CHINA GLASS HOLDINGS LIMITED
中國玻璃控股有限公司 *

(Incorporated in Bermuda with limited liability)
(Stock Code: 3300)

INTERIM RESULTS ANNOUNCEMENT FOR THE SIX MONTHS ENDED 30 JUNE 2026

The board of directors (the "**Directors**" and the "**Board**", respectively) of China Glass Holdings Limited (the "**Company**") hereby announces the unaudited consolidated interim results of the Company and its subsidiaries (collectively referred to as the "**Group**") for the six months ended 30 June 2026 together with the comparative figures for the corresponding period in 2025.

CONSOLIDATED STATEMENT OF PROFIT OR LOSS

For the six months ended 30 June 2026 – unaudited
*(Expressed in Renminbi ("**RMB**"))*

	Note	Six months ended 30 June **2026** ***RMB'000***	 2025 *RMB'000* (Restated) (Note)
Continuing operations			
Revenue	4	**632,308**	681,634
Cost of sales		**(365,906)**	(444,059)
Gross profit	4(b)	**266,402**	237,575
Other income	5	**4,037**	12,765
Distribution costs		**(20,804)**	(27,503)
Administrative expenses		**(52,303)**	(48,071)
Impairment gain/(loss) on receivables and contract assets		**536**	(2,515)
Profit from operations		**197,868**	172,251
Finance costs	6(a)	**(84,768)**	(89,762)
Profit before taxation	6	**113,100**	82,489
Income tax	7	**(4,280)**	(2,690)
Profit from continuing operations		**108,820**	79,799
Discontinued operations			
Loss from discontinued operations, net of tax	8	**(57,772)**	(398,542)
Profit/(loss) for the period		**51,048**	(318,743)

CONSOLIDATED STATEMENT OF PROFIT OR LOSS (CONTINUED)

For the six months ended 30 June 2026 – unaudited
*(Expressed in Renminbi ("**RMB**"))*

	Note	Six months ended 30 June **2026** ***RMB'000***	 2025 *RMB'000* (Restated) (Note)
Attributable to:			
Equity shareholders of the Company			
– continuing operations		**108,820**	79,799
– discontinued operations		**(18,283)**	(338,250)
Non-controlling interests			
– discontinued operations		**(39,489)**	(60,292)
Profit/(loss) for the period		**51,048**	(318,743)
Basic and diluted earnings/(loss) per share (RMB yuan)	9		
– continuing operations		**0.06**	0.05
– discontinued operations		**(0.01)**	(0.20)

Note: The restatement of comparative information is attributable to the discontinued operations as disclosed in Note 8.

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the six months ended 30 June 2026 – unaudited
(Expressed in RMB)

	Six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
		(Restated)
		(Note)
Profit/(loss) for the period	**51,048**	(318,743)
Other comprehensive income for the period (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
Items that may be reclassified subsequently to profit or loss:		
– exchange differences on translation of financial statements into presentation currency	**71,341**	59,656
Total comprehensive income for the period	**122,389**	(258,961)
Attributable to:		
Equity shareholders of the Company		
– continuing operations	**180,161**	139,455
– discontinued operations	**(18,283)**	(338,132)
Non-controlling interests		
– discontinued operations	**(39,489)**	(60,284)
Total comprehensive income for the period	**122,389**	(258,961)

Note: The restatement of comparative information is attributable to the discontinued operations as disclosed in Note 8.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

At 30 June 2026 – unaudited
(Expressed in RMB)

	Note	**At 30 June 2026** *RMB'000*	At 31 December 2025 *RMB'000*
Non-current assets			
Property, plant and equipment		**974,719**	976,963
Other non-current assets		**198,181**	194,147
Right-of-use assets		**2,227**	2,200
Intangible assets		**44,259**	49,225
Goodwill		**50,523**	53,570
Deferred tax assets		**9,024**	9,564
		1,278,933	1,285,669
Current assets			
Inventories		**298,303**	260,639
Contract assets		**11,988**	25,990
Trade and bills receivables	10	**86,768**	77,845
Other receivables and prepayment	11	**103,428**	75,108
Cash at bank and on hand		**252,094**	270,975
Assets held for sale	8	**5,205,987**	5,526,509
		5,958,568	6,237,066

CONSOLIDATED STATEMENT OF FINANCIAL POSITION (CONTINUED)

At 30 June 2026 – unaudited
(Expressed in RMB)

	Note	**At 30 June 2026** *RMB'000*	At 31 December 2025 *RMB'000*
Current liabilities			
Trade and bills payables	12	**126,032**	109,291
Accrued charges and other payables	13	**151,952**	202,302
Contract liabilities		**128,116**	131,539
Bank loans and other borrowings		**1,901,938**	1,668,119
Lease liabilities		**393**	557
Income tax payable		**4,069**	3,444
Liabilities associated with assets held for sale	8	**9,469,027**	10,066,904
		11,781,527	12,182,156
Net current liabilities		**(5,822,959)**	(5,945,090)
Total assets less current liabilities		**(4,544,026)**	(4,659,421)
Non-current liabilities			
Lease liabilities		**359**	629
Other non-current liabilities		**8,463**	14,336
Deferred tax liabilities		**24,712**	25,257
		33,534	40,222
NET LIABILITIES		**(4,577,560)**	(4,699,643)
CAPITAL AND RESERVES	14		
Share capital		**85,951**	85,951
Reserves		**(4,497,842)**	(4,659,232)
Total equity-deficit attributable to equity shareholders of the Company		**(4,411,891)**	(4,573,281)
Non-controlling interests		**(165,669)**	(126,362)
TOTAL EQUITY-DEFICIT		**(4,577,560)**	(4,699,643)

NOTES TO THE UNAUDITED INTERIM FINANCIAL INFORMATION
For the six months ended 30 June 2026 – unaudited
(Expressed in RMB unless otherwise indicated)

1 CORPORATE INFORMATION

China Glass Holdings Limited (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 Company and its subsidiaries (together referred to as 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 BASIS OF PREPARATION

This interim financial report has been prepared in accordance with the applicable disclosure provisions of the Rules Governing the Listing of Securities on the Stock Exchange (the "**Listing Rules**"), including compliance with Hong Kong Accounting Standard ("**HKAS**") 34, *Interim financial reporting*, issued by the Hong Kong Institute of Certified Public Accountants (the "**HKICPA**"). It was authorised for issue on 18 August 2026.

The interim financial report has been prepared in accordance with the same accounting policies adopted in the 2025 annual financial statements, except for the accounting policy changes that are expected to be reflected in the 2026 annual financial statements. Details of any changes in accounting policies are set out in Note 3.

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

This interim financial report contains condensed consolidated financial statements and selected explanatory notes. The notes include an explanation of events and transactions that are significant to an understanding of the changes in financial position and performance of the Group since the 2025 annual financial statements. The condensed consolidated interim financial statements and notes thereon do not include all of the information required for a full set of financial statements prepared in accordance with HKFRS Accounting Standards.

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 (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 and 30 June 2026.

As at 30 June 2026, among the 15 production lines in the Chinese Mainland, the Group has suspended 11 of them, including 9 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 2 photovoltaic rolled glass lines (mainly for the production of photovoltaic glass products).

For the six months ended 30 June 2026, the Group incurred net profit of RMB51,048,000. As at 30 June 2026, the Group had total net current liabilities of RMB5,822,959,000 and total net liabilities of RMB4,577,560,000. Total bank loans and other borrowings amounted to RMB7,369,717,000, all of which are 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 RMB785,967,000, 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 RMB4,989,890,000, which represent bank loans and other borrowings of approximately RMB3,358,572,000 that are originally due within one year and approximately RMB1,631,318,000 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 30 June 2026 that are in default and cross-default amounted to RMB5,775,857,000, of which RMB1,901,938,000 and RMB3,873,919,000 are related to the Continuing Operations and the Discontinued Operations, respectively.

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 has been 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 which 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 RMB1,110,337,000;

- 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 RMB136,000,000 as at 30 June 2026 and in the form of trade and other payables due to the Triumph Group and its related parties of RMB2,371,614,000 as at 30 June 2026, to not require repayment of these amounts for the next twelve months.

The management of the Group has been 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 cash flow 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 six months ended 30 June 2026 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 this interim financial report.

3 CHANGES IN ACCOUNTING POLICIES

The HKICPA has issued a number of amendments to HKFRS Accounting Standards that are first effective for the current accounting period. Of these, only the amendments to HKFRS 9, *Financial instruments* and HKFRS 7, *Financial instruments: Disclosures – Amendments to the classification and measurement of financial instruments*, are relevant to the Group's financial statements. The impacts of adopting these amendments are discussed below.

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.

Amendments to HKFRS 9, *Financial instruments* and HKFRS 7, *Financial instruments: Disclosures – Amendments to the classification and measurement of financial instruments*

The amendments cover three main aspects:

- The amendments clarify when a financial asset or a financial liability is recognised and derecognised. They also introduce an optional exception that permits an entity to derecognise a financial liability before the settlement date when the financial liability is settled in cash using an electronic payment system, provided that specific criteria are met.

- For the assessment of whether a financial asset has contractual cash flows that are solely payments of principal and interest on the principal amount outstanding, the amendments clarify the assessment of interest and introduce an additional test for the financial assets with contingent features, for example environmental, social or governance ("**ESG**")-linked features. The amendments also clarify the difference between financial assets with non-recourse features and contractually linked instruments which may then change the applicable assessments.

- The amendments introduce new disclosures for disposals of investments in equity instruments designated at FVOCI, and for financial instruments not measured at fair value through profit or loss ("**FVPL**") which contain contractual terms that could change the amount of contractual cash flows based on the occurrence or non-occurrence of a contingent event that does not relate directly to changes in basic lending risks and costs.

None of these amendments have had a material effect on how the Group's results and financial position for the current or prior periods have been prepared or presented.

4 REVENUE AND 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.

(a) Disaggregation of revenue

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

	Six months ended 30 June					
	Continuing Operations		**Discontinued Operations (Note 8)**		**Total**	
	2026	2025	**2026**	2025	**2026**	2025
	RMB'000	*RMB'000*	***RMB'000***	*RMB'000*	***RMB'000***	*RMB'000*
Revenue from contracts with customers within the scope of HKFRS 15						
Disaggregated by major products or service lines						
– sales of glass products	**481,870**	517,791	**614,775**	1,471,856	**1,096,645**	1,989,647
– revenue from service contracts	**74,933**	109,571	**–**	–	**74,933**	109,571
– sales of other products	**75,505**	54,272	**–**	–	**75,505**	54,272
	632,308	681,634	**614,775**	1,471,856	**1,247,083**	2,153,490

	Six months ended 30 June					
	Continuing Operations		Discontinued Operations (Note 8)		Total	
	2026	2025	**2026**	2025	**2026**	2025
	RMB'000	*RMB'000*	***RMB'000***	*RMB'000*	***RMB'000***	*RMB'000*
Disaggregated by geographical location of customers						
– The Chinese Mainland and Hong Kong (place of domicile)	**92,576**	65,792	**440,984**	1,226,794	**533,560**	1,292,586
– Nigeria	**261,184**	220,626	**575**	–	**261,759**	220,626
– Middle East	**30,319**	43,457	**74,159**	117,786	**104,478**	161,243
– Kazakhstan	**74,604**	95,796	**–**	67	**74,604**	95,863
– Other countries	**173,625**	255,963	**99,057**	127,209	**272,682**	383,172
	539,732	615,842	**173,791**	245,062	**713,523**	860,904
	632,308	681,634	**614,775**	1,471,856	**1,247,083**	2,153,490

Disaggregation of revenue from contracts with customers by the timing of revenue recognition is disclosed in Note 4(b).

(b) 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 six months ended 30 June 2026 and 2025. 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 six months ended 30 June 2026 and 2025 is set out below.

Six months ended 30 June 2026

	Clear glass products		Painted glass products		Coated glass products		Energy saving and new energy glass products		Design and installation related services		Total	
	Continuing Operations *RMB'000*	Discontinued Operations (Note 8) *RMB'000*	Continuing Operations *RMB'000*	Discontinued Operations (Note 8) *RMB'000*	Continuing Operations *RMB'000*	Discontinued Operations (Note 8) *RMB'000*	Continuing Operations *RMB'000*	Discontinued Operations (Note 8) *RMB'000*	Continuing Operations *RMB'000*	Discontinued Operations (Note 8) *RMB'000*	Continuing Operations *RMB'000*	Discontinued Operations (Note 8) *RMB'000*
Disaggregated by timing of revenue recognition												
– point in time	**182,935**	193,232	**66,319**	177,644	**216,344**	151,627	16,272	92,272	75,505	–	557,375	614,775
– over time	**–**	–	**–**	–	**–**	–	–	–	74,933	–	74,933	–
Revenue from external customers and reportable segment revenue	**182,935**	193,232	**66,319**	177,644	**216,344**	151,627	16,272	92,272	150,438	–	632,308	614,775
Reportable segment gross profit/(loss)	**72,591**	(64,681)	**33,709**	489	**117,835**	1,415	10,878	(23,397)	31,389	–	266,402	(86,173)

Six months ended 30 June 2025

	Clear glass products		Painted glass products		Coated glass products		Energy saving and new energy glass products		Design and installation related services		Total	
	Continuing Operations *RMB'000*	Discontinued Operations (Note 8) *RMB'000*	Continuing Operations *RMB'000*	Discontinued Operations (Note 8) *RMB'000*	Continuing Operations *RMB'000*	Discontinued Operations (Note 8) *RMB'000*	Continuing Operations *RMB'000*	Discontinued Operations (Note 8) *RMB'000*	Continuing Operations *RMB'000*	Discontinued Operations (Note 8) *RMB'000*	Continuing Operations *RMB'000*	Discontinued Operations (Note 8) *RMB'000*
Disaggregated by timing of revenue recognition												
– point in time	216,853	515,799	74,206	331,253	217,003	217,203	9,729	407,601	54,272	–	572,063	1,471,856
– over time	–	–	–	–	–	–	–	–	109,571	–	109,571	–
Revenue from external customers and reportable segment revenue	216,853	515,799	74,206	331,253	217,003	217,203	9,729	407,601	163,843	–	681,634	1,471,856
Reportable segment gross profit/(loss)	42,405	(77,863)	40,594	(30,255)	114,680	21,226	5,355	12,066	34,541	–	237,575	(74,826)

5 OTHER INCOME

	Six months ended 30 June					
	Continuing Operations		Discontinued Operations (Note 8)		Total	
	2026	2025	**2026**	2025	**2026**	2025
	RMB'000	*RMB'000*	***RMB'000***	*RMB'000*	***RMB'000***	*RMB'000*
Government grants	**–**	–	**7,619**	10,399	**7,619**	10,399
Interest income	**1,790**	10,537	**441**	5,835	**2,231**	16,372
Net gain on sale of raw and scrap materials	**463**	169	**234,406**	10,874	**234,869**	11,043
Net (loss)/gain on disposals of property, plant and equipment *(Note)*	**–**	(2)	**23,334**	102,732	**23,334**	102,730
Others	**1,784**	2,061	**48,524**	(238)	**50,308**	1,823
	4,037	12,765	**314,324**	129,602	**318,361**	142,367

Note: During the six months ended 30 June 2025, net gain on disposals of property, plant and equipment was mainly attributable to the completion of the disposal of a subsidiary's property, plant and equipment and right-of-use assets at the total consideration of RMB297,551,000.

6 PROFIT BEFORE TAXATION

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

(a) Finance costs

	Six months ended 30 June					
	Continuing Operations		**Discontinued Operations (Note 8)**		**Total**	
	2026	2025	**2026**	2025	**2026**	2025
	RMB'000	*RMB'000*	***RMB'000***	*RMB'000*	***RMB'000***	*RMB'000*
Interest on bank loans and other borrowings	**42,549**	70,073	**96,446**	112,807	**138,995**	182,880
Interest on lease liabilities	**35**	21	**2,122**	2,317	**2,157**	2,338
Bank charges and other finance costs	**1,063**	2,118	**29,585**	45,206	**30,648**	47,324
Total borrowing costs	**43,647**	72,212	**128,153**	160,330	**171,800**	232,542
Less: amounts capitalised into property, plant and equipment (Note)	**–**	–	**–**	(17,139)	**–**	(17,139)
Net borrowing costs	**43,647**	72,212	**128,153**	143,191	**171,800**	215,403
Net foreign exchange loss/(gain)	**41,121**	17,550	**(6,078)**	(1,864)	**35,043**	15,686
	84,768	89,762	**122,075**	141,327	**206,843**	231,089

Note: The borrowing costs of the Discontinued Operations have not been capitalised for the six months ended 30 June 2026 (six months ended 30 June 2025: capitalised at 5.35% per annum).

(b) Other items

	Six months ended 30 June					
	Continuing Operations		**Discontinued Operations (Note 8)**		**Total**	
	2026	2025	**2026**	2025	**2026**	2025
	RMB'000	*RMB'000*	***RMB'000***	*RMB'000*	***RMB'000***	*RMB'000*
Cost of inventories	**365,906**	444,059	**700,948**	1,546,682	**1,066,854**	1,990,741
Depreciation and amortisation charge:						
– property, plant and equipment	**34,800**	66,792	**68,459**	264,350	**103,259**	331,142
– investment properties	**–**	–	**1,424**	1,424	**1,424**	1,424
– right-of-use assets	**146**	793	**1,021**	12,265	**1,167**	13,058
– intangible assets	**3,360**	2,025	**2,361**	6,753	**5,721**	8,778
Research and development costs (other than capitalised costs and related amortisation)	**–**	–	**2,386**	14,685	**2,386**	14,685

7 INCOME TAX

	Six months ended 30 June					
	Continuing Operations		**Discontinued Operations (Note 8)**		**Total**	
	2026	2025	**2026**	2025	**2026**	2025
	RMB'000	*RMB'000*	***RMB'000***	*RMB'000*	***RMB'000***	*RMB'000*
Current taxation:						
The Chinese Mainland						
– Provision for the period	**–**	–	**5,491**	25,780	**5,491**	25,780
– Under provision in respect of prior years	**–**	–	**437**	109	**437**	109
	–	–	**5,928**	25,889	**5,928**	25,889
Overseas						
– Provision for the period	**4,557**	3,754	**–**	–	**4,557**	3,754
	4,557	3,754	**5,928**	25,889	**10,485**	29,643
Deferred taxation						
– Origination and reversal of temporary differences	**(277)**	(1,064)	**(1,020)**	(278)	**(1,297)**	(1,342)
	4,280	2,690	**4,908**	25,611	**9,188**	28,301

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% (six months ended 30 June 2025: 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 six months ended 30 June 2026 (six months ended 30 June 2025: 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% (six months ended 30 June 2025: 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% (six months ended 30 June 2025: 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% (six months ended 30 June 2025: 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 six months ended 30 June 2026 and 2025.

8 DISCONTINUED OPERATIONS

As disclosed in Note 2, management of the Group had committed to a plan to sell its entire business in the Chinese Mainland as at 31 December 2025, following a strategic decision to place greater focus on the Group's overseas operations. The comparative consolidated statement of profit or loss for the period ended 30 June 2025 has been re-presented to show the Discontinued Operations separately from Continuing Operations.

At 31 December 2025, the Group had reclassified assets and liabilities of Discontinued Operations to assets held for sale and liabilities associated with assets held for sale. As at 30 June 2026, the disposal of the Discontinued Operations is yet to be completed.

(a) Results of Discontinued Operations

		Six months ended 30 June	
		2026	2025
	Note	***RMB'000***	*RMB'000*
Revenue	4	**614,775**	1,471,856
Cost of sales		**(700,948)**	(1,546,682)
Gross loss	4(b)	**(86,173)**	(74,826)
Other income	5	**314,324**	129,602
Distribution costs		**(7,899)**	(32,247)
Administrative expenses		**(147,961)**	(128,967)
Impairment gain/(loss) on receivables and contract assets		**1,794**	(28,183)
Other operating expenses		**–**	(95,638)
Profit/(loss) from operations		**74,085**	(230,259)
Finance costs	6(a)	**(122,075)**	(141,327)
Share of profits less losses of joint ventures		**(4,874)**	(1,345)
Loss before taxation	6	**(52,864)**	(372,931)

	Note	Six months ended 30 June **2026** *RMB'000*	2025 *RMB'000*
Income tax	7	**(4,908)**	(25,611)
Loss for the period from Discontinued Operations		**(57,772)**	(398,542)
Attributable to:			
Equity shareholders of the Company		**(18,283)**	(338,250)
Non-controlling interests		**(39,489)**	(60,292)
Loss for the period from Discontinued Operations		**(57,772)**	(398,542)
Basic and diluted loss per share (RMB yuan)		**(0.01)**	(0.20)

(b) Cash flows (used in)/generated from Discontinued Operations

	Six months ended 30 June **2026** *RMB'000*	2025 *RMB'000*
Net cash (used in)/generated from operating activities	**(21,444)**	586,975
Net cash generated from investing activities	**123,651**	124,205
Net cash used in financing activities	**(87,171)**	(499,012)
Net cash flows for the period	**15,036**	212,168

(c) Assets and liabilities of Discontinued Operations held for sale

At 30 June 2026 and 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:

	At 30 June 2026 ***RMB'000***	At 31 December 2025 *RMB'000*
Assets		
Property, plant and equipment	**3,494,049**	3,588,383
Other non-current assets	**33,734**	60,689
Investment properties	**26,823**	28,247
Right-of-use assets	**551,667**	562,894
Intangible assets	**153,979**	156,368
Interests in joint ventures	**40,925**	45,798
Equity securities designated at FVOCI	**970**	970
Deferred tax assets	**2,540**	2,805
Inventories	**427,219**	394,894
Trade and bills receivables	**91,818**	228,334
Other receivables and prepayments	**186,071**	197,636
Prepaid income tax	**6,372**	6,865
Cash at bank and on hand	**189,820**	252,626
Assets held for sale	**5,205,987**	5,526,509

	At 30 June 2026 RMB'000	At 31 December 2025 RMB'000
Liabilities		
Trade and bills payables	**1,008,292**	1,212,424
Accrued charges and other payables	**2,657,610**	2,425,180
Contract liabilities	**125,291**	95,380
Bank loans and other borrowings	**5,467,779**	6,119,321
Lease liabilities	**65,685**	68,316
Income tax payable	**120,929**	121,558
Deferred tax liabilities	**23,441**	24,725
Liabilities associated with assets held for sale	**9,469,027**	10,066,904
Net liabilities held for sale	**(4,263,040)**	(4,540,395)

9 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 six months ended 30 June 2026 is based on the profit attributable to ordinary equity shareholders of the Company of RMB108,820,000 (six months ended 30 June 2025: the profit attributable to ordinary equity shareholders of the Company of RMB79,799,000) 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 14(b)) (six months ended 30 June 2025: 1,684,218,000 ordinary shares (after taken into account the ordinary shares held under the Share Award Scheme)) in issue during the six months ended 30 June 2026, which are the same as ordinary shares issued at 1 January 2026 and 2025.

Discontinued Operations:

The calculation of basic loss per share of the Discontinued Operations for the six months ended 30 June 2026 is based on the loss attributable to ordinary equity shareholders of the Company of RMB18,283,000 (six months ended 30 June 2025: the loss attributable to ordinary equity shareholders of the Company of RMB338,250,000) 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 14(b)) (six months ended 30 June 2025: 1,684,218,000 ordinary shares (after taken into account the ordinary shares held under the Share Award Scheme)) in issue during the six months ended 30 June 2026, which are the same as ordinary shares issued at 1 January 2026 and 2025.

(b) Diluted earnings/loss per share

There are no dilutive potential shares outstanding during the six months ended 30 June 2026 and 2025. Hence, the diluted earnings/loss per share is the same as the basic loss per share for the six months ended 30 June 2026 and 2025.

10 TRADE AND BILLS RECEIVABLES

	At 30 June 2026 *RMB'000*	At 31 December 2025 *RMB'000*
Trade receivables due from:		
– third parties	**96,009**	87,767
– the Triumph Group and its related parties	**726**	581
	96,735	88,348
Less: loss allowance	**(9,967)**	(10,503)
Financial assets measured at amortised cost	**86,768**	77,845

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.

Ageing analysis

The ageing analysis (based on the invoice date) of trade and bills receivables (net of loss allowance) as of the end of the reporting period is as follows:

	At 30 June 2026 *RMB'000*	At 31 December 2025 *RMB'000*
Within 1 month	**54,499**	21,454
More than 1 month but less than 3 months	**6,955**	17,879
More than 3 months but less than 6 months	**1,129**	2,046
More than 6 months but less than 1 year	**356**	3,921
Over 1 year	**23,829**	32,545
	86,768	77,845

11 OTHER RECEIVABLES AND PREPAYMENTS

	At 30 June 2026 *RMB'000*	At 31 December 2025 *RMB'000*
Amounts due from related parties:		
– an equity shareholder of the Company (Note)	**14**	14
	14	14

	At **30 June** **2026** ***RMB'000***	At 31 December 2025 *RMB'000*
Deposits and other debtors:		
– advances to third parties	**2,902**	4,247
– others	**17,384**	13,346
	20,286	17,593
Less: loss allowance	**–**	–
	20,286	17,593
Financial assets measured at amortised cost	**20,300**	17,607
Value added tax refundable/deductible	**23,453**	20,788
Prepayments for purchase of inventories and services:		
– third parties	**59,675**	35,574
– the Triumph Group and its related parties	**–**	1,139
	103,428	75,108

Notes: The amounts are unsecured, non-interest bearing and have no fixed terms of repayment.

12 TRADE AND BILLS PAYABLES

	At 30 June 2026 *RMB'000*	At 31 December 2025 *RMB'000*
Trade payables due to:		
– third parties	**125,556**	109,291
– the Triumph Group and its related parties	**476**	–
Financial liabilities measured at amortised cost	**126,032**	109,291

The ageing analysis (based on the maturity date) of trade and bills payables as of the end of the reporting period is as follows:

	At 30 June 2026 *RMB'000*	At 31 December 2025 *RMB'000*
Due within 1 month or on demand	**115,309**	109,291
Due after 1 month but within 6 months	**10,723**	–
	126,032	109,291

Trade payables with an aggregate carrying amount of RMB1,284,000 due to the Discontinued Operations was eliminated when preparing the Group's consolidated financial statements (31 December 2025: RMB1,628,000).

13 ACCRUED CHARGES AND OTHER PAYABLES

	At 30 June 2026 *RMB'000*	At 31 December 2025 *RMB'000*
Amounts due to related parties:		
– the Triumph Group and its related parties	**91,023**	121,805
	91,023	121,805
Accrued charges and other payables		
– payables for construction and purchase of property, plant and equipment, land use rights and other non-current assets	**16**	3,843
– payables for staff related costs	**33,339**	32,611
– payables for transportation expenses	**1,100**	4,168
– deposits	**4,295**	7,105
– others	**7,544**	16,185
	46,294	63,912
Financial liabilities measured at amortised cost	**137,317**	185,717
Payables for miscellaneous taxes	**14,635**	16,585
	151,952	202,302

Other payables with an aggregate carrying amount of RMB912,096,000 due to the Discontinued Operations was eliminated when preparing the Group's consolidated financial statements (31 December 2025: RMB1,112,189,000).

14 CAPITAL, RESERVES AND DIVIDENDS

(a) Dividends

(i) Dividends payable to equity shareholders of the Company attributable to the interim period

The directors of the Company do not recommend the payment of an interim dividend for the six months ended 30 June 2026 (six months ended 30 June 2025: Nil).

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

No final dividend in respect of the previous financial year has been approved and paid during the interim period (six months ended 30 June 2025: Nil).

(b) Equity-settled share-based transactions

(i) Share option scheme

The Company has a share option scheme (the "**Share Option Scheme 2016**") which has been approved by a special general meeting of shareholders of the Company on 19 February 2016. No share options were granted or exercised under the Share Option Scheme 2016 during the six months ended 30 June 2026 (six months ended 30 June 2025: Nil).

(ii) Share award scheme

On 12 December 2011, 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 of the Group. A trust has been set up for the purpose of administering the Share Award Scheme.

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

	No. of shares held
	'000
At 1 January 2025, 31 December 2025, 1 January 2026 and 30 June 2026	152,000

During the six months ended 30 June 2026, no ordinary share was purchased for the Share Award Scheme (six months ended 30 June 2025: Nil). No shares have been awarded to any selected employee as at the date of this interim financial report.

15 CONTINGENT LIABILITY

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 interim report, the period for filing an appeal had expired and no appeal was filed by the Regional DOE. Therefore, the directors of the Company concluded that no provision was required.

b) As mentioned in Note 2, as of the end of the reporting period and up to the date of approval of this interim financial report, 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 overdued. The Group has been actively negotiating with the lenders to extend and/or restructure the terms of the bank loans and borrowings that have fallen overdued. 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 report.

16 NON-ADJUSTING EVENTS AFTER THE REPORTING PERIOD

At the end of June 2026, two wholly-owned subsidiaries of the Discontinued Operations received civil rulings from the Suqian Intermediate People's Court of Jiangsu (the "**Court**"), pursuant to which the Court had accepted applications of reorganisation filed by a creditor of these two subsidiaries as they were unable to repay certain debts owed to the creditor.

Subsequent to the civil rulings, the reorganisation administrators (the "**Administrators**") were appointed by the Court. The properties, company seals, accounting records, and other relevant documents of these two subsidiaries were duly handed over to the Administrators in July 2026 and the Administrators have been in charge of the subsidiaries daily operation since then. As the Group has in substance lost control over these subsidiaries, the directors of the Company determine not to consolidate these two subsidiaries from the second half year of 2026.

MANAGEMENT DISCUSSION AND ANALYSIS

MARKET REVIEW

In the first half of 2026, global economic growth moderated under the impact of external factors including geopolitical conflicts, while commodity markets experienced heightened volatility and regional divergence. Domestically, the flat glass industry continued its downward consolidation, operating under the triple pressure of "weak demand, low supply and high inventory". The persistent adjustment in the real estate sector further weakened demand for architectural glass, while growth in exports remained insufficient to offset the shortfall in domestic demand. On the policy front, regulatory authorities continued to steer the industry towards accelerated transformation, promoting the sector's transition towards "green, intelligent and high-end" development.

Overseas, emerging economies continued to expand their construction and infrastructure development, driven by urbanisation processes and industrial stimulus policies, underpinning steady growth in flat glass demand. Despite challenges including rising energy costs and exchange rate fluctuations in certain local markets, emerging markets demonstrate resilient profitability and considerable growth potential.

BUSINESS REVIEW

Overview

The Group owns 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, 1 insulating glass processing line, and one glass equipment and technology service company. Its products cover clear glass, tinted glass, coated glass, energy-saving and new energy glass, which are primarily used in construction, automotive, solar power generation, home furnishing and home appliance sectors. The Group also provides services including glass production line design, equipment supply and installation consultancy.

The Group is firmly advancing its globalisation strategy, with overseas operations strategically anchored in Nigeria, Kazakhstan and Italy, covering glass production and equipment supply. The Egypt project is progressing steadily, and the Group continues to explore development opportunities in emerging markets.

During the first half of 2026, following a comprehensive assessment of the domestic market environment, its own operating conditions, production line status and overall strategic development plan, the Group progressively suspended operations of 4 float glass production lines and 1 photovoltaic rolled glass production line in the PRC. These production lines were all in a state of sustained losses. Given the lack of significant improvement in domestic industry recovery and the Group's strategic shift in focus towards overseas markets, there are currently no plans to resume production of these suspended lines.

The Group is actively advancing the evaluation and implementation of asset disposal plans for the relevant assets, including but not limited to dismantling and selling removable assets, seeking support from local governments for land repurchase, and liquidating certain loss-making enterprises in accordance with applicable laws, with a view to accelerating cash recovery, optimising asset quality and enhancing asset efficiency.

Production, Sales and Selling Prices

During the first half of 2026, the Group produced a total of 13.64 million weight boxes of various glass products, representing a decrease of 51% compared to the same period last year; sales volume amounted to 12.64 million weight boxes, representing a decrease of 49% compared to the same period last year; and the overall average selling price was RMB87 per weight box, representing an increase of 8% compared to the same period last year.

Raw Material Prices and Manufacturing Costs

In the first half of 2026, global commodity markets experienced heightened volatility and regional divergence. Affected by geopolitical conflicts leading to rising international oil prices and freight costs, the Group's overall procurement and transportation costs for major raw materials and fuels increased.

On the raw materials front, the domestic soda ash market exhibited a pattern of ample supply and weak demand during the first half of the year, with new production capacity exerting additional supply pressure and continued production cuts in the downstream glass industry further undermining demand support, resulting in a downward shift in the soda ash price centre. Procurement prices for mineral materials such as ores remained elevated due to rising transportation costs.

On the fuel front, global natural gas prices rose significantly and remained volatile at elevated levels amid geopolitical tensions. The petroleum coke market exhibited a pattern of initial gains followed by declines, with product-specific divergence. Low-sulphur petroleum coke saw its price centre shift upward, supported by resource scarcity and strong downstream demand in high-end applications, while medium- and high-sulphur petroleum coke faced significant demand suppression and overall downward pressure due to tightening environmental policies.

KEY ACHIEVEMENTS IN THE FIRST HALF OF 2026

In the first half of 2026, facing the dual challenges of industry consolidation and credit pressure, the Group concentrated its resources on expanding overseas operations to effectively hedge against domestic operating pressures. Overall operations remained stable amidst adversity. The Group's key achievements are set out below:

I. Steady Progress in Overseas Operations and Sustained Improvement in Profitability

Overseas subsidiaries proactively addressed challenges including exchange rate fluctuations and export logistics disruptions, deepened market collaboration, stabilised the pricing system, optimised product mix and increased the proportion of high-value-added products. Average selling prices achieved substantial growth, delivering price-led volume compensation and profit growth.

II. Differentiated Strategies for Domestic Operations and Accelerated Revitalisation of Existing Assets

Inefficient production capacity was orderly closed down, asset disposal efforts were stepped up to accelerate cash recovery and mitigate debt risks. Employee placement plans were formulated in accordance with applicable laws, with compensation arrangements duly implemented to safeguard the legitimate rights and interests of affected employees.

III. Systematic Optimisation of Organisational Structure and Steady Enhancement of Management Efficiency

The organisational structure was continuously optimised, with the equity structure being streamlined in an orderly manner, management efficiency enhanced and operational costs reduced, thereby laying a structural foundation for subsequent asset restructuring.

IV. Continued Strengthening of Workforce Development and Enhanced Performance-Oriented Incentives

The talent development system was refined, with dual-track career development in management and technical specialties being advanced. Efforts in talent acquisition and development for key positions were intensified, and quality human resources from domestic operations were redeployed to overseas business segments, thereby optimising global workforce allocation.

MARKET OUTLOOK

In the second half of 2026, the domestic flat glass market is expected to continue its "weak and loose" pattern, with downward consolidation likely to remain the key theme in the near term. In the medium to long term, with the full implementation of green building materials certification systems and the continued strengthening of carbon peaking constraints, the industry cost curve is expected to accelerate its reshaping. Enterprises with energy efficiency advantages and green technological capabilities are well-positioned to gain a competitive edge, and industry concentration may increase further.

In overseas markets, demand for float glass in the construction sector remains resilient, underpinned by continued urbanisation in emerging economies and persistent housing supply-demand gaps. Certain regional markets are progressively upgrading from consumption of ordinary float glass to high-end processed and energy-saving glass products, with demand for high-performance products such as Low-E glass gradually being unlocked. Energy transition targets and high electricity prices in some countries have already created endogenous growth drivers for energy-saving building materials. The overall market is expected to maintain a steady growth trajectory characterised by parallel scale expansion and structural upgrading.

In the second half of the year, the Group's overseas operations are expected to maintain good development momentum and continue to provide stable support for overall performance. The Group will continue to deepen its global strategic layout, consolidating its existing advantages in Nigeria, Kazakhstan and Italy while steadily advancing the Egypt project, and will actively monitor emerging market potential in other countries and regions to inject new momentum into the Group's sustainable development.

Raw Material Price and Manufacturing Cost Forecast

In the second half of 2026, procurement and transportation costs for major raw materials and fuels are expected to continue facing upward pressure. Overseas, soda ash and mineral materials procurement costs are subject to upward pressure due to geopolitical developments and persistently high logistics costs. Domestically, the soda ash market is expected to continue its ample supply pattern, with prices remaining volatile at low levels, while the traditional peak season may bring moderate phase-related improvement in demand.

In the natural gas market, international gas prices are expected to remain volatile at elevated levels in the second half of the year, affected by the pace of Middle East supply recovery and winter restocking demand. Domestic gas prices are expected to see limited increases, cushioned by domestic gas supply. The petroleum coke market is expected to continue its structural divergence: low-sulphur petroleum coke is expected to remain volatile at elevated levels, supported by demand from the new energy sector, while medium- and high-sulphur petroleum coke is expected to remain under pressure due to tightening environmental policies and weak downstream demand.

WORK PLAN FOR THE SECOND HALF OF 2026

In the second half of the year, the Group will continue to advance its internationalisation strategy, implement the overall plan of "deepening overseas presence and contracting domestic operations", and steadily carry out various initiatives in a solid manner, striving to achieve its full-year operational targets.

I. Ensuring Stable and Efficient Overseas Operations and Consolidating the Core Business Foundation

The Group will consolidate its competitive advantages in overseas markets, deepen regional market collaboration, enhance export competitiveness, integrate logistics resources, reduce operating costs, improve inventory structure and increase the proportion of high-value-added products, so as to ensure steady sales recovery and improved operational quality.

II. Advancing Orderly Divestment of Domestic Operations and Accelerating Revitalisation of Existing Assets

Continuing with the "contracting domestic operations" strategy, the Group will dynamically assess the profitability of operating production lines, and decisively close down those that continue to incur losses and drag down performance. The Group will accelerate the revitalisation and monetisation of low-efficiency assets to generate cash proceeds and reduce debt.

III. Accelerating Technological Innovation and Commercialisation of Results to Strengthen Future Growth Momentum

Focusing on key areas including the construction of a new special glass laboratory, the technological upgrading of solar-control energy-saving glass coating engineering, and the development of industry-university-research collaboration platforms, the Group will expedite technological breakthroughs and the commercialisation of R&D results, thereby providing strong support for the deployment of high-value-added products.

IV. Strengthening Brand Development and Digital Support to Enhance Management Efficiency

The Group will formulate a medium-to-long-term brand plan and pursue trademark registrations in multiple countries and international product certifications. The Group will also establish a production-sales collaboration and after-sales management platform, and progressively achieve the transition from digitalisation to intelligent digitalisation.

V. **Continuously Strengthening Compliance Management and Risk Prevention and Control to Uphold the Safety Bottom Line**

The Group will establish compliance review and early warning systems for overseas markets, and strengthen dynamic supervision of overseas operations. The Group will enhance oversight across the entire process of asset disposal, workforce placement and debt resolution, preventing conflicts of interest and asset erosion.

VI. **Strengthening Workforce Development and Stimulating Organisational Vitality**

The Group will continue to align compensation with high performance, strengthen the application of incentive tools and performance appraisal results, and implement a system where executives can be promoted or demoted and compensation can increase or decrease, thereby fully unlocking the vitality of the organisation.

FINANCIAL REVIEW

Revenue

For the first six months of 2026, the Group's revenue amounted to RMB1,247,083,000, representing a decrease of approximately 42% as compared with RMB2,153,490,000 for the corresponding period in 2025. The decrease in revenue was primarily attributable to a 49% decline in sales volume of glass products, despite an 8% increase in average selling price.

Of which:

Revenue from Continuing Operations decreased by approximately 7%, from RMB681,634,000 to RMB632,308,000. Compared with the same period last year, the Group's overseas sales recorded a decline in volume but an increase in price, with sales volume down by 26% and average selling price up by 25%.

Revenue from Discontinued Operations decreased by approximately 58%, from RMB1,471,856,000 to RMB614,775,000. Compared with the same period last year, the Group's domestic sales experienced a simultaneous decline in both volume and price, as a result of the gradual shutdown of loss-making operations in the Chinese Mainland and the industry's continued difficulties characterised by "high inventory, weak demand, and widespread losses". Sales volume decreased by 53% and average selling price decreased by 10%.

Continuing Operations	**For the first six months of 2026**		For the first six months of 2025		Change
	RMB'000	***Proportion***	*RMB'000*	*Proportion*	
		%		*%*	*%*
Clear glass	**182,935**	**29%**	216,853	32%	-16%
Painted glass	**66,319**	**10%**	74,206	11%	-11%
Coated glass	**216,344**	**34%**	217,003	32%	0%
Energy saving and new energy glass	**16,272**	**3%**	9,729	1%	67%
Design and installation related services	**150,438**	**24%**	163,843	24%	-8%
	632,308	**100%**	681,634	100%	-7%

Discontinued Operations	**For the first six months of 2026**		For the first six months of 2025		Change
	RMB'000	***Proportion***	*RMB'000*	*Proportion*	
		%		*%*	*%*
Clear glass	**193,232**	**31%**	515,799	34%	-63%
Painted glass	**177,644**	**29%**	331,253	23%	-46%
Coated glass	**151,627**	**25%**	217,203	15%	-30%
Energy saving and new energy glass	**92,272**	**15%**	407,601	28%	-77%
	614,775	**100%**	1,471,856	100%	-58%

Cost of sales

For the first six months of 2026, the Group's cost of sales amounted to RMB1,066,854,000, representing a decrease of approximately 46% as compared with RMB1,990,741,000 for the corresponding period in 2025. The decrease in cost of sales was primarily attributable to a 49% decline in sales volume of glass products, despite a 1% increase in average unit cost of glass products' sales.

Of which:

Cost of sales from Continuing Operations decreased by approximately 18%, from RMB444,059,000 to RMB365,906,000. Compared with the same period last year, the average unit cost of sales for the Group's overseas glass products' sales increased by 5%, which was related to the optimisation of product mix, changes in raw material prices and exchange rate fluctuations, among other factors.

Cost of sales from Discontinued Operations decreased by approximately 55%, from RMB1,546,682,000 to RMB700,948,000. Compared with the same period last year, the average unit cost of glass products' sales for the Group's domestic sales decreased by 3%.

Gross Profit

For the first six months of 2026, the Group's gross profit amounted to RMB180,229,000, representing an increase of 11% as compared with RMB162,749,000 for the corresponding period in 2025. The overall gross profit margin increased from 8% to 15%. The increase in gross profit was primarily attributable to the increase in gross profit margin of overseas sales.

Of which:

Gross profit from Continuing Operations increased from RMB237,575,000 to RMB266,402,000, representing an increase of approximately 12%, with gross profit margin rising from 35% to 42%.

Gross loss from Discontinued Operations increased from RMB74,826,000 to RMB86,173,000, with gross profit margin decreasing from -5% to -14%, indicating a widening of loss.

Other Income

For the first six months of 2026, the Group's other income amounted to RMB318,361,000, representing an increase of approximately 124% as compared with RMB142,367,000 for the corresponding period in 2025, which was primarily attributable to the increase in other income from the sale of raw materials and scrap materials in discontinued operations.

Of which:

Other income from Continuing Operations decreased from RMB12,765,000 to RMB4,037,000, representing a decrease of approximately 68%, primarily due to a reduction in interest income.

Other income from Discontinued Operations increased from RMB129,602,000 to RMB314,324,000, representing an increase of approximately 143%, mainly attributable to the net gain from the sale of raw materials and scrap materials.

Administrative Expense

For the first six months of 2026, the Group's administrative expenses amounted to RMB200,264,000, representing an increase of approximately 13% as compared with RMB177,038,000 for the corresponding period in 2025.

Of which:

Administrative expenses from Continuing Operations increased from RMB48,071,000 to RMB52,303,000, representing an increase of approximately 9%.

Administrative expenses from Discontinued Operations increased from RMB128,967,000 to RMB147,961,000, representing an increase of approximately 15%.

Finance Cost

For the first six months of 2026, the Group's finance costs amounted to RMB206,843,000, representing a decrease of approximately 10% as compared with RMB231,089,000 for the corresponding period in 2025, primarily due to a decrease in interest on bank loans and other borrowings, bank charges and other financing costs.

Of which:

Finance costs from Continuing Operations decreased from RMB89,762,000 to RMB84,768,000, representing a decrease of approximately 6%, primarily due to a decrease in interest on bank loans and other borrowings, bank charges and other financing costs, partially offset by an increase in foreign exchange losses.

Finance costs from Discontinued Operations decreased from RMB141,327,000 to RMB122,075,000, representing a decrease of approximately 14%, primarily due to decreases in both interest on bank loans and other borrowings, and bank charges and other financing costs.

Income Tax

For the six months ended 30 June 2026, the income tax expense amounted to RMB9,188,000, as compared with RMB28,301,000 for the six months ended 30 June 2025, primarily due to the decrease in taxable income resulting from the gradual loss-making operations of the Group's businesses in the Chinese Mainland.

Of which:

Income tax expense from Continuing Operations increased from RMB2,690,000 to RMB4,280,000, representing an increase of approximately 59%.

Income tax expense from Discontinued Operations decreased from RMB25,611,000 to RMB4,908,000, representing a decrease of approximately 81%.

Profit for the Period

For the first six months of 2026, the Group recorded a profit of RMB51,048,000, as compared with a loss of RMB318,743,000 for the corresponding period in 2025, achieving a turnaround from loss to profit. Such profit was mainly attributable to: (1) the Group's continuous optimisation of its business structure, with overseas operations maintaining a sound performance and stable profitability, while the orderly shutdown of loss-making domestic operations significantly reduced operating losses; and (2) the Group's acceleration of the disposal of redundant assets and resolution of debt risks, with steady disposal of assets of Discontinued Operations to expedite capital recovery and revitalise existing assets, thereby generating other income for the Group.

Current Assets

The Group's current assets decreased from RMB6,237,066,000 as at 31 December 2025 to RMB5,958,568,000 as at 30 June 2026, representing a decrease of approximately 4%, primarily due to the decrease in assets held for sale.

Non-current Assets

The Group's non-current assets decreased from RMB1,285,669,000 as at 31 December 2025 to RMB1,278,933,000 as at 30 June 2026, representing a decrease of approximately 1%, primarily attributable to decreases in property, plant and equipment, intangible assets and goodwill, among others.

Current Liabilities

The Group's current liabilities decreased from RMB12,182,156,000 as at 31 December 2025 to RMB11,781,527,000 as at 30 June 2026, representing a decrease of approximately 3%, mainly due to decreases in liabilities associated with assets held for sale, accrued expenses and other payables, among others.

Non-current Liabilities

The Group's non-current liabilities decreased from RMB40,222,000 as at 31 December 2025 to RMB33,534,000 as at 30 June 2026, representing a decrease of approximately 17%, primarily due to decreases in deferred tax liabilities and other non-current liabilities.

CAPITAL STRUCTURE, LIQUIDITY, FINANCIAL RESOURCES AND GEARING RATIO

As at 30 June 2026, the cash at bank and on hand of the Group was RMB441,914,000 (31 December 2025: RMB523,601,000), of which 43.1% (31 December 2025: 48.4%) was denominated in RMB, 8.1% (31 December 2025: 14.4%) in US dollars ("**USD**"), 33.7% (31 December 2025: 24.6%) in Euro ("**EUR**"), 8.7% (31 December 2025: 2.4%) in Nigerian Naira, 6.3% (31 December 2025: 3.4%) in Hong Kong dollars ("**HKD**"), and 0.1% in Tenge (31 December 2025: 6.8%).

The outstanding bank loans and other borrowings of the Group amounted to RMB7,369,717,000 (31 December 2025: RMB7,787,440,000), of which 85.8% (31 December 2025: 87.4%) were denominated in RMB, 12.5% (31 December 2025: 12.2%) in USD, 0.6% (31 December 2025: 0.4%) in EUR, and 1.1% (31 December 2025: nil) in HKD. As at 30 June 2026, approximately 51% (31 December 2025: 56%) of the outstanding bank loans and other borrowings carried interest at fixed rates, while approximately 49% (31 December 2025: approximately 44%) carried interest at floating rates.

As at 30 June 2026, the gearing ratio (total interest-bearing debts divided by total assets) of the Group was 1.02 (31 December 2025: 1.04). As at 30 June 2026, the current ratio (current assets divided by current liabilities) of the Group was 0.51 (31 December 2025: 0.51). As at 30 June 2026, the assets-liabilities ratio (total liabilities divided by total assets) of the Group was 1.63 (31 December 2025: 1.62).

EXCHANGE RATE FLUCTUATION RISK AND RELATED HEDGING

The Group's transactions and monetary assets were primarily denominated in RMB, NGN, KZT, USD and EUR. Operating expenses and domestic sales of the Group's PRC subsidiaries were primarily denominated in RMB, operating expenses and sales of a subsidiary incorporated in Nigeria and Kazakhstan were primarily denominated in NGN, KZT, and USD, the operating expenses and sales of an engineering equipment and technical service company in Italy were primarily denominated in EUR and certain borrowings of the Group were denominated in USD. The Group was of the opinion that the future fluctuation of RMB would be closely associated with the development of the PRC economy. The Group's net assets, profits or loss and dividends may be affected by the fluctuation of the exchange rate between RMB and other currency, such as NGN, KZT, USD and EUR. During the six months ended 30 June 2026, the Group did not purchase any derivatives for hedging purposes.

CONTINGENT LIABILITIES

Details of contingent liabilities are disclosed in Note 15 to the unaudited interim financial information.

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

During the six months ended 30 June 2026, the Group did not have any material investments or acquisitions of capital assets, or material acquisitions or disposals of subsidiaries and associated companies, or significant investments.

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

IMPORTANT EVENTS AFTER THE REPORTING PERIOD

Details of important events affecting the Group that have occurred since the end of the reporting period are disclosed in Note 16 to the unaudited interim financial information.

HUMAN RESOURCES AND EMPLOYEES' REMUNERATION

As at 30 June 2026, the Group employed a total of approximately 1,964 employees within and outside the PRC (31 December 2025: about 3,261 employees). The decrease in the number of employees was primarily attributable to the sustained weakness in the domestic market and escalating industry-wide losses during the first half of the year, which prompted the Group to orderly close down inefficient production capacity. In this process, the Group formulated employee placement plans in accordance with applicable laws, provided compensation packages, and effectively safeguarded the legitimate rights and interests of the affected employees. At the same time, the Group redeployed quality human resources from domestic operations to its overseas business segments, concentrating talent in profitable overseas operations, continuously optimising global workforce allocation, and accelerating the shift in its strategic focus.

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 the benefit schemes in line with local labour laws and regulations, respectively.

INTERIM DIVIDEND

The Board has resolved not to declare interim dividend for the six months ended 30 June 2026 (six months ended 30 June 2025: Nil).

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 expired 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 employee (including without limitation 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 per cent (10%). of the issued share capital of the Company at the time of such award. As at (i) 30 June 2026 and (ii) 30 March 2026, being the date of the annual report of the Company for the year ended 31 December 2025, 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 at those times 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 percent (2%) 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.

During the six months ended 30 June 2026, no shares were awarded or vested to directors and employees of the Group under the Share Award Scheme. Further details of the awards under the Share Award Scheme are disclosed in Note 14(b) (ii) to the unaudited interim financial information.

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

During the six months ended 30 June 2026, neither the Company nor any of its subsidiaries had purchased, sold or redeemed any of the Company's listed securities.

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 Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "**Listing Rules**") during the six months ended 30 June 2026 and up to the latest practicable date prior to the issue of this announcement.

AUDIT COMMITTEE

The audit committee of the Company, 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, the accounting principles and practices adopted by the Group, and has discussed operational, risk management and internal control, and financial reporting matters and systems of the Group, including the review of the unaudited interim results of the Group for the six months ended 30 June 2026.

The unaudited interim results of the Group for the six months ended 30 June 2026 has not been audited nor reviewed by the Company's auditors.

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

Throughout the six months ended 30 June 2026, the Company applied the principles and complied with the applicable code provisions of the Corporate Governance 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 six months ended 30 June 2026.

PUBLICATION OF INTERIM RESULTS ANNOUNCEMENT AND INTERIM REPORT

This interim results announcement is published on the websites of Hong Kong Exchanges and Clearing Limited (www.hkexnews.hk) and the Company (www.chinaglassholdings.com). The interim report of the Company for the six months ended 30 June 2026 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, 18 August 2026

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

Executive Director:
Mr. Lyu Yingcheng *(Chief Executive Officer)*

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 purposes only*