China Hongqiao Group Limited
中國宏橋集團有限公司

(Incorporated under the laws of Cayman Islands with limited liability)

(Stock Code: 1378)

VOLUNTARY ANNOUNCEMENT

This is a voluntary announcement made by China Hongqiao Group Limited (the "**Company**").

The 2026 interim financial information of Shandong Hongqiao New Material Co., Ltd. ("**Shandong Hongqiao**"), which is a subsidiary of the Company, was disclosed on the website of the Shanghai Stock Exchange (http://www.sse.com.cn). As the 2026 interim financial information of Shandong Hongqiao is available only in Chinese, the Company wishes to provide the following unaudited consolidated balance sheet as at 30 June 2026 and unaudited consolidated income statement for the six months ended 30 June 2026 prepared by Shandong Hongqiao.

The board of directors of the Company wishes to remind investors that the financial information of Shandong Hongqiao contained herein is prepared based on the generally accepted accounting principles of the PRC and the unaudited management accounts. It has not been reviewed or audited by the auditors of Shandong Hongqiao.

The investors are cautioned not to unduly rely on such information and are advised to exercise caution when dealing in the shares of the Company.

CONSOLIDATED BALANCE SHEET

Prepared by Shandong Hongqiao New Material Co., Ltd. Date: 30 June 2026 Units: RMB

Item	Row	Ending balance	Opening balance	Item	Row	Ending balance	Opening balance
Current assets:				Current liabilities:			
Cash at bank and on hand	1	43,138,763,557.85	47,872,055,480.42	Short-term borrowings	34	3,505,112,352.55	10,066,397,970.14
Financial assets held for trading	2	1,614,161,884.90	1,721,173,613.73	Financial liabilities held for trading	35		
Derivative financial assets	3	14,295,110.00	883,960.00	Derivative financial liabilities	36	39,378,816.55	48,632,397.54
Notes receivable	4	322,653,433.75	266,311,589.60	Notes payable	37	245,017,300.73	331,967,259.84
Accounts receivable	5	7,306,844,591.86	7,052,807,454.95	Accounts payable	38	10,759,021,390.17	10,165,616,418.11
Receivables financing	6	404,124,103.99	79,437,942.36	Advances from customers	39	9,953,147.93	17,120,990.21
Prepayments	7	2,187,206,240.02	2,260,604,033.79	Contract liabilities	40	1,489,134,745.81	1,439,300,192.54
Other receivables	8	11,793,198,023.27	6,397,147,467.71	Staff remuneration payables	41	1,097,153,878.67	1,220,740,251.84
Of which: Interest receivable	9			Taxes payable	42	4,566,284,981.15	4,482,258,648.83
Dividend receivable	10			Other payables	43	9,633,662,709.06	12,578,128,438.29
Inventories	11	36,041,664,761.97	35,874,686,994.41	Of which: Interest payable	44		
Contract assets	12		1,752,300.00	Dividend payable	45		1,582,039,260.74
Assets held for sale	13			Liabilities held for sale	46		
Non-current assets due within one year	14	787,918,951.41	633,747,822.84	Non-current liabilities due within one year	47	12,592,727,099.94	13,655,819,245.31
Other current assets	15	4,303,674,745.76	4,205,118,652.06	Other current liabilities	48	344,888,509.14	2,356,995,249.87
Total current assets		107,914,505,404.78	106,365,727,311.87	Total current liabilities		44,282,334,931.70	56,362,977,062.52
Non-current assets:				Non-current liabilities:			
Debt investment	16	4,954,000,000.00	4,954,000,000.00	Long-term borrowings	49	17,912,270,625.97	24,488,403,925.75
Other debt investments	17			Bonds payable	50	14,156,910,331.48	13,639,245,865.69
Long-term receivables	18	8,781,065,569.60	8,598,374,452.96	Of which: Preferred shares	51		
Long-term equity investments	19	8,803,812,508.87	8,368,060,555.33	Perpetual bonds	52		
Investment in other equity instruments	20	529,832,694.10	564,763,212.04	Lease liabilities	53	913,493,977.30	704,081,180.57
Other non-current financial assets	21	12,388,171,201.50	11,305,322,721.89	Long-term payables	54	5,887,490,125.14	3,600,086,611.07
Investment property	22	99,398,342.59	102,086,753.99	Long-term staff remuneration payables	55		
Fixed assets	23	62,576,908,357.76	63,479,807,283.34	Estimated liabilities	56	2,227,578.55	2,048,589.24
Construction in progress	24	6,731,517,674.26	7,007,085,709.93	Deferred income	57	1,718,954,622.88	1,768,035,660.50
Productive biological assets	25			Deferred tax liabilities	58	1,058,033,445.11	985,566,833.39
Oil and gas assets	26			Other non-current liabilities	59		
Right-of-use assets	27	1,032,157,261.74	857,810,233.87	Total non-current liabilities		41,649,380,706.43	45,187,468,666.21
Intangible assets	28	8,778,957,744.26	8,841,233,745.74	Total liabilities		85,931,715,638.13	101,550,445,728.73
Development expenses	29			Shareholders' equity:			
Goodwill	30			Paid up capital	60	11,759,333,009.10	11,759,333,009.10
Long-term prepaid expenses	31	53,446,106.99	58,900,169.04	Other equity instruments	61		
Deferred tax assets	32	4,279,782,133.24	3,995,145,592.58	Of which: Preferred shares	62		
Other non-current assets	33	516,959,213.02	717,513,167.05	Perpetual bonds	63		
Total non-current assets		119,526,008,807.93	118,850,103,597.76	Capital reserve	64	5,094,003,769.09	5,234,258,214.31
				Less: Treasury shares	65		
				Other comprehensive income	66	-482,542,208.27	-367,572,184.37
				Special reserve	67	1,731,199,548.98	1,672,511,130.70
				Surplus reserve	68	7,991,967,123.60	7,991,967,123.60
				Generic risk reserve	69	45,179,406.45	39,307,667.42
				Undistributed profits	70	107,254,700,376.74	90,622,882,718.23
				Total equity attributable to the shareholders of the parent company		133,393,841,025.69	116,952,687,678.99
				Minority interests	71	8,114,957,548.89	6,712,697,501.91
				Total shareholders' equity		141,508,798,574.58	123,665,385,180.90
TOTAL ASSETS		227,440,514,212.71	225,215,830,909.63	TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		227,440,514,212.71	225,215,830,909.63

Person-in-charge of corporate: **Zhang Bo**

Person-in-charge of accounting: **Zhang Ruilian**

Person-in-charge of accounting institution: **Yang Jiajia**

CONSOLIDATED INCOME STATEMENT

Prepared by Shandong Hongqiao New Material Co., Ltd. January to June 2026 Units: RMB

Item	Row	Accumulated amount for the current year	Amount for the corresponding period last year
I. Total operating income		87,325,410,938.26	78,217,494,358.07
Of which: Operating income	1	87,325,410,938.26	78,217,494,358.07
II. Total operating cost		63,140,346,426.60	62,545,815,949.71
Of which: Operating cost	2	59,755,037,898.12	59,055,746,546.77
Taxes and surcharges	3	793,659,720.80	668,316,639.94
Selling expenses	4	24,289,655.63	28,791,966.25
Administrative expenses	5	1,246,561,333.90	1,348,568,593.38
Research and development expenses	6	279,921,779.25	228,505,512.27
Financial expenses	7	1,040,876,038.90	1,215,886,691.10
Of which: Interests expenses	8	1,088,438,389.16	1,473,746,499.11
Interests income	9	346,516,066.92	476,615,980.08
Add: Other gains	10	138,399,657.27	127,603,257.12
Investment gains (Losses are indicated by "-")	11	753,642,307.36	732,086,431.03
Of which: Investment gains on joint ventures and associates	12	634,015,785.93	519,799,041.23
Gains from changes in fair value (Losses are indicated by "-")	13	120,947,807.28	407,168,649.64
Credit impairment losses (Losses are indicated by "-")	14	-29,788,003.69	888,450.79
Asset impairment losses (Losses are indicated by "-")	15	-1,134,158,349.86	-224,444,024.48
Gains on disposal of assets (Losses are indicated by "-")	16	128,010,140.98	23,469,970.67
III. Operating profit (Losses are indicated by "-")		24,162,118,071.00	16,738,451,143.13
Add: Non-operating income	17	26,783,611.82	23,205,727.47
Less: Non-operating expenses	18	215,437,319.68	77,324,353.01
IV. Total profit (Total loss is indicated by "-")		23,973,464,363.14	16,684,332,517.59
Less: Income tax expenses	19	5,592,376,664.60	4,270,824,949.51
V. Net profit (Net loss is indicated by "-")		18,381,087,698.54	12,413,507,568.08
(I) Classified by continuity of operations		18,381,087,698.54	12,413,507,568.08
(i) Net profit from continuing operations (Net loss is indicated by "-")	20	18,381,087,698.54	12,413,507,568.08
(ii) Net profit from discontinued operations (Net loss is indicated by "-")			
(II) Classified by ownership		18,381,087,698.54	12,413,507,568.08
(i) Net profit attributable to owners of the parent company (Net loss is indicated by "-")	21	16,637,689,397.54	12,453,317,977.14
(ii) Profit or loss attributable to minority shareholders (Net loss is indicated by "-")	22	1,743,398,301.00	-39,810,409.06

Item	Row	Accumulated amount for the current year	Amount for the corresponding period last year
VI. Net other comprehensive income after tax		-113,143,958.36	-24,460,682.20
Net other comprehensive income after tax attributable to owners of the parent company		-114,970,023.90	-24,469,022.53
(I) Other comprehensive income which cannot be reclassified subsequently to profit or loss		-31,099,980.05	-2,095,964.08
(i) Changes arising from remeasurement of defined benefit plans			
(ii) Other comprehensive income that cannot be reclassified to profit or loss under equity method			
(iii) Changes in fair value of investments in other equity instruments	23	-31,099,980.05	-2,095,964.08
(iv) Changes in fair value of enterprise's own credit risk			
(v) Others			
(II) Other comprehensive income which will be reclassified subsequently to profit or loss		-83,870,043.85	-22,373,058.45
(i) Other comprehensive income that can be reclassified to profit or loss under equity method	24	-83,870,043.85	-22,387,973.68
(ii) Changes in fair value of other debt investments			
(iii) Amount of financial assets reclassified to other comprehensive income			
(iv) Provision for credit impairment losses of other debt investments			
(v) Reserves for cash flow hedges (Effective part of hedging gains and losses from cash flows)	25		36,072.45
(vi) Differences on translation of foreign currency financial statements			
(vii) Others	26		-21,157.22
Net other comprehensive income after tax attributable to minority shareholders	27	1,826,065.54	8,340.33
VII. Total comprehensive income		18,267,943,740.18	12,389,046,885.88
Total comprehensive income attributable to shareholders of the parent company	28	16,522,719,373.64	12,428,848,954.61
Total comprehensive income attributable to minority shareholders	29	1,745,224,366.54	-39,802,068.73

Person-in-charge of corporate:
Zhang Bo

Person-in-charge of accounting:
Zhang Ruilian

Person-in-charge of accounting institution:
Yang Jiajia

By Order of the Board
China Hongqiao Group Limited
Zhang Bo
Chairman

Shandong, the PRC
28 August 2026

As at the date of this announcement, the Board comprises eleven directors, namely Mr. Zhang Bo, Mr. Zhang Jinglei, Ms. Zhang Ruilian and Ms. Wong Yuting as executive directors; Mr. Yang Congsen, Mr. Tu Yikai (Mr. Zhang Hao as his alternate) and Ms. Sun Dongdong as non-executive directors; and Mr. Meng Xianzhong, Mr. Wen Xianjun, Ms. Fu Yulin and Mr. Ma Jin as independent non-executive directors.