南京熊猫電子股份有限公司
NANJING PANDA ELECTRONICS COMPANY LIMITED

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

(Stock Code: 00553)

SUMMARY OF 2026 INTERIM REPORT

I. IMPORTANT NOTICE

1. The summary of the results of Nanjing Panda Electronics Company Limited (the "**Company**") and its subsidiaries (the "**Group**") for the six months ended 30 June 2026 (the "**Reporting Period**") is set out below. The financial statements contained in this report are unaudited. The summary of 2026 Interim Report is based on the full-length 2026 Interim Report. Investors who wish to know more details should carefully read the full text of the Interim Report simultaneously posted on the websites designated by the China Securities Regulatory Commission ("**CSRC**"), such as the website of the Shanghai Stock Exchange.

2. The board of directors, the directors and senior management of the Company confirm that the information in this interim report is true, accurate and complete and does not contain any false representation, misleading statement or material omission, and jointly and severally accept full responsibility for the contents herein.

3. All directors of the Company attended the Board meeting.

4. This interim report of the Company is unaudited.

5. The Company would not make any profit distribution or capitalization of capital reserve for the first half of 2026.

II. BASIC INFORMATION ABOUT THE COMPANY

2.1 Company profile

Overview of stock

Class of stock	**The stock exchange on which the shares are listed**	**Stock abbreviation**	**Stock code**	**Stock abbreviation before change**
A Share(s)	Shanghai Stock Exchange	NPEC	600775	N/A
H Share(s)	The Stock Exchange of Hong Kong Limited (the "**Hong Kong Stock Exchange**")	NPEC	00553	N/A

Contact persons and contact information	**Secretary to the Board**	**Representative of securities affairs**
Name	Wang Dongdong	Wang Dongdong
Telephone	(8625) 8480 1144	(8625) 8480 1144
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Interim results

The board of directors (the "**Board**") of the Company hereby announces the unaudited interim results of the Group for the Reporting Period prepared in accordance with the PRC Accounting Standards for Business Enterprises.

As the Company adopts merely the PRC Accounting Standards for Business Enterprises for preparing its financial statements from 2016, the relevant financial data for the first half of 2026 have been presented in accordance with the PRC Accounting Standards for Business Enterprises in this announcement.

2.2 Major financial data of the Company (Unaudited)

Unit: Yuan Currency: RMB

	At the end of the Reporting Period (30 June 2026)	At the end of last year (31 December 2025)	Change from the end of last year *(%)*
Net assets attributable to shareholders of the Company	3,089,148,493.84	3,124,306,688.24	-1.13
Total assets	5,459,726,657.78	5,468,051,932.45	-0.15
Operating income	1,339,129,089.41	1,042,651,233.72	28.43
Total profit	11,264,356.65	-6,768,483.31	N/A
Net profit attributable to shareholders of the Company	-26,019,809.11	-45,584,145.10	N/A
Net profit attributable to shareholders of the Company after deducting extraordinary profit and loss	-35,836,862.73	-61,518,464.90	N/A
Net cash flow from operating activities	-229,609,460.70	-144,931,633.58	N/A
Weighted average return on net assets *(%)*	-0.84	-1.47	Increased by 0.63 percentage point
Basic earnings per share *(RMB/share)*	-0.0285	-0.0499	N/A
Diluted earnings per share *(RMB/share)*	-0.0285	-0.0499	N/A

Explanations on major accounting information and financial indicators of the Company:

The increase in the Company's operating revenue for the first half of 2026 was primarily attributable to the year-on-year increase in projects completed and settled in the electronic manufacturing business and the communications business, both of which recorded year-on-year growth in operating revenue. The increase in total profit and profit attributable to shareholders of the listed company was mainly due to the increase in total profit of the electronic manufacturing business and the year-on-year reduction in losses of the communications business. Reform initiatives implemented in 2025 including industrial structure adjustment and organisational optimisation have yielded initial results, with operating expenses reduced, which has exerted a certain positive impact on the net profit attributable to shareholders of the listed company. The decrease in net cash flows from operating activities was principally caused by the increase in cash paid for the purchase of goods and the receipt of services during the period.

2.3 Total number of shareholders, shareholdings of the top ten shareholders as at the end of the Reporting Period

Unit: shares

Total number of shareholders as at the end of the Reporting Period	108,708
Total number of preferred shareholders with voting rights resumed as at the end of the Reporting Period	N/A

Shareholdings of top ten shareholders

Name of Shareholder	Type of shareholders	Percentage of shareholding (%)	Number of shares held	Number of shares held subject to trading moratorium	Number of pledged, tagged or frozen shares	
HKSCC (Nominees) Limited	Overseas legal person	26.60	243,049,742	0	Unknown	
Panda Electronics Group Limited ("**PEGL**")	State-owned legal person	23.05	210,661,444	0	Pledged	105,091,430
Nanjing Electronics Information Industrial Corporation ("**NEIIC**")	State-owned legal person	2.42	22,120,611	0	Unknown	
Zhang Bin (張彬)	Domestic natural person	0.39	3,600,000	0	Unknown	
Zhang Peiyi (張佩儀)	Domestic natural person	0.24	2,200,388	0	Unknown	
Deng Chizhu (鄧赤柱)	Domestic natural person	0.23	2,121,800	0	Unknown	
Zhu Zijian (朱子健)	Domestic natural person	0.16	1,500,000	0	Unknown	
Mo Yaoming (莫耀明)	Domestic natural person	0.13	1,170,000	0	Unknown	
An Dong (安棟)	Domestic natural person	0.12	1,099,000	0	Unknown	
Yang Yan (楊炎)	Domestic natural person	0.11	1,029,792	0	Unknown	

Shareholdings of top ten shareholders

Name of Shareholder	Type of shareholders	Percentage of shareholding (%)	Number of shares held	Number of shares held subject to trading moratorium	Number of pledged, tagged or frozen shares
Description on connected relationship or party acting in concert among the aforesaid shareholders	NEIIC holds 100% equity interests of PEGL, the controlling shareholder of the Company. NEIIC directly holds 22,120,611 A shares of the Company, and holds 13,768,000 H shares of the Company (which are held under the name of HKSCC (Nominees) Limited) of the Company through asset management plans, representing 3.93% of the total number of shares. NEIIC indirectly holds 210,661,444 A shares of the Company through PEGL, representing 23.05% of the total number of shares. In total, NEIIC holds 26.98% equity interests of the Company. CEIEC (H. K.) Limited (華電有限公司), a wholly-owned subsidiary of China Electronics Corporation ("**CEC**", the de facto controller of the Company), holds 27,414,000 H shares of the Company, representing 3% of the total number of shares, which are held under the name of HKSCC (Nominees) Limited. In conclusion, CEC, the de facto controller of the Company, holds 29.98% shares of the Company through its subsidiaries. Save as disclosed above, the Company is not aware of any connected relationship or party acting in concert among the aforesaid shareholders.				
Description on the preferred shareholders with restored voting rights and their shareholdings	N/A				

Notes:

1. HKSCC Nominees Limited is a nominee holder of the shares owned by the non-registered holders of the H shares of the Company; in the above table, shares held by other shareholders in "Shareholding of top ten shareholders" are RMB-denominated ordinary shares (A shares). As at the end of the reporting period, HKSCC (Nominees) Limited held 243,049,742 shares (including 241,699,140 H shares and 1,350,602 A shares) of the Company on behalf of a number of clients, representing 26.60% of the total issued share capital of the Company, which includes 13,768,000 H shares held by NEIIC, 27,414,000 H shares held by CEIEC (H. K.) Limited, a wholly-owned subsidiary of CEC, and 7,244,000 H shares held by Barclays Bank PLC. Save as disclosed above, the Company is not aware of any individual client holding more than 5% of the total issued share capital of the Company.

2. NEIIC, a controlled subsidiary of CEC, directly holds 22,120,611 A shares of the Company and holds 13,768,000 H shares through HKSCC Nominees Limited; CEIEC (H. K.) Limited, a wholly-owned subsidiary of CEC, holds 27,414,000 H shares of the Company through HKSCC Nominees Limited; and PEGL, a wholly-owned subsidiary of NEIIC, holds 210,661,444 A shares of the Company. CEC, the de facto controller of the Company, holds a total of 273,964,055 A shares and H shares of the Company through the above companies, representing 29.98% of the Company's total issued share capital.

3. As at the end of the reporting period, Barclays Bank PLC held 354,429 A shares of the Company, and held 7,244,000 H shares through HKSCC Nominees Limited, representing approximately 0.83% of the total issued share capital of the Company. Please note that Barclays Bank PLC is a non-registered H shareholder of the Company, therefore the latest number of H shares held by Barclays Bank PLC in the Company is only as of 17 March 2026. The above data assumes that the number of H shares held by Barclays Bank PLC remains unchanged from 17 March 2026 to the end of the Reporting Period. In the event that Barclays Bank PLC changes its holding of H shares in the Company from 17 March 2026 to the end of the Reporting Period, it will not be required to notify the Company and the Hong Kong Stock Exchange unless certain conditions are met. Accordingly, the number of H shares held by Barclays Bank PLC in the Company as at the end of the Reporting Period may be different from the shareholding submitted to the Hong Kong Stock Exchange.

4. On 19 April 2024, the Company received a notice from PEGL, the controlling shareholder of the Company, that part of the shares it held in the Company were pledged. Pursuant to the notice, PEGL pledged 105,091,430 shares in the Company, accounting for 49.89% of the total shares it held in the Company and 11.50% of the total share capital of the Company. For details, please refer to the relevant announcement of the Company published in China Securities Journal and Shanghai Securities News and on the websites of the Shanghai Stock Exchange on 20 April 2024.

2.4 Particulars of the total number of holders of preferred shares and the top 10 holders of preferred shares as at the end of the Reporting Period

☐ Applicable ☑ Not Applicable

2.5 Change in the controlling shareholder or the de facto controller

☐ Applicable ☑ Not Applicable

During the Reporting Period, there was no change in the controlling shareholder and the de facto controller of the Company, being PEGL and CEC, respectively.

2.6 Information on bonds outstanding as at the date on which the interim report was approved for publication

☐ Applicable ☑ Not Applicable

III. MANAGEMENT DISCUSSION AND ANALYSIS

3.1 The discussion and analysis on the operation

2026 marks the kick off year for the implementation of the Company's 15th Five Year Plan and a critical year for deepening reform and innovation and advancing toward high quality development. In accordance with the work requirements of the higher level Party committee and the Board of Directors, the Company focuses on its core business of digital intelligent equipment, continues to deepen reforms, concentrates efforts on improving quality and enhancing efficiency, strengthens innovation driven development, strives to enhance corporate governance effectiveness and core functions, and makes every effort to usher in a new phase of high quality development under the Company's 15th Five Year Plan.

In the first half of 2026, the Company strengthened overall planning and strategic layout, further refined the 15th Five Year Development Plan, intensified market development efforts, recorded growth in both newly signed contracts and orders on hand, achieved steady growth in overseas businesses, and delivered an overall increase in operating results compared with the same period of last year. During the Reporting Period, the Company recorded operating revenue of RMB1,339,129,100, total profit of RMB11,264,400, and net loss attributable to the parent company of RMB26,019,800.

3.1.1 *Analysis of principal operations*

(1) Analysis of changes in relevant items in the financial statements (Unaudited)

Unit: Yuan Currency: RMB

Item	Amount for the current period	Amount for the corresponding period of last year	Change (%)
Operating income	1,339,129,089.41	1,042,651,233.72	28.43
Operating costs	1,139,065,167.87	881,242,988.19	29.26
Cost of sales	19,969,159.51	20,891,732.02	-4.42
Administrative expenses	112,853,431.70	114,512,870.03	-1.45
Financial expenses	388,806.79	-4,527,196.16	N/A
R&D expenses	84,600,154.75	99,991,645.72	-15.39
Net cash flows from operating activities	-229,609,460.70	-144,931,633.58	N/A
Net cash flows from investing activities	8,365,020.42	267,138,820.66	-96.87
Net cash flows from financing activities	-32,914,787.63	-8,729,418.84	N/A
Other gains	13,168,511.29	9,998,046.00	31.71
Investment gains	21,562,483.90	62,854,147.86	-65.69
Credit impairment losses	-823,487.78	-6,698,654.55	N/A
Asset impairment losses	1,993,440.05	1,194,286.77	66.91
Gains on disposal of assets		2,152.11	-100.00
Non-operating income	680,014.45	207,324.72	227.99
Non-operating expenses	133,206.62	82,289.21	61.88

Reasons for change:

(1) Reasons for the change in operating income: primarily due to the year-on-year increase in operating income from both the electronic manufacturing business and the communications business, as a result of the year-on-year increase in the number of projects completed and settled during the period;

(2) Reasons for the change in operating costs: primarily due to the year-on-year increase in both operating income and operating costs, as a result of the year-on-year increase in the number of projects completed and settled in the electronic manufacturing business and the communications business during the period;

(3) Reasons for the change in financial expenses: primarily due to the exchange losses incurred during the period arising from fluctuations in foreign exchange rates;

(4) Reasons for the change in R&D expenses: primarily due to the relative decrease in the number of R&D personnel compared with the same period of last year, resulting in a year-on-year decrease in staff remuneration;

(5) Reasons for the change in net cash flows from operating activities: primarily due to the increase in cash payments for purchasing goods and receiving services during the period;

(6) Reasons for the change in net cash flows from investing activities: primarily due to the receipt of liquidation proceeds from the disposal of the equity interest in Beijing Sony Ericsson in the same period of last year, and the conversion of time deposits and certificate of deposit from net inflows in the same period of last year to net outflows in the current period;

(7) Reasons for the change in net cash flows from financing activities: primarily due to the increase in cash paid for dividend distributions during the period;

(8) Reasons for the change in other gains: primarily due to the increase in government grants related to gains during the period;

(9) Reasons for the change in investment gains: primarily due to the decrease in investment income from associates recognised during the period and the gain arising from the disposal of equity interests in Beijing Sony Ericsson in the same period of last year;

(10) Reasons for the change in credit impairment losses: primarily due to the decrease in the original value of accounts receivable aged over one year, resulting in a corresponding decrease in bad debt;

(11) Reasons for the change in asset impairment losses: primarily due to the decrease in contract assets during the period and the corresponding provision for impairment was made;

(12) Reasons for the change in gains on disposal of assets: primarily due to the gain recognised on the disposal of non-current assets in the same period of last year;

(13) Reasons for the change in non-operating income: primarily due to the year-on-year increase in gains on disposal of fixed assets during the period;

(14) Reasons for the change in non-operating expenses: primarily due to the increase in litigation compensation payments.

(2) Analysis of assets and liabilities

Unit: Yuan Currency: RMB

Item	**Amount at the end of the period**	**Amount at the end of the period as a percentage of the total assets** *(%)*	Amount at the end of the previous period	Amount at the end of the previous period as a percentage of the total assets *(%)*	**Change in the amount at the end of the period as compared to the amount at the end of the previous period** *(%)*	**Remarks**
Monetary Funds	**872,931,146.52**	**15.99**	1,125,211,947.94	20.58	-22.42	
Accounts receivable	**1,564,677,056.80**	**28.66**	1,415,199,698.55	25.88	10.56	
Inventories	**542,998,647.49**	**9.95**	453,948,539.45	8.30	19.62	
Contract assets	**80,534,600.02**	**1.48**	137,569,961.40	2.52	-41.46	Primarily due to contract assets recognised at the beginning of the year being reclassified to accounts receivable during the period
Investment property	**217,573,816.21**	**3.99**	175,813,376.51	3.22	23.75	
Long-term equity investment	**339,355,223.25**	**6.22**	410,747,201.71	7.51	-17.38	
Fixed assets	**651,498,335.76**	**11.93**	726,563,745.18	13.29	-10.33	
Construction in progress	**1,426,131.68**	**0.03**	778,720.32	0.01	83.14	Primarily due to the increase in investment in the renovation project of the science and technology park compared with the beginning of the period
Right-of-use assets	**8,316,214.22**	**0.15**	5,161,461.31	0.09	61.12	Primarily due to the renewal of the property lease agreement upon its expiry
Other current assets	**382,650,034.76**	**7.01**	218,855,357.37	4.00	74.84	Primarily due to the increase in large-denomination certificates of deposit and time deposits

Item	Amount at the end of the period	Amount at the end of the period as a percentage of the total assets (%)	Amount at the end of the previous period	Amount at the end of the previous period as a percentage of the total assets (%)	Change in the amount at the end of the period as compared to the amount at the end of the previous period (%)	Remarks
Prepayments	**147,578,921.23**	**2.70**	56,253,122.50	1.03	162.35	Primarily due to the increase in prepayments for the rail transit business and the smart digital factory business during the period
Other non-current assets	**4,507,462.90**	**0.08**	245,092.90	0.00	1,739.08	Primarily due to the increase in prepayments for the purchase of fixed assets during the period
Contract liabilities	**116,102,537.75**	**2.13**	148,777,425.69	2.72	-21.96	
Staff salaries payable	**43,489,643.75**	**0.80**	75,405,260.59	1.38	-42.33	Primarily due to the payment of salaries, bonuses and fringe benefit during the period
Taxes payable	**21,777,791.64**	**0.40**	43,628,898.51	0.80	-50.08	Primarily due to a decrease in value-added tax and individual income tax payable at the end of the period
Long-term borrowings	**5,564,932.66**	**0.10**			N/A	Primarily due to the new fixed asset project loans obtained during the period
Lease liabilities	**3,977,116.65**	**0.07**	2,633,805.93	0.05	51.00	Primarily due to the renewal of the property lease agreement upon its expiry

3.2 Analysis of investments

3.2.1 Analysis of subsidiaries and associate companies

(1) Major subsidiaries and associate companies affecting 10% or more of the Company's net profit

Unit: 0'000 Currency: RMB

Company name	Company type	Major business	Registered capital	Total assets	Net assets	Operating income	Operating profit	Net profit
Nanjing Panda Electronics Equipment Co., Ltd.	Subsidiary	Manufacture and sale of automatic transmission equipment and industrial robots	19,000.00	19,979.68	-28,214.84	144.72	-2,048.85	-2,051.46
Nanjing Panda Information Industry Co., Ltd.	Subsidiary	Production and sale of information-based systems and equipment of railway transit, building intellectualization and system integration	34,181.42	157,252.04	54,960.82	27,675.09	1,146.13	949.96
Nanjing Panda Electronics Manufacturing Co., Ltd.	Subsidiary	EMS services	USD2,000	98,576.12	26,535.97	57,959.77	236.30	229.58
Nanjing Panda Communications Technology Co., Ltd.	Subsidiary	Manufacture and sale of mobile communication, digital communication and network communication systems and products	10,000.00	28,374.35	4,052.59	10,183.04	-1,285.60	-1,285.60

Company name	Company type	Major business	Registered capital	Total assets	Net assets	Operating income	Operating profit	Net profit
Shenzhen Jingwah Electronics Co., Ltd.	Subsidiary	Research and development, manufacturing and sales of communication equipment and digital products	11,507.00	68,616.41	49,095.23	33,023.77	5,123.13	4,379.58
Chengdu Panda Electronic Technology Co., Ltd	Subsidiary	Electronic manufacturing services	5,000.00	11,239.90	9,937.37	2,295.70	-120.83	-120.83
Nanjing LG Panda Appliances Co., Ltd. ("**LG Panda**")	Associate company	Development and production of fully automatic washing machines and related parts	USD3,570	383,031.82	91,318.81	395,259.07	23,124.09	7,668.83

Note: The Company holds a 30% equity interest in LG Panda. For the first half of 2026, the Company's investment income was RMB18,658,500.

3.2.2 Other explanations:

In order to strengthen and expand its core business and promote industrial upgrading, the Company made a cash capital contribution of RMB125 million to its wholly-owned subsidiary, Nanjing Panda Information Industry Co., Ltd.. Upon completion of the capital increase, the registered capital of Nanjing Panda Information Industry Co., Ltd. was increased to RMB341,814,228. At present, the capital increase has completed the property rights registration with the State-owned Assets Supervision and Administration Commission (SASAC), and the process for the industrial and commercial registration change is underway. In addition, Galant Limited, a wholly-owned subsidiary of the Company, transferred its 25% equity interest in Nanjing Panda Electronics Manufacturing Co., Ltd. to the Company without consideration. Following the gratuitous transfer, Nanjing Panda Electronics Manufacturing Co., Ltd. became a wholly-owned subsidiary of the Company. As of the date of the report, this project has completed both the SASAC property rights registration and the industrial and commercial registration change.

3.3 Plan for Profit Distribution or Capitalization of Capital Reserve

3.3.1 Plans for profit distribution and capitalization of capital reserve for the first half year

The Company will not make any profit distribution or convert any capital reserve into share capital for the first half of 2026.

3.3.2 Implementation of or adjustment to the profit distribution plan during the Reporting Period

The resolution in relation to the profit distribution plan for the year 2025 was considered and approved at the eighth meeting of the eleventh session of the Board of the Company and the 2025 annual general meeting of the Company, pursuant to which, a cash dividend of RMB0.10 per 10 shares (tax inclusive) shall be distributed to all shareholders based on the total share capital of 913,838,529 shares as of 31 December 2025, with the total cash dividend to be distributed amounting to RMB9,138,385.29 (tax inclusive). The remaining amount shall be carried forward to the next year. The Company does not implement capital reserve conversion into share capital. As at the date of this report, the profit distribution plan had been duly implemented. For details, please refer to the announcements published by the Company in China Securities Journal and Shanghai Securities News and on the website of Shanghai Stock Exchange on 28 March 2026, 30 May 2026 and 11 June 2026, respectively, and published on the website of Hong Kong Stock Exchange on 27 March 2026, 29 May 2026 and 10 June 2026, respectively.

3.4 Other matters

3.4.1 Liquidity of capital

As shown in the consolidated financial statements of the Company prepared under the PRC Accounting Standards for Business Enterprises, as of 30 June 2026, the Company's gearing ratio (the ratio of total liabilities to total assets) was 37.73%; current liabilities amounted to RMB2.019 billion; liquidity ratio was 2.04; quick ratio was 1.70; bank deposits and cash amounted to RMB873 million; and short-term bank and other loans amounted to RMB0 million.

According to the announcement of the National Interbank Funding Center authorized by the People's Bank of China, during the Reporting Period, as of 22 June 2026, the LPR for 1-year was 3.0%, and the LPR for more than 5-year was 3.5%; as of 20 August 2026, the LPR for 1-year was 3.0%, and the LPR for more than 5-year was 3.5%.

3.4.2 Purchase, sale or redemption of the Company's listed shares

During the Reporting Period, the Group did not purchase, sell or redeem any of the Company's listed shares.

3.4.3 Liability insurance for Directors and senior management

During the Reporting Period, the Company purchased liability insurance for its Directors and senior management in compliance with relevant requirements under the Rules Governing the Listing of Securities on the Hong Kong Stock Exchange (the "**Listing Rules**").

3.4.4 Corporate Governance Code

The Company and Directors recognize the importance of incorporating elements of good corporate governance in the management structures and internal control procedures of the Company so as to achieve effective accountability. During the Reporting Period, the Company has been in compliance with the code provisions stated in the CG Code contained in Appendix 14 of the Listing Rules.

3.4.5 Compliance with the Model Code for Securities Transactions by Directors of Listed Issuers ("Model Code")

During the Reporting Period, the Company has adopted and complied with the Model Code as set out in Appendix 10 to the Listing Rules. Having made specific enquiries to the Directors, all Directors have confirmed that they complied with the Model Code during the Reporting Period.

3.4.6 Events after the Reporting Period

As of the date of this announcement, the Group did not record any material events after the Reporting Period.

3.5 Audit and risk management committee

The audit and risk management committee and the management of the Company have reviewed the accounting principles and accounting standards and methods adopted by the Company, discussed the matters relating to internal control and reviewed the interim results for the Reporting Period. The audit and risk management committee is of the opinion that the relevant financial report complies with the applicable accounting standards and laws and that adequate disclosure has been made.

The audit and risk management committee convened a meeting on 27 March 2026 to review 2025 financial report of the Company and the summary report on audit work in 2025 performed by WUYIGE Certified Public Accountants LLP and agreed to submit the same to the Board for review. The appointment of WUYIGE Certified Public Accountants LLP as the Company's international, domestic and internal control auditors for 2026 was agreed at the meeting and relevant proposal was submitted to the Board for consideration.

Having reviewed the unaudited financial report of the Company for the six months ended 30 June 2026, the audit and risk management committee is of the opinion that the financial report complies with the applicable accounting standards and laws and that adequate disclosure has been made.

IV. SIGNIFICANT EVENTS

The Company shall explain the major changes in its business operations during the Reporting Period and those events occurring during the Reporting Period and with a significant impact on the business operations of the Company and expected to have a significant impact in the future in accordance with the principle of materiality.

☐ Applicable ☑ Not Applicable

V. FINANCIAL REPORT (PREPARED IN ACCORDANCE WITH THE PRC ACCOUNTING STANDARDS FOR BUSINESS ENTERPRISES)

Consolidated Balance Sheet
As at 30 June 2026

Prepared by: Nanjing Panda Electronics Company Limited *Unit: RMB*

ASSETS	Closing balance	Opening balance
Current assets:		
Cash and cash equivalents	**872,931,146.52**	1,125,211,947.94
Settlement provisions		
Placements with banks and other financial institutions		
Financial assets held for trading	**415,967,747.01**	498,123,487.68
Derivative financial assets		
Notes receivable	**58,038,939.68**	49,848,486.38
Accounts receivable	**1,564,677,056.80**	1,415,199,698.55
Receivables financing	**38,256,053.91**	47,523,811.39
Advance to suppliers	**147,578,921.23**	56,253,122.50
Premiums receivable		
Reinsurance receivable		
Reinsurance contract reserve receivable		
Other receivables	**23,480,611.52**	29,536,989.28
Financial assets held under resale agreements		
Inventories	**542,998,647.49**	453,948,539.45
Contract assets	**80,534,600.02**	137,569,961.40
Held-for-sale assets		
Non-current assets due within one year		
Other current assets	**382,650,034.76**	218,855,357.37
Total current assets	**4,127,113,758.94**	4,032,071,401.94

Consolidated Balance Sheet (Continued)
As at 30 June 2026

Prepared by: Nanjing Panda Electronics Company Limited *Unit: RMB*

ASSETS	Closing balance	Opening balance
Non-current assets:		
Loans and advances to customers		
Available-for-sale financial assets		
Held-to-maturity investments		
Debenture investments		
Other debenture investments		
Long-term receivables		
Long-term equity investments	**339,355,223.25**	410,747,201.71
Other equity instruments investments		
Other non-current financial assets		
Investment properties	**217,573,816.21**	175,813,376.51
Fixed assets	**651,498,335.76**	726,563,745.18
Construction in progress	**1,426,131.68**	778,720.32
Biological assets for production		
Fuel assets		
Right-of-use assets	**8,316,214.22**	5,161,461.31
Intangible assets	**80,746,862.67**	83,924,063.96
Development expenses		
Goodwill		
Long-term expenses to be amortised	**8,375,253.64**	11,192,577.90
Deferred income tax assets	**20,813,598.51**	21,554,290.72
Other non-current assets	**4,507,462.90**	245,092.90
Total non-current assets	**1,332,612,898.84**	1,435,980,530.51
Total assets	**5,459,726,657.78**	5,468,051,932.45

Legal representative:	*Chief Accountant:*	*Head of the Accounting Department:*
Hu Huichun	**Hu Shoujun**	**Xue Gang**

Consolidated Balance Sheet (Continued)
As at 30 June 2026

Prepared by: Nanjing Panda Electronics Company Limited *Unit: RMB*

Liabilities and owners' equity	Closing balance	Opening balance
Current liabilities:		
Short-term borrowings		
Borrowings from central bank		
Customer deposits and deposits from banks and other financial institutions		
Placements from banks and other financial institutions		
Financial liabilities held for trading		
Derivative financial liabilities		
Notes payable	**98,353,858.96**	106,090,889.23
Accounts payable	**1,570,457,237.84**	1,467,773,842.89
Advance receipts from customers	**34,060.93**	48,628.60
Contract liabilities	**116,102,537.75**	148,777,425.69
Financial assets sold under repurchase agreements		
Bank charges and commissions due		
Staff salaries payable	**43,489,643.75**	75,405,260.59
Taxes payable	**21,777,791.64**	43,628,898.51
Other payables	**81,431,201.54**	107,017,466.74
Reinsurers due		
Security trading of agency		
Securities underwriting		
Liabilities held for sale		
Non-current liabilities due within one year	**5,212,655.37**	5,039,511.36
Other current liabilities	**81,912,099.74**	70,148,816.03
Total current liabilities	**2,018,771,087.52**	2,023,930,739.64

Consolidated Balance Sheet (Continued)
As at 30 June 2026

Prepared by: Nanjing Panda Electronics Company Limited *Unit: RMB*

Liabilities and owners' equity	Closing balance	Opening balance
Non-current liabilities:		
Long-term loan	**5,564,932.66**	
Bonds payables		
Including: Preferred shares		
Perpetual bonds		
Lease liabilities	**3,977,116.65**	2,633,805.93
Long-term payables		
Long-term staff salaries payables	**2,424,699.81**	2,292,859.18
Estimated liabilities		
Deferred income	**23,762,662.53**	26,260,990.36
Deferred income tax liabilities	**5,615,507.59**	5,624,137.33
Other non-current liabilities		
Total non-current liabilities	**41,344,919.24**	36,811,792.80
Total liabilities	**2,060,116,006.76**	2,060,742,532.44

Consolidated Balance Sheet (Continued)
As at 30 June 2026

Prepared by: Nanjing Panda Electronics Company Limited *Unit: RMB*

Liabilities and owners' equity	Closing balance	Opening balance
Owners' equity:		
Share capital	**913,838,529.00**	913,838,529.00
Other equity instruments		
Including: Preferred shares		
Perpetual bonds		
Capital reserve	**1,470,247,737.78**	1,470,247,737.78
Less: Treasury shares		
Other comprehensive income		
Special reserve		
Surplus reserve	**330,561,591.05**	330,561,591.05
General risk reserve		
Undistributed profit	**374,500,636.01**	409,658,830.41
Subtotal of equity attributable to the shareholders of the parent company	**3,089,148,493.84**	3,124,306,688.24
Minority interests	**310,462,157.18**	283,002,711.77
Total shareholders' equity	**3,399,610,651.02**	3,407,309,400.01
Total liabilities and shareholders' equity	**5,459,726,657.78**	5,468,051,932.45

Legal representative:	*Chief Accountant:*	*Head of the Accounting Department:*
Hu Huichun	**Hu Shoujun**	**Xue Gang**

Consolidated Income Statement
June 2026

Prepared by: Nanjing Panda Electronics Company Limited *Unit: RMB*

Items		Amount for the current period	Amount for corresponding period of last year
1.	**Total operating income**	**1,339,129,089.41**	1,042,651,233.72
	Including: Operating income	**1,339,129,089.41**	1,042,651,233.72
	Interest income		
	Premiums earned		
	Fee and commission income		
2.	**Total operating cost**	**1,368,688,369.91**	1,121,306,995.88
	Including: Operating costs	**1,139,065,167.87**	881,242,988.19
	Interest expenses		
	Fee and commission expense		
	Surrenders		
	Net payment from indemnity		
	Net provisions for insurance contract		
	Insurance policy dividend paid		
	Reinsurance cost		
	Tax and surcharges	**11,811,649.29**	9,194,956.08
	Selling expenses	**19,969,159.51**	20,891,732.02
	Administrative expenses	**112,853,431.70**	114,512,870.03
	R&D costs	**84,600,154.75**	99,991,645.72
	Financial expenses	**388,806.79**	-4,527,196.16
	Including: Interest expense	**200,576.65**	179,374.68
	Interest income	**2,831,423.05**	4,099,332.18

Consolidated Income Statement (Continued)
June 2026

Prepared by: Nanjing Panda Electronics Company Limited *Unit: RMB*

Items	Amount for the current period	Amount for corresponding period of last year
Add: Other gains	**13,168,511.29**	9,998,046.00
Investment income (losses are represented by "-")	**21,562,483.90**	62,854,147.86
Including: Investment income of associates and joint ventures	**18,608,021.54**	48,290,460.77
Income on hedging the net exposure (losses are represented by "-")		
Gains arising from changes in fair value (losses are represented by "-")	**4,375,881.86**	4,412,265.15
Credit impairment loss (losses are represented by "-")	**-823,487.78**	-6,698,654.55
Asset impairment loss (losses are represented by "-")	**1.993,440.05**	1,194,286.77
Gains on disposal of assets (losses are represented by "-")		2,152.11
Exchange gain (losses are represented by "-")		
3. Operating profit (losses are represented by "-")	**10,717,548.82**	-6,893,518.82
Add: Non-operating income	**680,014.45**	207,324.72
Less: Non-operating expenses	**133,206.62**	82,289.21
4. Total profit (total losses are represented by "-")	**11,264,356.65**	-6,768,483.31
Less: Income tax expense	**9,824,720.35**	12,226,647.86
5. Net profit (net losses are represented by "-")	**1,439,636.30**	-18,995,131.17
(1) Classified by the business continuity		
1. Net profit for going concern (net losses are represented by "-")	**1,439,636.30**	-18,995,131.17
2. Net profit for discontinued operation (net losses are represented by "-")		
(2) Classified by the attribution of the ownership		
1. Net Profit attributable to the shareholders of the parent company	**-26,019,809.11**	-45,584,145.10
2. Minority interest	**27,459,445.41**	26,589,013.93

Consolidated Income Statement (Continued)
June 2026

Prepared by: Nanjing Panda Electronics Company Limited *Unit: RMB*

Items	Amount for the current period	Amount for corresponding period of last year
6. Net other comprehensive income after tax		
Net other comprehensive income after tax attributable to the shareholders of the parent company		
(1) Other comprehensive income which will not be reclassified subsequently to profit and loss		
1. Changes as a result of remeasurement of defined benefit plan		
2. Other comprehensive income accounted for using equity method which will not be reclassified to profit and loss		
3. Changes in fair value of other equity instruments investment		
4. Changes in fair value of the enterprise's own credit risk		
(2) Other comprehensive income which will be reclassified to profit and loss		
1. Other comprehensive income accounted for using equity method which will be reclassified to profit and loss		
2. Changes in fair value of other debt investment		
3. Amount of financial assets reclassified to other comprehensive income		
4. Provision for credit impairment of other debt investment		
5. Cash flow hedging reserve		

Consolidated Income Statement (Continued)
June 2026

Prepared by: Nanjing Panda Electronics Company Limited *Unit: RMB*

Items	**Amount for the current period**	Amount for corresponding period of last year
6. Translation difference of financial statements in foreign currencies		
7. Others		
Net other comprehensive income after tax attributable to minority shareholders		
7. Total comprehensive income	**1,439,636.30**	-18,995,131.17
Total comprehensive income attributable to the equity holders of the parent company	**-26,019,809.11**	-45,584,145.10
Total comprehensive income attributable to minority shareholders	**27,459,445.41**	26,589,013.93
8. Earnings per share:		
(1) Basic earnings per share *(RMB/share)*	**-0.0285**	-0.0499
(2) Diluted earnings per share *(RMB/share)*	**-0.0285**	-0.0499

Legal representative:	*Chief Accountant:*	*Head of the Accounting Department:*
Hu Huichun	**Hu Shoujun**	**Xue Gang**

Consolidated Statement of Changes in Shareholders' Equity

June 2026

Prepared by: Nanjing Panda Electronics Company Limited

Unit: RMB

	Amount for the current period												
	Equity attributable to the shareholders of parent company												
		Other equity instrument											
Items	Share capital	Preference shares	Perpetual bonds	Others	Capital reserve	Less: treasury shares	Other comprehensive income	Special reserve	Surplus reserve	General risk reserve	Undistributed profit	Minority interests	Total shareholders' equity
I. Balance at the end of prior year	913,838,529.00				1,470,247,737.78				330,561,591.05		409,658,830.41	283,002,711.77	3,407,309,400.01
Add: Changes in accounting policies													
Error correction of previous period													
Business combination involving entities under common control													
Others													
II. Balance at the beginning of current year	913,838,529.00				1,470,247,737.78				330,561,591.05		409,658,830.41	283,002,711.77	3,407,309,400.01
III. Changes of current year (decreases are represented by "-")											-35,158,194.40	27,459,445.41	-7,698,748.99
(I) Total comprehensive income											-26,019,809.11	27,459,445.41	1,439,636.30
(II) Share capital contributed or withdrawn by shareholders													
1. Share capital contributed by shareholders													
2. Capital contributed by holders of other equity instruments													
3. Amount of share-based payment included in shareholders' equity													
4. Others													
(III) Profit distribution											-9,138,385.29		-9,138,385.29
1. Appropriation of surplus reserve													
2. Appropriation of general risk reserve													
3. Appropriation of profit to shareholders											-9,138,385.29		-9,138,385.29
4. Others													

Consolidated Statement of Changes in Shareholders' Equity (Continued)

June 2026

Prepared by: Nanjing Panda Electronics Company Limited

Unit: RMB

Items	Amount for the current period – Equity attributable to the shareholders of parent company: Share capital	Other equity instrument: Preference shares	Other equity instrument: Perpetual bonds	Other equity instrument: Others	Capital reserve	Less: treasury shares	Other comprehensive income	Special reserve	Surplus reserve	General risk reserve	Undistributed profit	Minority interests	Total shareholders' equity
(IV) Internal carry-over within shareholders' equity													
1. Transfer of capital reserve to share capital													
2. Transfer of surplus reserve to share capital													
3. Surplus reserve to cover losses													
4. Change in defined benefit plan carried over to retained earnings													
5. Other comprehensive income carried over to retained earnings													
6. Others													
(V) Appropriation and application of special reserve													
1. Appropriation for the current period								38,311.84					38,311.84
2. Application for the current period								38,311.84					38,311.84
(VI) Others													
IV. Balance at the end of the year	913,838,529.00				1,470,247,737.78				330,561,591.05		374,500,636.01	310,462,157.18	3,399,610,651.02

Legal representative: **Hu Huichun**

Chief Accountant: **Hu Shoujun**

Head of the Accounting Department: **Xue Gang**

Consolidated Statement of Changes in Shareholders' Equity (Continued)
June 2026

Prepared by: Nanjing Panda Electronics Company Limited

Unit: RMB

Items	Amount for corresponding period of last year — Equity attributable to the shareholders of parent company: Share capital	Other equity instrument: Preference shares	Other equity instrument: Perpetual bonds	Other equity instrument: Others	Capital reserve	Less: treasury shares	Other comprehensive income	Special reserve	Surplus reserve	General risk reserve	Undistributed profit	Minority interests	Total shareholders' equity
I. Balance at the end of prior year	913,838,529.00				1,470,691,800.13			275,607.10	309,500,586.70		419,988,124.67	275,324,497.23	3,389,619,144.83
Add: Changes in accounting policies													
Error correction of previous period													
Business combination involving entities under common control													
Others													
II. Balance at the beginning of current year	913,838,529.00				1,470,691,800.13			275,607.10	309,500,586.70		419,988,124.67	275,324,497.23	3,389,619,144.83
III. Changes of current year (decreases are represented by "-")					-444,062.35			-697.14			-45,584,145.10	26,589,013.93	-19,439,890.66
(I) Total comprehensive income											-45,584,145.10	26,589,013.93	-18,995,131.17
(II) Share capital contributed or withdrawn by shareholders													
1. Share capital contributed by shareholders													
2. Capital contributed by holders of other equity instruments													
3. Amount of share-based payment included in shareholders' equity													
4. Others													
(III) Profit distribution													
1. Appropriation of surplus reserve													
2. Appropriation of general risk reserve													
3. Appropriation of profit to shareholders													
4. Others													

Consolidated Statement of Changes in Shareholders' Equity (Continued)

June 2026

Prepared by: Nanjing Panda Electronics Company Limited

Unit: RMB

Items	Amount for corresponding period of last year												
	Equity attributable to the shareholders of parent company												
		Other equity instrument											
	Share capital	Preference shares	Perpetual bonds	Others	Capital reserve	Less: treasury shares	Other comprehensive income	Special reserve	Surplus reserve	General risk reserve	Undistributed profit	Minority interests	Total shareholders' equity
(IV) Internal carry-over within shareholders' equity													
1. Transfer of capital reserve to share capital													
2. Transfer of surplus reserve to share capital													
3. Surplus reserve to cover losses													
4. Change in defined benefit plan carried over to retained earnings													
5. Other comprehensive income carried over to retained earnings													
6. Others													
(V) Appropriation and application of special reserve								-697.14					-697.14
1. Appropriation for the current period								73,331.81					73,331.81
2. Application for the current period								74,028.95					74,028.95
(VI) Others					-444,062.35								-444,062.35
IV. Balance at the end of the year	913,838,529.00				1,470,247,737.78			274,909.96	309,500,586.70		374,403,979.57	301,913,511.16	3,370,179,254.17

Legal representative: **Hu Huichun**

Chief Accountant: **Hu Shoujun**

Head of the Accounting Department: **Xue Gang**

Consolidated Statement of Cash Flows
June 2026

Prepared by: Nanjing Panda Electronics Company Limited *Unit: RMB*

Items		**Amount for the current period**	Amount for corresponding period of last year
1.	**Cash flows from operating activities**		
	Cash received from the sale of goods and rendering of services	**1,172,815,428.09**	1,127,833,942.83
	Net increase in deposits and placements from financial institutions		
	Net increase in borrowings due to central bank		
	Net increase in loans from banks and other financial institutions		
	Cash received from premiums of original insurance contract		
	Net cash amount of reinsurance business		
	Net increase in deposits of the insured and investment		
	Cash received from interests, fees and commissions		
	Net increase in placements from banks and other financial institutions		
	Net increase in repurchasing		
	Refunds of taxes	**19,814,844.75**	16,425,409.70
	Cash received relating to other operating activities	**71,326,452.52**	65,807,882.92
	Sub-total of cash inflows from operating activities	**1,263,956,725.36**	1,210,067,235.45

Consolidated Statement of Cash Flows (Continued)
June 2026

Prepared by: Nanjing Panda Electronics Company Limited *Unit: RMB*

Items	Amount for the current period	Amount for corresponding period of last year
Cash paid on purchase of goods and services received	**1,066,811,087.63**	894,095,983.57
Net increase in loans and advances		
Net increase in deposits in the central bank and other financial institutions		
Cash paid for claim settlements on original insurance contract		
Net increase in placements with banks and other financial institutions		
Cash paid for interests, fees and commissions		
Cash paid for policy dividends		
Cash paid to and on behalf of employees	**292,079,499.65**	313,648,617.56
Cash paid for all types of taxes	**62,706,857.44**	56,746,766.94
Cash paid relating to other operating activities	**71,968,741.34**	90,507,500.96
Sub-total of cash outflows from operating activities	**1,493,566,186.06**	1,354,998,869.03
Net cash flows generated from operating activities	**-229,609,460.70**	-144,931,633.58
2. Cash flows from investing activities		
Cash received from disposal of investments		74,588,105.84
Cash received from return on investments	**110,301,053.71**	96,616,912.78
Net cash received from the disposal of fixed assets, intangible assets and other long-term assets	**634,000.00**	77,300.00
Net cash received from disposal of subsidiaries and other operating entities		
Cash received relating to other investing activities	**821,880,000.00**	793,800,271.23
Sub-total of cash inflows from investing activities	**932,815,053.71**	965,082,589.85

Consolidated Statement of Cash Flows (Continued)
June 2026

Prepared by: Nanjing Panda Electronics Company Limited *Unit: RMB*

Items	**Amount for the current period**	Amount for corresponding period of last year
Cash paid on purchase of fixed assets, intangible assets and other long-term assets	**9,450,033.29**	18,943,769.19
Cash paid for investments		
Net increase in secured loans		
Net cash paid on acquisition of subsidiaries and other operating entities		
Cash paid relating to other investing activities	**915,000,000.00**	679,000,000.00
Sub-total of cash outflows from investing activities	**924,450,033.29**	697,943,769.19
Net cash flows generated from investing activities	**8,365,020.42**	267,138,820.66
3. Cash flows generated from financing activities		
Cash received from investment		
Including: Cash received by subsidiaries from minority shareholders' investment		
Cash received from borrowings	**6,260,550.00**	
Cash received from issuing bonds		
Cash received relating to other financing activities	**615.55**	
Sub-total of cash inflows from financing activities	**6,261,165.55**	

Consolidated Statement of Cash Flows (Continued)
June 2026

Prepared by: Nanjing Panda Electronics Company Limited *Unit: RMB*

Items	Amount for the current period	Amount for corresponding period of last year
Cash paid on repayment of borrowings		
Cash paid on distribution of dividends or profits, or interest expenses	**36,846,454.30**	7,600,000.00
Including: bonus and profit paid to minority shareholders by subsidiaries	**32,293,618.30**	7,600,000.00
Cash paid relating to other financing activities	**2,329,498.88**	1,129,418.84
Sub-total of cash outflows from financing activities	**39,175,953.18**	8,729,418.84
Net cash flows generated from financing activities	**-32,914,787.63**	-8,729,418.84
4. Effect of fluctuation in exchange rate on cash and cash equivalents	**-2,685,562.07**	1,511,623.54
5. Net increase in cash and cash equivalents	**-256,844,789.98**	114,989,391.78
Add: balance of cash and cash equivalents at the beginning of the period	**1,072,057,362.08**	666,522,106.70
6. Balance of cash and cash equivalents at the end of the period	**815,212,572.10**	781,511,498.48

Legal representative: **Hu Huichun** *Chief Accountant:* **Hu Shoujun** *Head of the Accounting Department:* **Xue Gang**

Balance Sheet
As at 30 June 2026

Prepared by: Nanjing Panda Electronics Company Limited *Unit: RMB*

ASSETS	Closing balance	Opening balance
Current assets:		
Cash and cash equivalents	**190,520,985.50**	275,027,400.31
Financial assets held for trading	**250,878,506.85**	316,694,760.28
Derivative financial assets		
Notes receivable		5,141,417.09
Accounts receivable	**97,435,989.86**	110,936,663.17
Receivables financing		3,647,170.50
Prepayments	**6,259,304.42**	4,547,114.23
Other receivables	**705,899,035.39**	643,456,435.17
Inventories	**6,387,847.30**	8,619,100.75
Contract assets		
Held-for-sale assets		
Non-current assets due within one year		
Other current assets	**50,706,325.06**	43,545,026.26
Total current assets	**1,308,087,994.38**	1,411,615,087.76

Balance Sheet (Continued)
As at 30 June 2026

Prepared by: Nanjing Panda Electronics Company Limited *Unit: RMB*

ASSETS	Closing balance	Opening balance
Non-current assets:		
Debt investments		
Other debt investments		
Long-term receivables		
Long-term equity investments	**1,078,443,853.57**	1,149,785,323.06
Other equity instruments investments		
Other non-current financial assets		
Investment properties	**381,527,292.74**	373,619,047.49
Fixed assets	**300,673,249.17**	325,197,783.62
Construction in progress		74,716.96
Biological assets for production		
Fuel assets		
Right-of-use assets		
Intangible assets	**63,420,523.50**	64,677,382.27
Development expenses		
Goodwill		
Long-term expenses to be amortised	**7,105,559.46**	9,486,681.22
Deferred income tax assets		
Other non-current assets		
Total non-current assets	**1,831,170,478.44**	1,922,840,934.62
Total assets	**3,139,258,472.82**	3,334,456,022.38

Legal representative: **Hu Huichun** *Chief Accountant:* **Hu Shoujun** *Head of Accounting Department:* **Xue Gang**

Balance Sheet (Continued)
As at 30 June 2026

Prepared by: Nanjing Panda Electronics Company Limited *Unit: RMB*

Liabilities and shareholders' equity	Closing balance	Opening balance
Current liabilities:		
Short-term borrowings		
Financial liabilities held for trading		
Derivative financial liabilities		
Note payables	**15,907,487.95**	1,889,925.69
Accounts payable	**22,910,096.36**	52,472,686.99
Advance receipts from customers	**2,443.50**	
Contract liabilities	**190,357.26**	200,976.74
Staff salaries payable	**5,206,605.22**	11,971,595.77
Taxes payable	**10,926,568.39**	12,100,830.01
Other payables	**63,521,165.18**	224,714,190.15
Liabilities held for sale		
Non-current liabilities due within one year		
Other current liabilities	**1,833,674.77**	8,303,159.13
Total current liabilities	**120,498,398.63**	311,653,364.48
Non-current liabilities:		
Long-term loans		
Bonds payables		
Including: Preferred shares		
Perpetual bonds		
Lease liabilities		
Long-term payables		

Balance Sheet (Continued)
As at 30 June 2026

Prepared by: Nanjing Panda Electronics Company Limited *Unit: RMB*

Liabilities and shareholders' equity	**Closing balance**	Opening balance
Long-term staff salaries payables		409,048.41
Estimated liabilities		
Deferred income	**152,607.18**	
Deferred income tax liabilities	**219,626.71**	423,690.07
Other non-current liabilities		
Total non-current liabilities	**372,233.89**	832,738.48
Total liabilities	**120,870,632.52**	312,486,102.96
Owners' equity:		
Share capital	**913,838,529.00**	913,838,529.00
Other equity instruments		
Including: Preferred shares		
Perpetual bonds		
Capital reserve	**1,474,197,239.37**	1,474,197,239.37
Less: Treasury shares		
Other comprehensive income		
Special reserve		
Surplus reserve	**330,561,591.05**	330,561,591.05
Undistributed profit	**299,790,480.88**	303,372,560.00
Total shareholders' equity	**3,018,387,840.30**	3,021,969,919.42
Total liabilities and shareholders' equity	**3,139,258,472.82**	3,334,456,022.38

Legal representative:	*Chief Accountant:*	*Head of the Accounting Department:*
Hu Huichun	**Hu Shoujun**	**Xue Gang**

Income Statement
June 2026

Prepared by: Nanjing Panda Electronics Company Limited *Unit: RMB*

Items	Amount for the current period	Amount for corresponding period of last year
1. Total operating income	**26,637,117.29**	35,108,687.01
Less: Operating costs	**14,295,911.56**	18,988,920.49
Business taxes and surcharges	**5,453,860.99**	4,813,445.43
Selling expenses	**367,025.40**	1,124,649.81
Administrative expenses	**46,450,648.81**	58,323,575.49
R&D expenses	**5,998,757.20**	19,215,062.97
Financial expenses	**1,998,997.46**	-15,722.90
Including: Interest expense		
Interest income	**437,027.83**	310,927.59
Add: Other gains	**3,697,399.83**	122,256.25
Investment income (losses are represented by "-")	**48,031,340.82**	60,300,174.40
Including: Investment income of associates and joint ventures	**18,658,530.51**	48,377,408.12
Income on hedging the net exposure (losses are represented by "-")		
Income from changes in fair value (losses are represented by "-")	**2,403,098.17**	1,830,334.25
Credit impairment loss	**-862,724.24**	-446,921.33
Asset impairment loss		
Gains on disposal of assets (losses are represented by "-")		
2. Operating profit (losses are represented by "-")	**5,341,030.45**	-5,535,400.71
Add: Non-operating income	**65,367.16**	0.07
Less: Non-operating expenses	**54,154.80**	16,819.46
3. Total profit (total losses are represented by "-")	**5,352,242.81**	-5,552,220.10
Less: Income tax expense	**-204,063.36**	
4. Net profit (net losses are represented by "-")	**5,556,306.17**	-5,552,220.10
(1) Net profit for going concern (net losses are represented by "-")	**5,556,306.17**	-5,552,220.10
(2) Net profit for discontinued operation (net losses are represented by "-")		

Income Statement (Continued)
June 2026

Prepared by: Nanjing Panda Electronics Company Limited *Unit: RMB*

Items	Amount for the current period	Amount for corresponding period of last year
5. Net other comprehensive income after tax		
(1) Other comprehensive income which will not be reclassified subsequently to profit and loss		
1. Changes as a result of remeasurement of defined benefit plan		
2. Other comprehensive income accounted for using equity method which will not be reclassified to profit and loss		
3. Changes in fair value of other equity instruments investment		
4. Changes in fair value of the enterprise's own credit risk		
(2) Other comprehensive income which will be reclassified to profit and loss		
1. Other comprehensive income accounted for using equity method which will be reclassified to profit and loss		
2. Gains or losses arising from changes in fair value of available for-sale financial assets		
3. Gains or losses arising from reclassification of held-to-maturity investments as available-for-sale financial assets		
4. Changes in fair value of other debt investment		
5. Amount of financial assets reclassified to other comprehensive income		
6. Provision for credit impairment of other debt investment		

Income Statement (Continued)
June 2026

Prepared by: Nanjing Panda Electronics Company Limited *Unit: RMB*

Items		Amount for the current period	Amount for corresponding period of last year
	7. Cash flow hedging reserve		
	8. Translation difference of financial statements in foreign currencies		
	9. Others		
	Net other comprehensive income after tax attributable to minority shareholders		
6.	**Total comprehensive income**	**5,556,306.17**	-5,552,220.10
7.	**Earnings per share:**		
	(1) Basic earnings per share		
	(2) Diluted earnings per share		

Legal representative:	*Chief Accountant:*	*Head of the Accounting Department:*
Hu Huichun	**Hu Shoujun**	**Xue Gang**

Statement of Changes in Shareholders' Equity

June 2026

Prepared by: Nanjing Panda Electronics Company Limited *Unit: RMB*

Items	Amount for the current period											
		Other equity instrument										
	Share capital	Preference shares	Perpetual bonds	Others	Capital reserve	Less: treasury shares	Other comprehensive income	Special reserve	Surplus reserve	General risk reserve	Undistributed profit	Total shareholders' equity
I. Balance at the end of prior year	913,838,529.00				1,474,197,239.37				330,561,591.05		303,372,560.00	3,021,969,919.42
Add: Changes in accounting policies												
Error correction of previous period												
Others												
II. Balance at the beginning of current year	913,838,529.00				1,474,197,239.37				330,561,591.05		303,372,560.00	3,021,969,919.42
III. Changes of current year (decreases are represented by "-")												
(I) Total comprehensive income											-3,582,079.12	-3,582,079.12
(II) Share capital contributed or withdrawn by shareholders											5,556,306.17	5,556,306.17
1. Share capital contributed by shareholders												
2. Capital contributed by holders of other equity instruments												
3. Amount of share-based payment included in shareholders' equity												
4. Others												
(III) Profit distribution											-9,138,385.29	-9,138,385.29
1. Appropriation of surplus reserve												
2. Appropriation of general risk reserve												
3. Appropriation of profit to shareholders											-9,138,385.29	-9,138,385.29
4. Others												

Statement of Changes in Shareholders' Equity (Continued)

June 2026

Prepared by: Nanjing Panda Electronics Company Limited

Unit: RMB

Items	Amount for the current period											
	Share capital	Other equity instrument			Capital reserve	Less: treasury shares	Other comprehensive income	Special reserve	Surplus reserve	General risk reserve	Undistributed profit	Total shareholders' equity
		Preference shares	Perpetual bonds	Others								
(IV) Internal carry-over within shareholders' equity												
1. Transfer of capital reserve to share capital												
2. Transfer of surplus reserve to share capital												
3. Surplus reserve to cover losses												
4. Change in defined benefit plan carried over to retained earnings												
5. Other comprehensive income carried over to retained earnings												
6. Others												
(V) Appropriation and application of special reserve												
1. Appropriation of special reserve in the period												
2. Application of special reserve in the period												
(VI) Others												
IV. Balance at the end of the year	913,838,529.00				1,474,197,239.37				330,561,591.05		299,790,480.88	3,018,387,840.30

Legal representative: **Hu Huichun**

Chief Accountant: **Hu Shoujun**

Head of the Accounting Department: **Xue Gang**

Statement of Changes in Shareholders' Equity (Continued)

June 2026

Prepared by: Nanjing Panda Electronics Company Limited

Unit: RMB

Items	Amount for corresponding period of last year											
	Share capital	Other equity instrument: Preference shares	Other equity instrument: Perpetual bonds	Other equity instrument: Others	Capital reserve	Less: treasury shares	Other comprehensive income	Special reserve	Surplus reserve	General risk reserve	Undistributed profit	Total shareholders' equity
I. Balance at the end of prior year	913,838,529.00				1,474,641,301.72				309,500,586.70		113,823,520.85	2,811,803,938.27
Add: Changes in accounting policies												
Error correction of previous period												
Others												
II. Balance at the beginning of current year	913,838,529.00				1,474,641,301.72				309,500,586.70		113,823,520.85	2,811,803,938.27
III. Changes of current year (decreases are represented by "-")					-444,062.35						-5,552,220.10	-5,996,282.45
(I) Total comprehensive income											-5,552,220.10	-5,552,220.10
(II) Share capital contributed or withdrawn by shareholders												
1. Share capital contributed by shareholders												
2. Capital contributed by holders of other equity instruments												
3. Amount of share-based payment included in shareholders' equity												
4. Others												
(III) Profit distribution												
1. Appropriation of surplus reserve												
2. Appropriation of general risk reserve												
3. Appropriation of profit to shareholders												
4. Others												

Statement of Changes in Shareholders' Equity (Continued)
June 2026

Prepared by: Nanjing Panda Electronics Company Limited

Unit: RMB

Items	Amount for corresponding period of last year											
	Share capital	Other equity instrument			Capital reserve	Less: treasury shares	Other comprehensive income	Special reserve	Surplus reserve	General risk reserve	Undistributed profit	Total shareholders' equity
		Preference shares	Perpetual bonds	Others								
(IV) Internal carry-over within shareholders' equity												
1. Transfer of capital reserve to share capital												
2. Transfer of surplus reserve to share capital												
3. Surplus reserve to cover losses												
4. Change in defined benefit plan carried over to retained earnings												
5. Other comprehensive income carried over to retained earnings												
6. Others												
(V) Appropriation and application of special reserve												
1. Appropriation of special reserve in the period												
2. Application of special reserve in the period												
(VI) Others					-444,062.35							-444,062.35
IV. Balance at the end of the year	913,838,529.00				1,474,197,239.37				309,500,586.70		108,271,300.75	2,805,807,655.82

Legal representative: **Hu Huichun**

Chief Accountant: **Hu Shoujun**

Head of the Accounting Department: **Xue Gang**

Statement of Cash Flows
June 2026

Prepared by: Nanjing Panda Electronics Company Limited *Unit: RMB*

Items	Amount for the current period	Amount for corresponding period of last year
1. Cash flows from operating activities		
Cash received from the sale of goods and rendering of services	**45,497,012.01**	42,343,454.28
Net increase in deposits and placements from financial institutions		
Net increase in borrowings due to central bank		
Net increase in loans from other financial institutions		
Cash received from premiums of original insurance contract		
Net cash amount of reinsurance business		
Net increase in deposits of the insured and investment		
Net increase in disposal of financial assets held for trading		
Cash received from interests, fees and commissions		
Net increase in placements from banks and other financial institutions		
Net increase in repurchasing		
Refunds of taxes	**127,328.51**	1,192,175.36
Cash received relating to other operating activities	**13,263,390.50**	10,396,166.96
Sub-total of cash inflows from operating activities	**58,887,731.02**	53,931,796.60
Cash paid on purchase of goods and services received	**19,774,877.86**	31,587,294.47
Net increase in loans and advances		
Net increase in deposits in the central bank and other financial institutions		
Cash paid for claim settlements on original insurance contract		
Cash paid for interests, fees and commissions		
Cash paid for policy dividends		
Cash paid to and on behalf of employees	**38,011,961.21**	56,311,168.88
Cash paid for all types of taxes	**6,634,665.09**	5,333,715.54

Statement of Cash Flows (Continued)
June 2026

Prepared by: Nanjing Panda Electronics Company Limited *Unit: RMB*

Items	Amount for the current period	Amount for corresponding period of last year
Cash paid relating to other operating activities	**24,674,480.33**	31,591,118.89
Sub-total of cash outflows from operating activities	**89,095,984.49**	124,823,297.78
Net cash flows generated from operating activities	**-30,208,253.47**	-70,891,501.18
2. Cash flows from investing activities		
Cash received from disposal of investments		74,588,105.84
Cash received from return on investments	**147,160,834.89**	110,073,254.36
Net cash received from the disposal of fixed assets, intangible assets and other long-term assets		
Net cash received from disposal of subsidiaries and other operating entities		
Cash received relating to other investing activities	**438,366,916.66**	494,282,671.23
Sub-total of cash inflows from investing activities	**585,527,751.55**	678,944,031.43
Cash paid on purchase of fixed assets, intangible assets and other long-term assets	**1,044,361.33**	784,936.52
Cash paid for investments		
Net cash paid on acquisition of subsidiaries and other operating entities		
Cash paid relating to other investing activities	**470,000,000.00**	522,000,000.00
Sub-total of cash outflows from investing activities	**471,044,361.33**	522,784,936.52
Net cash flows generated from investing activities	**114,483,390.22**	156,159,094.91

Statement of Cash Flows (Continued)
June 2026

Prepared by: Nanjing Panda Electronics Company Limited *Unit: RMB*

Items	**Amount for the current period**	Amount for corresponding period of last year
3. Cash flows generated from financing activities		
Cash received from investment		
Including: Cash received by subsidiaries from minority shareholders' investment		
Cash received from borrowings		
Cash received from issuing bonds		
Cash received relating to other financing activities		90,000,000.00
Sub-total of cash inflows from financing activities		90,000,000.00
Cash paid on repayment of borrowings		
Cash paid on distribution of dividends or profits, or interest expenses	**4,541,236.76**	
Including: dividend and profit paid to minority shareholders by subsidiaries		
Cash paid relating to other financing activities	**165,000,000.00**	50,000,000.00
Sub-total of cash outflows from financing activities	**169,541,236.76**	50,000,000.00
Net cash flows generated from financing activities	**-169,541,236.76**	40,000,000.00

Statement of Cash Flows (Continued)
June 2026

Prepared by: Nanjing Panda Electronics Company Limited *Unit: RMB*

Items	Amount for the current period	Amount for corresponding period of last year
4. Effect of fluctuations in exchange rates on cash and cash equivalents	**-189.64**	-41.15
5. Net increase in cash and cash equivalents	**-85,266,289.65**	125,267,552.58
Add: balance of cash and cash equivalents at the beginning of the period	**274,649,415.17**	60,473,856.82
6. Balance of cash and cash equivalents at the end of the period	**189,383,125.52**	185,741,409.40

Legal representative:	*Chief Accountant:*	*Head of the Accounting Department:*
Hu Huichun	**Hu Shoujun**	**Xue Gang**

The following is the account section only:
Unless otherwise stated, the amounts are denominated in RMB
Amount in the current period covers: January to June 2026
Amount in the corresponding period of last year covers: January to June 2025
Balance as at the end of last year/Opening balance relates to: 31 December 2025
Closing balance relates to: 30 June 2026

NOTE

(I) BASIS OF PREPARATION

The financial statements have been prepared in accordance with the basic and specific standards of the Accounting Standards for Business Enterprises, the Application Guidance for Accounting Standard for Business Enterprises, interpretations of the Accounting Standards for Business Enterprises and other relevant regulations issued by the Ministry of Finance (hereinafter collectively referred to as "CAS"), and the disclosure requirements in the Preparation Convention of Information Disclosure by Companies Offering Securities to the Public No. 15 – General Provisions on Financial Reporting issued by the China Securities Regulatory Commission. In addition, the financial statements comply with the applicable disclosure provisions of the rules governing the listing of securities issued by The Stock Exchange of Hong Kong Limited and with the applicable disclosure provisions of the Hong Kong Companies Ordinance.

(II) GOING CONCERN

This financial statement is prepared on a going concern basis.

(III) SEGMENT INFORMATION

According to the Company's internal organizational structure, management requirements and internal reporting system, three reportable segments were identified, namely: private wireless communications, intelligent equipment and smart city and advanced manufacturing services. The Company's various reportable segments provide different products or services, or engage in business activities in different regions. Due to the need for different technologies or market strategies for each segment, the Company's management monitors the different segments in respect of their business activities separately, and evaluate the operating results on a regular basis in order to allocate resources and evaluate their performance.

The transfer prices between segments are determined based on the actual transaction prices. Indirect expenses that are attributable to each segment are allocated among the segments in proportion. Assets are allocated based on the operations of the segments and the location of the assets. Segment liabilities include liabilities arising from the segment's operating activities that are attributable to the segment. If expenses related to liabilities that are jointly borne by multiple operating segments are allocated to these operating segments, the jointly borne liabilities are also allocated to these operating segments.

Non-current assets are classified according to the region in which the assets are located in, and the Company's non-current assets are all located in the territory of China.

Set out below as at 30 June 2026:

Item	Private Wireless Communications	Intelligent Equipment and Smart City	Advanced Manufacturing Services	Offsetting	Total
Revenue	73,832,965.14	419,734,863.81	879,339,514.18	-33,778,253.72	1,339,129,089.41
Investment income from associates and joint ventures		18,608,021.54			18,608,021.54
Assets impairment losses		5,347,704.19	-3,354,264.14		1,993,440.05
Credit impairment losses	-554,616.55	681,542.01	-950,413.24		-823,487.78
Depreciation and Amortization	1,489,439.78	29,561,978.56	15,718,394.29	-1,084,087.07	45,685,725.56
Total profit (Total loss)	-8,072,270.83	1,077,170.72	17,175,369.69	1,084,087.07	11,264,356.65
Income tax expenses		10,350,938.83	-566,336.87	40,118.39	9,824,720.35
Net profit (Net loss)	-8,072,270.83	-9,273,768.11	17,741,706.56	1,043,968.68	1,439,636.30
Total assets	234,517,552.63	4,455,683,041.94	1,430,479,865.97	-660,953,802.76	5,459,726,657.78
Total liabilities	189,207,906.46	1,313,219,664.26	891,084,438.52	-333,396,002.48	2,060,116,006.76
Long-term equity investments in associates and joint ventures		339,355,223.25			339,355,223.25
Increase in other non-current assets except long-term equity investments	-1,644,520.46	-21,527,372.42	-9,847,729.01	1,043,968.68	-31,975,653.21

(IV) ACCOUNTS RECEIVABLE

1. *Accounts receivable by aging*

Aging	**Closing Balance**	Opening Balance
Within 1 year	**1,209,680,822.19**	1,009,128,328.81
Including: 0-6 months	**821,963,430.54**	828,205,040.64
7-12 months	**387,717,391.65**	180,923,288.17
1-2 years	**235,107,775.74**	256,485,579.67
2-3 years	**126,087,837.15**	144,102,094.86
3-4 years	**40,920,450.09**	45,598,888.30
4-5 years	**34,517,309.23**	42,486,846.63
More than 5 years	**65,529,160.22**	63,661,376.59
Sub-total	**1,711,843,354.62**	1,561,463,114.86
Less: Allowance for credit losses	**147,166,297.82**	146,263,416.31
Total	**1,564,677,056.80**	1,415,199,698.55

Note: The aging is counted starting from the date when accounts receivable is recognized.

2. *Accounts receivable shown by classification of bad debt provisions*

	Closing Balance				
	Book value		Provision for bad debts		
Category	Amount	Proportion *(%)*	Amount	Expected credit loss rate *(%)*	Carrying amount
Accounts receivable accruing bad debt provisions in individual portfolio	64,768,870.05	3.78	53,676,453.05	82.87	11,092,417.00
Accounts receivable accruing bad debt provisions by collective portfolio	1,647,074,484.57	96.22	93,489,844.77	5.68	1,553,584,639.80
Including: aging portfolio	1,277,059,412.18	74.60	90,634,746.12	7.10	1,186,424,666.06
other portfolio	370,015,072.39	21.62	2,855,098.65	0.77	367,159,973.74
Total	1,711,843,354.62	100.00	147,166,297.82	8.60	1,564,677,056.80

	Opening Balance				
	Book value		Provision for bad debts		
Category	Amount	Proportion (%)	Amount	Expected credit loss rate (%)	Carrying amount
Accounts receivable accruing bad debt provisions in individual portfolio	66,163,315.73	4.24	54,866,740.73	82.93	11,296,575.00
Accounts receivable accruing bad debt provisions by collective portfolio	1,495,299,799.13	95.76	91,396,675.58	6.11	1,403,903,123.55
Including: aging portfolio	1,141,537,168.72	73.11	88,226,547.58	7.73	1,053,310,621.14
other portfolio	353,762,630.41	22.65	3,170,128.00	0.90	350,592,502.41
Total	1,561,463,114.86	100.00	146,263,416.31	9.37	1,415,199,698.55

(1) Significant accounts receivable that are individually assessed for provisions

	Closing Balance			
Company name	**Book value**	**Provision for bad debts**	**Provision rate (%)**	**Reasons**
Jiangsu Jinmao Robot Technology Co., Ltd.	22,388,992.00	11,296,575.00	50.46	Expected to be partially unrecoverable
Nanjing Green Dot Environmental Protection Technology Co., Ltd.	13,201,320.00	13,201,320.00	100	Expected to be unrecoverable
Anhui Zaiyuan Environmental Protection Equipment Co., Ltd.	7,120,000.00	7,120,000.00	100	Expected to be unrecoverable
Xuzhou Suning Real Estate Co., Ltd.	5,611,197.07	5,611,197.07	100	Expected to be unrecoverable
Jiangsu Zhongshi Environmental Technology Co., Ltd.	6,500,000.00	6,500,000.00	100	Expected to be unrecoverable
Nanchang Shuntang Green Electric Technology Co., Ltd.	2,553,482.35	2,553,482.35	100	Expected to be unrecoverable
Wenzhou Zhongdian Xingxin Intelligent Technology Co., Ltd.	2,040,000.00	2,040,000.00	100	Expected to be unrecoverable
Informatization Department of the Headquarters of a Military Region	2,023,000.00	2,023,000.00	100	Expected to be unrecoverable
Zhejiang Bajun Plastic Industry Co., Ltd.	1,600,000.00	1,600,000.00	100	Expected to be unrecoverable
Total	63,037,991.42	51,945,547.42	82.40	

Company name	Opening Balance Book value	Provision for bad debts	Provision rate (%)	Reasons
Jiangsu Jinmao Robot Technology Co., Ltd.	22,593,150.00	11,296,575.00	50	Expected to be partially unrecoverable
Nanjing Green Dot Environmental Protection Technology Co., Ltd.	13,201,320.00	13,201,320.00	100	Expected to be unrecoverable
Anhui Zaiyuan Environmental Protection Equipment Co., Ltd.	7,120,000.00	7,120,000.00	100	Expected to be unrecoverable
Xuzhou Suning Real Estate Co., Ltd.	6,611,197.07	6,611,197.07	100	Expected to be unrecoverable
Jiangsu Zhongshi Environmental Technology Co., Ltd.	6,500,000.00	6,500,000.00	100	Expected to be unrecoverable
Nanchang Shuntang Green Electric Technology Co., Ltd.	2,553,482.35	2,553,482.35	100	Expected to be unrecoverable
Wenzhou Zhongdian Xingxin Intelligent Technology Co., Ltd.	2,040,000.00	2,040,000.00	100	Expected to be unrecoverable
Informatization Department of the Headquarters of a Military Region	2,023,000.00	2,023,000.00	100	Expected to be unrecoverable
Zhejiang Bajun Plastic Industry Co., Ltd.	1,600,000.00	1,600,000.00	100	Expected to be unrecoverable
Total	64,242,149.42	52,945,574.42	82.42	

(2) *Accounts receivable that are assessed on grouping basis for provisions:*

① Group 1: Aging group

Aging	Closing Balance Book value	Expected credit loss rate (%)	Provision for bad debts	Opening Balance Book Value	Expected credit loss rate (%)	Provision for bad debts
Within 1 year	916,560,476.38		15,460,473.26	766,368,799.33		7,473,666.01
Including: 0-6 months	607,351,012.66			616,895,479.08		
7-12 months	309,209,463.72	5.00	15,460,473.26	149,473,320.25	5.00	7,473,666.01
1-2 years	199,764,303.95	10.00	19,976,430.40	199,322,562.43	10.00	19,932,256.24
2-3 years	90,952,740.86	15.00	13,642,911.12	95,872,155.44	15.00	14,380,823.32
3-4 years	19,530,889.29	30.00	5,859,266.79	26,382,851.79	30.00	7,914,855.54
4-5 years	29,110,674.30	50.00	14,555,337.15	30,131,706.52	50.00	15,065,853.26
More than 5 years	21,140,327.40	100.00	21,140,327.40	23,459,093.21	100.00	23,459,093.21
Total	1,277,059,412.18	7.10	90,634,746.12	1,141,537,168.72	7.73	88,226,547.58

② Group 2: Other Groups

Group name	Closing Balance Book value	Closing Balance Provision rate (%)	Closing Balance Provision for bad debts	Opening Balance Book value	Opening Balance Provision rate (%)	Opening Balance Provision for bad debts
Related party	370,015,072.39	0.77	2,855,098.65	353,762,630.41	0.90	3,170,128.00
Total	370,015,072.39	0.77	2,855,098.65	353,762,630.41	0.90	3,170,128.00

3. *Provision for bad debts*

Type	Opening Balance	Changes during the period Provision	Changes during the period Recovery or Reversal	Changes during the period Write-off	Changes during the period Other Changes	Closing Balance
Individual provision for bad debts	54,866,740.73		1,190,287.68			53,676,453.05
Bad debt provisions based on credit risk characteristics	91,396,675.58	2,408,198.54	315,029.35			93,489,844.77
Total	146,263,416.31	2,408,198.54	1,505,317.03			147,166,297.82

4. *No accounts receivable was written off during the Reporting Period.*

5. *Five largest accounts receivable and contract assets by debtor at the end of the period:*

Name	Balance of account receivable at the end of the period	Balance of contract assets at the end of the period	Total balance of accounts receivable and contract assets at the end of the period	Proportion of total accounts receivable and contract assets *(%)*	Balance of provision for bad debts at the end of the period
Nanjing Panda Handa Technology Co., Ltd.	292,289,369.04		292,289,369.04	16.25	1,400,639.15
Nanjing Metro Group Co., Ltd.	291,758,490.58		291,758,490.58	16.22	17,126,244.41
Nanjing Nengkerui Technology Co., Ltd.	163,631,058.11		163,631,058.11	9.10	
Ninebot Technology Co., Ltd.	60,209,189.79		60,209,189.79	3.35	
Ma'anshan Chujiang Intercity Rail Transit Co., Ltd.	59,988,789.34		59,988,789.34	3.34	2,557,646.05
Total	867,876,896.86		867,876,896.86	48.26	21,084,529.61

6. *Overdue accounts receivable at the end of the period*

Item	**Book value**
Accounts not overdue	**1,485,409,339.63**
Overdue amount – within 3 months	**109,752,339.09**
Overdue amount – over 3 months	**116,681,675.90**
Total	**1,711,843,354.62**

(V) CONTRACT ASSETS

1. Contract assets by categories

Item	Closing Balance Book value	Closing Balance Impairment loss	Closing Balance Carrying amount	Opening Balance Book value	Opening Balance Impairment loss	Opening Balance Carrying amount
Intelligent Equipment and Smart City	86,633,818.61	6,099,218.59	80,534,600.02	149,016,884.18	11,446,922.78	137,569,961.40
Total	86,633,818.61	6,099,218.59	80,534,600.02	149,016,884.18	11,446,922.78	137,569,961.40

2. Significant changes in the contract assets and reasons during the Reporting Period

Item	Amount of change	Reason of change
Intelligent Equipment and Smart City	-62,383,065.57	Contract assets recognised at the beginning of the year were transferred to accounts receivable during the period

3. Disclosure by provision method for impairment loss

Item	Closing Balance Book value Amount	Closing Balance Book value Proportion (%)	Closing Balance Impairment loss Amount	Closing Balance Impairment loss Provision rate (%)	Closing Balance Carrying value
Contract assets for bad debt provision based on individual portfolio					
Contract assets for bad debt provision based on collective portfolio	86,633,818.61	100	6,099,218.59	7.04	80,534,600.02
Including: aging portfolio	86,528,279.00	99.88	6,098,226.52	7.05	80,430,052.48
other portfolio	105,539.61	0.12	992.07	0.94	104,547.54
Total	86,633,818.61	100	6,099,218.59	7.04	80,534,600.02

Item	Opening Balance				
	Book value		Impairment loss		
	Amount	Proportion (%)	Amount	Provision rate (%)	Carrying value
Contract assets for bad debt provision based on individual portfolio					
Contract assets for bad debt provision based on collective portfolio	149,016,884.18	100.00	11,446,922.78	7.68	137,569,961.40
Including: aging portfolio	148,898,167.69	99.92	11,446,922.78	7.68	137,451,244.91
other portfolio	118,716.49	0.08			118,716.49
Total	149,016,884.18	100.00	11,446,922.78	7.68	137,569,961.40

(1) Contract assets for bad debt provision based on credit risk characteristics

Group 1: Aging group

Aging	**Closing Balance**			**Opening Balance**		
	Book value	**Impairment loss**	**Provision rate** (%)	**Book value**	**Impairment loss**	**Provision rate** (%)
Within 1 year	45,373,267.54	261,240.66		70,343,576.72		
Including: 0-6 months	40,148,454.44			70,343,576.72		
7-12 months	5,224,813.10	261,240.66	5			
1-2 years	6,725,317.29	672,531.73	10	6,725,317.29	672,531.73	10
2-3 years	34,429,694.17	5,164,454.13	15	71,829,273.68	10,774,391.05	15
Total	86,528,279.00	6,098,226.52	7.05	148,898,167.69	11,446,922.78	7.68

Group 2: Other groups

Aging	Closing Balance Book value	Closing Balance Provision rate (%)	Closing Balance Impairment loss	Opening Balance Book value	Opening Balance Provision rate (%)	Opening Balance Impairment loss
Related party portfolio	105,539.61	0.94	992.07	118,716.49		
Total	105,539.61	0.94	992.07	118,716.49		

4. *Provision for bad debts of contract assets during the period*

Item	Opening Balance	Changes during the period: Provision	Changes during the period: Recovery or Reversal	Changes during the period: Write-off	Changes during the period: Other Changes	Closing Balance	Reason
Intelligent Equipment and Smart City	11,446,922.78	992.07	5,348,696.26			6,099,218.59	Expected credit loss
Total	11,446,922.78	992.07	5,348,696.26			6,099,218.59	

(VI) RIGHT-OF USE ASSETS

Item	Houses and Buildings	Machinery & Equipment	Total
I. Original book value			
1. Opening balance	11,707,412.37		11,707,412.37
2. Increase in the period	5,283,534.59		5,283,534.59
(1) New lease	5,283,534.59		5,283,534.59
3. Decrease in the period			
4. Closing balance	16,990,946.96		16,990,946.96
II. Accumulated depreciation			
1. Opening balance	6,545,951.06		6,545,951.06
2. Increase in the period	2,128,781.68		2,128,781.68
(1) Provision	2,128,781.68		2,128,781.68
3. Decrease in the period			
4. Closing balance	8,674,732.74		8,674,732.74
III. Provision for impairment			
1. Opening balance			
2. Closing balance			
IV. Book value			
1. Book value as at 30 June 2026	8,316,214.22		8,316,214.22
2. Book value as at 1 January 2026	5,161,461.31		5,161,461.31

(VII) ACCOUNTS PAYABLE

1. By aging

Item	Closing Balance	Opening Balance
Within 1 year (including 1 year)	**1,043,232,717.95**	876,248,947.21
1-2 years (including 2 years)	**298,438,601.95**	367,064,200.33
2-3 years (including 3 years)	**146,049,968.28**	130,299,085.25
More than 3 years	**82,735,949.66**	94,161,610.10
Total	**1,570,457,237.84**	1,467,773,842.89

Note: The age of the accounts payable is disclosed based on the age on the date of entry

2. Significant accounts payable aged past 1 year or overdue

Creditor	Closing Balance	Reasons for Unsettled
Shanghai Charmhope Information Technology Co., Ltd.	**36,787,601.22**	Not settled
Jiangsu Zhengjie Construction Labor Service Co., Ltd.	**21,587,551.38**	Not settled
Nanjing Rail Transit System Engineering Co., Ltd.	**16,395,288.00**	Not settled
Nanjing Xinleizhu Communication Technology Development Co., Ltd.	**13,202,710.46**	Not settled
Nanjing Kongchi Technology Co., Ltd	**11,040,408.81**	Not settled
Jiangsu Chenyaode Construction Engineering Labor Service Co., Ltd.	**9,811,874.83**	Not settled
Jiangsu Zhongzhishun Technology Co., Ltd.	**9,644,275.40**	Not settled
Nanjing Keyong Technology Co., Ltd.	**8,312,997.31**	Not settled
Guangzhou GRG Intelligent Technology Solution Co., Ltd.	**7,904,356.30**	Not settled
Total	**134,687,063.71**	

(VIII) CONTRACT LIABILITIES

Item	Closing Balance	Opening Balance
Private Wireless Communications	**8,205,814.16**	13,079,592.92
Advanced Manufacturing Services	**34,525,414.39**	28,529,767.84
Intelligent Equipment and Smart City	**73,371,309.20**	107,168,064.93
Total	**116,102,537.75**	148,777,425.69

Significant changes in the contract liabilities book value and reasons during the Reporting Period

Item	Amount of change	Reasons for change
Private Wireless Communications	-4,873,778.76	Contract liabilities at the beginning of the period was recognized as revenue in current period
Advanced Manufacturing Services	5,995,646.55	Amounts increased due to receipt of cash
Intelligent Equipment and Smart City	-33,796,755.73	Contract liabilities at the beginning of the period was recognized as revenue in current period

(IX) LEASE LIABILITIES

Item	Closing Balance	Opening Balance
Lease payment	**8,828,756.94**	7,908,247.12
Less: Unrealized finance expense	**334,602.26**	234,929.83
Less: Lease liabilities due within one year	**4,517,038.03**	5,039,511.36
Total	**3,977,116.65**	2,633,805.93

(X) OPERATING INCOME AND OPERATING COSTS

1. *Operating income and operating costs*

Item	Amount in the current period Income	Cost	Amount in the previous period Income	Cost
Principal business	**1,324,903,001.12**	**1,135,008,290.35**	1,027,847,907.37	877,782,560.16
Other business	**14,226,088.29**	**4,056,877.52**	14,803,326.35	3,460,428.03
Total	**1,339,129,089.41**	**1,139,065,167.87**	1,042,651,233.72	881,242,988.19

2. *Breakdown of operating income*

Item	Amount in the current period Income	Cost	Amount in the previous period Income	Cost
Income from contracts with customer	**1,281,171,552.38**	**1,131,409,285.77**	985,726,596.19	873,939,816.18
Rental income – operating leases	**57,957,537.03**	**7,655,882.10**	56,924,637.53	7,303,172.01
Total	**1,339,129,089.41**	**1,139,065,167.87**	1,042,651,233.72	881,242,988.19

3. *Breakdown information of operating income and operating costs*

Income Categories	Private wireless communications		Intelligent equipment and smart city		Advanced manufacturing services		Offsetting		Total	
	Operating Income	Operating Costs	Operating Income	Operating Costs	Operating Income	Operating Costs	Operating Income	Operating Costs	Operating Income	Operating Costs
Business type:										
Income from contracts with customer	73,832,965.14	57,499,811.66	356,549,472.34	297,303,376.73	879,339,514.18	805,689,391.15	-28,550,399.28	-29,083,293.77	1,281,171,552.38	1,131,409,285.77
Rental income – operating leases			63,185,391.47	11,217,627.39			-5,227,854.44	-3,561,745.29	57,957,537.03	7,655,882.10
Total	73,832,965.14	57,499,811.66	419,734,863.81	308,521,004.12	879,339,514.18	805,689,391.15	-33,778,253.72	-32,645,039.06	1,339,129,089.41	1,139,065,167.87
Operating region:										
Nanjing	73,832,965.14	57,499,811.66	346,693,932.20	285,228,630.51	579,272,374.27	544,991,664.50	-12,863,557.46	-13,626,114.14	986,935,714.15	874,093,992.53
Shenzhen			73,040,931.61	23,292,373.61	278,111,487.23	240,284,632.18	-20,914,696.26	-19,018,924.92	330,237,722.58	244,558,080.87
Chengdu					21,955,652.68	20,413,094.47			21,955,652.68	20,413,094.47
Total	73,832,965.14	57,499,811.66	419,734,863.81	308,521,004.12	879,339,514.18	805,689,391.15	-33,778,253.72	-32,645,039.06	1,339,129,089.41	1,139,065,167.87
Recognition timing:										
Point in time	73,832,965.14	57,499,811.66	333,853,693.32	235,056,353.77	879,339,514.18	805,689,391.15	-33,778,253.72	-32,645,039.06	1,253,247,918.92	1,065,600,517.52
Within a certain period of time			85,881,170.49	73,464,650.35					85,881,170.49	73,464,650.35
Total	73,832,965.14	57,499,811.66	419,734,863.81	308,521,004.12	879,339,514.18	805,689,391.15	-33,778,253.72	-32,645,039.06	1,339,129,089.41	1,139,065,167.87

4. Performance Obligations

The Company shall recognize revenue when it satisfies the performance obligation in the contract by transferring the control over relevant assets (goods or services) to the customers. A performance obligation satisfied over time or at a point of time is determined by the terms in the contract and the requirements of relevant laws and regulations. If the Company meets one of the following conditions, it is considered to have fulfilled its performance obligations within a certain period of time:

(1) the customer simultaneously obtains and consumes the benefits provided by the Company's performance as the Company fulfills its obligations;

(2) the customer is able to control the assets under construction during the Company's performance process;

(3) the assets produced by the Company during the performance process have irreplaceable uses, and the Company has the right to receive payments for the cumulative performance completed to date throughout the entire contract period.

For performance obligations over a certain period of time, the revenue will be recognized over time by its progress towards complete satisfaction of that performance obligation. Otherwise, the Company shall recognize revenue at the point in time at which the customer obtains control of related goods or services. The progress of a performance obligation is determined based on the value of the goods that has been transferred to the customer.

5. Explanation of allocation to remaining performance obligations

The revenue based on signed contracts yet to be fulfilled or executed contracts that have not yet been satisfied at the end of the Reporting Period is RMB1,148,037,400 (June 2025: RMB1,075,679,000), of which the revenue expected to be recognized in the second half of 2026 is RMB462,920,500, and thereafter the Company is expected to recognize revenue in the amount of RMB393,874,200 in year 2027, RMB291,242,700 in 2028 and subsequent years respectively.

(XI) INVESTMENT INCOME

Item	**Amount in the current period**	Amount in the previous period
Income from long-term equity investments calculated under equity method	**18,608,021.54**	48,290,460.77
Investment gains from the disposal of financial assets held for trading	**218,036.78**	625,908.58
Investment income from the disposal of long-term equity	**3,813.70**	11,032,168.19
Investment income from large-amount certificates of deposit	**2,732,611.88**	2,905,610.32
Total	**21,562,483.90**	62,854,147.86

(XII) INCOME TAXES EXPENSES

1. Details of income tax expenses

Item	**Amount in the current period**	Amount in the previous period
Current income tax expense calculated according to tax laws and relevant regulations	**9,092,657.88**	11,260,133.88
Deferred income tax	**732,062.47**	966,513.98
Total	**9,824,720.35**	12,226,647.86

2. *Reconciliation between accounting profit and income tax expenses*

Item	Amount
Total profit	11,264,356.65
Income tax expenses calculated at statutory/applicable tax rates	2,816,089.16
Effect of different tax rates applied by subsidiaries	280,912.24
Effect of adjustment for income tax in prior year	-597,269.60
Gain or loss of joint ventures and associates accounted for using equity method	-4,664,632.63
Tax effect of non-deductible costs, expenses and losses	1,810,951.33
Effect of additional deductions for research and development expenses (expenses for technology development)	-2,497,893.20
Effect of deductible temporary differences unrecognized deferred tax assets or deductible losses in current period	12,676,563.05
Income tax expenses	9,824,720.35

There are taxpayers who implement different corporate income tax rates, and the disclosure is as follows:

Name of taxpayer	Income tax rate *(%)*
Nanjing Panda Electronics Manufacturing Co., Ltd	15.00
Nanjing Panda Communication Technology Co., Ltd	15.00
Nanjing Huage Electric and Plastic Industry Co., Ltd	15.00
Nanjing Panda Information Industry Co., Ltd	15.00
Nanjing Panda Digital Technology Co., Ltd	15.00
Shenzhen Jingwah Information Technology Co., Ltd	15.00
Nanjing Panda Electronic Equipment Co., Ltd	15.00
Chengdu Panda Electronic Technology Co., Ltd	15.00
Shenzhen Jingwah Property Management Co., Ltd	20.00
Shenzhen Jingwah Digital Technology Co., Ltd	20.00
Shenzhen Jingwah Health Technology Co., Ltd	20.00
Hong Kong JWD Trading Company Limited	16.50

Pursuant to the Enterprise Income Tax Law of the People's Republic of China and the Implementation Regulations of the Enterprise Income Tax Law of the People's Republic of China, domestic enterprises of the Company are required to pay enterprise income tax at a rate of 25%；

Pursuant to the Hong Kong Inland Revenue Ordinance, HongKong JWD Trading Company Limited is required to pay profits tax at a rate of 16.5% in the Hong Kong region;

Pursuant to the relevant national preferential tax policies for high-tech enterprises, qualified high-tech enterprises may enjoy preferential policies for enterprise income tax and pay enterprise income tax at a reduced rate of 15%；

Pursuant to the Announcement of the Ministry of Finance, the State Taxation Administration and the National Development and Reform Commission on Extending the Enterprise Income Tax Policy for the Western Development Campaign, enterprises engaged in encouraged category industries located in western regions shall be subject to enterprise income tax at a reduced tax rate of 15% for the period from 1 January 2021 to 31 December 2030.

Pursuant to the relevant national preferential tax policies for small low-profit enterprises, if an enterprise is recognized as a qualified small low-profit enterprise, its taxable income will be reduced by 50%, and the enterprise income tax shall be calculated at a rate of 20%.

(XIII) RETURN ON EQUITY AND EARNINGS PER SHARE

		Earnings per share	
Profit in the Reporting Period	**Weighted average return on equity** *(%)*	**Basic earnings per share**	**Diluted earnings per share**
Net profit attributable to the ordinary shareholders	-0.84	-0.0285	-0.0285
Net profit attributable to the ordinary shareholders after deducting non-recurring gain or loss items	-1.15	-0.0392	-0.0392

(XIV) CHANGES OF SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES

1. Changes of significant accounting policies

① *Application of the Enterprise Accounting Standard Interpretation No. 19*

The Ministry of Finance issued the Notice on Issuing the Enterprise Accounting Standard Interpretation No. 19 (Accounting [2025] No. 32) on 5 December 2025. It standardised and clarified matters including "the accounting treatment for indemnification assets in a business combination under non-common control", "the accounting treatment for related capital surplus upon disposal of a subsidiary originally obtained through a business combination under common control", "derecognition of financial liabilities settled via electronic payment systems", "assessment of contractual cash flow characteristics of financial assets and related disclosures", and "disclosures for equity instruments designated as at fair value through other comprehensive income". This Interpretation shall be effective from 1 January 2026. The Company has applied this requirement with effect from 1 January 2026. The application of this requirement has not had a material impact on the Company's financial position and operating results.

② *Application of the Enterprise Accounting Standard Interpretation No. 20*

On 4 June 2026, the Ministry of Finance issued the Notice on Issuing the Enterprise Accounting Standard Interpretation No. 20 (Accounting [2026] No. 7). It standardised and clarified matters including "assessment of contractual cash flow characteristics of financial assets" and "accounting treatment and related disclosures when a currency lacks convertibility". This Interpretation shall be effective as of the date of issuance. Enterprises shall adjust transactions newly occurring between 1 January 2026 and the effective date of this Interpretation in accordance with this Interpretation. The Company has applied this requirement with effect from 1 January 2026. The application of this requirement has not had a material impact on the Company's financial position and operating results.

2. Changes in significant accounting estimates

There were no significant changes in accounting estimates in the Reporting Period.

By order of the Board
Nanjing Panda Electronics Company Limited
Xia Dechuan
Chairman

Nanjing, the People's Republic of China
26 August 2026

As at the date of this announcement, the Board comprises Executive Directors: Mr. Xia Dechuan and Mr. Hu Huichun; Non-executive Directors: Mr. Xu Jianyu, Mr. Hu Jin and Mr. Lv Song; Independent Non-executive Directors: Ms. Xiong Yanren, Mr. Dai Keqin and Mr. Chu Wai Tsun, Baggio; and Employee Director: Mr. Yi Guofu.