

*Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.*

**China Display Optoelectronics Technology Holdings Limited**  
**華顯光電技術控股有限公司**  
*(Incorporated in Bermuda with limited liability)*  
**(Stock Code: 334)**

**RESULTS ANNOUNCEMENT**  
**FOR THE SIX MONTHS ENDED 30 JUNE 2025**

**FINANCIAL HIGHLIGHTS**

*Unaudited results for the six months ended 30 June*

	<b>2025</b>	2024	<b>Change</b>
	<b>(Unaudited)</b>	(Unaudited)	
	<b>RMB'000</b>	<b>RMB'000</b>	
Revenue	<b>3,170,600</b>	1,841,000	+72.2%
Gross profit	<b>118,349</b>	69,605	+70.0%
Profit for the period	<b>51,040</b>	6,974	+631.9%
Profit attributable to owners of the parent	<b>51,040</b>	6,974	+631.9%
Basic earnings per share attributable to owners of the parent			
– For profit for the period	<b>RMB2.43 cents</b>	RMB0.33 cents	+636.4%

The board (the “Board”) of directors (each a “Director”, together the “Directors”) of China Display Optoelectronics Technology Holdings Limited (the “Company”) is pleased to announce the unaudited condensed consolidated results and financial position of the Company and its subsidiaries (collectively, the “Group”) for the six months ended 30 June 2025 (the “Review Period”) with comparative figures for the corresponding period in 2024 as follows:

## CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS

*For the six months ended 30 June 2025*

	<i>Notes</i>	<b>For the six months ended 30 June</b>	
		<b>2025</b>	<b>2024</b>
		<b>(Unaudited) RMB’000</b>	<b>(Unaudited) RMB’000</b>
Revenue	4	<b>3,170,600</b>	1,841,000
Cost of sales		<u><b>(3,052,251)</b></u>	<u>(1,771,395)</u>
Gross profit		<u><b>118,349</b></u>	<u>69,605</u>
Other income and gains	4	<b>42,609</b>	32,035
Selling and distribution expenses		<b>(7,020)</b>	(5,813)
Administrative expenses		<b>(91,829)</b>	(96,231)
Reversal/(impairment) of impairment loss on financial assets		<b>707</b>	(67)
Other expenses		<b>(973)</b>	(1,135)
Finance costs	6	<u><b>(8,199)</b></u>	<u>(51)</u>
PROFIT/(LOSS) BEFORE TAX	5	<u><b>53,644</b></u>	<u>(1,657)</u>
Income tax (expense)/credit	7	<u><b>(2,604)</b></u>	<u>8,631</u>
PROFIT FOR THE PERIOD		<u><u><b>51,040</b></u></u>	<u><u>6,974</u></u>

		For the six months ended 30 June	
		2025	2024
		(Unaudited)	(Unaudited)
Notes		RMB'000	RMB'000
Attributable to:			
	Owners of the parent	<u>51,040</u>	<u>6,974</u>
EARNINGS PER SHARE ATTRIBUTABLE TO OWNERS OF THE PARENT			
	9		
Basic			
	– For profit for the period	<u>RMB2.43 cent</u>	<u>RMB0.33 cent</u>
Diluted			
	– For profit for the period	<u>RMB2.43 cent</u>	<u>RMB0.33 cent</u>

# CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the six months ended 30 June 2025

	For the six months ended 30 June	
	2025	2024
	(Unaudited)	(Unaudited)
	RMB'000	RMB'000
PROFIT FOR THE PERIOD	<u>51,040</u>	<u>6,974</u>
OTHER COMPREHENSIVE INCOME/(LOSS)		
Other comprehensive income/(loss) that may be reclassified to profit or loss in subsequent periods:		
Exchange differences on translation of financial statements	<u>7,201</u>	<u>(1,226)</u>
Net other comprehensive income/(loss) that may be reclassified to profit or loss in subsequent periods	<u>7,201</u>	<u>(1,226)</u>
OTHER COMPREHENSIVE INCOME/(LOSS), NET OF TAX	<u>7,201</u>	<u>(1,226)</u>
TOTAL COMPREHENSIVE INCOME, NET OF TAX	<u>58,241</u>	<u>5,748</u>
Attributable to:		
Owners of the parent	<u>58,241</u>	<u>5,748</u>
	<u>58,241</u>	<u>5,748</u>

# CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

30 June 2025

		30 June 2025 (Unaudited) <b>RMB'000</b>	31 December 2024 (Audited) <b>RMB'000</b>
	<i>Notes</i>		
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment		<b>739,011</b>	747,470
Intangible assets		<b>14,340</b>	10,039
Deposits paid for purchase of items of property, plant and equipment		<b>2,957</b>	704
Deferred tax assets		<b>16,526</b>	627
Right-of-use assets		<b>27,532</b>	28,009
Treasury deposits at related party		<b>235,000</b>	235,000
		<hr/>	<hr/>
Total non-current assets		<b>1,035,366</b>	1,021,849
<b>CURRENT ASSETS</b>			
Inventories		<b>468,619</b>	325,988
Trade and bills receivables	10	<b>1,537,199</b>	1,059,564
Prepayments and other receivables		<b>107,864</b>	75,793
Treasury deposits at related party		<b>674,269</b>	965,485
Time deposits		<b>19,000</b>	19,000
Cash and cash equivalents		<b>103,868</b>	62,149
		<hr/>	<hr/>
Total current assets		<b>2,910,819</b>	2,507,979

		<b>30 June 2025 (Unaudited) <i>RMB'000</i></b>	<b>31 December 2024 (Audited) <i>RMB'000</i></b>
	<i>Notes</i>		
<b>CURRENT LIABILITIES</b>			
Trade payables	<i>11</i>	<b>2,288,303</b>	1,836,106
Other payables and accruals		<b>483,360</b>	584,467
Lease liabilities		–	239
Tax payable		<b>38,877</b>	24,950
		<hr/>	<hr/>
Total current liabilities		<b>2,810,540</b>	2,445,762
		<hr/>	<hr/>
<b>NET CURRENT ASSETS</b>		<b>100,279</b>	62,217
		<hr/>	<hr/>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<b>1,135,645</b>	1,084,066
		<hr/>	<hr/>
<b>NON-CURRENT LIABILITIES</b>			
Deferred income		<b>5,707</b>	7,516
Deferred tax liabilities		<b>1,068</b>	5,921
		<hr/>	<hr/>
Total non-current liabilities		<b>6,775</b>	13,437
		<hr/>	<hr/>
Net assets		<b>1,128,870</b>	1,070,629
		<hr/> <hr/>	<hr/> <hr/>
<b>EQUITY</b>			
<b>Equity attributable to owners of the parent</b>			
Share capital	<i>12</i>	<b>172,134</b>	172,134
Shares held for the Share Award Scheme		<b>(13,080)</b>	(13,080)
Reserves		<b>969,816</b>	911,575
		<hr/>	<hr/>
Total equity		<b>1,128,870</b>	1,070,629
		<hr/> <hr/>	<hr/> <hr/>

# NOTES TO CONDENSED CONSOLIDATED FINANCIAL INFORMATION

30 June 2025

## 1. BASIS OF PREPARATION

The interim condensed consolidated financial information for the six months ended 30 June 2025 has been prepared in accordance with Hong Kong Accounting Standard (“HKAS”) 34 Interim Financial Reporting. The interim condensed consolidated financial information does not include all the information and disclosures required in the annual financial statements and should be read in conjunction with the Group’s annual consolidated financial statements for the year ended 31 December 2024.

## 2. CHANGES TO THE GROUP’S ACCOUNTING POLICIES

The accounting policies adopted in the preparation of the interim condensed consolidated financial information are consistent with those applied in the preparation of the Group’s annual consolidated financial statements for the year ended 31 December 2024, the adoption of the following revised Hong Kong Financial Reporting Standards (“HKFRSs”) for the current period’s financial information.

Amendments to HKFRS 16	<i>Lease Liability in a Sale and Leaseback</i>
Amendments to HKAS 1	<i>Classification of Liabilities as Current or Non-current</i> <i>(the “2020 Amendments”)</i>
Amendments to HKAS 1	<i>Non-current Liabilities with Covenants</i> <i>(the “2022 Amendments”)</i>
Amendments to HKAS 7 and HKFRS 7	<i>Supplier Finance Arrangements</i>

The nature and the impact of the revised HKFRSs are described below:

- (a) Amendments to HKFRS 16 specify the requirements that a seller-lessee uses in measuring the lease liability arising in a sale and leaseback transaction to ensure the seller-lessee does not recognise any amount of the gain or loss that relates to the right of use it retains. Since the Group has no sale and leaseback transactions with variable lease payments that do not depend on an index or a rate occurring from the date of initial application of HKFRS 16, the amendments did not have any impact on the financial position or performance of the Group.

- (b) The 2020 Amendments clarify the requirements for classifying liabilities as current or non-current, including what is meant by a right to defer settlement and that a right to defer must exist at the end of the reporting period. Classification of a liability is unaffected by the likelihood that the entity will exercise its right to defer settlement. The amendments also clarify that a liability can be settled in its own equity instruments, and that only if a conversion option in a convertible liability is itself accounted for as an equity instrument would the terms of a liability not impact its classification. The 2022 Amendments further clarify that, among covenants of a liability arising from a loan arrangement, only those with which an entity must comply on or before the reporting date affect the classification of that liability as current or non-current. Additional disclosures are required for non-current liabilities that are subject to the entity complying with future covenants within 12 months after the reporting period.

The Group has reassessed the terms and conditions of its liabilities as at 31 December 2024 and concluded that the classification of its liabilities as current or non-current remained unchanged upon initial application of the amendments. Accordingly, the amendments did not have any impact on the financial position or performance of the Group.

- (c) Amendments to HKAS 7 and HKFRS 7 clarify the characteristics of supplier finance arrangements and require additional disclosure of such arrangements. The disclosure requirements in the amendments are intended to assist users of financial statements in understanding the effects of supplier finance arrangements on an entity's liabilities, cash flows and exposure to liquidity risk. As the Group does not have supplier finance arrangements, the amendments did not have any impact on the Group's financial statements.

### **3. OPERATING SEGMENT INFORMATION**

For management purposes, the Group operates in one business unit based on its products, and has one reportable operating segment being the display products segment which principally engages in the processing, manufacture and sale of LCD module products.

No operating segments have been aggregated to form the above reportable operating segment.



## Geographical information

### (a) *Revenue from external customers*

	For the six months ended 30 June	
	2025	2024
	(Unaudited)	(Unaudited)
	<i>RMB'000</i>	<i>RMB'000</i>
Chinese Mainland*	2,911,394	1,628,833
Hong Kong	259,206	212,167
	<u>3,170,600</u>	<u>1,841,000</u>

The revenue information above is based on the locations of the customers.

\* Chinese Mainland means the People's Republic of China excluding Hong Kong, Macau and Taiwan.

### (b) *Non-current assets*

All significant operating assets of the Group are located in Chinese Mainland. Accordingly, no geographical information of segment assets is presented.

## Information about major customers

Revenue of approximately RMB1,579,049,000 for the six months ended 30 June 2025 (six months ended 30 June 2024: RMB888,916,000) was derived from sales to related companies.

#### 4. REVENUE, OTHER INCOME AND GAINS

An analysis of revenue is as follows:

##### Disaggregated revenue information for revenue from contracts with customers

	For the six months ended 30 June	
	2025	2024
	(Unaudited)	(Unaudited)
	<i>RMB'000</i>	<i>RMB'000</i>
Segments	LCD modules	LCD modules
<b>Types of goods and services</b>		
Sale of industrial products	3,147,354	1,818,142
Processing and manufacturing services	23,246	22,858
	<u>3,170,600</u>	<u>1,841,000</u>
Total revenue from contracts with customers	<u>3,170,600</u>	<u>1,841,000</u>
<b>Geographical markets</b>		
Chinese Mainland	2,911,394	1,628,833
Hong Kong	259,206	212,167
	<u>3,170,600</u>	<u>1,841,000</u>
Total revenue from contracts with customers	<u>3,170,600</u>	<u>1,841,000</u>
<b>Timing of revenue recognition</b>		
Goods and services transferred at a point in time	<u>3,170,600</u>	<u>1,841,000</u>

An analysis of other income and gains is as follows:

	<b>For the six months ended 30 June</b>	
	<b>2025</b>	<b>2024</b>
	<b>(Unaudited)</b>	<b>(Unaudited)</b>
	<b>RMB'000</b>	<b>RMB'000</b>
<b>Other income, net</b>		
Bank interest income	<b>21,462</b>	17,785
Subsidy income*	<b>13,218</b>	12,391
Gain on disposal of raw materials, samples and scraps	<b>4,046</b>	1,042
Others	<b>5,151</b>	1,418
	<b>43,877</b>	32,636
<b>Gains, net</b>		
Exchange (losses)/gains	<b>(1,268)</b>	833
Fair value gains, net:		
Derivative financial instruments –		
transactions not qualifying as hedges	–	(230)
Realised gain on derivative financial instruments	–	(1,204)
	<b>42,609</b>	32,035

- \* Subsidy income represented various government grants received by the Group in Chinese Mainland. In the opinion of the management, there are no unfulfilled conditions or contingencies relating to these grants.

## 5. PROFIT/(LOSS) BEFORE TAX

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

	For the six months ended 30 June	
	2025	2024
	(Unaudited)	(Unaudited)
	RMB'000	RMB'000
Cost of inventories sold	3,052,251	1,771,395
Depreciation of property, plant and equipment	55,200	44,543
Amortisation of intangible assets*	1,388	1,320
Depreciation of right-of-use assets	217	217
Research and development costs^:		
Current period expenditures	72,535	64,236
Employee benefit expense (including directors' remuneration):		
Wages and salaries	229,614	176,128
Pension scheme contributions	9,941	7,884
	<u>239,555</u>	<u>184,012</u>
Exchange losses/(gains), net	1,268	(833)
Realised loss on derivative financial instruments***	–	1,204
Fair value loss on derivative financial instruments***	–	230
(Reversal of impairment)/Impairment of trade receivables	(718)	78
Impairment/(reversal of impairment)of financial assets included in prepayments and other receivables	12	(12)
Write-down of inventories to net realisable value**	<u>3,847</u>	<u>1,863</u>

\* The amortisation of intangible assets is included in “Cost of sales” and “Administrative expenses” in the consolidated statement of profit or loss.

^ Research and development costs are included in “Administrative expenses” in the interim condensed consolidated statement of profit or loss.

\*\* The write-down of inventories to net realisable value is included in “Cost of sales” in the interim condensed consolidated statement of profit or loss.

\*\*\* Realised loss on derivative financial instruments and fair value loss on derivative financial instruments are included in “Other expenses” in the interim condensed consolidated statement of profit or loss.

## 6. FINANCE COSTS

An analysis of finance costs is as follows:

	For the six months ended 30 June	
	2025	2024
	(Unaudited)	(Unaudited)
	RMB'000	RMB'000
Interest on discounted notes without recourse and factored trade receivables	8,199	51
	<u>8,199</u>	<u>51</u>

## 7. INCOME TAX CHARGE/(CREDIT)

Hong Kong profits tax has been provided at the rate of 16.5% (2024: 16.5%) on the estimated assessable profits arising in Hong Kong during the period. Taxes on profits assessable elsewhere have been calculated at the rates of tax prevailing in the jurisdictions in which the Group operates.

	For the six months ended 30 June	
	2025	2024
	(Unaudited)	(Unaudited)
	RMB'000	RMB'000
Current – Chinese Mainland		
Charge/(Credit) for the period	10,423	(997)
Adjustment in respect of current tax of previous periods	9,342	(7,890)
Deferred	<u>(17,161)</u>	<u>256</u>
Total tax charge/(credit) for the period	<u>2,604</u>	<u>(8,631)</u>

## 8. DIVIDENDS

The Directors do not recommend the payment of any dividend by the Company for the six months ended 30 June 2025 (six months ended 30 June 2024: Nil).

## 9. EARNINGS PER SHARE ATTRIBUTABLE TO OWNERS OF THE PARENT

The calculation of the basic earnings per share amount for the six months ended 30 June 2025 is based on the profit for the period attributable to owners of the parent of RMB51,040,000 (six months ended 30 June 2024: RMB6,974,000), and the weighted average number of ordinary shares of the Company in issue less shares held for the share award scheme of the Company (“Share Award Scheme”) during the period of 2,096,908,406 (six months ended 30 June 2024: 2,096,908,406).

The Company had no potentially dilutive ordinary shares in issue during the six months ended 30 June 2025.

## 10. TRADE AND BILLS RECEIVABLES

	<b>30 June 2025 (Unaudited) RMB’000</b>	31 December 2024 (Audited) RMB’000
Trade receivables	1,532,117	1,051,329
Bills receivable	5,276	9,076
Impairment	(194)	(841)
	<u><b>1,537,199</b></u>	<u><b>1,059,564</b></u>

An ageing analysis of the trade and bills receivables as at the end of the six months ended 30 June 2025 (the “Interim Period”), based on the invoice date and net of loss allowance, is as follows:

	<b>30 June 2025 (Unaudited) RMB’000</b>	31 December 2024 (Audited) RMB’000
Within 1 month	1,167,366	1,007,649
1 to 2 months	363,111	50,544
2 to 3 months	6,722	1,371
	<u><b>1,537,199</b></u>	<u><b>1,059,564</b></u>

The Group’s trading terms with its customers are mainly on credit, except for certain customers, where payment in advance is normally required. The credit period is generally 30 to 90 days, depending on the size and credibility of the customers. Each customer has a maximum credit limit. The Group seeks to maintain strict control over its outstanding receivables. Overdue balances are reviewed regularly by senior management. The Group does not hold any collateral or other credit enhancements over its trade receivable balances. Trade receivables are non-interest-bearing.

## 11. TRADE PAYABLES

	<b>30 June</b>	31 December
	<b>2025</b>	2024
	<b>(Unaudited)</b>	(Audited)
	<b><i>RMB'000</i></b>	<i>RMB'000</i>
Trade payables	<b><u>2,288,303</u></b>	<u>1,836,106</u>

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

	<b>30 June</b>	31 December
	<b>2025</b>	2024
	<b>(Unaudited)</b>	(Audited)
	<b><i>RMB'000</i></b>	<i>RMB'000</i>
Within 30 days	<b>1,412,961</b>	1,042,748
31 to 60 days	<b>388,473</b>	317,271
61 to 90 days	<b>299,543</b>	345,728
Over 90 days	<b><u>187,326</u></b>	<u>130,359</u>
	<b><u>2,288,303</u></b>	<u>1,836,106</u>

The trade payables are non-interest-bearing and are normally settled on terms of 30 to 150 days.

## 12. SHARE CAPITAL

	30 June 2025	31 December 2024
Authorised:		
4,000,000,000 (31 December 2024: 4,000,000,000) ordinary shares of HK\$0.10 each (HK\$'000)	<u><u>400,000</u></u>	<u><u>400,000</u></u>
Issued and fully paid:		
2,114,307,929 (31 December 2024: 2,114,307,929) ordinary shares (HK\$'000)	<u><u>211,431</u></u>	<u><u>211,431</u></u>
Equivalent to RMB'000	<u><u>172,134</u></u>	<u><u>172,134</u></u>

As at 30 June 2025, the total number of issued ordinary shares of the Company was 2,114,307,929 (2024: 2,114,307,929) shares which included 17,399,523 (2024: 17,399,523) shares held for the Share Award Scheme adopted by the Company.

There's no movement in the Company's share capital during the current period.



## INDUSTRY REVIEW

In the first half of 2025, the global consumer electronics industry showed signs of structural recovery amid a complex economic environment. According to data from International Data Corporation (“IDC”), global smartphone shipments in the second quarter of 2025 increased by 1% year-on-year, reaching 295.2 million units. Smartphone brands launched new models in quick succession, with deeply integrated artificial intelligence (“AI”) features to meet consumers’ pragmatic needs. However, economic uncertainties led to significant divergence across the industry as a whole, with sustained pressure on low-end market demand as consumers were inclined to curb spending in response to economic fluctuations. The Chinese market performance was also below expectations. Although the “national subsidy policies” have boosted smartphone shipments in the short-term, technological innovation faced bottlenecks and consumer purchasing power has declined, leading to a year-on-year decrease of 1% in shipments in the second quarter of 2025. Global tablet shipments in the first quarter of 2025 grew by 8.5% year-on-year to 36.8 million units, driven by replacement cycles in consumer and educational sectors across regions. Overall, while the consumer electronics industry demonstrated growth potential in specific segments, the broader market continued to face challenges arising from economic volatility, particularly in the low-end and Chinese markets.

Meanwhile, the panel industry underwent phased adjustments. According to reports from the research institution Omdia, notwithstanding concerns over the tariff war eased in the second quarter of 2025, the brand manufacturers implemented more conservative procurement strategies, resulting in a decline in panel shipments. Device manufacturers of small and medium-sized display appliances, such as smart watches and smartphones, have adapted their operations and inventory management accordingly. In the second quarter of 2025, shipments of small and medium-sized display panels were expected to decrease by 10.0% quarter-on-quarter and 6.0% year-on-year respectively. Amorphous silicon liquid crystal display (“A-Si LCD”) panels have demonstrated resilience relying on their significant cost advantages, maintaining stable demand in the entry-level market and contributing to the stability of the industry.

## BUSINESS REVIEW

During the Review Period, the Group fully leveraged its scaled production capacity and optimized production line layout to continuously refine its business and product structure, driving sustained growth in sales across all product categories and achieving significant improvements in operational performance. In the second quarter of 2025, the Group's sales volume reached 20.4 million units, representing a quarter-on-quarter increase of 54.4%. During the Review Period, the Group's total sales volume reached 33.7 million units, representing a year-on-year increase of 70.0%, which drove total revenue up to RMB3,170.6 million, representing a year-on-year increase of 72.2%.

Since the Group's establishment of an integrated panel and module business model in conjunction with "t9" display panel production line of TCL China Star Optoelectronics Technology Company Limited ("TCL CSOT"), the Group has secured a reliable supply of high-quality display panel and gained strong recognition from multiple first-tier brand customers. During the Review Period, the Group commenced mass production of customized mobile phone module products for brand customers, resulting in an 82.3% year-on-year increase in the Group's mobile phone module sales to 24.9 million units. Correspondingly, related revenue grew by 71.2% year-on-year to RMB1,208.3 million.

Driven by diversification in product development, the Group focused on expanding its medium-sized display module business horizontally. Benefiting from "national subsidy policies" and promotion initiatives by leading brands, the learning tablet market experienced steady progress. According to the latest data from research firm RUNTO, China's learning tablet sales in the first quarter of 2025 reached 1.27 million units, representing a year-on-year increase of 29.4%. During the Review Period, the Group experienced continued growth in its medium-sized product sales, with tablet module sales rising by 91.1% year-on-year to 4.3 million units, and related revenue increasing by 71.3% year-on-year to RMB742.7 million. Additionally, sales of commercial display products grew more than 2.7 times year-on-year, reaching 1.7 million units, with related revenue amounting to RMB747.0 million. Due to the fluctuations in the unit price of commercial display products, the Group's average selling price decreased by 3.9% year-on-year to RMB96.9.

During the Review Period, the Group further enhanced its profitability by ongoing adjustment of its product mix and optimization of its customer structure. Supported by significant overall business growth, the Group achieved a gross profit of RMB118.3 million, representing a year-on-year increase of 70.0%. The gross profit margin remained at 3.7%, which was generally flat with the corresponding period last year. The Group's profit attributable to owners of the parent company amounted to RMB51.0 million, representing a year-on-year increase of 631.9%.

- **Sales volume by product segment and their respective year-on-year comparisons**

(Unaudited)	For the six months ended 30 June				Change
	2025		2024		
	'000 units	%	'000 units	%	
<b>Sale of Products</b>					
Mobile Phone Modules	24,853.6	73.8%	13,631.5	68.9%	+82.3%
Tablet Modules	4,327.4	12.9%	2,264.2	11.4%	+91.1%
Commercial Display Products	1,688.4	5.0%	457.7	2.3%	+268.9%
Parts and Others	1,600.0	4.8%	1,668.6	8.4%	(4.1%)
<b>Processing and Manufacturing Services</b>	1,187.5	3.5%	1,780.4	9.0%	(33.3%)
<b>Total</b>	<b>33,656.9</b>	<b>100.0%</b>	<b>19,802.4</b>	<b>100.0%</b>	<b>+70.0%</b>

- **Revenue by product segment and their respective year-on-year comparisons**

(Unaudited)	For the six months ended 30 June				Change
	2025		2024		
	RMB million	%	RMB million	%	
<b>Sale of Products</b>					
Mobile Phone Modules	1,208.3	38.1%	705.8	38.3%	+71.2%
Tablet Modules	742.7	23.4%	433.5	23.6%	+71.3%
Commercial Display Products	747.0	23.6%	431.6	23.5%	+73.1%
Parts and Others	449.4	14.2%	247.3	13.4%	+81.7%
<b>Processing and Manufacturing Services</b>	23.2	0.7%	22.8	1.2%	+1.8%
<b>Total</b>	<b>3,170.6</b>	<b>100.0%</b>	<b>1,841.0</b>	<b>100.0%</b>	<b>+72.2%</b>

During the Review Period, China remained the Group's principal market. The revenue from Chinese Mainland and Hong Kong were RMB2,911.4 million and RMB259.2 million respectively, which accounted for 91.8% and 8.2% of the Group's total revenue respectively.

- **Revenue by geographical segment and their respective year-on-year comparisons**

(Unaudited)	For the six months ended 30 June				Change
	2025		2024		
	<i>RMB million</i>	<i>%</i>	<i>RMB million</i>	<i>%</i>	
Chinese Mainland	2,911.4	91.8%	1,628.8	88.5%	+78.7%
Hong Kong	259.2	8.2%	212.2	11.5%	+22.2%
<b>Total</b>	<b>3,170.6</b>	<b>100.0%</b>	<b>1,841.0</b>	<b>100.0%</b>	<b>+72.2%</b>

## OUTLOOK

Looking ahead, tensions in international trade remain unresolved with increasing global uncertainties. According to the International Monetary Fund (IMF), global economic growth is projected to decelerate to 2.8% in 2025, which continues to impact the consumer electronics industry, particularly in key component sectors such as display panels, where supply chain risks have increased.

After eight consecutive quarters of growth, the global smartphone market has begun to slow down. IDC reports that with rising global smartphone penetration rates, extended consumer replacement cycles, and the growth of the second-hand market, the smartphone market is expected to maintain single-digit growth in the future. In the display panel sector, A-Si LCD panel demand remains stable, driven by steady demand for mid-to-low-end products and promotional stockpiling by brand owners.

Faced with a complex and volatile market environment, the Group will continue to leverage its advantage in the integrated panel-module business model with TCL CSOT's t9 production line to develop more competitive customized products and solutions and to maintain in-depth collaborations with first-tier brand customers. Looking forward to the second half of 2025, as the Group's product portfolio continues to expand and its market share continues to increase, we anticipate that order intake will remain stable with a positive outlook. We remain confident in achieving consistent growth despite a volatile market, while further enhancing profitability and creating long-term sustainable value for the Group and its shareholders.

## **FINANCIAL REVIEW**

### **Liquidity and Financial Resources**

During the Review Period, the Group's principal financial instruments comprised cash and cash equivalents, short-term deposits and time deposits. The main objective for the use of these financial instruments is to maintain a continuity of funding and flexibility at the lowest cost possible.

The Group's cash and cash equivalents and time deposits balance as at 30 June 2025 amounted to RMB122.9 million, of which 0.8% was in US dollar, 99.2% was in RMB. The Group's treasury deposits balance as at 30 June 2025 amounted to RMB909.3 million, such deposits were placed with TCL Technology Group Corporation ("TCL Technology") pursuant to the Master Financial Services (2023-2025) Agreement dated 31 October 2022 entered into among the Company, TCL Technology and TCL Technology Finance Co., Ltd.\* (TCL 科技集團財務有限公司, "Finance Company") (as amended and supplemented by the supplemental agreement ("Supplemental Agreement") to the Master Financial Services (2023-2025) Agreement dated 27 October 2024 entered into among the Company, TCL Technology and the Finance Company).

As at 30 June 2025, the Group had no interest-bearing bank loans and other borrowings.

As at 30 June 2025, total equity attributable to owners of the parent was RMB1,128.9 million (31 December 2024: RMB1,070.6 million), and the gearing ratio was nil (31 December 2024: nil). The gearing ratio was calculated based on the Group's total interest-bearing loans (including bank borrowings and other borrowings) divided by total assets.

### **Pledge of Assets**

As at 30 June 2025, no asset of the Group was pledged (31 December 2024: nil).

## Capital Commitments and Contingent Liabilities

	<b>30 June 2025 (Unaudited) RMB'000</b>	<b>31 December 2024 (Audited) RMB'000</b>
Contracted, but not provided for:		
Plant and equipment	<b><u>169,010</u></b>	<b><u>53,318</u></b>

As at 30 June 2025, the Group had no significant contingent liabilities (31 December 2024: nil).

## Foreign Exchange Risk

The Group's business and operations is facing the international market, thus it is inevitable for the Group to be exposed to the risk arising from foreign exchange transactions and conversion.

The Group is committed to striking a balance among trades, assets and liabilities that are denominated in foreign currencies to achieve a natural hedging effect. The Group also used forward currency contracts to reduce the foreign currency exposures. In addition, pursuant to the principle of prudent financial management, the Group has not conducted or engaged in any high-risk derivative transactions during the Review Period.

## Pending Litigation

The Group had not been involved in any material litigation during the Review Period.

## Significant Investments Held

There was no significant investment held by the Group as at 30 June 2025.

## **Material Acquisitions and Disposals**

The Group did not undertake any material acquisition or disposal of subsidiaries, associates or joint ventures during the Review Period.

## **Future plans for material investments or capital assets**

As at 30 June 2025, the Group did not have any concrete plans for material investments or capital assets for the second half of the year 2025.

## **Employees and Remuneration Policies**

As at 30 June 2025, the Group had a total of 3,731 employees. During the Review Period, the total staff costs amounted to approximately RMB239.6 million. The Group aims to provide employees with reasonable, legal and competitive compensation, bonus and welfare by offering remuneration packages which are regularly updated based on local gross domestic product (GDP) growth and the latest laws and regulations. Training and development programmes are also provided on an on-going basis to employees of the Group. During the Review Period, the Company has also reviewed the remuneration policy with reference to the existing legislations, market conditions, as well as the performances of employees and the Company. In order to align the interests of staff with those of shareholders, the Company may grant share options and share awards to relevant grantees, including employees of the Group, under the Company's share option and share award scheme respectively.

## **INTERIM DIVIDEND**

The Board has resolved not to declare any interim dividend for the six months ended 30 June 2025 (for the six months ended 30 June 2024: Nil).

## **PURCHASE, REDEMPTION OR SALE OF LISTED SECURITIES OF THE COMPANY**

Neither the Company nor any of its subsidiaries purchased, redeemed or sold any of the Company's listed securities during the Review Period.

## **COMPLIANCE WITH THE CORPORATE GOVERNANCE CODE**

During the Review Period, the Company has complied with the code provisions (the “Code Provisions”) as set out in Part 2 of the Corporate Governance Code under Appendix C1 to the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (“Listing Rules”), except for the following deviation:

Under Code Provision C.6.1, the company secretary should be an employee of the issuer and have day-to-day knowledge of the issuer’s affairs.

The company secretary of the Company, Ms. CHEUNG Bo Man (“Ms. CHEUNG”), being a practising solicitor in Hong Kong and a partner of the Company’s legal advisor, is not an employee of the Company.

During the Review Period, the Company has assigned Ms. Clara SIU, the Vice Director of Finance and Investor Relations Department of the Company as the contact person with Ms. CHEUNG to ensure that information in relation to the performance, financial position and other major developments of the Group are speedily delivered to Ms. CHEUNG through the contact person assigned, to enable the company secretary to get hold of the Group’s development promptly without material delay. With her expertise and experience, the Company is confident that having Ms. CHEUNG as its company secretary is beneficial to the Group’s compliance with the relevant board procedures, applicable laws, rules and regulations.

Save as disclosed above, none of the Directors is aware of any information which would reasonably indicate that the Company has not, throughout the Review Period, fully complied with the Code Provisions.

## **MODEL CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS**

The Board has adopted a code of conduct regarding Directors’ securities transactions on terms no less exacting than the required standard as set out in the Model Code for Securities Transactions by Directors of Listed Issuers (the “Model Code”) as set out in Appendix C3 to the Listing Rules. Specific enquiries have been made with all Directors and all of them have confirmed that they have complied with the standard set out in the Model Code and the Company’s code of conduct regarding Directors’ securities transactions during the Review Period.



## AUDIT COMMITTEE

The Company has established an audit committee for the purposes of reviewing and providing supervision over the Group's financial reporting process and internal control procedures. The audit committee currently comprises four members, namely Ms. HSU Wai Man, Helen (as the chairperson), Mr. LI Yang, Mr. XU Yan and Ms. YANG Qiulin, all of whom are independent non-executive Directors. The Group's unaudited interim condensed consolidated financial statements for the six months ended 30 June 2025 have been reviewed by the audit committee, which is of the opinion that the preparation of such financial information complies with the applicable accounting standards, the requirements under the Listing Rules and any other applicable legal requirements, and that adequate disclosures have been made.

On behalf of the Board

**LIAO Qian**

*Chairman*

Hong Kong, 26 August 2025

*The English translation of Chinese names or words in this announcement, where indicated by “\*”, are included for information purpose only, and should not be regarded as the official English translation of such Chinese names or words.*

*As at the date of this announcement, the Board comprises Mr. LIAO Qian as Chairman and non-executive Director, Mr. ZHANG Feng, Mr. XI Wenbo, Mr. WANG Xinfu and Mr. ZHANG Caili as executive Directors; and Ms. HSU Wai Man Helen, Mr. LI Yang, Mr. XU Yan and Ms. YANG Qiulin as independent non-executive Directors.*