# XINYI ELECTRIC STORAGE HOLDINGS LIMITED
# 信義儲電控股有限公司

*(Incorporated in the Cayman Islands with limited liability)*

**(Stock code: 08328)**

# INTERIM RESULTS ANNOUNCEMENT FOR THE SIX MONTHS ENDED 30 JUNE 2026

## 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 companies listed on GEM are 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 of the Stock Exchange and no assurance is given that there will be a liquid market in the securities traded on GEM.**

*This announcement, for which the board (the "**Board**") of the directors (the "**Directors**") of Xinyi Electric Storage Holdings Limited (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, 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 aspects and not misleading or deceptive, and there are no other matters the omission of which would make any statement herein or this announcement misleading.*

## FINANCIAL HIGHLIGHTS

| | Six months ended 30 June | | |
|---|---|---|---|
| | **2026** | 2025 | Change |
| | ***HK$'000*** | *HK$'000* | |
| Revenue | **414,737** | 477,436 | -13.1% |
| (Loss)/profit attributable to owners of the Company | **(27,630)** | 4,708 | N/A |
| (Loss)/earnings per share - Basic | **(3.52) HK cents** | 0.60 HK cents | N/A |

The Board is pleased to announce the unaudited condensed consolidated interim results of the Group for the six months ended 30 June 2026 (the "**1H2026**"), together with the comparative unaudited figures for the six months ended 30 June 2025 (the "**1H2025**"), as follows:

## CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

*For the six months ended 30 June 2026*

| | Notes | Six months ended 30 June **2026** | 2025 |
|---|---|---|---|
| | | ***HK$'000*** | *HK$'000* |
| | | **(Unaudited)** | (Unaudited) |
| **Revenue** | 3 | **414,737** | 477,436 |
| Cost of revenue | | **(331,612)** | (394,147) |
| **Gross profit** | | **83,125** | 83,289 |
| Other income | 4 | **15,311** | 7,568 |
| Other (losses)/gains, net | 4 | **(23,015)** | 1,616 |
| Impairment loss on financial assets | | **(389)** | (1,173) |
| Selling and marketing costs | | **(23,319)** | (18,564) |
| Administrative expenses | | **(73,445)** | (67,910) |
| Share of results of joint ventures | | **2,238** | 13,536 |
| Share of results of an associate | | **(2)** | (2) |
| **Operating (loss)/profit** | | **(19,496)** | 18,360 |
| Finance income | 5 | **631** | 445 |
| Finance costs | 5 | **(5,479)** | (7,438) |
| **(Loss)/profit before income tax** | 6 | **(24,344)** | 11,367 |
| Income tax expense | 7 | **(2,929)** | (5,513) |
| **(Loss)/profit for the period** | | **(27,273)** | 5,854 |
| **Other comprehensive income:** | | | |
| *Items that may be subsequently reclassified to profit or loss* | | | |
| Exchange differences on translation of financial statements of foreign operations | | **(1,176)** | 50,991 |
| Share of other comprehensive income of joint ventures | | **(1,279)** | 321 |
| *Item that will not be subsequently reclassified to profit or loss* | | | |
| Change in fair value of a financial asset at fair value through other comprehensive income, net of tax | | **—** | 1,346 |
| | | **(2,455)** | 52,658 |
| **Total comprehensive income for the period** | | **(29,728)** | 58,512 |

| | Notes | Six months ended 30 June<br>**2026** | <br>2025 |
|---|---|---|---|
| | | ***HK$'000*** | *HK$'000* |
| | | **(Unaudited)** | (Unaudited) |
| **(Loss)/profit for the period attributable to:** | | | |
| – owners of the Company | | **(27,630)** | 4,708 |
| – non-controlling interests | | **357** | 1,146 |
| | | **(27,273)** | 5,854 |
| **Total comprehensive income for the period attributable to:** | | | |
| – owners of the Company | | **(28,386)** | 55,729 |
| – non-controlling interests | | **(1,342)** | 2,783 |
| | | **(29,728)** | 58,512 |
| | | ***HK cents*** | *HK cents* |
| **(Loss)/earnings per share attributable to owners of the Company for the period** | | | |
| – Basic and diluted | 8 | **(3.52)** | 0.60 |

## CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

*As at 30 June 2026*

| | Notes | As at 30 June 2026 | As at 31 December 2025 |
|---|---|---|---|
| | | *HK$'000* | *HK$'000* |
| | | (Unaudited) | (Audited) |
| **ASSETS AND LIABILITIES** | | | |
| **Non-current assets** | | | |
| Property, plant and equipment | 10 | **480,652** | 472,492 |
| Intangible assets | 10 | **4,458** | 5,996 |
| Interests in joint ventures | | **20,537** | 25,958 |
| Interests in an associate | | **286** | 288 |
| Finance lease receivables | 11 | **486,654** | 502,245 |
| Prepayments for property, plant and equipment | 11 | **597** | 10,605 |
| Deferred tax assets | | **13,895** | 13,388 |
| | | **1,007,079** | 1,030,972 |
| **Current assets** | | | |
| Inventories | | **212,206** | 211,837 |
| Contract assets, trade and other receivables and prepayments | 11 | **538,435** | 637,934 |
| Income tax recoverable | | **3,908** | 3,691 |
| Pledged bank deposits | | **3,528** | 15,235 |
| Restricted bank balance | | **988** | 952 |
| Cash and cash equivalents | | **103,663** | 115,458 |
| | | **862,728** | 985,107 |
| **Current liabilities** | | | |
| Contract liabilities, trade and other payables | 12 | **503,088** | 634,505 |
| Provision for tax | | **1,307** | 1,605 |
| Lease liabilities | | **7,709** | 9,115 |
| Bank borrowings | 13 | **327,753** | 304,562 |
| | | **839,857** | 949,787 |
| **Net current assets** | | **22,871** | 35,320 |
| **Total assets less current liabilities** | | **1,029,950** | 1,066,292 |

| | Notes | As at 30 June 2026 HK$'000 (Unaudited) | 31 December 2025 HK$'000 (Audited) |
|---|---|---|---|
| **Non-current liabilities** | | | |
| Trade and other payables | 12 | **16,731** | 26,782 |
| Lease liabilities | | **5,641** | 9,000 |
| Bank borrowings | 13 | **53,468** | 47,207 |
| Deferred tax liabilities | | **50,628** | 50,355 |
| | | **126,468** | 133,344 |
| **Net assets** | | **903,482** | 932,948 |
| **EQUITY** | | | |
| Share capital | 14 | **7,855** | 7,855 |
| Reserves | | **875,871** | 904,496 |
| | | **883,726** | 912,351 |
| Non-controlling interests | | **19,756** | 20,597 |
| **Total equity** | | **903,482** | 932,948 |

## CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

*For the six months ended 30 June 2026*

| | Attributable to owners of the Company | | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|---|
| | Share capital | Share premium | Capital reserves | Share-based payments reserve | Exchange reserve | Financial asset at fair value through other comprehensive income reserve | Statutory reserves | Retained profits | Total | Non-controlling interests | Total equity |
| | *HK$'000* | *HK$'000* | *HK$'000* | *HK$'000* | *HK$'000* | *HK$'000* | *HK$'000* | *HK$'000* | *HK$'000* | *HK$'000* | *HK$'000* |
| **Balance at 1 January 2026 (Audited)** | **7,855** | **856,114** | **13,577** | **9,010** | **(93,986)** | **–** | **32,514** | **87,267** | **912,351** | **20,597** | **932,948** |
| **Comprehensive income** | | | | | | | | | | | |
| (Loss)/profit for the period | – | – | – | – | – | – | – | (27,630) | (27,630) | 357 | (27,273) |
| **Other comprehensive income** | | | | | | | | | | | |
| Exchange differences on translation of financial statements of foreign operations | – | – | – | – | 523 | – | – | – | 523 | (1,699) | (1,176) |
| Share of other comprehensive income of joint ventures | – | – | – | – | (1,279) | – | – | – | (1,279) | – | (1,279) |
| **Total comprehensive income** | – | – | – | – | (756) | – | – | (27,630) | (28,386) | (1,342) | (29,728) |
| **Transactions with owners** | | | | | | | | | | | |
| Capital injection from non-controlling interests | – | – | – | – | – | – | – | – | – | 624 | 624 |
| Change in ownership interest in a subsidiary without loss of control | – | – | (1) | – | – | – | – | – | (1) | (77) | (78) |
| Employees share option scheme: | | | | | | | | | | | |
| – share-based payment expense | – | – | – | (284) | – | – | – | – | (284) | – | (284) |
| – adjustment relating to forfeiture of share options | – | – | – | (5,823) | – | – | – | 5,869 | 46 | (46) | – |
| **Total transactions with owners** | – | – | (1) | (6,107) | – | – | – | 5,869 | (239) | 501 | 262 |
| **Balance at 30 June 2026 (Unaudited)** | **7,855** | **856,114** | **13,576** | **2,903** | **(94,742)** | **–** | **32,514** | **65,506** | **883,726** | **19,756** | **903,482** |
| **Balance at 1 January 2025 (Audited)** | 7,855 | 856,114 | 13,587 | 12,986 | (142,130) | 33,981 | 26,427 | 131,327 | 940,147 | 23,745 | 963,892 |
| **Comprehensive income** | | | | | | | | | | | |
| Profit for the period | – | – | – | – | – | – | – | 4,708 | 4,708 | 1,146 | 5,854 |
| **Other comprehensive income** | | | | | | | | | | | |
| Exchange differences on translation of financial statements of foreign operations | – | – | – | – | 49,354 | – | – | – | 49,354 | 1,637 | 50,991 |
| Share of other comprehensive income of joint ventures | – | – | – | – | 321 | – | – | – | 321 | – | 321 |
| Change in fair value of a financial asset at fair value through other comprehensive income, net of tax | – | – | – | – | – | 1,346 | – | – | 1,346 | – | 1,346 |
| **Total comprehensive income** | – | – | – | – | 49,675 | 1,346 | – | 4,708 | 55,729 | 2,783 | 58,512 |
| **Transactions with owners** | | | | | | | | | | | |
| Employees share option scheme: | | | | | | | | | | | |
| – share-based payment expense | – | – | – | 801 | – | – | – | – | 801 | (135) | 666 |
| – adjustment relating to forfeiture of share options | – | – | – | (7,501) | – | – | – | 7,501 | – | – | – |
| **Total transactions with owners** | – | – | – | (6,700) | – | – | – | 7,501 | 801 | (135) | 666 |
| **Balance at 30 June 2025 (Unaudited)** | 7,855 | 856,114 | 13,587 | 6,286 | (92,455) | 35,327 | 26,427 | 143,536 | 996,677 | 26,393 | 1,023,070 |

## CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

*For the six months ended 30 June 2026*

| | Six months ended 30 June | |
|---|---|---|
| | **2026** | 2025 |
| | ***HK$'000*** | *HK$'000* |
| | **(Unaudited)** | (Unaudited) |
| **Cash flows from operating activities** | | |
| Cash (used in)/generated from operations | **(24,673)** | 141,936 |
| Interest paid | **(6,003)** | (7,829) |
| Income tax paid | **(2,217)** | (4,246) |
| Net cash (used in)/generated from operating activities | **(32,893)** | 129,861 |
| **Cash flows from investing activities** | | |
| Purchase of property, plant and equipment | **(40,003)** | (41,011) |
| Proceeds from disposal of property, plant and equipment | **16,576** | 7,628 |
| Decrease in pledged bank deposits | **12,087** | 2,271 |
| Other investing cash flow – net | **7,199** | 445 |
| Net cash used in investing activities | **(4,141)** | (30,667) |
| **Cash flows from financing activities** | | |
| Capital injection from non-controlling shareholder of a subsidiary | **624** | — |
| Proceeds from bank borrowings | **172,543** | 166,762 |
| Repayments of bank borrowings | **(146,496)** | (283,121) |
| Repayments of capital element of lease liabilities | **(4,800)** | (5,057) |
| Net cash generated from/(used in) financing activities | **21,871** | (121,416) |
| **Net decrease in cash and cash equivalents** | **(15,163)** | (22,222) |
| Cash and cash equivalents at beginning of the period | **115,458** | 111,706 |
| Effect of foreign exchange rate changes, on cash held | **3,368** | 2,640 |
| **Cash and cash equivalents at end of the period** | **103,663** | 92,124 |

## NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION

### 1. GENERAL INFORMATION

The Group is principally engaged in the production and sales of electric storage products in the People's Republic of China (the "**PRC**"), the production and sales of photovoltaic films (the "**PV Films**") in the PRC and Malaysia and the provision of engineering, procurement and construction services (the "**EPC Services**") for solar energy projects. In addition, the Group is also engaged in the provision of automobile glass repair and replacement services in Hong Kong.

This unaudited condensed consolidated interim financial information is presented in thousands of Hong Kong dollars (HK$'000), unless otherwise stated. This unaudited condensed consolidated interim financial information has been approved for issue by the Board on 4 August 2026.

### 2. BASIS OF PREPARATION AND ACCOUNTING POLICIES

This unaudited condensed consolidated interim financial information for the six months ended 30 June 2026 has been prepared in accordance with the applicable disclosure provisions of the GEM Listing Rules and Hong Kong Accounting Standards ("**HKAS**") 34, *Interim Financial Reporting* issued by the Hong Kong Institute of Certified Public Accountants (the "**HKICPA**"). This unaudited condensed consolidated interim financial information should be read in conjunction with the annual financial statements of the Group for the year ended 31 December 2025, which have been prepared in accordance with all applicable Hong Kong Financial Reporting Standards ("**HKFRSs**"), HKASs and Interpretations (hereinafter collectively referred to as the "**HKFRS Accounting Standards**").

Except as described below, the accounting policies adopted are consistent with those of the annual financial statements of the Group for the year ended 31 December 2025, as described in 2025 annual financial statements.

#### (a) Adoption of new or revised HKFRS Accounting Standards – effective 1 January 2026

In the current period, the Group has applied for the first time the following new or revised HKFRS Accounting Standards issued by the HKICPA, which are relevant to and effective for the Group's consolidated financial statements for the annual period beginning on 1 January 2026:

| | |
|---|---|
| Amendments to HKFRS 9 and HKFRS 7 | Amendments to the Classification and Measurement of Financial Instruments |
| Amendments to HKFRS 9 and HKFRS 7 | Contracts Referencing Nature-dependent Electricity |
| Amendments to HKFRS 1, HKFRS 7, HKFRS 9, HKFRS 10 and HKAS 7 | Annual Improvements to HKFRS Accounting Standards – Volume 11 |

The adoption of the above new standards and amendments to standards that are effective from 1 January 2026 does not have any significant impact to the results and financial position of the Group.

## 2. BASIS OF PREPARATION AND ACCOUNTING POLICIES (Continued)

### (b) New or revised HKFRS Accounting Standards that have been issued but are not yet effective

The following new or revised HKFRS Accounting Standards, potentially relevant to the Group's consolidated financial statements, have been issued, but are not yet effective and have not been early adopted by the Group. The Group's current intention is to apply these changes on the date they become effective.

| | |
|---|---|
| HKFRS 18 | Presentation and Disclosure in Financial Statements[1] |
| Amendments to HKAS 21 | Translation to a Hyperinflationary Presentation Currency[1] |
| HKFRS 19 | Subsidiaries without Public Accountability: Disclosures[1] |
| HKFRS 20 | Regulatory Assets and Regulatory Liabilities[2] |
| Amendments to HKFRS 10 and HKAS 28 | Sale or Contribution of Assets between an Investor and its Associate or Joint Venture[3] |

1 Effective for annual periods beginning on or after 1 January 2027.

2 Effective for annual periods beginning on or after 1 January 2029.

3 The amendments were originally intended to be effective for periods beginning on or after 1 January 2016. The effective date has now been deferred/removed. Early application of the amendments continues to be permitted.

The Group has already commenced an assessment of the impact of adopting the above standards and amendments to existing standards to the Group. The Directors anticipate that the application of new or revised HKFRS Accounting Standards will have no material impact on the Group's consolidated financial performance and positions and/or the disclosures to the consolidated financial statements of the Group.

## 3. REVENUE AND SEGMENT INFORMATION

Management has determined the operating segments based on the reports reviewed by the executive Directors that are used to make strategic decision.

The executive Directors determine the reportable segments from service/product perspective. The executive Directors identified five operating segments, which represent the Group's reportable segments, respectively, including (1) electric storage business; (2) EPC Services; (3) PV Films; (4) automobile glass repair and replacement services; and (5) other segments (trading of forklift and wind farm related business).

The executive Directors assess the performance of the operating segments based on a measure of gross profit. Set out below is a summary list of performance indicators reviewed by the executive Directors on a regular basis:

### (a) Segment results

| | Six months ended 30 June 2026 (Unaudited) | | | | | |
|---|---|---|---|---|---|---|
| | Electric storage business | EPC Services | PV Films | Automobile glass repair and replacement services | Others | Total |
| | *HK$'000* | *HK$'000* | *HK$'000* | *HK$'000* | *HK$'000* | *HK$'000* |
| Revenue from external customers | **131,707** | **237,550** | **194** | **34,195** | **11,091** | **414,737** |
| Timing of revenue recognition within the scope of HKFRS 15 | | | | | | |
| – At a point in time | **121,299** | **44,686** | **194** | **34,195** | **11,091** | **211,465** |
| – Over time | **10,408** | **178,273** | **—** | **—** | **—** | **188,681** |
| | **131,707** | **222,959** | **194** | **34,195** | **11,091** | **400,146** |
| Revenue from other source: | | | | | | |
| Finance lease income | **—** | **14,591** | **—** | **—** | **—** | **14,591** |
| Total revenue | **131,707** | **237,550** | **194** | **34,195** | **11,091** | **414,737** |
| Cost of revenue | **(120,664)** | **(177,353)** | **(156)** | **(22,734)** | **(10,705)** | **(331,612)** |
| Gross profit | **11,043** | **60,197** | **38** | **11,461** | **386** | **83,125** |
| Depreciation charge of property, plant and equipment | **8,000** | **2,503** | **8,698** | **3,682** | **—** | **22,883** |
| Amortisation charge of intangible assets | **1,736** | **—** | **—** | **—** | **—** | **1,736** |
| Additions to non-current assets during the period (other than financial instruments and deferred tax assets) | **1,902** | **12,573** | **14,414** | **488** | **—** | **29,377** |

## 3. REVENUE AND SEGMENT INFORMATION (Continued)

### (a) Segment results (Continued)

| | Six months ended 30 June 2025 (Unaudited) | | | | | |
|---|---|---|---|---|---|---|
| | Electric storage business | EPC Services | PV Films | Automobile glass repair and replacement services | Others | Total |
| | *HK$'000* | *HK$'000* | *HK$'000* | *HK$'000* | *HK$'000* | *HK$'000* |
| Revenue from external customers | 105,521 | 256,620 | 74,241 | 30,028 | 11,026 | 477,436 |
| Timing of revenue recognition within the scope of HKFRS 15 | | | | | | |
| – At a point in time | 105,521 | 36,165 | 74,241 | 30,028 | 5,972 | 251,927 |
| – Over time | — | 207,227 | — | — | 5,054 | 212,281 |
| | 105,521 | 243,392 | 74,241 | 30,028 | 11,026 | 464,208 |
| Revenue from other source: | | | | | | |
| Finance lease income | — | 13,228 | — | — | — | 13,228 |
| Total revenue | 105,521 | 256,620 | 74,241 | 30,028 | 11,026 | 477,436 |
| Cost of revenue | (99,151) | (195,371) | (73,669) | (20,483) | (5,473) | (394,147) |
| Gross profit | 6,370 | 61,249 | 572 | 9,545 | 5,553 | 83,289 |
| Depreciation charge of property, plant and equipment | 8,705 | 1,905 | 8,696 | 4,031 | — | 23,337 |
| Amortisation charge of intangible assets | 938 | — | 1,225 | — | — | 2,163 |
| Additions to non-current assets during the period (other than financial instruments and deferred tax assets) | 1,336 | 1,005 | 15,229 | 1,928 | — | 19,498 |

3. **REVENUE AND SEGMENT INFORMATION (Continued)**

(a) **Segment results (Continued)**

A reconciliation of segment gross profit to (loss)/profit before income tax is provided as follows:

| | Six months ended 30 June | |
|---|---|---|
| | **2026** | 2025 |
| | ***HK$'000*** | *HK$'000* |
| | **(Unaudited)** | (Unaudited) |
| Segment gross profit | **83,125** | 83,289 |
| Unallocated items: | | |
| Other income | **15,311** | 7,568 |
| Other (losses)/gains, net | **(23,015)** | 1,616 |
| Impairment loss on financial assets | **(389)** | (1,173) |
| Selling and marketing costs | **(23,319)** | (18,564) |
| Administrative expenses | **(73,445)** | (67,910) |
| Share of results of joint ventures | **2,238** | 13,536 |
| Share of results of an associate | **(2)** | (2) |
| Finance income | **631** | 445 |
| Finance costs | **(5,479)** | (7,438) |
| (Loss)/profit before income tax | **(24,344)** | 11,367 |

3. **REVENUE AND SEGMENT INFORMATION (Continued)**

**(a) Segment results (Continued)**

During the six months ended 30 June 2026 and 2025, revenue from the following customers account for 10% or more of the total revenue of the Group:

| | Six months ended 30 June | |
|---|---|---|
| | **2026** | 2025 |
| | ***HK$'000*** | *HK$'000* |
| | **(Unaudited)** | (Unaudited) |
| Revenue from | | |
| – Customer A[1] | **46,719** | 75,941 |

[1] Attributable to segment of electric storage business

**(b) Disaggregation of revenue from contract with customers**

An analysis of the Group's sales by geographical area of its customers is as follows:

| | Six months ended 30 June | |
|---|---|---|
| | **2026** | 2025 |
| | ***HK$'000*** | *HK$'000* |
| | **(Unaudited)** | (Unaudited) |
| The PRC | **176,179** | 278,300 |
| Canada | **198,850** | 152,341 |
| Hong Kong | **34,615** | 30,034 |
| Others | **5,093** | 16,761 |
| | **414,737** | 477,436 |

## 3. REVENUE AND SEGMENT INFORMATION (Continued)

### (c) Segment assets and liabilities

| | Electric storage business | EPC Services | PV Films | Automobile glass repair and replacement services | Others | Total |
|---|---|---|---|---|---|---|
| | *HK$'000* | *HK$'000* | *HK$'000* | *HK$'000* | *HK$'000* | *HK$'000* |
| **At 30 June 2026 (Unaudited)** | | | | | | |
| Total assets | **589,844** | **949,092** | **267,970** | **41,977** | **20,629** | **1,869,512** |
| Total liabilities | **(277,758)** | **(244,181)** | **(42,522)** | **(17,325)** | **(2,251)** | **(584,037)** |
| At 31 December 2025 (Audited) | | | | | | |
| Total assets | 675,838 | 956,065 | 307,600 | 49,427 | 26,721 | 2,015,651 |
| Total liabilities | (303,563) | (206,702) | (183,258) | (22,381) | (13,673) | (729,577) |

Reportable segment assets/(liabilities) are reconciled to total assets/(liabilities) as follows:

| | Assets as at | | Liabilities as at | |
|---|---|---|---|---|
| | **30 June 2026** | 31 December 2025 | **30 June 2026** | 31 December 2025 |
| | ***HK$'000*** **(Unaudited)** | *HK$'000* (Audited) | ***HK$'000*** **(Unaudited)** | *HK$'000* (Audited) |
| Reportable segment assets/(liabilities) | **1,869,512** | 2,015,651 | **(584,037)** | (729,577) |
| Unallocated items: | | | | |
| Prepayments, deposits and other receivables | **153** | 285 | **—** | — |
| Cash and cash equivalents | **142** | 143 | **—** | — |
| Bank borrowings | **—** | — | **(381,221)** | (351,769) |
| Other creditors and accruals | **—** | — | **(1,067)** | (1,785) |
| Total assets/(liabilities) | **1,869,807** | 2,016,079 | **(966,325)** | (1,083,131) |

3. **REVENUE AND SEGMENT INFORMATION (Continued)**

(c) **Segment assets and liabilities (Continued)**

An analysis of the Group's non-current assets other than financial instruments and deferred tax assets by geographical area in which the assets are located is as follows:

| | As at | |
|---|---|---|
| | **30 June 2026** | 31 December 2025 |
| | ***HK$'000*** | *HK$'000* |
| | **(Unaudited)** | (Audited) |
| The PRC | **388,842** | 407,701 |
| Canada | **21,689** | 11,840 |
| Hong Kong | **15,689** | 18,887 |
| Malaysia | **13,844** | 20,733 |
| Indonesia | **65,672** | 56,178 |
| Others | **794** | — |
| | **506,530** | 515,339 |

4. **OTHER INCOME AND OTHER (LOSSES)/GAINS, NET**

| | Six months ended 30 June | |
|---|---|---|
| | **2026** | 2025 |
| | ***HK$'000*** | *HK$'000* |
| | **(Unaudited)** | (Unaudited) |
| **Other income** | | |
| Government grants (note (a)) | **9,203** | 409 |
| Others (note (b)) | **6,108** | 7,159 |
| | **15,311** | 7,568 |
| **Other (losses)/gains, net** | | |
| Net (losses)/gains on disposal of scrapped materials, property, plant and equipment or intangible assets (note (c)) | **(8,269)** | 5,366 |
| Exchange losses, net | **(15,521)** | (3,750) |
| Others | **775** | — |
| | **(23,015)** | 1,616 |

## 4. OTHER INCOME AND OTHER (LOSSES)/GAINS, NET (Continued)

*Notes:*

(a) The balance included mainly grants obtained from the PRC government to subsidise the operating costs.

(b) The balance included mainly the additional deduction of input value-added tax and income from sale of electricity generated from the Group's distributed photovoltaic power generation facilities and income from provision of energy management solutions for energy storage stations.

(c) The Group's production and operation generates scraps or recyclable materials which are available for sale and give rise to disposal gains/(losses).

## 5. FINANCE INCOME AND FINANCE COSTS

| | Six months ended 30 June | |
|---|---|---|
| | **2026** | 2025 |
| | ***HK$'000*** | *HK$'000* |
| | **(Unaudited)** | (Unaudited) |
| **Finance income** | | |
| Interest income from bank deposits | **631** | 445 |
| **Finance costs** | | |
| Interest on bank borrowings | **5,054** | 6,436 |
| Interest on leases liabilities | **372** | 394 |
| Interest on discounted bills | **578** | 1,000 |
| | **6,004** | 7,830 |
| Less: amounts capitalised (note) | **(525)** | (392) |
| | **5,479** | 7,438 |

*Note:*

The capitalisation rate of 1.39% (2025: 1.54%) used to determine the amount of borrowing costs to be capitalised is the weighted average interest rate applicable to the entity's general borrowings during the period.

## 6. (LOSS)/PROFIT BEFORE INCOME TAX

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

| | Six months ended 30 June | |
|---|---|---|
| | **2026** | 2025 |
| | ***HK$'000*** | *HK$'000* |
| | **(Unaudited)** | (Unaudited) |
| Cost of inventories | **257,740** | 325,445 |
| Write-off and provision for impairment of inventories | **109** | 37 |
| Depreciation charge | **22,883** | 23,337 |
| Amortisation charge | **1,736** | 2,163 |
| Employee benefit expense (including directors' emoluments) | **46,230** | 45,742 |
| Expense relating to short-term leases | **2,401** | 1,444 |
| Research and development expenses | **9,892** | 14,563 |

## 7. INCOME TAX EXPENSE

| | Six months ended 30 June | |
|---|---|---|
| | **2026** | 2025 |
| | ***HK$'000*** | *HK$'000* |
| | **(Unaudited)** | (Unaudited) |
| Current income tax | | |
| – Hong Kong profits tax (note (a)) | **767** | 560 |
| – PRC corporate income tax (note (b)) | **86** | 2,042 |
| – Canadian corporate income tax (note (c)) | **243** | 300 |
| – Over provision in prior years | **(418)** | — |
| – Withholding tax on remitted earnings | **385** | — |
| | **1,063** | 2,902 |
| Deferred tax charge | **1,866** | 2,611 |
| | **2,929** | 5,513 |

## 7. INCOME TAX EXPENSE (Continued)

*Notes:*

(a) Hong Kong profits tax has been provided for at the two-tiered rate of 8.25% (2025: 8.25%) for the first HK$2 million of the estimated assessable profits for one of the Group's Hong Kong subsidiaries for the period and 16.5% (2025: 16.5%) on the remaining estimated assessable profits for the period.

(b) Two (2025: Three) of the PRC subsidiaries, being qualified as a New and High Technology Enterprise, are entitled to a preferential corporate income tax rate of 15% (2025: 15%). Other subsidiaries of the Group in the PRC are subject to standard tax rate of 25% (2025: 25%). Provision for the PRC corporate income tax is calculated at 15% - 25% (2025: 15% - 25%) on estimated assessable profit for the period.

(c) Canadian corporate income tax is provided on the estimated assessable profits at the federal tax rate of 15% (2025: 15%) and provincial tax rates at rates prevailing in relevant provinces of 8% - 15% (2025: 8% - 16%) for the period.

## 8. (LOSS)/EARNINGS PER SHARE

### (a) Basic (loss)/earnings per share

Basic (loss)/earnings per share is calculated by dividing the (loss)/profit attributable to owners of the Company by the weighted average number of ordinary shares in issue during the six months ended 30 June 2026 and 2025.

| | **Six months ended 30 June** | |
|---|---|---|
| | **2026** | 2025 |
| | **(Unaudited)** | (Unaudited) |
| (Loss)/profit attributable to owners of the Company (HK$'000) | **(27,630)** | 4,708 |
| Weighted average number of ordinary shares in issue (thousands) | **785,534** | 785,534 |
| Basic (loss)/earnings per share (HK cents) | **(3.52)** | 0.60 |

### (b) Diluted (loss)/earnings per share

Diluted (loss)/earnings per share is the same as basic (loss)/earnings per share for the six months ended 30 June 2026 and 2025. There are no dilutive effects on the impact of the exercise of the share options as they are anti-dilutive.

## 9. DIVIDENDS

No interim dividend was declared during the six months ended 30 June 2026 (2025: Nil).

## 10. CAPITAL EXPENDITURE

| | Property, plant and equipment | Intangible assets |
|---|---|---|
| | *HK$'000* | *HK$'000* |
| **Six months ended 30 June 2026 (Unaudited)** | | |
| Opening carrying amount at 1 January 2026 | **472,492** | **5,996** |
| Additions | **38,862** | **—** |
| Capitalisation of borrowing costs | **525** | **—** |
| Disposals | **(18,497)** | **—** |
| Depreciation/Amortisation | **(22,883)** | **(1,736)** |
| Exchange realignment | **10,153** | **198** |
| Closing carrying amount at 30 June 2026 | **480,652** | **4,458** |
| Six months ended 30 June 2025 (Unaudited) | | |
| Opening carrying amount at 1 January 2025 | 534,033 | 36,816 |
| Additions | 7,896 | — |
| Capitalisation of borrowing costs | 392 | — |
| Disposals | (6,867) | — |
| Depreciation/Amortisation | (23,337) | (2,163) |
| Exchange realignment | 14,929 | 1,023 |
| Closing carrying amount at 30 June 2025 | 527,046 | 35,676 |

## 11. CONTRACT ASSETS, TRADE AND OTHER RECEIVABLES AND PREPAYMENTS

| | As at | |
|---|---|---|
| | **30 June 2026** | 31 December 2025 |
| | ***HK$'000*** | *HK$'000* |
| | **(Unaudited)** | (Audited) |
| Finance lease – gross receivables | **715,820** | 709,438 |
| Less: Unearned finance income | **(189,547)** | (167,545) |
| Present value of minimum lease payments | **526,273** | 541,893 |
| Less: Loss allowance | **(1,822)** | (1,935) |
| | **524,451** | 539,958 |
| Trade receivables (note (a)) | | |
| – Third parties | **258,125** | 387,014 |
| – Related companies | **17,685** | 28,548 |
| | **275,810** | 415,562 |
| Less: Loss allowance | **(5,430)** | (11,368) |
| | **270,380** | 404,194 |
| Contract assets | **147,779** | 99,829 |
| Less: Loss allowance | **(1,033)** | (386) |
| | **146,746** | 99,443 |
| Bills receivables at fair value through other comprehensive income ("**FVOCI**") (note (b)) | **17,450** | 14,954 |
| Prepayments | **29,378** | 48,218 |
| Value-added tax recoverable | **11,641** | 6,150 |
| Deposits and other receivables | **25,640** | 37,867 |
| | **1,025,686** | 1,150,784 |
| Less: Non-current portion | | |
| Finance lease receivables | **(486,654)** | (502,245) |
| Prepayments for property, plant and equipment | **(597)** | (10,605) |
| Current portion | **538,435** | 637,934 |

## 11. CONTRACT ASSETS, TRADE AND OTHER RECEIVABLES AND PREPAYMENTS (Continued)

*Notes:*

(a) Trade receivables

Majority of credit period granted by the Group to its customers is 30 to 90 days (31 December 2025: 30 to 90 days). Ageing analysis of the Group's trade receivables based on the invoice date was as follows:

| | **As at** | |
|---|---|---|
| | **30 June 2026** | 31 December 2025 |
| | ***HK$'000*** | *HK$'000* |
| | **(Unaudited)** | (Audited) |
| 0 - 90 days | **102,497** | 265,839 |
| 91 - 180 days | **29,040** | 35,708 |
| 181 - 365 days | **89,364** | 53,833 |
| Over 365 days | **54,909** | 60,182 |
| | **275,810** | 415,562 |
| Less: Loss allowance | **(5,430)** | (11,368) |
| | **270,380** | 404,194 |

(b) Bills receivables

The maturity dates of bills receivables are within six months (31 December 2025: six months).

***Transferred financial assets that are not derecognised in their entirety***

As at 30 June 2026, the Group endorsed certain unmatured bills receivables accepted by banks in the PRC (the "**Endorsed Bills**") with a carrying amount of HK$9,081,000 (31 December 2025: HK$14,931,000) to certain of its suppliers in order to settle the trade and other 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 and other payables settled amounting to HK$9,081,000 (31 December 2025: HK$14,931,000). Subsequent to the Endorsement, the Group did not retain any rights on the use of the Endorsed Bills, including the sale, transfer or pledge to any other third parties.

## 11. CONTRACT ASSETS, TRADE AND OTHER RECEIVABLES AND PREPAYMENTS (Continued)

*Notes: (Continued)*

(b) Bills receivables (Continued)

***Transferred financial assets that are derecognised in their entirety***

As at 30 June 2026, the Group had unmatured Endorsed Bills with an aggregate carrying amount of HK$59,365,000 (31 December 2025: HK$67,056,000) and unmatured discounted bills receivables accepted by banks in the PRC to finance its operating cash flows with an aggregate carrying amount of HK$59,540,000 (31 December 2025: HK$17,117,000) that have been transferred and derecognised (the "**Derecognised Bills**"). The Derecognised Bills have maturity from six months (31 December 2025: six months) at the end of the reporting period. In accordance with the relevant laws and regulations in the PRC and relevant discounting arrangements with certain banks, the holders of the Derecognised Bills have a right of recourse against the Group if the accepting banks default (the "**Continuing Involvement**"). In the opinion of the Directors, 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. 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 six months ended 30 June 2026 and 2025, the Group had not recognised any gain or loss arising from the Derecognised Bills. No gain or loss were recognised from the Continuing Involvement, both during the periods or cumulatively.

## 12. CONTRACT LIABILITIES, TRADE AND OTHER PAYABLES

| | As at | |
|---|---|---|
| | **30 June 2026** | 31 December 2025 |
| | ***HK$'000*** | *HK$'000* |
| | **(Unaudited)** | (Audited) |
| Trade payables (note) | | |
| – Third parties | **172,146** | 219,185 |
| – Related companies | **1,492** | 2,335 |
| | **173,638** | 221,520 |
| Bills payables | **224,561** | 293,899 |
| Contract liabilities | **44,416** | 25,868 |
| Accrued salaries and bonus | **15,419** | 24,709 |
| Other payables for purchase of property, plant and equipment | **18,597** | 30,670 |
| Other creditors and accruals | **36,938** | 42,706 |
| Value-added tax payable | **5,985** | 12,756 |
| Deferred revenue in respect of government grants | **—** | 8,894 |
| Defined benefit obligations | **265** | 265 |
| | **519,819** | 661,287 |
| Less: Non-current portion | **(16,731)** | (26,782) |
| Current portion | **503,088** | 634,505 |

*Note:*

Ageing analysis of the Group's trade payables based on the invoice date was as follows:

| | As at | |
|---|---|---|
| | **30 June 2026** | 31 December 2025 |
| | ***HK$'000*** | *HK$'000* |
| | **(Unaudited)** | (Audited) |
| Within 30 days | **84,327** | 69,402 |
| 31 - 90 days | **28,669** | 64,842 |
| 91 - 180 days | **10,790** | 36,379 |
| Over 180 days | **49,852** | 50,897 |
| | **173,638** | 221,520 |

## 13. BANK BORROWINGS

The Group's bank borrowings are repayable as follows:

| | As at **30 June 2026** *HK$'000* (Unaudited) | As at 31 December 2025 *HK$'000* (Audited) |
|---|---|---|
| On demand or within one year | **327,753** | 304,562 |
| In the second year | **53,468** | 47,207 |
| Wholly repayable within five years | **381,221** | 351,769 |
| Less: portion due on demand or within one year under current liabilities | **(327,753)** | (304,562) |
| Portion due over one year under non-current liabilities | **53,468** | 47,207 |

*Notes:*

(a) The Group's bank borrowings amounting to HK$45,225,000 (31 December 2025: HK$49,402,000) were carried at a floating rate at 2.2% per annum (31 December 2025: 2.2% per annum) and HK$335,996,000 (31 December 2025: HK$302,367,000) were carried at fixed rates ranging from 2.2% to 3.9% per annum (31 December 2025: 2.2% to 3.9% per annum).

(b) As at 30 June 2026, the Group's bank borrowings were secured by corporate guarantee given by the Company.

(c) As at 30 June 2026, the Group had banking facilities amounting to HK$2,060,929,000 (31 December 2025: HK$1,455,698,000), out of which HK$1,354,679,000 (31 December 2025: HK$781,414,000) were not utilised.

## 14. SHARE CAPITAL

The number of the Company's shares authorised and issued as of 30 June 2026 and 31 December 2025 is as follows:

| | Number of shares | *HK$'000* |
|---|---|---|
| **Authorised:** | | |
| Ordinary shares of HK$0.01 each | 2,000,000,000,000 | 20,000,000 |
| **Issued and fully paid:** | | |
| At 31 December 2025, 1 January 2026 and 30 June 2026 | **785,533,629.38** | **7,855** |

## 15. SHARE OPTIONS

Movements in the number of share options granted by the Company to the Directors and employees of the Group and their related weighted average exercise prices are as follows:

| | **Six months ended 30 June** | | | |
|---|---|---|---|---|
| | **2026** | | 2025 | |
| | **Average exercise price in HK$ per share** | **Options (units)** | Average exercise price in HK$ per share | Options (units) |
| At 1 January | **3.01** | **7,086,731** | 2.71 | 16,779,504 |
| Granted | **0.71** | **1,680,000** | 0.81 | 1,680,000 |
| Forfeited | **4.82** | **(2,964,631)** | 2.24 | (11,118,401) |
| At 30 June | **1.42** | **5,802,100** | 2.98 | 7,341,103 |

On 3 March 2026, 1,680,000 share options were granted to two executive Directors and certain employees of the Group. The exercise price is HK$0.71 per share, which is equal to the average closing price of the Company's shares for the five business days immediately preceding the date of grant. The validity period of the options is from 3 March 2026 to 31 March 2030. One third of the options will vest on each of the year-end date of 2026, 2027 and 2028 if each grantee has met the conditions of vesting as stated in the letter of grant. The options can be exercised from 1 April 2029 to 31 March 2030.

Out of the above outstanding share options, 994,800 options were exercisable as at 30 June 2026 (31 December 2025: 2,306,731 options).

These outstanding share options as at 30 June 2026 have the following expiry dates and exercise prices:

| | **At 30 June 2026 (Unaudited)** | | At 31 December 2025 (Audited) | |
|---|---|---|---|---|
| **Expiry date** | **Average exercise price in HK$ per share** | **Options (units)** | Average exercise price in HK$ per share | Options (units) |
| 31 March 2026 | **N/A** | **—** | 5.41 | 2,306,731 |
| 31 March 2027 | **3.00** | **994,800** | 3.00 | 1,564,700 |
| 31 March 2028 | **1.78** | **1,565,700** | 1.78 | 1,613,700 |
| 31 March 2029 | **0.81** | **1,574,600** | 0.81 | 1,601,600 |
| 31 March 2030 | **0.71** | **1,667,000** | N/A | — |
| | | **5,802,100** | | 7,086,731 |

## 15. SHARE OPTIONS (Continued)

The weighted average fair value of these options granted on 3 March 2026 was determined using the Black-Scholes valuation model, which was performed by an independent valuer, Greater China Appraisal Limited, and was HK$0.30 per option. The significant inputs into the model are as follows:

| Grant date | 3 March 2026 |
|---|---|
| Closing share price, at the grant date (HK$) | 0.67 |
| Exercise price (HK$) | 0.71 |
| Volatility (%) | 58.48% |
| Dividend yield (%) | 0.00% |
| Expected share option life (years) | 4.08 |
| Annual risk-free interest rate | 2.33% |

The volatility measured at the standard deviation of continuously compounded share returns is based on statistical analysis of daily share prices over the previous year. The value of an option varies with different variables of a number of subjective assumptions. Any change in the variables so adopted may materially affect the estimation of the fair value of an option.

## 16. FAIR VALUE MEASUREMENT

The fair values of financial assets and liabilities carried at amortised cost approximate their carrying amounts.

The following table presents financial assets and liabilities measured at fair value in the condensed consolidated statement of financial position in accordance with the fair value hierarchy. The hierarchy groups financial assets and liabilities into three levels based on the relative reliability of significant inputs used in measuring the fair value of these financial assets and liabilities. The fair value hierarchy has the following levels:

— Level 1: quoted price (unadjusted) in active markets for identical assets and liabilities;

— Level 2: inputs other than quoted prices included within Level 1 that are observable of the asset and liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices); and

— Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs).

The level in the fair value hierarchy within which the financial asset or liability is categorised in its entirety is based on the lowest level of input that is significant to the fair value measurement.

## 16. FAIR VALUE MEASUREMENT (Continued)

The financial assets measured at fair value in the condensed consolidated statement of financial position are grouped into the fair value hierarchy as follows:

| | Level 1 | Level 2 | Level 3 | Total |
|---|---|---|---|---|
| | *HK$'000* | *HK$'000* | *HK$'000* | *HK$'000* |
| **As at 30 June 2026 (Unaudited)** | | | | |
| Bills receivables at FVOCI | **—** | **17,450** | **—** | **17,450** |
| As at 31 December 2025 (Audited) | | | | |
| Bills receivables at FVOCI | — | 14,954 | — | 14,954 |

As at 30 June 2026 and 31 December 2025, the fair value of bills receivables measured at FVOCI was at a level 2 fair value measurement which was calculated by discounting the rates available for instruments with similar terms, credit risk and remaining maturities offered by the banks.

There have been no transfers between level 1, 2 and 3 during the six months ended 30 June 2026 (2025: Nil). The methods and valuation techniques used for the purpose of measuring fair value are unchanged compared to the previous reporting period.

## 17. RELATED PARTY TRANSACTIONS

During the six months ended 30 June 2026 and 2025, save as disclosed elsewhere in this announcement, the Group carried out the following significant transactions with its related parties:

| | Six months ended 30 June | |
|---|---|---|
| | **2026** | 2025 |
| | ***HK$'000*** | *HK$'000* |
| | **(Unaudited)** | (Unaudited) |
| Related party transactions with subsidiaries of Xinyi Glass Holdings Limited | | |
| – Purchase of automobile glass | **5,149** | 4,387 |
| – Purchase of consumables | **47** | 1,257 |
| – Sales of electric storage products | **2,118** | 3,041 |
| – Sales of automobile glass | **115** | 332 |
| – Provision of energy management solution services income received | **1,467** | 1,379 |
| – Management fee received | **—** | 5,054 |
| – Lease payments in respect of office premises paid | **233** | 315 |
| – Operating lease income in respect of office premises received | **1,181** | 1,492 |
| – Sales of fixed assets and consumables | **225** | 603 |
| – Freight for marine transportation | **110** | — |
| Related party transactions with subsidiaries of Xinyi Solar Holdings Limited | | |
| – Sales of electric storage products | **1,041** | 517 |
| – Sales of consumables | **—** | 45 |
| – Purchase of fixed assets and consumables | **20** | 51 |
| Related party transactions with PT Xinkai Solar Indonesia | | |
| – Sales of materials for EPC Services | **—** | 1,002 |
| Related party transactions with Trifecta Group Inc. | | |
| – Commission for EPC Services | **11,254** | 7,225 |
| – Operating lease income in respect of office premises received | **103** | — |
| Related party transactions with Kiwigreen Energy Limited | | |
| – Sales of electric storage products | **1,782** | — |
| Related party transactions with an entity controlled by a non-controlling interest | | |
| – Sales of electric storage products | **—** | 86 |
| Related party transactions with Mr. LEE Shing Kan, M.H. and Mr. TUNG Fong Ngai | | |
| – Lease payments in respect of shop premises paid | **270** | 270 |
| Related party transactions with an entity controlled by close family members of Mr. LEE Shing Kan, M.H. | | |
| – Lease payments in respect of shop premises paid | **360** | 360 |

## 17. RELATED PARTY TRANSACTIONS (Continued)

The transactions with related parties are conducted with price and terms mutually agreed with related parties.

Key management compensation amounted to HK$5,031,000 for the six months ended 30 June 2026 (2025: HK$5,071,000).

## 18. CAPITAL COMMITMENT

The capital expenditure contracted but not yet incurred is as follows:

| | As at | |
|---|---|---|
| | **30 June 2026** | 31 December 2025 |
| | ***HK$'000*** | *HK$'000* |
| | **(Unaudited)** | (Audited) |
| Contracted but not provided for in respect of | | |
| - Construction of production plant and purchase of construction materials/property, plant and equipment | **2,885** | 16,048 |

## MANAGEMENT DISCUSSION AND ANALYSIS

## BUSINESS REVIEW AND PROSPECTS

### Electric storage business – Business saw steady development

The Group's electric storage business focuses on the dual-track development of "commercial and industrial ("**C&I**") energy storage" products and residential "photovoltaic, storage and charging" products. As a core component of the Group's comprehensive product solutions, its "C&I energy storage" product line includes air-cooled energy storage system, liquid-cooled energy storage system, and C&I outdoor energy storage container, which are widely applicable to diverse scenarios such as power generation, power grid, and user-side. In the residential "photovoltaic, storage and charging" sector, the Group offers residential energy storage products and electric vehicle chargers, providing an integrated product strategy that combines these solutions with photovoltaic systems.

In 2026, China's new energy storage industry continued its rapid growth and is accelerating its transition from being "policy-driven" to "market-value-driven". Backed by a well-developed industrial chain, policy support, and technological breakthroughs, new energy storage has become a core engine of the global energy transition. With the deepening of power market reforms and the explosive growth in both green electricity supply and demand for new types of loads, the energy storage industry is moving toward a phase of higher-quality and more sustainable development, with vast long-term growth potential.

In the 1H2026, the Group's electric storage business maintained steady development. The Group made significant progress in Canada, fully leveraging its local brand strength and sales channels to steadily advance the sales and installation of energy storage systems paired with photovoltaic systems for residential and C&I projects. At the same time, the Group has reached cooperation intentions with several companies to manufacture energy storage products for them. By seizing the opportunity to jointly develop overseas markets, the Group continues to accumulate practical experience in global product deployment, which will further empower product performance optimisation and the research and development (R&D) of next-generation products.

In addition, following several years of R&D investment and market expansion, the Group's electric vehicle charger products have gradually entered the harvesting phase. In the 1H2026, sales of these products more than doubled compared to the same period last year, marking an impressive performance.

The revenue from the electric storage business in the 1H2026 increased by 24.8%, as compared to the 1H2025.

**Engineering, procurement and construction ("EPC") services business for photovoltaic power stations - "photovoltaic-plus-storage EPC" is gradually emerging as a new growth momentum**

Amid the rapid development of the global distributed photovoltaic field, the Group has leveraged its professional and efficient photovoltaic EPC team to actively establish a presence in and expand into the PRC market as well as international markets such as Canada and Indonesia, in a bid to build a diversified geographic business footprint. In the PRC market, the Group has closely aligned with the national "carbon peaking and carbon neutrality (碳達峰、碳中和)" strategy, thoroughly tapping into C&I rooftop resources and multi-scenario applications. The Group focuses on the construction of distributed photovoltaic power stations, providing enterprises with efficient carbon and emission reduction solutions to help them achieve a green and low-carbon transition. In the Canadian market, the Group focuses on residential and C&I customers, providing full-life-cycle, one-stop energy solutions ranging from design and development, financial planning, and system installation to after-sales maintenance. At the same time, the Group is actively expanding its presence in the Indonesian market to accelerate the green energy transition in Southeast Asia. Through the synergistic development of these three core markets, the Group is steadily enhancing its international competitiveness with high-quality EPC Services and comprehensive energy solutions, thereby driving the sustainable development of clean energy worldwide.

In the PRC market, the newly installed capacity of photovoltaic nationwide reached approximately 317 gigawatt ("**GW**") in 2025, with distributed photovoltaic making a significant contribution. Leveraging the advantage of "self-generation for self-consumption", the C&I distributed photovoltaics became the main driver of growth. However, guided by policy, China's distributed photovoltaic sector is shifting from rapid-scale expansion toward standardised management and market-oriented, high-quality development, resulting in a slowdown in overall growth in 2026, with the newly installed capacity of photovoltaic nationwide retreated to approximately 72 GW. Meanwhile, affected by a rebound in photovoltaic module prices, reduction of electricity rate in many regions, and the marketisation of feed-in tariffs, investment returns on distributed photovoltaic projects have declined, leading property owners to adopt a more cautious approach to investment. Furthermore, grid connection capacity in many regions is nearing saturation, and restrictions on the grid connection of new projects have further slowed the pace of project implementation. Despite the challenges of industry transformation, the Group's photovoltaic EPC team, drawing on its extensive sales and construction experience, continued to demonstrate strong resilience during this period of market adjustment, consistently securing high-quality photovoltaic EPC orders and maintaining steady development.

In the Canadian market, leveraging years of dedicated effort and a strong reputation, the Group has established a leading position in the Canadian photovoltaic EPC market on the basis of its solid and reliable foundation. The Group is actively advancing the transformation of its business model, shifting from traditional photovoltaic EPC to photovoltaic-plus-storage EPC, and has further expanded into C&I project development since 2025, driving the export of its proprietary products. Currently, the Group has made good progress in the expansion of both residential and C&I projects. In response to policy changes by the Canadian federal government in relation to the elimination of national-level subsidies and loans, the Group promptly adjusted its sales strategy with remarkable results. In the 1H2026, the number of signed contracts in the residential distributed photovoltaic market saw significant growth compared to the same period last year. As various provinces, including Ontario and British Columbia, have successively introduced subsidy policies for C&I photovoltaics, energy storage, or photovoltaic-plus-storage systems, corporate interest in installation has surged, presenting the Group with vast market opportunities.

In addition, the Group established a joint venture in Indonesia with a prominent local enterprise in 2024 to provide photovoltaic EPC Services to local customers in Indonesia, further expanding its overseas photovoltaic EPC Services business and injecting new momentum into the Group's overseas operations.

**PV Films business - Controlling order intake for the PV Films products and expanding into other types of film products**

The Group's PV Films products are mainly ethylene vinyl acetate (EVA) films, polyolefin elastomer (POE) films and co-extruded POE (EPE) films, which are developed according to the customers' demands for the type and technical requirements of photovoltaic modules, so as to provide them with PV Films products that meet their requirements.

Affected by the cyclical market adjustments of the past two years, the photovoltaic industry continues to face significant challenges. As competition within the industry intensifies, market share is further concentrating among leading companies with advantages in capital, cost, and technology. In light of the challenging operating environment, the Group has adopted a prudent and cautious business strategy, developing its PV Films business while ensuring reasonable profitability to safeguard its long-term, healthy development. Currently, the Group has temporarily suspended accepting orders for the PV Films products in the PRC, pending signs of a market recovery. As such, revenue from the PV Films business in the 1H2026 decreased significantly compared to the same period last year.

In addition, the Group is currently establishing a production base for the PV Films in Surabaya, Indonesia, to further expand its business footprint in this sector. This move will not only meet the demand for the PV Films in Indonesia and neighbouring countries but also effectively mitigate the risks posed by international trade barriers. In addition to the PV Films production lines, the Indonesian facility is also equipped with a polyvinyl butyral (PVB) films production line to provide customers with the PVB films required for various glass products. Currently, preparations for the Indonesian production base are nearing completion. The production lines are undergoing equipment commissioning and trial operations, with initial output already being generated.

## OUTLOOK

The Group currently focuses on the renewable energy business to drive diversification in both geographic markets and product portfolios.

Currently, the renewable energy industry as a whole continues to face challenges such as supply-demand mismatch, declining product prices and narrowing gross margins, which has put operational pressure on many market participants. Facing such difficult operating conditions, the Group remains firmly committed to investing in R&D and expansion of overseas markets. The Group will continue to focus on market development, strengthen R&D and optimise product quality, while focusing on the overseas markets, in which efforts will be put to strengthen and accelerate the development and certification of products tailored to those markets, using technological innovation and a global footprint to weather market volatility.

The Group will allocate additional resources to invest in overseas photovoltaic-plus-storage EPC Services business and actively explore development opportunities in other overseas markets. Benefiting from the Group's foundation of EPC Services business in North America and its strong brand reputation, coupled with the successive completion of relevant product certification, the Group has achieved a steady stream of orders through the integrated mode of photovoltaic-plus-storage EPC model across residential and C&I sectors in North America, yielding remarkable results. As Canadian provinces have successively introduced subsidy policies for the C&I market, the Canadian C&I photovoltaic-plus-storage market is emerging as the Group's new growth focus. In the future, the Group will further deepen its presence in the region and improve the utilisation of its integrated photovoltaic-plus-storage solutions.

Meanwhile, the Group is actively replicating its successful model. The Group has identified and is prudently advancing its business expansion in high-potential overseas markets. The Group's EPC business developed through joint venture in Indonesia is now on track, validating the effectiveness of this localised cooperation model. The Group will continue to explore opportunities to further expand into overseas markets through joint ventures or strategic partnerships. Currently, the Group has established a joint venture with its partners in New Zealand and is gradually commencing operations there. In the electric storage business, the Group has also entered into strategic cooperation agreements with select companies to manufacture and supply energy storage products for them. These collaborations are progressing steadily, and the Group expects that these cooperative models will enable it to achieve long-term, stable growth in delivery volumes and market share in the future.

In terms of the PV Films business, the Group's production base in Surabaya, Indonesia has entered the trial production and commissioning stage. Leveraging its production and R&D experience in the field of PV Films, the Group expects to expand into the production and sales of other types of film products, including PVB films, through the interlink of the molten resin co-extrusion technique and compatibility of the production lines.

Looking forward, although the energy storage and photovoltaic industries remain in a period of deep adjustment in the short term, the long-term trend toward a global green energy transition is irreversible. The integrated development of photovoltaic and energy storage has become the primary direction for the future of renewable energy. The Group has been deeply involved in this field for many years and has accumulated extensive technical and market experience. The Board remains confident in the long-term prospects of these industries. The Group will continue to consolidate its internal resources, promote product upgrades, and strictly adhere to the principles of prudent financial management. By actively addressing challenges such as market changes, trade barriers, and geopolitical issues through clear strategic planning and flexible operational model, the Group aims to stand out once the industry's adjustment period passes, thereby creating long-term, stable returns for shareholders.

## FINANCIAL REVIEW

### Revenue

For the 1H2026, the Group's revenue was HK$414.7 million (1H2025: HK$477.4 million), representing a decrease by 13.1% mainly attributable to the change in revenue contributed by business segments and geographical area as analysed as follows:

***Revenue - by segment***

| | Six months ended 30 June | | | | | |
|---|---|---|---|---|---|---|
| | **2026** | | 2025 | | Increase/(decrease) | |
| | ***HK$'million*** | *%* | *HK$'million* | *%* | *HK$'million* | *%* |
| Electric storage business | **131.7** | **31.8** | 105.5 | 22.1 | 26.2 | 24.8 |
| EPC Services | **237.5** | **57.3** | 256.6 | 53.7 | (19.1) | (7.4) |
| PV Films | **0.2** | **0.0** | 74.2 | 15.6 | (74.0) | (99.7) |
| Automobile glass repair and replacement services | **34.2** | **8.2** | 30.1 | 6.3 | 4.1 | 13.6 |
| Others (Trading of forklift and wind farm related business) | **11.1** | **2.7** | 11.0 | 2.3 | 0.1 | 0.9 |
| Total revenue | **414.7** | **100.0** | 477.4 | 100.0 | (62.7) | (13.1) |

***Revenue - by geographical area***

| | Six months ended 30 June | | | | | |
|---|---|---|---|---|---|---|
| | **2026** | | 2025 | | Increase/(decrease) | |
| | ***HK$'million*** | *%* | *HK$'million* | *%* | *HK$'million* | *%* |
| The PRC | **176.2** | **42.5** | 278.3 | 58.3 | (102.1) | (36.7) |
| Canada | **198.9** | **48.0** | 152.3 | 31.9 | 46.6 | 30.6 |
| Hong Kong | **34.5** | **8.3** | 30.0 | 6.3 | 4.5 | 15.0 |
| Others | **5.1** | **1.2** | 16.8 | 3.5 | (11.7) | (69.6) |
| Total revenue | **414.7** | **100.0** | 477.4 | 100.0 | (62.7) | (13.1) |

The Group's revenue from the sales of electric storage products increased from HK$105.5 million in the 1H2025 to HK$131.7 million in the 1H2026. The increase in revenue was mainly due to the Group's expansion of its electric storage business in Canada.

Revenue from the EPC Services decreased from HK$256.6 million in the 1H2025 to HK$237.5 million in the 1H2026. The decrease in revenue was mainly due to the decrease in installation volume in the PRC market, which was mainly attributable to the slowdown of overall growth rate of distributed photovoltaic market in the PRC in the 1H2026 and the policy-driven installation rush in the 1H2025, partially offset by the increase in revenue contributed from the Canadian market.

Revenue from the PV Films decreased from HK$74.2 million in the 1H2025 to HK$0.2 million in the 1H2026. The decrease in revenue was mainly due to the temporary suspension of the operations of the PV Films business to mitigate the operation risk.

Revenue from the automobile glass repair and replacement services increased from HK$30.1 million in the 1H2025 to HK$34.2 million in the 1H2026. The increase in revenue was mainly driven by the increase in sales to a number of customers and increase in sales of automotive window films.

Revenue from others slightly increased from HK$11.0 million in the 1H2025 to HK$11.1 million in the 1H2026. The increase in revenue was mainly due to the increase in sales of forklift, partially offset by the decrease in revenue from wind farm related business following the cessation of the business in December 2025.

**Cost of revenue and gross profit**

For the 1H2026, cost of revenue comprised of HK$120.7 million (1H2025: HK$99.1 million) arising from the electric storage business, HK$177.4 million (1H2025: HK$195.4 million) arising from the EPC Services, HK$0.1 million (1H2025: HK$73.7 million) arising from the PV Films, HK$22.7 million (1H2025: HK$20.5 million) arising from the automobile glass repair and replacement services, and HK$10.7 million (1H2025: HK$5.5 million) arising from others (trading of forklift and wind farm related business).

Cost of revenue for the electric storage business of HK$120.7 million (1H2025: HK$99.1 million) mainly comprised of the material cost, labour cost and depreciation charge of property, plant and equipment. The gross profit of the electric storage business increased from HK$6.4 million for the 1H2025 to HK$11.0 million for the 1H2026. The increase in gross profit was mainly due to the increase in revenue during the period. The increase in gross profit margin was mainly due to the increase in sales to overseas market, which had a relatively higher gross profit margin.

Cost of revenue for the EPC Services of HK$177.4 million (1H2025: HK$195.4 million) mainly comprised of the material cost, installation cost and other subcontracting costs. The gross profit of the EPC Services slightly decreased from HK$61.2 million for the 1H2025 to HK$60.1 million for the 1H2026 mainly due to the decrease in revenue during the period. The increase in gross profit margin was mainly due to the increase in revenue from the Canadian market, which had a relatively higher gross profit margin.

Cost of revenue for the PV Films of HK$0.1 million (1H2025: HK$73.7 million) mainly comprised of material cost, labour cost and depreciation charge of property, plant and equipment. The gross profit of the PV Films decreased from HK$0.5 million for the 1H2025 to HK$0.1 million for the 1H2026 mainly due to the decrease in revenue during the period.

Cost of revenue for the automobile glass repair and replacement services of HK$22.7 million (1H2025: HK$20.5 million) mainly comprised of labour costs and depreciation charge of property, plant and equipment (including the depreciation charge of right-of-use assets of lease contracts). The gross profit of the automobile glass repair and replacement services increased from HK$9.6 million for the 1H2025 to HK$11.5 million for the 1H2026 mainly because the depreciation charge and other overhead expenses (including labour costs) were generally stable, while revenue increased.

For the 1H2026, cost of revenue of others mainly comprised of the purchase cost of electric forklifts. For the 1H2025, cost of revenue of others mainly comprised of the purchase cost of electric forklifts and the staff costs for the wind farm related business.

The gross profit slightly decreased by HK$0.2 million from HK$83.3 million for the 1H2025 to HK$83.1 million for the 1H2026. Despite the cessation of wind farm related business in 2025, gross profit in the 1H2026 remained similar to the 1H2025, mainly due to the increase in revenue from the electric storage business and the EPC Services business in Canada, both of which contributed to gross profit for the 1H2026 with relatively higher gross profit margins. The gross profit margin increased from 17.4% for the 1H2025 to 20.0% for the 1H2026, which was mainly due to the increase in revenue from overseas market.

**Other income**

Other income for the 1H2026 mainly represented the government grants, additional deduction of input value-added tax, income from sale of electricity generated from the Group's distributed photovoltaic power generation facilities and income from provision of energy management solutions for energy storage stations.

Other income for the 1H2025 mainly represented the additional deduction of input value-added tax and income from sale of electricity generated from the Group's distributed photovoltaic power generation facilities and income from provision of energy management solutions for energy storage stations.

The increase in other income for the 1H2026 as compared to the 1H2025 was mainly due to the increase in the government grants during the period.

**Other (losses)/gains, net**

Other losses, net for the 1H2026 mainly included the loss on disposal of certain raw materials and other production utensils attributable to the PV Films business and the net exchange losses.

In light of the supply-demand imbalance in the solar module industry, solar module industry players have generally experienced operating losses, which has significantly increased the operation risk of the PV Films business. In order to mitigate the risk, the Group has implemented a prudent operating strategy to temporarily suspend operations of the PV Films business. As a result, the Group disposed certain raw materials and other production utensils and incurred loss.

The net exchange loss recognised in the 1H2026 resulted mainly from the re-translation of certain bank borrowings denominated in Renminbi ("**RMB**") as a result of the appreciation of RMB during the 1H2026.

Other gains, net for the 1H2025 mainly included the gains on disposal of intangible assets and other assets in relation to the portable energy storage business, which was fully impaired in the year ended 31 December 2024, partially offset by the net exchange losses.

**Selling and marketing costs**

Selling and marketing costs increased by HK$4.7 million from HK$18.6 million for the 1H2025 to HK$23.3 million for the 1H2026, which was mainly due to the increase in advertising expenses during the period.

**Administrative expenses**

Administrative expenses increased by HK$5.5 million from HK$67.9 million for the 1H2025 to HK$73.4 million for the 1H2026, primarily due to (i) the increase in employee benefit expense as a result of the increase in average number of employees for administrative duties during the period and (ii) the increase in depreciation charge of property, plant and equipment.

**Share of results of joint ventures**

Share of results of joint ventures was mainly contributed from the Company's joint venture in Indonesia, namely PT Xinkai Solar Indonesia ("**PT Xinkai**"), which was incorporated and commenced operation in 2024. PT Xinkai is principally engaged in the EPC Services in Indonesia. The decrease in share of results from PT Xinkai in the 1H2026 as compared to the 1H2025 was mainly due to the decrease in installation volume in Indonesia in the 1H2026.

**Finance costs**

Finance costs decreased by HK$1.9 million from HK$7.4 million (or HK$7.8 million before capitalisation) for the 1H2025 to HK$5.5 million (or HK$6.0 million before capitalisation) for the 1H2026. The decrease in finance costs before capitalisation was mainly due to the decrease in borrowing rate in the 1H2026. The increase in amounts eligible for capitalisation was mainly due to the increase in qualifying assets during the 1H2026. During the 1H2026, interest expense of HK$0.5 million (1H2025: HK$0.4 million) was mainly capitalised into the property, plant and equipment of the PV Films production facilities. The capitalised amounts will depreciate together with the relevant assets over their estimated useful lives.

### Income tax expense

The Group incurred income tax expense of HK$2.9 million for the 1H2026 (1H2025: HK$5.5 million), which comprised of Hong Kong profits tax, PRC corporate income tax, Canadian corporate income tax and withholding tax on remitted earnings. The decrease in income tax expense was mainly due to the decrease in the profit before income tax attributable to the wind farm related business following the cessation of the business in 2025. Two (1H2025: Three) of the PRC subsidiaries, being qualified as New and High Technology Enterprise, were entitled to a preferential corporate income tax rate of 15% and tax incentives for research and development tax credit.

### (Loss)/profit attributable to owners of the Company

Loss attributable to owners of the Company for the 1H2026 amounted to HK$27.6 million (1H2025: profit of HK$4.7 million). The decrease in the profitability was mainly due to (i) the loss on disposal of certain raw materials and other production utensils attributable to the PV Films business and (ii) the net exchange loss recognised for the re-translation of certain bank borrowings denominated in RMB.

## FINANCIAL RESOURCES AND LIQUIDITY

For the 1H2026, the Group's primary sources of funding included its own working capital and bank borrowings. As of 30 June 2026, the Group had net current assets of HK$22.9 million (31 December 2025: HK$35.3 million) and cash and cash equivalents of HK$103.7 million (31 December 2025: HK$115.5 million) which were mainly placed with major banks in Hong Kong, the PRC and Canada. As of 30 June 2026, the Group had bank borrowings of HK$381.2 million (31 December 2025: HK$351.8 million) and had unutilised banking facilities of HK$1,354.7 million (31 December 2025: HK$781.4 million).

As of 30 June 2026, the Group's gearing ratio calculated based on net debt (bank borrowings less cash and cash equivalents) divided by total equity of the Group was 30.7% (31 December 2025: 25.3%). The change in the Group's gearing level was primarily due to the increase in bank borrowings and the decrease in total equity.

## CAPITAL STRUCTURE

During the 1H2026, there has been no material change in the capital structure of the Company. The capital of the Group comprises only ordinary shares.

## CAPITAL EXPENDITURES AND COMMITMENTS

The Group incurred capital expenditures of HK$29.4 million for the 1H2026 (1H2025: HK$19.5 million), which were mainly related to the acquisition of land, construction of production plant and purchase of new equipment for the PV Films business.

Capital commitments contracted for but not provided for by the Group as of 30 June 2026 amounted to HK$2.9 million (31 December 2025: HK$16.0 million), which were mainly related to the construction and purchase of various production plants and machinery from independent third parties under different independent contracts for the development of film business in Indonesia.

## PLEDGE OF ASSETS

As of 30 June 2026, a bank balance of HK$3.5 million was pledged to secure for the Group's bills payables (31 December 2025: HK$15.2 million).

## EMPLOYEES AND REMUNERATION POLICIES

As of 30 June 2026, the Group had 353 (31 December 2025: 340) full-time employees, of whom 149 (31 December 2025: 161) were based in the PRC, 77 (31 December 2025: 70) were based in Hong Kong and 127 (31 December 2025: 109) were based in Malaysia, Indonesia and Canada. The Group maintains good relationships with all of its employees and provides the employees with sufficient training in business and professional skills and knowledge, including information on the features of the Group's products and skills in maintaining good customer relationships. Remuneration packages offered to the Group's employees have been consistent with the prevailing market terms and have been reviewed on a regular basis. Discretionary bonuses may be awarded to employees taking into consideration the Group's performance and that of the individual employee.

Pursuant to the applicable laws and regulations, the Group has participated in relevant defined contribution retirement schemes administrated by the responsible government authorities in the PRC for its employees in the PRC. For the Group's employees in Hong Kong, all the arrangements pursuant to the mandatory provident fund requirements prescribed by the Mandatory Provident Fund Schemes Ordinance (Chapter 485 of the Laws of Hong Kong) have been duly implemented. The Group's employees in Canada are members of the Canada Pension Plan operated by the Canadian government.

## TREASURY POLICIES AND EXPOSURE TO FLUCTUATION IN FOREIGN EXCHANGE RATES

The Group mainly operates in Hong Kong, the PRC, Canada and Indonesia with most of the transactions denominated and settled in Hong Kong dollars ("**HK$**"), RMB, Canadian dollars ("**CAD**") and Indonesian Rupiah ("**IDR**"). Exchange rate fluctuations between RMB and HK$, CAD and HK$ or IDR and HK$ could affect the Group's performance and asset value.

The presentation currency of the Group's consolidated financial statements is HK$. Amid the appreciation of RMB against HK$ and depreciation of CAD and IDR against HK$ during the 1H2026, the Group reported a net effect of non-cash translation loss — a decrease in the exchange reserve of its condensed consolidated financial position of HK$0.7 million — when converting RMB-denominated, CAD-denominated and IDR-denominated assets and liabilities into HK$ as of 30 June 2026. As a result, the Group's consolidated exchange reserve recorded a debit balance of HK$94.7 million as of 30 June 2026, as compared to a debit balance of HK$94.0 million as of 31 December 2025.

The Group has not experienced any material difficulties and liquidity problems resulting from currency exchange fluctuations. The Group may use financial instruments for hedging purposes as and when required. During the 1H2026, the Group did not use any financial instrument for hedging purpose.

## SIGNIFICANT INVESTMENTS HELD, MATERIAL ACQUISITIONS AND DISPOSALS OF SUBSIDIARIES, AND FUTURE PLANS FOR MATERIAL INVESTMENTS OR CAPITAL ASSETS

As of 30 June 2026, there were no significant investments held which exceed 5% of the total assets of the Group. There were no material acquisitions or disposals of subsidiaries and affiliated companies during the 1H2026. Save as the disclosed plan to set up the production facilities for film business in Indonesia, there were no other plans authorised by the Board for any material investments or additions of capital assets as of the date of this announcement.

## CONTINGENT LIABILITIES

As of 30 June 2026, the Group did not have any significant contingent liabilities (31 December 2025: Nil).

## EVENT AFTER THE REPORTING PERIOD

No significant events have taken place subsequent to 30 June 2026 and up to the date of this announcement.

## SHARE OPTION SCHEME

Pursuant to the share option scheme adopted by the Company in May 2017, an aggregate of 1,680,000 share options were granted to two executive Directors and selected employees in March 2026. The share options are valid from 3 March 2026 to 31 March 2030. One third of the share options would be vested on each year-end date of 2026, 2027 and 2028 if the relevant grantee has satisfied the conditions of vesting as stated in the relevant letter of grant.

## PURCHASE, SALE OR REDEMPTION OF LISTED SECURITIES

During the 1H2026, neither the Company, nor any of its subsidiaries has purchased, sold or redeemed any of the Company's listed securities (including sale of treasury shares).

## NO COMPETING BUSINESS

None of the Directors or the controlling shareholders (as defined in the GEM Listing Rules) or their respective associates (as defined in the GEM Listing Rules) has any interests in any business which competes or may compete, either directly or indirectly, with the business of the Group or has any other conflicts of interests which any such person has or may have with the Group.

## CORPORATE GOVERNANCE

The Directors confirm that the Company has complied with the applicable code provisions as contained in the Corporate Governance Code as set forth in Part 2 of Appendix C1 to the GEM Listing Rules during the 1H2026.

## CODE OF CONDUCT REGARDING SECURITIES TRANSACTIONS BY DIRECTORS

The Company has adopted a code of conduct regarding securities transactions by Directors on terms no less exacting than the required standard of dealings concerning securities transaction as set forth in Rules 5.48 to 5.67 of the GEM Listing Rules. Having made specific enquiries to the Directors, all Directors confirm that they have complied with such required standard of dealings and its code of conduct regarding securities transactions by Directors during the 1H2026.

## INTERIM DIVIDEND

The Directors did not recommend the payment of any interim dividend for the 1H2026 (1H2025: Nil).

## AUDIT COMMITTEE

The Board has established an audit committee (the "**Audit Committee**") with written terms of reference in compliance with the GEM Listing Rules. The primary duties of the Audit Committee are reviewing and supervising the financial reporting process and the risk management and internal control systems of the Group, nominate and monitor external auditor and provide advice and comments to the Board on matters related to the corporate governance of the Group. The members of the Audit Committee include all independent non-executive Directors, namely Mr. WANG Guisheng, Mr. NG Wai Hung and Mr. CHAN Hak Kan, G.B.S., J.P.. Mr. WANG Guisheng is the chairman of the Audit Committee.

The unaudited interim results of the Company for the 1H2026 have not been reviewed by the external auditor of the Company but have been reviewed by the Audit Committee.

## PUBLICATION OF THE INTERIM REPORT

The interim report of the Company for the 1H2026 containing all the information required by the GEM Listing Rules and other applicable laws and regulations will be published on the websites of the Stock Exchange and the Company in due course.

By order of the Board
**Xinyi Electric Storage Holdings Limited**
**Tan Sri Datuk TUNG Ching Sai *P.S.M, D.M.S.M, B.B.S., J.P.***
*Chairman and Non-executive Director*

Hong Kong, 4 August 2026

*As of the date of this announcement, the executive Directors are Mr. NG Ngan Ho, Ms. LI Pik Yung and Mr. WANG Mohan, the non-executive Directors are Tan Sri Datuk TUNG Ching Sai P.S.M, D.M.S.M, B.B.S., J.P. (Chairman) and Mr. LEE Shing Kan, M.H., and the independent non-executive Directors are Mr. WANG Guisheng, Mr. NG Wai Hung and Mr. CHAN Hak Kan, G.B.S., J.P..*

*This announcement will remain on the website of the Stock Exchange at www.hkexnews.hk on the "Latest Listed Company Information" page for at least 7 days from the date of its publication and the Company's website at www.xinyies.com.*