Shenzhen Xunce Technology Co., Ltd.
深圳迅策科技股份有限公司

(A joint stock company incorporated in the People's Republic of China with limited liability)

(Stock Code: 3317)

ANNOUNCEMENT OF INTERIM RESULTS FOR THE SIX MONTHS ENDED 30 JUNE 2026

The Board announces herewith the interim results of the Group for the six months ended 30 June 2026 together with comparative figures for the six months ended 30 June 2025.

FINANCIAL HIGHLIGHTS

	For six months ended 30 June		Percentage change
	2026	**2025**	
	RMB'000	*RMB'000*	
Revenue	**967,021**	197,845	388.8%
Gross profit	**580,909**	131,882	340.5%
Profit/(loss) for the period	**66,998**	(107,998)	N/A
Profit/(loss) attributable to owners of the parent	**72,505**	(89,429)	N/A
Adjusted net profit/(loss) (non-HKFRS measure) *(Note)*	**66,998**	(104,978)	N/A

Note: The Board defines adjusted net profit/(loss) (non-HKFRS measure) as net profit/(loss) for the period by adding back listing expenses for the Global Offering.

FINANCIAL STATEMENTS

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the six months ended 30 June 2026

		Six months ended 30 June	
		2026	2025
	Notes	***RMB'000***	*RMB'000*
		(Unaudited)	(Audited)
Revenue	*5*	**967,021**	197,845
Cost of sales		**(386,112)**	(65,963)
Gross profit		**580,909**	131,882
Other income and gains or losses	*5*	**89,123**	29,836
Selling and distribution expenses		**(60,118)**	(15,167)
Research and development expenses		**(396,590)**	(168,099)
Administrative expenses		**(78,119)**	(34,380)
Impairment losses on financial assets, net		**(63,569)**	(49,666)
Other expenses		**(2,577)**	(1,194)
Finance costs		**(2,583)**	(999)
Share of profits and losses of:			
Associates		**(188)**	(215)
Joint ventures		**730**	4
PROFIT/(LOSS) BEFORE TAX	*6*	**67,018**	(107,998)
Income tax expense	*7*	**(20)**	–
PROFIT/(LOSS) FOR THE PERIOD		**66,998**	(107,998)
Attributable to			
Owners of the parent		**72,505**	(89,429)
Non-controlling interests		**(5,507)**	(18,569)
		66,998	(107,998)

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

For the six months ended 30 June 2026

	Note	Six months ended 30 June **2026** ***RMB'000*** **(Unaudited)**	 2025 *RMB'000* (Audited)
OTHER COMPREHENSIVE INCOME			
Other comprehensive income that may be reclassified to profit or loss in subsequent years:			
Exchange differences on translation of foreign operations		**270**	257
Other comprehensive income that will not be reclassified to profit or loss in subsequent years:			
Fair value changes from equity investments designated at fair value through other comprehensive income		**(14,025)**	1,864
OTHER COMPREHENSIVE INCOME FOR THE PERIOD, NET OF TAX		**(13,755)**	2,121
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD		**53,243**	(105,877)
Attributable to			
Owners of the parent		**58,750**	(87,308)
Non-controlling interests		**(5,507)**	(18,569)
		53,243	(105,877)
EARNINGS/(LOSS) PER SHARE ATTRIBUTABLE TO ORDINARY EQUITY HOLDERS OF THE PARENT			
Basic and diluted			
– For profit/(loss) for the period *(RMB)*	*9*	**0.22**	(0.30)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 June 2026

	Notes	**As at 30 June 2026** *RMB'000* **(Unaudited)**	As at 31 December 2025 *RMB'000* (Audited)
NON-CURRENT ASSETS			
Property, plant and equipment	*10*	**122,191**	154,739
Goodwill	*12*	**388,526**	388,526
Right-of-use assets		**25,275**	29,505
Intangible assets		**14,913**	26,854
Investments in joint ventures		**10,977**	12,123
Investments in associates		**9,760**	9,948
Prepayments, other receivables and other assets		**14,832**	15,588
Equity investments designated at fair value through other comprehensive income		**283,498**	276,395
Financial assets at fair value through profit or loss		**251,530**	184,049
Time deposits		**–**	20,788
Total non-current assets		**1,121,502**	1,118,515
CURRENT ASSETS			
Trade receivables	*11*	**983,291**	671,880
Inventories		**191,653**	–
Prepayments, other receivables and other assets		**390,733**	168,828
Financial assets at fair value through profit or loss		**191,312**	126,735
Restricted bank deposits		**1,590**	2,010
Cash and bank balances		**633,828**	1,083,856
Total current assets		**2,392,407**	2,053,309
Total assets		**3,513,909**	3,171,824
CURRENT LIABILITIES			
Trade payables	*13*	**526,094**	381,026
Other payables and accruals		**103,356**	230,437
Interest-bearing bank borrowings		**171,434**	47,990
Contract liabilities		**80,809**	62,013
Income tax payable		**–**	1
Lease liabilities		**9,507**	9,767
Total current liabilities		**891,200**	731,234

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

(Continued)

As at 30 June 2026

	As at 30 June 2026 *RMB'000* **(Unaudited)**	As at 31 December 2025 *RMB'000* (Audited)
NET CURRENT ASSETS	**1,501,207**	1,322,075
TOTAL ASSETS LESS CURRENT LIABILITIES	**2,622,709**	2,440,590
NON-CURRENT LIABILITIES		
Deferred taxation	**–**	–
Interest-bearing bank borrowings	**124,800**	–
Lease liabilities	**15,839**	19,966
Total non-current liabilities	**140,639**	19,966
NET ASSETS	**2,482,070**	2,420,624
EQUITY		
EQUITY ATTRIBUTABLE TO OWNERS OF THE PARENT		
Share capital	**322,694**	322,500
Reserves	**2,102,186**	2,035,679
	2,424,880	2,358,179
Non-controlling interests	**57,190**	62,445
Total equity	**2,482,070**	2,420,624

NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the Six Months Ended 30 June 2026

1. GENERAL INFORMATION

Shenzhen Xunce Technology Co., Ltd. (the "**Company**") was a limited liability company established in the People's Republic of China (the "**PRC**") on 1 April 2016 and its H Shares have been listed on the Main Board of The Stock Exchange of Hong Kong Limited ("**HKEX**") since 30 December 2025. The address of the Company's registered office and its principal place of business address is 66/F, Tower A, Building 2, Shenzhen Bay Innovation Technology Center, No. 3156 Keyuan South Road, Gaoxin Community, Yuehai Street, Nanshan District, Shenzhen, the PRC.

The Company and its subsidiaries (together, the "**Group**"), are principally engaged in the provision of real-time data infrastructure and data analytics services in the PRC's asset management and other diversified industries.

The interim condensed consolidated financial statements are presented in thousands of Renminbi ("**RMB'000**"), unless otherwise stated.

2. MATERIAL ACCOUNTING POLICY INFORMATION

Basis of preparation

The interim condensed consolidated financial statements for the six months ended 30 June 2026 are prepared in accordance with Hong Kong Accounting Standard ("**HKAS**") 34 "Interim Financial Reporting" issued by the Hong Kong Institute of Certified Public Accountants ("**HKICPA**") and the applicable disclosure provisions of the Rules Governing the Listing of Securities on the Stock Exchange ("**Listing Rules**").

The interim condensed consolidated financial statements have been prepared in accordance with the same accounting policies and methods of computation as adopted by the Group in the annual consolidated financial statements for the year ended 31 December 2025 ("**2025 Annual Financial Statements**").

The interim condensed consolidated financial statements should be read in conjunction with the 2025 Annual Financial Statements of the Company, which have been prepared in accordance with HKFRS Accounting Standards as issued by the HKICPA.

These interim condensed consolidated financial statements have not been audited.

In the current accounting period, the Group has applied the following amendments to HKFRS Accounting Standards as issued by the HKICPA, for the first time, which are mandatorily effective for the annual periods beginning on or after 1 January 2026 for the preparation of the Group's interim condensed consolidated financial statements. The Group has not early adopted any new and amendments to HKFRS Accounting Standards that has been issued but not yet effective in the current accounting period.

(a) Adoption of amendments to HKFRS Accounting Standards ("HKFRS")

Amendments to HKFRS 9 and HKFRS 7	Amendments to the Classification and Measurement of Financial Instruments
Amendments to HKFRS 9 and HKFRS 7	Contracts Referencing Nature-dependent Electricity
Amendments to HKFRS 1, HKFRS 7, HKFRS 9, HKFRS 10 and HKAS 7	Annual Improvements to HKFRS Accounting Standards – Volume 11

None of these amendments to HKFRS Accounting Standards has a material impact on the Group's results and financial position for the current or prior period. The Group has not early applied any new or amendments to HKFRS that is not yet effective for the current accounting period.

2. MATERIAL ACCOUNTING POLICY INFORMATION *(Continued)*

Basis of preparation *(Continued)*

(b) New or amendments to HKFRS Accounting Standards that have been issued but not yet effective

The following new or amendments to HKFRS Accounting Standards, have been issued, but are not yet effective and have not been early adopted by the Group. The Group's current intention is to apply these changes on the date they become effective.

HKFRS 18	Presentation and Disclosure in Financial Statements[1]
HKFRS 19	Subsidiaries without Public Accountability: Disclosures[1]
HKFRS 20	Regulatory Assets and Regulatory Liabilities[2]
Amendments to HKFRS 10 and HKAS 28	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture[3]
Amendments to HKAS 21	Translation to a Hyperinflationary Presentation Currency[1]

1 Effective for annual periods beginning on or after 1 January 2027
2 Effective for annual periods beginning on or after 1 January 2029
3 Effective date to be determined

The directors of the Company do not anticipate that the application of the amendments to and new standards disclosed above will have an impact on the interim condensed consolidated financial statements, except for HKFRS 18.

HKFRS 18

HKFRS 18 will have a significant effect on how entities present their financial statements with emphasis on reporting of financial performance. The areas that will be significantly affected include categorisation and subtotals in the statement of profit or loss, aggregation/disaggregation and labelling of information, and disclosure of management-defined performance measures.

The Group is currently analysing the new requirements and assessing the impact of the amendments towards the Group's interim condensed consolidated financial statements.

3. SIGNIFICANT ACCOUNTING JUDGMENTS AND ESTIMATES

The preparation of interim financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates.

In preparing these interim condensed consolidated financial statements, the significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the 2025 Annual Financial Statements.

4. OPERATING SEGMENT INFORMATION

For management purposes, the Group is organized into one single business unit that is the provision of transaction-based specialist technology products and subscription-based specialist technology products. Management reviews the overall results and financial position of the Group as a whole based on the same accounting policies set out in note 2. Accordingly, the Group has only one single operating segment and no further analysis of the single segment is presented.

Information about major customers

Revenue from a single customer which accounted for 10% or more of the Group's revenue in each period ended are set out below:

	Six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
	(unaudited)	(audited)
Customer A*	**240,862**	–
Customer B**	**–**	27,113
	240,862	27,113

* Revenue from Customer A, amounted to less than 10% of the total revenue of the Group for the six months ended 30 June 2025.

** Revenue from Customer B, amounted to less than 10% of the total revenue of the Group for the six months ended 30 June 2026.

Geographic information

(a) Revenue from external customers

	Six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
	(unaudited)	(audited)
Chinese Mainland	**955,161**	194,589
Hong Kong	**860**	3,188
Germany	**11,000**	–
United Kingdom	**–**	68
	967,021	197,845

The revenue information above is based on the locations of the customers.

(b) Non-current assets

The principal non-current assets owned by the Group are all located in the PRC. Therefore, no segment information based on the geographical location of non-current assets is presented.

5. REVENUE, OTHER INCOME AND GAINS OR LOSSES

(a) Disaggregated revenue information

	Six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
	(unaudited)	(audited)
Types of goods or services		
Provision of transaction-based specialist technology products	**875,325**	151,276
Provision of subscription-based specialist technology products	**91,696**	46,569
	967,021	197,845
Timing of revenue recognition		
At a point in time		
Transaction-based specialist technology products	**875,325**	151,276
Over time		
Subscription-based specialist technology products	**91,696**	46,569
Total revenue from contracts with customers	**967,021**	197,845

(b) An analysis of other income and gains or losses is as follows:

	Six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
	(unaudited)	(audited)
Value-added tax refunds	**22**	–
Bank interest income	**2,092**	1,824
Fair value gains on financial assets at fair value through profit or loss	**101,422**	21,598
Government grants*	**1,828**	2,935
Foreign exchange losses, net	**(25,688)**	(443)
Investment income	**9,482**	2,298
Gain on lease modification	**–**	1,468
Others	**(35)**	156
Total	**89,123**	29,836

* The government grants mainly represented incentives awarded to support the Group's operation which were applicable to certain subsidiaries of the Group. There are no unfulfilled conditions or contingencies relating to these grants.

6. PROFIT/(LOSS) BEFORE TAX

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

		Six months ended 30 June	
		2026	2025
	Notes	***RMB'000***	*RMB'000*
		(unaudited)	(audited)
Cost of inventories sold and cost of service*		**355,900**	54,129
Depreciation of property, plant and equipment		**26,755**	3,879
Depreciation of right-of-use assets		**5,011**	4,717
Amortization of intangible assets		**2,731**	3,077
Research and development expenses		**396,590**	107,908
Listing expenses		**–**	3,020
Auditor's remuneration		**1,380**	20
Loss on disposal of property, plant and equipment		**37**	122
Gain on lease modification		**–**	(1,468)
Lease payments not included in the measurement of lease liabilities		**2,160**	4,984
Employee benefit expenses (excluding directors' and chief executive's remuneration in note 20(b))			
– Wages, salaries and allowances		**68,620**	63,858
– Pension scheme contributions		**5,147**	4,110
– Other social security costs, housing benefits and other employee benefits		**11,888**	15,747
		85,655	83,715

* The amount does not include depreciation of property, plant and equipment, depreciation of right-of-use assets, amortization of intangible assets and employee benefit expenses.

7. INCOME TAX EXPENSE

The Group is subject to income tax on an entity basis on profits arising in or derived from the jurisdictions in which members of the Group are domiciled and operated.

Hong Kong

Under the two-tiered profits tax rates regime in Hong Kong, the first HK$2 million of profits of the qualifying group entity will be taxed at 8.25%, and profits above HK$2 million will be taxed at 16.5%. The profits of corporations not qualifying for the two-tiered profits tax rates regime will continue to be taxed at a flat rate of 16.5%.

7. INCOME TAX EXPENSE *(Continued)*

Chinese Mainland

The provision for Chinese Mainland current income tax is based on the statutory rate of 25% of the assessable profit of the Chinese Mainland entities of the Group as determined in accordance with the PRC Corporate Income Tax Law except for those recognized as New and High Technology Enterprise which are entitled to a preferential PRC income tax rate of 15%, according to the PRC Corporate Income Tax Law.

The Company, Shanghai Kaiyu Information Technology Co., Ltd.* ("**Shanghai Kaiyu**") (上海愷域信息科技有限公司), and Shanghai Kuanrui Information Technology Co., Ltd.* ("**Shanghai Kuanrui**") (上海寬睿信息科技有限責任公司) were qualified as High and New Technology Enterprises in 2020 and renewed in 2023 and are entitled to a preferential tax rate of 15% from 2020 to 2026. Beijing Huayin Entropy Data Technology Co., Ltd.* ("**Huace Shuju**") (北京華隱熵策數據科技有限公司) were qualified as High and New Technology Enterprises in 2023 and are entitled to a preferential tax rate of 15% from 2023 to 2026.

The income tax expense of the Group for the six months ended 30 June 2026 and 2025 is analyzed as follows:

	Six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
	(unaudited)	(audited)
Current – Chinese Mainland	**–**	–
Current – Hong Kong	**–**	–
Under-provision in prior year	**20**	–
Total tax charge for the period	**20**	–

* The English names of these entities represent the best effort made by the management of the Company to directly translate the Chinese names as they do not register any official English names.

A reconciliation of the tax expense applicable to profit/(loss) before tax at the statutory rates for the jurisdictions in which the Company and the majority of its subsidiaries are domiciled to the tax expense at the effective tax rates is as follows:

	Six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
	(unaudited)	(audited)
Profit/(loss) before tax	**67,018**	(107,998)
Tax at PRC statutory tax rate	**16,755**	(27,000)
Effect of different tax rates	**(8,243)**	10,541
Expenses not deductible for tax purpose	**688**	1,041
Additional deductible allowance for research and development expenses	**(7,849)**	(5,613)
Utilisation of tax losses previously not recognised	**(15,918)**	(185)
Under-provision in prior year	**20**	–
Tax losses and temporary differences not recognised	**14,567**	21,216
Tax charge at the Group's effective tax rate	**20**	–

7. **INCOME TAX EXPENSE** *(Continued)*

Chinese Mainland *(Continued)*

The Group has not recognised unused tax losses as it is unpredictable that taxable profit will be available against which unused tax losses can be utilised.

According to the tax incentive policies promulgated by the State Tax Administration of the PRC in September 2022, an additional 100% of qualified research and development expenses incurred during the period from 1 October 2022 to 30 June 2026 is allowed to be deducted from taxable income.

8. **DIVIDENDS**

There were no dividends paid or declared by the Company for the six months ended 30 June 2026 and 2025.

9. **EARNINGS/(LOSS) PER SHARE ATTRIBUTABLE TO ORDINARY EQUITY HOLDERS OF THE PARENT**

	Six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
	(unaudited)	(audited)
Profit/(loss)		
Profit/(loss) attributable to ordinary equity holders of the parent, used in the basic and diluted loss per share calculation	**72,505**	(89,429)
Shares		
Weighted average number of ordinary shares in issue during the period used in the basic and diluted earnings/(loss) per share calculation	**322,670,420**	300,000,000

10. **MOVEMENTS IN PROPERTY, PLANT AND EQUIPMENT**

During the six months ended 30 June 2026, the Group acquired certain electronic equipment, office equipment and fixture and motor vehicles with amount of RMB964,000 (six months ended 30 June 2025: RMB1,168,000).

During the six months ended 30 June 2026, the Group transferred certain electronic equipment to inventories with amount of RMB6,720,000 (six months ended 30 June 2025: Nil).

As at 30 June 2026, certain electronic equipment with net carrying amount of RMB110,982,000 (as at 30 June 2025: RMB97,224,000) were held under operating leases.

11. **TRADE RECEIVABLES**

	As at 30 June 2026	As at 31 December 2025
	RMB'000	*RMB'000*
	(unaudited)	(audited)
Trade receivables	**1,240,868**	865,888
Impairment	**(257,577)**	(194,008)
Net carrying amount	**983,291**	671,880

11. TRADE RECEIVABLES *(Continued)*

The Group generally provides credit period within 3 months for transaction-based specialist technology products and 12 months for subscriptions-based specialist technology products. The Group seeks to maintain strict control over its outstanding receivables and overdue balances are reviewed regularly by senior management. The Group does not hold any collateral or other credit enhancements over its trade receivable balances. Trade receivables are non-interest-bearing.

An aging analysis of the trade receivables as of the end of the Reporting Period, based on the revenue recognition date and net of loss allowance, is as follows:

	As at 30 June 2026 *RMB'000* **(unaudited)**	As at 31 December 2025 *RMB'000* (audited)
0-6 months	**825,561**	647,337
7-12 months	**120,706**	9,577
1-2 years	**37,024**	14,966
Over 2 years	**–**	–
	983,291	671,880

12. GOODWILL

	Shanghai Kaiyu *RMB'000*	**Shanghai Kuanrui** *RMB'000*	**Total** *RMB'000*
Cost and net carrying amount as at 31 December 2025, 1 January 2026 and 30 June 2026	150,568	237,958	388,526

Impairment testing of goodwill

Goodwill acquired through business combinations is allocated to Shanghai Kaiyu and Shanghai Kuanrui.

The carrying amount of goodwill is allocated to the cash generating units ("**CGUs**") as follows:

	As at 30 June 2026 *RMB'000*	As at 31 December 2025 *RMB'000*
Shanghai Kaiyu	**150,568**	150,568
Shanghai Kuanrui	**237,958**	237,958
	388,526	388,526

The Group has performed impairment review of the carrying amount of goodwill as at 30 June 2026 and 31 December 2025 and have concluded that no provision for impairment is required.

13. TRADE PAYABLES

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

	As at 30 June 2026 *RMB'000* **(unaudited)**	As at 31 December 2025 *RMB'000* (audited)
0-3 months	**274,064**	294,951
4-6 months	**7,863**	61,868
7-12 months	**220,218**	2,850
Over 1 year	**23,949**	21,357
	526,094	381,026

The trade payables are non-interest-bearing and are normally settled within 90 days.

14. EVENTS AFTER THE END OF REPORTING PERIOD

On 10 July 2026, the placing of new H shares and issuance of the U.S. dollar settled zero coupon convertible bonds due 2027 in aggregate amount of RMB1,360,000,000 was completed. For details, please refer to the announcement published by the Company on 10 July 2026.

MANAGEMENT DISCUSSION AND ANALYSIS

The year 2026 marks the inaugural year of China's "15th Five-Year Plan" and a critical juncture at which artificial intelligence transitions from technological exploration to large-scale application. The "15th Five-Year Plan" explicitly calls for accelerating breakthroughs in foundational theories and core technologies of artificial intelligence, reinforcing the efficient supply of computing power, algorithms, and data, and fully implementing the "AI+" initiative to empower all industries in a comprehensive manner. In the first half of this year, with the successive issuance of key policies such as the 2026 Key Points for Digital Economy Development, the Five Major Workstreams for the AI Industry during the 15th Five-Year Plan Period, and the Opinions on Deepening the Implementation of the "AI+" Initiative, China's digital economy has entered a new phase led by the "intelligent economy," opening up an unprecedented window of strategic opportunity for AI data infrastructure enterprises.

With the consecutive rollout of top-level designs, topics such as data asset capitalization and data tokenization have transitioned from theoretical discourse to substantive enterprise-level implementation. Concurrently, enterprise AI has also reached a stage of scaled deployment, with token consumption growing exponentially and data demand entering a new phase of development. While the training phase of LLMs (Large Language Model) centers on computing power, the inference phase pivots to data invocation – efficient model inference and precise decision-making by intelligent agents depend on the real-time supply of high-quality data tokens. In this context, high-quality, structured, and scenario-specific data is emerging as the cornerstone for enterprises to build strategic competitive advantages in the AI era – its value lies not only in data ownership, but also in the ability, through professional data processing, to generate higher business value from each unit of token.

Business Review

In the first half of 2026, enterprise AI deployment demand surged, as enterprises accelerated their transition from data processing to real-time AI-driven decision-making. Seizing this strategic opportunity, as a leading AI real-time data infrastructure and analytics service provider in China, the Company has extended full-chain data processing and tokenization capabilities – from data acquisition, cleansing, standardisation, labeling, modeling, real-time stream computation, application and development of intelligent agent to large model fine-tuning – transforming dispersed and heterogeneous enterprise data into data tokens that can be efficiently invoked by LLMs and intelligent agents. This enables customers to reduce costs, improve efficiency, and achieve more agile and data-driven AI decision-making. During the Reporting Period, the Company accelerated the development of a "computing power – data – token – model – application" product matrix, aiming at becoming an integrated and full-chain AI to B platform.

The Company has extended its AI real-time data processing capabilities from the asset management industry to eleven high-value, high-barrier industries, including telecommunications, electric power, energy, high-end manufacturing, biomedicine, robotic training platforms, commercial aerospace, urban operations, low-altitude economy, and intelligent vehicles. Penetration rates in each of these industries continue to rise. Through this process, the Company has honed three core technological advantages – millisecond/second-level real-time responsiveness, 100% precision in data processing, and data tokenization – connecting computing power to algorithms and taking accountability for customers' business outcomes.

For the Reporting Period, the Company recorded operating revenue of approximately RMB967.02 million, representing a significant increase of 388.76% compared with the Corresponding Period, reaching a record high. This robust revenue growth was attributable to the accelerated deployment of enterprise AI real-time data infrastructure, which drove core business revenue growth; accelerated cross-industry penetration with continued validation of replicability across sectors, coupled with accelerated delivery of the integrated "computing power – data – token – model – application" full-chain solutions; the commercialization of the token business model, with token invocation volumes rising to become a new revenue growth engine; and the continued expansion of international business, laying a comprehensive foundation for the business ecosystem.

For the Reporting Period, the Company recorded profit attributable to owners of the parent of approximately RMB72.51 million, compared with a loss attributable to owners of the parent of approximately RMB-89.43 million in the Corresponding Period, thereby achieving a turnaround to profitability. During the Reporting Period, the Group's adjusted net profit (non-HKFRS measure) amounted to approximately RMB67.00 million, compared with an adjusted net loss (non-HKFRS measure) of approximately RMB-104.98 million in the Corresponding Period. This significant profit turnaround was underpinned by an increased proportion of high-margin businesses; the economies of scale from the platform-based and modular product architecture significantly improved operational efficiency and optimized the cost structures of research and development, sales, and administrative expenses; enhanced treasury management efficiency, with investment income contributing incremental profits.

During the Reporting Period, the Group's gross profit amounted to approximately RMB580.91 million, representing a substantial increase of 340.48% from approximately RMB131.88 million in the Corresponding Period, primarily attributable to strong revenue growth driving gross profit improvement. The Group's gross profit margin for the Reporting Period was 60.07%. The Company has developed over 400 product functional modules that can be flexibly combined to meet the needs of different industries. Leveraging strong pricing power and a scalable platform-based model, the Group's gross profit margin remained high amid rapid expansion, demonstrating the inherent resilience of the Company's business model.

Commercialization of the Token Business Model, Official Launch of the Token Operating System TokenOS, and Delivery of TokenCloud

As the focus of AI shifts from model training to inference deployment, driving productivity creation, the commercial value of AI for enterprise is undergoing a fundamental transition – from "token consumption amount" to "effective token output." High-quality, structured, and scenario-specific data has become the key determinant of enterprise AI deployment effectiveness. The Company has pioneered the token business model with vision, redefining the path to data value realization in the AI era through data tokenization capabilities – enabling data token invocation to drive AI-powered business decisions.

Concurrently, the Group launched the TokenOS operating system, TokenONE, which converts enterprises' multi-source heterogeneous data into standardized, measurable, and priceable scenario tokens in real time. It opens the full-channel pathway from data governance to model invocation, enabling enterprise data to be directly invoked by models and intelligent agents as tokens, and driving the commercialization of scenario token factories across various industries to create value for customers.

TokenOS features the following products and technological characteristics:

- **Data Refinement:** Transform scattered, heterogeneous, and non-standard raw enterprise data into high-value data tokens.

- **Data Delivery:** Build an end-to-end pipeline from data ingestion to model invocation, enabling data tokens to be called by various models and agents.

- **Decision Driving:** Empower efficient business decision-making with data tokens and make AI investments traceable with quantifiable business value.

TokenOS addresses the "last mile" pain points of enterprise AI deployment: by integrating the entire chain of data governance, application integration, model access, and compliance assurance, it resolves the bottleneck of LLMs lacking scenario-specific vertical data and facilitates the embedding of model capabilities into customers' core business processes. In addition, the full-chain compliance framework provides safeguards for data tokenization and enables secure data circulation.

During the Reporting Period, the Group's token business model completed commercial validation, with successful deployments in multiple high-value scenarios including biomedicine, energy dispatching, and industrial quality inspection. The volume of data token calls grew exponentially. During the Reporting Period, revenue from the token business model exceeded 10% of total revenue, and its annual recurring revenue showed strong growth, positioning it as a new engine for revenue growth.

The Group has further launched the TokenCloud platform to accelerate the development of an integrated "computing power – data – token – model – application" full-chain product matrix. This platform covers the entire Pipeline – from underlying compute resource scheduling and data tokenization processing to enterprise small model training, tuning deployment – providing customers with a one-stop AI infrastructure solution.

TokenOS governs data, which refines enterprise private data into high-information-density scenario tokens, supplying high-quality data fuel for models. TokenCloud addresses model capability as well as "model+data" capability, which integrates compute scheduling, LLM tuning, enterprise small model training, connecting the complete chain from data ingestion to application deployment, transforming AI from general capability to enterprises' proprietary productivity.

Leveraging the combined advantages of TokenOS and TokenCloud, the Group is committed to becoming a compute infrastructure partner for enterprises' AI transformation, and continuously delivering measurable business value to customers.

Accelerated Cross-Industry Penetration and Continued Validation of Replicability

The Company started in the asset management industry, which imposes the most stringent real-time data requirements, and has secured the leading market share in China's real-time data infrastructure and analytics market for asset management, while also holding a leading position in the overall real-time data analytics market in China. To address the complex demands of the financial industry, the Company has built a comprehensive suite of solutions for financial asset management, covering core business functions such as regulatory compliance, risk management, investment research, and trade execution, providing a solid foundation for the business.

During the Reporting Period, the Company further expanded into diversified industries with AI data infrastructure and solutions widely applied in telecommunications, electric power, energy, urban operations, high-end manufacturing, healthcare, satellite, robotics, intelligent vehicles, and low-altitude economy, empowering various industries to achieve real-time data analytics and LLM/intelligent-agent invocation.

The cross-industry replicability continued to be validated: during the Reporting Period, the Company collaborated with Pateo Connect Technology (Shanghai) Corporation and Beijing Saimo Technology Co., Ltd. to jointly develop physical AI and world models based on tokens, entering the intelligent connected vehicle sector; established cooperation with three major domestic GPU manufacturers – MetaX Integrated Circuits (Shanghai) Co., Ltd., Shanghai Iluvatar CoreX Semiconductor Co., Ltd., and Shanghai Biren Technology Co., Ltd. – to complete a "computing power + data" closed loop; and entered into a strategic partnership with Shenzhen Kaihong Digital Industry Development Co., Ltd. to implement tokenization capabilities in the HarmonyOS ecosystem and explore world models and physical AI.

With the continued validation of the scenario token factory model across multiple industries, scenarios, and ecosystems, by the end of the Reporting Period, the Group's revenue contribution from diversified industries increased to 87.6% (Corresponding Period: 52.7%), reflecting a more balanced business mix.

Driving Customer Value through the "Data Hub" and Sustained Operational Efficiency Improvement

In the AI era, the quality of an enterprise's proprietary data is a core determinant of the effectiveness of enterprise AI deployment. Based on this understanding, the Group has built a data development system centered on the AIDP platform, a comprehensive integrated technology platform that integrates AI capabilities with end-to-end data management, leveraging the proprietary AI assistance of the Group trained on ten years of engineering experience to automate data development work. Through the modular product architecture, the Group has developed over 400 standardized product functional modules that can be flexibly combined to efficiently create solutions.

The Company's solutions are deeply deployed in customers' self-managed cloud or on-premise systems, acting as a "data hub" that embeds AI into customers' core business processes, providing intelligent data insights and forecasts to support high-quality business decisions, thereby continuously enhancing customers' willingness to pay. During the Reporting Period, the Company's ARPU (referring to the Company's total revenue divided by its total number of customers) increased from RMB1.64 million to RMB5.56 million, representing a substantial year-on-year growth of 239.89%. With the rollout of the token business model, ARPU maintained strong growth momentum and the potential for further customer value realization continued to expand.

As at 30 June 2026, the Group had 451 employees, with revenue per employee achieving a year-on-year increase of 379.01%. This leap was attributable to the platform-based and modular product architecture and the AI-empowered data development system, which enabled rapid replication and scaling of solutions while significantly reducing manpower input, placing the Group's labor productivity at a leading level among AI enterprises.

The Company's customer retention rate has consistently remained above 90%, fully reflecting the strong lock-in effect and high customer loyalty resulting from deep product embedding into customers' business processes. On the basis of a stable existing customer base, the full customer lifetime value continues to be realized through increased module sales and token invocation volumes. As economies of scale progressively materialize, the cost dilution effect continues to strengthen, laying a solid foundation for performance and profitability growth.

Substantive Progress in Internationalization, Unlocking Overseas Incremental Opportunities

During the Reporting Period, the Company accelerated the overseas deployment of the token operating system Token and the tokenization business model. Given the high requirements for data sovereignty and compliance in overseas markets, the exploration of TokenOS deployment in these markets signaled the continued maturity of the Company's products and compliance capabilities, laying a solid foundation for subsequent global expansion. The accelerated expansion of overseas business unlocked incremental tokenization opportunities in high-value overseas industries, marking the formal implementation of the internationalization strategy into a substantive phase.

During the Reporting Period, the Company successively entered into strategic partnerships with the Shenzhen Data Exchange and the Beijing International Big Data Exchange, securing a strategic positioning at the "north and south poles" of China's national-level data factor infrastructure, thereby establishing the institutional and ecosystem foundation for compliant data circulation and the global expansion of the token business.

Financial Review

Revenue Analysis

For the Reporting Period, the Company recorded revenue of approximately RMB967.02 million, representing a significant year-on-year increase of 388.76% from revenue of approximately RMB197.85 million in the Corresponding Period. Revenue growth was primarily attributable to:

(i) the substantial increase in enterprise AI deployment demand, alongside the surged demand for high-quality, structured, and scenario-specific data. The accelerated deployment of enterprise AI real-time data infrastructure and analytics drove strong core business revenue growth;

(ii) accelerated cross-industry penetration with continued validation of replicability. The Company successfully expanded into several new industries and accelerated the development of the integrated "computing power – data – token – model – application" full-chain products and services;

(iii) the commercialization of the token business model, with rising token invocation volumes becoming a new revenue growth engine; and

(iv) accelerated international business expansion and ecosystem development, with the Company actively growing overseas business and achieving revenue growth in international markets.

Revenue by Industry Application

The Group's solutions have been fully validated across various industries, with applications covering:

(i) the asset management industry;

(ii) diversified industries, such as telecommunications, electric power, energy, high-end manufacturing, healthcare, satellite, robotics, and commercial aerospace.

During the Reporting Period, revenue from the asset management industry accounted for approximately 12.4% of the Company's total revenue, representing a decrease of approximately 34.8 percentage points from approximately 47.3% in the Corresponding Period. Revenue from diversified industries accounted for approximately 87.6% of total revenue, representing an increase of approximately 34.8 percentage points from approximately 52.7% in the Corresponding Period. Revenue in the asset management industry increased by 28.5% year-on-year, while its proportion of total revenue decreased due to the increase in total revenue. The increased contribution from diversified industries was primarily due to: the accelerated deployment of LLMs driving growth in enterprise AI data demand, with a rapid increase in demand for high-quality, structured, and scenario-specific data; the Company's continued expansion into emerging fields such as biomedicine, robotics, and commercial aerospace, as well as intelligent vehicles and low-altitude economy newly added to the mix during the Reporting Period. This accelerated diversified growth fully validated the cross-industry replicability of the Company's AI real-time data infrastructure, data tokenization capabilities, and scenario token factory model.

Cost of Sales

Cost of sales primarily comprises equipment procured at customers' request for deployment of the Group's solutions, salaries and benefits of the Group's solution delivery team, technical services, taxes and surcharges, depreciation and amortization, and others. During the Reporting Period, the Group's total cost of sales amounted to approximately RMB386.11 million, representing an increase of approximately 485.37% from approximately RMB65.96 million in the Corresponding Period, primarily due to increased solution delivery costs (including hardware procurement and deployment services) commensurate with revenue expansion. The overall alignment between the growth rates of cost of sales and revenue reflects the strong scalability and cost-control capabilities of the Group's platform-based and modular delivery model.

Gross Profit and Gross Profit Margin

During the Reporting Period, the Group's consolidated gross profit amounted to approximately RMB580.91 million, representing an increase of 340.48% from RMB131.88 million in the Corresponding Period, primarily attributable to robust revenue growth. The Group's gross profit margin for the Reporting Period was 60.07%, compared with 66.66% in the Corresponding Period. The decline in gross profit margin was mainly due to changes in product revenue structure and the phased impact of customer industry expansion.

By industry application, the gross profit margin for revenue from the asset management industry during the Reporting Period was approximately 81.9%, representing an increase of approximately 29.8 percentage points from 52.1% in the Corresponding Period. The gross profit margin for revenue from diversified industries during the Reporting Period was 57.0%, representing a decrease of approximately 22.7 percentage points from 79.7% in the Corresponding Period.

Other Income and Gains

The Group's other income and gains primarily comprise government grants, interest income, investment income, and fair value changes of financial assets. During the Reporting Period, the Group's consolidated other income and gains amounted to approximately RMB89.12 million, representing an increase of approximately 198.66% from approximately RMB29.84 million in the Corresponding Period, primarily due to enhanced treasury management efficiency, with investment income contributing incremental gains.

Selling and Distribution Expenses

The Group's selling and distribution expenses primarily comprise staff costs (including salaries, bonuses, benefits, and pensions for the Group's sales and marketing employees), marketing and advertising expenses, travel expenses, office expenses, and other expenses arising from the Group's sales and marketing activities. During the Reporting Period, consolidated selling and distribution expenses amounted to approximately RMB60.12 million, representing an increase of approximately 296.31% from RMB15.17 million in the Corresponding Period, primarily due to marketing-related expenditure growth in line with revenue scale expansion.

Administrative Expenses

The Group's administrative expenses primarily comprise staff costs (including salaries, bonuses, benefits, and pensions for the Group's administrative employees), office expenses, professional service fees paid to third-party professionals, travel expenses, equipment rental and maintenance expenses, employee recruitment and training expenses, and other expenses related to the Group's administrative activities. During the Reporting Period, consolidated administrative expenses amounted to approximately RMB78.12 million, representing an increase of approximately 127.23% from RMB34.38 million in the Corresponding Period, primarily due to increased administrative costs associated with the expansion of operational scale.

Research and Development Expenses

The Group's research and development expenses primarily comprise technical service fees paid to the Group's third-party service providers for supplementary services required to enhance the Group's R&D capabilities (including general IT services such as data storage or backup, server management and maintenance services, and certain non-core and less complex software development services), R&D staff costs (including salaries, bonuses, benefits, and pensions for the Group's R&D employees), office expenses, travel expenses, depreciation and amortization of fixed assets used for R&D purposes, server and software usage fees, and other expenses related to the Group's R&D activities. During the Reporting Period, the consolidated R&D expenses amounted to approximately RMB396.59 million, representing an increase of approximately 135.93% from approximately RMB168.10 million in the Corresponding Period, primarily due to the Group's continued commitment to technological leadership, with increased investment in AI real-time data infrastructure and analytics capabilities, expansion of the R&D team, and development of new modules for new industries and newly expanded areas. R&D expenses as a percentage of revenue decreased from 84.96% in the Corresponding Period to 41.01%, demonstrating the emergence of economies of scale in R&D.

Impairment Losses on Financial Assets

The Group's impairment losses on financial assets primarily represent provisions for impairment of trade receivables and other receivables based on credit risk and expected credit loss rates. During the Reporting Period, the consolidated impairment losses on financial assets amounted to approximately RMB63.57 million, representing an increase of approximately 27.98% from approximately RMB49.67 million in the Corresponding Period, primarily due to increased trade receivable balances resulting from revenue growth and the corresponding expected credit loss provisions based on the aging of trade receivable balances.

Financing Costs

The Group's financing costs primarily comprise bank loan interest and lease liability interest. During the Reporting Period, the consolidated financing costs amounted to approximately RMB2.58 million, representing an increase of approximately 158.00% from approximately RMB1.00 million in the Corresponding Period, primarily due to the increase in contributions from banks, aiming at strengthening in-depth cooperation with banks.

Profit for the Period

The Group will record profit attributable to owners of the parent of approximately RMB72.51 million, compared with a loss attributable to owners of the parent of approximately RMB-89.43 million in the Corresponding Period, representing a turnaround to profitability. The profit growth was primarily attributable to:

(i) an expanded proportion of high-margin businesses, enhancing profitability;

(ii) the economies of scale from the platform-based and modular product architecture, improving operational efficiency, with optimized proportions of R&D, sales, and administrative expenses compared with the Corresponding Period; and

(iii) enhanced treasury management efficiency, with investment income contributing incremental profits for the period.

Non-HKFRS Measure

To supplement the Group's consolidated financial statements presented in accordance with HKFRS, the Group also uses adjusted net profit (non-HKFRS measure) as an additional financial measure, which is not required by, or presented in accordance with HKFRS. The Group believes that this non-HKFRS measure facilitates comparisons of operating performance from period to period and company to company by eliminating potential impacts of certain items.

The Group believes that this measure provides useful information in understanding and evaluating its consolidated results of operations in the same manner as it helps the Group's management. However, presentation of adjusted net profit (non-HKFRS measure) may not be comparable to similarly titled measures presented by other companies. The use of this non-HKFRS measure has limitations as an analytical tool, and should not be considered in isolation from, or as a substitute for analysis of, the Group's results of operations or financial conditions as reported under HKFRS.

The Group defines adjusted net profit/(loss) (non-HKFRS measure) as net profit/(loss) for the period by adding back listing expenses for the Global Offering.

The Group's adjusted net profit (non-HKFRS measure) for the Reporting Period amounted to approximately RMB66.998 million, representing a significant turnaround to profitability from the adjusted net loss (non-HKFRS measure) of approximately RMB104.978 million in the Corresponding Period.

	Reporting Period *RMB'000*	**Corresponding Period** *RMB'000*
Profit/(loss) for the period	66,998	(107,998)
Listing expenses	–	3,020
Adjusted net profit/(loss) (non-HKFRS measure)	66,998	(104,978)

Future Outlook: Four-Stage Evolution of AI Data Infrastructure

The Group has completed a critical transformation and construction of the AI infrastructure platform, establishing a clear strategic evolutionary pathway – starting from data governance, progressing through tokenization, and moving towards a global token exchange platform, while accelerating the training and scaled deployment of enterprise-specific small models.

Stage 1.0 – Inception and Replication: Data Governance Starting from Financial Asset Management and Extending across Industries

From 2016 to 2019, the Group's business began in the asset management industry, which imposes the most stringent real-time data requirements, honing the Group's data processing capabilities to achieve millisecond-level response and 100% accuracy. From 2020 to 2025, the Group successfully replicated these capabilities to ten other industries, including telecommunications, electric power, energy, high-end manufacturing, healthcare, robotics, and commercial aerospace, fully validating the feasibility of cross-industry replication and laying the Group's solid foundation of industry know-how and customer relationships for subsequent tokenization transformation.

Stage 2.0 – Tokenization Leap: Unlocking New Growth Curves

In the first half of 2026, the Group launched the token operating system, TokenOS, which refines enterprise private data into measurable, priceable, and exchangeable scenario tokens, breaking through the bottleneck of insufficient high-quality scenario data supply in enterprise AI deployment. Unlike general-purpose tokens that address language understanding, scenario tokens address industry-specific comprehension problems, featuring high information density and significant pricing power. Building on this foundation, TokenCloud, as an integrated full-chain cloud service platform, extends the operating system capabilities of TokenOS to the cloud, providing one-stop services from compute scheduling and data governance to token production, model invocation, and application deployment, which accelerates the commercial deployment of token factories across various industries.

Stage 3.0 – Global Token Exchange Platform: From "Data Pipeline" to "Platform Ecosystem"

In the second half of 2026, the Group plans to launch a global token exchange platform, breaking barriers to token circulation across enterprises, industries, and scenarios. The platform aims to enable cross-entity value exchange of high-quality scenario tokens under secure, compliant, and auditable conditions, and form a complete closed loop of "data governance – tokenization – compliant packaging – cross-domain circulation – value exchange." At this stage, the Group's monetization model is expected to upgrade from "token invocation fees" to "platform-based ecosystem fees," and the Group's growth horizon will expand from customers' token call volume to the total token circulation across the entire ecosystem network.

Stage 4.0 – Enterprise Small Models: The "Last Mile" of AI Deployment

The Group intends to further consolidate industry data and train enterprise small models that can be privately deployed and continuously evolved by enterprises – with smaller parameter sizes, lower deployment costs, higher data security with on-premise deployment, and faster response. At Stage 4.0, the business model will encompass diverse forms such as on-demand subscriptions, outright purchase deployment, continuous fine-tuning, and pay-for-performance, upgrading the integrated "computing power – data – token – model – application" full-chain products and services, and transforming AI from general-purpose capability into enterprise-specific productivity.

In summary, the Group will focus on five strategic directions of implementation:

First, accelerate business model evolution. The Group will accelerate the transition from project-based and subscription-based models towards exploration of token-based business models, with high growth potential for annual recurring revenue. This evolution will align the Group's revenue with customer value creation, enhance revenue predictability, and unlock significant margin expansion.

Second, expedite cross-industry replication. While consolidating the business foundation, the Group will leverage its proven real-time data processing capabilities to expand deeply into national key industries, including electric power, telecommunications, urban management, high-end manufacturing, healthcare, energy, robotic training platforms, commercial aerospace, intelligent vehicles, and low-altitude economy, pursuing a "high-barrier, high-value" expansion strategy to continuously open up growth opportunities in diversified industries.

Third, pioneer frontier applications and seize the future leadership position in the AI data industry. With the strategic path to token exchange platform and enterprise small models, the Group will continue to increase R&D investment in frontier areas, honing technological capabilities through cutting-edge scenarios and opening up new high-growth, high-value tracks for future development.

Fourth, build a strategic cooperation ecosystem and forge deep upstream and downstream ties with computing power and algorithm providers. The Group recognizes that in the AI industry chain, computing power, algorithms, and data are mutually reinforcing and indispensable. As a core provider of AI data infrastructure, the Group is actively establishing deep strategic partnerships with leading domestic and international computing power manufacturers and algorithm companies, offering customers one-stop solutions from computing power to upper-layer applications and data governance.

Fifth, steadily expand overseas business and establish global footprint. Leveraging in-depth business partnerships with customers, the Company will further expand its overseas business and is currently seeking close partners for overseas business opportunities. The Group will prudently assess overseas market opportunities and advance the globalization layout in a risk-controlled manner, opening up new space for long-term growth.

Liquidity and Financial Resources

Treasury Policy

The Group adopts a prudent treasury management policy to ensure the effective utilization of financial resources in support of business operations and strategic growth. The Group's treasury activities are centrally managed, with cash managed on a consolidated basis to optimize interest income and minimize financial risks. Surplus cash is primarily placed in low-risk, highly liquid wealth management products issued by reputable commercial banks. Any material investment or financing activities are subject to Board approval.

Liquidity Structure

As at 30 June 2026, the Group's consolidated total assets and net assets amounted to approximately RMB3,513.91 million and RMB2,482.07 million, respectively (31 December 2025: approximately RMB3,171.82 million and RMB2,420.62 million, respectively). The increase was primarily attributable to retained operating earnings and net proceeds from the Global Offering.

As at 30 June 2026, the Group's consolidated cash and cash equivalents amounted to approximately RMB633.83 million, denominated in RMB (31 December 2025: approximately RMB1,083.86 million). The decrease was primarily attributable to the centralized procurement of compute hardware for the deployment of TokenCloud platform and proprietary compute, supporting the "computing power – data – token – model – application" full-chain capability build-up.

As at 30 June 2026, the Group's consolidated total current assets amounted to approximately RMB2,392.41 million (31 December 2025: approximately RMB2,053.31 million). The increase was attributable to increased trade receivables driven by revenue growth and increased cash balances.

As at 30 June 2026, the Group's consolidated current liabilities amounted to approximately RMB891.20 million (31 December 2025: current liabilities of approximately RMB731.23 million). The increase was primarily due to increased trade payables and contract liabilities resulting from revenue growth.

Trade Receivables

As at 30 June 2026, the Group's consolidated trade receivables amounted to approximately RMB983.29 million (31 December 2025: approximately RMB671.88 million). The increase was consistent with the significant revenue growth during the Reporting Period. The Group's trade receivable turnover days of 156 days remained stable, reflecting effective credit management.

Prepayments, Other Receivables and Other Assets

The Group's prepayments, other receivables and other assets primarily comprise prepayments for services and products, deposits and other receivables, recoverable value-added tax, loans to directors, investment prepayments, and prepayments for leasehold improvements. As at 30 June 2026, the Group's consolidated prepayments, other receivables and other assets amounted to approximately RMB405.56 million (31 December 2025: approximately RMB184.42 million). The increase was primarily due to increased prepayments for equipment/services procurement in line with revenue scale growth.

Financial Assets at Fair Value through Profit or Loss

The Group's financial assets at fair value through profit or loss represent wealth management products and other non-listed equity investments. As at 30 June 2026, the Group's consolidated financial assets at fair value through profit or loss amounted to approximately RMB442.84 million (31 December 2025: approximately RMB310.79 million). The increase was primarily due to the purchase of flexible wealth management products by the Company.

To monitor and control the investment risks associated with the Group's wealth management product portfolio, the Group has implemented a set of internal risk management policies and guidelines. Mr. Liu Zhijian, an executive Director, the chief executive officer of the Company and chairman of the Board, is responsible for overseeing the Group's investment portfolio. Mr. Liu possesses extensive investment experience, having served at several renowned international and Chinese banks. Other members of the senior management team also possess profound work experience, with most holding or pursuing EMBA or MBA degrees.

The Group's investment strategy aims to optimize the efficiency of idle funds, generate investment returns for the Company's shareholders, and manage investment and financial risks. Under this strategy, the Group invests in low-risk wealth management products with high liquidity and high security offered by reputable commercial banks in China, so as to minimize the Group's risk exposure. At the same time, the Group recognizes the potential for higher returns and selectively invests in certain private equity funds to complement the Group's conservative investment focus. Investment decisions relating to the Group's wealth management products are made on a case-by-case basis after comprehensive consideration of various factors, including but not limited to the macroeconomic environment, overall market conditions, risk control, the credit standing of the issuing banks, the Group's own working capital position, and expected profits or potential investment losses.

The Group also makes strategic investment decisions in private companies on a case-by-case basis, based on consideration of multiple factors including the investee's operating history, the growth potential of the investee and its industry, the quality of the investee's management team, and the potential for synergies with the Group's existing business. The Group closely monitors the operational and financial performance of the investee companies. The Group may, from time to time, decide to dispose of part or all of its equity interests in investee companies to realize financial returns or align with the Group's business priorities. The Group's internal exit decision-making process is broadly similar to that for investment decisions.

Trade Payables

As at 30 June 2026, the Group's consolidated trade payables amounted to approximately RMB526.09 million (31 December 2025: approximately RMB381.03 million). The increase was primarily due to increased procurement of hardware and services to support business expansion.

Other Payables and Accruals

The Group's other payables and accruals primarily comprise salaries and benefits payable, other taxes payable, investment funds, and other payables. As at 30 June 2026, the Group's consolidated other payables and accruals amounted to approximately RMB103.36 million (31 December 2025: approximately RMB230.44 million). The decrease was primarily due to the decrease in listing-related expenses.

Contract Liabilities

The Group's contract liabilities represent the Group's obligation to transfer goods or services to customers for which consideration has been received. Contract liabilities include short-term advances received for the delivery of solutions. As at 30 June 2026, the Group's consolidated contract liabilities amounted to approximately RMB80.81 million (31 December 2025: approximately RMB62.01 million). The increase reflected strong customer prepayments for ongoing and future projects, a positive indicator of customer commitment and business visibility.

Lease Liabilities

The Group's lease liabilities represent lease arrangements for properties. As at 30 June 2026, the Group's consolidated lease liabilities amounted to approximately RMB25.35 million (31 December 2025: approximately RMB29.74 million). The decrease was due to office lease being recognized as expenses over time.

Bank Loans

As at 30 June 2026, the Group's consolidated interest-bearing bank loans amounted to approximately RMB296.23 million (31 December 2025: approximately RMB47.99 million), all of which were due within three years (31 December 2025: all due within one year). The increase was due to deepening banking relationships and improved turnover ratios driven by lower prevailing interest rates. The loans were denominated in Renminbi.

During the Reporting Period, the effective interest rates on bank loans ranged from 2.20% to 3.10% (Corresponding Period: 2.20% to 3.10%). As at 30 June 2026, the Group had unutilized banking facilities of RMB642.41 million, all of which were committed facilities (31 December 2025: RMB400.01 million). As the Group's interest-bearing bank loans bear interest at fixed rates, the Group's exposure to interest rate fluctuations is limited. There is no significant seasonality in borrowing requirements, and the Group has sufficient funds to meet its capital expenditure commitments and authorizations.

Gearing Ratio

As at 30 June 2026, the Group's gearing ratio (total borrowings/total assets) was approximately 8.43% (31 December 2025: approximately 1.51%). The slight increase reflected the significant flexibility and support from banks regarding the Group's available working capital credit facilities, and the Group's gearing ratio was within normal levels with extremely low leverage.

Acquisitions and Disposals

During the Reporting Period, the Group had no material acquisitions or disposals of subsidiaries, associates, or joint ventures (Corresponding Period: Nil). The Group did not hold any significant investments with a value of 5% or more of the Company's total assets.

Future Plans for Material Investments or Capital Assets

As at the date of this announcement, the Group had no future plans for material investments or acquisitions of capital assets in the coming year (Corresponding Period: Nil). The Group will continue to evaluate strategic opportunities that may arise in line with its long-term growth objectives.

Foreign Exchange Risk

The Group is exposed to transaction currency risk. The Group's principal business operations are located in China, with the vast majority of revenue and expenses denominated in Renminbi. Such risks arise from purchases made by operating units in currencies other than the functional currency of the unit. For the Reporting Period, the Group did not enter into any forward contracts to hedge foreign exchange risk (Corresponding Period: Nil). In general, the Group's senior management meets regularly to analyze and formulate measures to manage its foreign exchange risks. In addition, the Board holds regular meetings to analyze and approve recommendations put forward by senior management.

Contingent Liabilities

As at 30 June 2026, the Group had no contingent liabilities (31 December 2025: Nil).

Charges on the Group's Assets

As at 30 June 2026, no assets of the Group were pledged (31 December 2025: Nil).

Employees and Remuneration

As at 30 June 2026, the Group had a total of 451 employees (31 December 2025: 448 employees). The total remuneration of the employees amounted to approximately RMB90.48 million for the Reporting Period (Corresponding Period: approximately RMB85.81 million). The Group regularly conducts performance appraisals for its employees, and their remuneration is performance-based. In addition to basic salaries, the Group participates in housing provident funds and various employee social insurance schemes, including housing, pension, medical, work-related injury, and unemployment insurance plans. The Group provides regular training and internal policy and work skill reviews for its employees to enhance their performance.

INTERIM DIVIDEND

The Board does not recommend the payment of interim dividend for the six months ended 30 June 2026 (six months ended 30 June 2025: Nil).

PURCHASE, REDEMPTION OR SALE OF LISTED SECURITIES OF THE COMPANY

During the six months ended 30 June 2026, neither the Company, nor any of its subsidiaries purchased, redeemed or sold any of the Company's listed securities (including sale of treasury Shares (as defined under the Listing Rules)). As at 30 June 2026, the Company did not hold any treasury Shares (as defined under the Listing Rules).

EVENTS AFTER THE REPORTING PERIOD

Placing of H Shares under the general mandate and issue of bonds under the general mandate

As set out in the announcement of the Company dated 3 July 2026, on 2 July 2026 (after trading hours), the Company entered into (i) a placing agreement with Morgan Stanley Asia Limited, Goldman Sachs (Asia) L.L.C., Deutsche Bank AG, Hong Kong Branch and Guotai Junan Securities (Hong Kong) Limited (collectively, the "**Placing Agents**"), pursuant to which the Company agreed to issue and allot, and each Placing Agent agreed, on a several (and not joint nor joint and several) basis, as agent of the Company, to procure on a best effort basis placees to subscribe for, 7,283,000 new H Shares with nominal value of RMB1.00 each (the "**Placing Shares**") at a placing price of HK$107.70 per Placing Share (the "**Placing**"); and (ii) a subscription agreement with the Placing Agents, pursuant to which the Company agreed to issue, and the managers severally and not jointly agreed to subscribe and pay for, or procure subscribers to subscribe and pay for, U.S. dollar-settled zero coupon convertible bonds due 2027 in an aggregate principal amount of RMB1,360,000,000 (the "**Bonds**"). The Placing and the issue of the Bonds are independent of each other and are not inter-conditional. The completion of the Placing and the completion of the subscription of the Bonds took place on 10 July 2026, respectively.

For further details, please refer to the announcements of the Company dated 3 July 2026 and 10 July 2026.

Strategic cooperations

As set out in the announcement of the Company dated 5 July 2026, the Company has entered into a memorandum of understanding on strategic cooperation with Gechuang Dongzhi (Shenzhen) Technology Co., Ltd. (格創東智(深圳)科技有限公司), a provider of AI-driven industrial smart solutions. Pursuant to the memorandum of understanding, the parties intend to engage in in-depth cooperation in the following areas: (i) promoting the development and in-depth adaptation of industrial data foundation and infrastructure; (ii) developing industrial AI agents and benchmark application scenarios; and (iii) exploring the business models of industrial data assetisation and token-based billing.

As set out in the announcement of the Company dated 12 July 2026, the Company has entered into a memorandum of understanding on strategic cooperation with Lutech S.p.A., a leading Italian digital and artificial intelligence services corporation and a key service provider in the European digital and artificial intelligence sectors. Pursuant to the memorandum of understanding, the parties intend to engage in in-depth cooperation in the following areas: (i) jointly developing AI transformation solutions for the European market; (ii) jointly promoting the commercial deployment of the AI Token Factory in the European market; and (iii) jointly establishing a cross-border innovation ecosystem centred on AI and secure data infrastructure.

As set out in the announcement of the Company dated 19 July 2026, the Company has entered into a memorandum of understanding on strategic cooperation with Hongtai Capital Holdings Co., Ltd., a company operating in business segments including angel investment, venture capital, private equity, mergers and acquisitions, securities investment, wealth management and securities trading, with extensive influence in China's investment and industrial sectors. Pursuant to the memorandum of understanding, the parties intend to engage in in-depth cooperation in the following areas: (i) exploring tokenised governance of vertical industry data and the development of AI capabilities; (ii) promoting the upgrading of AI capabilities in portfolio companies; and (iii) creating benchmark implementation cases for token commercialisation based on the FDE model.

As set out in the announcement of the Company dated 26 July 2026, the Company has entered into a strategic cooperation agreement with Shenzhen Kaihong Digital Industry Development Co., Ltd., a leading Chinese enterprise specialising in the OpenHarmony ecosystem platform, focusing on providing foundational software services to support the digital and smart transformation of industries across all sectors. Pursuant to the agreement, the parties intend to engage in in-depth cooperation in the following areas: (i) jointly developing AI-based end-to-end data infrastructure integrated with smart terminal operating systems to implement small models and tokenisation capabilities in vertical industries; (ii) jointly exploring AI application scenarios for end-user data in vertical industries and integrating both parties' business resources; and (iii) jointly developing a Token factory business model and ecosystem integrated with smart terminal operating systems.

As set out in the announcement of the Company dated 7 August 2026, the Company has entered into a memorandum of understanding on strategic cooperation with Jiangsu Tianhe Computing Power Technology Co., Ltd. (江蘇天合算力科技有限公司), a wholly-owned subsidiary of Trina Solar Co., Ltd., a listed company and a global leader in the photovoltaic industry, focusing on green intelligent computing and "artificial intelligence (AI)+" businesses. Pursuant to the memorandum of understanding, the parties intend to engage in in-depth cooperation in the following areas: (i) jointly developing energy data infrastructure and capabilities for domain-specific large models; (ii) building application scenarios for computing-electricity synergy and green computing power; and (iii) exploring the business model of energy token factories and applications of data assetisation.

For further details, please refer to the announcements of the Company dated 5 July 2026, 12 July 2026, 19 July 2026, 26 July 2026 and 7 August 2026.

Save as disclosed in this announcement, the Board is not aware of any material events undertaken by the Group subsequent to 30 June 2026 and up to the date of this announcement.

COMPLIANCE WITH THE CORPORATE GOVERNANCE CODE

The Company is committed to achieving high standards of corporate governance with a view to safeguarding the interests of its shareholders. The Board believes that high corporate governance standards are essential in providing a framework for the Company to safeguard the interests of its shareholders, enhance corporate value, formulate its business strategies and policies, and enhance its transparency and accountability.

The Company has adopted the principles and code provisions of the CG Code as the basis of the Company's corporate governance practices. The CG Code has become applicable to the Company with effect from the Listing Date. The Company had complied with the code provisions set out in Part 2 of the CG Code throughout the six months ended 30 June 2026 with the following deviation:

- C.2.1: Provision C.2.1 of the CG Code provides that the roles of chairman of the Board and chief executive officer should be separate and should not be performed by the same individual.

The roles of chairman of the Board and the chief executive officer were performed by Mr. Liu. In view of Mr. Liu's substantial contribution to the Group since its establishment and his extensive experience, the Company considered that having Mr. Liu acting as both the chairman of the Board and chief executive officer would provide strong and consistent leadership to the Group and facilitate the efficient execution of its business strategies. The Company considered it appropriate and beneficial to its business development and prospects for Mr. Liu to act as both chairman of the Board and chief executive officer, and therefore currently does not propose to separate the functions of chairman of the Board and chief executive officer. The Board also believes that vesting the roles of both chairman and chief executive officer in the same person has the benefit of (i) ensuring consistent leadership within the Company, (ii) enabling more effective and efficient overall strategic planning and execution of strategic initiatives of the Board, and (iii) facilitating the flow of information between the management and the Board for the Group. The Company believes that this structure will not impair the balance of power and authority between the Board and the management of the Company, and this arrangement will enable the Company to make and implement decisions promptly and effectively. The Board will continue to review the effectiveness of the corporate governance structure of the Group in order to assess whether separation of the roles of chairman of the Board and chief executive officer is necessary.

Save as disclosed above, there had been no deviation from the code provisions set out in the CG Code for the six months ended 30 June 2026.

COMPLIANCE WITH THE MODEL CODE FOR SECURITIES TRANSACTIONS

The Company has adopted a code of conduct regarding Directors' and Supervisors' securities transactions on terms as required under the Model Code. Specific enquiry has been made of all the Directors and the Supervisors, and the Directors and the Supervisors have confirmed that they have complied with the Model Code during the six months ended 30 June 2026.

CHANGES IN INFORMATION OF DIRECTORS AND CHIEF EXECUTIVE

Pursuant to Rule 13.51B(1) of the Listing Rules, changes in Director's information since the date of the annual report of the Company are set out below:

With effect from 26 June 2026, Ms. He Jinglu ("**Ms. He**") has been appointed as a non-executive Director. The biographical details of Ms. He are set out in the announcement of the Company dated 5 June 2026. With effect from 26 June 2026, Mr. Jiang Chunfei has resigned as an executive Director due to personal career planning.

On 26 June 2026, in accordance with the newly amended Company Law of the PRC, the Guidelines for the Articles of Association of Listed Companies (Revised in 2025) and other laws and administrative regulations, the proposed amendments to the articles of association of the Company and the proposed abolition of the Supervisory Committee were considered and approved at the annual general meeting of the Company. With effect from 26 June 2026, the Company no longer has a Supervisory Committee and the Supervisors have ceased to be the supervisors of the Company. The functions and duties of the Supervisory Committee will be exercised by the Audit Committee.

Save as disclosed in above, during the six months ended 30 June 2026 and up to the date of this announcement, there are no changes in the information relating to the Directors, chief executive and supervisors of the Company which is required to be disclosed pursuant to Rule 13.51B(1) of the Listing Rules. Save as disclosed above in this announcement, there is no other information required to be disclosed pursuant to Rule 13.51B(1) of the Listing Rules.

AUDIT COMMITTEE

The Audit Committee consisted of three members, namely Mr. Wong Ti and Ms. Tian Jiangchuan, the independent non-executive Directors, and Mr. Cai Xiang, the non-executive Director. Mr. Wong Ti is the chairperson of the Audit Committee.

The Audit Committee has reviewed the interim results of the Group. The Audit Committee has reviewed the accounting policies and practices adopted by the Group and discussed internal control and financial reporting matters including the review of the unaudited consolidated interim results of the Group for the six months ended 30 June 2026.

The Company's auditor, BDO Limited, has reviewed the unaudited interim financial information of the Group for the six months ended 30 June 2026 in accordance with Hong Kong Standard on Review Engagements 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity".

PUBLICATION OF INTERIM RESULTS AND INTERIM REPORT ON THE WEBSITES OF THE COMPANY AND THE STOCK EXCHANGE

This interim results announcement is published on the websites of the Stock Exchange (www.hkexnews.hk) and the Company (www.xuncetech.com). The interim report of the Company for the six months ended 30 June 2026 will be despatched to the shareholders of the Company (if requested) and made available for review on the same websites in due course.

DEFINITIONS AND GLOSSARY OF TECHNICAL TERMS

In this announcement, unless the context otherwise requires, the following terms and expressions shall have the meaning set out below.

"Audit Committee"	the audit committee of the Board
"Board"	the board of Directors
"CG Code"	the Corporate Governance Code as set out in Appendix C1 to the Listing Rules
"Corresponding Period"	the six months ended 30 June 2025
"Company"	Shenzhen Xunce Technology Co., Ltd. (深圳迅策科技股份有限公司), a joint stock limited company established in the PRC, the issued H Shares of which are listed on the Main Board of the Stock Exchange (stock code: 3317)
"Director(s)"	the director(s) of the Company
"Global Offering"	the Hong Kong Public Offering and the International Offering
"Group"	the Company and its subsidiaries
"H Share(s)"	the overseas listed foreign share(s) in the share capital of the Company with a nominal value of RMB1.00 each, which are traded in HK dollars and listed on the Stock Exchange
"HKFRS"	the Hong Kong Financial Reporting Standards
"Hong Kong"	the Hong Kong Special Administrative Region of the PRC
"Hong Kong Public Offering"	an offering of H Shares for subscription by the public in Hong Kong
"International Offering"	an offering of H Shares outside the United States in offshore transactions in reliance on Regulation S under the U.S. Securities Act

"Listing Date"	30 December 2025, being the date on which the H Shares of the Company were listed on the Main Board of the Stock Exchange
"Listing Rules"	the Rules Governing the Listing of Securities on the Stock Exchange
"Model Code"	the Model Code for Securities Transactions by Directors of Listed Issuers set out in Appendix C3 of the Listing Rules
"Mr. Liu"	Mr. Liu Zhijian, the chairman of the Board, an executive Director and the chief executive officer of the Company
"PRC"	the People's Republic of China, which for the purpose of this announcement and for geographical reference only, excluding Hong Kong, the Macau Special Administrative Region of the People's Republic of China and Taiwan
"R&D"	research and development
"Reporting Period"	the six months ended 30 June 2026
"RMB"	Renminbi, the lawful currency of the PRC
"SFO"	Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong), as amended, supplemented or otherwise modified from time to time
"Share(s)"	share(s) of the Company with a nominal value of RMB1.00 each, including Unlisted Shares and H Shares
"Shareholder(s)"	holder(s) of the Shares
"Stock Exchange"	The Stock Exchange of Hong Kong Limited
"Supervisor(s)"	member(s) of the Supervisory Committee
"Supervisory Committee"	the supervisory committee of the Company, which has been abolished with effect from 26 June 2026
"Unlisted Share(s)"	share(s) (other than H Shares) in the share capital of the Company with a nominal value of RMB1.00 each

"%"	per cent

* *for identification purpose only*

By Order of the Board
Shenzhen Xunce Technology Co., Ltd.
Mr. Liu Zhijian
Chairman of the Board, Executive Director and Chief Executive Officer

The PRC, 21 August 2026

As at the date of this announcement, the Board comprises Mr. Liu Zhijian, Mr. Geng Dawei, Mr. Yang Yang and Mr. Xuan Ran as executive Directors; Ms. He Jinglu and Mr. Cai Xiang as non-executive Directors; and Mr. Wong Ti, Mr. Jiang Changjian and Ms. Tian Jiangchuan as independent non-executive Directors.