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SKYWORTH

SKYWORTH GROUP LIMITED

創維集團有限公司

(Incorporated in Bermuda with limited liability)

(Stock Code: 00751)

OVERSEAS REGULATORY ANNOUNCEMENT 2023 ANNUAL RESULTS OF SKYWORTH DIGITAL CO., LTD.

This announcement is made by the board of directors (the “**Board**”) of Skyworth Group Limited (the “**Company**”) pursuant to Rules 13.09(2) and 13.10B of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “**Listing Rules**”) and the Inside Information Provisions (as defined in the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

Skyworth Digital Co., Ltd. (“**Skyworth Digital**”, Shenzhen Stock Code: 000810), an A-share listed company on the Shenzhen Stock Exchange and a non-wholly owned subsidiary of the Company, has issued an announcement relating to its audited annual results for the twelve months ended 31 December 2023 (the “**Announcement**”). Set out in the Appendix hereto is an extract of certain information in the Announcement. The board of directors of Skyworth Digital approved the profit appropriation for ordinary shares as follows: distribute cash dividend amounted to RMB1.50 (tax inclusive) for every 10 shares to all shareholders of Skyworth Digital, without issuing bonus share and without transferring from provident funds to increase share capital. The total dividend amount in the Announcement is based on Skyworth Digital’s total share capital of 1,141,595,579 shares (the total share capital of 1,150,216,072 shares deducted the repurchased 8,620,493 shares in Skyworth Digital’s repurchase account). The above appropriation will be subject to the approval by shareholders in 2023 annual general meeting of Skyworth Digital.

Shareholders of the Company and potential investors should take note that the Announcement and the full version of the annual report of Skyworth Digital in Chinese has been published on the information website of the Shenzhen Stock Exchange (<http://www.cninfo.com.cn>).

By order of the Board
Skyworth Group Limited
Lin Jin
Chairman of the Board

Hong Kong, 21 March 2024

As at the date of this announcement, the Board of the Company comprises five executive Directors, namely Mr. Lin Jin (Chairman), Mr. Liu Tangzhi (Vice Chairman), Mr. Shi Chi (Chief Executive Officer), Ms. Lin Wei Ping and Mr. Lam Shing Choi, Eric; and three independent non-executive Directors, namely Mr. Li Weibin, Mr. Cheong Ying Chew, Henry and Mr. Hung Ka Hai, Clement.

Stock Code: 000810

Stock Name: Skyworth Digital

Announcement Number: 2024-006

Extract of 2023 Annual Report of Skyworth Digital Co., Ltd.

I. IMPORTANT NOTES

This extract is compiled based on the full text of the annual report. Investors should read the full text of the annual report carefully on the media designated by the China Securities Regulatory Commission to gain a comprehensive view of the business performance, financial position and future development plan of the Company.

All directors attended the board meeting for reviewing this annual report.

Prompt of non-standard audit opinion

Applicable Not applicable

Plans on profit appropriation or transfer from provident funds to increase share capital during the reporting period reviewed by the board of directors

Applicable Not applicable

Transfer from provident funds to increase share capital

Yes No

The board of directors of the Company reviewed and approved the profit appropriation as follow: Based on the total share capital of 1,141,595,579 shares (after deducting the total repurchased shares capital of 1,150,216,072 shares in the Company's repurchase account) as of the date of disclosure of this report (as of the date of disclosure of this report, the Company has accumulatively repurchased 8,620,493 shares of the Company), a cash dividend amount of RMB1.50 (tax inclusive) for every 10 shares is distributed to all shareholders. 0 bonus shares (tax inclusive) are distributed and no provident funds are transferred to share capital.

Plans on profit appropriation of preferred shares during the reporting period approved by the board of directors by way of resolution

Applicable Not applicable

II. Basic Information of the Company

1. Profile of the Company

Stock name	Skyworth Digital	Stock code	000810
Listing stock exchange	Shenzhen Stock Exchange		
Contact person and information	Secretary of the board	Securities representative	
Name	Zhang Zhi	Liang Jing	
Office address	Unit A, 16/F, Skyworth Mansion, Gaoxin Ave. 1.S., Hi-tech Park, Nanshan District, Shenzhen	Unit A, 16/F, Skyworth Mansion, Gaoxin Ave. 1.S., Hi-tech Park, Nanshan District, Shenzhen	
Fax	0755-26010028	0755-26010028	
Telephone	0755-26010018	0755-26010680	
Email	skydtbo@skyworth.com	skydtbo@skyworth.com	

2. Principal activities or products during the reporting period

Based on the development of optical communications, digitalisation, ultra-high definition (UHD), virtual reality (VR), next-generation spatial computing and automotive display as well as intelligence, the principal activities of the Company are: (1) smart devices business: the research and development (R&D), production, sales and services of digital smart devices and related software systems and platforms, primarily providing system

integration and retail business in ToC consumer channel market for three major domestic communication operators and broadcast operators, overseas telecommunications and integrated operators, with product offerings of smart devices including various 4K/8K and other smart set-top boxes, converged devices, XSG-PON for broadband network communication connections, Wi-Fi routers, 5G CPE and other products, VR/ Mixed Reality (MR)/ Augmented Reality (AR) solutions and devices, webcams, multi-model AI technology application, integrated cloud computers, etc.; (2) professional displays business: automotive smart display (integration systems for automotive human-computer interaction (HCI) display, automotive smart display systems), small and medium-sized display modules; (3) operation services business: encompassing mainly B2B after-sales value-added services, smart cities, etc.

Based on the telecommunications, the Internet, broadcasting networks and the IoT, the Company joint hands with various strategic partners, such as domestic and foreign telecommunications or integrated operators, content providers, application providers, channel providers and clients from governmental and business digitalisation sectors, to create a digital, broadband, UHD, smart and IoT ecosystem focusing on “systems + devices + applications”.



Smart devices

- Digital smart set-up boxes
Integrated devices
- Broadband Internet connection equipment
- XR solutions and devices
- Cloud PC, Webcams



Professional displays

- Integration systems for automotive HCI display
Automotive smart display systems
- Small and medium-sized display modules



Operation services

- After-sale value-added services
- Smart cities services
- Others

The Company is mainly engaged in the business of R&D and manufacturing of computers, telecommunications devices and other electronic devices. The continuous evolution of telecommunication technologies has brought about changes in the demand for products in the telecommunication industry and promoted the upgrade and iteration of new digital devices. High-speed, high-bandwidth networks, combining with emerging information and communication technologies such as 5G, cloud computing, big data and artificial intelligence (AI), are reconstructing the network architecture. Intelligent computing centres, edge data centres and edge computing have entered a new stage of development, and “Cloud-network-device” convergence has become a new trend in the industrial development. The upgrade and application of infrastructure provided strong support for people’s lives, business activities and technological innovation. The Company continuous investment in R&D, technology and products’ innovation enhanced the corporate supply and services strength and provided comprehensive and systematic intelligent technologies and solutions as well as smart device products to better meet the all-round needs of operator customers and ToC operators, while consolidating a leading position in the competition. In the domestic market, the Company serves telecommunications operators, digital TV network operators and retail customers of ToC customer channels. In overseas markets, the Company serves telecommunications and integrated operators across the global, including Europe, Africa, the Middle East, India, Southeast Asia, Latin America and other regions.

In 2023, together with, inflation in Europe and the United States, continuous war between Russia and Ukraine, insufficient global consumer demand, drop of bulk material prices and fluctuated foreign exchange rates, etc., the domestic and international political situation and economic environment became more complex. Affected by various unfavourable factors, the Company overcame various obstacles and challenges such as insufficient effective demand and deflation. While increasing its market share, the Company continued to consolidate its mature system structure planning and R&D capabilities, leveraged on the advantages of supply chain and industrial competitiveness, implemented industrial chain integration, strengthened the management of product sales organisations and enhanced intelligent manufacturing capabilities, and systematically controlled business risks, etc., to continue to explore and innovate, and actively respond to market changes. During the reporting period, set-top boxes and network connection equipment won various valued bids from the three major domestic telecommunication operators with increasing market share; orders from key overseas strategic customers and emerging markets such as Europe, Australia and Latin America were being proactively increased. Upgrades of the XR R&D, technology and product reserves, together with the automotive display systems, have been designated by core customers for multiple key projects. This year, the Company recorded a revenue of RMB10,627,451,400, a year-on-year decrease of 11.50%, net profit attributable to the parent company was RMB602,067,700, a year-on-year decrease of 26.85%, gross profit margin was 16.75%, and net cash flow from operating activities was

RMB475,251,900, a year-on-year decrease 70.49%.

(I) Smart devices business

In 2023, the smart devices business recorded a revenue of RMB7,863 million with a year-on-year decrease of 17.91%, and accounted for 73.99% of the revenue of the Company, mainly due to the year-on-year decrease in sales unit price and insufficient consumer demand in the market. Main products and their functions and applications were as follows:

Categories of Main Products	Products	Functions and Applications
Digital smart set-top boxes	Including various types of set-top boxes, such as digital 1K/2K/4K/8K, Android TV, IPTV, OTT and DTH	Provision of operations and services such as digital TV interactive video, smart home, digital information, value-added services through set-top boxes based on operator fibre-optic network, the Internet, satellite antenna, cable and terrestrial broadcasting, etc.
Integrated devices	Including broadband integration (PON+Wi-Fi+Video), smart home gateway (including smart PON upstream gateway and IoT gateway), smart networking (supporting Wi-Fi Mesh, G.hn), etc., which is an Internet terminal access device accommodates functions such as optical modem, routing, voice, TV set-top box, IAD and industry smart applications	Built-in smart OS system, mobile APP interaction, gigabit gateway supporting 10GEPON/XGPON. Powered by IP-based, communication, network and multimedia audio and video technologies, these devices provide users with Internet data access, Wi-Fi access, multimedia audio and video and voice services with strong service capabilities of large broadband access; smart applications and value-added services are also provided based on an integrated network platform.
Broadband network connection equipment	Covering fibre-optic access equipment (GPON/EPON, 10GPON), Wi-Fi5/Wi-Fi6 wireless routers, Cable Modem, 4G/5G CPE, etc.	Provide operators and home users with a variety of Internet access, home networking and telephone services, etc. through fibre-optic, coaxial cable, network cable and mobile network, etc. supported by communication technologies such as XPON, Docsis, Ethernet and 4G/5G.
VR/MR/AR solutions and devices	Six degrees of freedom 8K video hardware decoding ultra-short focus Pancake thin and light all-in-one VR device, VR split-type device, binocular 4k and equipped with Micro-OLED screen, Pancake2 MR all-in-one device delivering VST and other capabilities, thin and light AR glasses, VR HD video and game distribution platform system, VR industry application solutions for education, medical, cultural tourism, etc.	VR/MR equipment supports standards such as Open XR and GSXR and enhances standardisation to support higher content compatibility and portability to allow multi-standard connection and operation. Equipped with 8K VR content distribution platform, 5G+8K VR living-streaming solutions and VR/MR industry application solutions, etc. Thin and light Pancake compact VR split-type device can be connected to certain handsets and Skyworth's customised boxes for videos watching and VR mini-games, and can be used in scenarios such as education, medical and exhibition display applications; all-in-one VR devices come with built-in Skyworth VR customised launcher to offer free and paid video content and an app store for downloading VR games and some VR industry application, etc.
Multi-modal AI technology application products	AI somatosensory game smart boxes with IPC camera and AI computing power, smart OTT boxes with AI edge computing capabilities, smart box with AI application software that can access AIGC large models, Super Dark Camera equipped with AI surging computing power and AI functions such as humanoid recognition and vehicle recognition, VR/MR/AR products with AI algorithm capabilities	Multi-modal AI takes modal fusion as the core technical aspects and revolves around the five technical areas of "representation, translation, alignment, fusion, co-learning" to solve the complex problems of multi-modal solution tasks in actual scenarios. Multi-modal application scenarios can be divided into video classification, event detection, sentiment analysis, visual question answering, sentiment analysis, speech recognition, cross-modal retrieval, image annotation, cross-modal embedding, transfer learning, video decoding, image synthesis, etc. Multi-modal AI technology empowers smart home and other smart device applications, and the corresponding set-top boxes will gradually evolve into smart control centres, media centres and IoT centres, opening a new round of iterative upgrades for smart set-top boxes.
Webcams	IoT pan-smart device network camera	Consist of optical imaging and network coding modules.

		The collected optical signals are converted into digital signals, be coded and compressed, which can be directly connected to network switches and various home smart routing devices.
Cloud computers	Cloud systems, cloud computer solutions	Using the network as a connection, relying on efficient network transmission and advanced virtualisation technology and using various large-screens, small-screens and other devices as carriers, the computing, storage and network capabilities of the cloud are presented to end users, which is an alternative solution to traditional PC services. By leveraging the integrated smart sensing technology, technical algorithm optimisation and cloud computing power, as well as from the integration of fat terminals and thin terminals into cloud computer solutions to the further integration of Xinchuang terminals, all IT information equipment such as PCs, large screens are run in a unified cloud platform for unified management and centralised operation and maintenance, to achieve unified management and control of multiple types of horizontal information equipment.

(1) Digital smart set-top boxes business. During the reporting period, with the Company relies on its strong R&D strength and technical advantages to form formed rich product capabilities, together with the Company's strong sales team and localised support team, and stable supply chain cost advantage, the Company won bids for all three major domestic telecommunication operators' centralised procurement projects based on the set targets or higher than the set targets. The Company won the first place in the China Mobile's centralised procurement bid of smart set-top box products in 2023, with a cumulative winning share of 28.39%; it won the fourth place in the China Unicom's centralised public procurement bid of smart set-top boxes in 2023 and successively won bids in Henan Unicom, Shanghai Unicom, Shanxi Unicom and other bids; the three major domestic telecommunication operators have upgraded their set-top boxes to UHD, intelligence and P60, and their business content have become richer and more diversified. In domestic To C retail business, 8K, dual-band Wifi6, and OTT smart boxes that support cloud games and other functions are sold in domestic retail channels, leading the industry's retail channel market. Driven by overseas demand in Europe, Latin America, India, Africa, the Middle East and other regions, overall orders achieved stable supply and delivery, the market coverage and market share of overseas mainstream telecommunications or integrated operations were steadily increasing.

For the application of AI (multi-modal AI) technology in smart devices, the smart research institute under the Company's R&D centre has accumulated computer vision (CV) algorithms, natural language processing (NLP) algorithms, speech recognition algorithms, AI image quality enhancement algorithms, gesture recognition algorithms, edge computing and other differentiated AI application technologies. During the reporting period, the Company maintained synchronisation with the technology and capabilities of domestic and foreign large-scale AI model manufacturers and worked hard to implement specific applications. In view of different domestic and overseas application scenarios will cooperate with different large model manufacturers, the Company, as one of the first batch of cooperative customers in China, is the first to access Microsoft Chatgpt and Baidu's ERNIE Bot large models, enabling the Company to carry out product applications and promotion of internal office scenarios based on the large model capabilities. During the reporting period, the Company made an active attempt to create new products combining the capabilities of AIGC capabilities to existing products. It also explored new product forms and conducted technical verification on the Company's smart OTT boxes, projectors and other products (overseas and retail), and preliminarily realised the technical implementation of the productised AI application solutions. Based on the relevant regulations and policies for the domestic application of large models, user services and business plans are designed to prepare for subsequent commercial promotion. In the era of digitalisation and intelligence, AI and AIGC large-scale models will be widely used in the future, the Company will continue to innovate and develop, and is committed to continuously exploring new scenarios and applications for smart homes, smart lives, smart offices and other aspects.

Based on its profound R&D delivery and multi-disciplinary technologies, the Company has built a wide range of system integration and delivery capabilities for domestic and global telecommunications operators, as well as large-scale supply chain supporting system, industrial capabilities, as well as localised production, business and delivery, services and other support capabilities across the globe. The Company has also ensured long-term, stable and close cooperation and win-win relationships with customers and maintained robust financial profitability.

(2) Integrated devices and broadband connection services. The Company's integrated device products cover broadband convergence (PON+Wi-Fi+Video), smart home gateways (including smart PON upstream gateways,

IoT gateways, etc.), smart networking (supporting Wi-Fi Mesh, G.hn), etc., which are the integrated smart devices for broadband network communication with multi-function including broadband access/networking/gateway/smart home/video services. Broadband connection products include fibre-optic access equipment (GPON/10GPON, etc.), Wi-Fi5/Wi-Fi6 routers, 5G CPE, etc. The products mainly serve the customers of the three major domestic telecommunications companies, domestic broadcast operators, and overseas telecommunications and communication integrated operators.

During the reporting period, benefiting from the “14th Five-Year Plan for Digital Economy Development” and the upgrade of domestic gigabit broadband networks, as well as the vigorous development of digitalisation, UHD and 5G applications, the Company’s PON gateway market share has increased significantly. The broadband connection business also achieved vital growth and won various valued bids from the three major domestic telecommunications operators. Domestic market: in March, the Company won the bid for China Telecom’s broadband integrated device centralised procurement project with a bid share of 11%; in the second batch of China Mobile Group’s centralised procurement bid of smart home gateway products in 2022-2023, the Company ranked first in the total bid winning share, its market share continued to increase with 5 bid packages among the Company’s 6 products were selected (3 GPON bid packages, 2 10GPON bid packages). In April, the Company won the second place in China Mobile’s 2023-2024 smart enterprise convergence gateway product centralised procurement bid, successfully entering the China Mobile’s government and enterprise market business, with a winning bid share of 22.22%. In May, China Unicom launched its first centralised procurement bid of home smart gateways, the Company successfully won the bid at a relatively high price with its excellent technical strength and high product quality. The Company has successively won bids for Henan Unicom integrated gateway, Heilongjiang Unicom gateway, Shandong Unicom gateway and other bids. During the reporting period, the Company’s overseas broadband connection business in Southeast Asia, South Asia, Latin America, Europe and other regions also achieved a certain growth rate. With the further promotion and penetration towards gigabit broadband in overseas countries and regions in the future, and based on the Company’s years of accumulated resources of operators and channels around the world, and strategic partnerships, it will support the rapid development of overseas broadband business continuously.

(3) Virtual reality VR/MR/AR solutions and device business. In 2023, with the popularisation of 5G network infrastructure and the advancement of AI, AIGC and other technologies, the XR industry is encountering new opportunities, and various manufacturers have launched consumer-grade VR/MR/AR devices. Apple’s first head-mounted “spatial computing” Vision Pro was released at “WWDC2023”, which will have a profound positive impact on the industry, and the XR content ecosystem will continue to be enriched. The Company’s products, mainly the Pancake series, are targeted at customised projects for large To-B customers in overseas industries, focusing on expanding XR industry application customers and achieving sales in Japan, the United States, South Korea, India, Brazil and other countries. During the reporting period, the Company’s XR business reached a strategic cooperation with Indian customers to provide Indian customers with MR product equipment customisation services. Its MR products support gesture recognition, eye tracking, and RGB VST high-definition colour perspective functions, with product performance and functions have been completely upgraded to offer users a new MR experience. The Company is also actively participating in domestic and international XR professional exhibitions and large-scale international exhibitions to enhance brand awareness and further open up market space.

(II) Professional display business.

During the reporting period, the Company’s professional display business recorded a revenue of RMB2,407 million, accounting for 22.65 % of the revenue of the Company, a year-on-year increase of 12.79 %, of which: (1) Automotive electronic on-board display assembly business. The Company provided products such as the integration systems for automotive HCI display and automotive smart display systems. The Company’s automotive smart business completed the production and sale of more than 1 million sets of products, achieving revenue of RMB982 million during the reporting period, a year-on-year increase of 216.29%. In 2023, the Company continued to obtain 20 key project appointments from core customers and added new appointments from FAW Pentium, Changan Avita, and Geely Galaxy series products, as well as simultaneously obtained accesses and project appointments from customers of two independent head engine manufacturers and domestic mainstream car manufacturers. Relying on the Company’s R&D technology platform and supply chain platform, it has received unanimous praise from customers in terms of quality and delivery, and has maintained a good

development trend. The Company's integration systems for automotive HCI display and automotive smart display system already have certain competitiveness and brand effect in the market. In 2023, the Company also cultivated new projects of existing designated brand auto manufacturers and increased its market share.

(2) Small and medium-sized display modules business. Affected by multiple factors such as international economic downturn, sluggish sales in the overall handset market, fierce external competition, insufficient orders of ODM, overcapacity, the unit price of this part of the business orders has declined, and the gross profit margin has declined significantly year-on-year, resulting in serious net profit losses for the small and medium-sized mobile phone display module business. The display modules business recorded a revenue of RMB1,098 million during the reporting period, with a year-on-year decrease of 26.89%. Regarding the display module business, The Company has actively taken measures to optimise its organisational structure, shift to directly connecting with brands, expand into other display business areas such as drones/POS machines/robots, and strive to promote "three evolutions (informatisation, intelligence and refinement) + two operations (quality management + project management)" development strategy. The Company is vigorously expanding new customers, improving its marketing order-taking capabilities, and accelerating the technical layout and market development of new products in the industry.

(III) Operation Services business

During the reporting period, the Company's operation services recorded a revenue of RMB324 million, a year-on-year increase of 37.65%, accounted for 3.05% of the revenue of the Company. (1) In terms of after-sales value-added services, it extended from standardisation to refinement, continued to improve service capabilities and efficiency with business coverage across domestic and foreign operator markets during the reporting period; (2) in terms of smart cities services, the Company focused on industry segments including education, medical care, parks, and provided customers with data-centric IoT products and scenario-based solutions.

3. Major accounting figures and financial indicators

(1) Major accounting figures and financial indicators for the recent three years

Whether the Company needs to make retrospective adjustments or restate the accounting information of prior years

Yes No

Reason for making retrospective adjustments or restate the accounting information

Change of accounting policies

Unit: RMB

	End of 2023	End of 2022		Increase or decrease at the end of this year compared with the end of prior year	End of 2021	
		Before adjustment	After adjustment		Before adjustment	After adjustment
Total assets	11,447,113,246.47	10,810,089,979.80	10,816,425,927.00	5.83%	11,197,233,579.56	11,205,885,298.04
Net assets attributable to shareholders of the Company	6,367,875,641.42	5,999,632,247.08	5,999,632,247.08	6.14%	4,526,477,416.13	4,526,477,416.13
	2023	2022		Increase or decrease at this year compared with the prior year	2021	
		Before adjustment	After adjustment		Before adjustment	After adjustment

Turnover	10,627,451, 359.55	12,008,581,541 .31	12,008,581,541 .31	-11.50%	10,846,559,580 .07	10,846,559,580 .07
Net profit attributable to shareholders of the Company	602,067,66 0.21	823,038,116.06	823,038,116.06	-26.85%	421,783,006.33	421,783,006.33
Net profit attributable to shareholders of the Company after non-recurring gain or loss	558,485,72 0.70	739,128,449.52	739,128,449.52	-24.44%	249,440,236.91	249,440,236.91
Net cash from operating activities	475,251,92 3.52	1,610,404,079. 41	1,610,404,079. 41	-70.49%	189,963,544.91	189,963,544.91
Basic earnings per share (RMB/share)	0.5274	0.7466	0.7466	-29.36%	0.3967	0.3967
Diluted earnings per share (RMB/share)	0.5274	0.7466	0.7466	-29.36%	0.3967	0.3967
Weighted average return on net assets	9.73%	15.61%	15.61%	-5.88%	9.68%	9.68%

Reasons for the change in accounting policies: On 13 December 2022, the Ministry of Finance issued the Interpretation No.16 Accounting Standards for Business Enterprises (Cai Kuai [2022] No.31, hereinafter referred to as the "Interpretation No.16"). The requirements of the accounting treatment of the three matters on No. 16, among which the accounting treatment of deferred income tax related to the assets and liabilities arising from a single transaction not applicable to the initial recognition exemption shall be effective from 1 January 2023, and allow companies to implement early implementation from the year of release. The Company implemented it with effect from 1 January 2023. For taxable temporary differences and deductible temporary differences arising from the lease liabilities and right-of-use assets recognised due to individual transactions that apply to this interpretation at the beginning of the earliest period in which the interpretation is first implemented (i.e. 1 January 2022), the Company adjusted the cumulative impact amount to the initial retained earnings and other related financial statement items of the earliest period (i.e. 1 January 2022) in the financial statements in accordance with the Interpretation No.16 and the provisions of "Accounting Standards for Business Enterprises No. 18 - Income Taxes". Based on the requirements, the Company retrospectively adjusted the balance of deferred income tax assets and deferred income tax liabilities at the end of the previous year. For the lease liabilities and right-of-use assets recognised due to individual transactions applicable to the Interpretation No. 16 that occurred between the beginning of the earliest period for the presentation of financial statements when this Interpretation is first implemented (i.e. 1 January 2022) and the date of implementation of the Interpretation (i.e. 1 January 2023), the Company shall handle the lease liabilities and right-of-use assets in accordance with the provisions of the Interpretation No. 16.

(2) Major accounting figures by quarter

Unit: RMB

	First quarter	Second quarter	Third quarter	Fourth quarter
Turnover	2,342,266,376.99	2,827,906,104.79	2,457,948,345.20	2,999,330,532.57
Net profit attributable to shareholders of the Company	117,354,536.34	200,282,644.77	130,177,151.02	154,253,328.08
Net profit attributable to shareholders of the Company after non-recurring gain or loss	112,193,107.36	210,576,785.96	102,812,862.82	132,902,964.56
Net cash from operating activities	-318,165,319.35	678,364,252.05	-128,301,670.77	243,354,661.59

Whether the above financial indicators or their totals are significantly different from related results disclosed in the Company's quarterly or interim reports

Yes No

4. Equity and shareholders

(1) Number of holders of ordinary shares, number of holders of preference shares with voting rights restored, and shareholdings of the top 10 shareholders

Unit: Share(s)

Total number of holders of ordinary shares as at the end of the reporting period	75,295	Total number of holders of ordinary shares at the end of the month prior to the date of disclosure of annual report	64,437	Total number of the shareholders of restored voting right preference shares as at the end of the reporting period	0	Total number of the shareholders of restored voting right preference shares at the end of the month prior to the date of disclosure of annual report	0
Shareholdings of top 10 shareholders (Excluding shares loaned through refinancing)							
Name of shareholders	Shareholder capacity	Shareholding %	Number of shares held	Number of conditional shares	Pledged, earmarked or frozen		
					Shares status	Number of shares	
Shenzhen Chuangwei-RGB Electronics Co., Ltd.	Domestic non-state-owned legal person	50.83%	584,631,166	0	N/A	0	
Shi Chi	Overseas natural person	3.20%	36,770,524	27,577,893	N/A	0	
Suining Xing Ye Asset Management Co., Ltd.	State-owned legal entity	1.91%	21,916,008	0	N/A	0	
Xie Xiongqing	Domestic natural person	1.86%	21,387,633	0	N/A	0	
Skyworth LCD Technology Limited	Overseas legal person	1.73%	19,864,751	0	N/A	0	
Lin Weijing	Domestic natural person	1.33%	15,260,000	0	N/A	0	
Hong Kong Securities Clearing Company Limited	Overseas legal person	0.73%	8,364,579	0	N/A	0	
Basic Pension Insurance Fund 1202 Portfolio	Other	0.68%	7,823,400	0	N/A	0	
National Social Security Fund 604 Portfolio	Other	0.64%	7,393,993	0	N/A	0	
Bank of China Co., Ltd.-Haifutong Equity Hybrid Securities Investment Fund	Other	0.57%	6,574,400	0	N/A	0	
Description of the connected relationship or acting in concert of the above shareholders:	① Shenzhen Chuangwei-RGB Electronics Co., Ltd. and Skyworth LCD Technology Limited are subsidiaries of Skyworth Digital Holdings Limited, and are persons acting in concert legally. ② Lin Weijian was the supervisor of Yingtan City Pengsheng Investment Co., Ltd.* (鹰潭市鹏盛投资有限公司), Lin Weijing was the executive director and general manager of Yingtan City Pengsheng Investment Co., Ltd.*, Xie Xiongqing was the executive director and general manager of Yingtan City Pengsheng Investment Co., Ltd.*, Lin Weijian, Lin Weijing and Xie Xiongqing are relatives. Yingtan City Pengsheng Investment Co., Ltd.*, Lin Weijian, Xie Xiongqing, Lin Weijing are persons acting in concert legally. ③ Apart from the aforesaid, the Company is not aware of any connected relationship that may exist among the other shareholders, nor does it know whether they are persons acting in concert according to the "Measures for the Administration of the Takeover of Listed Companies".						
Status of engagement in securities financing business by shareholders (if any)	As at 29 December 2023, Suining Xing Ye Asset Management Co., Ltd. held an aggregate of 21,916,008 shares of the Company, of which 19,272,787 shares were held through the "investor credit securities account"; Xie Xiongqing held an aggregate of 21,387,633 shares of the Company, of which 18,515,870 shares were held through the "investor credit securities account".						

The top 10 shareholders participating in the refinancing business and lending shares

 Yes No

Unit: Share(s)

The top 10 shareholders participating in the refinancing business and lending shares								
Name of shareholders (Full name)	General account and credit account holdings at the beginning of the period		Shares lent under refinancing at the beginning of the period that have not yet been returned		General account and credit account holdings at the end of the period		Shares lent under refinancing at the end of the period that have not yet been returned	
	Total amount	Proportion of total share capital	Total amount	Proportion of total share capital	Total amount	Proportion of total share capital	Total amount	Proportion of total share capital

National Social Security Fund 604 Portfolio	5,598,393	0.49%	1,033,200	0.09%	7,393,993	0.64%	0	0.00%
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Changes in the top 10 shareholders compared with the previous period

Yes No

单位：股

Changes in the top 10 shareholders compared with the end of the previous period					
Name of shareholders (Full name)	Add/quit during the reporting period	Shares lent under refinancing at the end of the period that have not yet been returned		Number of shares held by shareholders in general accounts, credit accounts and refinanced shares at the end of the period that have not yet been returned	
		Total amount	Proportion of total share capital	Total amount	Proportion of total share capital
Hong Kong Securities Clearing Company Limited	Add	0	0.00%	0	0.00%
Basic Pension Insurance Fund 1202 Portfolio	Add	0	0.00%	0	0.00%
National Social Security Fund 604 Portfolio	Add	0	0.00%	0	0.00%
Bank of China Co., Ltd.-Haifutong Equity Hybrid Securities Investment Fund	Add	0	0.00%	0	0.00%
Industrial Bank Co., Ltd. - AIFMC New View Flexible Allocation and Regular Open Hybrid Securities Investment Seed Fund	Quit	0	0.00%	0	0.00%
China Merchants Bank Co., Ltd. – AIFMC Herun Hybrid Securities Investment Fund	Quit	0	0.00%	0	0.00%
China Everbright Bank Co., Ltd. - AIFMC Industrial Business Model Select Investment Equity Hybrid Securities Investment Fund (LOF)	Quit	0	0.00%	0	0.00%
Song Yasu	Quit	0	0.00%	0	0.00%

(2) Total number of holders of preference shares of the Company and shareholdings of the top 10 holders of preference shares

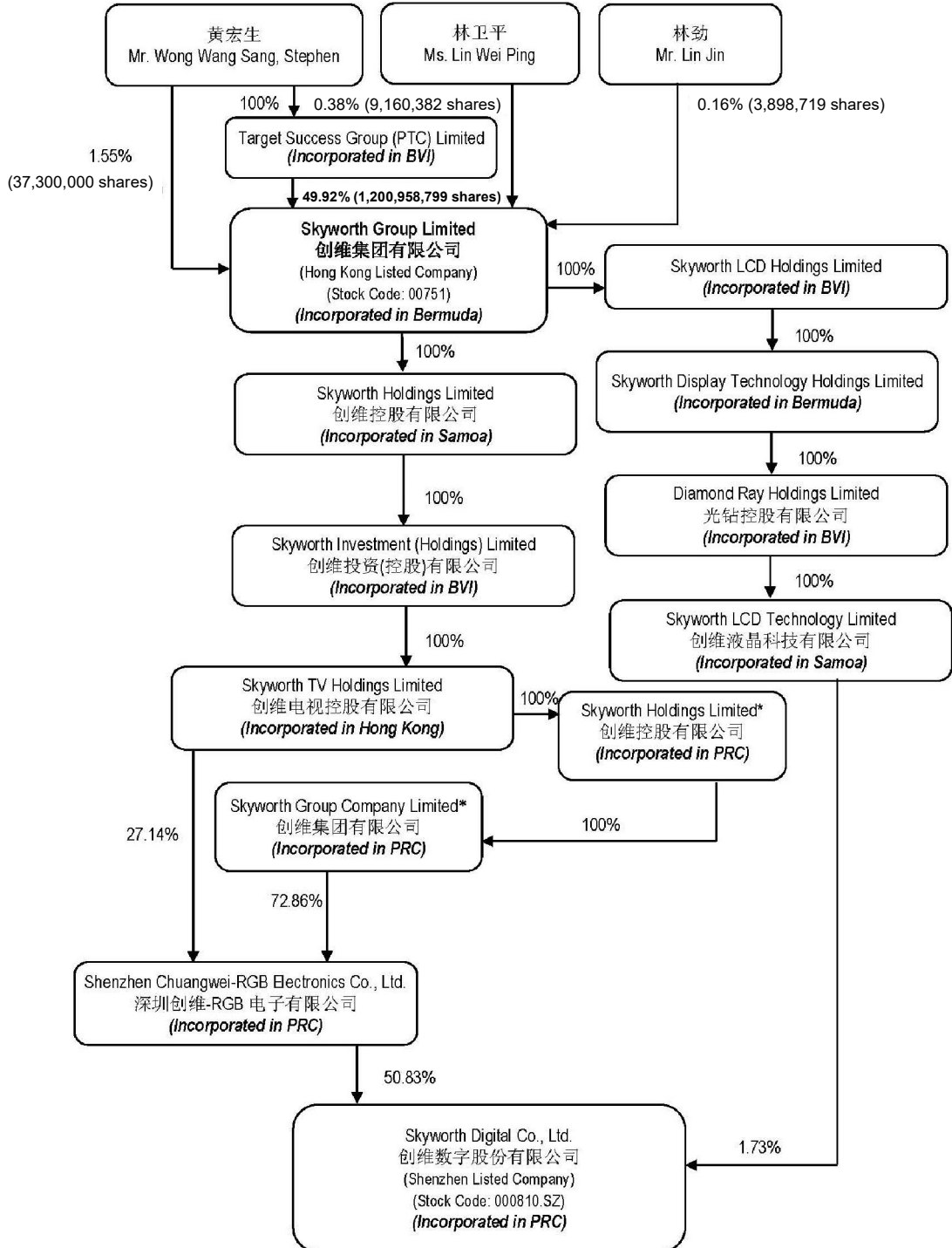
Applicable Not applicable

There was no shareholding by holders of preference shares of the Company during the reporting period.

(3) Block diagram about property rights and control relationship between the Company and actual controller

Simplified Corporate Structure 简明架构图

As at 31 December 2023



* For identification purposes only 仅供识别

5. Bonds that are existed as at the date approving the issue of the annual report

Applicable Not applicable

III. Important Matters

Skyworth Group Limited (hereinafter referred to as “Skyworth Group”, 00751.HK), a company listed on The Hong Kong Stock Exchange, bought-back and cancelled 100,000,000 shares of Skyworth Group at a price of HK\$5 per share by way of offer, representing approximately 3.87% of the issued shares of Skyworth Group (00751.HK). The cancellation of the 100,000,000 bought-back shares of Skyworth Group (00751.HK) took place on 31 May 2023. The shareholding of Mr. Wong Wang Sang, Stephen, Ms. Lin Wei Ping, Mr. Lin Jin (hereinafter referred to as “Mr. Wong’s Family”) and their concert parties in Skyworth Group was passively increased to 50.35% due to the buyback offer made by Skyworth Group (00751.HK), thus they are actually controlling Skyworth Group (00751.HK). Shenzhen Chuangwei-RGB Electronics Co., Ltd. (hereinafter referred to as “Skyworth RGB”) and Skyworth LCD Technology Limited* (創維液晶科技有限公司) (hereinafter referred to as “LCD Technology”) are the entities indirectly controlled by Skyworth Group. Skyworth Group holds 50.82% of the shares of Skyworth Digital through Skyworth RGB; holds 1.73% of the shares of Skyworth Digital through LCD Technology, and indirectly holds in aggregate 52.55% of the shares of Skyworth Digital. Due to the bought-back and cancellation of shares by Skyworth Group, Mr. Wong’s Family and their concert parties can have actual control of Skyworth Group, which in turn makes Mr. Wong Wang Sang, Stephen, Ms. Lin Wei Ping, Mr. Lin Jin to be the actual controllers of Skyworth Digital.

As such, the listed company, Skyworth Digital (000810.SZ), has changed from having no actual controller to having actual controllers. Based on legal requirements, the controlling shareholder Skyworth RGB, as the acquirer, announced the relevant documents of the “Report of the Offer of Skyworth Digital Co., Ltd.”* (《創維數字股份有限公司要約收購報告書》) and launched the mandatory general offer. Such offer refers to Skyworth RGB to acquire all unrestricted circulating A-shares held by all shareholders of Skyworth Digital (000810.SZ) except Skyworth RGB and LCD Technology (except for the treasury shares held by the listed company’s repurchase special securities account). The price for the mandatory general offer was RMB14.82/share. During the offer period (from 2 June 2023 to 3 July 2023), 72 accounts with a total of 82,658 shares accepted the offer made by the acquirer. After all procedures for the offer completed on 8 July 2023, the acquirer, Skyworth RGB, directly holds 584,631,166 shares of the company (accounting for 50.83% of the total share capital of the listed company). Skyworth RGB and its concerted party, LCD Technology, directly hold in aggregate 604,495,917 shares of the company (accounting for 52.55% of the total share capital of the listed company).

* For identification purposes only

Note: If there is any inconsistency between the English and Chinese versions of this Appendix, the Chinese version shall prevail.