway and Waterway Testing Engineer Qualifications granted by the Vocational Qualification Center of The Ministry of Transport, which enables them to provide comprehensive and precise testing services to customers.

(3) Technological research and development advantages

The Group places significant emphasis on technological research and development.

In 2020, the Group successfully developed the Testing and Inspection Information Artificial Intelligent Management System V1.0, which was awarded a Computer Software Copyright Registration Certificate by the National Copyright Administration of the PRC. To further enhance the performance of the system, the Group continuously optimized it and successfully upgraded it to V2.0 version in early 2024. This upgrade achieved real-time, on-site, and error-free management of ledgers at the operational level, fully meeting the diverse needs of modern office environments for paperless, process-driven, data-driven, mobile, and intelligent operations.

In 2023, the Group independently developed the first unmanned smart construction laboratory in the PRC, realizing unmanned and fully automated T&I.

In addition, in 2024, the Group has also independently developed a material delivery pallet for construction material testing, the Pile Foundation Bearing Capacity Testing System V1.0, and the Concrete Quality Testing System V1.0, all of which have obtained national patents or computer software copyright registration certificate.

In 2025, a public road deflection detection method, a steel bar weighing and length measuring device, a laser marking device, a steel bar placement frame, a slope crack monitoring method and system based on grayscale and using illumination compensation, as well as a steel bar spacing measuring device and a steel bar spacing measuring method, also obtained national patent certificates.

Furthermore, the Group has also established collaborative relationships with colleges to jointly conduct technical research and promote applications, continuously enhancing the Group's technical capabilities and service standards.

(4) *Customer resource advantages*

Over the years, the Group has established a solid market position and a broad customer base in Maoming. Our customer base primarily consists of private and public sector entities, such as property developers and construction companies, state-owned investment companies, relevant PRC government institutions and PRC government administrative bureaus. The Group is capable of providing customized service solutions tailored to the specific circumstances and needs of different customers, helping them improve product quality and market competitiveness.

(5) *Diversified service advantages*

Building on its established strengths in original construction testing, the Group has implemented a service diversification strategy.

In terms of food and agricultural products testing, the Group has obtained the qualification certificate for agricultural product quality and safety testing institutions, covering 242 testing parameters, and established a wholly-owned subsidiary for food and agricultural product testing in November 2025.

In the area of engineering and environmental testing, the Group has focused on air quality testing business and has made significant progress.

In terms of highway engineering, the Group obtained a Class C qualification certificate for highway engineering in 2025 and established a non-wholly owned subsidiary in November of the same year to provide testing services for highway and waterway engineering.

In terms of fire protection testing, the Group established a wholly-owned subsidiary in August 2025 to officially commence fire protection testing and inspection business.

In the future, leveraging its technological accumulation, market reputation, and state-owned enterprise background, the Group will provide highly credible fire protection testing services to external clients.

As at the date of this announcement, the Company possessed testing qualifications in 43 categories covering over 5,336 testing parameters, making it one of the most qualified testing institutions in Maoming, capable of meeting the increasingly diversified service needs of its customers.

Looking ahead, the Group will build upon its environmental testing and food testing businesses, leveraging its existing comprehensive service network in transportation engineering, hydraulic engineering, and fire protection testing to further explore cross-selling potential and expand its customer base. This will enhance the Group's resilience to ensure long-term stable operations, and achieve sustained growth through diversified businesses.

BUSINESS REVIEW

1. Introduction of major business

Since April 2025, the Group has expanded its major business to include hydraulic engineering testing services. The Group has been committed to providing comprehensive and high-quality T&I services to our customers, mainly covering construction engineering testing services, construction engineering T&I services, hydraulic engineering T&I services, food testing services and motor vehicle testing.

The Group's diversified service portfolio enables it to meet the diverse needs of different customer groups, including private and public sector entities, such as property developers, construction companies, state-owned investment companies, PRC government institutions and PRC government administrative bureaus.

As at the date of this announcement, the Group had obtained accreditation in a total of 43 categories for T&I services relating to construction engineering, product and material testing, environmental testing, food testing and agricultural related testing, which fully demonstrates a high level of professionalism, a satisfactory industry reputation, and strong market competitiveness.

(1) Construction Engineering Testing Services

Construction engineering testing services business focuses on offering comprehensive and professional testing services for various construction projects in order to ensure the quality and safety of the projects.

The major business includes foundation testing services, which evaluate the bearing capacity of foundation and integrity of pile foundation so as to ensure the stability of construction foundation; infrastructure and public roads testing services, which cover the testing of roads, bridges, tunneling and other public facilities to ensure their use performance and durability; construction material testing, which analyzes the physical and chemical properties of construction materials such as concrete, steel and asphalt to ensure that the materials comply with standard requirements; building structure testing, which assesses the safety of the overall structure of buildings, including the diagnosis of cracks, deformations and other problems; product and material testing services, which are dedicated to offering comprehensive and professional testing services for various industry products and construction materials to ensure that their quality, performance, and safety comply with national standards and industry norms; the environmental testing services, which mainly involved air quality testing indoors, decoration pollution assessment, construction engineering fields, public places, and people's livelihood fields.

The major testing coverage includes construction materials, metal products (including structural metal products and other metal products), daily-use chemical products (such as paints), ceramic products (such as building ceramics), electrical and electronic products (including low voltage, high voltage, wire and cable, and electronic equipment), and furniture.

By carrying out systemic testing and assessment of the physical properties, chemical composition, mechanical strength, durability, and safety of materials. The department offers customers accurate testing data and reports, facilitating the improvement of product quality and enhancement of market competitiveness.

(2) Construction Engineering Inspection Services

Construction engineering inspection services mainly include slope monitoring and foundation pit monitoring services.

Foundation pit monitoring involves regular or continuous inspections, measurements, monitoring, data collection, analysis, and feedback activities implemented during the construction and usage phases of an excavation pit in a building project to assess the safety condition, changes, characteristics, and development trends of the pit and its surrounding environment. This is done through various means and methods, including instrument measurements, on-site inspections, and other techniques to ensure the safety of the excavation pit and its surroundings.

Slope monitoring involves measurements, monitoring, data collection, analysis, and feedback activities carried out during the construction, trial operation, and operational phases of a building slope to assess the safety condition, changes, characteristics, and development trends of the slope. Various means and methods, such as instrument measurements, are employed.

By providing slope and foundation pit monitoring services, we ensure the comprehensive evaluation of slope conditions, foundation pit stability, and early detection of potential risks. These monitoring services contribute significantly to the safety and success of construction projects by facilitating timely interventions, minimising hazards, and maintaining the structural integrity of slopes and foundation pits.

Slope monitoring and foundation pit monitoring are normally required in the stage of excavation of foundation pit and backfilling of earthworks during a building construction project. They may also be required throughout certain infrastructure projects.

(3) Hydraulic Engineering T&I Services

On 16 April 2025, the Company entered into a capital increase agreement with Maoming Yueshui Engineering Testing and Inspection Co., Ltd. (“**Yueshui Testing**”) and Nanyue Hydraulic and Hydropower Planning, Survey and Design Co., Ltd.* (茂名市南粵水利水電規劃勘測設計有限公司) (“**Nanyue Hydraulic**”) to subscribe for a 51% enlarged registered capital of Yueshui Testing at a consideration of RMB9.33 million (the “**Capital Increase**”). The market supervision change registration procedures were completed on 4 June 2025. Upon completion of the Capital Increase, the Group and Nanyue Hydraulic hold 51% and 49% equity interests in Yueshui Testing respectively, aiming to integrate resources, expand market share and strengthen competitiveness in related fields.

Hydraulic engineering T&I services are a core link in ensuring the structural safety, functional stability, and long-term durability of engineering projects, covering the entire lifecycle quality supervision from raw material entry, construction process control, completion acceptance to operation and maintenance.

Leveraging Yueshui Testing business network and technical advantages, the Group will be able to strengthen its key service capabilities, which includes: (i) raw material testing (such as steel bars, cement, fly ash, filling materials, gabion nets, geotextiles, geogrids, sand and gravel aggregates, block stones, concrete mixtures, mortar mixtures, bricks, asphalt, etc.); (ii) intermediate product testing (such as concrete specimens, mortar specimens, steel bar welded joints, precast concrete components, etc.); (iii) material testing (such as filled soil, rockfill, stone masonry, concrete, foundations, foundation piles, cross-sectional measurement review, metal structures, mechanical and electrical equipment, etc.); and (iv) routine and specialized testing within the scope of various professional qualifications. These testings can effectively prevent engineering hidden dangers, such as leaks, cracks, and settlement, ensure the safe operation of key facilities such as dams, power stations, and channels, and provide scientific support for the entire lifecycle management of major hydraulic engineering projects, thereby comprehensively improving the Group’s operational efficiency and profitability and promoting long-term strategic development.

(4) Food and Agricultural Products Testing Services

The food and agricultural products testing department officially launched its business in May 2024, focusing on offering comprehensive testing services for the food industry to ensure food safety and quality in accordance with applicable national standards.

The main services include testing of physical and chemical properties, additives, veterinary drug residues, hazardous substances, elements, toxins and other substances in food products, using both quantitative testing and rapid testing methods.

Quantitative testing accurately determines the levels of specific components or contaminants in samples through high-end devices and equipment, such as gas chromatography-mass spectrometry system and liquid chromatography – mass spectrometry system.

Rapid testing employs multi-functional agricultural and veterinary drug residue detectors and other technologies to quickly screen for target substances as a preliminary screening tool, significantly enhancing testing efficiency.

The Group is entrusted by a PRC government administrative bureau responsible for food safety supervision to undertake tasks, such as rapid testing in urban farmers' markets and special food safety sampling at the county level, to provide technical support for food safety supervision.

In order to further enhance its testing capabilities, the Group has acquired testing equipment, such as advanced gas, liquid chromatographs and inductively coupled plasma mass spectrometer, to conduct comprehensive analysis and testing of ingredients like pesticides, veterinary drugs and antibiotics, significantly improving the accuracy and efficiency of testing.

(5) Motor Vehicle Related Testing Services

On 5 August 2025, the Group and Xinyi City Bureau of Finance entered into an equity transfer agreement to acquire 100% equity interest in Xinyi Rongli Motor Vehicle Testing Co., Ltd. (“**Rongli Testing**”) at a consideration of RMB12.57 million, with relevant business and administration change registration completed on 27 August 2025. Upon completion of the acquisition of equity interest, Rongli Testing became a wholly-owned subsidiary of the Group, which is beneficial to the Group in integrating regional resources, expanding market coverage, as well as further enhancing its overall competitiveness in terms of motor vehicle testing.

Motor vehicle inspection and testing is a crucial link for ensuring vehicle operational safety, preventing road traffic safety risks, and safeguarding the public’s travel safety. The Group has always adhered to the principles of scientific testing, standardized services and strict quality control, and is committed to providing technical support for maintaining road traffic order, ensuring public safety, and promoting the healthy and orderly development of the motor vehicle industry.

Through this acquisition, the Group will integrate Rongli Testing’s technical and business resources in safety technology inspection, exhaust emission testing and comprehensive performance testing, continuously optimize testing processes, shorten customer waiting time, and improve testing transparency and service efficiency, thereby further enhancing its public service capabilities and overall operational efficiency. This will also lay a solid foundation for the Group’s long-term strategic development and enhance overall profitability and market influence.

(6) Fire Protection Testing Business

On 19 August 2025, the Group established a wholly-owned subsidiary, Syntrust GK Safety Assessment and Fire Protection (Maoming) Co., Ltd., with a registered capital of RMB8.00 million. Its core businesses consist of safety assessment services of the petroleum processing industry, chemical raw materials, chemical products and pharmaceutical manufacturing industry, and the onshore oil and gas pipeline transportation industry, fire protection testing of materials and components, testing services for building fire protection facilities, and technical services for fire safety assessment.

2. Analysis of business competitiveness

Throughout the years, the Group has been continuously providing a full range of construction engineering T&I services, which include foundation testing, infrastructure and public roads testing, construction material testing, building structure testing, as well as slope monitoring and foundation pit monitoring services. The diversified service offering has allowed the Group to meet the diverse needs of different customer groups, including private and public sector entities, such as property developers, construction companies, state-owned investment companies, PRC government institutions and PRC government administrative bureaus.

As at the date of this announcement, the Group had obtained accreditation in 38 categories for construction engineering T&I services within three areas, covering over 4,486 parameters testing qualifications, which demonstrates a significant improvement in the Group's professionalism and credibility.

This comprehensive coverage demonstrates the Group's ability to deliver thorough and precise assessments, meeting the varied requirements of its customers and ensuring compliance with industry standards. In particular, the Group's static load testing capacity for the Group's foundation testing services has reached 35,000 kN. According to the statistics set out in the prospectus of the Company dated 26 August 2024 (the "**Prospectus**"), among the top five construction engineering testing and inspection services providers in Maoming, only two of them, including the Group, have obtained the necessary qualification to conduct static load testing with a capacity reaching 35,000 kN or more. The Group is also one of a few testing and inspection institutions capable of implementing a fully automated process in its slope monitoring. With its capability of providing a wide spectrum of services, the Group able to meet the needs of its existing customers and acquire new customers, solidifying its market presence and diversifying revenue streams.

The food and agricultural products testing department officially launched its business in May 2024, focusing on offering comprehensive testing services for the food and agricultural industry to ensure that the safety and quality of food and agricultural products comply with the applicable national standards. The Group provides food testing services for quality control and traceability in Xinyi City as well as market pre-inspection services and generated approximately RMB8.85 million from the provision of food and agricultural products testing services for the year ended 31 December 2025. The Group has obtained testing qualifications for 850 parameters across five categories in respect of three fields of food and agricultural product testing. The main services include testing of physical and chemical properties, additives, veterinary drug residues, hazardous substances, elements and toxins in food products. The Group has further cooperated with the market supervision authorities to carry out regular and rapid testing of agricultural products in the markets, effectively safeguarding the safety and quality of food and ensuring compliance with the applicable national standards. These initiatives fully demonstrates the Group's strategic direction of focusing on the development of the food and agricultural products testing business.

3. Updates Relating to Qualification Requirements of the Testing and Inspection of Construction Engineering Quality Inspection Agencies

The Administrative Measures for the Quality Inspection of Construction Engineering (《建設工程質量檢測管理辦法》) promulgated by the Ministry of Construction on 28 September 2005 which was re-promulgated by the Ministry of Housing and Urban-Rural Development (the “MOHURD”) on 29 December 2022 and became effective on 1 March 2023, and the Notice of the Ministry of Housing and Urban-Rural Development on Issuance of Qualification Standards of Construction Engineering Quality Inspection Agencies (《住房和城鄉建設部關於印發〈建設工程質量檢測機構資質標準〉的通知》) issued and implemented by the MOHURD on 31 March 2023, stipulate that the construction engineering quality inspection agencies are required to obtain the appropriate qualification certificates to engage in the quality inspection business in accordance with the regulations and set out the qualification requirements of the inspection agencies and personnel, as well as the functions and scope of supervision of the relevant regulatory authorities.

On 21 October 2024, the Guangdong Provincial Department of Housing and Urban-Rural Development issued the Notice of the Guangdong Provincial Department of Housing and Urban-Rural Development on Preparation for Relevant Matters Concerning the Qualification Approval of Construction Engineering Quality Testing Institutions (《廣東省住房和城鄉建設廳關於做好建設工程質量檢測機構資質審批有關事項準備的通知》), pursuant to which (i) if the validity period of the qualification certificate of construction engineering quality inspection institutions issued by Guangdong Province under previous qualification standards expires on or after 31 October 2024, it shall be uniformly extended to 31 October 2025; and (ii) inspection agencies that have obtained qualification certificates in Guangdong Province under previous qualification standards shall apply for re-assessment in accordance with the Qualification Standards of Construction Engineering Quality Inspection Agencies (《建設工程質量檢測機構資質標準》) prior to 31 October 2025.

Following the issuance of the above document, the Guangdong Provincial Department of Housing and Urban-Rural Development issued to the Company the “Construction Engineering Quality Testing Institution Qualification Certificate” (Yue) Jian Jian Zhuan Zi No. 20250053 ((粵)建檢專字第20250053號《建設工程質量檢測機構資質證書》) on 22 July 2025, with the specialised testing scope including (i) building materials and components, (ii) main structure and decoration, (iii) steel structures, (iv) foundation, (v) building energy-saving, (vi) municipal engineering materials and (vii) road works.

FINANCIAL REVIEW

Revenue Breakdown by Type of Services

The Group generated revenue primarily from the provision of construction engineering testing and inspection services. The following table sets forth the breakdown of revenue for the Group's revenues by types of services for the years ended 31 December 2025 and 2024.

	For the year ended 31 December			
	2025		2024	
	<i>RMB'000</i>	<i>%</i>	<i>RMB'000</i>	<i>%</i>
Construction engineering testing services				
Foundation testing service	32,335	39.7	27,482	49.7
Construction material testing service	5,842	7.2	4,973	9.0
Building structure testing service	2,822	3.5	3,908	7.1
Infrastructure and public roads testing service	10,198	12.5	10,086	18.3
Housing appraisal services	4,486	5.5	–	–
Sub-total	55,683	68.4	46,449	84.1
Construction engineering inspection services				
Slope monitoring and foundation pit monitoring services	3,888	4.8	5,671	10.3
Food and agricultural testing services	8,850	10.9	3,140	5.7
Hydraulic engineering testing services	9,542	11.7	–	–
Motor vehicle testing services	2,619	3.2	–	–
Other business	779	1.0	–	–
Total	81,361	100.0	55,260	100.0

Revenue generated from the provision of construction engineering testing services increased by 19.9% to RMB55.68 million (2024: RMB46.45 million), mainly attributable to (i) the newly established subsidiary of the Company, Foshan Gaoming Mingxin Comprehensive Testing Co., Ltd. (“**Gaoming Testing**”), which generated a revenue of RMB3.33 million; (ii) the new housing appraisal business of the Company, which generated revenue of RMB4.49 million.

Revenue generated from the provision of construction engineering inspection services decreased by 31.4% to RMB3.89 million (2024: RMB5.67 million), primarily due to a decrease in the number of newly built houses and an increase in the renovation of old houses resulting from the real estate market. As a result, the demand for housing monitoring business has decreased, while the demand for the housing appraisal business has increased.

Revenue generated from the provision of food and agricultural products testing services increased by 181.8% to RMB8.85 million (2024: RMB 3.14 million) for the year ended 31 December 2025, primarily due to the Company having commenced operations in the second half of 2024 and having only begun to generate revenue, whereas in 2025 it operated for the whole year.

Revenue generated from the provision of hydraulic engineering testing services amounted to RMB9.54 million for the year ended 31 December 2025 (2024: Nil), primarily due to the newly acquired subsidiary of the Company, Yueshui Testing, whose major operating revenue was derived from hydraulic engineering testing, and which generated revenue during the year ended 31 December 2025.

Revenue generated from motor vehicle testing amounted to RMB2.62 million for the year ended 31 December 2025 (2024: Nil), primarily due to newly acquired subsidiary of the Company, Rongli Testing, whose major operating revenue was derived from motor vehicle testing, and which generated revenue during the year ended 31 December 2025.

Revenue generated from the provision of other services amounted to RMB0.78 million for the year ended 31 December 2025 (2024: Nil), primarily due to the newly acquired subsidiary, Yueshui Testing, providing aerial photography, termite control, and repair and maintenance services, and the newly acquired subsidiary, Rongli Testing, providing printing services.

Cost of Sales

Cost of sales increased by 44.8% to RMB29.18 million for the year ended 31 December 2025 (2024: RMB20.15 million), which was mainly attributable to costs generated from the operations of Gaoming Testing, Yueshui Testing and Rongli Testing, the subsidiaries newly established or acquired by the Company during the year ended 31 December 2025.

Gross Profit and Gross Profit Margin by Type of Services

The following table sets out the gross profit and the gross profit margin by product category for years ended 31 December 2025 and 2024:

	For the year ended 31 December				Increase/ (Decrease) in gross profit margin % point	Increase/ (Decrease) in gross profit margin %
	2025	2024	Gross profit	Gross margin		
	Gross profit RMB'000	Gross profit margin %	Gross profit RMB'000	Gross profit margin %		
Construction engineering testing services						
Foundation testing service	27,788	85.9	24,337	88.9	14.2	(3.0)
Construction material testing service	938	16.1	579	11.6	62	4.5
Building structure testing service	1,306	46.3	1,450	37.1	(9.9)	9.2
Infrastructure and public roads testing service	7,479	73.3	7,144	70.8	4.7	2.5
Housing appraisal services	1,438	32.1	–	–	–	–
Sub-total	38,949	69.9	33,510	72.1	16.2	(2.2)
Construction engineering inspection services						
Slope monitoring and foundation fit monitoring services	2,064	53.1	1,890	33.3	9.2	19.8
Food and agricultural testing services	2,562	28.9	(293)	(9.3)	974.4	38.2
Hydraulic engineering testing services	7,907	82.9	–	–	–	–
Motor vehicle testing services	228	8.7	–	–	–	–
Other business	470	60.5	–	–	–	–
Total	52,180	64.1	35,107	63.5	48.6	0.6

The Group's overall gross profit margin increased to 64.1% (2024: 63.5%). The increase was primarily attributable to (i) the turnaround of the food business during the year, and (ii) additional gross profit contribution from the newly developed hydraulic engineering business.

Other Income and Gain

For the year ended 31 December 2025, the Group recorded other income and gain of RMB1.15 million (2024: RMB5.83 million). Other income and gain consisted primarily of interest income and exchange gains.

Administrative Expenses

For the year ended 31 December 2025, the Group's administrative expenses amounted to approximately RMB18.09 million (2024: RMB17.26 million), which represented approximately 22% (2024: 31%) of the Group's total revenue. The increase in administrative expenses was mainly attributed to expenses incurred by the Company in connection with the acquisition/establishment of new companies.

Impairment Losses on Financial Assets at Amortised Cost, net

For the year ended 31 December 2025, the Group's impairment loss on financial assets at amortised cost amounted to approximately RMB1.1 million (2024: reversal of impairment RMB0.55 million), which was mainly attributable to the increase in business and revenue of the Company, resulting in an increase in the base for bad debt impairment.

Finance Costs

The total finance cost of the Group for the year ended 31 December 2025 amounted to approximately RMB1.55 million (2024: RMB1.21 million). The increase in finance costs was mainly due to the lease for the Company's office building having commenced in April 2024, and the costs for 2025 being incurred for the entire year.

Income Tax Expenses

Income tax expense of the Group for the year ended 31 December 2025 was approximately RMB6.49 million (2024: RMB6.02 million).

Profit and Total Comprehensive Income for the Year and Earnings Per Share Attributable to Ordinary Equity Holders of the Parent

As a result of the foregoing, the profit and total comprehensive income for the year ended 31 December 2025 was approximately RMB20.31 million (2024: RMB16.30 million), representing an increase of approximately 24.6% over last year.

The Group's earnings per share attributable to ordinary equity holders of the parent was approximately RMB0.60 for the year ended 31 December 2025 (2024: RMB0.61).

Dividend

At the meeting of the Board held on 26 March 2026, the Board recommended a final dividend of RMB0.18 per ordinary share of the Company, comprising ordinary shares of RMB1.00 each which are not listed on any stock exchange (the “**Unlisted Shares**”) and ordinary shares of RMB1.00 each listed on GEM of the Stock Exchange (the “**H Shares**”) (collectively, the “**Shares**”) (inclusive of applicable taxes) for the year ended 31 December 2025 (for the year ended 31 December 2024: RMB0.15 per Share (inclusive of applicable taxes)) in accordance with the dividend policy of the Company, subject to approval at the annual general meeting of the Company to be held on Friday, 15 May 2026 (the “**AGM**”) and payment will be made on or around Tuesday, 14 July 2026 to the holders of H Shares whose names are listed on the register of members of the Company on Wednesday, 27 May 2026.

Property, Plant and Equipment

As at 31 December 2025, the property, plant and equipment amounted to RMB40.39 million (31 December 2024: RMB24.38 million). The increase was mainly attributable to an increase in devices and equipment of newly acquired/established companies.

Right-of-Use Assets

As at 31 December 2025, the right-of-use assets amounted to RMB45.29 million (31 December 2024: RMB38.66 million). The increase was mainly attributable to the leasing of premises by the newly acquired/established companies.

Deferred Tax Assets

As at 31 December 2025, the deferred tax assets amounted to RMB1.94 million (31 December 2024: RMB2.30 million). The decrease was mainly attributable to an increase in the provisions for bad debt.

Inventories

As at 31 December 2025, the inventories amounted to RMB4.21 million (31 December 2024: RMB2.98 million). The increase was mainly attributable to an increase in on-site testing items used in business operations, leading to an increase in inventory costs.

Trade Receivables

The trade receivables of the Group primarily represent amounts receivables from customers. As at 31 December 2025, the trade receivables amounted to RMB76.84 million (31 December 2024: RMB48.64 million).

The number of turnover days of trade receivables was 281 days (2024: 257 days). During the year ended 31 December 2025, the trade receivables turnover days increased by 24 days, mainly due to an increase in revenue, resulting in an increase in accounts receivables.

Prepayments and other Receivables

As of 31 December 2025, the prepayments and other receivables amounted to RMB9.30 million (31 December 2024: RMB7.73 million). The increase in the prepayments balance is attributable to certain customers settling their outstanding inspection service fees through asset-for-debt arrangements. As of the date of this announcement, the assets received under these arrangements do not yet meet the criteria for recognition as property, plant and equipment and have been temporarily recorded as prepayments.

Time Deposits

As at 31 December 2025, the Group did not have any time deposits (31 December 2024: RMB10 million). The decrease was mainly attributable to the maturity and non-renewal of the time deposits.

Cash and Cash Equivalents

As at 31 December 2025, the cash and cash equivalent amounted to RMB101.69 million (31 December 2024: RMB99.86 million). The increase was mainly attributable to an increase in cash and cash equivalents of newly acquired/established companies.

Trade Payables

The trade payables of the Group primarily represent amounts payable to suppliers and subcontractors. As at 31 December 2025, the trade payables amounted to approximately RMB8.43 million (2024: RMB4.83 million). The increase was mainly attributable to (i) an increase in subcontracting; and (ii) an increase in the procurement of devices and equipment.

The number of turnover days of trade payables for the year ended 31 December 2025 was 83 days (2024: 49 days). The increase was mainly attributable to the extension of the settlement period for trade payables related to the purchase of devices, equipment and services.

Liquidity, Financial Resources and Capital Structure

The Group's primary sources of operating funds are cash flow from operating activities. As at 31 December 2025, the Group's current ratio was 5.3 (31 December 2024: 9.4). The Group maintained a net cash position, reflecting its healthy financial condition, which provides a foundation for future development. The gearing ratio (calculated as net debt divided by the adjusted capital plus net debt) is not applicable as the Group had a net surplus of RMB75.17 million as at 31 December 2025 (31 December 2024: net surplus of RMB85.16 million).

As at 31 December 2025, the Group's total cash and cash equivalents amounted to approximately RMB101.69 million (31 December 2024: RMB99.86 million).

Treasury Policy

The Group has adopted a prudent treasury policy and maintained a healthy liquidity position throughout the year. The Group strives to reduce credit risk by performing ongoing credit assessments and evaluations of the financial status of its customers. To manage liquidity risk, the Board closely monitors the Group's liquidity position to ensure that the liquidity structure of the Group assets, liabilities and other commitments can meet its funding requirements from time to time.

Foreign Exchange Risk

The Group has transactional currency exposures as certain payables and cash and cash equivalents are held in currencies other than the Group's functional currencies. The foreign exchange risk mainly arises from the exposure of RMB against Hong Kong dollars and United States dollars for certain other payables for listing expenses.

The Group currently does not have a foreign currency hedging policy. However, the management monitors foreign exchange exposure and will consider hedging significant foreign currency exposure should the need arises.

Capital Commitments

The Group did not have any significant capital commitments as at 31 December 2025 (31 December 2024: RMB1.3 million).

Contingent Liabilities

The Group did not have any significant contingent liabilities as at 31 December 2025 (31 December 2024: Nil).

Charge of Assets

None of the Group's assets were pledged as at 31 December 2025 (31 December 2024: Nil).

Foreign Currency Risks

The Group operates in the PRC with most of its transactions settled in RMB. The Group's assets and liabilities, and transactions arising from operations are mainly denominated in RMB. Accordingly, it is believed that the Group does not have any material foreign currency risks that would affect its operations. However, the management team will continue to monitor foreign currency risks and adopt prudent measures as appropriate.

Interest Rate Risks

The Group did not have any significant interest-bearing liabilities during the year ended 31 December 2025 (2024: Nil). The fair value interest rate risk that arises from financial assets and liabilities carried at fixed rates is not significant for the Group.

Significant Investments

During the year ended 31 December 2025, the Group did not hold any significant investments (including any investment in an investee company) with a value of 5% or more of the Group's total assets (2024: Nil).

Material Acquisitions or Disposal of Subsidiaries, Associates or Joint Ventures

(i) Subscription for 51% equity interest by capital increase in Yueshui Testing

Reference is made to the announcements of the Company dated 16 April 2025, 14 May 2025 and 3 July 2025 in relation to the proposed capital increase. On 16 April 2025, the Company, Nanyue Hydraulic and Yueshui Testing entered into a capital increase agreement, pursuant to which the Company conditionally agreed to subscribe for 51% of the enlarged registered capital of Yueshui Testing for a total consideration of RMB9,330,000. Upon completion, which took place on 4 June 2025, Yueshui Testing become a non-wholly owned subsidiary of the Company and its financial results have been consolidated into the financial statements of the Group.

(ii) Acquisition of 100% equity interest in Rongli Testing

Reference is made to the announcement of the Company dated 5 August 2025 in relation to the proposed acquisition. On 5 August 2025, the Company and Xinyi City Bureau of Finance entered into an equity transfer agreement, pursuant to which the Company conditionally agreed to acquire, and Xinyi City Bureau of Finance conditionally agreed to sell, the entire equity interest in Rongli Testing for a total consideration of RMB12,570,900. Upon completion, which took place on 27 August 2025, Rongli Testing become a wholly owned subsidiary of the Company and its financial results have been consolidated into the financial statements of the Group.

(iii) Subscription for 51% equity interest by capital increase in Maoming Juzhou Engineering Testing Co. Ltd. (“Juzhou Testing”)

Reference is made to the announcement of the Company dated 16 December 2025 in relation to the proposed capital increase. On 16 December 2025, the Company, Huazhou Construction Quality Affairs Center and Juzhou Testing entered into a capital increase agreement, pursuant to which the Company conditionally agreed to subscribe for 51% of the enlarged registered capital of Juzhou Testing for a total consideration of RMB13,323,900. Upon completion, which took place on 2 March 2026, Juzhou Testing become a non-wholly owned subsidiary of the Company and its financial results will be consolidated into the financial statements of the Group. The consideration of the proposed capital increase was financed partly by the proceeds from the public offer and placing of H Shares on GEM of the Stock Exchange pursuant to the Prospectus (the “**Share Offer**”) and partly from internal resources of the Company.

(iv) Acquisition of 51% equity interest in Gaozhou Gaoxin Engineering Testing Co. Ltd. (“Gaozhou Testing ”)

Reference is made to the announcement of the Company dated 29 December 2025 in relation to the proposed acquisition. On 29 December 2025, the Company and Gaozhou Anjian State Owned Assets Management Co., Ltd. entered into an equity transfer agreement, pursuant to which the Company conditionally agreed to acquire, and Gaozhou Anjian State Owned Assets Management Co., Ltd. conditionally agreed to sell, 51% equity interest in Gaozhou Testing for a total consideration of RMB10,710,000. Upon completion in 2026, Gaozhou Testing will become a non-wholly owned subsidiary of the Company and its financial results will be consolidated into the financial statements of the Group.

Save as disclosed above, the Group did not have any other material acquisitions or disposal of subsidiaries, associates or joint ventures during the year ended 31 December 2025.

Future Plans for Material Investments and Capital Assets

Save as disclosed in the section headed “Future Plans and Use of Proceeds” in the Prospectus and the announcement of the Company dated 31 December 2025 in relation to the change in use of proceeds, the Group does not have any other plans for material investments or capital assets in the coming year.

The Group may also identify acquisition opportunities which may benefit the Group’s further growth. The Company will continue to keep its shareholders (the “**Shareholders**”) and potential investors abreast of any relevant material developments by making further announcement(s) as and when appropriate in accordance with the requirements under the GEM Listing Rules.

EMPLOYEES AND REMUNERATION POLICIES

As at 31 December 2025, the Group had 215 employees (31 December 2024: 114 employees).

The Group’s employee benefit expenses mainly includes salaries, discretionary bonuses, housing, medical insurance and other social insurance. During the year ended 31 December 2025, the Group’s total employee benefit expenses (including Directors’ emoluments) amounted to approximately RMB20.37 million (2024: RMB18.59 million). Remuneration is determined generally with reference to the qualification, experience and work performance of the relevant employee, whereas the payment of discretionary bonus is generally subject to work performance of the relevant employee, the financial performance of the Group and general market conditions.

EVENTS AFTER REPORTING PERIOD

(i) Completion of the subscription for 51% equity interest by capital increase in Juzhou Testing

On 2 March 2026, the Group completed the subscription of 51% of the enlarged registered capital of Juzhou Testing at a consideration of RMB13,323,900. Upon completion, Juzhou Testing became a non-wholly owned subsidiary of the Company and its financial results will be consolidated into the financial statements of the Group.

(ii) Change in use of proceeds from Share Offer

Reference is made to the announcement of the Company dated 31 December 2025 and the circular of the Company dated 5 January 2026 in relation to, among other things, the change in use of proceeds (the “**Circular**”).

On 31 December 2025, the Board resolved to change the use of the unutilised net proceeds from the Share Offer. The revised use of proceeds was approved by the shareholders of the Company by way of ordinary resolutions at the extraordinary general meeting held on 23 January 2026. Following such approval, the Company will apply the unutilised net proceeds in accordance with the revised allocation and expected timeline as disclosed in the Circular.

(iii) Change of non-executive Director

At the extraordinary general meeting held on 23 January 2026, the appointment of Mr. Liu Juemao (“**Mr. Liu**”) as a non-executive Director of the Company was duly approved by the shareholders of the Company (the “**Shareholders**”). Upon Mr. Liu’s appointment, the resignation of Mr. Chen Guangfu took immediate effect. For further details, please refer to the announcements of the Company dated 31 December 2025 and 23 January 2026, respectively.

Save as disclosed above, there were no other material subsequent events affecting the Group after 31 December 2025 and up to the date of this announcement.

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

Neither the Company nor any of its subsidiaries purchased, sold or redeemed any of the Company's listed securities (including the sale of treasury shares) during the year ended 31 December 2025. As at 31 December 2025, no treasury shares were held by the Company.

COMPLIANCE WITH THE CORPORATE GOVERNANCE CODE

The Board has adopted the principles and the code provisions of the Corporate Governance Code (“**CG Code**”) contained in Appendix C1 to the GEM Listing Rules to ensure that the Group's business activities and decision making processes are regulated in a proper and prudent manner. The Company is committed to maintain high standards of corporate governance to safeguard interest of the Shareholders and ensure the quality of the constitution of the Board and transparency and accountability to the Shareholders. Save as disclosed below, the Company had complied with all the provisions in the CG Code during the year ended 31 December 2025.

The roles of the chairman and the chief executive of the Company have not been separated as required by code provision C.2.1 of part 2 of the CG Code. The roles of the chairman of the Board and general manager of the Company are both performed by Mr. Lai Feng, an executive Director. The Board believes that vesting the roles of both chairman and general manager in the same individual enables the Group to achieve higher responsiveness, efficiency and effectiveness when formulating business strategies and executing business plans. Furthermore, in view of Mr. Lai Feng's extensive industrial experience and significant role in the historical development of the Group, the Board believes that it is beneficial to the business prospects of the Group that Mr. Lai Feng continues to act as the chairman and general manager of the Company after the listing of the Company, and that the balance of power and authority is sufficiently maintained by the operation of the Board, comprising the executive Directors, non-executive director and independent non-executive Directors.

DIRECTORS’ AND SENIOR MANAGEMENT’S SECURITIES TRANSACTIONS

The Company has adopted a code of conduct regarding securities transactions by Directors on terms no less exacting than the required standard of dealings as set out in Rules 5.46 to 5.67 of the GEM Listing Rules. The Company has also made specific enquiry to all Directors and members of the senior management of the Company, and the Company was not aware of any non-compliance with the required standard of dealing and its code of conduct regarding securities transactions by Directors during the year ended 31 December 2025.

REVIEW BY THE AUDIT COMMITTEE AND AGREE BY AUDITOR

The audit committee of the Company (the “**Audit Committee**”) comprises all the three independent non-executive Directors, namely Ms. Liu Hongge, Mr. Luo Qiling and Ms. Deng Dian. Ms. Liu Hongge is the chairlady of the Audit Committee.

The Group’s results for the year ended 31 December 2025 have been reviewed by the Audit Committee and the Audit Committee is of the view that such results comply with the applicable accounting standards, the requirements under the GEM Listing Rules and other applicable legal requirements, and that adequate disclosures have been made. The figures in respect of the Group’s consolidated financial statements for the year ended 31 December 2025 as set out in this preliminary announcement have been agreed by the Group’s auditor, Ernst & Young. The work performed by the Ernst & Young in this respect did not constitute an assurance engagement in accordance with Hong Kong Standards on Auditing, Hong Kong Standards on Review Engagements or Hong Kong Standards on Assurance Engagements issued by the Hong Kong Institute of Certified Public Accountants and consequently no assurance has been expressed by Ernst & Young on the preliminary announcement.

DIRECTORS’ AND CONTROLLING SHAREHOLDER’S INTEREST IN COMPETING BUSINESS

None of the Directors or controlling Shareholder or their respective close associates (as defined in the GEM Listing Rules) is or was interested in any business, apart from the Company’s business, that competes or may compete, either directly or indirectly, with the Company’s business during the year ended 31 December 2025 and up to the date of this announcement.

ANNUAL GENERAL MEETING

A notice convening the AGM will be published on the respective websites of the Stock Exchange and the Company and distributed to the Shareholders in due course in the manner required by the GEM Listing Rules.

Corporate communications will be available electronically on both the websites of the Stock Exchange (www.hkexnews.hk) and the Company (www.xyjiance.cn), respectively. Actionable Corporate Communications will be sent to Shareholders individually via the email address provided by them or in printed form (if no functional email addresses are provided).

If Shareholders wish to change the means of receipt and language of corporate communications, they may send an email to xyjc0668@163.com specifying their name, address and request to receive the corporate communications in printed form. Any such instruction to receive future communications in printed form will remain valid for one year from the receipt date of the Shareholder's instruction.

CLOSURE OF REGISTER OF MEMBERS AND RECORD DATE FOR ATTENDING AND VOTING AT THE AGM

The record date for determining the eligibility of Shareholders (except for holders of treasury shares, if any) to attend and vote at the AGM is Friday, 15 May 2026. The register of members of the Company will be closed from Tuesday, 12 May 2026 to Friday, 15 May 2026 (both dates inclusive), during which period no transfer of Shares will be effected. To be entitled to attend and vote at the AGM, the share transfer documents and the relevant share certificates must be lodged with the Company's H Share registrar, Computershare Hong Kong Investor Services Limited, at Shops 1712-1716, 17/F, Hopewell Centre, 183 Queen's Road East, Wanchai, Hong Kong) for registration no later than 4:30 p.m. on Monday, 11 May 2026.

CLOSURE OF REGISTER OF MEMBERS AND RECORD DATE FOR PROPOSED FINAL DIVIDEND

The record date for determining the entitlement of Shareholders (except for holders of treasury shares, if any) to the proposed final dividend is Wednesday, 27 May 2026. The register of members of the Company will be closed from Thursday, 21 May 2026 to Wednesday, 27 May 2026 (both dates inclusive), during which period no transfer of Shares will be effected. In order to qualify for the proposed final dividend payable on Tuesday, 14 July 2026, the share transfer documents and the relevant share certificates must be lodged with the Company's H Share registrar, Computershare Hong Kong Investor Services Limited, at Shops 1712-1716, 17/F, Hopewell Centre, 183 Queen's Road East, Wanchai, Hong Kong) for registration no later than 4:30 p.m. on Wednesday, 20 May 2026.

PUBLICATION OF THE ANNUAL RESULTS AND THE ANNUAL REPORT ON THE WEBSITES OF THE STOCK EXCHANGE AND THE COMPANY

This annual results announcement has been published on the websites of the Stock Exchange (www.hkexnews.hk) and the Company (www.xyjiance.cn), respectively. The annual report of the Company for the year ended 31 December 2025 will be published on the respective websites of the Stock Exchange and the Company and dispatched to the Shareholders (who have requested corporate communications in printed copy) in due course in the manner required by the GEM Listing Rules.

By order of the Board
**Guangdong Syntrust GK Testing and Certification
Tech Service Center Co., Ltd.**
廣東集信國控檢測認證技術服務中心股份有限公司
Mr. Lai Feng
Chairman and executive Director

Hong Kong, 26 March 2026

As at the date of this announcement, the Board comprises of four executive Directors, namely Mr. Lai Feng, Mr. Huang Fei, Ms. Mai Jiayu and Mr. Zhang Xihua, two non-executive Directors, namely Ms. Zou Chan and Mr. Liu Juemao and three independent non-executive Directors, namely Ms. Liu Hongge, Ms. Deng Dian and Mr. Luo Qiling.

This announcement will remain on the "Latest Listed Company Information" page of the website of The Stock Exchange of Hong Kong Limited (www.hkexnews.hk) for at least 7 days from the date of its publication and on the website of the Company (www.xyjiance.cn).