成都四威科技股份有限公司

CHENGDU SIWI SCIENCE AND TECHNOLOGY COMPANY LIMITED

(Formerly known as "Chengdu PUTIAN Telecommunications Cable Company Limited 成都普天電纜股份有限公司")

(a sino-foreign joint stock company incorporated in the People's Republic of China)

(Stock Code: 1202)

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

SUMMARY

1. The Group recorded a total operating revenue of RMB319,266,267.84 for the Period, representing an increase of approximately 123.69% as compared with the Corresponding Period.

2. During the Period, total operating revenue of the cable business amounted to RMB20,382,932.40, representing an increase of approximately 54.27% as compared with the Corresponding Period, whereas total operating revenue of the optical cable and electric cable components business amounted to RMB28,445,412.64, representing a decrease of approximately 2.25% as compared with the Corresponding Period. Total sales of optical fibers and optical products by Chengdu SEI amounted to RMB252,324,234.23, representing an increase of approximately 218.82% as compared with the Corresponding Period.

3. During the Period, the Group's profit attributable to equity holders of the Company was RMB40,972,482.78, while the Group's profit attributable to equity holders of the Company for the Corresponding Period was RMB420,906.88. Profit attributable to non-controlling shareholders was RMB39,750,673.97, as compared with the profit of RMB590,116.63 for the Corresponding Period.

4. The Board does not recommend the payment of an interim dividend for the Period (the Corresponding Period: Nil).

The board (the "**Board**") of directors (the "**Directors**") of Chengdu SIWI Science and Technology Company Limited (formerly known as Chengdu PUTIAN Telecommunications Cable Company Limited) (the "**Company**") announces the unaudited interim results of the Company and its subsidiaries (collectively referred to as the "**Group**") for the six months ended 30 June 2026 ("**Period**") together with comparative figures for the corresponding period in 2025 ("**Corresponding Period**"). The unaudited consolidated interim results for the Period have not been audited by the Company's auditors, but have been reviewed by the Company's auditors and the audit committee of the Company (the "**Audit Committee**").

CONSOLIDATED BALANCE SHEET

As at June 30, 2026

Chengdu SIWI Science and Technology Company Limited — *Expressed in Renminbi Yuan*

Assets	*Note No.*	**Closing balance**	Opening balance
Current assets:			
Cash and bank balances		**606,026,697.91**	371,427,135.02
Settlement funds			
Loans to other banks			
Held-for-trading financial assets			
Derivative financial assets			
Notes receivable	*I. 1*	**49,187,487.27**	30,927,045.37
Accounts receivable	*I. 2*	**84,018,974.23**	72,516,395.02
Receivables financing	*I. 3*	**31,711,706.15**	194,290,324.73
Advances paid		**27,051,230.82**	4,447,425.32
Premiums receivable			
Reinsurance accounts receivable			
Reinsurance reserve receivable			
Other receivables		**4,674,537.12**	2,411,038.41
Financial assets under reverse repo			
Inventories		**166,078,116.13**	122,249,205.07
Including: Data resources			
Contract assets			
Assets held for sale			
Non-current assets due within one year			
Other current assets		**391,741.63**	481,032.10
Total current assets		**969,140,491.26**	798,749,601.04

Assets	*Note No.*	**Closing balance**	Opening balance
Non-current assets:			
Loans and advances			
Debt investments			
Other debt investments			
Long-term receivables			
Long-term equity investments			
Other equity instrument investments		**27,855,337.85**	27,855,337.85
Other non-current financial assets			
Investment property		**64,209,672.35**	66,350,606.30
Fixed assets		**105,839,876.98**	106,301,788.29
Construction in progress		**1,336,242.27**	1,962,322.80
Productive biological assets			
Oil & gas assets			
Right-of-use assets			
Intangible assets		**22,481,557.52**	22,946,756.49
Including: Data resources			
Development expenditures			
Including: Data resources			
Goodwill			
Long-term prepayments		**9,266,602.29**	10,457,955.16
Deferred tax assets			
Other non-current assets		**1,403,965.10**	2,230,301.00
Total non-current assets		**232,393,254.36**	238,105,067.89
Total assets		**1,201,533,745.62**	1,036,854,668.93

Liabilities & Equity	*Note No.*	**Closing balance**	Opening balance
Current liabilities:			
Short-term borrowings			
Central bank loans			
Loans from other banks			
Held-for-trading financial liabilities			
Derivative financial liabilities			
Notes payable			
Accounts payable	*I. 4*	**102,639,848.34**	76,644,185.54
Advances received		**911,124.54**	562,743.10
Contract liabilities		**46,420,476.38**	3,399,983.39
Financial liabilities under repo			
Absorbing deposit and interbank deposit			
Deposits for agency security transaction			
Deposits for agency security underwriting			
Employee benefits payable		**19,779,014.00**	9,080,110.20
Taxes and rates payable		**8,699,516.23**	1,501,568.88
Other payables		**16,486,249.68**	21,671,062.05
Handling fees and commissions payable			
Reinsurance accounts payable			
Liabilities held for sale			
Non-current liabilities due within one year			
Other current liabilities		**11,508,573.78**	9,151,869.76
Total current liabilities		**206,444,802.95**	122,011,522.92
Non-current liabilities:			
Insurance policy reserve			
Long-term borrowings			
Bonds payable			
Including: Preferred shares			
Perpetual bonds			
Lease liabilities			
Long-term payables			
Long-term employee benefits payable		**8,265,870.39**	9,673,715.84
Provisions			
Deferred income		**40,238,318.34**	39,908,668.60
Deferred tax liabilities			
Other non-current liabilities			
Total non-current liabilities		**48,504,188.73**	49,582,384.44
Total liabilities		**254,948,991.68**	171,593,907.36

Liabilities & Equity	*Note No.*	**Closing balance**	Opening balance
Equity:			
Share capital		**400,000,000.00**	400,000,000.00
Other equity instruments			
Including: Preferred shares			
Perpetual bonds			
Capital reserve		**375,606,399.78**	375,606,399.78
Less: Treasury shares			
Other comprehensive income			
Special reserve		**1,165,895.97**	658,391.11
Surplus reserve		**1,114,348.46**	1,114,348.46
General risk reserve			
Undistributed profit		**44,976,332.16**	4,003,849.38
Total equity attributable to the parent company		**822,862,976.37**	781,382,988.73
Non-controlling interest		**123,721,777.57**	83,877,772.84
Total equity		**946,584,753.94**	865,260,761.57
Total liabilities & equity		**1,201,533,745.62**	1,036,854,668.93

CONSOLIDATED INCOME STATEMENT

For the six months ended June 30, 2026

Chengdu SIWI Science and Technology Company Limited

Expressed in Renminbi Yuan

Items	Note No.	Current period cumulative	Preceding period comparative
I. Total operating revenue	*I. 5*	**319,266,267.84**	142,730,025.78
Including: Operating revenue	*I. 5*	**319,266,267.84**	142,730,025.78
Interest income			
Premiums earned			
Revenue from handling fees and commissions			
II. Total operating cost		**231,076,803.59**	142,661,447.04
Including: Operating cost	*I. 5*	**192,780,497.23**	114,644,475.08
Interest expenses			
Handling fees and commissions			
Surrender value			
Net payment of insurance claims			
Net provision of insurance policy reserve			
Premium bonus expenditures			
Reinsurance expenses			
Taxes and surcharges	*I .6*	**5,191,971.84**	3,834,143.40
Selling expenses		**5,727,671.01**	3,319,061.96
Administrative expenses		**21,946,583.53**	18,106,519.45
R&D expenses		**6,208,656.11**	6,396,936.33
Financial expenses	*I. 7*	**–778,576.13**	–3,639,689.18
Including: Interest expenses			22,068.83
Interest income		**1,047,758.57**	3,761,203.06

Items	*Note No.*	**Current period cumulative**	Preceding period comparative
Add: Other income		**1,619,004.32**	1,428,778.17
Investment income (or less: losses)			–196,817.09
Including: Investment income from associates and joint ventures			–185,204.09
Gains from derecognition of financial assets at amortized cost			
Gains on foreign exchange (or less: losses)			
Gains on net exposure to hedging risk (or less: losses)			
Gains on changes in fair value (or less: losses)			
Credit impairment loss		**–5,322,929.91**	–874,651.45
Assets impairment loss		**–3,780,000.03**	
Gains on asset disposal (or less: losses)			
III. Operating profit (or less: losses)		**80,705,538.63**	425,888.37
Add: Non-operating revenue		**17,618.12**	586,668.46
Less: Non-operating expenditures			
IV. Profit before tax (or less: total loss)		**80,723,156.75**	1,012,556.83
Less: Income tax expenses			1,533.32
V. Net profit (or less: net loss)		**80,723,156.75**	1,011,023.51
(I) Categorized by the continuity of operations:			
1. Net profit from continuing operations (or less: net loss)		**80,723,156.75**	1,011,023.51
2. Net profit from discontinued operations (or less: net loss)			

Items	*Note No.*	**Current period cumulative**	Preceding period comparative
(II) Categorized by the portion of equity ownership:			
1. Net profit attributable to owners of parent company (or less: net loss)		**40,972,482.78**	420,906.88
2. Net profit attributable to non-controlling shareholders (or less: net loss)		**39,750,673.97**	590,116.63
VI. Other comprehensive income after tax			
Items attributable to the owners of the parent company			
(I) Not to be reclassified subsequently to profit or loss			
1. Remeasurements of the net defined benefit plan			
2. Items under equity method that will not be reclassified to profit or loss			
3. Changes in fair value of other equity instrument investments			
4. Changes in fair value of own credit risk			
5. Others			
(II) To be reclassified subsequently to profit or loss			
1. Items under equity method that may be reclassified to profit or loss			
2. Changes in fair value of other debt investments			
3. Profit or loss from reclassification of financial assets into other comprehensive			
4. Provision for credit impairment of other debt investments			
5. Cash flow hedging reserve			
6. Translation reserve			
7. Others			
Items attributable to non-controlling shareholders			

Items	*Note No.*	**Current period cumulative**	Preceding period comparative
VII. Total comprehensive income		**80,723,156.75**	1,011,023.51
Items attributable to the owners of the parent company		**40,972,482.78**	420,906.88
Items attributable to non-controlling shareholders		**39,750,673.97**	590,116.63
VIII. Earnings per share (EPS):			
(I) Basic EPS (yuan per share)		**0.1024**	0.0011
(II) Diluted EPS (yuan per share)		**0.1024**	0.0011

CONSOLIDATED CASH FLOW STATEMENT

For the six months ended June 30, 2026

Chengdu SIWI Science and Technology Company Limited

Expressed in Renminbi Yuan

Items	*Note No.*	**Current period cumulative**	Preceding period comparative
I. Cash flows from operating activities:			
Cash receipts from sale of goods or rendering of services		**497,715,355.72**	153,820,283.21
Net increase of client deposit and interbank deposit			
Net increase of central bank loans			
Net increase of loans from other financial institutions			
Cash receipts from original insurance contract premium			
Net cash receipts from reinsurance			
Net increase of policy-holder deposit and investment			
Cash receipts from interest, handling fees and commissions			
Net increase of loans from others			
Net increase of repurchase			
Net cash receipts from agency security transaction			
Receipts of tax refund			
Other cash receipts related to operating activities		**24,490,256.65**	10,760,984.59
Subtotal of cash inflows from operating activities		**522,205,612.37**	164,581,267.80

Items	*Note No.*	**Current period cumulative**	Preceding period comparative
Cash payments for goods purchased and services received		**198,463,990.66**	97,298,987.20
Net increase of loans and advances to clients			
Net increase of central bank deposit and interbank deposit			
Cash payments for insurance indemnities of original insurance contracts			
Net increase of loans to others			
Cash payments for interest, handling fees and commissions			
Cash payments for policy bonus			
Cash paid to and on behalf of employees		**33,592,889.07**	30,878,595.51
Cash payments for taxes and rates		**10,792,617.51**	10,315,049.29
Other cash payments related to operating activities		**34,555,379.05**	21,909,961.08
Subtotal of cash outflows from operating activities		**277,404,876.29**	160,402,593.08
Net cash flows from operating activities		**244,800,736.08**	4,178,674.72

Items	*Note No.*	**Current period cumulative**	Preceding period comparative
II. Cash flows from investing activities:			
Cash receipts from withdrawal of investments			
Cash receipts from investment income			
Net cash receipts from the disposal of fixed assets, intangible assets and other long-term assets			
Net cash receipts from the disposal of subsidiaries & other business units			
Other cash receipts related to investing activities			
Subtotal of cash inflows from investing activities			
Cash payments for the acquisition of fixed assets, intangible assets and other long-term assets		**4,801,173.19**	9,099,257.81
Cash payments for investments			
Net increase of pledged borrowings			
Net cash payments for the acquisition of subsidiaries & other business units			
Other cash payments related to investing activities			
Subtotal of cash outflows from investing activities		**4,801,173.19**	9,099,257.81
Net cash flows from investing activities		**–4,801,173.19**	–9,099,257.81

Items	*Note No.*	**Current period cumulative**	Preceding period comparative
III. Cash flows from financing activities:			
Cash receipts from absorbing investments			
Including: Cash received by subsidiaries from non-controlling shareholders as investments			
Cash receipts from borrowings			
Other cash receipts related to financing activities			
Subtotal of cash inflows from financing activities			
Cash payments for the repayment of borrowings			4,052,215.17
Cash payments for distribution of dividends or profits and for interest expenses		**5,400,000.00**	22,068.83
Including: Cash paid by subsidiaries to non-controlling shareholders as dividend or profit			
Other cash payments related to financing activities			
Subtotal of cash outflows from financing activities		**5,400,000.00**	4,074,284.00
Net cash flows from financing activities		**–5,400,000.00**	–4,074,284.00

Items	*Note No.*	**Current period cumulative**	Preceding period comparative
IV. Effect of foreign exchange rate changes on cash and cash equivalents			
V. Net increase in cash and cash equivalents		**234,599,562.89**	–8,994,867.09
Add: Opening balance of cash and cash equivalents		**371,427,135.02**	440,790,899.45
VI. Closing balance of cash and cash equivalents		**606,026,697.91**	431,796,032.36

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the six months ended 30 June 2026

Chengdu SIWI Science and Technology Company Limited — *Expressed in Renminbi Yuan*

	Current period cumulative												
	Equity attributable to parent company												
		Other equity instruments											
Items	Share capital	Preferred shares	Perpetual bonds	Others	Capital reserve	Less: Treasury shares	Other comprehensive income	Special reserve	Surplus reserve	General risk reserve	Undistributed profit	Non-controlling interest	Total equity
I. Balance at the end of prior year	400,000,000.00				375,606,399.78			658,391.11	1,114,348.46		4,003,849.38	83,877,772.84	865,260,761.57
Add: Cumulative changes of accounting policies													
Error correction of prior period													
Business combination under common control													
Others													
II. Balance at the beginning of current year	400,000,000.00				375,606,399.78			658,391.11	1,114,348.46		4,003,849.38	83,877,772.84	865,260,761.57
III. Current period increase (or less: decrease)								507,504.86			40,972,482.78	39,844,004.73	81,323,992.37
(I) Total comprehensive income													
(II) Capital contributed or withdrawn by owners											40,972,482.78	39,750,673.97	80,723,156.75
1. Ordinary shares contributed by owners													
2. Capital contributed by holders of other equity instruments													
3. Amount of share-based payment included in equity													
4. Others													
(III) Profit distribution													
1. Appropriation of surplus reserve													
2. Appropriation of general risk reserve													
3. Appropriation of profit to owners													
4. Others													
(IV) Internal carry-over within equity													
1. Transfer of capital reserve to capital													
2. Transfer of surplus reserve to capital													
3. Surplus reserve to cover losses													
4. Changes in defined benefit plan carried over to retained earnings													
5. Other comprehensive income carried over to retained earnings													
6. Others													
(V) Special reserve								507,504.86				93,330.76	600,835.62
1. Current period appropriation								1,186,118.70				303,055.15	1,489,173.85
2. Current period use								−678,613.84				−209,724.39	−888,338.23
(VI) Others													
IV. Balance at the end of current period	400,000,000.00				375,606,399.78			1,165,895.97	1,114,348.46		44,976,332.16	123,721,777.57	946,584,753.94

	Preceding period comparative												
	Equity attributable to parent company												
		Other equity instruments											
Items	Share capital	Preferred shares	Perpetual bonds	Others	Capital reserve	Less: Treasury shares	Other comprehensive income	Special reserve	Surplus reserve	General risk reserve	Undistributed profit	Non-controlling interest	Total equity
I. Balance at the end of prior year	400,000,000.00				641,928,122.08			594,228.96	8,726,923.61		–272,912,958.36	88,522,401.92	866,858,718.21
Add: Cumulative changes of accounting policies													
Error correction of prior period													
Business combination under common control													
Others													
II. Balance at the beginning of current year	400,000,000.00				641,928,122.08			594,228.96	8,726,923.61		–272,912,958.36	88,522,401.92	866,858,718.21
III. Current period increase (or less: decrease)								557,905.06			420,906.88	704,009.92	1,682,821.86
(I) Total comprehensive income											420,906.88	590,116.63	1,011,023.51
(II) Capital contributed or withdrawn by owners													
1. Ordinary shares contributed by owners													
2. Capital contributed by holders of other equity instruments													
3. Amount of share-based payment included in equity													
4. Others													
(III) Profit distribution													
1. Appropriation of surplus reserve													
2. Appropriation of general risk reserve													
3. Appropriation of profit to owners													
4. Others													
(IV) Internal carry-over within equity													
1. Transfer of capital reserve to capital													
2. Transfer of surplus reserve to capital													
3. Surplus reserve to cover losses													
4. Changes in defined benefit plan carried over to retained earnings													
5. Other comprehensive income carried over to retained earnings													
6. Others													
(V) Special reserve								557,905.06				113,893.29	671,798.35
1. Current period appropriation								1,140,174.73				295,435.61	1,435,610.34
2. Current period use								–582,269.67				–181,542.32	–763,811.99
(VI) Others													
IV. Balance at the end of current period	400,000,000.00				641,928,122.08			1,152,134.02	8,726,923.61		–272,492,051.48	89,226,411.84	868,541,540.07

I. NOTES TO THE MAJOR ITEMS OF CONSOLIDATED FINANCIAL STATEMENTS

1. Notes receivable

(1) Details

Items	Closing balance	Opening balance
Bank acceptance	**47,545,355.89**	28,822,803.98
Trade acceptance	**1,642,131.38**	2,104,241.39
Total	**49,187,487.27**	30,927,045.37

(2) Provision for bad debts

1) Details on categories

	Closing balance				
	Book balance		Provision for bad debts		
Categories	**Amount**	**to total %**	**Amount**	**Provision proportion (%)**	**Carrying amount**
Receivables with provision made on a collective basis	**49,347,090.74**	**100.00**	**159,603.47**	**0.32**	**49,187,487.27**
Including: Bank acceptance	**47,545,355.89**	**96.35**			**47,545,355.89**
Trade acceptance	**1,801,734.85**	**3.65**	**159,603.47**	**8.86**	**1,642,131.38**
Total	**49,347,090.74**	**100.00**	**159,603.47**	**0.32**	**49,187,487.27**

(Continued)

	Opening balance				
	Book balance		Provision for bad debts		
Categories	Amount	to total %	Amount	Provision proportion (%)	Carrying amount
Receivables with provision made on a collective basis	31,100,940.69	100.00	173,895.32	0.56	30,927,045.37
Including: Bank acceptance	28,822,803.98	92.68			28,822,803.98
Trade acceptance	2,278,136.71	7.32	173,895.32	7.63	2,104,241.39
Total	31,100,940.69	100.00	173,895.32	0.56	30,927,045.37

2) *Notes receivable with provision for bad debts made on a collective basis*

Items	**Book balance**	**Closing balance Provision for bad debts**	**Provision proportion *(%)***
Bank acceptance portfolio	**47,545,355.89**		
Trade acceptance portfolio	**1,801,734.85**	**159,603.47**	**8.86**
Subtotal	**49,347,090.74**	**159,603.47**	**0.32**

(3) Changes in provision for bad debts

Items	Opening balance	Increase/Decrease Accrual	Recovery or reversal	Write-off	Others	**Closing balance**
Receivables with provision made on a collective basis	173,895.32	–14,291.85				**159,603.47**
Total	173,895.32	–14,291.85				**159,603.47**

(4) Endorsed or discounted but undue notes at the balance sheet date

Items	**Closing balance derecognized**	**Closing balance not yet derecognized**
Bank acceptance	**9,083,545.18**	**5,473,911.85**
Subtotal	**9,083,545.18**	**5,473,911.85**

Note: Due to the fact that the acceptor of bank acceptance is commercial bank, which is of high credit level, there is very little possibility of failure in recoverability when it is due. Based on this fact, the Company derecognized the endorsed or discounted bank acceptance. However, if any bank acceptance is not recoverable when it is due, the Company still holds joint liability on such acceptance, according to the China Commercial Instrument Law.

2. Accounts receivable

(1) Details

1) Details on categories

	Closing balance				
	Book balance		**Provision for bad debts**		
Categories	**Amount**	**to total %**	**Amount**	**Provision proportion (%)**	**Carrying amount**
Receivables with provision made on an individual basis	**28,004,362.77**	**22.93**	**28,004,362.77**	**100.00**	
Receivables with provision made on a collective basis	**94,115,513.92**	**77.07**	**10,096,539.69**	**10.73**	**84,018,974.23**
Total	**122,119,876.69**	**100.00**	**38,100,902.46**	**31.20**	**84,018,974.23**

(Continued)

	Opening balance				
	Book balance		Provision for bad debts		
Categories	Amount	to total %	Amount	Provision proportion (%)	Carrying amount
Receivables with provision made on an individual basis	25,278,379.19	24.01	25,278,379.19	100.00	
Receivables with provision made on a collective basis	80,013,070.88	75.99	7,496,675.86	9.37	72,516,395.02
Total	105,291,450.07	100.00	32,775,055.05	31.13	72,516,395.02

2) *Significant accounts receivable with provision made on an individual basis*

Debtors	Opening balance Book balance	Opening balance Provision for bad debts	Closing balance Book balance	Closing balance Provision for bad debts	Provision proportion (%)	Basis for provision made
KAB/VOLEXKABKableprektion	2,058,597.74	2,058,597.74	**2,058,597.74**	**2,058,597.74**	**100.00**	**Expected to be uncollectible**
Dongfang Electric New Energy Equipment (Hangzhou) Co., Ltd.	1,985,718.44	1,985,718.44	**1,913,163.25**	**1,913,163.25**	**100.00**	**Expected to be uncollectible**
Shenyang Hengyuanda Communication Equipment Co., Ltd.	1,621,814.62	1,621,814.62	**1,621,814.62**	**1,621,814.62**	**100.00**	**Expected to be uncollectible**
Sichuan Chuandong Electromechanical Equipment Installation Company	1,606,692.41	1,606,692.41	**1,606,692.41**	**1,606,692.41**	**100.00**	**Expected to be uncollectible**
China United Network Communications Co., Ltd. Baotou Branch			**1,420,000.01**	**1,420,000.01**	**100.00**	**Expected to be uncollectible**
Chongqing Xiongying Communication Co., Ltd.	1,414,724.47	1,414,724.47	**1,414,724.47**	**1,414,724.47**	**100.00**	**Expected to be uncollectible**
Yiwu Zhihaoda E-commerce Co., Ltd.	1,344,969.65	1,344,969.65	**1,344,969.65**	**1,344,969.65**	**100.00**	**Expected to be uncollectible**
Hangzhou Hanyi Plastic Pipe Materials Co., Ltd.	1,156,614.94	1,156,614.94	**1,156,614.94**	**1,156,614.94**	**100.00**	**Expected to be uncollectible**
China National Postal & Telecommunications APPLIANCE Middle &SOUTH Corp.	1,116,797.27	1,116,797.27	**1,116,797.27**	**1,116,797.27**	**100.00**	**Expected to be uncollectible**
Zhejiang Wanneng Communication Equipment Group Co., Ltd.	1,079,528.38	1,079,528.38	**1,079,528.38**	**1,079,528.38**	**100.00**	**Expected to be uncollectible**
Chengdu Cable Factory Sales Branch	1,062,382.43	1,062,382.43	**1,062,382.43**	**1,062,382.43**	**100.00**	**Expected to be uncollectible**
The Trade Division of Henan Qingfeng County Fede ration of Industry and Commerce	1,007,986.64	1,007,986.64	**1,007,986.64**	**1,007,986.64**	**100.00**	**Expected to be uncollectible**
Sichuan Huiyuan Optical Communication Co., Ltd.	1,007,072.46	1,007,072.46	**1,007,072.46**	**1,007,072.46**	**100.00**	**Expected to be uncollectible**
Subtotal	16,462,899.45	16,462,899.45	**17,810,344.27**	**17,810,344.27**	**-**	**-**

3) *Accounts receivable with provision for bad debts made on a collective basis*

Items	Closing balance Book balance	 Provision for bad debts	 Provision proportion (%)
Portfolio grouped with ages	**38,710,062.74**	**9,819,512.44**	**25.37**
Related party portfolio	**55,405,451.18**	**277,027.25**	**0.50**
Subtotal	**94,115,513.92**	**10,096,539.69**	**10.73**

4) *Accounts receivable with provision made on a collective basis using age analysis method*

Ages	Closing balance Book balance	 Provision for bad debts	 Provision proportion (%)
Within 1 year	**22,966,813.00**	**1,615,781.38**	**7.04**
1–2 years	**9,590,839.90**	**3,363,078.13**	**35.07**
2–3 years	**1,454,379.53**	**1,098,201.98**	**75.51**
Over 3 years	**4,698,030.31**	**3,742,450.95**	**79.66**
Subtotal	**38,710,062.74**	**9,819,512.44**	**25.37**

(2) Age analysis

	Closing balance			Opening balance		
Ages	**Book balance**	**Provision for bad debts**	**Provision proportion (%)**	Book balance	Provision for bad debts	Provision proportion (%)
Within 1 year	**55,749,614.61**	**1,779,695.38**	**3.19**	69,185,300.77	1,245,605.01	1.80
1–2 years	**33,101,271.32**	**4,363,973.23**	**13.18**	3,315,259.99	1,088,592.87	32.84
2–3 years	**1,704,379.57**	**1,348,202.02**	**79.10**	165,053.56	101,342.89	61.40
Over 3 years	**31,564,611.19**	**30,609,031.83**	**96.97**	32,625,835.75	30,339,514.28	92.99
Total	**122,119,876.69**	**38,100,902.46**	**31.20**	105,291,450.07	32,775,055.05	31.13

(3) *Changes in provision for bad debts*

Items	Opening balance	Accrual	Increase/Decrease Recovery or reversal	Write-off	Others	**Closing balance**
Receivables with provision made on an individual basis	25,278,379.19	3,328,014.67	602,031.09			**28,004,362.77**
Receivables with provision made on a collective basis	7,496,675.86	2,599,863.83				**10,096,539.69**
Total	32,775,055.05	5,927,878.50	602,031.09			**38,100,902.46**

(4) *Details of the top 5 debtors with largest balances of accounts receivable*

Debtors	**Closing book balance**	**Proportion to the total balance of accounts receivable** *(%)*	**Provision for bad debts of accounts receivable**
Chengdu SIWI High-Tech Industrial Co., Ltd.	**46,329,974.92**	**37.94**	**231,649.87**
Chengdu Xike Microwave Communication Co., Ltd.	**4,712,917.66**	**3.86**	**23,564.59**
Zhuzhou CRRC Times Electric Co., Ltd.	**3,387,199.06**	**2.77**	**379,335.75**
Chengdu Guoguang Electric Co., Ltd.	**3,365,375.00**	**2.76**	**1,324,948.14**
Chengdu Gaoxin Pukang Hospital	**2,850,125.84**	**2.33**	**821,333.60**
Subtotal	**60,645,592.48**	**49.66**	**2,780,831.95**

3. Receivables financing

Items	**Closing balance**	Opening balance
Bank acceptance	**31,711,706.15**	194,290,324.73
Total	**31,711,706.15**	194,290,324.73

4. Accounts payable

(1) Details

Items	**Closing balance**	Opening balance
Material purchase	**100,108,948.69**	72,565,335.54
Equipment and engineering fund	**2,397,813.87**	3,076,181.38
Payable operating expense	**133,085.78**	1,002,668.62
Total	**102,639,848.34**	76,644,185.54

(2) Age analysis

Ages	**Closing balance**
Within 1 year	**100,148,983.50**
1–2 years	**1,009,465.34**
2–3 years	**66,891.90**
Over 3 year	**1,414,507.60**
Total	**102,639,848.34**

(3) Significant accounts payable with age over one year

Items	**Closing balance**	**Reasons for unsettlement**
Beijing Zhongpuda Technology Co., Ltd.	**1,407,100.00**	Pending settlement
Subtotal	**1,407,100.00**	–

5. Operating revenue/Operating cost

(1) Details

Items	Current period cumulative Revenue	Current period cumulative Cost	Preceding period comparative Revenue	Preceding period comparative Cost
Main operations	**300,928,050.75**	**188,702,226.30**	119,700,667.17	106,727,752.71
Other operations	**18,338,217.09**	**4,078,270.93**	23,029,358.61	7,916,722.37
Total	**319,266,267.84**	**192,780,497.23**	142,730,025.78	114,644,475.08
Including: Revenue from contracts with customers	**301,293,675.98**	**190,535,405.86**	128,305,791.12	112,199,512.52

(2) Breakdown of revenue

1) Breakdown of revenue from contracts with customers by goods or services

Items	Current period cumulative Revenue	Current period cumulative Cost	Preceding period comparative Revenue	Preceding period comparative Cost
Products related to cable assemblies	**28,445,412.64**	**26,581,847.89**	29,101,033.25	22,199,298.55
Optical communication products (optical fibers and optical products)	**252,465,330.94**	**141,506,181.38**	79,294,330.31	70,810,107.57
Railway and other industrial cable-related products	**20,382,932.40**	**22,447,376.59**	13,212,815.26	14,777,687.85
Park operations			6,697,612.30	4,412,418.55
Subtotal	**301,293,675.98**	**190,535,405.86**	128,305,791.12	112,199,512.52

2) *Breakdown of revenue from contracts with customers by time of transferring goods or rendering services*

Items	**Current period cumulative**	Preceding period comparative
Recognized at a point in time	**301,293,675.98**	128,305,791.12
Subtotal	**301,293,675.98**	128,305,791.12

6. Taxes and surcharges

Items	**Current period cumulative**	Preceding period comparative
Housing property tax	**2,275,103.46**	2,426,981.05
Land use tax	**1,198,082.30**	1,198,082.30
Urban maintenance and construction tax	**879,930.23**	64,628.94
Education surcharge	**377,112.97**	27,698.14
Local education surcharge	**251,408.65**	18,465.40
Stamp duty	**208,735.27**	94,691.06
Vehicle and vessel use tax	**1,560.00**	3,540.00
Environmental protection tax	**38.96**	56.51
Total	**5,191,971.84**	3,834,143.40

7. Financial expenses

Items	**Current period cumulative**	Preceding period comparative
Interest expenditures		22,068.83
Interest income	**–1,047,758.57**	–3,761,203.06
Gains & losses on foreign exchange	**233,863.12**	79,431.65
Bank charges	**35,319.32**	20,013.40
Total	**–778,576.13**	–3,639,689.18

II. INTEREST IN OTHER ENTITIES

(I) Composition of the consolidation scope

1. The Company has acquired 2 subsidiaries including Chengdu SEI Optical Fiber Co., Ltd. into the consolidation scope.

2. Basic information of significant subsidiaries

Subsidiaries	Registered capital	Main operating place and place of registration	Business nature	Holding proportion (%) Direct	Holding proportion (%) Indirect	Acquisition method
Chengdu SEI Optical Fiber Co., Ltd.	17 million USD	Chengdu	Manufacturing	60.00		Business combination not under common control
Chengdu PUTIAN New Material Co., Ltd.	59.82 million RMB	Chengdu	Manufacturing	100.00		Business combination not under common control

(II) Significant not wholly-owned subsidiaries

1. Details

Subsidiaries	**Holding proportion of non-controlling shareholders** *(%)*	**Non-controlling shareholders' profit or loss**	**Dividend declared to non-controlling shareholders**	**Closing balance of non-controlling interest**
Chengdu SEI Optical Fiber Co., Ltd.	40.00	39,750,673.97		123,721,777.57

2. Main financial information of significant not wholly-owned subsidiaries

(1) Assets and liabilities

	Closing balance					
Subsidiaries	**Current assets**	**Non-current assets**	**Total assets**	**Current liabilities**	**Non-current liabilities**	**Total liabilities**
Chengdu SEI Optical Fiber Co., Ltd.	**373,314,862.33**	**32,547,944.46**	**405,862,806.79**	**95,920,362.79**	**638,000.00**	**96,558,362.79**

(Continued)

	Opening balance					
Subsidiaries	Current assets	Non-current assets	Total assets	Current liabilities	Non-current liabilities	Total liabilities
Chengdu SEI Optical Fiber Co., Ltd.	209,675,114.39	34,997,487.31	244,672,601.70	34,244,469.52	733,700.00	34,978,169.52

(2) Profit or loss and cash flows

	Current period cumulative			
Subsidiaries	**Operating revenue**	**Net profit**	**Total comprehensive income**	**Cash flows from operating activities**
Chengdu SEI Optical Fiber Co., Ltd.	**252,324,234.23**	**99,376,684.92**	**99,376,684.92**	**135,369,932.68**

(Continued)

	Preceding period comparative			
Subsidiaries	Operating revenue	Net profit	Total comprehensive income	Cash flows from operating activities
Chengdu SEI Optical Fiber Co., Ltd.	79,143,826.67	1,475,291.57	1,475,291.57	8,893,851.94

III. OTHER SIGNIFICANT EVENTS

(I) Segment information

1. Identification basis for reportable segments

Reportable segments are identified according to the structure of the Company's internal organization, management requirements and internal reporting system, and based on business segments. The operating performance of the cable assembly-related product business, optical communication product business, rail and other industrial cable-related product business, and park operation business shall be assessed separately. Assets and liabilities shared by different segments are allocated among segments proportionate to their respective sizes.

2. Financial information of reportable segments

Business segment

Items	Products related to cable assemblies	Optical communication products (optical fibers and optical products)	Railway and other industrial cable-related products	Park operations	Inter-segment offsetting	Total
Operating income from external transactions	28,445,412.64	252,465,330.94	20,382,932.40	17,972,591.86		319,266,267.84
Inter-segment revenue		212,522.76		2,017,887.46	–2,230,410.22	
Including: Revenue from contracts with customers	28,445,412.64	252,677,853.70	20,382,932.40		–212,522.76	301,293,675.98
Operating cost	26,581,847.89	141,718,704.14	22,447,376.59	4,054,270.93	–2,021,702.32	192,780,497.23
Total assets	452,829,976.11	508,174,013.51	125,544,643.12	228,573,988.13	–113,588,875.25	1,201,533,745.62
Total liabilities	81,136,717.47	99,651,860.64	18,234,479.56	64,326,237.98	–8,400,303.97	254,948,991.68

(II) Leases

1. The Company as the lessee

(1) The amounts of short-term leases included into profit or loss are as follows:

Items	**Current period cumulative**	Preceding period comparative
Expense relating to short-term leases	**167,097.21**	1,108,056.55
Total	**167,097.21**	1,108,056.55

(2) Profit or loss and cash flows related to leases

Items	**Current period cumulative**	Preceding period comparative
Total cash outflows related to leases	**131,438.07**	1,081,331.38

2. The Company as the lessor

(1) Operating lease

1) Lease income

Items	**Current period cumulative**	Preceding period comparative
Lease income	**17,946,043.19**	14,424,234.66
Including: Income relating to variable lease payments not included in the measurement of the lease liabilities	**17,946,043.19**	14,424,234.66

2) Assets leased out under operating leases

Items	**Closing balance**	Opening balance
Investment property	**143,695,475.11**	143,695,475.11
Subtotal	**143,695,475.11**	143,695,475.11

3) Undiscounted lease payments to be received arising from non-cancellable leases based on the lease contract signed with lessee

Remaining years	**Closing balance**	Opening balance
Within 1 year	**27,867,598.46**	22,106,296.88
1–2 years	**16,575,965.91**	13,815,156.56
2–3 years	**11,028,936.33**	8,665,163.08
3–4 years	**7,012,953.44**	4,343,065.88
4–5 years	**4,129,912.79**	964,279.52
Total	**66,615,366.93**	49,893,961.92

IV. OTHER SUPPLEMENTARY INFORMATION

(I) Non-recurring profit or loss

1. Schedule of non-recurring profit or loss

Items	**Amount**	Remarks
Gains on disposal of non-current assets, including write-off of provision for impairment		
Government grants included in profit or loss (excluding those closely related to operating activities of the Company, satisfying government policies and regulations, enjoyed based on certain standards, and continuously affecting gains or losses of the Company)	**1,599,322.72**	
Gains on changes in fair value of financial assets and financial liabilities held by non-financial enterprises, and gains from disposal of financial assets and financial liabilities, excluding those arising from hedging business related to operating activities		
Fund possession charge from non-financial entities and included in profit or loss		
Gains on assets consigned to the third party for investment or management		
Gains on designated loans		
Losses on assets incurred due to force majeure such as natural disasters		
Reversed provision for impairment of receivables based on impairment testing on an individual basis	**602,031.09**	
Gains on acquisition of subsidiaries, joint ventures and associates due to the surplus of acquisition-date fair value of net identifiable assets in acquiree over the acquisition cost		
Net profit on subsidiaries acquired through business combination under common control from the beginning of the period to the combination date		
Gains on non-cash assets exchange		
Gains on debt restructuring		
One-off expenses incurred due to the discontinuation of relevant operating activities, such as severance payments		
One-off effects on profit or loss due to amendments of laws and regulations on taxation, accounting, etc.		
Share-based payments recognized at one time due to cancellation or modification of equity incentive plan		

Items	Amount	Remarks
Gains arising from changes in the fair value of employee benefits payable after the vesting date for cash-settled share-based payment		
Gains on changes in fair value of investment properties with subsequent measurement using the fair value model		
Gains on transactions with unfair value		
Contingent gains on non-operating activities		
Management charges for consigned operations		
Other non-operating revenue or expenditures		
Other profit or loss satisfying the definition of non-recurring profit or loss	**–254,244.59**	
Subtotal	**1,947,109.22**	
Less: Enterprise income tax affected		
Non-controlling interest affected (after tax)	**67,590.42**	
Net non-recurring profit or loss attributable to shareholders of the parent company	**1,879,518.80**	

(II) ROE and EPS

1. Details

Profit of the reporting period	**Weighted average ROE** *(%)*	**EPS (yuan/share)**	
		Basic EPS	**Diluted EPS**
Net profit attributable to shareholders of ordinary shares	5.11	0.1024	0.1024
Net profit attributable to shareholders of ordinary shares after deducting non-recurring profit or loss	4.87	0.0977	0.0977

2. ***Calculation process of weighted average ROE***

Items		Symbols	**Current period cumulative**
Net profit attributable to shareholders of ordinary shares		A	**40,972,482.78**
Non-recurring profit or loss		B	**1,879,518.80**
Net profit attributable to shareholders of ordinary shares after deducting non-recurring profit or loss		C=A-B	**39,092,963.98**
Opening balance of net assets attributable to shareholders of ordinary shares		D	**781,382,988.73**
Net assets attributable to shareholders of ordinary shares increased due to offering of new shares or conversion of debts into shares		E	
Number of months counting from the next month when the net assets were increased to the end of the reporting period		F	
Net assets attributable to shareholders of ordinary shares decreased due to share repurchase or cash dividends appropriation		G	
Number of months counting from the next month when the net assets were decreased to the end of the reporting period		H	**6**
Others	specify it	I	**507,504.86**
	Number of months counting from the next month when the net assets were increased or decreased to the end of the reporting period	J	**6**
Number of months in the reporting period		K	**6**
Weighted average net assets		L= D+A/2+E×F/K-G×H/K±I×J/K	**802,376,734.98**
Weighted average ROE		M=A/L	**5.11%**
Weighted average ROE after deducting non-recurring profit or loss		N=C/L	**4.87%**

3. *Calculation process of basic EPS and diluted EPS*

(1) Calculation process of basic EPS

Items	Symbols	**Current period cumulative**
Net profit attributable to shareholders of ordinary shares	A	**40,972,482.78**
Non-recurring profit or loss	B	**1,879,518.80**
Net profit attributable to shareholders of ordinary shares after deducting non-recurring profit or loss	C=A-B	**39,092,963.98**
Opening balance of total shares	D	**400,000,000**
Number of shares increased due to conversion of reserve to share capital or share dividend appropriation	E	
Number of shares increased due to offering of new shares or conversion of debts into shares	F	
Number of months counting from the next month when the shares were increased to the end of the reporting period	G	
Number of shares decreased due to share repurchase	H	
Number of months counting from the next month when the shares were decreased to the end of the reporting period	I	
Number of shares decreased in the reporting period	J	
Number of months in the reporting period	K	**6**
Weighted average of outstanding ordinary shares	L=D+E+F×G/K-H×I/K-J	**400,000,000**
Basic EPS	M=A/L	**0.1024**
Basic EPS after deducting non-recurring profit or loss	N=C/L	**0.0977**

(2) Calculation process of diluted EPS

The process of calculating the diluted earnings per share is same as the calculation of the basic earnings per share.

MANAGEMENT DISCUSSION AND ANALYSIS

RESULTS ANALYSIS

During the Period, the Group was principally engaged in optical fibers, cables, optical cable and electric cable components, and optical products business.

During the Period, the Group recorded a total operating revenue of RMB319,266,267.84, representing an increase of approximately 123.69% as compared with the Corresponding Period. During the Period, total operating revenue from the cable business amounted to RMB20,382,932.40, representing an increase of approximately 54.27% as compared with the Corresponding Period. Total operating revenue from the optical cable and electric cable components business amounted to RMB28,445,412.64, representing a decrease of approximately 2.25% as compared with the Corresponding Period. Total sales of optical fibers and optical products by Chengdu SEI Optical Fiber Co., Ltd. ("**Chengdu SEI**"), a principal subsidiary of the Company, amounted to RMB252,324,234.23, representing an increase of 218.82% as compared with the Corresponding Period.

The increase in total operating revenue from principal businesses was mainly due to the explosive growth in demand for applications such as AI data centres this year, which led to a rapid short-term increase in optical fibers market price and drove the growth of the Company's revenue.

REVIEW OF PRINCIPAL BUSINESSES

To improve the performance of the Group, the Board proactively adjusted the production and operation strategies in response to the changes in internal and external environments of the Group and the market. The major business activities of the Group during the Period are summarised as follows:

I. Major Operations

Optical Fibers Business

During the Period, driven by the surging demand from data centres, the optical fibers market recorded increases in both demand and prices, while the supply of raw materials became increasingly demanding. The Group adopted proactive measures to seize market opportunities. In terms of major market expansion, the Group focused on securing high-margin orders in the international market, including G.657. A2 optical fibers, with the contract amount increasing by approximately 390% as compared with the Corresponding Period. In terms of supply chain assurance, the Group expanded supply channels and cooperation models through multiple means, increased the supply from new suppliers of optical fibers preforms, and enhanced the resilience of its supply chain. In terms of technological innovation, the Group innovated its drawing technology and developed a stable production process for small-diameter optical fibers, providing strong support for the Company to capture the high-margin market for small-diameter optical fibers used in AI intelligent computing centres.

Cable Business

During the Period, the Company further explored customer needs and continued to expand its market. First, the Company consolidated the market for major models of rail transit cables, with the contract amount from CRRC Corporation Limited ("**CRRC**") OEMs increasing by approximately 43% as compared with the Corresponding Period. Second, through design and development, process optimisation and other measures, the Company completed flexibility improvement and product family expansion, and achieved market contracts for aerial insulated cables, UL series cables, photovoltaic cables and other products. Third, the Company upgraded traditional application areas. Trial production and trial use of XETFE series and PFA series fluoroplastic cables were carried out as planned, laying a foundation for the Company's deployment in emerging markets.

Optical Cable and Electric Cable Component Business

During the Period, the Company increased its efforts in external market development according to the characteristics of the business, and the contract amount increased significantly as compared with the Corresponding Period. Meanwhile, to ensure the delivery of market tasks, the Company enhanced production efficiency through the construction of a digital workshop, while providing human resources support through internal support and external supplementation.

Optical product business

During the Period, first, the Company newly commenced the development of optical time-delay products and completed the independent development of fused biconical taper couplers and dense wavelength division multiplexers. Second, the Company continued to optimise the structure, circuit design and process of POB optical modules, conducted feasibility verification of automatic winding technology for hydrophone loops, and achieved improvement in production efficiency. Third, the Company completed the construction of small-batch production capacity for front-end optical combiner modules, thereby completing production preparations to ensure smooth delivery.

II. Internal Management

In 2026, the party committee of the Company resolutely implemented the decisions and deployments of higher authorities, solidly carried out study and education activities on establishing and practising a correct view of performance, promoted the implementation of ideological responsibility, and provided support for the high-quality development of the Company.

The Company continued to strengthen the foundation of financial management, enhanced the accuracy of data accounting, and focused on building a high-quality financial ecosystem information system. With contribution margin as the core approach, the Company broke down its operating objectives, fully leveraged its budget early-warning mechanism, and carried out regular tracking of the completion of operating objectives. Relying on the integrated and penetrating cost management system, the Company achieved full-process cost tracking, accurately identified and located abnormal cost fluctuations, explored cost impact drivers, and formed visualised displays of "Two Funds" indicators and operating data.

Focusing on central tasks and capacity supplementation for major and urgent projects, the Company carried out annual fixed asset investment activities to meet the needs of industrial development. To establish and improve the Company's physical asset management system, on the basis of the special initiative on enhancing physical asset management capabilities in the previous year, the Company further clarified physical asset classification, the leadership team and the physical asset management responsibility system, formulated management implementation plans and annual plans, and organised their implementation.

The Company strengthened supply chain management, comprehensively reviewed the categories of various materials and outsourced procurement requirements, established electronic supplier files with searchable and usable information, completed the consolidation of suppliers across all categories, and established a supplier resource database. The Company strengthened the development of systems for materials and physical asset management, issued the *Management Standards for the Inbound and Outbound Storage of Sporadic Materials and the Management Standards for Low-value Consumables*, and further standardised inbound and outbound storage management.

The Company improved its project management process and enhanced project management effectiveness, clarifying the process management from project initiation to closure for pre-sales, research and development (the "**R&D**"), production and capacity-building projects, as well as the post-investment management requirements, responsibilities and authorities for R&D projects. Based on the actual operation of each business and project, the Company optimised its planning management system, further strengthened plan control, refined the granularity of plan assessment, and enhanced the explicitness of plan assessment.

Focusing on business development, the Company carried out the development of various certification systems. Taking into account internal and external audits, customer audits and system shortcomings exposed during the production process, the Company formulated and revised 29 system documents and management measures to ensure the applicability and operability of system documents. The Company successfully passed supervision audits for quality management systems, including GB, GJB and IRIS management systems, environmental management systems and occupational health and safety management systems, as well as product and factory inspections for 3C, UL, TUV and industrial product production licences. The Company solidified a regular monthly quality inspection mechanism and carried out special quality inspections and closed-loop rectification of issues before production for newly commissioned and key projects.

The Company continued to promote informatisation construction with a focus on finance, R&D and production management. The business-finance integration system entered full trial operation, realising automatic calculation and generation of relevant financial statements and rapid product quotation. The R&D management system entered the trial operation stage, with the R&D process and R&D data management moved online, and integration with downstream systems completed, breaking down information barriers among "orders — R&D — production". The Company developed and trial-operated a production process information system for the cable business, laying a foundation for full coverage of the production operation system.

The Company strengthened the implementation of production safety responsibilities, and the production safety situation remained sound. The Company continued to carry out the "Efficiency Enhancement Year" initiative and the construction of Level-3 safety production standardisation compliance in 2026, and strictly implemented the 18 hard measures for "penetrating" supervision of production safety. The Company regularly organised safety inspections and hidden hazard rectification, strengthened the safety awareness and capabilities of all employees, and organised special training covering the "five categories of key personnel".

The Company continuously strengthened risk management, prevention and control, carried out risk assessments at all levels, identified and established six key enterprise risks for focused control in 2026, set 21 monitoring thresholds, strictly implemented the monthly and quarterly monitoring requirements for major risks to carry out tracking and early warning, and properly conducted risk event reporting. The Company continued to enhance internal control management, strengthened internal supervision, and continued to track and monitor the rectification of 19 internal control deficiencies identified in 2025. Rectification of 16 deficiencies has been completed as planned, while the remaining three deficiencies are being advanced according to the rectification plan.

FINANCIAL ANALYSIS

As at 30 June 2026, the Group's total assets amounted to RMB1,201,533,745.62, representing an increase of approximately 15.88% from RMB1,036,854,668.93 as at 31 December 2025 of which the total non-current assets amounted to RMB232,393,254.36, accounting for approximately 19.34% of the total assets and representing a decrease of approximately 2.40% from RMB238,105,067.89 as at 31 December 2025.

As at 30 June 2026, the Group's total current assets amounted to RMB969,140,491.26, accounting for approximately 80.66% of total assets and representing an increase of approximately 21.33% from RMB798,749,601.04 as at 31 December 2025. The net cash flows from operating activities of the Group for the Period amounted to RMB244,800,736.08, while the net cash flows from operating activities for the Corresponding Period amounted to RMB4,178,674.72, representing an increase of approximately 5,758.33%.

As at 30 June 2026, the Group's bank balances and cash (including deposits with encumbrance) amounted to RMB606,026,697.91, representing an increase of approximately 63.16% from RMB371,427,135.02 as at 31 December 2025.

As at 30 June 2026, the Group's total liabilities amounted to RMB254,948,991.68 (as at 31 December 2025: RMB171,593,907.36). The liability total asset ratio was approximately 21.22%, representing an increase of approximately 4.67 percentage points as compared with approximately 16.55% as at 31 December 2025. Bank and other loans due within one year were nil.

During the Period, the Group did not have other fund-raising activities.

During the Period, the Group's selling expenses, administrative expenses, R&D expenses and financial expenses amounted to RMB5,727,671.01, RMB21,946,583.53, RMB6,208,656.11 and RMB-778,576.13, respectively, representing an increase of approximately 72.57%, an increase of approximately 21.21%, a decrease of approximately 2.94% and a decrease in interest income of RMB2,713,444.49, respectively from RMB3,319,061.96, RMB18,106,519.45, RMB6,396,936.33 and RMB-3,639,689.18 for the Corresponding Period.

During the Period, the gross profit margin, was approximately 39.62%, representing an increase of approximately 19.94 percentage points from approximately 19.68% for the Corresponding Period.

1. Analysis of liquidity

As at 30 June 2026, the Group's current ratio and quick ratio were approximately 4.69 and approximately 3.76, respectively. The gearing ratio of the Group, which was calculated by dividing the total liabilities by the total equity, was approximately 26.93% (31 December 2025: approximately 19.83%).

2. Analysis of financial resources

As at 30 June 2026, the Group had no long-term borrowings. As the Group's bank deposits and cash amounted to RMB606,026,697.91, the Group had low exposure to short term solvency risk.

3. Capital structure of the Group

The Group's capital resources are derived from proceeds from the issuance of shares by the Company. To ensure reasonable utilisation of its capital, the Group has established a stringent and sound financial management system. During the Period, no inappropriate conduct, such as default in repayment of due debts and failure of performance of due obligations, was noted.

In the future, the Group will strengthen the control and management of funds so that they can be fully utilised under normal production and operation.

4. Contingent liabilities

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

BUSINESS OUTLOOK

In the second half of 2026, the macroeconomy will remain generally under pressure. Except for a limited number of industries such as data centres, most industries are characterised as oversupply in production. OEMs in sectors such as rail transit are facing production capacity underutilisation, and market competition is becoming increasingly intense. Under the leadership of the Board, the Company will focus its principal efforts on industrial development, continue to reduce costs and enhance efficiency, optimise and improve internal control, and strive to accomplish its various annual operating indicators.

I. Operating Situation and Response Measures

Optical Fibers Business

In respect of the optical fibers business, in line with its medium to long term development plan, the Company will restructure and establish its customer system to ensure the long-term and stable development of the business, continue to explore new supply chains to safeguard the operating rate; continuously promote R&D of new products and expand the market for new optical fibers, and actively expand overseas markets.

Cable Business

In respect of the cable business, the Company will enrich the layout of its sales channels and achieve diversified product expansion. The Company will actively enhance its R&D and mass production capabilities for special optical cable products, including high-temperature resistant products, continue to promote the application of special cables such as fluoroplastic cables, accelerate the implementation of the digital data collection system for cable products, and enhance the digital control capability of its products.

Optical Cable and Electric Cable Component Business

In respect of the optical cable and electric cable component business, the Company will accelerate the establishment of a robust production and operation system, strengthen the overall coordination and control of multiple projects, and enhance its contract performance and delivery capabilities. The Company will implement automation upgrades for key processes, promote a lean U-shaped line layout, improve the MES system to realise basic digital management, establish a systematic employee training system, and implement strict incoming material quality control.

Optical Products Business

In respect of the optical products business, relying on the Company's key technologies such as precision winding and high-precision time-delay control, the Company will focus on small-batch supporting businesses, strengthen market tracking of existing customers, and respond swiftly to demands relating to optoelectronic products. At the same time, the Company will advance the construction of production capacity, further enhance the batch production capacity for fiber optic loops, and establish small-batch trial production capabilities for wavelength division multiplexers and other products, thereby laying a foundation for meeting market demand.

II. Management Improvement

Focusing on the Company's development strategy and annual work objectives, the Company will carry out various contribution-building activities such as labour competitions, skills competitions and rationalisation proposals, so as to stimulate the creativity and enthusiasm of employees.

The Company will optimise its remuneration and welfare system, adjust the provident fund contribution ratio and accident insurance standards, conduct eligibility reviews for employee housing purchase support, and implement the housing purchase support system. The Company will strengthen the application of employee assessment and evaluation results, stimulate employees' work enthusiasm, and continuously enhance employees' work initiative and execution capabilities.

The Company will continue to promote the improvement and optimisation of the "integrated and penetrating" cost management system, deepen system empowerment, and, with system data as the foundation, focus on key business processes and deepen refined management in core areas such as contracts, quotations, "Two Funds" and costs, as well as whole-life-cycle contract management. The Company will focus on monitoring the execution of large expenses and controlling the amount of expenses incurred, continue to promote the reduction of "Two Funds" to improve operating turnover efficiency, strengthen fund management to enhance the efficiency of fund utilisation, and strengthen the development of the tax system to reduce tax risks.

The Company will optimise its supplier system, continue to expand supplier resources that need to be supplemented for each business segment, and implement digital management. The Company will continue to monitor material kitting completeness and flexibly adopt methods such as stationing personnel at suppliers to expedite delivery, interviewing suppliers, supplier stockpiling and safety inventory to fully ensure smooth order delivery. In line with the development direction of diversified business models, the Company will continue to strengthen the rigidity of planning management, consolidate responsibility nodes at all levels, enhance planning coordination, clear bottlenecks and breakpoints across the entire chain, and ensure the timely completion of scientific research and production tasks.

The Company will continue to build a system of "comprehensive supervision and comprehensive risk control", further strengthen legal awareness among all employees, intensify the publicity and implementation of risk management systems, strive to move the gateway for risk prevention and control forward, promote the inherent compliance of business processes, deeply cultivate a culture of legal compliance, and give full play to the enabling and value-adding role of the comprehensive supervision and comprehensive risk control system.

OVERDUE TIME DEPOSITS

As at 30 June 2026, the Group did not have any other deposit and trust deposit with non-banking financial institutions nor time deposits that cannot be recovered on maturity.

INCOME TAX

Chengdu SEI obtained the Hightech Enterprise Certificate again on 16 October 2023, jointly issued by the Science & Technology Department of Sichuan Province, the Sichuan Provincial Finance Department and the Sichuan Provincial Tax Service, State Taxation Administration, with a validity period of three years. The certificate number is GR202351002814. The enterprise income tax was paid at a reduced tax rate of 15% from 2023 to 2025. In 2026, Chengdu SEI has re-applied for the High-tech Enterprise Certification. Relevant application materials were submitted to the relevant government authorities in June 2026, and the application result is expected to be obtained in December 2026.

PLEDGE OF ASSETS

As at 30 June 2026, no asset has been pledged by the Group as security for bank loans (31 December 2025: Nil).

STAFF AND REMUNERATION POLICY OF THE GROUP

As at 30 June 2026, the Group had 420 (as at 31 December 2025: 428) employees. For the Period, the remuneration for employees was RMB42,382,611.28 (Corresponding Period: RMB29,169,959.48).

The Group determines the remuneration of its employees based on their performance, experience and prevailing industry practices. Other benefits offered to the employees include retirement benefits plans, medical benefits plans and housing fund plans. The Group also provides technical trainings to its employees.

RISK MANAGEMENT

The Group adheres to the concept that risk management must be subordinated to and serve the Group's strategies, strengthens risk classification, identification and management, and implements risk management as a daily routine. The objective of the Group in conducting risk management is to strike a balance between risks and returns, minimise the impact of risks on the Group's operating results, and maximise the interests of Shareholders and other equity investors. Based on such risk management objectives, the basic strategy of the Group's risk management is to identify and analyse the various risks faced by the Group, establish appropriate risk tolerance limits and conduct risk management, and monitor various risks in a timely and reliable manner so as to control risks within prescribed limits.

1. **Market Risk**

The market risk faced by the Group refers to the risk arising from a relatively high degree of product homogeneity, relatively abundant market supply, industry downturn, slow development of core businesses and other factors, resulting in a decline in product market share, decreases in product prices and weakened customer demand for existing products. The Group will actively develop new customers and increase sales volume of high-margin products, strengthen market development and continuously increase market share, carry out various forms of promotion and publicity activities to expand corporate influence, provide timely feedback on customer needs and opinions, improve product quality and enhance customer satisfaction.

2. **R&D Risk**

The R&D risk faced by the Group refers to the risk arising from the long period required to cultivate R&D capabilities, unclear overall layout of technological innovation, a limited number of products with core competitiveness, insufficient refined management of scientific research projects and other factors, resulting in damage to the Company's reputation and economic interests, impact on project delivery schedules and customer use, missed opportunities to capture market advantages, and potential default risks due to slow progress in R&D products. The Group will actively understand customer needs, analyse market development trends, collect industry development information in a timely manner, and periodically review its technological development plans; increase the development of new technologies and new products, enhance the technological content of new products, and continuously strengthen the core competitiveness of existing products; strengthen product implementation planning, design and development planning, review, verification and validation, and enhance supervision and inspection; increase R&D investment, improve the execution capabilities of implementation teams, optimise workflows and enhance R&D efficiency; strengthen plan control and process management, enhance planning coordination, analyse internal and external factors that may cause project delays, promptly resolve technological and schedule risks, and complete each milestone as planned.

3. **Quality Risk**

The quality risks faced by the Group include the risk of delivering non-conforming products, including subcontracted and outsourced products, without risk assessment and corresponding handling and without user approval; the risk relating to the closed-loop rectification of serious product quality issues; and the risk of major quality issues. The Group will strengthen training on job-related business knowledge and operational skills to improve the professional quality and capabilities of employees; clearly stipulate requirements for whole-process quality control in product realisation and for the handling of product quality issues under its systems; strictly implement process, technical and management requirements during execution, promptly report quality issues when they occur, and conduct process control such as issue reporting, issue identification, non-conforming product control and, where necessary, corrective measures, including closed-loop rectification of quality issues, so as to analyse, handle and confirm quality issues and prevent unintended use; summarise experience and prevent the recurrence of similar situations; strictly pursue accountability for quality responsibility and dishonest conduct in accordance with the Administrative Measures for Quality Accountability and Incentives, and provide incentives to personnel who contribute to product quality assurance, improvement and quality management; strengthen communication and exchanges with customers, understand the actual operating environment of products, and comprehensively understand customer needs; respond to customer feedback in a timely manner, provide proper customer service and enhance customer satisfaction; formulate quality assessment targets for subcontracted and outsourced products and strictly control the quality of outsourced products; strengthen process quality supervision and management of subcontracted and outsourced products, increase the frequency of process discipline inspections and special quality inspections, including supervision inspections, unannounced inspections and look-back reviews of quality issues, and where necessary, conduct on-site acceptance inspections or resident inspections at factories; and regularly convene communication meetings with subcontracted and outsourced suppliers to report product quality trends, typical quality cases and the latest control requirements.

4. Procurement and Supply Chain Management Risk

The procurement and supply chain management risk faced by the Group refers to the risk that suppliers may provide insufficient assurance of raw material supply, that the quality of procured materials may contain hidden hazards and thereby create potential risks to the quality of finished products, and that uneven supplier standards may result in insufficient supply chain resilience or supply chain disruption due to policy changes and market fluctuations. The Group will actively expand supply channels for core raw materials to ensure supply chain stability; assess and screen suppliers upon introduction according to task requirements to ensure that they possess sound supply and production capabilities, meet production needs and ensure the stability of supplier procurement; maintain timely communication with suppliers based on production task requirements, and formulate material safety inventory according to tasks, procurement trends and "Two Funds" inventory requirements to ensure timely material supply; and enter into quality control agreements and PCN agreements with Class A suppliers to regulate supplier product quality.

5. "Two Funds" Management Risk

The "Two Funds" management risk faced by the Group refers to the risk that accounts receivable may not be collected within the agreed timeframe due to historical reasons, including customer deregistration, changes in business models or frequent changes in handling personnel resulting in an inability to make contact; that growth in output value may result in an overall increase in accounts receivable; and that unreasonable safety inventory settings and increased raw material reserves may result in an increase in inventory and a higher proportion of "Two Funds" in current assets. The Group will strengthen collection plan management; continue to clear long-aged accounts receivable; use various means to collect accounts receivable and, where necessary, take legal action for recovery; maintain regular reconciliation and traceability to promote accelerated collection, revitalise existing assets, accelerate capital turnover and reduce the risk of bad debt losses; control the total amount of annual procurement arrivals; set safety inventory levels reasonably, closely monitor actual inventory quantities and production plan arrangements, and avoid excessive inventory through timely procurement and appropriate increases in procurement frequency; and continue to promote the consumption of long-aged inventory.

6. Operating Efficiency Risk

The operating efficiency risk faced by the Group refers to the risk that, under the impact of the market environment, if effective cost reduction and control cannot be achieved when sales revenue records slow growth or negative growth, the gross profit margin of products will decline, operating efficiency indicators will come under pressure, product profitability will weaken, and the Company's operating profitability will show a weakening trend. The Group will formulate targeted market strategies by leveraging its existing technological capabilities and explore new market areas and market opportunities; strengthen communication with existing customers and seek more horizontal market business opportunities; and strengthen cost management, formulate special plans for cost reduction and control, and strictly control various project expenditures and period expenses.

SHAREHOLDINGS OF SHAREHOLDERS AND CHANGE OF SHARE CAPITAL STRUCTURE

1. Share capital structure

During the Period, the Company had not made any arrangements for bonus issue, share placing or increase of shares, nor offered any new shares of the Company. The total number of shares issued by the Company was 400,000,000 shares, of which Chengdu Siwi Electronic Co., Ltd.* (成都四威電子有限公司) and Chengdu Siwi High-Tech Industrial Co., Limited* (成都四威高科技產業園有限公司) held 104,000,000 and 136,000,000 state-owned legal person shares, respectively, representing 60% of the issued share capital of the Company, and the overseas shareholders of H shares held 160,000,000 shares, representing 40% of the issued share capital of the Company.

2. Shareholdings of Directors and senior management

As at 30 June 2026, the interests and short positions of the Directors, chief executive and senior management of the Company and their associates in the shares, underlying shares and debentures of the Company or its associated corporations (within the meaning of Part XV of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong) (the "**SFO**")), as required to be recorded in the register maintained by the Company pursuant to Section 352 of the SFO, or as otherwise required to be notified to the Company and the Stock Exchange pursuant to the Model Code for Securities Transactions by Directors of Listed Issuers (the "**Model Code**") set out in Appendix C3 to the Rules Governing the Listing of Securities on the Stock Exchange (the "**Listing Rules**"), were as follows:

Name	Capacity	Number of H shares held as at 30 June 2026	Percentage of H shares held	Percentage of the total issued share capital	Nature of the interest
Mr. Kang Yiguo *(Note 1)*	Interest of spouse	658,000	0.41125	0.1645	Long position

Note 1: Mr. Kang Yiguo was deemed to be interested in 658,000 H shares of the Company through the interest of his spouse, Ms. Huang Ping (黃萍).

Save as disclosed above, as at 30 June 2026, none of the Directors and chief executives of the Company or their associates had any interests and short positions in any shares, underlying shares or debentures of the Company or any of its associated corporations (within the meaning of the SFO) which would have to be notified to the Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests and short positions which he or she was taken or deemed to have under Part XV of the SFO), or which would have to be, pursuant to section 352 of the SFO, entered in the register referred to therein, or which were required to be notified to the Company and the Stock Exchange pursuant to the Model Code.

3. Sufficient public float

According to public information available to the Company and to the best knowledge of each Director, the Company confirmed that a sufficient public float was maintained during the Period and as at the date of this announcement.

4. Purchase, sale or redemption of listed securities of the Company

During the Period, neither the Company nor any of its subsidiaries had purchased, sold or redeemed any of the Company's listed securities.

5. Convertible securities, share options, warrants or relevant entitlements

During the Period, the Company did not issue any convertible securities, share options, warrants or relevant entitlements.

MATERIAL ACQUISITIONS AND DISPOSALS OF THE SUBSIDIARIES AND ASSOCIATED COMPANIES

During the Reporting Period and up to the date of this announcement, the Group had no material acquisition or disposal of its subsidiaries and associated companies.

INTERIM DIVIDEND

The Board does not recommend the payment of an interim dividend for the Period (no interim dividend was paid for the Corresponding Period).

AUDIT COMMITTEE

At present, the members of the Audit Committee are Ms. Fu Wenjie (Chairman), Mr. Kang Yiguo and Mr. Li Shaorong, and all of them are independent non-executive Directors.

The Audit Committee is primarily responsible for the internal control and financial review and reporting matters of the Company and making recommendation to the Board on the appointment and/or removal of external auditors.

The Audit Committee has reviewed the Group's unaudited interim consolidated financial statements and interim results for the Period. The Audit Committee considers that the unaudited interim consolidated financial statements and interim results for the Period have complied with the requirements of applicable accounting standards and laws and adequate disclosures have been made.

CORPORATE GOVERNANCE CODE

The Company will strive to maintain a high standard of corporate governance and transparency of the Company and to safeguard the interest of shareholders and the Company as a whole. During the Period, the Company had applied the principles and complied with the applicable code provisions, and also complied with certain recommended best practices, of the Corporate Governance Code (the "**CG Code**") as set out in Appendix C1 to the Listing Rules.

The Group's corporate governance principles emphasize the importance of a quality Board, effective internal controls and accountability to shareholders. The Company will, from time to time, review and enhance its corporate governance practices to ensure that these practices continue to meet the requirements of the CG Code.

COMPLIANCE WITH THE MODEL CODE

The Company has adopted the Model Code as set out in Appendix C3 to the Listing Rules as the code of conduct regarding securities transactions by the directors and supervisors of the Company.

After specific enquiries to the directors and supervisors of the Company, the Board confirmed that all directors and supervisors had fully complied with the codes as set out in the Model Code as set out in Appendix C3 to the Listing Rules during the Period.

IMPORTANT EVENT AFTER THE REPORTING PERIOD

Nil.

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

This interim results announcement is published on the websites of the Stock Exchange (http://www.hkexnews.hk) and the Company (http://www.cdc.com.cn). The 2026 interim report of the Company will be sent to the shareholders of the Company and will be available for inspection at the above websites in due course.

By order of the Board
Chengdu SIWI Science and Technology Company Limited
Li Tao
Chairman

Chengdu, the PRC, 26 August 2026

As at the date of this announcement, the Board comprises:

Executive Directors:	*Ms. Li Tao (Chairman) and Mr. Wu Xiaodong*
Non-executive Directors:	*Mr. Li Qiangbin, Mr. Xu Jiaxin, Mr. Xu Ningbo and Mr. Zeng Li*
Independent Non-executive Directors:	*Ms. Fu Wenjie, Mr. Kang Yiguo and Mr. Li Shaorong*