China ITS (Holdings) Co., Ltd.

中国智能交通系统(控股)有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock code: 1900)

PROFIT WARNING

This announcement is made by China ITS (Holdings) Co., Ltd. (the "**Company**", together with its subsidiaries, the "**Group**") pursuant to Rule 13.09 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "**Listing Rules**") and the Inside Information Provisions (as defined in the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Cap. 571, Laws of Hong Kong).

The Board (the "**Board**") of Directors (the "**Directors**") of the Company wishes to inform the Shareholders of the Company (the "**Shareholders**") and potential investors that, based on the preliminary assessment of the Group's unaudited consolidated management accounts for the six months ended 30 June 2026 (the "**Interim Period**") and the information currently available to the Company, the Group expects to record a profit attributable to owners of the parent of not less than RMB25.0 million for the Interim Period compared with a restated profit attributable to owners of the parent of approximately RMB378.2 million* for the corresponding period in 2025.

The Board considers that the expected decrease in the Group's profit attributable to owners of the parent for the Interim Period is primarily attributable to the absence of a remeasurement gain of approximately RMB350.2 million recognised in the corresponding period in 2025, which arose from the remeasurement of the Group's interest in Forever Opensource Software Inc. ("**Forever Opensource**") to its fair value upon the Group obtaining control over Forever Opensource on 1 January 2025.

* *The Group adopted the amendments to IAS 21 Lack of Exchangeability for the first time in its audited consolidated financial statements for the year ended 31 December 2025. However, these amendments were not applied in the preparation of the Group's unaudited interim financial statements for the six months ended 30 June 2025. Consequently, the comparative figures for the corresponding period in the Group's 2026 interim results will be adjusted and restated to reflect the adoption of the amended IAS 21. Following the restatement, the profit attributable to owners of the parent for the six months ended 30 June 2025 increased from approximately RMB361.6 million to approximately RMB378.2 million.*

The Company is still in the process of preparing the Group's results for the Interim Period. The above information is based only on the preliminary assessment of the unaudited consolidated management accounts of the Group and the information currently available to the Company, which has not been confirmed, reviewed or audited by the auditors of the Company. It is expected that the Group's results for the Interim Period will be announced on 31 August 2026 in accordance with the Listing Rules.

By Order of the Board
China ITS (Holdings) Co., Ltd.
Liao Jie
Chairman

Beijing, August 24, 2026

As at the date of this announcement, the executive Directors are Mr. Liao Jie and Mr. Jiang Hailin, and the independent non-executive Directors are Ms. Huang Jianling, Mr. Lai Hongyi and Mr. Hu Hailin.