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如祺出行
O N T I M E

Chenqi Technology Limited

如祺出行科技有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock code: 9680)

INTERIM RESULTS ANNOUNCEMENT FOR THE SIX MONTHS ENDED JUNE 30, 2025

The Board is pleased to announce the unaudited consolidated interim results of the Group for the six months ended June 30, 2025, together with the comparative figures for the corresponding period in 2024.

FINANCIAL HIGHLIGHTS

	For the six months ended June 30,		Period-to- period change
	2025	2024	
	RMB'000	RMB'000	%
	(Unaudited)	(Unaudited)	
Revenue	1,676,467	1,037,053	61.7
Gross profit/(loss)	37,438	(32,445)	215.4
Loss from operations	(124,405)	(255,887)	(51.4)
Loss before taxation	(124,917)	(331,634)	(62.3)
Loss for the period	(124,917)	(331,634)	(62.3)
Loss attributable to equity shareholders of the Company	(124,917)	(331,634)	(62.3)
Loss per Share — Basic and diluted (RMB)	(0.64)	(3.67)	(82.6)

KEY OPERATIONAL HIGHLIGHTS

The following table sets forth the key operating data of our mobility services (including ride-hailing, Robotaxi and hitch services) for the periods indicated:

	For the six months ended June 30,	
	2025	2024
GTV (<i>RMB in millions</i>)	2,032.4	1,295.9
Order volume (<i>millions</i>)	73.3	48.5
Daily order volume (<i>thousands</i>)	404.9	266.7
Average GTV per order (<i>RMB</i>)	27.7	26.7

CONSOLIDATED STATEMENT OF PROFIT OR LOSS
for the six months ended June 30, 2025 — unaudited
(Expressed in Renminbi)

		Six months ended June 30,	
		2025	2024
	<i>Note</i>	<i>RMB'000</i>	<i>RMB'000</i>
Revenue	3	1,676,467	1,037,053
Cost of revenue		<u>(1,639,029)</u>	<u>(1,069,498)</u>
Gross profit/(loss)		37,438	(32,445)
Other income		16,236	5,304
Selling and marketing expenses		(64,969)	(85,877)
General and administrative expenses		(48,870)	(63,395)
Research and development expenses		(64,186)	(73,524)
Credit loss on trade and other receivables		(122)	(3,890)
Other net income/(loss)		<u>68</u>	<u>(2,060)</u>
Loss from operations		(124,405)	(255,887)
Finance costs	4(a)	(512)	(905)
Changes in the carrying amount of convertible redeemable preferred shares		—	(66,290)
Changes in the carrying amount of other financial liabilities issued to investors		<u>—</u>	<u>(8,552)</u>
Loss before taxation		(124,917)	(331,634)
Income tax	5	<u>—</u>	<u>—</u>
Loss for the period attributable to equity shareholders of the Company		<u>(124,917)</u>	<u>(331,634)</u>
Loss per share	6		
Basic and diluted (<i>RMB</i>)		<u>(0.64)</u>	<u>(3.67)</u>

Details of dividends payable to equity shareholders of the Company are set out in note 11(a).

**CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER
COMPREHENSIVE INCOME**

*for the six months ended June 30, 2025 — unaudited
(Expressed in Renminbi)*

	Six months ended June 30,	
	2025	2024
	<i>RMB'000</i>	<i>RMB'000</i>
Loss for the period	<u>(124,917)</u>	<u>(331,634)</u>
Items that may be reclassified subsequently to profit or loss:		
Exchange differences on translation of financial statements of foreign operations	<u>(12,823)</u>	<u>(3,356)</u>
Other comprehensive income for the period	<u>(12,823)</u>	<u>(3,356)</u>
Total comprehensive income for the period attributable to equity shareholders of the Company	<u>(137,740)</u>	<u>(334,990)</u>

CONSOLIDATED STATEMENT OF FINANCIAL POSITION*at June 30, 2025 — unaudited**(Expressed in Renminbi)*

		At June 30, 2025 <i>RMB'000</i>	At December 31, 2024 <i>RMB'000</i>
	<i>Note</i>		
Non-current assets			
Property, plant and equipment		46,295	54,358
Right-of-use assets		30,619	37,236
Intangible assets		17,914	21,882
Other non-current assets		42,094	68,846
		<u>136,922</u>	<u>182,322</u>
Current assets			
Inventories		857	2,440
Trade receivables	7	20,303	28,597
Prepayments, deposits and other receivables	8	199,775	148,665
Term deposits		506,230	—
Cash and cash equivalents		372,170	1,016,618
		<u>1,099,335</u>	<u>1,196,320</u>
Current liabilities			
Trade payables	9	93,112	66,838
Accruals and other payables	10	144,662	162,252
Loans and borrowings		10,007	23,026
Contract liabilities		3,792	4,370
Lease liabilities		5,367	5,989
		<u>256,940</u>	<u>262,475</u>
Net current assets		<u>842,395</u>	<u>933,845</u>
Total assets less current liabilities		<u>979,317</u>	<u>1,116,167</u>

CONSOLIDATED STATEMENT OF FINANCIAL POSITION (CONTINUED)*at June 30, 2025 — unaudited**(Expressed in Renminbi)*

		At June 30, 2025 <i>RMB'000</i>	At December 31, 2024 <i>RMB'000</i>
	<i>Note</i>		
Non-current liabilities			
Lease liabilities		<u>6,907</u>	<u>9,866</u>
		<u>6,907</u>	<u>9,866</u>
NET ASSETS		<u>972,410</u>	<u>1,106,301</u>
CAPITAL AND RESERVES	11		
Share capital		688	688
Reserves		<u>971,722</u>	<u>1,105,613</u>
TOTAL EQUITY		<u>972,410</u>	<u>1,106,301</u>

NOTES TO THE UNAUDITED INTERIM FINANCIAL INFORMATION

(Expressed in Renminbi unless otherwise indicated)

1 GENERAL INFORMATION AND BASIS OF PREPARATION

Chenqi Technology Limited (the “Company”) was incorporated in the Cayman Islands on April 30, 2019, as an exempted company with limited liability under the Companies Act, Cap.22 (Act 3 of 1961, as consolidated and revised) of the Cayman Islands. The Company’s shares have been listed on the Main Board of The Stock Exchange of Hong Kong Limited since July 10, 2024.

The Company and its subsidiaries, including the subsidiaries controlled through contractual arrangements (together, the “Group”) are principally engaged in mobility services, technology services and fleet sale and maintenance businesses in the People’s Republic of China (the “PRC”).

The interim financial report has been prepared in accordance with the applicable disclosure provisions of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited, including compliance with International Accounting Standard (“IAS”) 34, *Interim financial reporting*, issued by the International Accounting Standards Board (“IASB”). It was authorized for issue on August 26, 2025.

The interim financial report has been prepared in accordance with the same accounting policies adopted in the 2024 annual financial statements, except for the accounting policy changes that are expected to be reflected in the 2025 annual financial statements. Details of any changes in accounting policies are set out in note 2.

The preparation of an interim financial report in conformity with IAS 34 requires management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses on a year to date basis. Actual results may differ from these estimates.

The interim financial report contains condensed consolidated financial statements and selected explanatory notes. The notes include an explanation of events and transactions that are significant to an understanding of the changes in financial position and performance of the Group since the 2024 annual financial statements. The condensed consolidated interim financial statements and notes thereon do not include all of the information required for a full set of financial statements prepared in accordance with IFRS Accounting Standards.

The interim financial report is unaudited, but has been reviewed by KPMG in accordance with Hong Kong Standard on Review Engagements 2410, *Review of Interim Financial Information Performed by the Independent Auditor of the Entity*, issued by the Hong Kong Institute of Certified Public Accountants.

2 CHANGES IN ACCOUNTING POLICIES

The Group has applied the amendments to IAS 21, *The Effects of Changes in Foreign Exchange Rates — Lack of Exchangeability* issued by the IASB to the interim financial report for the current accounting period. The amendments do not have a material impact on the interim report as the Group has not entered into any foreign currency transactions in which the foreign currency is not exchangeable into another currency.

The Group has not applied any new standard or interpretation that is not yet effective for the current accounting period.

3 REVENUE AND SEGMENT REPORTING

(a) Revenue

The principal activities of the Group are provision of mobility services, provision of technology services and conduction of fleet sale and maintenance business in the PRC.

Disaggregation of revenue is as follows:

	Six months ended June 30,	
	2025	2024
	RMB'000	RMB'000
Revenue from contracts with customers within the scope of IFRS15		
Disaggregated by business lines		
Mobility services business		
— Ride-hailing services	1,635,795	878,514
— Others (i)	560	549
	<u>1,636,355</u>	<u>879,063</u>
Technology services business	26,828	8,740
Fleet sale and maintenance business (ii)	13,284	149,250
	<u>1,676,467</u>	<u>1,037,053</u>
Disaggregation of revenue from contracts with customers by the timing of revenue recognition		
Point in time	1,649,639	1,028,313
Over time	26,828	8,740
	<u>1,676,467</u>	<u>1,037,053</u>

Notes:

- (i) Others mainly comprised Robotaxi services and promotion and marketing services.
- (ii) Fleet sale and maintenance business comprises sales of vehicles, provision of repair and maintenance services and other related services. For the six months ended June 30, 2025, revenue from sales of vehicles amounted to RMB1,717,000 (for the six months ended June 30, 2024: RMB133,851,000).

(b) Segment reporting

The Group manages its businesses by business lines. In a manner consistent with the way in which information is reported internally to the Group's most senior executive management for the purposes of resource allocation and performance assessment, the Group has presented the following three reportable segments:

Reportable segments	Operations
Mobility services business	Provision of ride-hailing services, Robotaxi services, hitch services and other related services
Technology services business	Provision of technology services
Fleet sale and maintenance business	Sale of vehicles, provision of repair and maintenance services and other related services

(i) Segment results, assets and liabilities

The Group's most senior executive management assesses the performance of the reportable segments mainly based on revenue, profit/(loss) and material non-cash items of each reportable segments. There were no separate segment assets and segment liabilities information provided to the Group's most senior executive management as they do not use these information to allocate resources to or evaluate the performance of the reportable segments. Information regarding the Group's reportable segments is set out below.

Six months ended June 30, 2025

	Mobility services business RMB'000	Technology services business RMB'000	Fleet sale and maintenance business RMB'000	Total RMB'000
External revenues	<u>1,636,355</u>	<u>26,828</u>	<u>13,284</u>	<u>1,676,467</u>
Segment revenue	1,636,355	26,828	13,284	1,676,467
Segment (loss)/profit before taxation	(91,261)	893	1,121	(89,247)
Interest income from bank deposits	417	—	150	567
Finance costs	(421)	—	(91)	(512)
Depreciation and amortization	(17,063)	(975)	(1,122)	(19,160)
Other material non-cash items: — credit loss on trade and other receivables	(122)	—	—	(122)

Six months ended June 30, 2024

	Mobility services business <i>RMB'000</i>	Technology services business <i>RMB'000</i>	Fleet sale and maintenance business <i>RMB'000</i>	Total <i>RMB'000</i>
External revenues	879,063	8,740	149,250	1,037,053
Segment revenue	879,063	8,740	149,250	1,037,053
Segment (loss)/profit before taxation	(196,670)	1,422	1,851	(193,397)
Interest income from bank deposits	4,464	—	79	4,543
Finance costs	(905)	—	—	(905)
Depreciation and amortization	(19,971)	(927)	(2,137)	(23,035)
Other material non-cash items:				
— credit loss on trade and other receivables	(3,890)	—	—	(3,890)
— service costs of mobility service platform waived by a shareholder	(2,814)	—	—	(2,814)

(ii) Reconciliations of reportable segment revenue and segment loss before taxation

	Six months ended June 30,	
	2025	2024
	<i>RMB'000</i>	<i>RMB'000</i>
i. Revenue		
Total segment revenue	<u>1,676,467</u>	<u>1,037,053</u>
Consolidated revenue	<u><u>1,676,467</u></u>	<u><u>1,037,053</u></u>
ii. Loss before taxation		
Segment loss before taxation	(89,247)	(193,397)
Unallocated amount:		
— general and administrative expenses	(48,870)	(63,395)
— interest income from bank deposits	13,200	—
— changes in carrying amount of convertible redeemable preferred shares	—	(66,290)
— changes in carrying amount of other financial liabilities issued to investors	—	(8,552)
Consolidated loss before taxation	<u><u>(124,917)</u></u>	<u><u>(331,634)</u></u>

(iii) Geographic information

All of the non-current assets of the Group are physically located in the PRC, and the revenue of the Group is all derived from operations in the PRC.

4 LOSS BEFORE TAXATION

Loss before taxation is arrived at after charging/(crediting):

(a) Finance costs

	Six months ended June 30,	
	2025	2024
	RMB'000	RMB'000
Interest on loans and other borrowings	176	459
Interest on lease liabilities	336	446
	512	905

(b) Other items

	Six months ended June 30,	
	2025	2024
	RMB'000	RMB'000
Amortization of intangible assets	4,285	4,236
Depreciation		
— property, plant and equipment	8,877	11,398
— right-of-use assets	5,998	7,401
	14,875	18,799
Exchange gain	(2,912)	(860)
Research and development costs (i)	64,186	73,524
Cost of inventories	6,472	137,427

- (i) For the six months ended June 30, 2025, research and development expenses include staff costs, amortization and depreciation expenses of RMB48,896,000 (for the six months ended June 30, 2024: RMB59,646,000), which amounts are also included in the respective total amounts disclosed separately above.

5 INCOME TAX

Income tax expense is recognized at an amount determined by multiplying the loss before tax for the reporting period by management's best estimate of the annual income tax rate expected for the full financial year. The reconciliation between tax expense and accounting loss at applicable tax rates is as follows:

	Six months ended June 30,	
	2025	2024
	RMB'000	RMB'000
Loss before taxation	124,917	331,634
Notional tax on loss before taxation, calculated at the rates applicable to profits in the jurisdictions concerned	34,645	62,900
Tax effect of non-deductible expenses	(877)	(726)
Tax effect of additional deduction on research and development costs (iv)	16,047	17,505
Effect of tax losses and temporary differences not recognized	(50,214)	(79,840)
Utilisation of unused tax losses	314	—
Others	85	161
Actual tax expenses	—	—

Notes:

- (i) Pursuant to the rules and regulations of the Cayman Islands and the BVI, the Group is not subject to any income tax in the Cayman Islands and the BVI.
- (ii) Under the current Hong Kong Inland Revenue Ordinance, the Company's Hong Kong subsidiary is subject to Hong Kong Profits Tax at the rate of 16.5% on its taxable income generated from the operations in Hong Kong. A two-tiered profits tax rates regime was introduced in 2018 where the first HKD2 million of assessable profits earned by a company will be taxed at half of the current tax rate (8.25%) whilst the remaining profits will continue to be taxed at 16.5%.
- (iii) Under the PRC Corporate Income Tax Law, the Group's subsidiaries in the PRC are subject to the PRC statutory income tax rate of 25%.
- (iv) An additional 100% of qualified research and development expenses incurred is allowed to be deducted from taxable income under the PRC Corporate Income Tax Law and relevant regulations.

6 LOSS PER SHARE

(a) Basic loss per share

During the six months ended June 30, 2025, the calculation of basic loss per share has been based on the loss attributable to ordinary equity shareholders of the Company of RMB124,917,000 (for the six months ended June 30, 2024: RMB330,498,000) and weighted-average number of 196,556,110 ordinary shares (for the six months ended June 30, 2024: 90,000,000) in issue.

Loss attributable to ordinary equity shareholders of the Company

	Six months ended June 30,	
	2025	2024
	RMB'000	RMB'000
Loss attributable to all equity shareholders of the Company	(124,917)	(331,634)
Less:		
Allocation of loss attributable to holders of unvested restricted stocks	—	1,136
Loss attributable to ordinary equity shareholders of the Company	<u>(124,917)</u>	<u>(330,498)</u>

Weighted-average number of ordinary shares

	Six months ended June 30,	
	2025	2024
Issued and fully paid ordinary shares at January 1	196,343,994	90,190,000
Vested and unpaid restricted stocks at January 1	182,190	—
Effect of fully paid but unvested restricted stocks at January 1	—	(190,000)
Effect of exercise of options	<u>29,926</u>	<u>—</u>
Weighted-average number of ordinary shares at June 30	<u>196,556,110</u>	<u>90,000,000</u>

(b) Diluted loss per share

For the six months ended June 30, 2025 and 2024, the options and restricted stocks issued under the share incentive plans and the convertible redeemable preferred shares were not included in the calculation of diluted loss per share because their effect would have been anti-dilutive. Therefore, there was no difference between the basic and diluted loss per share during the six months ended June 30, 2025 and 2024.

7 TRADE RECEIVABLES

	At June 30, 2025 <i>RMB'000</i>	At December 31, 2024 <i>RMB'000</i>
Trade receivables	<u>20,303</u>	<u>28,597</u>

All of the trade receivables are expected to be recovered within one year.

Aging analysis

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

	At June 30, 2025 <i>RMB'000</i>	At December 31, 2024 <i>RMB'000</i>
0 to 30 days	9,177	11,080
31 to 60 days	3,071	5,112
61 to 180 days	3,792	5,915
over 180 days	<u>4,263</u>	<u>6,490</u>
	<u>20,303</u>	<u>28,597</u>

The Group grants credit period to its customers for different revenue streams. For individual riders, the Group requests immediate settlement when the trip is completed. For enterprise customers, the Group usually grants a credit period within 30 days. For fleet sale and maintenance business, the Group normally requests advance payment for sale of vehicles before the delivery of goods and grants a credit period of 20 to 30 days for provision of repair and maintenance services.

8 PREPAYMENTS, DEPOSITS AND OTHER RECEIVABLES

	At June 30, 2025 RMB'000	At December 31, 2024 RMB'000
Prepayments	95,861	78,400
Value-added tax recoverable	21,375	17,257
Deposits	2,382	2,426
Receivables due from on-line payment platforms	32,146	14,368
Receivables of ride service fees due from third-party mobility service platforms which were collected on the Group's behalf	37,766	23,134
Receivables of purchase rebates due from vehicle suppliers	8,215	8,211
Others	2,030	4,869
	<u>199,775</u>	<u>148,665</u>

Prepayments mainly comprised advance payments for service cost of Robotaxi test drivers and advertising services.

9 TRADE PAYABLES

As of the end of the reporting period, the aging analysis of trade payables, based on the invoice date, is as follows:

	At June 30, 2025 RMB'000	At December 31, 2024 RMB'000
0 to 30 days	86,916	58,453
31 to 60 days	1,256	1,563
61 to 90 days	88	228
Over 90 days	4,852	6,594
	<u>93,112</u>	<u>66,838</u>

10 ACCRUALS AND OTHER PAYABLES

	At June 30, 2025 RMB'000	At December 31, 2024 RMB'000
Deposits from platform users	3,624	3,585
Deposits from enterprise customers	3,126	3,031
Payables on behalf of end-users	5,079	5,363
Payables related to promotion and marketing expenses	7,682	20,709
Payables related to research and development expenses	33,692	25,553
Payables related to information technology service expenses	20,613	20,358
Accrued payroll and benefits	25,184	30,357
Other taxes payable	13,645	7,386
Payables related to purchase of property, plant and equipment and intangible assets	10,727	18,862
Others	21,290	27,048
	<u>144,662</u>	<u>162,252</u>

11 CAPITAL, RESERVES AND DIVIDENDS

(a) Dividends

No dividend has been paid or declared by the Company during the six months ended June 30, 2025 (six months ended June 30, 2024: nil).

(b) Share capital

The authorized share capital of the Company was USD240,000, which was divided into 480,000,000 ordinary shares with a par value of USD0.0005 each.

The issued share capital of the Company was as follows:

	As at June 30, 2025		As at December 31, 2024	
	Number of shares	Amount RMB'000	Number of shares	Amount RMB'000
Ordinary shares issued and fully paid	196,381,094	688	196,343,994	688
Ordinary shares issued but not yet paid (i)	7,732,758	—	7,769,858	—
Total	<u>204,113,852</u>	<u>688</u>	<u>204,113,852</u>	<u>688</u>

Notes:

- (i) The ordinary shares issued but not yet paid were reserved for share incentive plan purpose. During the six months ended June 30, 2025, 37,100 ordinary shares were paid for exercise of options under share incentive plan.

MANAGEMENT DISCUSSION AND ANALYSIS

We are a mobility service company in China primarily offering ride-hailing services. We serve and connect various participants of the mobility industry including the riders, drivers, automobile OEMs, vehicle service providers and autonomous driving solution providers. We offer (i) mobility services; (ii) technology services, primarily AI data and model solutions, and high-definition (HD) maps; and (iii) fleet sale and maintenance where we offer a full suite of support for drivers and car partners.

While we remained loss-making during the Reporting Period, we continue to make improvement in our financial performance and financial position. Our total revenue increased to RMB1,676.5 million for the six months ended June 30, 2025 from RMB1,037.1 million for the same period of 2024 attributable to the increases in our ride-hailing GTV, which was mainly driven by our strengthened cooperation with third-party mobility service platforms and our geographical expansion strategy covering 94 cities across mainland China as at June 30, 2025. Our gross profit increased to RMB37.4 million for the six months ended June 30, 2025 from gross loss of RMB32.4 million for the same period of 2024 attributable to the continuous improvement in the gross profit of our mobility services. Our order volume increased to 73.3 million for the six months ended June 30, 2025 from 48.5 million for the same period of 2024, and our daily order volume also improved to 404.9 thousand for the six months ended June 30, 2025 from 266.7 thousand for the same period of 2024.

Since June 30, 2025 and up to the date of this announcement, there was no material adverse change in our financial or trading position or prospects and there was no event that would materially affect the information set out in our Group's consolidated financial statements in this announcement.

Business Outlook

Leveraging on our competitive strengths, our success in key regions and our first-mover advantage in Robotaxi operation, we will continue to enhance our mobility service platform with full-suite of offerings to our customers. We will continue to implement our business strategies, including to leverage our success and expand our presence in the mobility service market for ride-hailing and Robotaxi to an international scale, implement our geographical expansion strategy to enhance ride-hailing operational efficiency, refine our hybrid operation model or manned ride-hailing and Robotaxi services and offer smooth Robotaxi experience, optimize operational management with data analysis, enhance brand awareness, and continue to recruit and cultivate talents.

FINANCIAL REVIEW

Revenue

Our total revenue was RMB1,676.5 million for the six months ended June 30, 2025, representing an increase of 61.7% from RMB1,037.1 million for the same period of 2024. The year-on-year increase was mainly attributable to the increase in the revenue from our mobility services.

The following table sets forth a breakdown of our revenue by business segment in amounts and as percentages of our total revenue for the periods indicated.

	For the six months ended June 30, 2025 (Unaudited)		2024 (Unaudited)	
	(RMB in thousands, except for percentage)			
Mobility services	1,636,355	97.6%	879,063	84.8%
— Ride-hailing services	1,635,795	97.6%	878,514	84.7%
— Others ⁽¹⁾	560	0.0%	549	0.1%
Technology services	26,828	1.6%	8,740	0.8%
Fleet sale and maintenance	13,284	0.8%	149,250	14.4%
Total	<u>1,676,467</u>	<u>100.0%</u>	<u>1,037,053</u>	<u>100.0%</u>

Note (1): Others primarily consist of (i) Robotaxi services; (ii) hitch services; and (iii) marketing and promotion services.

Our revenue from mobility services increased by 86.1% from RMB879.1 million for the six months ended June 30, 2024 to RMB1,636.4 million for the six months ended June 30, 2025, primarily due to the increased revenue of ride-hailing services. The increase was primarily attributable to the increase in our ride-hailing GTV from RMB1,288.9 million for the six months ended June 30, 2024 to RMB2,032.2 million for the six months ended June 30, 2025, which was mainly due to the increase in the order volume from 48.4 million in the first half of 2024 to 73.3 million in the first half of 2025.

Our revenue from technology services increased by 207.0% from RMB8.7 million for the six months ended June 30, 2024 to RMB26.8 million for the six months ended June 30, 2025, primarily due to our operational strategy for technology services and our enhanced efforts in selling and marketing for technology services.

Our revenue from fleet sale and maintenance decreased by 91.1% from RMB149.3 million for the six months ended June 30, 2024 to RMB13.3 million for the six months ended June 30, 2025, primarily due to the decrease in revenue from sales of vehicles.

Cost of Revenue

Our cost of revenue increased by 53.3% from RMB1,069.5 million for the six months ended June 30, 2024 to RMB1,639.0 million for the six months ended June 30, 2025, primarily due to (i) an increase in drivers' service fee, which was in line with the growth of our ride-hailing business; (ii) an increase in cost of technology services resulting from the growth of our technology services business; and (iii) an increase in third-party mobility service platform costs, which was attributable to the increased service fees payable to our cooperative third-party mobility service platforms, resulting from the increase in the volume of orders placed through our cooperative third-party mobility service platforms to us.

Gross Profit/(Loss) and Gross Margin

Our gross profit increased by 215.4% from gross loss of RMB32.4 million for the six months ended June 30, 2024 to gross profit of RMB37.4 million for the six months ended June 30, 2025, and our gross margin improved from -3.1% for the six months ended June 30, 2024 to 2.2% for the six months ended June 30, 2025.

The following table sets forth a breakdown of gross profit/loss and gross margin by business segment for the periods indicated.

	For the six months ended June 30,		2025		2024	
	Gross Profit	Gross Margin	Gross Profit (Unaudited)	Gross Profit (Unaudited)	Gross Margin	Gross Margin
	(Unaudited)		(Unaudited)		(Unaudited)	
	(RMB in thousands, except for percentage)					
Mobility services	32,783	2.0%	(40,722)	(4.6)%		
Technology services	893	3.3%	1,422	16.3%		
Fleet sale and maintenance	3,762	28.3%	6,855	4.6%		
Total	37,438	2.2%	(32,445)	(3.1)%		

We incurred an overall gross profit during the Reporting Period. The improvement in overall gross margin notwithstanding the intensifying competition in the mobility market in China was primarily because of the improvement of gross loss margin of our mobility services, primarily due to (a) the decrease in our incentives to customers, attributable to our more prudent customer incentive policy after effectively increasing penetration rate; and (b) the decrease in our incentives to drivers, attributable to that our fleet sale and maintenance provide drivers a range of maintenance and repair services, helping them to optimize their cost structure and strengthen their trust with our platform, and an uptick in user traffic has led to an increase in order volume, ensuring that the income generated from orders is adequate to satisfy the drivers' income expectations, thereby negating the necessity for additional incentives to drivers.

Other Income

Our other income amounted to RMB16.2 million for the six months ended June 30, 2025, representing an increase of 206.1% from RMB5.3 million for the same period of 2024, primarily due to the increase of interest income from bank deposits.

Selling and Marketing Expenses

Our selling and marketing expenses were RMB65.0 million for the six months ended June 30, 2025, representing a decrease of 24.3% from RMB85.9 million for the same period of 2024, primarily due to the decrease in promotion and marketing expenses, attributable to our stronger brand awareness brought by our commitment to the implementation of our geographical expansion strategy.

General and Administrative Expenses

Our general and administrative expenses were RMB48.9 million for the six months ended June 30, 2025, representing a decrease of 22.9% from RMB63.4 million for the same period of 2024, mainly attributable to (i) a decrease in the listing expenses that we incurred for the Listing and Global Offering during the Reporting Period; (ii) the reduction in share-based payments; and (iii) the benefit from economies of scale as a result of our business expansion and our efforts in improving operation efficiency.

R&D Expenses

Our R&D expenses were RMB64.2 million for the six months ended June 30, 2025, representing a decrease of 12.7% from RMB73.5 million for the same period of 2024, primarily due to (i) R&D personnel contributed to our technology services, with associated costs recorded against service revenue; and (ii) the benefit from our efforts in improving operation efficiency.

Credit Loss on Trade and Other Receivables

Our credit loss on trade and other receivables were RMB0.1 million for the six months ended June 30, 2025, representing a decrease of 96.9% from RMB3.9 million for the same period of 2024, primarily because of the decrease in the loss allowances of trade and other receivables measured at an amount equal to lifetime expected credit losses.

Other Net Profit/(Loss)

Our other net loss amounted to RMB2.1 million for the six months ended June 30, 2024, and our other net profit amounted to approximately RMB0.1 million for the six months ended June 30, 2025.

Finance Costs

Our finance costs amounted to RMB0.9 million and RMB0.5 million for the six months ended June 30, 2024 and 2025, respectively.

Changes in the Carrying Amount of Convertible Redeemable Preferred Shares

We recorded a loss of RMB66.3 million for the six months ended June 30, 2024 from the changes in the carrying amount of convertible redeemable preferred shares, primarily due to the changes in redemption amount of the convertible redeemable preferred shares that we issued to our Series A investors and Series B investors. The change in the carrying amount of convertible redeemable preferred shares for the six months ended June 30, 2025 was nil due to conversion of convertible redeemable preferred shares into ordinary shares upon the IPO of the Company.

Changes in the Carrying Amount of Other Financial Liabilities Issued to Investors

We recorded a loss of RMB8.6 million for the six months ended June 30, 2024 from the changes in the carrying amount of other financial liabilities issued to investors, primarily due to the changes in redemption amount of the warrants and related loans issued to Series B investors. Such warrants have been exercised and related loans have been repaid during the six months ended June 30, 2024.

Loss for the Period

As a result of the foregoing, our net loss was RMB124.9 million for the six months ended June 30, 2025, representing a decrease of 62.3% from RMB331.6 million for the same period of 2024.

Non-IFRS Measure

To supplement our consolidated financial statements, which are presented in accordance with IFRSs, we also use adjusted net loss (non-IFRS measure) as an additional financial measure, which is not required by, or presented in accordance with, IFRSs. We believe this non-IFRS measure facilitates comparisons of operating performance from period to period and company to company by eliminating potential impacts of certain items.

We believe adjusted net loss (non-IFRS measure) provides useful information to investors and others in understanding and evaluating our results of operations in the same manner as they help our management. However, our presentation of adjusted net loss (non-IFRS measure) may not be comparable to similarly titled measures presented by other companies. The use of this non-IFRS measure has limitations as an analytical tool, and should not be considered in isolation from, or as a substitute for an analysis of, our results of operations or financial condition as reported under IFRSs.

We define adjusted net loss (non-IFRS measure) as net loss for the period adjusted by adding back changes in the carrying amount of convertible redeemable preferred shares, changes in the carrying amount of other financial liabilities issued to investors, equity-settled share-based payments and listing expenses related to the Global Offering.

Our adjusted net loss (non-IFRS measure) was RMB121.4 million for the six months ended June 30, 2025, representing a decrease of 49.8% from RMB242.0 million for the same period of 2024.

For the six months ended
June 30,
2025 2024
(Unaudited) (Unaudited)
(RMB in thousands)

**Reconciliation of net loss to adjusted net loss
(non-IFRS measure):**

Net loss for the period	(124,917)	(331,634)
Add:		
— Changes in the carrying amount of convertible redeemable preferred shares ⁽¹⁾	—	66,290
— Changes in the carrying amount of other financial liabilities issued to investors ⁽²⁾	—	8,552
— Equity-settled share-based payments ⁽³⁾	3,479	8,197
— Listing expenses ⁽⁴⁾	—	6,602
	<hr/>	<hr/>
Adjusted net loss (non-IFRS measure)	<u>(121,438)</u>	<u>(241,993)</u>

Notes:

- (1) Changes in the carrying amount of convertible redeemable preferred shares mainly represent changes in the carrying amount of certain preferred shares we issued to investors pursuant to the financing agreements. All the convertible redeemable preferred shares have been reclassified from financial liabilities to equity as a result of the automatic conversion into our Shares upon the Listing.
- (2) Changes in the carrying amount of other financial liabilities issued to investors mainly represent changes in the carrying amount of the warrants we issued to certain investors for the right to the subscription of our convertible redeemable preferred shares and related loans provided by the investors. All the warrants have been exercised and related loans have been repaid prior to the Listing.
- (3) Equity-settled share-based payments are non-cash employee benefit expenses incurred in connection with our award to key employees. Such expenses in any specific period are not expected to result in future cash payments.
- (4) Listing expenses mainly relate to the Global Offering.

LIQUIDITY AND CAPITAL RESOURCES

We closely monitor the level of our working capital, diligently review future cash flow requirement, and make necessary adjustment to our operation and expansion plans, to ensure that we maintain a sufficient level of liquidity to support our business operations.

As of June 30, 2025, we had RMB372.2 million in cash and cash equivalents and term deposits of RMB506.2 million, aggregating to RMB878.4 million, as compared to RMB1,016.6 million as of December 31, 2024. Our cash and cash equivalents primarily consist of cash at banks under HKD and RMB denominations, with an insignificant amount under USD denomination.

Our net cash used in our operating activities for the six months ended June 30, 2025 was RMB118.6 million, representing a decrease from RMB200.0 million for the six months ended June 30, 2024. Our net cash used in operating activities in the first half of 2025 is attributable to our loss before taxation of RMB124.9 million, as adjusted by non-cash and non-operating items of RMB6.6 million, and further adjusted by working capital changes mainly comprising (i) an increase in prepayment, deposits and other receivables of RMB33.6 million; (ii) an increase in trade payables of RMB26.3 million; and (iii) a decrease in accruals and other payables of RMB9.4 million.

Indebtedness

The following table sets forth the details of our indebtedness as of the dates indicated:

	As at June 30, 2025 <i>RMB'000</i> (Unaudited)	As at December 31, 2024 <i>RMB'000</i> (Audited)
Current		
Loans and borrowings	10,007	23,026
Lease liabilities	5,367	5,989
Non-current		
Lease liabilities	6,907	9,866
Total	22,281	38,881

Loans and Borrowings

As of June 30, 2025, we had loans and borrowings of RMB10.0 million, as compared to that of RMB23.0 million as of December 31, 2024. All of our bank borrowings are denominated in RMB and at fixed interest rates. We primarily used the funds for replenishment of working capital.

As of June 30, 2025, we did not have any long-term unsecured bank borrowing. As of June 30, 2025, we had unutilized bank facilities of RMB90.0 million.

Lease Liabilities

As of June 30, 2025, we recognized total lease liabilities of RMB12.3 million, representing a decrease from RMB15.9 million as of December 31, 2024.

Financial Ratios

Our current ratio (calculated as current assets divided by current liabilities as of the same date) decreased to 427.9% as of June 30, 2025 from 455.8% as of December 31, 2024, mainly attributable to the decrease in current assets due to our operating cash outflows.

Our gearing ratio (calculated as total liabilities divided by total assets as of the same date) increased to 21.3% as of June 30, 2025 from 19.8% as of December 31, 2024, mainly attributable to the decrease in current assets due to our operating cash outflows.

CHARGE ON ASSETS

As of June 30, 2025, there was no charge on assets of our Group (June 30, 2024: nil).

CAPITAL EXPENDITURES AND CAPITAL COMMITMENTS

In the first half of 2025, our capital expenditures increased to RMB10.1 million from RMB5.8 million in the first half of 2024. Our capital expenditures were primarily used for purchase of property, plant and equipment.

Our capital commitments were primarily related to contracted purchases of property, plant and equipment. As of June 30, 2025, we had capital commitments of RMB0.7 million, which was decreased from our capital commitments of RMB0.9 million as of December 31, 2024.

Save as disclosed in this announcement, the Group had no other material capital expenditure or investment plan as of the date of this announcement.

CONTINGENT LIABILITIES

As of June 30, 2025, our Company did not have any material contingent liabilities.

SIGNIFICANT INVESTMENTS AND MATERIAL ACQUISITION AND DISPOSAL OF SUBSIDIARIES, ASSOCIATES AND JOINT VENTURES

Our Company had no significant investments and/or material acquisition or disposal of subsidiaries, associates and joint venture during the Reporting Period.

FUTURE PLANS FOR MATERIAL INVESTMENTS OR CAPITAL ASSETS

As of June 30, 2025, we did not have any future plans for material investments or capital assets.

HUMAN RESOURCES

As of June 30, 2025, we had a total of 396 full-time employees, the majority of whom were based in Guangzhou, Guangdong province, China. We recruit our employees through a combination of campus and lateral hiring. Our Group's total employee benefits (including fees, salaries, allowances, other benefits, discretionary bonuses, retirement scheme contributions and equity-settled share based payments) for the Reporting Period were RMB89.4 million. We offer our employees competitive salaries, performance-based cash bonuses and comprehensive benefit packages. We adhere to a long-term growth strategy, and constantly invest in training and team building to help our employees to grow with us. The Company has also adopted a pre-IPO equity incentive plan to attract, retain and motivate the officers, directors and employees of our Group, details of which are set out in the Prospectus. We are committed to making continued efforts to build a fair workplace environment that is conducive to individual growth.

USE OF NET PROCEEDS FROM LISTING AND GLOBAL OFFERING

On July 10, 2024, in connection with the Global Offering, 30,004,800 Shares were issued at an offer price of HKD35 per Share for a total cash consideration, before expenses, of approximately HKD1,050.2 million. The net proceeds from the Global Offering amounted to approximately HKD982.4 million.

The table below sets forth the Company's use of the net proceeds from the Global Offering and the planned timetable as at June 30, 2025:

	Approximate percentage of the total net proceeds	Net proceeds from the Global Offering (HKD in millions)	Net proceeds unutilized as of January 1, 2025 (HKD in millions)	Utilized amount during the Reporting Period (HKD in millions)	Remaining net proceeds as of June 30, 2025 (HKD in millions)	Expected time to utilize the remaining net proceeds in full
R&D activities of autonomous driving and Robotaxi operation service	40%	392.96	314.54	58.71	255.83	2026 and thereafter
Product upgrading and operational efficiency improvement of our mobility services	20%	196.48	153.58	39.49	114.09	2026 and thereafter
Expanding user base, enhancing brand awareness and increasing market share in the implementation of our geographical expansion strategy	20%	196.48	163.10	14.94	148.16	2026 and thereafter
Building strategic partnerships, investments and acquisitions along the mobility industry value chain	10%	98.24	98.24	—	98.24	2026 and thereafter
Working capital and general corporate purposes	10%	98.24	98.24	—	98.24	2026 and thereafter
	<u>100%</u>	<u>982.40</u>	<u>827.70</u>	<u>113.14</u>	<u>714.56</u>	

As of the date of this announcement, there had not been any change in the intended use of the net proceeds and the expected implementation timeline as previously disclosed in the section headed “Future Plans and Use of Proceeds” in the Prospectus.

INTERIM DIVIDEND

The Board does not recommend the payment of an interim dividend for the six months ended June 30, 2025 (six months ended June 30, 2024: nil).

EVENTS AFTER THE REPORTING PERIOD

We are not aware of any material subsequent events since the end of the Reporting Period and up to the date of this announcement.

CORPORATE GOVERNANCE PRACTICES

The Group is committed to maintaining high standards of corporate governance to safeguard the interests of the Shareholders and to enhance corporate value and accountability.

The Company has adopted the CG Code contained in Appendix C1 to the Listing Rules as its own code of corporate governance. During the Reporting Period, the Company has complied with all applicable code provisions of the CG Code, save and except the following:

Code provision F.2.2 (re-numbered as code provision F.1.3 with effect from July 1, 2025) of the CG Code stipulates that the chairman of the Board should attend annual general meeting. The chairman of the Board was unable to attend the annual general meeting of the Company held on May 27, 2025 due to other business commitments.

COMPLIANCE WITH THE MODEL CODE FOR SECURITIES TRANSACTIONS

The Company has adopted the Model Code as set out in Appendix C3 to the Listing Rules as its own code of conduct regarding securities transactions by the Directors. Having made specific enquiry to all Directors, all of them have confirmed that they have complied with the Model Code during the Reporting Period. No incident of non-compliance of the Model Code by the employees who are likely to be in possession of inside information of the Company was noted by the Company.

PURCHASE, SALE OR REDEMPTION OF LISTED SECURITIES

During the Reporting Period, neither the Company nor any of its subsidiaries had purchased, sold or redeemed any of the Company's listed securities (including sale of treasury shares (as defined under the Listing Rules)).

UPDATES ON DIRECTORS' INFORMATION

Save as disclosed below, as at the date of this announcement, there were no changes in the Directors' information which are required to be disclosed pursuant to Rule 13.51B(1) of the Listing Rules.

- Our independent non-executive Director, Mr. ZHANG Junyi, has ceased to act as an independent director of Zongmu Technology (Shanghai) Co., Ltd. (縱目科技(上海)股份有限公司) since February 2025;
- Mr. ZHANG Junyi, has acted as an independent non-executive director of Shenzhen Cheng-Tech Co., Ltd. (深圳承泰科技股份有限公司) (a company which has submitted an application for listing to the Stock Exchange) since May 2025;
- Our independent non-executive Director, Mr. ZHANG Senquan, has acted as an independent director of Shandong Weigao Blood Purification Products Co., Ltd. (山東威高血液淨化製品股份有限公司), a company which became listed on the Shanghai Stock Exchange since May 19, 2025 (stock code: 603014); and

- Mr. ZHANG Senquan has served as a joint company secretary at Zhonggan Communication (Group) Holdings Limited (Holding) Co., Ltd. (中贛通信(集團)控股有限公司), a company listed on the Stock Exchange (stock code: 02545), since July 2025.

REVIEW OF INTERIM RESULTS

The Board has established the Audit Committee which comprises three independent non-executive Directors, namely Mr. ZHANG Junyi, Mr. ZHANG Senquan and Mr. LI Maoxiang. Mr. ZHANG Senquan, who has the professional qualification or accounting or related financial management expertise in compliance with the requirements of the Listing Rules, serves as the chairperson of the Audit Committee.

The Audit Committee, together with the management of the Company, has considered and reviewed the Group's interim results for the Reporting Period and the accounting principles and policies adopted by the Company and discussed internal control and financial reporting matters, and is of the view that the interim results of the Group are prepared in accordance with applicable accounting standards, rules and regulations and appropriate disclosures have been duly made.

The interim financial report for the six months ended June 30, 2025 is unaudited, but has been reviewed by KPMG, the independent auditor of the Company, in accordance with Hong Kong Standard on Review Engagements 2410, *Review of Interim Financial Information Performed by the Independent Auditor of the Entity*, issued by the Hong Kong Institute of Certified Public Accountants.

PUBLICATION OF RESULTS AND INTERIM REPORT

This announcement is published on the website of the Stock Exchange (www.hkexnews.hk) and the Company's website (www.ruqimobility.com). The interim report for the six months ended June 30, 2025 containing all the information in accordance with the requirements under the Listing Rules will be made available on the respective websites of the Stock Exchange and the Company and dispatched to the Shareholders who request the printed copy in due course.

DEFINITIONS AND GLOSSARY OF TECHNICAL TERMS

In this announcement, unless the context otherwise requires, the following expressions shall have the following meanings.

“Audit Committee”	the audit committee of the Company
“Board”	the board of Directors of our Company
“CG Code”	Corporate Governance Code, as set out in Appendix C1 to the Listing Rules
“Company” or “our Company” or “the Company”	Chenqi Technology Limited (如祺出行科技有限公司), an exempted company incorporated in the Cayman Islands with limited liability, whose Shares are listed on the Main Board of the Stock Exchange (stock code: 9680)
“Consolidated Affiliated Entities”	the entities that the Company controls through the contractual arrangements, namely Guangzhou Qichen Technology Co., Ltd. (廣州祺宸科技有限公司) and its subsidiaries, details of which are set out in “Contractual Arrangements” in the Prospectus
“Director(s)”	the director(s) of our Company or any one of them
“Global Offering”	the global offering of the Company as defined in the Prospectus
“Group” or “our Group” or “the Group” or “we” or “us” or “our”	the Company, its subsidiaries and the Consolidated Affiliated Entities
“GTV”	the value of paid transactions on our platform. In ride-hailing services, the key differences between GTV and the revenue recognized by us during the Reporting Period were the incentives provided to riders as well as the toll fees, parking fees and taxes paid to third parties
“hitch”	collaborative use of a private car by several individuals traveling along the same or similar itinerary at mutually compatible times
“HKD”	Hong Kong dollars, the lawful currency of Hong Kong
“Hong Kong”	the Hong Kong Special Administrative Region of the People’s Republic of China

“IPO”	initial public offering
“Listing”	the listing of the Shares on the Main Board of the Stock Exchange
“Listing Rules”	the Rules Governing the Listing of Securities on the Stock Exchange (as amended, supplemented or otherwise modified from time to time)
“L4”	level four of driving automation, namely high automation level. Vehicles with L4 autonomy are capable of driving fully autonomously in proper settings such as highways and urban roads without the assistance or intervention of a human driver. A human driver is only required in limited scenarios where the road conditions are not met
“L5”	level five of driving automation, namely full automation level. Under L5, vehicles do not require human attention and can drive under all conditions
“Model Code”	Model Code for Securities Transactions by Directors of Listed Issuers, as set out in Appendix C3 to the Listing Rules
“PRC” or “China”	the People’s Republic of China, which for the purposes of this announcement, excludes Hong Kong, the Macau Administrative Region of the People’s Republic of China and Taiwan
“Prospectus”	the prospectus of the Company dated June 28, 2024 issued in connection with the Global Offering and Listing
“Reporting Period”	the six months ended June 30, 2025
“RMB”	Renminbi, the lawful currency of the PRC
“Robotaxi”	a driverless shared mobility vehicle built in with L4 and L5 autonomous driving technology
“R&D”	research and development
“Share(s)”	ordinary share(s) of US\$0.0005 each in the share capital of the Company
“Shareholder(s)”	holder(s) of the Shares

“Stock Exchange”	The Stock Exchange of Hong Kong Limited
“subsidiary(ies)”	has the meaning ascribed to it under the Listing Rules
“U.S. dollar(s)” or “USD”	United States dollars, the lawful currency of the United States of America
“%”	per cent

The Company’s shareholders and potential investors should note that this announcement is based on unaudited operational and financial information of the Group. The Company’s Shareholders and potential investors should exercise caution when dealing in the securities of the Company.

By order of the Board
Chenqi Technology Limited
Mr. GAO Rui
Chairman

Guangzhou, the PRC, August 26, 2025

As at the date of this announcement, the Board comprises (i) Mr. Jiang Hua as executive Director; (ii) Mr. Gao Rui, Ms. Xiao Yan, Mr. Liang Weiqiang, Mr. Zhong Xiangping and Ms. Bai Hui as non-executive Directors; and (iii) Mr. Zhang Junyi, Mr. Zhang Senquan and Mr. Li Maoxiang as independent non-executive Directors.

This announcement contains certain forward-looking statements. These forward-looking statements are based on information currently available to the Group or the current belief, expectations and assumptions of the Board. These forward-looking statements are subject to risks, uncertainties and other factors beyond the Company’s control which may cause actual results or performance to differ materially from those expressed or implied in such forward-looking statements. In light of the risks and uncertainties, the inclusion of forward-looking statements in this announcement should not be regarded as representations by the Board or the Company that the plans and objectives will be achieved, and Shareholders and investors of the Company should not place undue reliance on such statements.