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XINDA INVESTMENT HOLDINGS LIMITED

鑫達投資控股有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 1281)

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

The board (the “**Board**”) of directors (the “**Directors**”) of Xinda Investment Holdings Limited (the “**Company**”) is pleased to announce the unaudited interim results of the Company and its subsidiaries (the “**Group**”) for the six months ended 30 June 2025 (the “**Period**”) together with selected explanatory notes and the comparative figures for the corresponding period in 2024 as follows:

INTERIM CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS

For the six months ended 30 June 2025

		Six months ended 30 June	
		2025	2024
		RMB'000	RMB'000
	Notes	(Unaudited)	(Unaudited)
Revenue	4	94,464	62,795
Cost of sales		<u>(80,317)</u>	<u>(45,603)</u>
Gross profit		14,147	17,192
Selling and distribution expenses		—	(10)
Administrative expenses		(9,975)	(8,571)
Impairment losses on financial assets		(6,827)	(6,501)
Other income		53	107
Other (losses)/gains — net	5	<u>(1,962)</u>	<u>560</u>
Operating (loss)/profit		(4,564)	2,777
Finance income		2,063	1,851
Finance expenses		<u>(3,387)</u>	<u>(4,358)</u>
Finance expenses — net		<u>(1,324)</u>	<u>(2,507)</u>
(Loss)/profit before income tax		(5,888)	270
Income tax credit	6	<u>309</u>	<u>480</u>
(Loss)/profit for the period		<u>(5,579)</u>	<u>750</u>
(Loss)/profit for the period is attributable to:			
Owners of the Company		(3,742)	1,365
Non-controlling interests		<u>(1,837)</u>	<u>(615)</u>
		<u>(5,579)</u>	<u>750</u>
(Loss)/earnings per share for profit attributable to owners of the Company (RMB)			
Basic (loss)/earnings per share	7	(0.0025)	0.0009
Diluted (loss)/earnings per share	7	<u>(0.0025)</u>	<u>0.0009</u>

INTERIM CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the six months ended 30 June 2025

	Six months ended 30 June	
	2025	2024
	RMB'000	RMB'000
	(Unaudited)	(Unaudited)
(Loss)/profit for the period	(5,579)	750
Other comprehensive income		
<i>Items that may be reclassified subsequently to profit or loss</i>		
Exchange differences on translation of financial statements of foreign operations	<u>893</u>	<u>(2,844)</u>
Other comprehensive income for the period, net of tax	<u>893</u>	<u>(2,844)</u>
Total comprehensive income for the period	<u>(4,686)</u>	<u>(2,094)</u>
Total comprehensive income for the period is attributable to:		
Owners of the Company	(2,849)	(1,479)
Non-controlling interests	<u>(1,837)</u>	<u>(615)</u>
	<u>(4,686)</u>	<u>(2,094)</u>

INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 June 2025

		As at 30 June 2025 RMB'000 (Unaudited)	As at 31 December 2024 RMB'000 (Audited)
	Notes		
Assets			
Non-current assets			
Property, plant and equipment		269,075	284,692
Right-of-use assets		11,937	12,566
Intangible assets		63,510	64,861
Investment properties		5,113	5,194
Deferred tax assets		3,771	3,593
Investments accounted for using the equity method		—	—
Deposits	8	23,570	23,570
Other non-current assets		9,058	9,058
Total non-current assets		386,034	403,534
Current assets			
Inventories		2,765	2,954
Contract assets		177,508	171,215
Trade and other receivables	8	268,530	269,477
Other financial assets measured at amortised cost		—	—
Restricted cash		13,084	1,885
Time deposit with original maturity over three months		167,039	177,934
Cash and cash equivalents		44,283	41,649
Total current assets		673,209	665,114
Total assets		1,059,243	1,068,648
Equity and liabilities			
Share capital	9	12,255	12,255
Reserves		1,153,329	1,151,125
Accumulated losses		(347,238)	(342,185)
Equity attributable to owners of the Company		818,346	821,195
Non-controlling interests		(15,039)	(13,202)
Total equity		803,307	807,993

INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (*CONTINUED*)

As at 30 June 2025

		As at 30 June 2025 <i>RMB'000</i> (Unaudited)	As at 31 December 2024 <i>RMB'000</i> (Audited)
	<i>Notes</i>		
Liabilities			
Non-current liabilities			
Borrowings		77,850	90,600
Lease liabilities		11,917	11,913
Deferred government grants		1,692	1,745
Deferred tax liabilities		14,849	15,015
Contract liabilities		<u>19,530</u>	<u>19,732</u>
Total non-current liabilities		<u>125,838</u>	<u>139,005</u>
Current liabilities			
Trade and other payables	10	75,428	58,070
Contract liabilities		661	7,944
Current tax liabilities		11,742	11,750
Borrowings		41,600	43,000
Lease liabilities		<u>667</u>	<u>886</u>
Total current liabilities		<u>130,098</u>	<u>121,650</u>
Total liabilities		<u>255,936</u>	<u>260,655</u>
Total equity and liabilities		<u><u>1,059,243</u></u>	<u><u>1,068,648</u></u>

NOTES

For the six months ended 30 June 2025

1. GENERAL INFORMATION

Xinda Investment Holdings Limited (the “**Company**”) was incorporated in the Cayman Islands on 4 January 2011 as an exempted company with limited liability under the Companies Law, Chapter 22 (Law 3 of 1961, as consolidated and revised) of the Cayman Islands. The address of its registered office is Windward 3, Regatta Office Park, PO Box 1350, Grand Cayman KY1-1108, the Cayman Islands. The Company’s shares were listed on the Main Board of The Stock Exchange of Hong Kong Limited since 12 January 2012.

The Company and its subsidiaries (together, the “**Group**”) are principally engaged in smart energy business and public infrastructure construction business. The two major shareholders of the Company are Harvest Oak Holdings Limited and Lightway Power Holdings Limited. The ultimate beneficial owner of the Company is Mr. Wei Shaojun (the “**controlling shareholder**”).

2. BASIS OF PREPARATIONS

This interim condensed consolidated financial information for the six months ended 30 June 2025 has been prepared in accordance with International Accounting Standard 34 “Interim Financial Reporting”.

The interim condensed consolidated financial information does not include all the notes of the type normally included in an annual report. Accordingly, this interim condensed consolidated financial information is to be read in conjunction with the annual report for the year ended 31 December 2024, which has been prepared in accordance with IFRS Accounting Standards, and any public announcements made by the Company during the interim reporting period.

3. ACCOUNTING POLICIES

The Group has applied the same accounting policies and methods of computation in its interim consolidated financial statements as in its 2024 annual financial statements, except for the following amendments which apply for the first time in 2025. However, not all are expected to impact the Group as they are either not relevant to the Group’s activities or require accounting which is consistent with the Group’s current accounting policies.

The following new standards and amendments are effective for the period beginning 1 January 2025:

- Lack of exchangeability (Amendments to IAS 21 The Effects of Changes in Foreign Exchange Rates)

Lack of exchangeability (Amendments to IAS 21 The Effects of Changes in Foreign Exchange Rates)

On 15 August 2023, the IASB issued Lack of Exchangeability which amended IAS 21 The Effects of Changes in Foreign Exchange Rates (the Amendments).

These Amendments are applicable for annual reporting periods beginning on or after 1 January 2025. The Amendments introduce requirements to assess when a currency is exchangeable into another currency and when it is not. The Amendments require an entity to estimate the spot exchange rate when it concludes that a currency is not exchangeable into another currency. The Amendments also introduce additional disclosure requirements when an entity estimates a spot exchange rate because a currency is not exchangeable into another currency.

IAS 21, prior to the Amendments, did not include explicit requirements for the determination of the exchange rate when a currency is not exchangeable into another currency, which led to diversity in practice.

When applying the Amendments, an entity is not permitted to restate comparative information.

These Amendments have had no material effect on the interim condensed consolidated financial statements.

4. REVENUE AND SEGMENT INFORMATION

(a) Revenue

	Six months ended 30 June	
	2025 RMB'000 (Unaudited)	2024 RMB'000 (Unaudited)
Sales of electricity	27,448	34,319
Sales of household solar power generation systems and rendering smart energy services	12,960	12,028
Public infrastructure construction	<u>54,056</u>	<u>16,448</u>
	<u><u>94,464</u></u>	<u><u>62,795</u></u>
<i>Timing of revenue recognition</i>		
At a point in time	32,983	38,055
Over time	<u>61,481</u>	<u>24,740</u>
	<u><u>94,464</u></u>	<u><u>62,795</u></u>

(b) Segment reporting

The Group manages its businesses by divisions, which are organised by business lines (products and services). 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 presents the following two reportable segments:

- Smart energy business, and
- Public infrastructure construction business.

No geographical information is presented as substantially all the Group's business activities were in the People's Republic of China (the "PRC").

Reportable segment profit or loss, assets and liabilities are as follows:

	Smart energy business RMB'000	Public infrastructure construction business RMB'000	Unallocated RMB'000	Intersegment eliminations RMB'000	Total RMB'000
Six months ended 30 June 2025 (unaudited)					
Revenue from external customers	40,408	54,056	—	—	94,464
Impairment losses on financial assets	(6,827)	—	—	—	(6,827)
Finance income	1,759	5	299	—	2,063
Finance expenses	(3,387)	—	—	—	(3,387)
Income tax credit	309	—	—	—	309
Profit/(loss) for the period	(7,932)	4,886	(2,533)	—	(5,579)
<i>Other information</i>					
Depreciation and amortisation	(16,318)	—	—	—	(16,318)
Additions to non-current assets (<i>Note</i>)	395	—	—	—	395
As at 30 June 2025 (unaudited)					
Reportable segment assets	909,735	214,090	363,872	(428,454)	1,059,243
Reportable segment liabilities	<u>511,342</u>	<u>170,912</u>	<u>2,136</u>	<u>(428,454)</u>	<u>255,936</u>
Six months ended 30 June 2024 (unaudited)					
Revenue from external customers	46,347	16,448	—	—	62,795
Impairment losses on financial assets	(6,501)	—	—	—	(6,501)
Finance income	1,025	7	819	—	1,851
Finance expenses	(4,358)	—	—	—	(4,358)
Income tax credit	480	—	—	—	480
Profit/(loss) for the period	1,928	(9)	(1,169)	—	750
<i>Other information</i>					
Depreciation and amortisation	(15,639)	—	(76)	—	(15,715)
Additions to non-current assets (<i>Note</i>)	3,341	—	—	—	3,341
As at 30 June 2024 (unaudited)					
Reportable segment assets	968,592	204,815	363,970	(424,249)	1,113,128
Reportable segment liabilities	<u>521,286</u>	<u>166,254</u>	<u>518</u>	<u>(424,249)</u>	<u>263,809</u>

Note: Additions to non-current assets exclude financial assets and deferred tax assets.

5. OTHER (LOSSES)/GAINS — NET

	Six months ended 30 June	
	2025	2024
	RMB'000	RMB'000
	(Unaudited)	(Unaudited)
Net foreign exchange (losses)/gains	(181)	552
Net losses on disposal of property, plant and equipment	(1,600)	—
Others	(181)	8
	<u>(1,962)</u>	<u>560</u>

6. INCOME TAX CREDIT

	Six months ended 30 June	
	2025	2024
	RMB'000	RMB'000
	(Unaudited)	(Unaudited)
Current income tax	(35)	(33)
Deferred income tax	344	513
	<u>309</u>	<u>480</u>

Pursuant to the rules and regulations of the Cayman Islands and the British Virgin Islands (the “BVI”), the Group is not subject to any income taxes in these jurisdictions.

The Group did not make any provisions for Hong Kong profit tax as there were no assessable profits arising in Hong Kong during the six months ended 30 June 2025 (2024: nil).

For the six months ended 30 June 2025, the statutory income tax rate of entities within the Group registered in the PRC is 25% (2024: 25%), except for the following entities entitled to tax exemption or preferential rates:

- Since the respective first revenue-generating year, subsidiaries operating solar power plants are exempted from enterprise income tax for the first three years and are entitled to a 50% tax reduction for the subsequent three years.

7. (LOSS)/EARNINGS PER SHARE

(a) Basic (loss)/earnings per share

Basic (loss)/earnings per share is calculated by dividing the profit attributable to owners of the Company by the weighted average number of ordinary shares in issue during the six months ended 30 June 2025 and 2024, respectively:

	Six months ended 30 June	
	2025	2024
	(Unaudited)	(Unaudited)
(Loss)/profit attributable to owners of the Company (RMB'000)	(3,742)	1,365
Weighted average number of ordinary shares in issue (thousands)	<u>1,484,604</u>	<u>1,484,604</u>
Basic earnings per share (RMB)	<u>(0.0025)</u>	<u>0.0009</u>

(b) Diluted (loss)/earnings per share

Diluted (loss)/earnings per share is calculated by adjusting the weighted average number of ordinary shares outstanding assuming conversion of all dilutive potential ordinary shares.

For the six months ended 30 June 2025 and 2024, no diluted (loss)/earnings per share has been presented because the exercise prices of the share options exceeded the average market price of ordinary shares of the Company.

8. TRADE AND OTHER RECEIVABLES

	As at 30 June 2025 <i>RMB'000</i> (Unaudited)	As at 31 December 2024 <i>RMB'000</i> (Audited)
Trade receivables (a)	301,579	306,131
Tariff adjustment receivables (b)	<u>177,910</u>	<u>166,765</u>
	479,489	472,896
Less: loss allowance for trade receivables	<u>(253,771)</u>	<u>(252,466)</u>
Total trade receivables	<u>225,718</u>	<u>220,430</u>
Prepayments	460	460
Deposits and other receivables	66,479	72,714
Less: loss allowance for other receivables	<u>(557)</u>	<u>(557)</u>
Total trade and other receivables	292,100	293,047
Non-current portion	<u>(23,570)</u>	<u>(23,570)</u>
Current portion	<u>268,530</u>	<u>269,477</u>

As at 30 June 2025, the collection rights of trade receivables derived from solar power plants with carrying amount of RMB156,418,000 (31 December 2024: RMB144,274,000) were pledged as security for the Group's borrowings.

Ageing analysis of trade receivables on gross basis, based on invoice date, is as follows:

	As at 30 June 2025 <i>RMB'000</i> (Unaudited)	As at 31 December 2024 <i>RMB'000</i> (Audited)
Within 1 year	58,025	58,592
1 year to 2 years	51,678	38,367
2 years to 3 years	55,354	56,003
Over 3 years	<u>314,432</u>	<u>319,934</u>
	<u>479,489</u>	<u>472,896</u>

- (a) Trade receivables from sales of household solar power generation systems, rendering smart energy services and sales of electricity are due within six months, one year and one month from the invoice date, respectively. To measure the expected credit losses, trade receivables have been grouped based on shared credit risk characteristics and ageing. The allowance for trade receivables as at 30 June 2025 and 31 December 2024 was determined as follows:

As at 30 June 2025 (unaudited)

Sales of household solar power generation systems	Not yet past due	Past due within 6 months	Past due within 6 months and 18 months	Past due within 18 months and 30 months	Past due over 30 months	Total
<i>Individually assessed:</i>						
Gross carrying amount (RMB'000)	165	—	—	—	182,678	182,843
Loss allowance (RMB'000)	—	—	—	—	(182,678)	(182,678)
<i>Collectively assessed:</i>						
Expected loss rate	0.00%	0.00%	4.28%	8.42%	12.20%	
Gross carrying amount (RMB'000)	4,535	1,418	18,435	10,958	8,593	43,939
Loss allowance (RMB'000)	—	—	(790)	(923)	(1,050)	(2,763)
Total loss allowance (RMB'000)						<u>(185,441)</u>

As at 31 December 2024 (audited)

Sales of household solar power generation systems	Not yet past due	Past due within 6 months	Past due within 6 months and 18 months	Past due within 18 months and 30 months	Past due over 30 months	Total
<i>Individually assessed:</i>						
Gross carrying amount (RMB'000)	1	—	—	—	186,303	186,304
Loss allowance (RMB'000)	—	—	—	—	(178,390)	(178,390)
<i>Collectively assessed:</i>						
Expected loss rate	0.00%	0.00%	4.28%	8.42%	12.20%	
Gross carrying amount (RMB'000)	—	16,748	5,119	10,958	7,421	40,246
Loss allowance (RMB'000)	—	—	(219)	(923)	(906)	(2,048)
Total loss allowance (RMB'000)						<u>(180,438)</u>

As at 30 June 2025 (unaudited)

			Past due between 1 year and 2 years	Past due between 2 years and 3 years	Past due over 3 years	Total
Rendering smart energy services	Not yet past due	Past due within 1 year				
<i>Individually assessed:</i>						
Gross carrying amount (RMB'000)	46	—	—	3,900	32,701	36,647
Loss allowance (RMB'000)	—	—	—	(3,900)	(32,701)	(36,601)
<i>Collectively assessed:</i>						
Expected loss rate	0.00%	4.28%	8.42%	12.20%	15.53%	
Gross carrying amount (RMB'000)	6,358	126	114	—	—	6,598
Loss allowance (RMB'000)	—	(5)	(10)	—	—	(15)
Total loss allowance (RMB'000)						<u>(36,616)</u>

As at 31 December 2024 (audited)

			Past due between 1 year and 2 years	Past due between 2 years and 3 years	Past due over 3 years	Total
Rendering smart energy services	Not yet past due	Past due within 1 year				
<i>Individually assessed:</i>						
Gross carrying amount (RMB'000)	12	—	—	3,900	32,701	36,613
Loss allowance (RMB'000)	—	—	—	(3,900)	(32,701)	(36,601)
<i>Collectively assessed:</i>						
Expected loss rate	0.00%	4.28%	8.42%	12.20%	15.53%	
Gross carrying amount (RMB'000)	10,781	131	114	—	—	11,026
Loss allowance (RMB'000)	—	(6)	(10)	—	—	(16)
Total loss allowance (RMB'000)						<u>(36,617)</u>

As at 30 June 2025 (unaudited)

			Past due between 11 months and 23 months	Past due between 23 months and 35 months	Past due between 35 months and 47 months	Past due over 47 months	Total
Sales of electricity (non-government entities)	Not yet past due	Past due within 11 months					
<i>Individually assessed:</i>							
Gross carrying amount (RMB'000)	—	—	—	—	14	9,573	9,587
Loss allowance (RMB'000)	—	—	—	—	(14)	(9,573)	(9,587)
<i>Collectively assessed:</i>							
Expected loss rate	0.00%	0.00%	4.28%	8.42%	12.20%	15.53%	
Gross carrying amount (RMB'000)	6,236	5,519	5,211	4,207	204	588	21,965
Loss allowance (RMB'000)	—	—	(223)	(354)	(25)	(91)	(693)
Total loss allowance (RMB'000)							<u>(10,280)</u>

As at 31 December 2024 (audited)

			Past due between 11 months and 23 months	Past due between 23 months and 35 months	Past due between 35 months and 47 months	Past due over 47 months	Total
Sales of electricity (non-government entities)	Not yet past due	Past due within 11 months					
<i>Individually assessed:</i>							
Gross carrying amount (RMB'000)	—	—	—	649	857	11,778	13,284
Loss allowance (RMB'000)	—	—	—	(649)	(857)	(11,778)	(13,284)
<i>Collectively assessed:</i>							
Expected loss rate	0.00%	0.00%	4.28%	8.42%	12.20%	15.53%	
Gross carrying amount (RMB'000)	2,444	6,004	5,211	4,207	204	588	18,658
Loss allowance (RMB'000)	—	—	(223)	(354)	(25)	(91)	(693)
Total loss allowance (RMB'000)							<u>(13,977)</u>

As at 30 June 2025 (unaudited)

			Past due between 11 months and 23 months	Past due between 23 months and 35 months	Past due between 35 months and 47 months	Past due over 47 months	Total
Sales of electricity (tariff adjustment receivables)	Not yet past due	Past due within 11 months					
<i>Individually assessed:</i>							
Gross carrying amount (RMB'000)	—	—	1,324	4,361	4,353	10,664	20,702
Loss allowance (RMB'000)	—	—	(1,324)	(4,361)	(4,353)	(10,664)	(20,702)
<i>Collectively assessed:</i>							
Expected loss rate	0%	0%	0.17%	0.39%	0.67%	1.01%	
Gross carrying amount (RMB'000)	21,454	12,293	26,582	31,815	27,579	37,485	157,208
Loss allowance (RMB'000)	—	—	(44)	(125)	(185)	(378)	(732)
Total loss allowance (RMB'000)							(21,434)

As at 31 December 2024 (audited)

			Past due between 11 months and 23 months	Past due between 23 months and 35 months	Past due between 35 months and 47 months	Past due over 47 months	Total
Sales of electricity (tariff adjustment receivables)	Not yet past due	Past due within 11 months					
<i>Individually assessed:</i>							
Gross carrying amount (RMB'000)	—	—	1,324	4,361	4,353	10,664	20,702
Loss allowance (RMB'000)	—	—	(1,324)	(4,361)	(4,353)	(10,664)	(20,702)
<i>Collectively assessed:</i>							
Expected loss rate	0%	0%	0.17%	0.39%	0.67%	1.01%	
Gross carrying amount (RMB'000)	14,877	7,725	26,582	31,815	27,579	37,485	146,063
Loss allowance (RMB'000)	—	—	(44)	(125)	(185)	(378)	(732)
Total loss allowance (RMB'000)							(21,434)

- (b) As at 30 June 2025, RMB144,163,000 (31 December 2024: RMB144,163,000) of trade receivables aged over one year represent tariff-adjustment receivables, derived from the subsidies in respect of sales of electricity. Applying the expected credit risk model result in loss allowance amounted to RMB732,000 recognised for tariff adjustment receivables as at 30 June 2025 (31 December 2024: RMB732,000).

(c) Movement in the loss allowance of trade and other receivables is as follows:

	Six months ended 30 June 2025 <i>RMB'000</i> (Unaudited)	Year ended 31 December 2024 <i>RMB'000</i> (Audited)
Opening balance	253,023	225,749
Increase in loss allowance		
— Trade receivables	6,827	27,274
Written-off as uncollectible		
— Trade receivables	<u>(5,522)</u>	<u>—</u>
Closing balance	<u><u>254,328</u></u>	<u><u>253,023</u></u>

9. SHARE CAPITAL

Ordinary shares, issued and fully paid:

	Six months ended 30 June 2025 (Unaudited)	
	No. of shares (thousands)	Amount <i>HK\$'000</i>
		RMB equivalent <i>RMB'000</i>
As at 1 January 2024 (audited), 31 December 2024 (audited), 1 January 2025 (audited) and 30 June 2025 (unaudited)	<u>1,484,604</u>	<u>14,846</u>
		<u>12,255</u>

During 19 January 2017 to 14 September 2018, the Company granted a total of 125,565,691 share options (the “Options”) under its share option scheme adopted on 22 November 2011 and refreshed on 12 June 2018. The Options entitled eligible participants to subscribe for up to a total of 125,565,691 new shares with par value of HK\$0.01 each in the share capital of the Company. As at 30 June 2025, there were 718,800 outstanding share options. For the six months ended 30 June 2025, no expense arising from share-based payment transactions was recognised as part of employee benefit expense (2024: Nil).

10. TRADE AND OTHER PAYABLES

	As at 30 June 2025 <i>RMB'000</i> (Unaudited)	As at 31 December 2024 <i>RMB'000</i> (Audited)
Trade payables	24,483	16,086
Accruals and other payables	<u>50,945</u>	<u>41,984</u>
	<u><u>75,428</u></u>	<u><u>58,070</u></u>

Ageing analysis of trade payables, based on invoice date, is as follows:

	As at 30 June 2025 <i>RMB'000</i> (Unaudited)	As at 31 December 2024 <i>RMB'000</i> (Audited)
Within 1 year	10,663	241
Over 1 year	<u>13,820</u>	<u>15,845</u>
	<u>24,483</u>	<u>16,086</u>

11. DIVIDENDS

During the six months ended 30 June 2025, the Company did not declare any dividends to the shareholders of the Company (2024: nil).

MANAGEMENT DISCUSSION AND ANALYSIS

OVERVIEW

For the six months ended 30 June 2025 (the “**Period**”), Xinda Investment Holdings Limited (the “**Company**”) and its subsidiaries (collectively, the “**Group**”) were principally engaged in smart energy business and public infrastructure construction business, with gradual expansion and diversification to other clean energy businesses and investment businesses.

During the first half of 2025, the main business of the Group is basically the same as that of the same period in 2024, mainly holding and operating solar power plants, and investing and operating public infrastructure construction business of Baoding Donghu project. For the Period, the Group’s revenue was RMB94,464,000 (same period of 2024: RMB62,795,000), representing an increase of approximately 50.43% as compared to the same period of 2024. Such increase in revenue was primarily attributable to the increase in investment in the public infrastructure construction business during the Period. The loss attributable to owners of the Company amounted to RMB3,742,000 (same period of 2024: profit attributable to owners of the Company RMB1,365,000), the turning from profit to loss was mainly attributable to, among others, the following factors: during the Period, a provision of approximately RMB6,827,000 for impairment losses on trade and other receivables was made by the Group in accordance with the aging method, and other losses of approximately RMB1,600,000 resulting from the disposal of some assets and equipment.

BUSINESS REVIEW

Smart Energy Business

The Group’s smart energy business, positioned as comprehensive energy services for the user side, mainly serves to meet the demands from customers in industrial, commercial and residential sectors as well as public institutions. The Group provides its customers with a full range of smart energy comprehensive utilisation services based on various energy sources including electricity, heat and gas by leveraging on its smart energy cloud platform with proprietary intellectual property rights, to help customers improve their energy utilisation efficiency and reduce energy consumption cost, whereby building a diversified, clean and low-carbon energy supply system.

The Group’s smart energy business mainly represents the possession and operation of solar power plants, including the possession and operation of 11 ground and distributed solar power plants with an installed capacity of approximately 64 megawatts (MW), and the possession and operation household solar power plants with an installed capacity of approximately 18 MW. During the Period, the total power generation revenue of the existing solar power plants was RMB27,448,000 (same period of 2024: RMB34,319,000). In addition, the Group also holds and operates a heating project to collect heating fees, and provides operation and maintenance services for some external household solar power plants to collect operation and maintenance service fees.

During the Period, the smart energy business contributed approximately RMB40,408,000 (same period of 2024: RMB46,347,000) to the Group's revenue, representing a decrease of 12.81% as compared to the same period of last year, which was primarily attributable to the reduction of power generation income caused by the domestic power rationing policy and the natural decline of solar power plants. The smart energy business recorded loss of RMB7,932,000 during the Period (same period of 2024: profit of RMB1,928,000), the turning from profit to loss was mainly attributable to the decrease in power generation revenue of solar power plants as compared with the same period of last year and the loss caused by the disposal of some assets and equipment of a solar power plant.

Public Infrastructure Construction Business

The public infrastructure construction business refers to the business in relation to the construction of public infrastructure and the related preliminary investment and post-construction, operation and management under the Baoding Donghu project (the **"Baoding Donghu Project"**). During the Period, the Baoding Donghu Project contributed RMB54,056,000 (same period of 2024: RMB16,448,000) to the Group's revenue. Profit amounted to approximately RMB4,886,000 (same period of 2024: loss of RMB9,000). The increases in revenue and profit were primarily attributable to the increased investment made by the Group in the project due to the growth in government rebates during the Period.

BUSINESS OUTLOOK

In the first half of 2025, the solar power industry in the People's Republic of China ("**PRC**") went through a period of significant policy-driven and market adjustments, showing the typical characteristic of "rising first and then falling". According to data from the National Energy Administration, in the first half of this year, the newly added domestic solar power installed capacity in PRC reached 212.21 GW, a year-on-year increase of 107%. However, the newly added solar power installed capacity in June was 14.36 GW, a significant month-on-month drop of 85% compared with 92.92 GW in May, setting the lowest monthly new installed capacity record in the first half of this year. At the same time, the industry is also facing many challenges, such as low product prices on the manufacturing side, limited grid absorption capacity on the power generation side, severe tests on the profitability of enterprises, and fierce market competition, showing an "involutionary" trend.

Against this background, we have always adhered to a prudent business strategy, stuck to our main business, refrained from blind expansion, strictly controlled costs, improved operational efficiency, in order to created long-term and stable value for Shareholders.

Regarding the "Notice on Deepening the Market-oriented Reform of New Energy Grid-connected Electricity Prices to Promote the High-quality Development of New Energy" ("**Reform Notice**") jointly issued by the National Development and Reform Commission and the National Energy Administration in February 2025, the Reform Notice requires new energy projects (including wind power and solar power generation) to be fully integrated into the electricity market and conduct market-oriented electricity transactions, which will have an impact on the benchmark electricity price and power generation capacity of solar power plants, and then affect the revenue and profits of power generation enterprises. At present, the implementation details of the Reform Notice are still in the stage

of soliciting opinions from various provinces. We will closely follow the implementation of the details and the implementation of the policy, assess its impact on the Group's existing solar power plants, adjust operational strategies, and ensure the stable operation of the Group's solar power plants.

FINANCIAL REVIEW

Revenue and Gross Profit

The Group's revenue and gross profit for the Period amounted to RMB94,464,000 (same period of 2024: RMB62,795,000) and RMB14,147,000 (same period of 2024: RMB17,192,000), respectively. The revenue had an increase of 50.43% as compared to the same period of last year, such increase was primarily attributable to the increase in investment of the public infrastructure construction business. The gross profit had a decrease of 17.71% as compared to the same period of last year, such decrease was primarily attributable to the reduction in solar power generation revenue caused by the impact of the power rationing policy, while costs remained unchanged.

Gross profit margin was 14.98% (same period of 2024: 27.00%), representing a decrease of 12.02% as compared to the same period of last year, such decrease was primarily attributable to the decline in the gross profit of solar power plants.

Selling and Distribution Expenses

The Group incurred Nil selling and distribution expenses during the Period (same period of 2024: RMB10,000), mainly because the Group did not conduct the sales of household solar power generation systems business during the Period.

Administrative Expenses

The Group incurred administrative expenses of RMB9,975,000 during the Period (same period of 2024: RMB8,571,000), representing an increase of 16.38% as compared to the same period of last year. Such increase was primarily attributable to the increase in management fees during the Period.

Impairment Losses on Financial Assets

During the Period, the Group's impairment losses on financial assets amounted to approximately RMB6,827,000 (same period of 2024: RMB6,501,000), representing an increase of approximately 5.01% as compared to the same period of last year, which was mainly attributable to the provision ratio for bad debts rose due to the increase in the age of some receivables.

Other (Losses)/Gains — Net

The Group recorded other losses of approximately RMB1,962,000 during the Period (same period of 2024: net gains of RMB560,000). The losses were mainly attributable to the loss of approximately RMB1,600,000 caused by the disposal of some assets and equipment of a solar power plant during the Period.

Finance Expenses, Net

Net finance expenses of the Group amounted to RMB1,324,000 for the Period (same period of 2024: RMB2,507,000), representing a decrease of approximately 47.19% as compared to the same period of last year. Such decrease was primarily attributable to the reduction of bank borrowings principal and the decrease in interest rates on bank borrowings.

Income Tax Credit

Income tax credit of the Group amounted to RMB309,000 for the Period (same period of 2024: RMB480,000), representing a decrease of approximately 35.63% as compared to the same period of last year, which was primarily attributable to the decrease in profits of solar power plants business.

LIQUIDITY, FINANCIAL AND CAPITAL RESOURCES

Cash Position

As at 30 June 2025, bank balances and cash amounted to approximately RMB224,406,000 (as at 31 December 2024: RMB221,468,000), of which approximately RMB167,039,000 (as at 31 December 2024: RMB177,934,000) was time deposit with original maturity over three months, approximately RMB13,084,000 (as at 31 December 2024: RMB1,885,000) was restricted bank balances and cash (mainly used for the expenses incurred by the Baoding Donghu Project). The increase in bank balances and cash was mainly due to the higher receipt of government rebates for the Baoding Donghu Project compared with the same period of last year.

Total Current Assets and Current Ratio

As at 30 June 2025, total current assets and current ratio (total current assets/total current liabilities) were approximately RMB673,209,000 (as at 31 December 2024: RMB665,114,000) and 5.17 (as at 31 December 2024: 5.47), respectively. Such increase in total current assets was primarily attributable to the increase in bank balances and cash and trade receivables, and the decrease in current ratio was because the increase in current liabilities.

External Borrowings and Pledge of Assets

As at 30 June 2025, the Group had external borrowings of RMB119,450,000 (as at 31 December 2024: RMB133,600,000), which was secured by certain of the machinery of solar power plants with a carrying amount of RMB198,210,000 and the collection rights of future receivables of certain subsidiaries (as at 31 December 2024: RMB133,600,000 was secured by certain of the machinery of solar power plants with a carrying amount of RMB209,228,000 and the collection rights of future receivables of certain subsidiaries).

Gearing Ratio

The table below sets forth the calculation of gearing ratio of the Group as at the dates indicated:

	As at 30 June 2025 <i>RMB'000</i> (Unaudited)	As at 31 December 2024 <i>RMB'000</i> (Audited)
Bank loans	119,450	133,600
Lease liabilities	12,584	12,799
Amounts due to related parties	74	—
Less: Cash and cash equivalents	(44,283)	(41,649)
Time deposit with original maturity over three months	(167,039)	(177,934)
Restricted cash	(13,084)	(1,885)
	<u> </u>	<u> </u>
Net cash	(92,298)	(75,069)
Total equity	803,307	807,993
	<u> </u>	<u> </u>
Total capital (Net cash plus total equity)	711,009	732,924
	<u> </u>	<u> </u>
Gearing ratio (Net debt/total capital)	N/A	N/A

As at 30 June 2025, the net cash of the Group was RMB92,298,000, which was primarily attributable to the cash assets greater than the debts.

The proportion of long-term and short-term debts was 49.17% and 50.83%, respectively (as at 31 December 2024: 53.33% and 46.67%), of which borrowings of the solar power business amounting to RMB119,450,000 were gradually repaid with proceeds from electricity sales. Therefore, the Group was not exposed to any significant insolvency risk.

Interest Rate Risk

The Group's interest rate risk arises primarily from its external borrowings. During the Period, the external borrowings, which mainly represent bank borrowings for solar power plants, bear interests at rates ranging from 4.94% to 5.18% per annum (as at 31 December 2024: 4.94% to 5.18% per annum). The interest rates applicable to the borrowings of the solar power plants were charged at the lending rate of the PRC for the same period plus 10% to 15%. Its risk is derived from the volatility in China's policy on interest rate, but the Group expects the impact of the interest rate risk on the Group's consolidated profit or loss to be insignificant.

Exchange Risk

As the Group's principal activities are carried out in the PRC, the Group's transactions are mainly denominated in Renminbi, which is not freely convertible into foreign currencies. All foreign exchange transactions involving Renminbi must take place through the People's Bank of China or other institutions authorised to buy and sell foreign exchanges. The exchange rates adopted for foreign exchange transactions are the rates of exchange quoted by the People's Bank of China that are determined largely by supply and demand.

The Group currently does not have a policy on foreign currency risk as it had minimal transactions denominated in foreign currencies during the Period, and the impact of foreign currency risk on the Group's operation is minimal.

Investment Commitments

As at 30 June 2025, the Group had no investment commitments (as at 31 December 2024: Nil).

Contingent Liabilities

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

Fund Raising Activities

The Company did not have any fund raising activities during the Period.

MATERIAL ACQUISITION, INVESTMENT AND DISPOSAL

Material Acquisition and Investment

The Group had no material acquisition and investment during the Period.

Material Disposal

The Group had no material disposal during the Period.

EMPLOYEES AND REMUNERATION POLICIES

The Group had 44 employees as at 30 June 2025 (as at 31 December 2024: 43 employees). Total staff costs, including Directors' emoluments was approximately RMB6,870,000 for the Period (same period of 2024: RMB7,024,000). Employees are remunerated according to the nature of their positions, individual qualification, performance, work experience and market trends, and subject to periodic reviews based on their performance. Apart from basic remuneration and discretionary bonus, the Group also provides mandatory provident fund scheme to employees in Hong Kong and statutory social welfare contribution to employees in the PRC, adhering to the local laws and regulations.

SUBSEQUENT EVENTS

In August 2025, the Group sold the assets of Honghai 110KV transformer station and its right-of-use assets, which located in Hefeng Industrial Park of Hoboksar Mongol Autonomous County, Xinjiang to an independent third party with total consideration of RMB7 million. As at the date of this announcement, the transaction had been completed.

Except as disclosed above, to the best knowledge of the Board, there were no other material subsequent events of the Group from 30 June 2025 to the date of this announcement.

COMPLIANCE WITH THE CG CODE

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 had complied with all the applicable code provisions set out in the Corporate Governance Code (the “**CG Code**”) contained in Appendix C1 to the Rules Governing the Listing of Securities (the “**Listing Rules**”) on The Stock Exchange of Hong Kong Limited (the “**Stock Exchange**”) during the Period, except for the following deviation:

Mr. Wei Qiang, an executive Director, is the chief executive officer and the chairman of the Board. According to Provision C.2.1 of the CG Code, the roles of chairman and chief executive officer should be separate and should not be performed by the same individual. The Board is of the opinion that vesting the roles of both the chairman and the chief executive officer in the same person could improve the Company’s effectiveness and efficiency in reaching its business goals. The Board also believes that this arrangement will not be detrimental to the balance of power and authority between the chairman and the chief executive officer, while a higher ratio of non-executive Directors (including independent non-executive Directors) will enable the Board to make unbiased judgments more effectively and provide sufficient supervision to protect the interests of the Company and the Shareholders.

COMPLIANCE WITH THE MODEL CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS

The Company has adopted the Model Code for Securities Transactions by Directors of Listed Issuers (the “**Model Code**”) set out in Appendix C3 to the Listing Rules as its own code of conduct regarding the securities transactions of the Directors.

The Company has made specific enquiry to all Directors, and all Directors have confirmed that, during the Period, they had complied with the requirements of the Model Code.

REVIEW OF INTERIM RESULTS

The interim consolidated financial information is unaudited but has been reviewed by the external auditor of the Company.

The Audit Committee, together with the management, has reviewed the Group's unaudited interim consolidated financial information for the Period. The Audit Committee is of the opinion that such financial information has complied with the applicable accounting standards, and the Stock Exchange and legal requirements, and that adequate disclosure has been made. The Audit Committee has also reviewed this interim results announcement and confirms that it is complete and accurate and complies with the requirements of the Listing Rules.

INTERIM DIVIDEND

The Board did not recommend the payment of any interim dividend in respect of the Period (for the six months ended 30 June 2024: Nil).

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

During the 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). During the Period and as at 30 June 2025, the Company did not hold any treasury shares either.

PUBLICATION

The interim results announcement of the Company for the Period is published on the websites of the Stock Exchange (www.hkexnews.hk) and the Company (www.xindaholdings.com) respectively. The 2025 interim report will be dispatched to the Shareholders and published on the respective websites of the Stock Exchange and the Company in due course.

By order of the Board
Xinda Investment Holdings Limited
Wei Qiang
Chairman

Hebei, 28 August 2025

As at the date of this announcement, the executive Directors are Mr. Wei Qiang and Ms. Zou Yanhong, and the independent non-executive Directors are Dr. Han Qinchun, Mr. Wong, Yik Chung John and Mr. Feng Zhidong.