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XJ International Holdings Co., Ltd.

希教國際控股有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 1765)

ANNUAL RESULTS ANNOUNCEMENT FOR THE YEAR ENDED 31 AUGUST 2025

The Board of the Company is pleased to announce the annual results and the audited consolidated financial statements of the Group for the year ended 31 August 2025, together with the comparative figures for the year ended 31 August 2024.

HIGHLIGHTS

1. Focusing on improving the quality of talent cultivation and building a diversified education system

With the core of improving the quality of talent cultivation, our schools have made overall plans and adopted comprehensive measures to implement the “four-dimensional integration” initiatives: Firstly, we promoted the integration of majors and industries, closely followed the needs of social and economic transformation and development and modern industrial layout, dynamically adjusted the structure of majors, and realized resonance and effective connection between the set-up of majors and industry development; Secondly, we strengthened the integration of teachers’ theories and skills, recruited more than 1,100 teachers throughout the year (including 130 teachers with senior titles and 26 teachers with a doctor’s degree), identified nearly 100 senior dual-qualified teachers, implemented the “mentorship system” (with 206 mentors guiding 817 young teachers), and selected more than 200 teachers to practice in enterprises to practically improve their skill teaching quality; Thirdly, we drove the integration of “posts, courses, competitions and certificates”. Industry post standards, skill competition requirements, and vocational certificate content and system were integrated into the entire process of courses and the teaching, so as to realize “courses to match posts, competitions to promote skills, and certificates to enhance competitiveness”; Fourthly, we promoted the integration of practical training and enterprise scenarios, built an integrated teaching system of “on-campus practical training + enterprise scenarios”, built 52 new professional practical training units for majors covering cutting-edge fields such as robots and new energy technologies, introduced 79 sets of practical training software, upgraded and transformed 74 practical training units, and built 394 multimedia classrooms to strengthen skill training with real scenarios.

2. Deepening school-enterprise collaborative education and broadening high-quality employment channels

The Company collaborated with various colleges and universities by taking the integration of industry and education as a starting point, we continued to deepen the school-enterprise collaborative education mechanism, established new cooperative relationships with nearly 100 key enterprises, covering areas such as intelligent entrepreneurship and innovation, model trading, and cloud classrooms, and promoted the coordinated development of talent cultivation and industrial innovation side by side. The employment service mechanism was continuously refined, with a total of 799 mutual selections and special job fairs held throughout the year, attracting 5,346 enterprises to participate and offering more than 181,000 positions. Online recruitment information was released 5,464 times, expanding over 125,000 job opportunities. During the Reporting Period, the comprehensive capabilities of graduates from all schools were widely recognized by employers, and the average employment rate of graduates steadily increased compared to the previous year.

3. Continuously promoting the international strategic layout and expanding our influence in international education

The Company continued to promote its international development strategy, and its operating ability and brand influence of its overseas schools have significantly improved. INTI International University in Malaysia is ranked 509th in the QS World University Rankings 2026 and 122nd in Asia, and was awarded the “Malaysia’s Best Higher Education Group Award”. Shinawatra University ranked 250th in QS Asia University Rankings 2026, placing it among the top ten in Thailand ranked 250th in QS Asia University Rankings 2026, placing it among the top ten in Thailand. Wekerle Business School in Hungary was upgraded to “Wekerle International University” in June 2025.

We actively fuelled the sharing of quality educational resources among overseas and domestic and institutions, and our sino-foreign cooperation education projects were implemented steadily, achieving new milestones in the work of joint talent cultivation.

MANAGEMENT DISCUSSION AND ANALYSIS

REVIEW ON INDUSTRY POLICIES

The 2024–2035 Master Plan on Building China into a Leading Country in Education (《教育強國建設規劃綱要(2024–2035)》): it was jointly issued by the CPC Central Committee and the State Council in January 2025 and clearly proposed the strategic goal for the first time to build a leading country in education by 2035. As China’s first national-level action plan themed “leading country in education”, it aims at promoting the integrated development of education, technology, and talent through systematic deployment, serving the modernization construction with Chinese characteristics, and enhancing the efficiency of the national innovation system comprehensively.

The 2025 Government Work Report (《2025年政府工作報告》): it was considered and approved by the Third Session of the Fourteenth National People’s Congress and clearly required to “deeply implement the strategy of rejuvenating the country through science and education, and enhance the overall efficiency of the national innovation system.” The report proposed to formulate and implement a three-year action plan for building a leading country in education, advancing education development, technological innovation, and talent cultivation in a coordinated manner, thereby establishing a foundational and strategic support for modernization with Chinese characteristics.

The Opinions on Deeply Implementing the ‘AI+’ Action (《關於深入實施「人工智能+」行動的意見》): it was issued by the State Council in August 2025 and proposed that “By 2027, artificial intelligence will be widely and deeply integrated into six key areas, the penetration rate of new-generation intelligent terminals and intelligent bodies will exceed 70%, the scale of the intelligent economy’s core industries will grow rapidly, the role of artificial intelligence in public governance will be significantly enhanced, and the open cooperation system for artificial intelligence will be continuously refined”. It requires: “The promotion of artificial intelligence education across all academic stages and general education for the entire society, universities are encouraged to optimize their set-up of disciplines and majors, and to construct foundational disciplines of artificial intelligence. Vocational colleges should closely integrate with development needs, offer artificial intelligence application technology-related majors, strengthen practical teaching, and cultivate skilled talents”. “Artificial intelligence skills training shall be vigorously supported to stimulate innovation, entrepreneurship, and re-employment vitality in artificial intelligence. Enterprises are supported to cooperate with universities and training institutions to carry out customized talent cultivation projects, closely integrating educational resources with market demand, and providing enterprises with more high-quality professional talents that meet their needs.

Our Business Development Achievements by Schools

1. Upholding quality as the central position, building a new ecosystem for talent cultivation

The structure of majors was continuously optimized, with 12 higher vocational colleges dynamically set up their majors, adding 32 majors related to the cutting edge of the industry such as artificial intelligence technology and big data analysis, suspended enrollment in 20 majors with insufficient adaptability to the market demand, and formulating 396 major construction plans. We focus on cultivating benchmarks of majors, creating 7 group-level first-class majors (such as vehicle engineering at Southwest Jiaotong University Hope College and financial management at Guizhou Qiannan Economic College), 23 provincial-level first-class undergraduate major construction sites, 21 new provincial-level first-class courses, golden courses, and excellent courses, and 41 key projects newly approved under the school-level characteristic major cultivation project; 2 new provincial-level modern industrial colleges were added, and 1 national typical case of industry-education integration and science-education integration was obtained. The quality of talent cultivation has been significantly improved. The schools have won 567 national awards and 2,621 provincial awards in various academic and skill competitions, and 364 outstanding works have been included in the resource database.

2. Fruitful achievements in education, science and research, with innovative vibrancy from both domestic and overseas institutions

The scientific research capabilities of domestic schools have steadily improved. 19 domestic schools have newly approved 1,068 projects of various levels and types, representing a year-on-year increase of 63.33%, including 218 provincial-level projects (a year-on-year increase of 16.4%), 339 municipal-level projects (a year-on-year increase of 92.27%), and 511 school-level projects (a year-on-year increase of 71.85%); 1,536 papers have been published (a year-on-year increase of 57.87%), including 162 papers in core journals (including 40 indexed by SCI, 41 indexed by EI, and 57 in Chinese core journals); 249 patents have been granted (a year-on-year increase of 98.77%). 23 self-published textbooks have been developed (including 4 national planned textbooks and 19 provincial planned textbooks) and 20 monographs have been published. Our schools actively engaged in scientific research cooperation with society to promote industrial development.

The scientific research influence of overseas schools continues to increase. INTI International University in Malaysia has published 2,021 papers in international journals; Shinawatra University added 465 papers indexed by Scopus.

3. *Deepening school-enterprise collaborations and promoting a steady improvement in employment quality*

During the Reporting Period, nearly 100 new school-enterprise cooperation enterprises were added, covering areas such as intelligent entrepreneurship and innovation, and cloud classrooms. Talents were cultivated through apprenticeship, order classes, and modern industrial colleges. 52 new professional practical training units (covering cutting-edge fields such as robot technology and e-commerce live streaming) were constructed, 84 on-campus practical training units were built, 79 sets of practical training software were introduced, 394 multimedia classrooms were constructed, and 40,000 pieces of teaching instruments and equipment were provided. Southwest Jiaotong University Hope College has successfully approved 8 Supply-Demand Matching Career Development Project of the Ministry of Education.

Our schools held 799 mutual selections and special job fairs throughout the year, attracting 5,346 enterprises to participate and providing over 306,000 job vacancies (181,000 offline and 125,000 online). They conducted 127 employment guidance training sessions and 408 career planning lectures, helping students achieve a pass rate of 90% in the “three passes assessment”. The average employment rate of graduates from our schools increased steadily compared to the previous year, and Yinchuan University of Energy received the first prize in the Ningxia Autonomous Region University employment work assessment.

4. *New breakthroughs in international school operation and new achievements in the synergy of domestic and overseas resources*

INTI International University in Malaysia ranked 509th in the QS World University Rankings 2026 (122nd in Asia) and was awarded the “Malaysia’s Best Higher Education Group Award”. Shinawatra University ranked 250th in the QS Asia University Rankings 2026. Wekerle Business School in Hungary was officially upgraded to “Wekerle International University” in June 2025, achieving an important leap in its educational level.

We actively fuelled the synergy and sharing of quality educational resources among domestic and overseas institutions, steadily carried out Sino-Foreign cooperation projects, ceaselessly deepened innovation in joint talent cultivation models, drove new achievements in international education, and continuously enhanced the Company’s competitiveness and influence in the global higher education sector.

Significant Events during the Reporting Period

1. On 16 September 2024, the Bank of New York Mellon, London Branch filed a Notice of Appeal to the Court of Appeal against the order of dismissal of winding-up petition made by the High Court on 28 August 2024. The hearing of the appeal took place on 17 April 2025 and a judgment was handed down by the Court of Appeal on 18 June 2025 that the said appeal is dismissed. For details, please refer to the announcements of the Company dated 16 September 2024, 18 December 2024, 17 April 2025 and 18 June 2025.
2. With effect from 27 September 2024, Mr. Tang Jianyuan has resigned as a non-executive Director and a member of the audit committee of the Company in order to devote more time to his personal matters; Mr. Xu Changjun has been re-designated from the position of an executive Director to a non-executive Director, ceased to be a member of the strategy and development committee of the Company and has been appointed as a member of the audit committee of the Board; and Mr. Deng Yi has been appointed as an executive Director and a member of the strategy and development committee of the Company. For details, please refer to the announcement of the Company dated 27 September 2024.
3. On 29 November 2024, Sichuan Hope Education and Chengdu Jinyuhua Enterprise Management Co., Ltd.* (成都瑾育華企業管理有限公司) entered into a transfer agreement with Laike Holdings Co., Ltd.* (萊克控股有限公司) and Nanfeng Zhiwoyi (Beijing) Education Technology Co., Ltd.* (南風知我意(北京)教育科技有限公司) to dispose 100% equity interest in the Weixian Giant Education Technology Co., Ltd.* (威縣巨人教育科技 有限公司) and Hebei Wuhu Property Development Co., Ltd.* (河北五湖房地產開發有限公司) and the entire operation rights and interest in the Xingtai Vocational College of Applied Technology* (邢臺應用技術職業學院). As the highest applicable percentage ratio in respect of the disposal exceeds 25% but is less than 75%, the disposal is subject to approval of the shareholders of the Company pursuant to Rule 14.06(3) of the Listing Rules. Since additional time is needed to prepare for and finalize the content, the dispatch of the relevant circular is delayed to 23 October 2025. For details, please refer to the announcements of the Company dated 29 November 2024, 19 December 2024, 28 January 2025, 28 February 2025, 31 March 2025, 30 April 2025, 30 May 2025, 30 June 2025, 31 July 2025, 29 August 2025 and 30 September 2025.
4. With effect from 29 November 2024, Ms. Lou Qunwei has resigned as an executive Director and a member of the strategy and development committee of the Company due to change in work arrangement. Ms. Wang Xiu has been appointed as an executive Director and a member of the strategy and development committee. For details, please refer to the announcement of the Company dated 29 November 2024.

5. With effect from 4 December 2024, Mr. Yang Wen has been appointed as the chief investment officer of the Company. For details, please refer to the announcement of the Company dated 4 December 2024.
6. On 23 January 2025, Mr. Li Tao has resigned as a non-executive Director, a member of the audit committee of the Company, a member of the strategy and development committee of the Company and an authorized representative of the Company due to change in work arrangement. Mr. Wang Xiaowu has been appointed as a non-executive Director, a member of the audit committee of the Company and a member of the strategy and development committee of the Company. Mr. Yuan Junmin has resigned as the chief financial officer of the Company due to change in work arrangement, and Mr. Yang Wen has been appointed as the chief financial officer of the Company. Mr. Yang Wen has resigned as the chief investment officer of the Company due to change in work arrangement, and Mr. Tan Li has been appointed as the chief investment officer of the Company. Mr. He Di has resigned as a joint company secretary of the Company due to personal reasons. Mr. Wang Huiwu has been appointed to replace Mr. Li Tao as the authorized representative of the Company. For details, please refer to the announcement of the Company dated 23 January 2025.
7. On 13 February 2025, Mr. Tan Li has been appointed as the joint company secretary of the Company with effect from 13 February 2025. For details, please refer to the announcement of the Company dated 13 February 2025.
8. On 13 February 2025, Sichuan Hope Education and Lanzhou Hengwen Middle School New Campus Co., Ltd.* (蘭州衡文中學新校區有限責任公司) entered into the equity transfer agreement, pursuant to which Sichuan Hope Education has agreed to dispose and Lanzhou Hengwen Middle School New Campus Co., Ltd. has agreed to acquire 100% equity interest and the affiliated entity of Baiyin Mingde Education Co., Ltd.* (白銀明德教育有限責任公司). For details, please refer to the announcements of the Company dated 13 February 2025 and 10 April 2025.
9. On 7 March 2025, the Company announced the formation of a special work group for the convertible bonds which is comprised of Mr. Yang Wen as group leader, and Mr. Tan Li and Mr. Zhou Xing as members. The group will engage advisors as authorized by the Board to communicate with investors to advance a convertible bond solution. For details, please refer to the announcement of the Company dated 7 March 2025.
10. On 24 April 2025, the wholly-owned subsidiary of the Group Sichuan Shurui Enterprise Management Service Co., Ltd.* (四川署瑞企業管理服務有限公司) entered into an equity transfer agreement to dispose 80% equity interests in Nanchang Dongmei Education Technology Co., Ltd.* (南昌東美教育科技有限公司) and interests in its subsidiary entities to Hunan Zhongxie Education Management Group Co., Ltd.* (湖南中協教育管理集團有限公司). For details, please refer to the announcements of the Company dated 24 April 2025 and 19 May 2025.

11. On 26 May 2025, the Company announced that, as of the date, it has repurchased US\$78,700,000 in aggregate principal amount of the convertible bonds (representing approximately 22.49% of the convertible bonds originally issued) in accordance with the terms of the convertible bonds, at a total cash consideration of approximately US\$47,490,250 (representing approximately 60.34% of the par value of the convertible bonds). The remaining principal amount outstanding after settlement was US\$271,300,000. For details, please refer to the announcement of the Company dated 26 May 2025.
12. On 12 June 2025, the wholly-owned subsidiary of the Group Chengdu Dingtaiheng Enterprise Management Co., Ltd.* (成都鼎泰亨企業管理有限公司) entered into an equity transfer agreement to dispose 100% equity interests in Zhangshu City Yude Education Management Co., Ltd.* (樟樹市育德教育管理有限公司) and interests in its subsidiary entities to Hainan Aifusheng Technology Co., Ltd.* (海南愛福生科技有限公司). For details, please refer to the announcement of the Company dated 12 June 2025.
13. On 3 July 2025, the Company invited eligible bondholders to approve amendments, withdrawals, waivers and releases relating to the convertible bonds by an extraordinary resolution by electronic consent or meeting of the bondholders. Eligible persons may receive a consent fee of 1.0 per cent. of the principal amount of the bonds. For details, please refer to the announcements of the Company dated 3 July 2025, 18 July 2025, 30 July 2025, 11 September 2025 and 26 September 2025.
14. On 10 July 2025, the Board proposed a rights issue of 1,028,121,838 rights shares at the subscription price of HK\$0.2 per rights share based on one rights share for every eight shares held by the qualifying shareholders on the record date. For details, please refer to the announcement of the Company dated 10 July 2025.
15. On 30 July 2025, the rights issue proposed on 10 July 2025 was terminated, and the Board re-proposed rights issue of 685,414,558 rights shares at the subscription price of HK\$0.2 per rights share on the basis of one rights share for every twelve shares held by the qualifying shareholders on the record date. For details, please refer to the announcements of the Company dated 30 July 2025, 20 August 2025, 5 September 2025 and 23 September 2025.
16. On 11 August 2025, the wholly-owned subsidiary of the Group Chengdu Dingtaiheng Enterprise Management Co., Ltd.* (成都鼎泰亨企業管理有限公司) entered into the equity transfer agreement to dispose 100% equity interests in Xi'an Changdian Education Management Co., Ltd.* (西安長電教育管理有限公司) and interests in its subsidiary entities to Guilin Shanshui No.1 Hotel Management Co., Ltd.* (桂林山水壹號酒店管理有限公司). For details, please refer to the announcements of the Company dated 11 August 2025 and 9 October 2025.

17. On 26 August 2025, the wholly-owned subsidiary of the Group Sichuan Hope Education Industry Group Limited* (四川希望教育產業集團有限公司) entered into the equity transfer agreement to dispose 100% equity interests in Shanghai Pumeng Zhichuan Education Technology Co., Ltd.* (上海普夢職川教育科技有限公司) and interests in its subsidiary entities to Guilin Punuojie Electronic Co., Ltd.* (桂林普諾基電子有限公司). For details, please refer to the announcement of the Company dated 26 August 2025.
18. On 29 August 2025, Ms. Wang Xiu and Mr. Zhang Jin have been appointed as members of the Nomination and Remuneration Committee of the Board with effect from 29 August 2025. For details, please refer to the announcement of the Company dated 29 August 2025.

Our Students

The Group believes the pragmatic teaching philosophy of its schools, well-developed curriculum system, good-quality teachers as well as its high graduate employment rate help attracting high-quality students who are seeking their ideal employment.

	Student Enrolled	
	As at 31 October 2025	As at 31 October 2024
Schools		
Undergraduate colleges	145,849	138,739
Junior colleges	136,471	143,819
Technical education	5,488	8,706
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Total	287,808	291,264
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Note:

The enrolled student information is based on the official records of the relevant education authorities in China or the internal records of the Group's schools.

OUTLOOK

1. Deepening the integration of technology and education to empower the enhancement of quality of talent cultivation

We are actively using technology to empower education and teaching. New technologies such as artificial intelligence and big data are integrated into the construction of majors and teaching to help students widen their horizons and enhance their professional competence. We are also introducing technologies including VR/AR and simulation and creating virtual laboratories and practical scenarios to comprehensively upgrade our students' hands-on skills and problem-solving abilities, to deliver high-quality applied and technical talents to society.

2. Promoting the integration of four chains to precisely cultivate talents transforming from the service industry

We adhere to the strategy of integrating industry and education, and build a “education chain-talent chain-innovation chain-industrial chain” deeply integrated system. School-enterprise cooperation will be deepened through intensifying apprenticeships, order form classes, and industry colleges, precisely matching the demands of the industry and focusing on improving students' professional skills and comprehensive competence, providing more precise and firm talent support for industrial transformation, upgrading, and high-quality development of the economy and society.

3. Optimizing global presence to achieve sustainable and stable growth

While continuously enhancing the operating quality and content of domestic schools, we are actively expanding the market of overseas higher vocational education. In particular, we are exploring opportunities to cooperate with countries along the “Belt and Road” to commence higher vocational education. We spare no efforts in promoting the connection, synergy and sharing of quality educational resources among domestic and overseas schools and achieve an overall synergized development.

4. Strengthening lean management to improve operating efficiency and risk resistance

We continuously promote lean management to achieve cost reduction and efficiency enhancement, optimize asset allocation and precisely enhance asset management efficiency and operating efficiency, and have our debt risks strictly under control, to continuously replenish cash flow, and continuously build core competitive edge, providing solid protection for the Company's long-term sustainable development.

FINANCIAL REVIEW

Revenue

For the year ended 31 August 2025, revenue of the Group reached RMB3,960.34 million, representing an increase of RMB228.27 million or 6.12% from RMB3,732.07 million for the corresponding period of last year. Such increase was mainly due to the upward adjustment of tuition fees for students enrolled at domestic and overseas institutions.

Cost of Sales

For the year ended 31 August 2025, cost of sales of the Group was RMB2,292.54 million, representing an increase of RMB134.04 million or 6.21% from RMB2,158.50 million for the corresponding period of last year. Such increase was mainly due to (i) enhancement of teaching quality, recruitment of additional teachers and increase in remuneration of faculty members; and (ii) increased investment in practical training and increase in depreciation and amortisation of school premises and practical training facilities transferred to fixed assets.

Gross Profit

For the year ended 31 August 2025, gross profit of the Group amounted to RMB1,667.80 million, representing an increase of RMB94.23 million or 5.99% from RMB1,573.57 million for the year ended 31 August 2024.

Selling Expenses

For the year ended 31 August 2025, selling expenses of the Group amounted to RMB327.35 million, representing an increase of RMB85.50 million or 35.35% from RMB241.85 million for the year ended 31 August 2024. Such increase was mainly due to the expansion of student recruitment channels and the resultant growth in student enrollment size.

Administrative Expenses

For the year ended 31 August 2025, administrative expenses of the Group amounted to RMB613.90 million, representing an increase of RMB13.35 million or 2.22% from RMB600.55 million for the year ended 31 August 2024. Such increase was mainly due to (i) the increase in remuneration of school administrators; and (ii) the increase in professional service fees.

Finance Costs

For the year ended 31 August 2025, finance costs of the Group amounted to RMB225.68 million, representing a decrease of RMB63.73 million or 22.02% from RMB289.41 million for the year ended 31 August 2024. This was mainly due to the reduction in the size of the Group's loans and the optimisation of its loan structure.

Impairment on financial assets and non-financial assets

For the year ended 31 August 2025, impairment on financial assets and non-financial assets of the Group amounted to RMB654.63 million, representing an increase of RMB536.59 million from RMB118.04 million for the year ended 31 August 2024. Such increase was mainly due to the comprehensive and stringent asset portfolio impairment test conducted on the goodwill arising from the Company's historical acquisitions of schools during the current period, leading to a goodwill impairment provision based on the principle of prudence.

Profits for the Reporting Period

For the year ended 31 August 2025, the Group recorded net profit of RMB386.68 million, a decrease of RMB226.41 million or 36.93% compared with that of RMB613.09 million for the year ended 31 August 2024.

Capital Commitments

The Group's capital commitments were primarily related to the acquisition of property, plant and equipment. The following table sets forth a summary of our capital commitments as at the dates indicated:

Items	As at 31 August 2025 (in millions of RMB)	As at 31 August 2024 (in millions of RMB)
Contracted, but not provided for:		
Property, plant and equipment	511.43	600.24
Prepaid land lease payments	37.73	37.73
Acquisition of equity interests	—	66.78
Total	<u>549.16</u>	<u>704.75</u>

Liquidity, Financial Resources

As at 31 August 2025, the Group had total cash and bank balances of RMB3,291.59 million (31 August 2024: RMB3,100.75 million), among which: (i) cash and cash equivalents amounted to RMB2,647.54 million (31 August 2024: RMB2,549.30 million); (ii) time deposits amounted to RMB185.91 million (31 August 2024: Nil); and (iii) pledged and restricted deposits amounted to RMB458.14 million (31 August 2024: RMB551.45 million).

Indebtedness

Bank Loans and Other Borrowings

The Group's bank loans and other borrowings primarily consist of short-term loans for working capital and long-term loans for construction of school buildings and facilities and other projects. The Group supplements its working capital and finances its expenditure primarily through borrowings obtained from banks. As at 31 August 2025, the aggregate loan balance amounted to RMB2,824.64 million (31 August 2024: RMB3,237.36 million), with most of the loans denominated in RMB. As at 31 August 2025, the Group's bank loans and other borrowings bore an effective average interest rate of 5.72% per annum (31 August 2024: 7.19% per annum).

The Group's objective is to maintain a balance between the continuity and flexibility in the supply of funds through the use of cash flows generated within our Group's operations and other borrowings. The Group regularly reviews major funding positions to ensure adequate financial resources to meet its financial obligations.

Current Ratio

As at 31 August 2025, current assets of the Group amounted to RMB6,090.77 million, consisting of bank balance, time deposits and pledged and restricted deposits of RMB3,291.59 million, assets classified as held for sale of RMB1,624.10 million, prepayments, deposits and other receivables of RMB979.69 million, trade receivables of RMB99.62 million, contract cost assets of RMB66.82 million, inventories of RMB22.00 million and amounts due from related parties of RMB6.95 million. Current liabilities of the Group amounted to RMB8,781.72 million, including other payables and accruals of RMB3,141.57 million, contract liabilities of RMB2,093.24 million, interest-bearing bank and other borrowings of RMB1,389.20 million, convertible bonds of RMB1,174.12 million, liabilities directly associated with the assets classified as held for sale of RMB598.61 million and other current liabilities of RMB384.98 million. As at 31 August 2025, current ratio (current assets divided by current liabilities) of the Group was 0.69 (31 August 2024: 0.43).

Contingent Liabilities

As at 31 August 2025, the Group did not have any material contingent liabilities, guarantees or any litigations or claims of material importance, pending or threatened against any member of the Group.

Net Debt to Equity Ratio

Net debt to equity ratio equalled to total interest-bearing bank and other borrowings of RMB2,824.64 million, net of cash and cash equivalents of RMB2,647.54 million, time deposits of RMB185.91 million, and pledged and restricted deposits of RMB458.14 million as at the end of the Reporting Period divided by total equity of RMB9,582.14 million as at the end of the Reporting Period. The Group's net debt to equity ratio decreased to -4.9% as at 31 August 2025 as compared with 1.5% as at 31 August 2024, which was mainly due to the Group's cash and cash equivalents, time deposits, and pledged and restricted deposits held at the end of the period exceeding its interest-bearing bank and other borrowings.

Debt to Equity Ratio

As at 31 August 2025, debt to equity ratio of the Group (calculated by dividing total interest-bearing bank and other borrowings by total equity) was approximately 29.5% (31 August 2024: 35.4%).

Foreign Currency Risk and Management

The majority of the Group's revenue and expenditures are denominated in Renminbi, the functional currency of the Company. As at 31 August 2025, certain bank balances and cash were denominated in United States dollar, Thailand Baht, Malaysian ringgit and Hungarian Forint. The Group has not entered into any financial arrangements for hedging purpose as it is expected that there will be no material foreign exchange exposure.

Significant Investments, Material Acquisitions and Disposals and Future Plans in relation to Material Investments or Capital Assets

Save as disclosed in this announcement, the Group did not have other significant investments, material acquisitions and disposals or any future plans in relation to material investments or capital assets. Save as disclosed in this announcement, each of the investments held by us as a percentage of the Group's total assets as at 31 August 2025 did not amount to 5% or more.

Material Acquisitions and Disposals of Subsidiaries, Associates and Joint Ventures

Save as disclosed in this announcement, during the Reporting Period, the Group did not have material acquisitions or disposals of subsidiaries.

OTHER EVENTS

Events after the Reporting Period

1. On 23 September 2025, based on the acceptance results of the rights issue and the placing results of the unsubscribed arrangements, the rights shares (including the unsubscribed rights shares) to be allotted and issued amounted to 444,792,885 rights shares. The net proceeds (after deducting all relevant expenses) from the rights issue were approximately HK\$87.4 million. For details, please refer to the prospectus dated 21 August 2025 and the announcement dated 23 September 2025 of the Company.
2. On 25 September 2025, the Company restructured and early redeemed the convertible bonds in accordance with the terms and conditions agreed with the holders of the convertible bonds. The Company has redeemed all outstanding convertible bonds at the settlement amount of US\$162,668,300 as set out in the terms and conditions of the convertible bonds. The Company has also allocated and issued a total of 4,168,549 ordinary shares in accordance with a conversion notice received by the Company on 18 September 2025 related to the convertible bonds with a principal amount of US\$2,070,000. For details, please refer to the announcement of the Company dated 25 September 2025.
3. On 14 November 2025, an extraordinary general meeting was held by the Company to approve, among others, (i) the entering of the equity transfer agreement dated 29 November 2024 (as supplemented by the supplemental agreement with regards to the equity transfer agreement entered into on 24 October 2025) and the transactions contemplated thereunder; and (ii) the entering into of the equity transfer agreement dated 26 August 2025 and the transactions contemplated thereunder. For details, please refer to the announcement dated 14 November 2025 and the circular dated 24 October 2025 of the Company.
4. On 16 November 2025, Sichuan Shurui Enterprise Management Service Co., Ltd. * (四川署瑞企業管理服務有限公司) entered into an equity transfer agreement with Xi'an Dianzhen Industrial Co., Ltd. * (西安典振實業有限公司) to dispose its entire interest in Xi'an Beinuosi Education Management Co., Ltd., which holds a 70.03% sponsor right of Shaanxi University, at a consideration of RMB10,000,000. For details, please refer to the announcements dated 17 November 2025 and 19 November 2025 of the Company.

CORPORATE GOVERNANCE CODE

The Company is committed to the establishment of good corporate governance practices and procedures with a view to be a transparent and responsible organization which is open and accountable to the Shareholders. The Board strives for adhering to the principles of corporate governance and has adopted sound corporate governance practices to meet the legal and commercial standards, focusing on areas such as internal control, fair disclosure and accountability to all Shareholders to ensure the transparency and accountability of all operation activities of the Company. The Company believes that effective corporate governance is the foundation to create more value for the Shareholders. In order to optimize return for Shareholders, the Board will continue to review and improve the corporate governance practices of the Group from time to time to ensure that the Group is led by an effective Board.

For the year ended 31 August 2025, the Company has complied with all the code provisions set out in Part 2 of the Corporate Governance Code and satisfied substantially all of the recommended best practices requirements as set out in Part 2 of the Corporate Governance Code.

MODEL CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS OF LISTED ISSUERS

For the year ended 31 August 2025, the Company has adopted the Model Code set out in Appendix C3 to the Listing Rules as its code of conduct regarding securities transactions by the Directors.

Having made specific enquiry on all Directors, all Directors confirmed that they have complied with the required standard set out in the Model Code regarding securities transactions by the Directors during the year ended 31 August 2025.

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

On 26 May 2025, the Company announced that, as of the date, it has repurchased US\$78,700,000 in aggregate principal amount of the convertible bonds (representing approximately 22.49% of the convertible bonds originally issued) in accordance with the terms of the convertible bonds, at a total cash consideration of approximately US\$47,490,250 (representing approximately 60.34% of the par value of the convertible bonds). Following settlement, the principal amount of the convertible bonds remains outstanding was US\$271,300,000. For details, please refer to the announcement of the Company dated 26 May 2025.

Save as disclosed above, neither the Company nor any of its subsidiaries has purchased, sold or redeemed any of the Company's listed securities (including the sale of treasury shares) during the Reporting Period. The Company holds no treasury shares as of the end of the Reporting Period.

PAYMENT OF FINAL DIVIDEND

The Board does not recommend the payment of a final dividend for the year ended 31 August 2025 due to funding arrangements.

AUDIT COMMITTEE

The audit committee of the Company has reviewed the accounting principles and practices adopted by the Group and discussed matters in relation to auditing, internal control and financial reporting. The audit committee of the Company has reviewed the Group's annual results and consolidated financial statements for the year ended 31 August 2025.

SCOPE OF WORK FOR ANNUAL RESULTS ANNOUNCEMENT BY AUDITORS

The financial information set out in this announcement does not constitute the Group's audited accounts for the year ended 31 August 2025, but represents an extract from the consolidated financial statements for the year ended 31 August 2025 which have been audited by the auditor of the Company, Ernst & Young in accordance with Hong Kong Standards on Auditing issued by the Hong Kong Institute of Certified Public Accountants. The financial information has been reviewed by the audit committee of the Company and approved by the Board.

PUBLICATION OF ANNUAL RESULTS ANNOUNCEMENT AND ANNUAL REPORT

This annual results announcement has been published on the websites of HKEXnews (www.hkexnews.hk) and the Company (www.hopeedu.com). The annual report of the Company for the year ended 31 August 2025 will be published on the above websites and will be dispatched to the Shareholders who have indicated their wish to receive a printed copy in due course.

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the year ended 31 August 2025

		2025	2024
	<i>Notes</i>	<i>RMB'000</i>	<i>RMB'000</i>
REVENUE	4	3,960,345	3,732,066
Cost of sales		(2,292,541)	(2,158,501)
Gross profit		1,667,804	1,573,565
Other income and gains	4	391,372	274,836
Selling expenses		(327,351)	(241,848)
Administrative expenses		(613,897)	(600,546)
Impairment losses on financial assets		(27,773)	(73,194)
Other expenses		(916,019)	(100,038)
Finance costs		(225,677)	(289,412)
Fair value gains on convertible bonds and financial assets at fair value through profit or loss, net		541,065	186,516
Share of profits of a joint venture		—	27,182
PROFIT BEFORE TAX	5	489,524	757,061
Income tax expense	6	(102,849)	(143,974)
PROFIT FOR THE YEAR		386,675	613,087
OTHER COMPREHENSIVE INCOME			
Other comprehensive income that may be reclassified to profit or loss in subsequent periods:			
Exchange differences on translation of foreign operations		45,071	61,220
Total comprehensive income for the year		431,746	674,307
Profit attributable to:			
Owners of the Company		384,777	609,562
Non-controlling interests		1,898	3,525
		386,675	613,087

**CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER
COMPREHENSIVE INCOME (continued)**

For the year ended 31 August 2025

		2025	2024
	<i>Notes</i>	<i>RMB'000</i>	<i>RMB'000</i>
Total comprehensive income attributable to:			
Owners of the Company		429,886	671,069
Non-controlling interests		1,860	3,238
		<u>431,746</u>	<u>674,307</u>
Earnings/(losses) per share attributable to ordinary equity holders of the Company:	8		
Basic		<u>RMB4.68 cents</u>	<u>RMB7.41 cents</u>
Diluted		<u>RMB(2.56) cents</u>	<u>RMB4.54 cents</u>

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

31 August 2025

	Notes	2025 RMB'000	2024 RMB'000
NON-CURRENT ASSETS			
Property, plant and equipment		10,432,989	11,603,331
Right-of-use assets		1,628,358	1,926,672
Interests in land held for property development		684,347	681,556
Investment properties		258,739	260,414
Goodwill	9	1,361,409	2,051,684
Other intangible assets		1,224,485	1,250,705
Prepayments, deposits and other receivables	11	215,436	430,281
Pledged and restricted deposits	12	—	7,520
Deferred tax assets		41,453	33,168
Contract cost assets		59,216	17,014
Total non-current assets		15,906,432	18,262,345
CURRENT ASSETS			
Inventories		22,000	—
Trade receivables	10	99,625	83,683
Prepayments, deposits and other receivables	11	979,689	814,059
Amounts due from related parties		6,949	4,817
Contract cost assets		66,818	23,373
Assets classified as held for sale		1,624,103	—
Pledged and restricted deposits	12	458,136	543,935
Time Deposits		185,915	—
Cash and cash equivalents	12	2,647,537	2,549,299
Total current assets		6,090,772	4,019,166
CURRENT LIABILITIES			
Contract liabilities		2,093,243	2,267,792
Trade payables	13	48,082	57,286
Other payables and accruals	14	3,141,569	2,662,982
Lease liabilities		36,936	37,271
Deferred income		69,877	78,752
Convertible bonds*		1,174,115	1,976,664
Interest-bearing bank and other borrowings		1,389,198	2,054,779
Amounts due to related parties		20,588	67,175
Liabilities directly associated with the assets classified as held for sale		598,610	—
Dividends payable		178	550
Tax payable		209,327	204,409
Total current liabilities		8,781,723	9,407,660
NET CURRENT LIABILITIES		(2,690,951)	(5,388,494)
TOTAL ASSETS LESS CURRENT LIABILITIES		13,215,481	12,873,851

* The Group adopted the Amendments to IAS 1 *Classification of Liabilities as Current or Non-current*, as at 1 September 2023, the Group classified the convertible bonds as current liabilities and restated the balance sheet as at 31 August 2024

CONSOLIDATED STATEMENT OF FINANCIAL POSITION (continued)*31 August 2025*

	<i>Notes</i>	2025 <i>RMB'000</i>	2024 <i>RMB'000</i>
NON-CURRENT LIABILITIES			
Other payables	14	814,213	809,818
Deferred income		1,179,730	1,511,201
Interest-bearing bank and other borrowings		1,435,438	1,182,582
Lease liabilities		75,974	96,553
Deferred tax liabilities		115,649	114,648
Contract liabilities		12,335	4,559
		<hr/>	<hr/>
Total non-current liabilities		3,633,339	3,719,361
		<hr/>	<hr/>
NET ASSETS		9,582,142	9,154,490
		<hr/>	<hr/>
EQUITY			
Equity attributable to owners of the Company			
Issued capital		559	559
Reserves		9,583,608	9,150,974
		<hr/>	<hr/>
		9,584,167	9,151,533
Non-controlling interests		(2,025)	2,957
		<hr/>	<hr/>
Total equity		9,582,142	9,154,490
		<hr/>	<hr/>

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the year ended 31 August 2025

	Attributable to owners of the Company							Total	Non-controlling interests	Total equity
	Issued capital	Share premium*	Capital reserve*	Statutory surplus reserve*	Share option reserve*	Retained profits*	Exchange fluctuation reserve*			
	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000
At 31 August 2023 and 1 September 2023	559	5,131,685	598,468	666,496	136,986	1,937,186	(31,915)	8,439,465	269	8,439,734
Profit for the year	—	—	—	—	—	609,562	—	609,562	3,525	613,087
Other comprehensive income for the year:										
Exchange differences on translation of foreign operations	—	—	—	—	—	—	61,507	61,507	(287)	61,220
Total comprehensive income for the year	—	—	—	—	—	609,562	61,507	671,069	3,238	674,307
Equity-settled share options — 2023 Share Option	—	—	—	—	40,999	—	—	40,999	—	40,999
Dividends declared to non-controlling shareholders of subsidiaries	—	—	—	—	—	—	—	—	(550)	(550)
Transfer of share option reserve upon the forfeiture of share options	—	—	—	—	(6,217)	6,217	—	—	—	—
Transfer from retained profits	—	—	—	130,475	—	(130,475)	—	—	—	—
At 31 August 2024	559	5,131,685	598,468	796,971	171,768	2,422,490	29,592	9,151,533	2,957	9,154,490
At 31 August 2024 and 1 September 2024	559	5,131,685	598,468	796,971	171,768	2,422,490	29,592	9,151,533	2,957	9,154,490
Profit for the year	—	—	—	—	—	384,777	—	384,777	1,898	386,675
Other comprehensive income for the year:										
Exchange differences on translation of foreign operations	—	—	—	—	—	—	45,109	45,109	(38)	45,071
Total comprehensive income for the year	—	—	—	—	—	384,777	45,109	429,886	1,860	431,746
Disposal of subsidiaries with non-controlling interests	—	—	—	—	—	—	—	—	(6,805)	(6,805)
Equity-settled share options — 2024 Share Option	—	—	—	—	2,748	—	—	2,748	—	2,748
Dividends declared to non-controlling shareholders of subsidiaries	—	—	—	—	—	—	—	—	(37)	(37)
Transfer of share option reserve upon the forfeiture of share options	—	—	—	—	(7,945)	7,945	—	—	—	—
Transfer from retained profits	—	—	—	110,448	—	(110,448)	—	—	—	—
At 31 August 2025	559	5,131,685	598,468	907,419	166,571	2,704,764	74,701	9,584,167	(2,025)	9,582,142

* These reserve accounts comprise the consolidated reserves of RMB9,583,608,000 in the consolidated statement of financial position as at 31 August 2025 (31 August 2024: RMB9,150,974,000).

CONSOLIDATED STATEMENT OF CASH FLOWS*For the year ended 31 August 2025*

	2025 RMB'000	2024 <i>RMB'000</i>
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	489,524	757,061
Adjustments for:		
Depreciation of items of property, plant and equipment	485,283	432,026
Depreciation of investment properties	4,901	5,613
Depreciation of right-of-use assets	73,685	71,643
Depreciation of land held for property development	11,951	12,870
Amortisation of contract cost assets	54,609	29,888
Amortisation of other intangible assets	42,941	40,754
Deferred income released to profit or loss	(86,346)	(73,200)
Interest income	(42,927)	(32,939)
Finance costs	225,677	289,412
(Gain)/loss on disposal of items of long term assets, net	4,207	(5,384)
(Gain)/loss on disposal of subsidiaries, net	(166,660)	5,472
Equity-settled share option expense	2,748	40,999
Share of profit of a joint venture	—	(27,182)
Expenses related to restructuring of convertible bonds	238,033	—
Fair value gains on convertible bonds, net	(615,106)	(186,516)
Fair value losses on financial assets at fair value through profit or loss	74,041	—
Impairment losses on financial assets	27,773	73,194
Impairment losses on goodwill	558,810	—
Impairment losses on land held for property development	6,107	43,752
Impairment losses on property, plant and equipment	59,258	—
Gain on lease modification	(493)	—
Foreign exchange (gain)/loss, net	16,616	(16,864)
	1,464,632	1,460,599

CONSOLIDATED STATEMENT OF CASH FLOWS (continued)*For the year ended 31 August 2025*

	2025 RMB'000	2024 RMB'000
Increase in prepayments, deposits and other receivables	(12,941)	(4,079)
Decrease in trade receivables	7,230	23,062
Increase in contract cost assets	(137,682)	(53,003)
Decrease/(increase) in amounts due from related parties	(2,132)	25,609
Increase in contract liabilities	53,087	133,912
Increase/(decrease) in trade payables	(9,286)	7,555
Increase/(decrease) in amounts due to related parties	2,125	(287)
Increase in inventory	(22,000)	—
Decrease in interests in land held for property development	31,698	—
Increase/(decrease) in other payables and accruals	122,072	(33,181)
Decrease/(increase) of restricted cash	(23,751)	2,305
Receipt of government grants related to expense items	19,318	16,920
	<hr/>	<hr/>
Cash generated from operations	1,492,370	1,579,412
Bank interest received	33,811	26,636
Income tax paid	(107,641)	(116,468)
	<hr/>	<hr/>
Net cash flows from operating activities	<u>1,418,540</u>	<u>1,489,580</u>

CONSOLIDATED STATEMENT OF CASH FLOWS (continued)*For the year ended 31 August 2025*

	2025 RMB'000	2024 <i>RMB'000</i>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchases of items of property, plant and equipment	(701,767)	(1,149,399)
Prepaid land lease payments	(88,810)	(104,071)
Purchases of items of investment properties	—	(2,374)
Refund of prepaid land lease payments	—	77,732
Additions to other intangible assets	(21,947)	(45,906)
Additions to land held for property development	(166,424)	(2,459)
Equity investments:		
Payments for acquisition of subsidiaries in prior years	(160,436)	(191,822)
Payments for acquisition of a subsidiary during the year	(2,656)	—
Disposal of subsidiaries	20,537	193,010
Proceeds from disposal of a subsidiary in the prior year	56,043	—
Amount received from the potential purchasers of subsidiaries	306,000	—
Prepayments for an equity investment	(66,781)	(7,260)
Loans and interest income repaid by a joint venture	—	13,936
Loans and interest repaid by third parties	75,880	28,231
Receipt of government grants for property, plant and equipment	902	31,837
Proceeds from disposal of items of long-term assets	5,347	186,092
Increase in time deposits with original maturity of over three months	(182,368)	—
Net cash flows used in investing activities	<u>(926,480)</u>	<u>(972,453)</u>

CONSOLIDATED STATEMENT OF CASH FLOWS (continued)*For the year ended 31 August 2025*

	2025 RMB'000	2024 RMB'000
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from bank and other borrowings	1,493,895	2,333,298
Repayment of bank and other borrowings	(1,694,212)	(2,615,874)
Interest paid	(176,581)	(221,485)
Principal portion of lease payments	(29,402)	(28,751)
Interest portion of lease liabilities	(8,066)	(9,696)
Withdrawal/(placement) of restricted cash, pledged deposits and other deposits	132,520	(506,655)
Repurchase of convertible bonds	(191,220)	—
Payment of expense related to the restructuring of convertible bonds	(104,570)	—
Loans from third parties	256,415	222,340
Loans and interest repaid to third parties	(121,651)	(134,823)
Dividends paid	(409)	—
Loans provided by the buyer of the disposed subsidiaries	345,900	98,039
Loans from a related party	—	56,000
Repayment of loans from related parties	—	(56,514)
	<hr/>	<hr/>
Net cash flows used in financing activities	(97,381)	(864,121)
	<hr/>	<hr/>
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	394,679	(346,994)
Cash and cash equivalents at beginning of year	2,549,299	2,878,114
Effect of foreign exchange rate changes, net	3,907	18,179
	<hr/>	<hr/>
CASH AND CASH EQUIVALENTS AT END OF YEAR	2,947,885	2,549,299
	<hr/>	<hr/>
ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS		
Cash and cash equivalents as stated in the consolidated statement of financial position	2,647,537	2,549,299
Cash attributable to subsidiaries classified as held for sale	300,348	—
	<hr/>	<hr/>
Cash and cash equivalents as stated in the consolidated statement of cash flows	2,947,885	2,549,299
	<hr/>	<hr/>

NOTES TO FINANCIAL STATEMENTS

31 August 2025

1. BASIS OF PREPARATION

These financial statements have been prepared in accordance with IFRS Accounting Standards which comprise all standards and interpretations approved by the International Accounting Standards Board (the “IASB”), and International Accounting Standards (“IASs”) and Standing Interpretations Committee interpretations approved by the International Accounting Standards Committee that remain in effect, and the disclosure requirements of the Hong Kong Companies Ordinance. They have been prepared under the historical cost convention, except for convertible bonds which have been measured at fair value. Disposal groups held for sale are stated at the lower of their carrying amounts and fair values less costs to sell. These financial statements are presented in Renminbi (“RMB”) and all values are rounded to the nearest thousand except when otherwise indicated.

Going concern

As at 31 August 2025, the Group recorded net current liabilities of approximately RMB2,690,951,000. Meanwhile, the Group had cash and cash equivalents of RMB2,647,537,000 as at 31 August 2025.

In view of the net current liability position, the Directors have given careful consideration to the future liquidity and performance of the Group and its available sources of finance in assessing whether the Group will have sufficient financial resources to continue as a going concern after considering the following:

- (i) The Group has sufficient resources to complete the restructuring of convertible bonds (the “Bonds”) in September 2025 based on the amendment documents signed on 30 July 2025. And the Group redeemed all of the outstanding convertible bonds on 25 September 2025;
- (ii) The Group has signed agreements for disposal of certain subsidiaries with aggregate disposal consideration of RMB2,912,560,000 of which RMB745,532,000 has been received during the year and will generate additional cash inflows according to the disposal consideration settlement schedule;
- (iii) The Group has been actively seeking other alternative financing and borrowings to finance the settlement of the existing financial obligations and future operating and capital expenditures. As at 31 August 2025 and the date of approval for the consolidated financial statements, the Group had unutilised banking facilities of RMB549,281,000 and RMB442,124,000, respectively, and the Group has obtained new bank borrowings aggregated to RMB502,157,000 subsequent to the year ended 31 August 2025;
- (iv) The Group is continuing to satisfy the requirements and negotiate with the guarantor of the medium term notes, which were issued by INTI Universal Holdings Sdn Bhd, a wholly-owned subsidiary of the Group, with principal amount of RM165,000,000 (equivalent to approximately RMB278,721,000) and a maturity date on 2 November 2028, to avoid the acceleration of repayment. As at 7 November 2025, the guarantor informed the Group that all requirements are deemed completed; and
- (v) The Group expects cash inflows from operations by providing education services to students, and is continuing to take active measures to control administrative costs and capital expenditures and negotiate with the vendors to manage payment schedules.

1. BASIS OF PREPARATION (continued)

Going concern (continued)

The Directors have reviewed the Group's cash flow projections prepared by management which cover a period of twelve months from 31 August 2025 and are satisfied that the Group is able to meet in full its financial obligations as they fall due for the foreseeable future. Accordingly, the Directors are of the opinion that it is appropriate to prepare the consolidated financial statements on a going concern basis.

2. CHANGES IN ACCOUNTING POLICIES AND DISCLOSURES

The Group has adopted the following revised IFRS Accounting Standards for the first time for the current year's financial statements.

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

3. OPERATING SEGMENT INFORMATION

For the year ended 31 August 2025

	Domestic education RMB'000	Global education RMB'000	Other RMB'000	Total RMB'000
Segment revenue (note 4)				
Revenue from external customers	3,384,199	576,146	—	3,960,345
Intersegment sales	—	69,310	—	69,310
Total segment revenue	3,384,199	645,456	—	4,029,655
<u>Reconciliation:</u>				
Elimination of intersegment sales				(69,310)
Revenue from external customers				<u>3,960,345</u>
Segment results	303,459	87,440	(33,355)	357,544
<u>Reconciliation:</u>				
Interest income				42,927
Foreign exchange differences, net				(16,616)
Fair value change from convertible bonds				615,106
Expense related to the restructuring of convertible bonds				(238,033)
Non-lease-related finance costs				(217,611)
Unallocated corporate expenses				<u>(53,793)</u>
Profit before tax				<u>489,524</u>
Segment assets	16,065,413	1,853,390	891,726	18,810,529
<u>Reconciliation:</u>				
Elimination of intersegment receivables				(104,913)
Pledged and restricted deposits				458,136
Time deposits				185,915
Cash and cash equivalents				<u>2,647,537</u>
Total assets				<u>21,997,204</u>
Segment liabilities	7,625,072	838,781	57,371	8,521,224
<u>Reconciliation:</u>				
Elimination of intersegment payables				(104,913)
Interest-bearing bank and other borrowings				2,824,636
Convertible bonds				<u>1,174,115</u>
Total liabilities				<u>12,415,062</u>

3. OPERATING SEGMENT INFORMATION (continued)

For the year ended 31 August 2025 (continued)

	Domestic education <i>RMB'000</i>	Global education <i>RMB'000</i>	Other <i>RMB'000</i>	Total <i>RMB'000</i>
Other segment information				
Impairment loss on financial assets	27,773	—	—	27,773
Impairment loss on inventories	—	—	2,686	2,686
Impairment loss on land held for property development	—	—	6,107	6,107
Impairment loss on property, plant and equipment	59,258	—	—	59,258
Impairment loss on goodwill	558,810	—	—	558,810
Depreciation and amortisation	557,230	99,287	16,853	673,370
Share-based payment expense	2,748	—	—	2,748
Capital expenditure	<u>722,685</u>	<u>87,539</u>	<u>170,686</u>	<u>980,910</u>

3. OPERATING SEGMENT INFORMATION (continued)

For the year ended 31 August 2024

	Domestic education RMB'000	Global education RMB'000	Other RMB'000	Total RMB'000
Segment revenue (note 4)				
Revenue from external customers	3,339,764	392,302	—	3,732,066
Intersegment sales	—	32,336	—	32,336
Total segment revenue	3,339,764	424,638	—	3,764,402
<u>Reconciliation:</u>				
Elimination of intersegment sales				(32,336)
Revenue from external customers				3,732,066
Segment results	887,069	9,742	(65,572)	831,239
<u>Reconciliation:</u>				
Interest income				32,939
Foreign exchange differences, net				16,330
Fair value change from convertible bonds				186,516
Non-lease-related finance costs				(279,716)
Unallocated corporate expenses				(30,247)
Profit before tax				757,061
Segment assets	16,696,701	1,649,525	908,133	19,254,359
<u>Reconciliation:</u>				
Elimination of intersegment receivables				(73,602)
Pledged and restricted deposits				551,455
Cash and cash equivalents				2,549,299
Total assets				22,281,511
Segment liabilities	7,401,630	583,715	1,253	7,986,598
<u>Reconciliation:</u>				
Elimination of intersegment payables				(73,602)
Interest-bearing bank and other borrowings				3,237,361
Convertible bonds				1,976,664
Total liabilities				13,127,021

3. OPERATING SEGMENT INFORMATION (continued)

For the year ended 31 August 2024 (continued)

	Domestic education <i>RMB'000</i>	Global education <i>RMB'000</i>	Other <i>RMB'000</i>	Total <i>RMB'000</i>
Other segment information				
Share of profit of a joint venture	27,182	—	—	27,182
Impairment loss on financial assets	73,194	—	—	73,194
Impairment loss on land held for property development	—	—	43,752	43,752
Depreciation and amortisation	507,752	66,559	18,483	592,794
Share-based payment expense	40,999	—	—	40,999
Capital expenditure	<u>825,319</u>	<u>197,957</u>	<u>4,833</u>	<u>1,028,109</u>

4. REVENUE, OTHER INCOME AND GAINS

Revenue

An analysis of revenue is as follows:

	2025 <i>RMB'000</i>	2024 <i>RMB'000</i>
Revenue from contracts with customers	<u>3,960,345</u>	<u>3,732,066</u>

Disaggregated revenue information for revenue from contracts with customers

For the year ended 31 August 2025

Segments	Domestic education <i>RMB'000</i>	Global education <i>RMB'000</i>	Total <i>RMB'000</i>
Types of goods or services			
Tuition fees	2,963,324	464,758	3,428,082
Boarding fees	308,007	12,494	320,501
Sale of books and daily necessities	68,520	—	68,520
Others	<u>44,348</u>	<u>98,894</u>	<u>143,242</u>
Total	<u>3,384,199</u>	<u>576,146</u>	<u>3,960,345</u>
Timing of revenue recognition			
Services transferred over time	3,315,679	576,146	3,891,825
Goods transferred at a point in time	<u>68,520</u>	<u>—</u>	<u>68,520</u>
Total	<u>3,384,199</u>	<u>576,146</u>	<u>3,960,345</u>

4. REVENUE, OTHER INCOME AND GAINS (continued)

Disaggregated revenue information for revenue from contracts with customers (continued)

For the year ended 31 August 2024

Segments	Domestic education <i>RMB'000</i>	Global education <i>RMB'000</i>	Total <i>RMB'000</i>
Types of goods or services			
Tuition fees	2,881,581	341,827	3,223,408
Boarding fees	296,400	9,686	306,086
Sale of books and daily necessities	56,630	—	56,630
Others	105,153	40,789	145,942
	<hr/>	<hr/>	<hr/>
Total	3,339,764	392,302	3,732,066
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>
Timing of revenue recognition			
Services transferred over time	3,283,134	392,302	3,675,436
Goods transferred at a point in time	56,630	—	56,630
	<hr/>	<hr/>	<hr/>
Total	3,339,764	392,302	3,732,066
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

4. REVENUE, OTHER INCOME AND GAINS (continued)

Other income and gains

An analysis of other income and gains is as follows:

	2025 <i>RMB'000</i>	2024 <i>RMB'000</i>
Other income		
Bank interest income	33,811	26,636
Interest income from loans to related parties	—	53
Earned finance income	9,116	6,250
	<hr/>	<hr/>
Total interest income	42,927	32,939
Deferred income released to profit or loss:		
— related to assets	63,814	59,212
— related to expenses	22,532	13,988
Government grants received	11,232	16,259
Rental income	10,623	12,421
Service income	49,219	64,966
Donation income	1,594	4,639
Others	22,245	47,629
	<hr/>	<hr/>
Total other income	224,186	252,053
	<hr/>	<hr/>
Gains		
Gain on disposal of items of property, plant and equipment, other intangible assets and right-of-use assets	33	6,453
Gain on early termination of right-of-use assets	493	—
Gain on disposal of subsidiaries	166,660	—
Gain on exchange differences, net	—	16,330
	<hr/>	<hr/>
Total gains	167,186	22,783
	<hr/>	<hr/>
Total other income and gains	391,372	274,836
	<hr/>	<hr/>
Fair value gain on convertible bonds	615,106	186,516
Fair value loss on financial assets at fair value through profit or loss	(74,041)	—
	<hr/>	<hr/>
	541,065	186,516
	<hr/>	<hr/>

5. PROFIT BEFORE TAX

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

	2025 RMB'000	2024 RMB'000
Cost of services provided	<u>2,292,541</u>	<u>2,158,501</u>
Employee benefit expense (including directors' and chief executive's remuneration):		
Wages and salaries	1,360,387	1,302,430
Equity-settled share option expense	2,748	40,999
Pension scheme contributions (defined contribution schemes)*	<u>282,946</u>	<u>230,278</u>
Total	<u>1,646,081</u>	<u>1,573,707</u>
Management fees	127,504	122,252
Depreciation of property, plant and equipment	485,283	432,026
Depreciation of right-of-use assets	73,685	71,643
Depreciation of land held for property development	11,951	12,870
Depreciation of investment properties	4,901	5,613
Amortisation of other intangible assets	42,941	40,754
Amortisation of contract cost assets	54,609	29,888
(Gains)/losses on disposal of subsidiaries, net	(166,660)	5,472
Expenses related to the restructuring of convertible bonds	238,033	—
Lease payments not included in the measurement of lease liabilities	10,967	36,666
Foreign exchange differences, net	12,839	4,377
Auditors' remuneration	7,350	7,350
Losses on disposal of items of long-term assets, net	4,240	1,069
Gain on lease modification, net	(493)	—
Impairment loss on other receivables	27,773	73,194
Impairment loss on land held for property development^	6,107	43,752
Impairment loss on inventories	2,686	—
Impairment loss on property, plant and equipment^	59,258	—
Impairment loss on goodwill^	<u>558,810</u>	<u>—</u>

6. INCOME TAX

The major components of income tax expense of the Group are as follows:

	2025 <i>RMB'000</i>	2024 <i>RMB'000</i>
Current — Chinese Mainland		
Corporate income tax for the year	99,148	131,948
Under-provision in prior years, net	—	11,315
Current — elsewhere		
Corporate income tax for the year	14,462	14,377
Over-provision in prior years, net	(1,721)	(615)
Deferred	(9,040)	(13,051)
	<u>102,849</u>	<u>143,974</u>
Total tax charged for the year	<u>102,849</u>	<u>143,974</u>

7. DIVIDENDS

At the meeting of the board of directors held on 28 November 2025, the Directors resolved not to pay any dividend for the year ended 31 August 2025 (2024: Nil).

8. EARNINGS/(LOSSES) PER SHARE ATTRIBUTABLE TO ORDINARY EQUITY HOLDERS OF THE COMPANY

The calculations of the basic and diluted earnings/(losses) per share attributable to ordinary equity holders of the Company are based on the following data:

	2025 <i>RMB'000</i>	2024 <i>RMB'000</i>
Earnings		
Profit attributable to ordinary equity holders of the Company, used in the basic earnings per share calculation	384,777	609,562
Less: Fair value and foreign exchange gains on convertible bonds	(611,329)	(207,223)
	<u> </u>	<u> </u>
Profit/(loss) attributable to ordinary equity holders of the Company, before fair value and foreign exchange gains on convertible bonds used in the diluted earnings/(losses) per share calculation	<u>(226,552)</u>	<u>402,339</u>

8. EARNINGS/(LOSS) PER SHARE ATTRIBUTABLE TO ORDINARY EQUITY HOLDERS OF THE COMPANY (continued)

	Number of shares	
	2025	2024
Shares		
Weighted average number of ordinary shares used in the basic earnings per share calculation	8,224,974,706	8,224,974,706
Effect of dilution — weighted average number of ordinary shares:		
Convertible bonds	610,756,694	634,545,925
Weighted average number of ordinary shares used in the diluted earnings per share calculation	8,835,731,400	8,859,520,631

9. GOODWILL

The carrying amounts of goodwill as at 31 August 2025 and 2024 are as follows:

	2025	2024
	RMB'000	RMB'000
At beginning of year cost and net carrying amount	2,051,684	2,040,254
Cost at beginning of year, net of accumulated impairment	2,051,684	2,040,254
Disposal of subsidiaries	(38,122)	—
Classified as assets held for sale	(98,518)	—
Impairment during the year	(558,810)	—
Exchange realignment	5,175	11,430
At end of year	1,361,409	2,051,684
At end of year		
Cost	1,920,219	2,051,684
Accumulated impairment	(558,810)	—
Net carrying amount	1,361,409	2,051,684

10. TRADE RECEIVABLES

An ageing analysis of the trade receivables as at the end of the Reporting Period, based on the transaction date and net of loss allowance, is as follows:

	2025	2024
	RMB'000	RMB'000
Within 3 months	46,748	44,426
Over 3 months	52,877	39,257
Total	99,625	83,683

11. PREPAYMENTS, DEPOSITS AND OTHER RECEIVABLES

	2025 RMB'000	2024 RMB'000
Current portion:		
Loans to third parties, interest receivables included	307,460	458,029
Receivables arising from the disposal of subsidiaries	272,532	160,633
Amounts due from disposed subsidiaries during the year	231,281	—
Cash in transit	123,245	96,198
Deferred operating expenses	99,821	90,560
Deposits	26,463	114,227
Staff advances	10,291	22,657
Receivables arising from the disposal of items of right-of-use assets	20,000	20,000
Loans to the government	23,641	18,641
Rental receivables from third parties	6,573	21,296
Other receivables	58,697	65,712
	<u>1,180,004</u>	<u>1,067,953</u>
Impairment allowance	(200,315)	(253,894)
	<u>979,689</u>	<u>814,059</u>
Subtotal		
Non-current portion:		
Receivables arising from the disposal of subsidiaries	121,041	221,249
Prepayments for property, plant and equipment	31,433	108,945
Prepayments for land lease payments	36,419	36,419
Prepayments for intangible assets	3,362	2,840
Deferred operating expenses	10,695	37,057
Prepayment for an equity investment	—	7,260
Deposits	12,486	16,511
	<u>215,436</u>	<u>430,281</u>
Subtotal		
Total	<u><u>1,195,125</u></u>	<u><u>1,244,340</u></u>

12. CASH AND CASH EQUIVALENTS, TIME DEPOSITS AND PLEDGED AND RESTRICTED DEPOSITS

	2025 <i>RMB'000</i>	2024 <i>RMB'000</i>
Cash and bank balances	<u>3,291,588</u>	<u>3,100,754</u>
Less:		
Time deposits with original maturity of over three months	(185,915)	—
Pledged deposits for other borrowings — current*	(420,194)	(495,659)
Restricted bank balances in escrow accounts		
Current	—	(29,719)
Non-current	—	(7,520)
Other restricted bank balances — current	<u>(37,942)</u>	<u>(18,557)</u>
Total time deposit, pledged and restricted deposits	<u>(644,051)</u>	<u>(551,455)</u>
Cash and cash equivalents	<u>2,647,537</u>	<u>2,549,299</u>

13. TRADE PAYABLES

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

	2025 <i>RMB'000</i>	2024 <i>RMB'000</i>
Within 3 months	37,455	26,252
Over 3 months	<u>10,627</u>	<u>31,034</u>
Total	<u>48,082</u>	<u>57,286</u>

The trade payables are non-interest-bearing and are normally settled on terms of one to ten months.

14. OTHER PAYABLES AND ACCRUALS

	2025 <i>RMB'000</i>	2024 <i>RMB'000</i>
Current portion:		
Payables for purchase of property, plant and equipment	527,733	664,118
Payables for the acquisition of equity interests	38,621	471,332
Miscellaneous advances received from students	151,375	228,221
Accrued bonuses and other employee benefits	196,437	194,382
Government scholarship	210,140	236,173
Payables for purchase of teaching materials and operating expenditures	84,986	28,590
Payables for management fees	206,695	43,496
Rental payable	41,153	47,133
Deposits payable	61,281	61,589
Other taxes payable	87,872	77,025
Other payables and accrued expenses	274,719	290,102
Loans from third parties	263,420	124,387
Construction loan from the Mianzhu Education Bureau	75,832	75,832
Payables for conversion of certain independent colleges into fully private colleges	97,682	80,682
Advances received for disposal of subsidiaries	316,000	—
Payable for land lease payments	—	39,920
Payables for the restructuring of convertible bonds	133,463	—
Liability of a put option granted to a minority shareholder	374,160	—
Subtotal	<u>3,141,569</u>	<u>2,662,982</u>
Non-current portion:		
Payables for conversion of certain independent colleges into fully private colleges	390,615	449,283
Liability of a put option granted to a minority shareholder	—	352,605
Payable for the purchase of long-term assets	165,749	—
Payables for the acquisition of equity interests	250,000	—
Other payables	7,849	7,930
Subtotal	<u>814,213</u>	<u>809,818</u>
Total	<u><u>3,955,782</u></u>	<u><u>3,472,800</u></u>

DEFINITIONS

In this announcement, unless the context otherwise requires, the following expressions shall have the meanings set forth below:

“Board” or “Board of Directors”	The board of Directors of the Company
“China” or “PRC”	The People’s Republic of China excluding for the purpose of this announcement, Hong Kong, the Macau Special Administrative Region of the PRC and Taiwan
“Company”, “our Company” or “XJ International”	XJ International Holdings Co., Ltd. (希教國際控股有限公司), an exempted company incorporated in the Cayman Islands with limited liability on 13 March 2017
“Corporate Governance Code”	The Corporate Governance Code set out in Appendix C1 to the Listing Rules
“Director(s)”	The director(s) of our Company
“Group”, “our Group”, “we” or “us”	Our Company, its subsidiaries and the consolidated affiliated entities from time to time, or, where the context so requires in respect of the period before our Company became the holding company of our present subsidiaries, the entities which carried on the business of the present Group at the relevant time
“IFRS Accounting Standards”	The International Financial Reporting Standard(s)
“Listing”	The listing of the Company’s Shares on the Main Board on 3 August 2018
“Listing Rules”	The Rules Governing the Listing of Securities on the Stock Exchange as amended, supplemented or otherwise modified from time to time
“Model Code”	The Model Code for Securities Transactions by Directors of Listed Issuers set out in Appendix C3 to the Listing Rules
“Reporting Period”	The year ended 31 August 2025
“RMB” or “Renminbi”	Renminbi, the lawful currency for the time being of the PRC

“Share(s)”	Ordinary share(s) of a nominal value of US\$0.00001 each in the share capital of our Company
“Shareholder(s)”	Holder(s) of the Share(s)
“Sichuan Hope Education”	Sichuan Hope Education Industry Group Limited* (四川希望教育產業集團有限公司) (formerly known as Sichuan Mayflower Investment Company Limited (四川五月花投資有限公司), Sichuan Hope Mayflower Investment Limited (四川希望五月花投資有限公司), Sichuan Hope Education Industry Company Limited (四川希望教育產業有限公司)), a limited liability company established under the laws of PRC on 12 January 2005
“State”	The central government of the PRC, including all governmental sub-divisions (such as provincial, municipal and other regional or local government entities)
“Stock Exchange”	The Stock Exchange of Hong Kong Limited
“Subsidiary(ies)”	Has the meaning ascribed to it in the Listing Rules
“%”	Percent

By order of the Board
XJ International Holdings Co., Ltd.
Zhang Bing
Chairman

Hong Kong, 28 November 2025

As at the date of this announcement, the Board of the Company comprises Mr. Deng Yi, Mr. Wang Huiwu and Ms. Wang Xiu as executive Directors; Mr. Zhang Bing, Mr. Xu Changjun and Mr. Wang Xiaowu as non-executive Directors; and Mr. Zhang Jin, Mr. Liu Zhonghui and Mr. Xiang Chuan as independent non-executive Directors.