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CHINA GLASS HOLDINGS LIMITED

中國玻璃控股有限公司*

(Incorporated in Bermuda with limited liability)

(Stock Code: 3300)

**ANNUAL RESULTS ANNOUNCEMENT
FOR THE YEAR ENDED 31 DECEMBER 2025**

The board of directors (the “**Directors**” and the “**Board**”, respectively) of China Glass Holdings Limited (the “**Company**”) hereby announces the audited consolidated annual results of the Company and its subsidiaries (collectively referred to as the “**Group**”) for the year ended 31 December 2025 together with the comparative figures for the corresponding year in 2024.

CONSOLIDATED STATEMENT OF PROFIT OR LOSS

For the year ended 31 December 2025

(Expressed in Renminbi (“RMB”))

	<i>Note</i>	2025 RMB’000	2024 <i>RMB’000</i> (Restated) <i>(Note)</i>
Continuing operations			
Revenue	5	1,457,908	1,460,289
Cost of sales		(944,188)	(1,061,637)
Gross profit	5	513,720	398,652
Other income	6	18,683	43,184
Distribution costs		(68,605)	(57,463)
Administrative expenses		(98,150)	(85,347)
Impairment gain/(loss) on receivables and contract assets		336	(2,161)
Other operating expenses	7(c)	(95,702)	(44,010)
Profit from operations		270,282	252,855
Finance costs	7(a)	(160,103)	(149,243)
Profit before taxation	7	110,179	103,612
Income tax	8	(8,630)	(25,967)
Profit from continuing operations		101,549	77,645
Discontinued operations			
Loss from discontinued operations, net of tax	9	(5,739,995)	(1,041,621)
Loss for the year		(5,638,446)	(963,976)

	<i>Note</i>	2025 RMB'000	2024 RMB'000 (Restated) (Note)
Attributable to:			
Equity shareholders of the Company			
– continuing operations		101,549	77,645
– discontinued operations		(4,994,651)	(954,224)
		(4,893,102)	(876,579)
Non-controlling interests			
– discontinued operations		(745,344)	(87,397)
Loss for the year		(5,638,446)	(963,976)
Basic and diluted earnings/(loss) per share (RMB yuan)	<i>10</i>		
– continuing operations		0.06	0.05
– discontinued operations		(2.97)	(0.57)

Note: The restatement of comparative information is attributable to the discontinued operations as disclosed in Note 9.

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the year ended 31 December 2025

(Expressed in RMB)

	2025 <i>RMB'000</i>	2024 <i>RMB'000</i> (Restated) <i>(Note)</i>
Loss for the year	(5,638,446)	(963,976)
Other comprehensive income for the year (after tax and reclassification adjustments):		
Items that will not be reclassified to profit or loss:		
– equity securities designated at fair value through other comprehensive income (“FVOCI”) – net movement in fair value reserve (non-recycling)	126	417
Items that may be reclassified subsequently to profit or loss:		
– exchange differences on translation of financial statements into presentation currency	54,651	(377,086)
Total comprehensive income for the year	(5,583,669)	(1,340,645)
Attributable to:		
Equity shareholders of the Company		
– continuing operations	156,200	(299,441)
– discontinued operations	(4,994,533)	(953,833)
	(4,838,333)	(1,253,274)
Non-controlling interests		
– discontinued operations	(745,336)	(87,371)
Total comprehensive income for the year	(5,583,669)	(1,340,645)

Note: The restatement of comparative information is attributable to the discontinued operations as disclosed in Note 9.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

At 31 December 2025

(Expressed in RMB)

	Note	2025 RMB'000	2024 RMB'000
Non-current assets			
Property, plant and equipment		976,963	8,691,331
Other non-current assets		194,147	181,620
Investment properties		–	31,096
Right-of-use assets		2,200	633,791
Intangible assets		49,225	206,900
Goodwill		53,570	264,574
Interests in joint ventures		–	47,545
Equity securities designated at FVOCI		–	803
Deferred tax assets		9,564	404,456
		<u>1,285,669</u>	<u>10,462,116</u>
Current assets			
Inventories		260,639	1,220,776
Contract assets		25,990	37,063
Trade and bills receivables	11	77,845	334,396
Other receivables and prepayments		75,108	673,581
Prepaid income tax		–	4,104
Cash at bank and on hand		270,975	1,302,086
Assets held for sale	9	5,526,509	188,643
		<u>6,237,066</u>	<u>3,760,649</u>
Current liabilities			
Trade and bills payables	12	109,291	1,122,161
Accrued charges and other payables		202,302	1,687,856
Contract liabilities		131,539	304,760
Bank loans and other borrowings		1,668,119	7,320,923
Lease liabilities		557	11,993
Income tax payable		3,444	113,032
Liabilities associated with assets held for sale	9	10,066,904	–
		<u>12,182,156</u>	<u>10,560,725</u>
Net current liabilities		<u>(5,945,090)</u>	<u>(6,800,076)</u>
Total assets less current liabilities		<u>(4,659,421)</u>	<u>3,662,040</u>

	<i>Note</i>	2025 RMB'000	2024 <i>RMB'000</i>
Non-current liabilities			
Bank loans and other borrowings		–	2,596,017
Lease liabilities		629	65,188
Other non-current liabilities		14,336	4,974
Deferred tax liabilities		25,257	111,835
		<u>40,222</u>	<u>2,778,014</u>
NET (LIABILITIES)/ASSETS		<u>(4,699,643)</u>	<u>884,026</u>
CAPITAL AND RESERVES			
Share capital	<i>14(b)</i>	85,951	85,951
Reserves		(4,659,232)	179,101
Total (equity - deficit)/equity attributable to equity shareholders of the Company		(4,573,281)	265,052
Non-controlling interests		(126,362)	618,974
TOTAL (EQUITY - DEFICIT)/EQUITY		<u>(4,699,643)</u>	<u>884,026</u>

NOTES TO FINANCIAL INFORMATION EXTRACTED FROM THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025

(Expressed in RMB unless otherwise indicated)

1 CORPORATE INFORMATION

The Company was incorporated in Bermuda on 27 October 2004 as an exempted company with limited liability under the Bermuda Companies Act 1981. The shares of the Company were listed on the Main Board of The Stock Exchange of Hong Kong Limited (the “**Stock Exchange**”) on 23 June 2005. The Group are principally involved in the production, marketing and distribution of glass and glass products, designing and installation of glass production lines, and the development of glass production technology.

2 STATEMENT OF COMPLIANCE

These financial statements have been prepared in accordance with HKFRS Accounting Standards, which collective term includes all applicable individual Hong Kong Financial Reporting Standards (“**HKFRSs**”), Hong Kong Accounting Standards (“**HKASs**”) and Interpretations issued by the Hong Kong Institute of Certified Public Accountants (the “**HKICPA**”) and the disclosure requirements of the Hong Kong Companies Ordinance. These financial statements also comply with the applicable disclosure provisions of the Rules Governing the Listing of Securities on the Stock Exchange (the “**Listing Rules**”).

The HKICPA has issued certain new or amended HKFRS Accounting Standards that are first effective or available for early adoption for the current accounting period of the Group. Note 4 provides information on any changes in accounting policies resulting from initial application of these developments to the extent that they are relevant to the Group for the current accounting period reflected in these financial statements.

3 BASIS OF PREPARATION OF THE FINANCIAL STATEMENTS

The consolidated financial statements for the year ended 31 December 2025 comprise the Group and the Group’s interests in joint ventures.

The measurement basis used in the preparation of the financial statements is the historical cost basis except for investments in equity securities which are stated at their fair value.

Non-current assets and disposal groups held for sale are stated at the lower of carrying amount and fair value less costs to sell.

The preparation of financial statements in conformity with HKFRS Accounting Standards requires management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets, liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgements about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

For the year ended 31 December 2025, the Group incurred total net loss of RMB5,638,446,000, including net loss of RMB5,739,995,000 incurred by the operations in the Chinese Mainland.

During the year ended 31 December 2025, the domestic glass market experienced sustained weakening of demand, driven by the deep adjustment in the Chinese Mainland's real estate sector and the slowdown in the photovoltaic related industries, leading to an imbalance in the industry supply and demand structure and subjecting the glass industry to dual pressures on both selling prices and production costs. This resulted in the continuous decline in the Group's gross margin of its domestic glass products and reaching an unsustainable level where the Group has decided to suspend several major production lines in the Chinese Mainland. As at the date of approval of these consolidated financial statements, among the 15 production lines in the Chinese Mainland, the Group has suspended 10 of them, including eight float glass production lines (mainly for the production of clear glass products, painted glass products, coated glass products, energy saving and new energy glass products) and two photovoltaic rolled glass lines (mainly for the production of photovoltaic glass products).

As at 31 December 2025, the Group had total net current liabilities of RMB5,945,090,000 and total net liabilities of RMB4,699,643,000. Total bank loans and other borrowings amounted to RMB7,787,440,000, and out of which RMB7,442,440,000 is due within 12 months or on demand at the end of the reporting period. As of the end of the reporting period, the Group has defaulted bank loans and other borrowings of RMB23,871,000, of which all are related to Discontinued Operations. The above default at the end of the reporting period has also triggered cross-default provisions of other outstanding borrowings of approximately RMB5,851,882,000, which represent bank loans and other borrowings of approximately RMB3,630,042,000 that are originally due within one year and approximately RMB2,221,840,000 that are originally due after one year as at the end of the reporting period, and resulted in the Group being under an immediate repayment obligation of such outstanding borrowings. The balance of bank loans and other borrowings at 31 December 2025 that are in default and cross-default amounted to RMB5,875,753,000, of which RMB716,355,000 and RMB5,159,398,000 are related to the Continuing Operations and the Discontinued Operations, respectively.

As at 31 December 2025, the management of the Group has assessed the overall market conditions and the Group's liquidity positions, and committed to a plan to sell its entire business in the Chinese Mainland (mainly comprising of the above-mentioned 15 glass production lines, and here below referred to as the "Chinese Mainland Operations" or the "Discontinued Operations") to provide the Group with an immediate cash inflow for settling its indebtedness.

The plan to dispose of the Chinese Mainland Operations is followed by the Group management's strategic decision to place greater focus on its overseas operations, representing the production, marketing and distribution of glass and glass products, designing and installation of glass production lines, and the development of glass production technology operated by its overseas subsidiaries. Upon disposal of the Chinese Mainland Operations, the Company and subsidiaries holding the overseas operations constitute the continuing operations (referred to as the "Continuing Operations").

The Chinese Mainland Operations have been presented as discontinued operations in the consolidated financial statements in accordance with HKFRS 5 Non-current Assets Held for Sale and Discontinued Operations and the comparative figures of the consolidated statement of profit or loss and corresponding notes have been restated to show the discontinued operations separately from continuing operations, and the assets and liabilities of the Chinese Mainland Operations, being the disposal group, are classified as held for sale at 31 December 2025.

These facts and circumstances indicate the existence of a material uncertainty that may cast significant doubt on the Group's ability to continue as a going concern, and therefore it may be unable to realise its assets and discharge its liabilities in the normal course of business for the foreseeable future.

In light of the above, the Group is taking and entering into the following initiatives, among other things, to mitigate and manage the liquidity pressure of the Group:

- Actively proceeding with the disposal plan of the Chinese Mainland Operations, which includes but not limited to the following actions:
 - for production lines with suspended operations, to dismantle and sell removable assets;
 - seek government assistance for land repurchase, or transfer the land and buildings to other manufacturers;
 - for production lines still in operation, seek the possibility to restructure along with selling of entire or majority equity interests in the related subsidiaries in the Chinese Mainland;
 - liquidate certain companies to obtain cash inflow through disposing of assets during the process.
- Releasing the Company from guarantees provided to the bank loans and other borrowings of the Chinese Mainland Operations through directly repaying on behalf of the Chinese Mainland Operations or take over the related borrowings;
- Seeking potential strategic investors to obtain fund to repay bank loans and other borrowings and support working capital for operations;
- Continually negotiating with related lenders to extend and/or restructure the terms of the bank loans and other borrowings that have fallen overdue. As of the date of approval of these consolidated financial statements, the Group has already successfully renegotiated the extension of overdue loans and borrowings of RMB326,180,000;
- Actively negotiating with banks and other financial institutions on loans and borrowings where the cross-default provisions have been triggered to not demand the Group for repayment of such borrowings before the original due dates, and to renew these bank loans and other borrowings when they fall due on the original due dates; and

- Actively negotiating with its largest shareholder, namely Triumph Science Technology Group Co., Ltd.¹ (“凱盛科技集團有限公司”, the “**Triumph Group**”) (a wholly-owned subsidiary of China National Building Materials Group Co., Ltd.¹ (“中國建材集團有限公司”), a central state-owned enterprise), which provided its financial assistance to the Group in the form of loans of RMB414,000,000 as at 31 December 2025 and in the form of trade and other payables due to the Triumph Group and its related parties of RMB2,068,742,000 as at 31 December 2025, to not require repayment of these amounts for the next twelve months.

The management of the Group is actively and continuously working on the above initiatives, and the directors of the Company consider if the Group is successful in these initiatives, and together with the cashflow forecast prepared by the management of the Group, the Group will be able to meet its liabilities as and when they fall due for the foreseeable future. Therefore, the directors of the Company are of the opinion that it is appropriate to prepare the Group’s financial statements for the year ended 31 December 2025 on a going concern basis. Should the Group not be able to continue to operate as a going concern, adjustments would have to be made to write down the carrying amounts of the Group’s assets to their recoverable amounts, to provide for further liabilities that may arise and to reclassify non-current assets and non-current liabilities as current assets and current liabilities respectively. The effects of these adjustments have not been reflected in these consolidated financial statements.

4 CHANGES IN ACCOUNTING POLICIES

The Group has applied amendments to HKAS 21, *The effects of changes in foreign exchange rates – Lack of exchangeability* issued by the HKICPA to these financial statements for the current accounting period. The amendments do not have a material impact on these financial statements as the Group has not entered into any foreign currency transactions in which the foreign currency is not exchangeable into another currency.

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

¹ The English translation of the names is for reference only and the official names of the entities are in Chinese.

5 REVENUE AND SEGMENT REPORTING

(a) Revenue

Taking into account the disposal plan of the Chinese Mainland Operations as mentioned in Note 3, the Group is principally engaged in the production, marketing and distribution of glass and glass products, the development of glass production technology, and the provision of services related to the design and installation of glass production lines, operated by its overseas subsidiaries. Further details regarding the Group's principal activities are disclosed in Note 5(b).

(i) Disaggregation of revenue

Disaggregation of revenue from contracts with customers by major products or service lines is as follows:

	Continuing Operations		Discontinued Operations		Total	
	2025	2024	<i>(Note 9)</i>		2025	2024
	<i>RMB'000</i>	<i>RMB'000</i>	<i>RMB'000</i>	<i>RMB'000</i>	<i>RMB'000</i>	<i>RMB'000</i>
Revenue from contracts with customers within the scope of HKFRS 15						
Disaggregated by major products or service lines						
– Sales of glass products	1,114,877	1,088,946	3,129,030	4,276,663	4,243,907	5,365,609
– Revenue from service contracts	202,601	305,944	–	660	202,601	306,604
– Sales of other products	140,430	65,399	–	–	140,430	65,399
	<u>1,457,908</u>	<u>1,460,289</u>	<u>3,129,030</u>	<u>4,277,323</u>	<u>4,586,938</u>	<u>5,737,612</u>

Disaggregation of revenue from contracts with customers by the timing of revenue recognition and by geographic markets is disclosed in Notes 5(b) (i) and 5(b) (ii) respectively.

The Group's customer base is diversified and no customer with whom transactions have exceeded 10% of the Group's revenue for the year ended 31 December 2025 (2024: Nil customer).

- (ii) Revenue expected to be recognised in the future arising from contracts with customers in existence at the reporting date

As at 31 December 2025, the aggregated amount of the transaction price allocated to the remaining performance obligations under the Group's existing contracts is Euro (“EUR”) 40,826,000 (approximately RMB321,733,000) (2024:EUR38,418,000, approximately RMB289,122,000). This amount represents revenue expected to be recognised in the future from the design and installation service contracts entered into by the customers with the Group. The Group will recognise the expected revenue in future when or as the work is completed, which is expected to occur over the next 12 to 24 months (2024: next 12 to 24 months).

(b) Segment reporting

The Group manages its businesses by products and services. In a manner consistent with the way in which the information is reported internally to the Group's most senior executive management for the purposes of resource allocation and performance assessment, the Group has presented the following five reportable segments. No operating segments have been aggregated to form the following reportable segments:

- Clear glass products: this segment produces, markets and distributes clear glass products.
- Painted glass products: this segment produces, markets and distributes painted glass products.
- Coated glass products: this segment produces, markets and distributes coated glass products.
- Energy saving and new energy glass products: this segment produces, processes, markets and distributes energy saving and new energy glass products, such as low-emission coated glass, solar reflector, photovoltaic glass and photovoltaic battery module products.
- Design and installation related service: this segment provides design, purchasing parts and installation services of glass production lines and upgrading and transformation services of glass production process.

(i) Segment results

For the purposes of assessing segment performance and allocating resources between segments, the Group's senior executive management monitors the results attributable to each reportable segment on the following bases:

Revenue and expenses are allocated to the reportable segments with reference to sales generated by those segments and the expenses incurred by those segments. The measure used for reporting segment profit is gross profit/(loss). No intersegment sales have occurred for the years ended 31 December 2025 and 2024. The Group's other operating expenses, such as distribution costs, administrative expenses and other expenses, and assets and liabilities, including the sharing of technical-know-how, are not measured under individual segments. Accordingly, neither information on segment assets and liabilities nor information concerning capital expenditure, interest income and interest expenses is presented. Disaggregation of revenue from contracts with customers by timing of revenue recognition, as well as information regarding the Group's reportable segments as provided to the Group's most senior executive management for the purposes of resource allocation and assessment of segment performance for the years ended 31 December 2025 and 2024 is set out below.

	2025											
	Clear glass products		Painted glass products		Coated glass products		Energy saving and new energy glass products		Design and installation related service		Total	
	Continuing Operations	Discontinued Operations	Continuing Operations	Discontinued Operations	Continuing Operations	Discontinued Operations	Continuing Operations	Discontinued Operations	Continuing Operations	Discontinued Operations	Continuing Operations	Discontinued Operations
	<i>RMB'000</i>	<i>RMB'000</i>	<i>RMB'000</i>	<i>RMB'000</i>	<i>RMB'000</i>	<i>RMB'000</i>	<i>RMB'000</i>	<i>RMB'000</i>	<i>RMB'000</i>	<i>RMB'000</i>	<i>RMB'000</i>	<i>RMB'000</i>
Disaggregated by timing of revenue recognition												
- Point in time	484,161	1,080,078	184,796	691,271	418,991	461,637	26,929	896,044	140,430	-	1,255,307	3,129,030
- Over time	-	-	-	-	-	-	-	-	202,601	-	202,601	-
Revenue from external customers and reportable segment revenue	484,161	1,080,078	184,796	691,271	418,991	461,637	26,929	896,044	343,031	-	1,457,908	3,129,030
Reportable segment gross profit/(loss)	124,038	(268,604)	114,369	(99,185)	209,362	11,696	(5,908)	70,538	71,859	-	513,720	(285,555)

	2024											
	Clear glass products		Painted glass products		Coated glass products		Energy saving and new energy glass products		Design and installation related service		Total	
	Continuing Operations	Discontinued Operations	Continuing Operations	Discontinued Operations	Continuing Operations	Discontinued Operations	Continuing Operations	Discontinued Operations	Continuing Operations	Discontinued Operations	Continuing Operations	Discontinued Operations
	<i>RMB'000</i>	<i>RMB'000</i>	<i>RMB'000</i>	<i>RMB'000</i>	<i>RMB'000</i>	<i>RMB'000</i>	<i>RMB'000</i>	<i>RMB'000</i>	<i>RMB'000</i>	<i>RMB'000</i>	<i>RMB'000</i>	<i>RMB'000</i>
Disaggregated by timing of revenue recognition												
- Point in time	395,442	1,823,409	216,175	755,121	474,561	540,281	2,768	1,157,852	65,399	-	1,154,345	4,276,663
- Over time	-	-	-	-	-	-	-	-	305,944	660	305,944	660
Revenue from external customers and reportable segment revenue	395,442	1,823,409	216,175	755,121	474,561	540,281	2,768	1,157,852	371,343	660	1,460,289	4,277,323
Reportable segment gross profit/(loss)	39,785	(204,939)	79,506	15,817	192,578	69,608	761	31,147	86,022	660	398,652	(87,707)

(ii) Geographic information

The following table sets out information about the geographical location of (i) the Group’s revenue from external customers and (ii) the Group’s property, plant and equipment, investment properties, right-of-use assets, intangible assets, other non-current assets, goodwill and interest in joint ventures (together as the “**specified non-current assets**”). The geographical location of the specified non-current assets is determined based on the physical location of the assets, in the case of property, plant and equipment, investment properties, right-of-use assets and other non-current assets, the location of the operation to which they are allocated, in the case of intangible assets and goodwill, and the location of operations, in the case of interest in joint ventures.

	Revenue from external customers						Specified non-current assets	
	Continuing Operations		Discontinued Operations		Total			
	2025	2024	2025	2024	2025	2024	2025	2024
	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000
		(Restated)		(Restated)				
The Chinese Mainland (place of domicile)	130,728	66,831	2,610,331	3,842,697	2,741,059	3,909,528	-	8,751,583
Hong Kong	-	-	-	-	-	-	477	1,506
	130,728	66,831	2,610,331	3,842,697	2,741,059	3,909,528	477	8,753,089
Nigeria	439,196	402,747	45	166	439,241	402,913	93,444	127,015
Kazakhstan	237,921	146,879	67	71	237,988	146,950	900,806	873,772
United States	85,602	104,809	32	221	85,634	105,030	-	-
Russia	64,667	51,150	147	87	64,814	51,237	-	-
Yemen	-	-	62,760	11,307	62,760	11,307	-	-
Tajikistan	59,111	35,687	-	-	59,111	35,687	-	-
Saudi Arabia	6,682	4,678	51,927	42,790	58,609	47,468	-	-
Ghana	48,774	92,985	9,127	4,989	57,901	97,974	-	-
Uzbekistan	54,188	48,300	-	-	54,188	48,300	-	-
Italy	19,119	12,267	122	366	19,241	12,633	141,366	175,678
Other countries	311,920	493,956	394,472	374,629	706,392	868,585	140,012	127,303
	<u>1,327,180</u>	<u>1,393,458</u>	<u>518,699</u>	<u>434,626</u>	<u>1,845,879</u>	<u>1,828,084</u>	<u>1,275,628</u>	<u>1,303,768</u>
	<u>1,457,908</u>	<u>1,460,289</u>	<u>3,129,030</u>	<u>4,277,323</u>	<u>4,586,938</u>	<u>5,737,612</u>	<u>1,276,105</u>	<u>10,056,857</u>

As at 31 December 2025, non-current assets of RMB4,442,379,000 located in the Chinese Mainland are related to the Discontinued Operations and have been reclassified to assets held for sale.

6 OTHER INCOME

	Continuing Operations		Discontinued Operations (Note 9)		Total	
	2025	2024	2025	2024	2025	2024
	<i>RMB'000</i>	<i>RMB'000</i>	<i>RMB'000</i>	<i>RMB'000</i>	<i>RMB'000</i>	<i>RMB'000</i>
		(Restated)		(Restated)		
Net (loss)/gain on disposals of property, plant and equipment	(3)	(3)	96,050	2,582	96,047	2,579
Net gain on sale of scrap materials	790	4,231	22,688	21,533	23,478	25,764
Interest income	14,497	43,118	8,506	1,755	23,003	44,873
Government grants	–	–	13,278	39,752	13,278	39,752
Rental income from investment properties	–	–	3,068	2,364	3,068	2,364
Insurance claims income	–	–	346	13,592	346	13,592
Other gain/(loss)	3,399	(4,162)	5,462	8,002	8,861	3,840
	18,683	43,184	149,398	89,580	168,081	132,764

7 PROFIT/(LOSS) BEFORE TAXATION

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

(a) Finance costs

	Continuing Operations		Discontinued Operations (Note 9)		Total	
	2025	2024	2025	2024	2025	2024
	RMB'000	RMB'000 (Restated)	RMB'000	RMB'000 (Restated)	RMB'000	RMB'000
Interest on bank loans and other borrowings	145,023	153,506	211,960	257,096	356,983	410,602
Interest on lease liabilities	35	56	4,545	5,091	4,580	5,147
Bank charges and other finance costs	2,184	8,688	74,900	102,783	77,084	111,471
Total borrowing costs	147,242	162,250	291,405	364,970	438,647	527,220
Less: amounts capitalised into property, plant and equipment*	-	-	(22,726)	(38,647)	(22,726)	(38,647)
Net borrowing costs	147,242	162,250	268,679	326,323	415,921	488,573
Net foreign exchange loss/(gain)	12,861	(13,007)	(2,426)	(1,829)	10,435	(14,836)
	<u>160,103</u>	<u>149,243</u>	<u>266,253</u>	<u>324,494</u>	<u>426,356</u>	<u>473,737</u>

* The borrowing costs of Discontinued Operations have been capitalised at a rate of 3.63% per annum for the year ended 31 December 2025 (2024: 5.91% per annum).

(b) Staff costs:

	Continuing Operations		Discontinued Operations		Total	
	2025	2024	2025	2024	2025	2024
	<i>RMB'000</i>	<i>RMB'000</i>	<i>RMB'000</i>	<i>RMB'000</i>	<i>RMB'000</i>	<i>RMB'000</i>
Salaries, wages and other benefits and termination benefits	148,543	133,767	456,525	407,246	605,068	541,013
Contributions to defined contribution retirement plans	2,586	2,609	36,481	44,141	39,067	46,750
	<u>151,129</u>	<u>136,376</u>	<u>493,006</u>	<u>451,387</u>	<u>644,135</u>	<u>587,763</u>

(c) Other operating expenses

	Continuing Operations		Discontinued Operations		Total	
	2025	2024	2025	2024	2025	2024
	<i>RMB'000</i>	<i>RMB'000</i>	<i>RMB'000</i>	<i>RMB'000</i>	<i>RMB'000</i>	<i>RMB'000</i>
Impairment losses on property, plant and equipment	46,290	44,010	3,885,126	356,050	3,931,416	400,060
Impairment losses on right-of-use assets	–	–	40,348	–	40,348	–
Impairment losses on goodwill	49,412	–	170,468	36,935	219,880	36,935
Impairment losses on other non-current assets	–	–	45,577	–	45,577	–
Expenses in relation to dismantling and removal of property, plant and equipment	–	–	40,187	–	40,187	–
	<u>95,702</u>	<u>44,010</u>	<u>4,181,706</u>	<u>392,985</u>	<u>4,277,408</u>	<u>436,995</u>

(d) Other items

	Continuing Operations		Discontinued Operations		Total	
	2025	2024	<i>(Note 9)</i>		2025	2024
	<i>RMB'000</i>	<i>RMB'000</i>	<i>RMB'000</i>	<i>RMB'000</i>	<i>RMB'000</i>	<i>RMB'000</i>
Cost of inventories#	944,188	1,061,637	3,414,585	4,365,030	4,358,773	5,426,667
Depreciation and amortisation charge:#						
– property, plant and equipment	114,808	102,237	337,689	488,959	452,497	591,196
– investment properties	–	–	2,849	2,848	2,849	2,848
– right-of-use assets	1,162	1,574	27,337	26,683	28,499	28,257
– intangible assets	6,240	5,005	8,371	13,505	14,611	18,510
Research and development costs# (other than capitalised costs and related amortisation)	5,453	4,359	7,724	39,573	13,177	43,932
Auditors' remuneration – audit services	9,320	9,395	–	–	9,320	9,395
Auditors' remuneration – non-audit services	380	–	–	–	380	–

Cost of inventories of continuing operations and discontinued operations includes RMB166,995,000 (2024: RMB176,057,000 (restated)) and RMB482,926,000 (2024: RMB786,595,000 (restated)), respectively, for the year ended 31 December 2025 relating to staff costs, research and development costs and depreciation and amortisation charges, which amount is also included in the respective total amounts disclosed separately above or in Note 7(b) for each of these types of expenses.

8 INCOME TAX IN THE CONSOLIDATED STATEMENT OF PROFIT OR LOSS

(a) Income tax in the consolidated statement of profit or loss represents:

	Continuing Operations		Discontinued Operations (Note 9)		Total	
	2025 RMB'000	2024 RMB'000 (Restated)	2025 RMB'000	2024 RMB'000 (Restated)	2025 RMB'000	2024 RMB'000
Current taxation						
<i>The Chinese Mainland</i>						
– Provision for the year	-	-	19,837	23,059	19,837	23,059
– Under/(over)-provision in respect of prior years	-	-	109	(958)	109	(958)
	-	-	19,946	22,101	19,946	22,101
<i>Overseas</i>						
– Provision for the year	9,821	11,978	-	-	9,821	11,978
	9,821	11,978	19,946	22,101	29,767	34,079
Deferred taxation						
– Origination and reversal of temporary differences	(1,191)	13,989	331,471	(90,034)	330,280	(76,045)
	<u>8,630</u>	<u>25,967</u>	<u>351,417</u>	<u>(67,933)</u>	<u>360,047</u>	<u>(41,966)</u>

(b) Reconciliation between tax expense and accounting loss at applicable tax rates:

	Continuing Operations		Discontinued Operations		Total	
	2025	2024	<i>(Note 9)</i>		2025	2024
	<i>RMB'000</i>	<i>RMB'000</i>	<i>RMB'000</i>	<i>RMB'000</i>	<i>RMB'000</i>	<i>RMB'000</i>
	(Restated)		(Restated)			
Loss before taxation	<u>110,179</u>	<u>103,612</u>	<u>(5,388,578)</u>	<u>(1,109,554)</u>	<u>(5,278,399)</u>	<u>(1,005,942)</u>
Expected tax on loss before tax, calculated at the rates applicable to profits in the tax jurisdictions concerned <i>(Notes (i), (ii), (iii), (iv), (v), (vi) and (vii))</i>	52,675	65,869	(1,192,413)	(270,329)	(1,139,738)	(204,460)
Tax effect of non-deductible expenses	17,034	19,678	12,356	2,672	29,390	22,350
Tax effect of unused tax losses and temporary differences not recognised	24,475	2,871	1,199,612	102,769	1,224,087	105,640
Derecognition of deferred tax previously recognised	-	-	315,490	79,001	315,490	79,001
Tax concessions <i>(Notes (iv), (v) and (viii))</i>	(85,554)	(62,451)	16,263	18,912	(69,291)	(43,539)
Under/(over)-provision in respect of prior years	-	-	109	(958)	109	(958)
Income tax	<u>8,630</u>	<u>25,967</u>	<u>351,417</u>	<u>(67,933)</u>	<u>360,047</u>	<u>(41,966)</u>

Notes:

Continuing Operations:

- (i) The Company is not subject to any income tax pursuant to the rules and regulations of Bermuda.
- (ii) The Company and subsidiaries of the Group incorporated in Hong Kong are subject to Hong Kong Profits Tax rate of 16.5% (2024: 16.5%).
- (iii) The subsidiaries of the Group incorporated in the Cayman Islands and the British Virgin Islands are not subject to any income tax pursuant to the rules and regulations of their respective countries of incorporation.
- (iv) Subsidiaries of the Group incorporated in Nigeria are subject to Nigeria corporate income tax rate of 30% for the year ended 31 December 2025 (2024: 30%). One of the Nigerian subsidiaries of the Group is established in the Nigerian Export Processing Zone and is exempted from all corporate income taxes.
- (v) A subsidiary of the Group incorporated in Kazakhstan is subject to Kazakhstan corporate income tax rate of 20% (2024: 20%). This subsidiary obtained approval from the Kazakhstan's government in the exemption for corporate income tax for the period from 2016 to 2025 as a preferential tax arrangement for foreign investments.
- (vi) A subsidiary of the Group incorporated in Italy is subject to Italy corporate income tax rate of 27.9% (2024: 27.9%).

Discontinued Operations:

- (vii) The subsidiaries of the Group established in the Chinese Mainland are subject to the People's Republic of China (the "PRC") Corporate Income Tax rate of 25% (2024: 25%).
- (viii) Certain subsidiaries of the Group established in the Chinese Mainland obtained approval from the tax bureau to be taxed as enterprises with advanced and new technologies, and therefore enjoy a preferential PRC Corporate Income Tax rate of 15% for a period of three years, commencing in either 2023 or 2024. These subsidiaries are also entitled to an additional tax deductible allowance amounting to 100% of the qualified research and development costs incurred for the years ended 31 December 2025 and 2024.

9 DISCONTINUED OPERATIONS

As disclosed in Note 3, management of the Group has committed to a plan to sell its entire business in the Chinese Mainland as at the end of the reporting period, following a strategic decision to place greater focus on the Group's overseas operations. The Chinese Mainland Operations was not previously classified as held for sale or as a discontinued operations. The comparative consolidated statement of profit or loss has been re-presented to show the discontinued operations separately from continuing operations.

At 31 December 2025, the Group reclassified assets and liabilities of Discontinued Operations to assets held for sale and liabilities associated with assets held for sale. Before such reclassification, impairment losses on non-current assets of the Discontinued Operations amounting to RMB4,141,519,000 were recognised in profit or loss, including impairment losses on property, plant and equipment, right-of-use assets, goodwill and other non-current assets of RMB3,885,126,000, RMB40,348,000, RMB170,468,000 and RMB45,577,000, respectively. As a result, non-current assets of the Discontinued Operations were stated at lower of cost and fair value less costs to sell.

(a) **Results of discontinued operations**

	<i>Note</i>	2025 RMB'000	2024 <i>RMB'000</i>
Revenue	5	3,129,030	4,277,323
Cost of sales		<u>(3,414,585)</u>	<u>(4,365,030)</u>
Gross loss	5(b)	(285,555)	(87,707)
Other income	6	149,398	89,580
Distribution costs		(64,928)	(70,768)
Administrative expenses		(500,545)	(303,665)
Impairment losses on receivables and contract assets		(237,242)	(15,342)
Other operating expenses	7(c)	<u>(4,181,706)</u>	<u>(392,985)</u>
Loss from operations		(5,120,578)	(780,887)
Finance costs	7(a)	(266,253)	(324,494)
Net loss on disposal of interest in a joint venture		–	(238)
Share of profits less losses of joint ventures		<u>(1,747)</u>	<u>(3,935)</u>
Loss before taxation	7	(5,388,578)	(1,109,554)
Income tax	8	<u>(351,417)</u>	<u>67,933</u>
Loss for the year from discontinued operations		<u>(5,739,995)</u>	<u>(1,041,621)</u>
Attributable to:			
Equity shareholders of the Company		(4,994,651)	(954,224)
Non-controlling interests		<u>(745,344)</u>	<u>(87,397)</u>
Loss for the year from discontinued operations		<u>(5,739,995)</u>	<u>(1,041,621)</u>
Basic and diluted loss per share <i>(RMB yuan)</i>		<u>(2.97)</u>	<u>(0.57)</u>

(b) **Cash flows generated from/(used in) discontinued operations**

	2025	2024
	<i>RMB'000</i>	<i>RMB'000</i>
Net cash generated from operating activities	420,919	374,502
Net cash generated from/(used in) investing activities	293,911	(423,208)
Net cash used in financing activities	(868,411)	(49,772)
Net cash flows for the year	<u>(153,581)</u>	<u>(98,478)</u>

(c) **Assets and liabilities of discontinued operations held for sale**

At 31 December 2025, the non-current assets of Discontinued Operations held for sale were stated at the lower of carrying amount and fair value less costs to sell, comprising the following assets and liabilities:

	2025
	<i>RMB'000</i>
Assets	
Property, plant and equipment	3,588,383
Other non-current assets	60,689
Investment properties	28,247
Right-of-use assets	562,894
Intangible assets	156,368
Goodwill	–
Interests in joint ventures	45,798
Equity securities designated at FVOCI	970
Deferred tax assets	2,805
Inventories	394,894
Trade and bills receivables	11 228,334
Other receivables and prepayments	197,636
Prepaid income tax	6,865
Cash at bank and on hand	<u>252,626</u>
Assets held for sale	<u><u>5,526,509</u></u>

	<i>Note</i>	2025 RMB'000
Liabilities		
Trade and bills payables	12	1,212,424
Accrued charges and other payables		2,425,180
Contract liabilities		95,380
Bank loans and other borrowings		6,119,321
Lease liabilities		68,316
Income tax payable		121,558
Deferred tax liabilities		<u>24,725</u>
Liabilities associated with assets held for sale		<u>10,066,904</u>
Net liabilities held for sale		<u>(4,540,395)</u>

(d) Assets held for sale in 2024

In November 2024, a subsidiary which had previously ceased operation has received an expropriation notice from the local government, in which the local government has committed to purchase all of this subsidiary's property, plant and equipment and right-of-use assets (land use rights). Accordingly, the carrying amounts of the related property, plant and equipment and right-of-use assets of RMB183,432,000 and RMB5,211,000, respectively, were reclassified as assets held for sale as at 31 December 2024. The transaction had been completed during the year ended 31 December 2025.

10 EARNINGS/LOSS PER SHARE

(a) Basic earnings/loss per share

Continuing Operations:

The calculation of basic earnings per share of the Continuing Operations for the year ended 31 December 2025 is based on the profit attributable to ordinary equity shareholders of the Company of RMB101,549,000 (2024: the profit attributable to ordinary equity shareholders of RMB77,645,000 (restated)) and the weighted average of 1,684,218,000 ordinary shares (after taken into account the ordinary shares held under the Share Award Scheme as defined in Note 13 (2024: 1,684,218,000 ordinary shares (after taken into account the ordinary shares held under the Share Award Scheme)) in issue during the year, which are the same as ordinary shares issued at 1 January 2025 and 2024.

Discontinued operations:

The calculation of basic loss per share of the Discontinued Operations for the year ended 31 December 2025 is based on loss attributable to ordinary equity shareholders of the Company of RMB4,994,651,000 (2024: the loss attributable to ordinary equity shareholders of RMB954,224,000 (restated)) and the weighted average of 1,684,218,000 ordinary shares (after taken into account the ordinary shares held under the Share Award Scheme as defined in Note 13) (2024: 1,684,218,000 ordinary shares (after taken into account the ordinary shares held under the Share Award Scheme)) in issue during the year, which are the same as ordinary shares issued at 1 January 2025 and 2024.

(b) Diluted earnings/loss per share

There are no dilutive potential shares outstanding during the years ended 31 December 2025 and 2024. Hence, the diluted earnings/loss per share is the same as basic earnings/loss per share for the years ended 31 December 2025 and 2024.

11 TRADE AND BILLS RECEIVABLES

	2025 <i>RMB'000</i>	2024 <i>RMB'000</i>
Trade receivables due from:		
– third parties	87,767	430,374
– the Triumph Group and its related parties	581	1,371
	88,348	431,745
Less: loss allowance	(10,503)	(139,636)
	77,845	292,109
Bills receivables	–	42,287
Financial assets measured at amortised cost	77,845	334,396

Credit terms of three to six months from the date of billing or separately negotiated repayment schedules may be granted to certain customers with good credit rating, depending on credit assessment carried out by management on an individual customer basis.

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

(a) Ageing analysis

Trade and bills receivables (net of loss allowance) with the following ageing analysis (based on the invoice date) as of the end of the reporting period:

	2025 <i>RMB'000</i>	2024 <i>RMB'000</i>
Within 1 month	21,454	151,871
More than 1 month but less than 3 months	17,879	97,562
More than 3 months but less than 6 months	2,046	60,161
More than 6 months but less than 1 year	3,921	6,768
Over 1 year	32,545	18,034
	77,845	334,396

As disclosed in Notes 3 and 9, management of the Group has committed to a plan to sell its entire business in the Chinese Mainland as at the end of the reporting period, and trade and bills receivables with carrying amounts of RMB228,334,000 (comprising gross amount of RMB370,183,000 and loss allowance of RMB141,849,000) were reclassified to assets held for sale as at 31 December 2025.

12 TRADE AND BILLS PAYABLES

	2025 <i>RMB'000</i>	2024 <i>RMB'000</i>
Trade payables due to:		
– third parties	109,291	716,531
– the Triumph Group and its related parties	–	214,172
	109,291	930,703
Bills payables	–	191,458
Financial liabilities measured at amortised cost	109,291	1,122,161

Trade and bills payables with the following ageing analysis (based on the maturity date) as of the end of the reporting period:

	2025 <i>RMB'000</i>	2024 <i>RMB'000</i>
Due within 1 month or on demand	109,291	955,897
Due after 1 month but within 6 months	–	166,264
	109,291	1,122,161

As disclosed in Notes 3 and 9, management of the Group has committed to a plan to sell its entire business in the Chinese Mainland as at the end of the reporting period, and trade and bills payables with carrying amounts of RMB1,212,424,000 were reclassified to liabilities associated with assets held for sale as at 31 December 2025.

Trade payables with an aggregate carrying amount of RMB1,628,000 due to the Discontinued Operations was eliminated when preparing the Group's consolidated financial statements.

13 EQUITY SETTLED SHARE-BASED TRANSACTIONS

(a) Share option scheme

The Company has a share option scheme (the “Share Option Scheme”) which was adopted on 30 May 2005 whereby the directors of the Company are authorised, at their discretion, to invite (i) any executive director or employee (whether full time or part time) of the Company, any member of the Group or any entity in which any member of the Group holds an equity interest (“Invested Entity”); (ii) any non-executive directors (including independent non-executive directors) of the Company, any member of the Group or any Invested Entity; (iii) any supplier of goods or services to the Company, any member of the Group or any Invested Entity; (iv) any customer of the Company, any member of the Group or any Invested Entity; and (v) any person or entity that provides research, development or technological support to the Company, any member of the Group or any Invested Entity, to take up share options at HK\$1.00 as consideration to subscribe for shares in the Company. The Share Option Scheme had expired on 22 June 2015, and a new share option scheme (the “New Share Option Scheme”) with the same terms and conditions has been approved in a special general meeting of the shareholders of the Company on 19 February 2016, where the New Share Option Scheme will expire on 19 February 2026.

No share options were granted under the New Share Option Scheme during the years ended 31 December 2025 and 2024.

(b) Share award scheme

On 12 December 2011 (the “Adoption Date”), the directors of the Company adopted a share award scheme (the “Share Award Scheme”) as a mean of rewarding and retaining employees of the Group and to attract suitable personnel for further development with the Group. A trust (the “Trust”) has been set up for the purpose of administering the Share Award Scheme.

Pursuant to the Share Award Scheme, the trust may purchase shares of the Company from the Stock Exchange with cash contributed by the Group, and to hold such shares until they are vested.

The directors of the Company may, from time to time, at their discretion select any employee of the Group for participation in the Share Award Scheme and grant such number of awarded shares to any selected employee of the Group at nil consideration. The directors of the Company are entitled to impose any conditions (including a period of continued service within the Group after the award) with respect to the vesting of the awarded shares. In addition, the selected employee shall not transfer or dispose of more than 50% of the awarded shares during the period of one year after the date of vesting of such awarded shares.

On 8 December 2021, the directors of the Company extend the term of the Share Award Scheme (the “**Extension**”). The Extension of the Share Award Scheme came into effect on the Adoption Date, and shall terminate on the earlier of (i) the twentieth anniversary date of the Adoption Date (the tenth anniversary date of the Adoption Date before the Extension), which is 12 December 2031; and (ii) such date of early termination as determined by the directors of the Company.

Details of the shares held under the Share Award Scheme are set out below:

	No. of ordinary shares held under the Trust '000
At 1 January 2024, 31 December 2024, 1 January 2025 and 31 December 2025	<u><u>152,000</u></u>

No ordinary shares were purchased for the Share Award Scheme during the years ended 31 December 2025 and 2024. No shares have been awarded to any selected employee as at the date of these financial statements.

14 CAPITAL AND DIVIDENDS/DISTRIBUTIONS

(a) Dividends

- (i) Dividends payable to equity shareholders of the Company attributable to the year

The directors of the Company do not propose a final dividend for the year ended 31 December 2025 (2024: HK\$Nil).

- (ii) Dividends payable to equity shareholders of the Company attributable to the previous financial year, approved and paid during the year

No final dividend in respect of the previous financial year has been declared during the year (2024: HK\$Nil).

(b) Share capital

Authorised and issued share capital

	2025		2024	
	<i>No. of shares</i>	<i>HK\$'000</i>	<i>No. of shares</i>	<i>HK\$'000</i>
Authorised:				
At 1 January and 31 December, at HK\$0.05 each	<u>3,600,000,000</u>	<u>180,000</u>	<u>3,600,000,000</u>	<u>180,000</u>
	2025		2024	
	<i>No. of shares</i>	<i>RMB'000</i>	<i>No. of shares</i>	<i>RMB'000</i>
Ordinary shares, issued and fully paid:				
At 1 January and 31 December	<u>1,836,218,258</u>	<u>85,951</u>	<u>1,836,218,258</u>	<u>85,951</u>

15 Non-adjusting events after the reporting period

On 30 March 2026, the Company entered into a non-legally binding memorandum of understanding (the “MOU”) with Hony Capital Group Limited (the “**Potential Subscriber**”). The Potential Subscriber wholly-owns United Strength Upward Limited, which owns 50% equity interest in New Glory Management Limited, which in turn wholly-owns New Glory Fund L. P. New Glory Fund L. P. is a substantial shareholder of the Company holding approximately 14.86% of the total issued share capital of the Company.

Pursuant to the MOU, the Company will seek to enter into a subscription agreement with the Potential Subscriber (or its affiliate). Subject to further negotiation on the terms and conditions, pursuant to which the Company shall issue, and the Potential Subscriber (or its affiliate) shall subscribe for convertible bonds in the principal amount of RMB1,500,000,000 (equivalent to approximately HK\$1,697,000,000), convertible into ordinary shares of the Company (the “**Potential CB Issue**”).

The Potential CB Issue will constitute a connected transaction of the Company and will therefore be subject to relevant approval requirements under Chapter 14A of the Listing Rules.

MANAGEMENT DISCUSSION AND ANALYSIS

MARKET REVIEW

In 2025, the global economy experienced low-growth divergence, with geopolitical risks and trade protectionism intertwined, further accentuating the trend toward regionalization in global industrial chains. Against this backdrop, China's economy operated steadily, guided by policies balancing growth stabilization and structural adjustment, continuously promoting the building materials industry's transformation toward greener and higher-end development.

Affected by the deep adjustment of the real estate sector and supply-demand structural imbalances, the domestic glass industry faced dual pressures on prices and costs, with overall profitability remaining at historically low levels. Guided by capacity control and "anti-involution" policies, the industry witnessed accelerated phase-out of outdated capacity. Products with cost and technological advantages benefited from policy tailwinds, and the industry's competitive landscape accelerated its restructuring toward diversification and high-end development. Amidst this process, actively expanding into overseas markets has become a crucial strategic breakthrough path for enterprises.

Emerging overseas markets demonstrated strong demand resilience, becoming highlights of industry growth. The profound restructuring of the global industrial landscape has created significant development opportunities for leading enterprises with international operational capabilities.

BUSINESS REVIEW

Overview

The Group owned 15 float glass production lines, 2 photovoltaic rolled glass production lines, 3 offline Low-E coated glass production lines, 5 solar reflector mirror production lines, and one glass equipment and technology service company. The Group's glass products cover clear glass, tinted glass, coated glass, energy-saving and new energy glass, primarily used in construction, automotive, solar power generation, home furnishing, and home appliance sectors.

In 2025, the Group, after comprehensively assessing the domestic market conditions, operating status, the conditions of the production lines, as well as the Group's strategic and development plans, has progressively suspended the operation of three float glass production lines and one photovoltaic rolled glass line in the PRC. Among these, three production lines were suspended due to planned relocation or technological upgrades, and one production line was suspended due to expiration of its production quota. On the current domestic market outlook, the Group's shift in strategic focus to the overseas market, there are currently no plans for the resumption of production of the suspended production lines in the PRC.

The Company has been solidly advancing its globalization strategy, establishing an industrial layout centered around Nigeria, Kazakhstan, and Italy along the "Belt and Road" route, covering glass manufacturing and equipment supply. In 2025, the Company's Egypt project progressed as planned; simultaneously, the Company continued exploring other emerging markets with development potential, prudently evaluating new opportunities for international expansion.

Strategic Transformation

As at 31 December 2025, the management of the Group, having assessed the overall market conditions and the Group's liquidity positions, committed to a plan to sell its entire business in the Chinese Mainland (mainly comprising 15 glass production lines, hereinafter referred to as the "Chinese Mainland Operations" or the "Discontinued Operations") to provide the Group with an immediate cash inflow for settling its indebtedness. This plan followed the Group management's strategic decision to place greater focus on its overseas operations, representing the production, marketing and distribution of glass and glass products, as well as the development of glass production technology (the "Continuing Operations"). In accordance with HKFRS 5 Non-current Assets Held for Sale and Discontinued Operations, the Chinese Mainland Operations have been presented as discontinued operations in the consolidated financial statements, with the related assets and liabilities classified as held for sale.

The Group conducted impairment assessments on the non-current assets of the Discontinued Operations based on the principle of financial prudence. These provisions reflect the management's cautious assessment to state the non-current assets of the Discontinued Operations at the lower of cost and fair value less costs to sell, thereby optimising the Group's balance sheet structure and enabling a dedicated focus on the Continuing Operations with higher growth potential.

In light of the above, the Group is taking and entering into several initiatives to mitigate and manage its liquidity pressure. The Group is actively proceeding with the disposal plan of the Chinese Mainland Operations, which includes but is not limited to dismantling and selling removable assets from production lines with suspended operations, seeking government assistance for land repurchase or transferring land and buildings to other manufacturers, and liquidating certain companies to obtain cash inflow through asset disposals. Regarding debt management, the Group is continually negotiating with related lenders to extend and/or restructure the terms of bank loans and other borrowings that have fallen overdue. Furthermore, the Group is seeking potential strategic investors to obtain funds for operations and is committed to releasing the Company from guarantees provided to the Chinese Mainland Operations through direct repayment or by taking over the related borrowings, in order to further solidify the Group's financial foundation.

Production, Sales and Selling Prices

In 2025, the Group's continuing operations demonstrated strong market competitiveness and earnings resilience. Among these, the Group operates two high-quality float glass production lines in Nigeria and Kazakhstan, which operated stably during the reporting period. For the year ended 31 December 2025, these production lines produced a total of approximately 5.37 million weight boxes of various glass products, representing a decrease of approximately 22% compared to the previous year. Sales volume reached approximately 7.82 million weight boxes, an increase of approximately 6% year-on-year. The overall average selling price was RMB143 per weight box, representing a decrease of approximately 3% compared to the previous year.

Raw Material Prices and Manufacturing Costs

In terms of soda ash, both the Nigerian and Kazakhstan markets were influenced by the global supply glut, resulting in a relatively favorable procurement environment. Regarding silica sand, local supply and demand in Nigeria remained balanced, with stable prices; whereas in Kazakhstan, quartz sand faced upward price pressure due to rising logistics costs and higher quality requirements. As for energy, the Nigerian natural gas market operated under a single-supplier model, leading to seasonal price fluctuations; prices in Kazakhstan were primarily influenced by government regulation, showing an initial increase followed by a decline.

MAJOR WORKS IN 2025

In 2025, facing the dual challenges of deep industry adjustments and interim pressures on its credit standing, the Group proactively responded to the complex and changing operating environment. Focusing on key tasks including “credit repair, management optimization, revenue enhancement and debt control, quality and efficiency improvement,” the Group steadily advanced various operational arrangements. Overall operations demonstrated resilience, with significant progress made in key areas:

1. Deepened Global Presence, Robust Growth in Overseas Operations

Amidst intensified industry competition and market pressures, the Group leveraged its global footprint to mitigate the impact of volatility in any single market, resulting in outstanding overseas performance. Subsidiaries in Nigeria and Italy continued to contribute high levels of profitability, while the Kazakhstan subsidiary significantly enhanced its profitability through process improvements. The Egypt project entered the substantive construction phase.

Overseas production lines achieved record highs in multiple indicators this year through optimized processes and environmental controls. Defects were significantly reduced, and quality enhanced, owing to precise temperature control and upgraded raw material processing capabilities. Leveraging offline coating technology reserves and management innovation, the Group extended production cycles while developing several high-performance products, bolstering the competitiveness of its overseas operations.

2. Driving Innovation-led Growth, Transforming Product Portfolio

The Group continued to make strides in high-value-added products, successfully mass-producing new low-resistance online Home Appliance Low-E glass, a new-generation high-performance triple-silver offline Low-E glass, and “CNG Grey” body-tinted glass. Notably, “CNG Blue” high-performance energy-saving glass was selected for the China Building Materials Industry “Sanpin” (Variety, Quality, Brand) Typical Cases list, underscoring the Group’s benchmark status in the high-end energy-saving glass segment. Furthermore, breakthroughs in thin-sheet automotive glass, achieved through targeted quality improvement initiatives, the successful conversion to ultra-clear glass production, and a high market share in the solar thermal reflector mirror segment, effectively enhanced the value of existing assets and advanced the strategic transformation of the product portfolio.

3. Mitigating Debt Risks, Solidifying Foundation for Sustainable Operations

The Group made steady progress in credit repair and debt risk mitigation, achieving phased results. Regarding debt restructuring: the restructuring of the Group's maturing offshore syndicated loan was completed on 13 November 2025. The extension and rollover of maturing onshore loans also progressed in an orderly manner. In response to interim repayment pressures and potential risks, the Group proactively coordinated an overall debt restructuring plan, maintaining in-depth communication and negotiation with financial advisors, potential financiers, and various creditor types. Multiple measures were implemented concurrently to advance fund raising, optimize loan tenors, and facilitate debt restructuring. Regarding operational support: concurrently, the Group formulated and enhanced risk response plans. Measures such as centralized procurement management, workforce streamlining and optimization, cost reduction and efficiency enhancement, product portfolio transformation, and the orderly clearance and disposal of non-core assets were implemented to enhance operational efficiency and profitability. Prudent procurement and sales strategies, coupled with strict control over non-essential capital expenditure, were adopted to safeguard cash flow balance and ensure timely debt service. Regarding risk mitigation: during the reporting period, litigation matters involving financial institutions were largely settled or withdrawn, effectively mitigating interim credit risks. The gradual restoration of confidence in financial markets provides robust support for the Group's continued stable operations, further solidifying its development foundation.

4. Enhancing Governance Structure, Strengthening Compliance and Safety Defenses

In terms of governance effectiveness and organizational development, the Group is committed to building a more agile decision-support system. By optimizing management layers and business processes, strategic coordination efficiency between headquarters and business units was significantly enhanced. Further refinement of the performance-oriented assessment mechanism ensured deep alignment of human resource allocation with core business objectives, resulting in a flatter, more efficient organizational structure. Moreover, the Group consistently prioritized safe production and compliance management as fundamental development principles. Through systematic upgrades to the risk prevention system, the Group achieved accident-free, stable operations throughout the year. In 2025, the Group's ESG efforts were recognized with the industry's highest "A+" rating, demonstrating a marked increase in market recognition.

MARKET OUTLOOK

Looking ahead to 2026, the global economy seeks balance amidst policy divergence and geopolitical uncertainties. China's economy is expected to maintain a general principle of pursuing progress while ensuring stability. With coordinated macro-policy efforts and a gradual stabilization of the real estate market, the glass industry may usher in a critical window period for structural transformation and high-quality development.

In key overseas markets such as Nigeria, Kazakhstan, and Egypt, driven by accelerated urbanization, infrastructure construction, and industry localization policies, demand for architectural glass demonstrates considerable resilience. The global glass industry landscape is undergoing accelerated restructuring. Enterprises possessing cross-border operational capabilities, technological adaptability, and supply chain integrity are well-positioned to seize the initiative in the upcoming cycle.

Raw Material Price and Manufacturing Cost Forecast

The supply glut in the Nigerian soda ash market is expected to persist, potentially leading to further decreases in procurement costs. Procurement prices for mineral materials in Nigeria face upward pressure from exchange rate volatility and rising logistics costs. Natural gas procurement prices in Nigeria have a definite upward expectation. In Kazakhstan, soda ash prices are expected to show wide fluctuations. Quartz sand prices still face upward pressure driven by logistics costs, while prices for dolomite and feldspar are expected to remain stable through channel optimization. Natural gas prices in Kazakhstan, under governmental influence, are expected to remain stable without significant market-driven fluctuations.

WORK PLANS FOR 2026

1. Focus on Overseas Development, Embrace Emerging Market Opportunities

The Group will unswervingly pursue its internationalization strategy. Regarding the existing footprint, we will fully consolidate the sound operational performance in Nigeria, Kazakhstan, and Italy, continuously enhancing product and service competitiveness through “industrial deepening + technological innovation” to solidify the foundation for international growth. We aim to evolve our existing operations from merely “going global” to truly “integrating locally,” achieving symbiotic development with host countries and partners, and sharing in the dividends of regional economic growth. Furthermore, we will accelerate the construction progress of the Egypt project and continue exploring potential growth opportunities in other emerging markets, deepening the “going global” strategy to inject new impetus into the Group’s long-term development.

2. Adhere to Innovation-driven Approach, Accelerate Industrial Structural Transformation and Upgrading

The Group will center its efforts on core racks and core products, basing innovation direction on production realities and market demands. We will promote the deep integration of technological R&D with industrial application, refine the “organization, system, talent, capital” four-in-one innovation support framework, strengthen R&D investment guarantees and assessment incentives, and stimulate the innovation vitality of member enterprises.

In terms of implementation pathways, we will combine long-term technological reserves with short-term breakthroughs, accelerating product R&D and process innovation in key areas, and facilitating the transformation of R&D achievements into large-scale production. We will synergistically advance technological innovation and talent cultivation, building a technically proficient, echeloned technical team. Concurrently, based on the resource endowments and regional market characteristics of each member enterprise, we will promote differentiated production line development and continuously optimize the product structure. By strengthening the positioning of advantageous products and increasing the proportion of high-value-added products, we will consolidate our market position in specialty glass, industrial glass, and automotive glass, injecting sustained momentum into the enterprise’s transformation, upgrading, and core competitiveness enhancement.

3. Coordinate Fund Management, Focus on Promoting Credit Repair

The Group will firmly focus on the core task of credit repair, coordinating domestic and international fund resources, strengthening top-down linkage, and striving to steadily restore the credit system. Simultaneously, the Group will coordinate and balance the relationship between development and debt, continuously optimize the debt structure, orderly advance high-interest debt replacement, further optimize the financing structure, and strive to reduce overall financing costs, ensuring the Group's long-term stable development.

4. Deepen Differentiated Management and Lean Operations, Enhance Sustainable Operation Capability

The Group will implement a differentiated management and control system centered on “enterprise classification, target classification, product classification.” Based on enterprise profitability and development positioning, we will focus on stabilizing contributions and benchmarking against best practices for profitable enterprises; concentrate on product upgrading and cultivating advantages for transforming enterprises; and promote loss-stopping, burden reduction, and efficiency improvement for governance-focused enterprises. Simultaneously, we will focus on cultivating “star products” to build a competitive, high-value-added product cluster.

The Group will continue to deepen the “KPI + Key Tasks + Innovation” management model, refine the assessment mechanism balancing incentives and constraints, and promote dynamic and controllable management processes. We will also accelerate digital construction, establishing an operational data analysis platform to enhance data-driven decision-making capabilities, promoting the transformation of management towards leanness and intelligence.

5. Improve Market-oriented Mechanisms and Talent System, Stimulate Enterprise Operational Vitality

The Group will deepen the market-oriented compensation incentive mechanism, improve the assessment and distribution system oriented towards performance contribution, enhance the precision of incentive constraints, and strongly link compensation with performance, stimulating the endogenous motivation of personnel at all levels. Concurrently, we will advance “position and headcount rationalization” and lean management of labor costs comprehensively, improving human resource allocation efficiency.

In terms of talent team building, we will adhere to the combination of internal cultivation and external introduction, improve the dual-channel development mechanism for management and professional skills, and optimize the age structure and professional composition of the cadre team. We will increase talent reserve for key positions, focusing on introducing professionals in R&D, marketing, and international operations, striving to build a core team that is aligned in action and highly responsible, providing solid support for the Group's high-quality development.

6. Strengthen Safety and Environmental Management, Implement Primary Responsibilities

The Group will consistently adhere to the red line of safety and environmental protection, strictly implement the safety and environmental responsibility system for all member enterprises, and solidify primary responsibilities. We will continue to advance the National Three-Year Action Plan for Tackling Fundamental Issues in Work Safety, enhance the effectiveness of hazard investigation and rectification, and ensure the safety situation remains stable and controllable. Adhering to green and low-carbon development, we will increase environmental protection investment, promote energy-saving and carbon-reducing technological transformations, raise the proportion of waste heat power generation and green electricity usage, and strive to achieve advanced ratings in environmental performance assessment.

7. Plan Medium-to-Long-Term Development, Steadily Promote Strategic Implementation

The Group will begin formulating its medium-to-long-term development plans on the basis of its full commitment to resolving credit risks and continuously improving operating performance. On the domestic front, leveraging regional comparative advantages, the Group will continue to optimize its production capacity layout and accelerate the transformation and upgrading of traditional production lines. During the period from the beginning of 2026 up to the date of this report, in response to the sustained losses arising from overall market weakness, particularly in the PRC real estate sector, and the ongoing structural shifts in industry supply and demand, the Group has suspended operations at three domestic float glass production lines and one domestic photovoltaic rolled glass production line. On the overseas front, the Group will seize development opportunities in overseas markets, pivoting its strategic focus towards international expansion, and will prudently select emerging markets with development potential to cultivate new profit growth drivers.

FINANCIAL REVIEW

Revenue

The Group's revenue decreased from approximately RMB5,738 million for the year ended 31 December 2024 to approximately RMB4,587 million for the year ended 31 December 2025, representing a decrease of approximately 20%. The decrease in revenue was mainly attributable to a combined effect of a 14% decrease in average selling price, driven by the sustained weakening of demand in the domestic glass market primarily and a 8% decrease in sales volume as compared with the previous year, due to the impact from partial production suspension of the Group's production bases in Mainland China.

Of which:

Revenue from continuing operations was mainly derived from outside Mainland China, comprising sales of float glass and processed products, as well as design and installation-related services. Such revenue slightly decreased from RMB1,460 million to RMB1,458 million, representing a decrease of 0.16%. The expansion of the export business had certain structural impact on the overall average selling price, with average selling price decreasing by 3% and sales volume increasing by 6%.

Revenue from discontinued operations decreased from RMB4,277 million to RMB3,129 million, representing a decrease of 26.85%, with average selling price decreasing by 19% and sales volume decreasing by 10%.

Gross profit

The Group's gross profit decreased from RMB311 million for the year ended 31 December 2024 to RMB228 million for the year ended 31 December 2025. Gross profit margin decreased from 5.4% in 2024 to 5.0% in 2025,

Of which:

- Gross profit from continuing operations rose from RMB399 million to RMB514 million, with gross profit margin increasing from 27.3% to 35.2%. Leveraging first-mover advantages and accumulated localised operations, the Group has established solid regional pricing power. With a solid customer base and an order book dominated by long-term cooperation, demand volatility is relatively low, providing strong support for the stability of the segment's gross profit margin.
- Gross loss from discontinued operations increased from RMB88 million to RMB286 million, and gross profit margin fell from -2.1% to -9.1%. The decline in the gross profit margin of the domestic segment was mainly attributable to the planned shutdown of several production lines, coupled with lower domestic product selling prices in the corresponding period.

Other income

The Group's other income increased from RMB133 million for the year ended 31 December 2024 to RMB168 million for the year ended 31 December 2025, which was mainly due to increase in net income from disposal of property, plant, and equipment. Other income from continuing operations decreased from RMB43 million to RMB19 million, while other income from discontinued operations increased from RMB90 million to RMB149 million.

Administrative expenses

The Group's administrative expenses for the year ended 31 December 2025 amounted to RMB599 million, representing an increase of 54% compared with RMB389 million for the year ended 31 December 2024.

Of which:

- Administrative expenses relating to continuing operations increased from RMB89 million to RMB98 million, representing an increase of 15%; and
- Administrative expenses relating to discontinued operations increased from RMB300 million to RMB501 million, representing an increase of 67%, primarily due to an increase in one-off expenses such as staff resettlement arising from the shutdown of production lines amid strategic contraction.

Impairment losses on the receivables and contract assets

The Group's impairment loss on trade receivables and contract assets for the year ended 31 December 2025 was approximately RMB237 million, representing a significant increase compared with the impairment loss of RMB18 million for the year ended 31 December 2024. This was mainly attributable to an increase of approximately RMB208 million in the provision for impairment resulting from the extended aging of certain other receivables in discontinued operations.

Finance costs

The Group's finance costs for the year ended 31 December 2025 amounted to RMB426 million, representing a decrease of 10% compared with RMB474 million for the year ended 31 December 2024. This was mainly attributable to lower interest on bank loans and other borrowings, bank fees and other finance costs.

The Group will continue to optimise its debt structure, reduce the size of interest-bearing liabilities, further ease its financial burden and improve its capital structure.

Other operating expenses

Other operating expenses incurred by the Group for the year ended 31 December 2025 amounted to approximately RMB4,277 million, increased significantly as compared to approximately RMB437 million for the year ended 31 December 2024, mainly due to the significant increase in impairment provisions for property, plant and equipment, and goodwill. Other operating expenses for continuing operations increased from RMB44 million to RMB96 million, while those for discontinued operations increased from RMB393 million to RMB4,182 million.

Loss for the year

For the year ended 31 December 2025, the Group recorded a loss of approximately RMB5,638 million, compared to the net loss of approximately RMB964 million for the year ended 31 December 2024, with the scale of losses further expanding. Such loss is primarily attributable to the sustained weakening of demand in the domestic glass market, driven by the deep adjustment in the PRC real estate sector and the slowdown in the photovoltaic industry, leading to an imbalance in the industry supply and demand structure and subjecting the industry to dual pressures on both selling price and production cost, which resulted in a significant decline in the gross profit margin of the Group's domestic products and causing certain domestic glass production lines of the Group to suspend production during the year ended 31 December 2025 and subsequently. Given the reason above, the Group made impairment provisions of approximately RMB4.237 billion for certain production lines, plant and right-of-use assets, well as goodwill after comprehensive assessment of the market environment, conditions of operating production lines and management's future plan for the suspended production lines.

The Group's discontinued operations in the PRC have been classified as held for sale. In accordance with the requirements of accounting standards, comparative information for the two-year period relating to such discontinued operations is no longer presented separately from continuing operations in the statement of financial position, so as to clearly reflect the Group's sustainable development structure with its overseas business as the core.

Current assets

The Group's current assets increased by approximately 66% from RMB3,761 million as at 31 December 2024 to RMB6,237 million as at 31 December 2025, which was mainly due to the increase in assets held for sale.

Non-current assets

The Group's non-current assets decreased by approximately 88% from RMB10.4621 billion as at 31 December 2024 to RMB1.29 billion as at 31 December 2025, which was mainly due to the reclassify non-current assets as current assets.

Current liabilities

The Group's current liabilities increased by approximately 15% from RMB10.561 billion as at 31 December 2024 to RMB12.182 billion as at 31 December 2025, which was mainly due to an increase in liabilities relating to assets held for sales.

Non-current liabilities

The Group's non-current liabilities decreased by approximately 99% from RMB2.778 billion as at 31 December 2024 to RMB40 million as at 31 December 2025, which was mainly due to the reclassification of long-term bank loans and other borrowings to current liabilities.

CAPITAL STRUCTURE, LIQUIDITY, FINANCIAL RESOURCES AND ASSETS-LIABILITIES RATIO

As at 31 December 2025, the continuing operations cash on hand and at bank were RMB271 million (31 December 2024: RMB1.302 billion), of which 0.41% (31 December 2024: 61%) were denominated in RMB, 27.65% (31 December 2024: 9%) were denominated in United States Dollars (“**USD**”), 47.54% (31 December 2024: 8%) were denominated in Euro (“**EUR**”), 4.68% (31 December 2024: 20%) were denominated in Nigerian Naira, 6.58% (31 December 2024: 2%) were denominated in Hong Kong dollars (“**HKD**”), and 13.14% (31 December 2024: 0.25%) were denominated in Kazakhstani Tenge. Outstanding bank loans and other borrowings were RMB1.668 billion (31 December 2024: RMB9.917 billion), of which 41% (31 December 2024: 89.1%) were denominated in RMB, 57% (31 December 2024: 10.5%) were denominated in USD, and 2% (31 December 2024: 0.4%) were denominated in EUR. As at 31 December 2025, 18% (31 December 2024: 62%) of the outstanding bank loans and other borrowings bear interest at fixed rates while approximately 82% (31 December 2024: approximately 38%) bear interest at variable rates.

As at 31 December 2025, the gearing ratio of continuing operations (total interest-bearing debts divided by total assets) was 0.84 (31 December 2024: 0.70). As at 31 December 2025, continuing operations' current ratio (current assets divided by current liabilities) was 0.34 (31 December 2024: 0.36). The Group recorded net current liabilities amounting to RMB5.945 billion as at 31 December 2025 (31 December 2024: RMB6.800 billion). The assets-liabilities ratio (total liabilities divided by total assets) of continuing operations was 1.08 as at 31 December 2025 (31 December 2024: 0.94).

CHARGED ASSETS

As at 31 December 2025, there were no bank loan pledged by certain assets of continuing operations.

CONTINGENT LIABILITIES

- (a) In June 2024, an overseas subsidiary of the Group, Orda Glass Ltd LLP (“**Orda Glass**”), received a notice from the Department of Ecology of the Kyzylorda Region in Kazakhstan (the “**Regional DOE**”) claiming that the pollutant emissions arose from the production of Orda Glass in 2023 were higher than the 2023 emission limit approved by the Regional DOE, and accordingly imposed a fine to this alleged non-compliance.

In May 2025, pursuant to an appeal made by Orda Glass against the imposed fine, the Specialised Interdistrict Administrative Offenses Court of the Kyzylorda Region fully annulled the fine imposed on Orda Glass and terminated the proceedings in the court. Under the Kazakhstan law, an appeal by the prosecutor may be filed within one year from the date on which the court decision entered into legal force. Any further stages of review are possible only upon completion of the appellate process. As of the date of this announcement, the management is not aware of any appeal filed by the Regional DOE.

Given that the right to appeal remains available to the authorities and the ultimate outcome cannot be determined, no provision has therefore been made in this announcement with respect to this matter.

- (b) As mentioned in Notes 3 to the financial information extracted from the consolidated financial statements, as of the end of the reporting period and up to the date of approval of these financial statements, the Group has defaulted certain bank loans and borrowings, which also triggered the cross-default provisions of other outstanding borrowings. The agreements of these bank loans and borrowings contain clauses regarding penalty interests to be charged when the bank loans and borrowings are over due. The Group is actively negotiating with the lenders to extend and/or restructure the terms of the bank loans and borrowings that have fallen over due. Subject to the result of the above negotiations, the directors of the Company consider that the amount of the penalty interests, if any, cannot be reliably estimated at the date of this announcement.

SIGNIFICANT ASSET IMPAIRMENT

During the financial year ended 31 December 2025, following a comprehensive assessment of the market environment, the operating conditions of the production lines in operation and management's future plans for the suspended production lines, the Group recognised impairment provisions of approximately RMB4.2 billion for certain production lines, including impairment provisions of: (i) RMB3,931,416,000 for property, plant and equipment; (ii) RMB40,348,000 for right-of-use assets; (iii) RMB219,880,000 for goodwill; and (iv) RMB 45,577,000 for other non-current assets.

MATERIAL ACQUISITIONS AND DISPOSALS, SIGNIFICANT INVESTMENTS AND FUTURE PLANS FOR MATERIAL INVESTMENTS OR ACQUISITIONS OF CAPITAL ASSETS

During the year ended 31 December 2025, the Group did not have any material investments or acquisitions of capital assets, or material acquisitions or disposals of subsidiaries and associated companies, or had any significant investments.

As at the date of this announcement, the Group has no plan to make any material investments or acquisitions of capital assets.

HUMAN RESOURCES AND EMPLOYEES' REMUNERATION

As at 31 December 2025, the Group employed a total of 3,261 employees within and outside the PRC (31 December 2024: 4,589 employees). Compared to 31 December 2024, the Group experienced a reduction in its workforce as of 31 December 2025. This was primarily attributable to management's prudent decision to implement strategic optimization and resource consolidation for certain production lines in Mainland China, aimed at enhancing overall operational resilience amidst significant industry realignment. Adhering to the principle of putting people first, the Group has systematically formulated and executed plans for the optimization of human resource allocation. In addition to providing fair compensation packages, the Group proactively allocated resources to support employees in skills enhancement and career transition. Through robust communication mechanisms and subsequent safeguard measures, the Group resolutely protected the rights and interests of employees while ensuring the continuous improvement of operational efficiency.

The Group ensures that the remuneration levels of its employees are competitive and employees are rewarded on a performance related basis, together with reference to the profitability of the Group, remuneration benchmarks in the industry, and prevailing market conditions within the general framework of the Group's salary and bonus system.

The employees of the companies in the Group which were established in the PRC and overseas participate in benefit schemes in line with local labor laws and regulations, respectively. Details of staff costs and pension schemes are set out in Note 6(b) to the full set of the consolidated financial statements.

FINAL DIVIDEND

The Board does not recommend the payment of a final dividend for the year ended 31 December 2025 (31 December 2024: Nil).

IMPORTANT EVENTS AFTER THE REPORTING PERIOD

Details of important events that have occurred since the end of the reporting period are disclosed in Note 15 to the financial information extracted from the consolidated financial statements.

EXCHANGE RATE RISK AND RELATED HEDGING

The Group's transactions and monetary assets were primarily denominated in RMB, EUR, USD, Nigerian Naira and Kazakhstani Tenge. Operating expenses and domestic sales of the Group's PRC subsidiaries were primarily denominated in RMB, operating expenses and sales of subsidiaries incorporated in Nigeria and Kazakhstan were primarily denominated in Nigerian Naira and Kazakhstani Tenge, and certain borrowings of the Group were denominated in RMB and USD. The Group was of the opinion that the future fluctuation of monetary assets would be closely associated with the development of the local economy. The Group's net assets, profits and dividends may be affected by the fluctuation of the exchange rate of RMB, USD, EUR, Nigerian Naira and Kazakhstani Tenge. As at 31 December 2025, the Group has not used any financial instrument for hedging.

MAJOR CUSTOMERS AND SUPPLIERS

During the year, the Group's revenue from sales of goods or rendering of services (including the revenue from continuing operations and discontinued operations) attributable to the Group's five largest customers accounted for 14% of the Group's total sales for the year; and 25% of the Group's purchases were attributable to the Group's five largest suppliers with the largest supplier accounted for 8% of the Group's total purchases for the year. The Group's top five customers and suppliers are all independent third parties.

SHARE OPTION SCHEME

The Company adopted a share option scheme (the “**Share Option Scheme**”) at its special general meeting held on 19 February 2016 in order to provide an incentive for the qualified participants to work with commitment towards enhancing the value of the Company and its shares (being the ordinary shares of par value HK\$0.05 each in the issued share capital of the Company, the “**Shares**”), for the benefit of its Shareholders, and to maintain or attract business relationship with the qualified participants whose contributions are or may be beneficial to the growth of the Group. Since the date of adoption of the Share Option Scheme, no share options have been granted, exercised, cancelled or lapsed under the Share Option Scheme. The Share Option Scheme had lapsed on 18 February 2026.

SHARE AWARD SCHEME

The Board approved the adoption of the share award scheme of the Company (the “**Share Award Scheme**”) on 12 December 2011 in order to recognise the contributions made by certain employees and to provide them with incentives in order to retain them for the continual operation and development of the Group, and to attract suitable personnel for further development of the Group. The Share Award Scheme would operate in parallel with the Share Option Scheme.

Subject to the provisions of the Share Award Scheme, the Board may, from time to time, at its absolute discretion select any employee (including any executive director) of any member of the Group, but other than any excluded employee pursuant to the Share Award Scheme) for participation in the Share Award Scheme as a selected employee, and grant such number of awarded Shares to any selected employee at no consideration on and subject to such terms and conditions as it may in its absolute discretion determine. The Board is entitled to impose any conditions (including a period of continued service within the Group after the award), as it deems appropriate in its absolute discretion with respect to the vesting of the awarded Shares on the selected employee. In addition to such vesting conditions as may be imposed by the Board, it is also a condition for the grant of awarded Shares that any selected employee shall not transfer or dispose of more than 50 per cent. of the awarded Shares during the period of one (1) year after the date of vesting of such awarded Shares.

In connection with the implementation of the Share Award Scheme, the trustee of the Share Award Scheme will purchase the existing Shares on the market out of cash contributed by the Group and be held in trust for the selected employees until such Shares are vested with the relevant selected employees in accordance with the provisions of the Share Award Scheme.

Pursuant to the Share Award Scheme, the Board shall not make any further award of awarded Shares which will result in the aggregate nominal value of the Shares awarded by the Board under the Share Award Scheme exceeding ten (10) per cent. of the issued share capital of the Company at the time of such award. As at 31 December 2024 and the date of this announcement, the total number of issued Shares is 1,836,218,258, therefore, the limit on the grant of awarded Shares under the Share Award Scheme as at such dates were 183,621,825 Shares. The maximum aggregate nominal value of awarded Shares which may be awarded to a selected employee under the Share Award Scheme shall not exceed two (2) per cent. of the issued share capital of the Company at the time of such award.

The Share Award Scheme was originally set to expire on 12 December 2021. On 8 December 2021, the Board resolved to extend the term of the Share Award Scheme for another ten (10) years expiring on 12 December 2031, subject to any early termination as may be determined by the Board by a resolution of the Board. Save as the aforesaid, all other material terms of the Share Award Scheme remain unchanged and valid.

As at 1 January 2025 and 31 December 2025, there were no outstanding unvested awards granted to any selected employees under the Share Award Scheme. During the year ended 31 December 2025, no shares were awarded or vested to directors and employees of the Group under the Share Award Scheme.

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

During the year ended 31 December 2025, 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, if any).

SHARE CAPITAL

As at 31 December 2025, the issued share capital of the Company was 1,836,218,258 ordinary shares of par value HK\$0.05 each. During the year ended 31 December 2025, there were no changes to the total number of Shares or the share capital structure of the Company.

SUFFICIENCY OF PUBLIC FLOAT

Based on information that is publicly available to the Company and within the knowledge of the Directors, the Company has maintained a public float of not less than 25% of the issued share capital of the Company as required under the Listing Rules during the year and up to the latest practicable date prior to the issue of this announcement.

AUDIT COMMITTEE

The audit committee of the Board, comprising Mr. Chen Huachen as chairman as well as Mr. Tang Liwei, Mr. Zhang Baiheng and Ms. Lan Haiqing as members, has reviewed, together with the participation of the Company's management and the external auditors, KPMG, the accounting principles and practices adopted by the Group, and has discussed auditing (including audit matters of the Group and reviewed their findings, recommendations and representations), operational, risk management and internal control, and financial reporting matters and systems of the Group, including the review of the annual results of the Group for the year ended 31 December 2025.

EXTRACT OF AUDIT REPORT ON ANNUAL REPORT

The following is an extract of the audit report on annual report for the year ended 31 December 2025 from the external auditor of the Company:

MATERIAL UNCERTAINTY RELATED TO GOING CONCERN

We draw your attention to Note 3 to the consolidated financial statements, which indicates that the Group incurred a loss of RMB5,638,446,000 for the year ended 31 December 2025, and had net current liabilities of RMB5,945,090,000 and net liabilities of RMB4,699,643,000 as of the end of the reporting period. In addition, the Group has defaulted certain bank loans and other borrowings and the defaults also triggered cross-default provisions of other outstanding bank loans and other borrowings, which resulted in the Group being under an immediate repayment obligation of such outstanding borrowings. Furthermore, as of the end of the reporting period the Group has committed to a plan to sell its entire business in the Chinese Mainland (the Discontinued Operations as defined in Note 3) and shift its strategic focus to overseas operations (the Continuing Operations as defined in Note 3). The Group's ability to fund the repayment obligation heavily relies on its ability to dispose of the Discontinued Operations, renegotiate with related banks and other financial institutions, and obtain debt or equity financings from banks or other financial institutions or strategic investors. As stated in Note 3, these facts and circumstances, along with other matters as set forth in Note 3, indicate that material uncertainties exist which may cast significant doubt on the Group's ability to continue as a going concern. Our opinion is not modified in respect of this matter.

SCOPE OF WORK OF THE AUDITORS

The figures in respect of the annual results announcement of the Group for the year ended 31 December 2025 (the “**Annual Results Announcement**”) have been agreed by the external auditors of the Company, KPMG, Certified Public Accountants, to the amounts set out in the Group’s audited consolidated financial statements for the year. The work performed by KPMG in this respect did not constitute an assurance engagement and consequently no opinion or assurance conclusion has been expressed by KPMG on the Annual Results Announcement.

INVESTOR RELATIONS AND COMMUNICATIONS

The Company adopts a proactive policy in promoting investor relations and communications. Regular meetings are held with institutional investors and financial analysts to ensure two-way communications on the Group’s performance and development.

COMPLIANCE WITH CORPORATE GOVERNANCE CODE

For the year ended 31 December 2025, the Company applied the principles and complied with the applicable code provisions of the Corporate Governance Code (the “**CG Code**”) as set out in Appendix C1 to the Listing Rules.

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**”) as set out in Appendix C3 to the Listing Rules as the code of conduct in respect of transactions in securities of the Company by the Directors. Confirmation has been received from all Directors that they have complied with the required standards as set out in the Model Code during the financial year ended 31 December 2025.

ANNUAL GENERAL MEETING

The forthcoming annual general meeting of the Company (the “**2026 AGM**”) will be held on Thursday, 25 June 2026 and the notice of 2026 AGM will be published and issued to the shareholders of the Company (the “**Shareholders**”) in the manner as required by the Listing Rules in due course.

CLOSURE OF REGISTER OF MEMBERS

The Register of Members of the Company will be closed from Monday, 22 June 2026 to Thursday, 25 June 2026, both days inclusive, for the purpose of ascertaining Shareholders’ entitlement to attend and vote at the 2026 AGM which is scheduled on Thursday, 25 June 2026. In order to be eligible to attend and vote at the 2026 AGM, all completed transfer documents accompanied by the relevant share certificates must be lodged for registration with the Company’s branch share registrar and transfer office in Hong Kong, Computershare Hong Kong Investor Services Limited at Shops 1712–1716, 17th Floor, Hopewell Centre, 183 Queen’s Road East, Wanchai, Hong Kong, not later than 4:30 p.m. on Thursday, 18 June 2026.

PUBLICATION OF ANNUAL RESULTS ANNOUNCEMENT AND ANNUAL REPORT

The Annual Results Announcement is published on the websites of Hong Kong Exchanges and Clearing Limited (www.hkexnews.hk) and the Company (www.chinaglassholdings.com). The annual report of the Company for the year ended 31 December 2025 containing all the information required by the Listing Rules will be issued to the Shareholders and available on the above-mentioned websites in due course.

By Order of the Board
China Glass Holdings Limited
Lyu Yingcheng
Executive Director

Hong Kong, 30 March 2026

As at the date of this announcement, the directors of the Company are as follows:

Executive Director:

Mr. Lyu Yingcheng

Non-executive Directors:

Mr. Tang Liwei (*Chairman*); Mr. Lyu Guo; and Mr. Yang Xinyu

Independent Non-executive Directors:

Mr. Zhang Baiheng; Mr. Chen Huachen; and Ms. Lan Haiqing

* *For identification purpose only*