TSINGTAO BREWERY COMPANY LIMITED

(a Sino-foreign joint stock limited company established in the People's Republic of China)

(Stock Code: 168)

ANNOUNCEMENT ON 2026 INTERIM RESULTS

The Board of Directors (the "**Board**") of Tsingtao Brewery Company Limited (the "**Company**") hereby presents the unaudited interim results of the Company and its subsidiaries (the "**Group**") for the six months ended 30 June 2026 (the "**Reporting Period**") made pursuant to the China Accounting Standards for Business Enterprises.

I. INTERIM FINANCIAL INFORMATION

(All amounts in RMB Yuan unless otherwise stated)

Consolidated Balance Sheet

ASSETS	*Notes*	**30 June 2026 (unaudited)**	31 December 2025
Current assets			
Cash at bank and on hand		**11,555,004,419**	12,859,566,861
Financial assets held for trading		**11,009,037,557**	6,228,400,545
Accounts receivable	*2*	**159,620,633**	126,983,141
Advances to suppliers		**176,894,761**	134,631,742
Other receivables		**79,469,657**	69,681,772
Inventories		**2,270,441,023**	3,236,740,516
Current portion of non-current assets		**1,716,257,918**	48,213,397
Other current assets		**1,736,538,138**	1,499,563,254
Total current assets		**28,703,264,106**	24,203,781,228
Non-current assets			
Long-term equity investments		**380,846,727**	372,338,347
Other non-current financial assets		**2,870,859,390**	2,471,993,300
Investment properties		**44,884,015**	53,320,573
Fixed assets		**13,114,630,767**	12,860,857,041
Construction in progress		**622,445,400**	630,084,165
Right-of-use assets		**111,819,019**	120,054,467
Intangible assets		**2,585,598,782**	2,596,199,354
Goodwill		**1,307,103,982**	1,307,103,982
Long-term prepaid expenses		**66,644,000**	72,832,144
Deferred tax assets		**1,854,309,030**	1,963,115,004
Other non-current assets		**3,825,117,480**	5,479,906,093
Total non-current assets		**26,784,258,592**	27,927,804,470
TOTAL ASSETS		**55,487,522,698**	52,131,585,698

Consolidated Balance Sheet *(continued)*

LIABILITIES AND SHAREHOLDERS' EQUITY	*Notes*	**30 June 2026 (unaudited)**	31 December 2025
Current liabilities			
Notes payable		**223,439,776**	125,586,924
Accounts payable	*3*	**4,147,937,571**	3,050,359,193
Contract liabilities		**5,626,155,728**	7,674,071,543
Employee benefits payable	*4*	**1,605,845,949**	1,595,109,102
Taxes payable		**1,049,345,338**	442,764,137
Other payables		**6,269,019,405**	3,337,758,688
Current portion of non-current liabilities		**29,441,725**	36,713,618
Other current liabilities		**77,769,424**	338,211,423
Total current liabilities		**19,028,954,916**	16,600,574,628
Non-current liabilities			
Lease liabilities		**77,554,447**	77,752,524
Long-term employee benefits payable		**678,302,383**	705,061,917
Deferred income		**3,214,222,874**	2,975,490,394
Deferred tax liabilities		**259,539,479**	260,510,358
Total non-current liabilities		**4,229,619,183**	4,018,815,193
Total liabilities		**23,258,574,099**	20,619,389,821
Shareholders' Equity			
Share capital		**1,364,195,121**	1,364,195,121
Capital surplus		**4,198,517,596**	4,198,492,389
Less: Treasury stock		**–**	–
Other comprehensive income		**(165,344,493)**	(153,741,746)
Surplus reserve		**1,400,704,380**	1,400,704,380
General reserve		**301,761,292**	301,761,292
Undistributed profits	*5*	**24,251,488,030**	23,537,536,867
Total equity attributable to shareholders of the Company		**31,351,321,926**	30,648,948,303
Non-controlling interests		**877,626,673**	863,247,574
Total shareholders' equity		**32,228,948,599**	31,512,195,877
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		**55,487,522,698**	52,131,585,698

Consolidated Income Statement

	Notes	**Six months ended 30 June 2026 (unaudited)**	Six months ended 30 June 2025 (unaudited)
I. Revenue	*6*	**19,654,849,637**	20,491,167,745
Less: Cost of sales	*6*	**10,836,991,732**	11,537,070,863
Taxes and surcharges	*7*	**1,349,317,989**	1,398,844,628
Selling and distribution expenses		**1,913,379,513**	2,187,282,017
General and administrative expenses		**695,742,510**	682,991,956
Research and development expenses		**51,804,165**	43,711,961
Finance expenses		**(142,106,657)**	(207,791,457)
Including: Interest expenses		**8,702,431**	4,846,659
Interest income		**160,035,179**	222,322,168
Add: Other income		**163,880,493**	194,953,690
Investment income		**36,990,268**	41,235,057
Including: Share of profit of associates and a joint venture		**26,129,794**	26,647,332
Profits arising from changes in fair value (Losses are listed with "–")		**180,971,792**	53,498,908
Credit impairment losses (Losses are listed with "–")		**142,907**	(505,690)
Asset impairment losses (Losses are listed with "–")		**(18,750,335)**	–
Gains on disposals of assets (Losses are listed with "–")	*8*	**52,417,732**	112,105,570
II. Operating profit		**5,365,373,242**	5,250,345,312
Add: Non-operating income		**14,617,534**	14,829,809
Less: Non-operating expenses		**4,660,059**	2,017,721
III. Total profit		**5,375,330,717**	5,263,157,400
Less: Income tax expenses	*9*	**1,388,643,012**	1,289,191,082
IV. Net profit		**3,986,687,705**	3,973,966,318

Consolidated Income Statement *(continued)*

	Notes	**Six months ended 30 June 2026 (unaudited)**	Six months ended 30 June 2025 (unaudited)
Classified by continuity of operations			
Net profit from continuing operations		**3,986,687,705**	3,973,966,318
Net profit from discontinued operations		**–**	–
Classified by ownership of the equity			
Attributable to shareholders of the Company		**3,919,809,697**	3,904,325,353
Attributable to non-controlling interests		**66,878,008**	69,640,965
V. Other comprehensive income, net of tax		**(12,489,556)**	(2,603,882)
Other comprehensive income attributable to shareholders of the Company, net of tax		**(11,602,747)**	(2,240,923)
Items that will be subsequently reclassified to profit or loss		**(11,602,747)**	(2,240,923)
Share of other comprehensive income of investees accounted for using the equity method that will be subsequently reclassified to profit or loss		**(449,305)**	683,436
Currency translation differences		**(11,153,442)**	(2,924,359)
Other comprehensive income attributable to non-controlling interests, net of tax		**(886,809)**	(362,959)
VI. Total comprehensive income		**3,974,198,149**	3,971,362,436
Attributable to shareholders of the Company		**3,908,206,950**	3,902,084,430
Attributable to non-controlling interests		**65,991,199**	69,278,006
VII. Earnings per share	*10*		
Basic earnings per share		**2.873**	2.862
Diluted earnings per share		**2.873**	2.862

Notes:

1 Basis of preparation

The Group implements Accounting Standards for Business Enterprises and related regulations issued by the Ministry of Finance. The Group also discloses relevant financial information in accordance with the “Rules Governing the Preparation of Information Disclosure by Publicly Offered Companies No. 15 – General Requirements for Financial Reporting (Revised in 2023)”. In addition, the financial statements include relevant disclosures required by the Hong Kong Companies Ordinance and the Listing Rules of the Stock Exchange of Hong Kong Ltd.

The Group assessed its ability to continue as a going concern for the period of 12 months from 30 June 2026 and did not notice any events or circumstances that may cast significant doubt upon its ability to continue as a going concern. The financial statements have been prepared on a going concern basis.

Significant change in accounting policies

There were no significant changes in accounting policies during the Reporting Period.

2 Accounts receivable

	30 June 2026 (unaudited)	31 December 2025
Accounts receivable	**202,045,885**	169,903,034
Less: Provision for bad debts	**42,425,252**	42,919,893
	159,620,633	126,983,141

The majority of the Group’s sales are made by advances from customers or bank acceptances. The remainders are settled by providing credit terms from 30 to 100 days.

2 Accounts receivable *(continued)*

The ageing of accounts receivable based on their recording dates is analyzed as below:

	30 June 2026 (unaudited)	31 December 2025
Within 1 year	**157,282,175**	126,807,751
1 to 2 years	**2,518,724**	948,469
2 to 3 years	**159,817**	195
Over 5 years	**42,085,169**	42,146,619
	202,045,885	169,903,034

Accounts receivable are mainly recorded based on the dates of transaction. The ageing of accounts receivable presented on their recording date is basically the same as the ageing presented on the dates of invoice.

3 Accounts payable

The ageing of accounts payable based on their recording dates is analyzed as below:

	30 June 2026 (unaudited)	31 December 2025
Within 1 year	**4,140,610,858**	3,038,846,282
1 to 2 years	**5,847,554**	8,189,751
2 to 3 years	**254,173**	1,960,508
Over 3 years	**1,224,986**	1,362,652
	4,147,937,571	3,050,359,193

Accounts payable are mainly recorded based on the dates of transaction. The ageing of accounts payable presented on their recording date is basically the same as the ageing presented on the dates of invoice.

4 Employee benefits payable

	30 June 2026 (unaudited)	31 December 2025
Short-term employee benefits	**1,502,049,730**	1,484,035,437
Defined contribution plans *(Note)*	**21,325,254**	22,739,057
Termination benefits	**82,470,965**	88,334,608
	1,605,845,949	1,595,109,102

Note: The Group pays the basic pension and unemployment insurance to the local labour and social security departments monthly, following the demanding proportion and base. There are no forfeited contributions can be deducted against amounts due for employees in the current and future periods.

5 Dividends

Pursuant to the resolution at the Annual General Meeting dated 26 June 2026, the Company approved a cash dividend of RMB2.35 per share (tax included) to the shareholders of the Company for the year of 2025, based on a total number of 1,364,195,121 shares. As of 10 August 2026, dividend amounting to a total of RMB3,205,858,534 was distributed (2025: cash dividend of RMB2.20 per share (tax included) to the shareholders of the Company for the year of 2024, based on a total number of 1,364,196,788 shares. As of 11 July 2025, dividend amounting to a total of RMB3,001,232,934 was distributed).

No interim dividend for the six months ended 30 June 2026 has been proposed by the Board (For the six months ended 30 June 2025: nil).

6 Revenue and cost of sales

	Six months ended 30 June 2026 (unaudited)	Six months ended 30 June 2025 (unaudited)
Revenue from main operation	**19,336,935,197**	20,214,060,489
Revenue from other operations	**317,914,440**	277,107,256
	19,654,849,637	20,491,167,745

6 Revenue and cost of sales *(continued)*

	Six months ended 30 June 2026 (unaudited)	Six months ended 30 June 2025 (unaudited)
Cost of main operation	**10,667,836,083**	11,387,010,424
Cost of other operations	**169,155,649**	150,060,439
	10,836,991,732	11,537,070,863

7 Taxes and surcharges

	Six months ended 30 June 2026 (unaudited)	Six months ended 30 June 2025 (unaudited)
Consumption tax	**974,650,585**	1,007,381,854
City maintenance and construction tax	**160,193,610**	170,687,029
Education surcharges	**118,660,101**	126,487,782
Real estate tax	**42,758,680**	40,006,294
Land use tax	**29,259,238**	29,285,961
Stamp duty	**18,218,699**	20,161,431
Others	**5,577,076**	4,834,277
	1,349,317,989	1,398,844,628

8 Gains on disposals of assets

	Six months ended 30 June 2026 (unaudited)	Six months ended 30 June 2025 (unaudited)
Gains on disposals of intangible assets	**49,631,461**	107,855,591
Gains on disposals of right-of-use assets	**1,865,839**	127,195
Gains on disposals of fixed assets	**920,432**	4,122,784
	52,417,732	112,105,570

9 Income tax expenses

	Six months ended 30 June 2026 (unaudited)	Six months ended 30 June 2025 (unaudited)
Current income tax calculated according to tax laws and related regulations – PRC enterprise income tax	**1,280,015,696**	1,471,708,910
Current profits tax calculated according to tax laws and related regulations – Hong Kong profits tax	**645,420**	12,490,144
Current profits supplemental tax calculated according to tax laws and related regulations – Macau profits supplemental tax	**146,801**	228,102
Deferred income tax	**107,835,095**	(195,236,074)
	1,388,643,012	1,289,191,082

Reconciliation of income tax expenses to accounting profit is as follows:

	Six months ended 30 June 2026 (unaudited)	Six months ended 30 June 2025 (unaudited)
Total profit	**5,375,330,717**	5,263,157,400
Income tax expenses calculated at applicable tax rates (25%)	**1,343,832,679**	1,315,789,350
Effect of different tax rates applied by subsidiaries	**(5,447,211)**	(1,464,273)
Effect of non-taxable income	**(7,383,242)**	(9,887,913)
Effect of non-deductible costs, expenses and losses	**27,733,792**	29,907,830
Effect of utilizing deductible losses and deductible temporary differences not recognized for deferred tax assets for prior period	**(9,552,205)**	(83,222,266)
Effect of deductible losses and deductible temporary differences not recognized for deferred tax assets for the period	**39,459,199**	38,068,354
Income tax expenses	**1,388,643,012**	1,289,191,082

9 Income tax expenses *(continued)*

(1) PRC enterprise income tax

The applicable enterprise income tax rate for the current period of Nanning Tsingtao Brewery Co., Ltd., a subsidiary of the Company, is 15%; some of the Company's subsidiaries incorporated and operated in Chinese Mainland are Micro and Small Enterprises, and the applicable enterprise income tax rate is 20%; the applicable enterprise income tax rate of the Company and other subsidiaries of the group incorporated and operated in Chinese Mainland for the current period is 25%.

(2) Hong Kong profits tax, Macau profits supplemental tax and Vietnam corporate income tax

Tsingtao Brewery Hong Kong Trading Co., Ltd., Asia Brewery (Macau) Co., Ltd. and Tsingtao Brewery Vietnam Co., Ltd., the Company's subsidiaries, were established in Hong Kong, Macau and Vietnam, applying Hong Kong profits tax, Macau profits supplemental tax and Vietnam corporate income tax respectively.

Hong Kong profits tax has been provided at the rate of 16.5% on the estimated assessable profit for the period. Macau profits supplemental tax is imposed on the estimated taxable profit for the period at a progressive rate scale ranging from 3% to 12%. Vietnam corporate income tax has been provided at the rate of 20% on the estimated assessable profit for the period.

10 Earnings per share

(1) Basic earnings per share

	Six months ended 30 June 2026 (unaudited)	Six months ended 30 June 2025 (unaudited)
Consolidated net profit attributable to ordinary shareholders of the Company	**3,919,809,697**	3,904,325,353
Weighted average number of outstanding ordinary shares of the Company	**1,364,195,121**	1,364,100,121
Basic earnings per share	**2.873**	2.862
Including:		
– Basic earnings per share from continuing operations:	**2.873**	2.862

Basic earnings per share is calculated by dividing consolidated net profit attributable to ordinary shareholders of the Company by the weighted average number of outstanding ordinary shares of the Company.

10 Earnings per share *(continued)*

(2) Diluted earnings per share

	Six months ended 30 June 2026 (unaudited)	Six months ended 30 June 2025 (unaudited)
Consolidated net profit attributable to shareholders of the Company	**3,919,809,697**	3,904,325,353
Weighted average number of outstanding ordinary shares of the Company	**1,364,195,121**	1,364,100,121
Increase in weighted average number of ordinary shares as a result of share-based payments	**–**	67,799
Weighted average number of outstanding ordinary shares after dilution	**1,364,195,121**	1,364,167,920
Diluted earnings per share	**2.873**	2.862
Including:		
– Diluted earnings per share from continuing operations:	**2.873**	2.862

Diluted earnings per share is calculated by dividing net profit attributable to ordinary shareholders of the Company adjusted based on the dilutive potential ordinary share by the adjusted weighted average number of outstanding ordinary shares.

11 Segment reporting

(1) Basis for determining reporting segments and related accounting policies

As the Group is mainly engaged in the production and distribution of beer, the reportable segments of the Group are business units operating in different regions. Different region requires different marketing strategies, and the Group, therefore, separately manages the production and operation of each reportable segment and evaluates their operating results respectively, in order to make decisions on resources allocation to these segments and to assess their performance.

Tsingtao Brewery Finance LLC. ("**Finance Company**"), the Group's subsidiary, is principally engaged in the financial businesses of wealth management and agency collection and payment for its members. Due to the unique business characteristics of Finance Company, the Group manages its operation independently and evaluates its operating results separately, to determine its resources allocation and assess its performance.

11 Segment reporting *(continued)*

(1) Basis for determining reporting segments and related accounting policies *(continued)*

The Group identified seven reportable segments as follows:

– Shandong region segment, responsible for the production and distribution in Shandong region and surrounding regions

– South China region segment, responsible for the production and distribution in South China region

– North China region segment, responsible for the production and distribution in North China region

– East China region segment, responsible for the production and distribution in East China region

– Southeast China region segment, responsible for the production and distribution in Southeast China region

– Hong Kong, Macau and other overseas region segment, responsible for the distribution in Hong Kong SAR, Macau SAR and other overseas regions

– Finance Company segment, engaged in the financial businesses of wealth management and agency collection and payment for its members

Inter-segment transfer pricing is based on mutually-agreed prices.

Assets are allocated based on the operation of the segments and the physical location of the assets. Liabilities are allocated based on the operation of the segments.

11 Segment reporting *(continued)*

(2) Financial information of the reporting segments

Segment information as at and for the six months ended 30 June 2026 is as follows (unaudited):

Items	Shandong Region	South China Region	North China Region	East China Region	Southeast China Region	Hong Kong, Macau and other overseas Region	Finance Company	Unallocated amount	Inter-segment offsetting	Total
Revenue from external customers	12,432,765,303	1,501,206,318	3,710,988,431	1,362,718,054	359,500,750	281,401,195	-	6,269,586	-	19,654,849,637
Inter-segment revenue	1,446,115,307	434,722,644	1,386,483,760	251,859,590	4,434,024	249,891,773	22,003,902	56,443,994	(3,851,954,994)	-
Cost of sale	8,316,101,426	1,269,724,944	3,346,619,897	1,097,169,371	272,396,276	444,334,908	15,998,443	60,027,719	(3,985,381,252)	10,836,991,732
Selling and distribution expenses	1,217,043,566	154,587,854	281,285,106	159,096,672	69,737,113	31,629,202	-	-	-	1,913,379,513
Interest income	19,116,120	16,725,154	27,252,411	6,219,434	280,480	3,711,487	82,196,106	74,788,547	(70,254,560)	160,035,179
Interest expenses	81,334,996	1,035,566	660,184	3,621,954	1,033,233	21,840	-	-	(79,005,342)	8,702,431
Share of profits of associates and a joint venture	-	-	-	-	-	3,509,672	-	22,620,122	-	26,129,794
Credit impairment gains (losses)	287,427	(53,280)	2,400	-	-	95,754	(189,394)	(3,200,000)	3,200,000	142,907
Asset impairment losses	(6,242,785)	(1,562,603)	(8,337,521)	(1,914,604)	(692,822)	-	-	-	-	(18,750,335)
Depreciation and amortization expenses	327,002,167	64,355,631	117,585,182	65,657,687	13,640,703	723,429	952,853	77,850,875	(482,840)	667,285,687
Total profits (losses)	3,658,660,970	330,468,000	1,130,244,121	183,332,430	(12,637,791)	52,459,657	148,235,447	(261,126,109)	145,693,992	5,375,330,717
Income tax expenses	882,373,546	78,594,898	296,396,137	47,791,243	5,034,827	12,221,240	34,177,163	-	32,053,958	1,388,643,012
Net profits (losses)	2,776,287,424	251,873,102	833,847,984	135,541,187	(17,672,618)	40,238,417	114,058,284	(261,126,109)	113,640,034	3,986,687,705
Total assets	30,305,473,815	4,274,922,774	8,718,665,395	3,712,303,486	748,359,701	822,822,700	13,545,580,107	6,453,169,184	(14,948,083,494)	53,633,213,668
Total liabilities	21,633,464,032	1,812,241,047	4,265,942,351	2,379,956,120	487,082,489	69,816,386	8,766,412,499	(2,965,852,714)	(13,450,027,590)	22,999,034,620
Non-cash expenses other than depreciation and amortization expenses	5,363,362	7,251	768,241	10,997	321	-	-	668,434	-	6,818,606
Long-term equity investments in associates and a joint venture	-	-	-	-	-	-	-	380,846,727	-	380,846,727
(Decrease)Increase in non-current assets *(Note)*	(983,383,613)	46,635,906	80,086,643	82,863,505	4,625,862	2,565,657	421,104	35,343,471	-	(730,841,465)

Note: Non-current assets do not include financial assets, long-term equity investments and deferred tax assets.

11 Segment reporting *(continued)*

(2) Financial information of the reporting segments (continued)

Segment information as at and for the six months ended 30 June 2025 is as follows (unaudited):

Items	Shandong Region	South China Region	North China Region	East China Region	Southeast China Region	Hong Kong, Macau and other overseas Region	Finance Company	Unallocated amount	Inter-segment offsetting	Total
Revenue from external customers	13,108,585,144	1,458,599,511	3,820,155,114	1,457,721,006	353,760,372	286,794,974	196,451	5,355,173	–	20,491,167,745
Inter-segment revenue	1,708,867,275	524,385,347	1,379,111,236	224,943,106	8,678,879	198,823,174	7,449,636	55,503,570	(4,107,762,223)	–
Cost of sale	9,192,799,661	1,280,438,208	3,422,917,330	1,128,463,120	282,607,786	382,216,046	52,147,639	60,757,735	(4,265,276,662)	11,537,070,863
Selling and distribution expenses	1,492,320,804	141,219,121	277,199,265	173,779,222	73,082,755	29,680,850	–	–	–	2,187,282,017
Interest income	26,464,596	5,954,498	13,721,403	3,626,417	484,965	2,888,156	162,862,158	63,525,932	(57,205,957)	222,322,168
Interest expenses	33,311,445	1,255,991	680,379	3,545,462	1,106,372	98,143	52,097,172	–	(87,248,305)	4,846,659
Share of profits of associates and a joint venture	–	–	–	–	–	3,254,379	–	23,392,953	–	26,647,332
Credit impairment gains (losses)	14,555,253	(53,280)	2,400	–	–	(574,266)	(14,435,797)	50,000,000	(50,000,000)	(505,690)
Asset impairment losses	–	–	–	–	–	–	–	–	–	–
Depreciation and amortization expenses	299,179,726	71,555,941	120,647,324	67,819,665	17,650,093	3,055,764	868,019	66,756,973	(482,493)	647,051,012
Total profits (losses)	3,314,897,898	372,121,343	1,152,848,610	285,557,898	(21,230,776)	80,492,904	122,252,031	(132,283,422)	88,500,914	5,263,157,400
Income tax expenses	777,087,189	73,949,557	295,959,857	51,692,080	1,606,395	27,613,796	29,781,143	–	31,501,065	1,289,191,082
Net profits (losses)	2,537,810,709	298,171,786	856,888,753	233,865,818	(22,837,171)	52,879,108	92,470,888	(132,283,422)	56,999,849	3,973,966,318
Total assets	20,501,032,448	4,135,090,731	7,630,787,654	3,628,476,258	775,336,604	690,795,660	18,849,754,835	10,371,689,536	(16,319,329,509)	50,263,634,217
Total liabilities	17,319,688,469	1,890,768,909	4,580,993,089	2,508,768,086	463,233,909	72,959,702	14,757,527,307	223,633,588	(20,458,973,719)	21,358,599,340
Non-cash expenses other than depreciation and amortization expenses	5,753,412	35,465	988,981	72,870	5,913	–	11,571	707,188	–	7,575,400
Long-term equity investments in associates and a joint venture	–	–	–	–	–	–	–	376,172,130	–	376,172,130
Increase (Decrease) in non-current assets *(Note)*	1,430,049,764	56,547,586	29,908,951	249,589,166	1,263,291	(520,095)	1,415,229	7,310,943	(46,497,047)	1,729,067,788

Note: Non-current assets do not include financial assets, long-term equity investments and deferred tax assets.

11 Segment reporting *(continued)*

(3) Revenue from external customers

Revenue from external customers	**Six months ended 30 June 2026 (unaudited)**	Six months ended 30 June 2025 (unaudited)
Chinese Mainland	**19,342,563,434**	20,178,128,670
Hong Kong and Macau SARs	**77,468,127**	83,949,059
Other overseas countries and regions	**234,818,076**	229,090,016
	19,654,849,637	20,491,167,745

(4) Total non-current assets by geographical location

Total non-current assets	**30 June 2026 (unaudited)**	31 December 2025
Chinese Mainland	**18,345,344,708**	18,156,534,651
Hong Kong and Macau SARs	**18,168,756**	13,508,720
	18,363,513,464	18,170,043,371

In the regional information above, non-current assets are attributed to the region in which the assets are located. Total non-current assets exclude financial assets and deferred tax assets.

II. DIVIDEND

The Company will not distribute interim dividends for the six months ended 30 June 2026.

III. MANAGEMENT DISCUSSION AND ANALYSIS

(I) Introduction to General Information of the Company's Operating Activities during the Reporting Period

In the first half of 2026, the Company remained committed to implementing a brand-led high-quality development strategy, continuously strengthening innovation-driven growth, optimizing its product mix, deepening its market footprint, and enhancing operational efficiency. During the Reporting Period, the Company achieved product sales of 4.5 million kiloliters; generated operating revenue of RMB19.65 billion; and recorded net profit attributable to shareholders of the listed company of RMB3.92 billion. The Company maintained sound operations and strong internal momentum, demonstrating robust development resilience and sustainable growth capabilities.

During the Reporting Period, the Company continued to advance the optimization and upgrading of its product mix, with mid-to-high-end and health-oriented categories driving growth. By deepening the "Tsingtao Beer + Laoshan Beer" brand strategy and leveraging the "1+1+1+2+N" product matrix, the Company built a diversified growth engine. In the first half of the year, the main "Tsingtao Beer" brand achieved sales of 2.708 million kiloliters, of which mid-to-high-end and premium products accounted for 2.044 million kiloliters, representing a year-on-year increase of 2.6%.

The Company continued to strengthen the market leadership of its flagship products and fresh beer offerings, using core flagship products to solidify its foundation and strategic products to tap into incremental markets; at the same time, it accelerated its expansion into emerging segments to build a more balanced and sustainable growth structure. In the first half of the year, the Classic Series products underwent a refresh and upgrade, continuing to maintain steady growth; White Beer and Light Dry products saw strong growth, with White Beer continuing to lead its industry segment thanks to its "World Gold Medal Quality" and ranking first in the industry's white beer category; Light Dry precisely positioned itself in the "zero-sugar, low-calorie" health segment, rapidly growing into a category benchmark. The Company implemented strategic partnerships with international premium brands; the all-malt lager produced in collaboration with Germany's Paulaner Group gained immediate recognition upon its launch, further solidifying the Company's premium product portfolio.

During the Reporting Period, despite a market environment characterized by weak consumer demand, the Company deepened its market operations, drove channel transformation, and focused on "new products, new channels, new consumer groups, new scenarios, and new demands" to cultivate new growth drivers. Taking into account the distinct characteristics of each regional market, the Company continued to strengthen product innovation and brand communication, rigorously pursued refined market operations and point-of-sale sales promotion, pioneered "scenario-based marketing," and built a smart and efficient supply chain; the competitive edge in traditional core markets was further consolidated, while emerging markets gradually gained momentum. In overseas markets, the Company expanded its distribution network coverage, accelerated product innovation, and achieved steady growth in export sales; Tsingtao Beer was listed among Kantar BrandZ's "Top 50 Globalized Chinese Brands 2026," with its global brand influence continuing to rise.

The Company proactively drove channel transformation. Building on strengths in mainstream channels, it accelerated its expansion into high-potential channels such as convenience retail and high-end dining, with growth in these emerging channels consistently leading the industry. During the Reporting Period, sales volumes in online, convenience retail, and modern retail all reached record highs. Notably, the convenience retail segment maintained rapid growth for six consecutive years through comprehensive product category coverage and innovative marketing models, unlocking new growth momentum in incremental markets.

(II) Core Competitiveness Analysis

The Company's core competitiveness and the discussion and analysis on the Company's future developments (including the Company's development strategy and business plan) did not change during the Reporting Period. Please refer to the Company's 2025 Annual Report for details.

(III) Analysis of Principal Financials During the Reporting Period (Calculated in Accordance with China's Accounting Standards for Business Enterprises)

1. Analysis of changes to items in Income Statements

Unit: '000 Yuan Currency: RMB

Item	Current Reporting Period	Corresponding period in the previous year	Increase/ Decrease (%)
Revenue	19,654,850	20,491,168	-4.08
Cost of sales	10,836,992	11,537,071	-6.07
Selling and distribution expenses	1,913,380	2,187,282	-12.52
General and administrative expenses	695,743	682,992	1.87
Finance expenses	-142,107	-207,791	
Research and development expenses	51,804	43,712	18.51
Profits arising from changes in fair value	180,972	53,499	238.27
Asset impairment losses	-18,750	–	
Gains on disposals of assets	52,418	112,106	-53.24

(1) Revenue

In the first half of 2026, revenue decreased by 4.08% year-on-year, mainly due to the impact of sales volume during the Reporting Period.

(2) Cost of sales

In the first half of 2026, cost of sales decreased by 6.07% year-on-year, mainly due to the impact of sales volume and a decrease in certain raw material costs during the Reporting Period.

(3) Selling and distribution expenses

In the first half of 2026, selling and distribution expenses decreased by 12.52% year-on-year, mainly due to the impact of sales volume and reduced business promotion expenses in certain regions during the Reporting Period.

(4) General and administrative expenses

In the first half of 2026, general and administrative expenses increased by 1.87% year-on-year, which remained largely flat compared with the same period last year.

(5) Finance expenses

In the first half of 2026, finance expenses increased by RMB 65,684 thousand year-on-year, mainly due to a decrease in interest income resulting from lower interest rates during the Reporting Period.

(6) Research and development expenses

In the first half of 2026, research and development expenses increased by 18.51% year-on-year, mainly due to increased investment in new product development during the Reporting Period.

(7) Profits arising from changes in fair value

In the first half of 2026, profits arising from changes in fair value increased by 238.27% year-on-year, mainly due to an increase in fair value gain generated by wealth management products, bonds and other investments held by the Group during the Reporting Period.

(8) Asset impairment losses

In the first half of 2026, asset impairment losses increased by RMB 18,750 thousand year-on-year, mainly due to higher impairment losses on fixed assets recognized by certain subsidiaries during the Reporting Period.

(9) Gains on disposals of assets

In the first half of 2026, gains on disposals of assets decreased by 53.24% year-on-year, mainly due to reduced gains from disposals of land use rights and other long-term assets recognized by certain subsidiaries during the Reporting Period.

2. Analysis of changes to items in Cash Flow Statements

Unit: '000 Yuan Currency: RMB

Item	Current Reporting Period	Corresponding period in the previous year	Increase/ Decrease (%)
Net cash flow from operating activities	5,504,556	4,799,544	14.69
Net cash flow from investing activities	-5,222,392	-2,616,463	
Net cash flow from financing activities	-74,425	-1,624,083	

(1) Net cash flow from operating activities

In the first half of 2026, net cash flow from operating activities increased by 14.69% year-on-year, mainly due to decreased tax payments resulting from the impact of sales volume during the Reporting Period.

(2) Net cash flow from investing activities

In the first half of 2026, net cash flow from investing activities decreased by RMB 2,605,929 thousand year-on-year, mainly due to an increase in net investment in wealth management products by the Group during the Reporting Period.

(3) Net cash flow from financing activities

In the first half of 2026, net cash flow from financing activities increased by RMB 1,549,658 thousand year-on-year, mainly due to the fact that the cash dividends declared pursuant to the shareholders' resolution at the end of the Reporting Period had not yet been paid.

3. Analysis of changes to items in balance sheet

Unit: '000 Yuan Currency: RMB

Item	30 June 2026	31 December 2025	Increase/ (Decrease) (%)
Financial assets held for trading	11,009,038	6,228,401	76.76
Advances to suppliers	176,895	134,632	31.39
Current portion of non-current assets	1,716,258	48,213	3459.71
Other non-current assets	3,825,117	5,479,906	-30.20
Notes payable	223,440	125,587	77.92
Accounts payable	4,147,938	3,050,359	35.98
Taxes payable	1,049,345	442,764	137.00
Other payables	6,269,019	3,337,759	87.82
Other current liabilities	77,769	338,211	-77.01

(1) Financial assets held for trading

At the end of the reporting period, financial assets held for trading increased by 76.76% compared with the beginning of the period, mainly due to the purchase of wealth management products during the Reporting Period.

(2) Advances to suppliers

At the end of the reporting period, advances to suppliers increased by 31.39% compared with the beginning of the period, mainly due to an increase in purchases of raw materials through advance payment during the Reporting Period.

(3) Current portion of non-current assets

At the end of the reporting period, current portion of non-current assets increased by RMB 1,668,045 thousand compared with the beginning of the period, mainly due to the reclassification of certain long-term time deposits originally presented in other non-current assets at the beginning of the year into current portion of non-current assets, as their maturity dates were less than one year from the end of the Reporting Period.

(4) Other non-current assets

At the end of the reporting period, other non-current assets decreased by 30.20% compared with the beginning of the period, mainly due to the reclassification of certain long-term time deposits originally presented in other non-current assets at the beginning of the year into current portion of non-current assets, as their maturity dates were less than one year from the end of the Reporting Period.

(5) Notes payable

At the end of the reporting period, notes payable increased by 77.92% compared with the beginning of the period, mainly due to an increase in raw material payables settled by notes during the Reporting Period.

(6) Accounts payable

At the end of the reporting period, accounts payable increased by 35.98% compared with the beginning of the period, mainly due to increased raw material purchases during the Reporting Period.

(7) Taxes payable

At the end of the reporting period, taxes payable increased by 137.00% compared with the beginning of the period, mainly due to an increase in income tax, value-added tax, consumption tax and other taxes payable during the Reporting Period.

(8) Other payables

At the end of the reporting period, other payables increased by 87.82% compared with the beginning of the period, mainly due to unpaid cash dividends declared pursuant to the shareholders' resolution at the end of the Reporting Period had not yet been paid.

(9) Other current liabilities

At the end of the reporting period, other current liabilities decreased by 77.01% compared with the beginning of the period, mainly due to a decrease in deferred output VAT (output VAT to be transferred) of certain subsidiaries during the Reporting Period.

4. Other information

(1) Debt/Capital ratio

As at 30 June 2026, the Group's debt/capital ratio was 0% (31 December 2025: 0%). The calculation of debt/capital ratio is: total amount of long-term borrowings/(total amount of long-term borrowings + equity attributable to the shareholders of the Company).

(2) Assets mortgage

As at 30 June 2026, the Group did not have any mortgages (31 December 2025: Nil).

(3) Risk of fluctuations in exchange rate

The Group currently relies on imported barley as its raw material for beer production. Therefore, fluctuations in the exchange rate would affect the purchase cost of raw materials. In addition, fluctuations in exchange rate would also directly affect the product export income of the Group as some beer products of the Group are exported for sale. These matters would impact the profitability of the Group to certain extents.

(4) Capital expenses

In the first half of year 2026, the Group had invested a total of approximately RMB 1,109 million in new construction, relocation, reconstruction and expansion projects. Based on the current situation of the Group's funds and profitability, there are sufficient self-owned funds and continuous net operating cash inflow to satisfy the Group's needs for funds for its capital projects.

(5) Investments

See details in the notes to the financial statements of the 2026 Interim Report.

(6) Contingent liabilities

Nil.

IV. SIGNIFICANT EVENTS

1. During the Reporting Period, the Company was not involved in any new significant litigation or arbitration.

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

V. REVIEW OF THE UNAUDITED INTERIM RESULTS

The Audit & Internal Control Committee of the Board has reviewed the Company's unaudited 2026 Interim Results.

VI. CORPORATE GOVERNANCE CODE

The Company is committed to maintaining and promoting stringent corporate governance standards. The principles of the Company's corporate governance are to promote effective internal control measures and to enhance the work transparency and accountability of the Board to all shareholders.

During the Reporting Period, the Company had complied with the provisions of the Corporate Governance Code contained in Appendix C1 of the Rules Governing the Listing of Securities on the Stock Exchange of Hong Kong Limited, except for deviation from code provision C.2.1 of the Corporate Governance Code.

Pursuant to code provision C.2.1, the roles of chairman and chief executive should be separate and should not be performed by the same individual. Since 25 December 2024, Mr. Jiang Zong Xiang, an executive director of the Company, has assumed the roles and duties of the Chairman and continues to act as the President of the Company. From 20 May 2025, Mr. Jiang Zong Xiang, the Chairman of the Company, has acted on behalf of the President of the Company. Although the relevant arrangement deviates from code provision C.2.1, the Board considers that under the supervision of other existing members of the Board, the Board is appropriately structured with balance of power to provide sufficient checks to protect the interests of the Company and its shareholders.

By order of the Board
Tsingtao Brewery Company Limited
JIANG Zong Xiang
Chairman

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

Members of the Board as at the date of this announcement are as follows:

Executive Directors:	*Mr. JIANG Zong Xiang (Chairman), Mr. LIU Fu Hua and Mr. HOU Qiu Yan*
Employee Director:	*Ms. SUN Jing*
Independent Non-Executive Directors:	*Mr. ZHAO Chang Wen, Ms. ZHAO Hong, Mr. WANG Ya Ping, Ms. XUE Shuang and Mr. CHAU Kwok Keung*