MAIKE TUBE INDUSTRY HOLDINGS LIMITED
(迈科管业控股有限公司)

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 1553)

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

The board (the "**Board**") of directors (the "**Directors**") of Maike Tube Industry Holdings Limited (the "**Company**") hereby announces the unaudited interim results of the Company and its subsidiaries (collectively referred to as the "**Group**") for the six months ended 30 June 2026 (the "**current interim period**" or the "**Reporting Period**") together with the comparative figures for the corresponding period of 2025 as follows:

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE SIX MONTHS ENDED 30 JUNE 2026

		Six months ended 30 June	
		2026	2025
	NOTES	***RMB'000***	*RMB'000*
		(unaudited)	(unaudited)
Revenue	*3*	**745,831**	1,280,978
Cost of sales		**(606,104)**	(1,061,335)
Gross profit		**139,727**	219,643
Other income	*4*	**15,880**	7,930
Other gains and losses	*4*	**(1,102)**	11,135
Distribution and selling expenses		**(48,108)**	(59,122)
Administrative expenses		**(38,947)**	(32,058)
Research and development costs		**(20,973)**	(39,338)
Impairment losses under expected credit loss model, net of reversal	*5*	**6,084**	2,129
Finance costs	*6*	**(3,594)**	(5,404)
Profit before taxation	*7*	**48,967**	104,915
Taxation charge	*8*	**(5,994)**	(18,418)
Profit for the period		**42,973**	86,497
Other comprehensive expense:			
Item that may be reclassified subsequently to profit or loss:			
Exchange difference arising on translation of foreign operation		**(13,511)**	(526)
Total comprehensive income for the period		**29,462**	85,971
Profit for the period attributable to:			
Owners of the Company		**42,841**	86,431
Non-controlling interests		**132**	66
		42,973	86,497
Total comprehensive income for the period attributable to:			
– Owners of the Company		**29,302**	85,609
– Non-controlling interests		**160**	362
		29,462	85,971
Earnings per share			
– Basic *(RMB yuan)*	*10*	**0.099**	0.199

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

AT 30 JUNE 2026

	NOTES	30/06/2026 *RMB'000* (unaudited)	31/12/2025 *RMB'000* (audited)
Non-current assets			
Property, plant and equipment	*11*	**495,374**	516,178
Deferred tax assets		**4,541**	6,108
Prepayments for plant and equipment		**14,349**	2,521
		514,264	524,807
Current assets			
Inventories		**437,339**	332,906
Trade receivables	*12*	**490,799**	678,563
Trade receivables backed by bills	*13*	**79,992**	81,329
Contract assets	*14*	**19,700**	24,020
Tax recoverable		**7,984**	4,173
Deposits, prepayments and other receivables		**152,689**	204,052
Amounts due from related parties	*15*	**36,847**	21,005
Pledged bank deposits		**90,184**	210,018
Time deposits		**–**	1,000
Cash and cash equivalents		**69,722**	34,246
		1,385,256	1,591,312
Current liabilities			
Trade and bill payables	*16*	**252,739**	548,841
Contract liabilities		**50,896**	81,800
Derivative financial instruments		**35**	–
Refund liabilities		**3,481**	4,605
Other payables and accrued charges	*17*	**57,643**	70,753
Amounts due to related parties	*15*	**7,497**	11,356
Provisions		**789**	2,106
Tax liabilities		**7,616**	9,038
Borrowings		**20,000**	72,544
Lease liabilities		**2,393**	6,777
Deferred income		**10,910**	1,637
		413,999	809,457

	NOTES	30/06/2026 RMB'000 (unaudited)	31/12/2025 RMB'000 (audited)
Net current assets		**971,257**	781,855
Total assets less current liabilities		**1,485,521**	1,306,662
Non-current liabilities			
Lease liabilities		**11,348**	10,143
Deferred tax liabilities		**13,585**	18,398
Deferred income		**64,170**	14,031
Amounts due to related parties	*15*	**135,379**	32,513
		224,482	75,085
Net assets		**1,261,039**	1,231,577
Capital and reserves			
Share capital	*18*	**304**	304
Reserves		**1,256,186**	1,226,884
Attributable to owners of the Company		**1,256,490**	1,227,188
Non-controlling interests	*19*	**4,549**	4,389
Total equity		**1,261,039**	1,231,577

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE SIX MONTHS ENDED 30 JUNE 2026

	Attributable to owners of the Company								
	Share capital	Share premium	Other reserve	Statutory surplus reserve	Translation reserve	Retained profits	Sub-total equity	Non-controlling interests	Total
	RMB'000	*RMB'000*	*RMB'000* *(Note b)*	*RMB'000* *(Note a)*	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*
At 1 January 2026 (audited)	**304**	**154,100**	**123,260**	**87,662**	**(5,975)**	**867,837**	**1,227,188**	**4,389**	**1,231,577**
Profit for the period	**–**	**–**	**–**	**–**	**–**	**42,841**	**42,841**	**132**	**42,973**
Other comprehensive (expense) income for the period	**–**	**–**	**–**	**–**	**(13,539)**	**–**	**(13,539)**	**28**	**(13,511)**
Total comprehensive (expense) income for the period	**–**	**–**	**–**	**–**	**(13,539)**	**42,841**	**29,302**	**160**	**29,462**
At 30 June 2026 (unaudited)	**304**	**154,100**	**123,260**	**87,662**	**(19,514)**	**910,678**	**1,256,490**	**4,549**	**1,261,039**
At 1 January 2025 (audited)	304	201,795	123,260	77,794	(3,540)	737,809	1,137,422	3,921	1,141,343
Profit for the period	–	–	–	–	–	86,431	86,431	66	86,497
Other comprehensive (expense) income for the period	–	–	–	–	(822)	–	(822)	296	(526)
Total comprehensive (expense) income for the period	–	–	–	–	(822)	86,431	85,609	362	85,971
Dividends recognized as distribution	–	(47,694)	–	–	–	–	(47,694)	–	(47,694)
At 30 June 2025 (unaudited)	304	154,101	123,260	77,794	(4,362)	824,240	1,175,337	4,283	1,179,620

Notes:

(a) As stipulated by the relevant laws and regulations of the People's Republic of China (the "**PRC**"), before distribution of the net profit each year, the subsidiaries established in the PRC shall set aside 10% of their net profit after taxation for the statutory surplus reserve fund (except where the reserve has reached 50% of the subsidiaries' registered capital). The reserve fund can only be used, upon approval by the board of directors of the relevant subsidiaries and by the relevant authority, to offset accumulated losses or increase capital.

(b) Other reserve represented the difference between (i) the difference between the nominal value of shares or equity interests paid/received by Mr. Kong (as defined in note 1) and the share of net assets by non-controlling interests for each acquisition or disposal of shares/equity interests pursuant to changes in ownership interests in Jinan Mech Piping Technology Co., Ltd（濟南邁科管道科技有限公司）("**Jinan Mech**") and Jinan Magang Steel Pipes Manufacturing Company（濟南瑪鋼鋼管製造有限公司）("**Jinan Ma Steel**") in 2016 which did not result in change of control and; (ii) the difference between the consideration paid to non-controlling interests in acquiring the remaining registered capital of Jinan Mech and the share of net assets of Jinan Mech by non-controlling interests upon the reorganisation in 2019.

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

FOR THE SIX MONTHS ENDED 30 JUNE 2026

	Six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
	(unaudited)	(unaudited)
Net cash generated from (used in) operating activities	**39,732**	(101,259)
Investing activities:		
Purchases of property, plant and equipment	**(4,033)**	(14,779)
Prepayments for plant and equipment	**(14,349)**	(2,512)
Proceeds from disposals of property, plant and equipment	**123**	49
Receipts from structured bank deposits	**128**	307
Interest received	**4,116**	2,883
Placement of pledged bank deposits	**(220,524)**	(340,849)
Withdrawal of pledged bank deposits	**340,358**	308,825
Placement of structured bank deposits	**(258,290)**	(373,800)
Withdrawal of structured bank deposits	**258,290**	373,800
Asset-related government grants received	**64,217**	–
Placement of time deposits	**(5,000)**	(124,373)
Withdrawal of time deposits	**6,000**	122,820
Proceeds from disposals of subsidiaries	**–**	42,227
Net cash generated from (used in) investing activities	**171,036**	(5,402)
Financing activities:		
Borrowings raised	**–**	46,900
Repayment of borrowings	**(53,100)**	(59,500)
Related-parties borrowings raised	**115,745**	–
Repayment of related-parties borrowings	**(13,664)**	–
Proceeds from discounted bills	**187,511**	534,399
Repayment of discounted bills	**(406,820)**	(387,386)
Payment of lease liabilities	**(3,506)**	(594)
Interest paid	**(1,222)**	(827)
Net cash (used in) generated from financing activities	**(175,056)**	132,992
Net increase in cash and cash equivalents	**35,712**	26,331
Cash and cash equivalents at the beginning of the period	**34,246**	77,294
Effect of foreign exchange rate changes	**(236)**	443
Cash and cash equivalents at the end of the period, represented by bank balances and cash	**69,722**	104,068

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

FOR THE SIX MONTHS ENDED 30 JUNE 2026

1. GENERAL AND BASIS OF PREPARATION

Maike Tube Industry Holdings Limited (the "**Company**") is a public limited company incorporated in the Cayman Islands and its shares are listed on The Stock Exchange of Hong Kong Limited. The immediate holding company is Ying Stone Holdings Limited ("**Ying Stone**"), which was incorporated in the British Virgin Islands (the "**BVI**") and entirely owned by Mr. Kong Linglei (孔令磊) ("**Mr. Kong**"). The addresses of the registered office and the principal place of business of the Company are P.O. BOX 31119 Grand Pavilion, Hibiscus Way, 802 West Bay Road, Grand Cayman, KY1-1205 Cayman Islands and Meigui Zone of Industrial Park, Pingyin County, Jinan, Shandong Province, the PRC.

The Company is an investment holding company. The principal activities of its subsidiaries are mainly engaged in the manufacturing and sales of steel pipe products and the prefabricated pipe nipple products. The Company and its subsidiaries are collectively referred to as the "Group".

The Group's condensed consolidated financial statements are presented in Renminbi ("**RMB**"), which is the functional currency of the Company.

The condensed consolidated financial statements have been prepared in accordance with Hong Kong Accounting Standard ("**HKAS**") 34 Interim Financial Reporting issued by the Hong Kong Institute of Certified Public Accountants ("**HKICPA**") as well as with the applicable disclosure requirements of Appendix D2 to the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

2. ACCOUNTING POLICIES

The condensed consolidated financial statements have been prepared on the historical cost basis except for certain financial instruments, which are measured at revalued amounts or fair values.

Other than additional accounting policies resulting from application of amendments to HKFRS Accounting Standards, the accounting policies and methods of computation used in the condensed consolidated financial statements for the six months ended 30 June 2026 are the same as those presented in the Group's annual financial statements for the year ended 31 December 2025.

2. ACCOUNTING POLICIES – CONTINUED

Application of amendments to HKFRS Accounting Standards

In the current interim period, the Group has applied the following amendments to HKFRS Accounting Standards issued by the HKICPA, for the first time, which are mandatorily effective for the Group's annual period beginning on 1 January 2026 for the preparation of the Group's condensed consolidated financial statements:

Amendments to HKFRS 9 and HKFRS 7	Amendments to the Classification and Measurement of Financial Instruments
Amendments to HKFRS 9 and HKFRS 7	Contracts Referencing Nature-dependent Electricity
Amendments to HKFRS Accounting Standards	Annual Improvements to HKFRS Accounting Standards – Volume 11

The application of the amendments to HKFRS Accounting Standards in the current interim period has had no material impact on the Group's financial positions and performance for the current and prior periods and/or on the disclosures set out in these condensed consolidated financial statements.

3. REVENUE AND SEGMENTAL INFORMATION

Revenue

Revenue represents the fair value of amounts received and receivable from the sales of goods provided by the Group to related companies/external customers, net of related taxes. The following is an analysis of the Group's revenue for the six months ended 30 June 2026:

	Six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
	(unaudited)	(unaudited)
Types of goods or service:		
Sales of pipe products:		
– Standard prefabricated pipe nipples	**236,920**	204,331
– ERW steel pipes	**227,894**	240,456
– Spiral Submerged Arc Welded steel pipes	**126,521**	317,296
– Customised steel pipes	**115,524**	206,671
– Design and supply assembled piping system	**2,994**	32,016
	709,853	1,000,770
Trading of steel coils	**35,978**	280,208
	745,831	1,280,978

3. REVENUE AND SEGMENTAL INFORMATION – CONTINUED

Revenue – continued

The Group sells ERW steel pipes products, standard prefabricated pipe nipples products, spiral submerged arc welded steel pipes products, customised steel pipes products, design and supply assembled piping system to customers and trade steel coils with customers. For sales of goods, revenue is recognised when control of the goods has transferred, being when the goods have been shipped to the customer's specific location and inspected by the customers or completed the customs declaration or the goods have been loaded into shipper's trucks (delivery). Transportation and other related activities that occur before customers obtains control of the related good are considered as fulfilment activities. A receivable is recognised by the Group when the goods are delivered to the customers as this represents the point in time at which the right to consideration becomes unconditional, as only the passage of time is required before payment is due. The credit term is generally 15 to 360 days upon delivery.

Segmental information

The Group's operation is derived from the production and sales of pipe products in the PRC, Vietnam and Thailand. For the purpose of resources allocation and performance assessment, the chief operating decision maker ("**CODM**") (i.e. the chief executive officer) reviews the overall results and financial position of the Group as a whole. Accordingly, no operating segment is presented.

Geographical information

Information about the Group's revenue from external customers is presented based on the destination of goods in the sales orders/contracts.

	Revenue from external customers Six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
	(unaudited)	(unaudited)
PRC	**348,731**	779,437
The United States of America ("**US**")	**142,973**	154,304
Other countries in Asia (excluding PRC)	**113,378**	204,613
Other countries in Americas (excluding US)	**99,724**	100,688
Europe	**16,858**	10,894
Others	**24,167**	31,042
	745,831	1,280,978

4. OTHER INCOME/OTHER GAINS AND LOSSES

	Six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
	(unaudited)	(unaudited)
Other income		
Government grant	**11,764**	5,047
Bank interest income	**4,116**	2,883
	15,880	7,930

	Six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
	(unaudited)	(unaudited)
Other gains and losses		
Gain on sales of scrap materials	**6,837**	4,379
Fair value gains (losses) on financial assets at FVTPL		
– structured bank deposits	**128**	307
– foreign currency forward contracts *(note i)*	**–**	(186)
Fair value (losses) gains on derivative financial instruments *(note ii)*	**(35)**	155
Gain (Loss) on disposals of property, plant and equipment	**22**	(1,480)
Gain on disposal of subsidiaries	**–**	3,405
Net exchange (losses) gains	**(9,678)**	3,239
Others	**1,624**	1,316
	(1,102)	11,135

Notes:

i. During the current interim period, net losses on US$ to RMB foreign currency forward contracts represented realised gains of nil (six months ended 30 June 2025: realised gains of nil) and unrealised losses of nil (six months ended 30 June 2025: unrealised losses of RMB186,000) on changes in fair value of foreign currency forward contracts.

ii. During the current interim period, amount represented net (losses) gains on commodity derivative contracts represented realised losses of nil (six months ended 30 June 2025: realised losses of nil) and unrealised loss of RMB35,000 (six months ended 30 June 2025: unrealised gains of RMB155,000) arising on changes in fair value of commodity derivative contracts.

5. IMPAIRMENT LOSSES UNDER EXPECTED CREDIT LOSS MODEL, NET OF REVERSAL

	Six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
	(unaudited)	(unaudited)
Impairment losses (reversed) recognized on:		
– trade receivables	**(5,246)**	(3,681)
– contract assets	**(838)**	1,552
	(6,084)	(2,129)

The basis of determining the inputs and assumptions and the estimation techniques used in the condensed consolidated financial statements for the six months ended 30 June 2026 are the same as those followed in the preparation of the Group's annual financial statements for the year ended 31 December 2025.

6. FINANCE COSTS

	Six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
	(unaudited)	(unaudited)
Finance costs represent interest on:		
– bank borrowings	**251**	740
– lease liabilities	**327**	62
– discounted bills	**1,489**	4,602
– loans from related parties	**1,527**	–
	3,594	5,404

7. PROFIT BEFORE TAXATION

	Six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
	(unaudited)	(unaudited)
Profit before taxation has been arrived at after charging (crediting):		
Depreciation of property, plant and equipment	**30,675**	24,647
Less: capitalised in inventories	**(30,075)**	(21,659)
Total depreciation	**600**	2,988
Reversal of inventories (included in cost of inventories sold)	**(163)**	(272)

8. TAXATION CHARGE

	Six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
	(unaudited)	(unaudited)
PRC Enterprise Income Tax ("**EIT**"):		
Current period	**3,933**	19,019
Under (Over) provision in prior periods	**451**	(1,459)
Deferred tax expense	**1,610**	858
Taxation charge	**5,994**	18,418

9. DIVIDEND

No dividends were paid, declared or proposed during the current interim period. The directors of the Company have determined that no dividend will be paid in respect of the current interim period.

10. EARNINGS PER SHARE

The calculation of the basic earnings per share attributable to owners of the Company is based on the following data:

	Six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
	(unaudited)	(unaudited)
Earnings		
Earnings for the purposes of basic earnings per share (profit for the period attributable to owners of the Company)	**42,841**	86,431

	Six months ended 30 June	
	2026	2025
	'000	*'000*
	(unaudited)	(unaudited)
Number of shares		
Weighted average number of ordinary shares for the purpose of basic earnings per share	**433,800**	433,800

No diluted earnings per share was presented as there were no potential ordinary shares in issue.

11. PROPERTY, PLANT AND EQUIPMENT

During the current interim period, the Group disposed property, plant and equipment with an aggregate amount of RMB101,000 (six months ended 30 June 2025: RMB1,529,000).

In addition, during the current interim period, the Group acquired property, plant and equipment with an aggregate amount of RMB9,971,000 (six months ended 30 June 2025: RMB21,880,000).

12. TRADE RECEIVABLES

	30 June 2026	31 December 2025
	RMB'000	*RMB'000*
	(unaudited)	(audited)
Trade receivables	**520,813**	714,017
Less: allowance of impairment loss	**(30,014)**	(35,454)
Total trade receivables	**490,799**	678,563

The Group allows credit period of 15 to 360 days to its trade customers. The following is an ageing analysis of trade receivables, net of allowance for impairment loss, presented based on the invoice date at the end of each reporting period.

	30 June 2026	31 December 2025
	RMB'000	*RMB'000*
	(unaudited)	(audited)
0 – 60 days	**167,666**	288,934
61 – 180 days	**101,865**	159,855
181 days – 1 year	**79,156**	90,213
Over 1 year	**142,112**	139,561
	490,799	678,563

13. TRADE RECEIVABLES BACKED BY BILLS

	30 June 2026	31 December 2025
	RMB'000	*RMB'000*
	(unaudited)	(audited)
Trade receivables backed by bills	**79,992**	81,329

For customers who used bank bills to settle their trade receivables upon the expiry of the initial credit period, the ageing analysis of trade receivables backed by bills at the end of each reporting period was based on the date of the Group's receipt of the bills from the customers.

	30 June 2026	31 December 2025
	RMB'000	*RMB'000*
	(unaudited)	(audited)
0 – 180 days	**18,072**	50,146
181 days – 1 year	**61,920**	31,183
	79,992	81,329

14. CONTRACT ASSETS

	30 June 2026	31 December 2025
	RMB'000	*RMB'000*
	(unaudited)	(audited)
Retention receivables on sales of pipe products	**21,273**	26,237
Less: allowance for impairment loss	**(1,573)**	(2,217)
	19,700	24,020

15. AMOUNTS DUE FROM RELATED PARTIES/TO RELATED PARTIES

Amounts due from related parties

Details of amounts due from related parties which are trade nature, unsecured, interest-free and repayable on demand are as follows:

	30 June 2026 *RMB'000* **(unaudited)**	31 December 2025 *RMB'000* (audited)
Shandong Maike Smart Technology Limited 山東邁科智能科技有限公司("**Shandong Maike Smart**") *(note)*	**7,577**	6,029
Jinan Kede Intelligent Technology Co., Ltd. 濟南科德智能科技有限公司("**Kede Intelligent**") *(note)*	**6,295**	2,418
Meide Group Co., Ltd. ("**Meide**")	**6,234**	5,478
Meide (Hainan) Supply Chain Co., Ltd. 玫德(海南)供應鏈有限公司*(note)*	**4,672**	61
Meide (Henan) Sales Co., Ltd. 玫德(河南)銷售有限公司*(note)*	**2,647**	1,572
Meide Investment Hong Kong Holding Company Limited ("**Meide HK Investment**") *(note)*	**1,562**	–
Meide Archung (HeBi) Tube Co.,Ltd. 玫德雅昌(鶴壁)管業有限公司*(note)*	**1,455**	1,461
Meide (Shanxi) Trading Co., Ltd. 玫德(陝西)商貿有限公司*(note)*	**1,368**	470
Siam Fittings Co., Ltd. 泰鋼管配件有限公司("**Siam Fittings**") *(note)*	**1,366**	352
Meide Group (Linyi) Cast Pipe Co., Ltd. 玫德集團(臨沂)鑄管有限公司("**Meide Cast (Linyi)**") *(note)*	**1,251**	475
Meide (Hubei) Sales Co., Ltd. 玫德(湖北)銷售有限公司*(note)*	**319**	319
Meide (Guizhou) Trading Co., Ltd. 玫德(貴州)貿易有限公司*(note)*	**250**	164
Meide (Shandong) New Energy Co., Ltd. 玫德(山東)新能源有限公司("**Meide New Energy**") *(note)*	**231**	247
Meide (Hebei) Sales Co., Ltd. 玫德(河北)銷售有限公司*(note)*	**225**	18
Meide (Jiangsu) Sales Co., Ltd. 玫德(江蘇)銷售有限公司*(note)*	**202**	66
Jinan Mech Valve Technology Co., Ltd. 濟南邁克閥門科技有限公司("**Mech Valve**") *(note)*	**196**	98
Meide (Shenzhen) Sales Co., Ltd. 玫德(深圳)銷售有限公司*(note)*	**184**	40
Meide (Heilongjiang) Sales Co., Ltd. 玫德(黑龍江)銷售有限公司*(note)*	**165**	–
Meide (Shanxi) Sales Co., Ltd. 玫德(山西)銷售有限公司*(note)*	**123**	62

15. AMOUNTS DUE FROM RELATED PARTIES/TO RELATED PARTIES – CONTINUED

Amounts due from related parties – continued

	30 June 2026 *RMB'000* **(unaudited)**	31 December 2025 *RMB'000* (audited)
Meide Mech (Qingdao) Trading Co., Ltd. 玫德邁克(青島)貿易有限公司*(note)*	**111**	47
Meide (Sichuan) Sales Co., Ltd. 玫德(四川)貿易有限公司*(note)*	**60**	2
Shandong Kingride New Material Technology Co., Ltd. 山東金潤德新材料科技有限公司*(note)*	**59**	1,076
Meide (Hainan) Sales Co., Ltd. 玫德(海南)銷售有限公司*(note)*	**57**	–
Meide (Zhejiang) Sales Co., Ltd. 玫德(浙江)銷售有限公司*(note)*	**55**	23
Yongqing Keqi Trading Co., Ltd. 永清縣科啟商貿有限公司*(note)*	**38**	38
Meide (Guangdong) Sales Co., Ltd. 玫德(廣東)銷售有限公司*(note)*	**32**	–
Shandong Derun storage equipment Co., Ltd. 山東德潤倉儲設備有限公司*(note)*	**30**	4
Meide Archung (Jinan) Tube Co., Ltd. 玫德雅昌(濟南)管業有限公司("**Meide Archung Jinan**") *(note)*	**30**	26
Linyi Meide Gengchen Metal Material Co., Ltd. 臨沂玫德庚辰金屬材料有限公司("**Linyi Meide Gengchen**") *(note)*	**27**	231
Meide Ayvaz Metal Products Co., Ltd. 玫德艾瓦茲(濟南)金屬制品有限公司("**Ayvaz Metal**") *(note)*	**19**	5
Meide Group Linyi Co., Ltd. 玫德集團臨沂有限公司("**Linyi Meide**") *(note)*	**7**	155
Meide Archung Group Co. Ltd. 玫德雅昌集團有限公司*(note)*	**–**	64
Meide Group Weihai Co., Ltd. 玫德集團威海有限公司*(note)*	**–**	4
	36,847	21,005

Note: Subsidiaries of Meide.

15. AMOUNTS DUE FROM RELATED PARTIES/TO RELATED PARTIES – CONTINUED

Amounts due from related parties – continued

The Group allows credit period from 60-180 days to these related parties. The following is an ageing analysis of the trade nature amounts due from related parties based on the invoice date at the end of the Reporting Period.

	30 June 2026 *RMB'000* **(unaudited)**	31 December 2025 *RMB'000* (audited)
0–60 days	**25,648**	12,144
61–180 days	**7,333**	5,274
181–360 days	**2,070**	3,324
Over 1 year	**1,796**	263
	36,847	21,005

As at 30 June 2026, included in the Group's amounts due from related parties balance are debtors with aggregate carrying amount of RMB3,866,000 (31 December 2025: RMB3,587,000) which are past due as at the reporting date. The Group did not hold any collateral over these balances.

15. AMOUNTS DUE FROM RELATED PARTIES/TO RELATED PARTIES – CONTINUED

Amounts due to related parties

Details of amounts due to related parties which are trade nature, unsecured, interest-free and repayable on demand are stated as follows:

	30 June 2026 *RMB'000* **(unaudited)**	31 December 2025 *RMB'000* (audited)
Meide HK Investment *(note)*	**135,379**	18,343
Meide	**4,811**	2,136
Siam Fittings *(note)*	**1,037**	20,249
Meide Archung Jinan *(note)*	**651**	–
Mech Valve *(note)*	**218**	701
Meide (Jiangxi) Sales Co., Ltd. 玫德（江西）銷售有限公司*(note)*	**207**	384
Meide Cast (Linyi) *(note)*	**161**	–
Linyi Meide *(note)*	**109**	469
Meide (Fujian) Sales Co., Ltd. 玫德（福建）銷售有限公司*(note)*	**91**	112
Meide Malleable (Shanghai) Trading Co., Ltd. 玫德瑪鋼（上海）貿易有限公司*(note)*	**89**	89
Meide (Hainan) Sales Co., Ltd.	**37**	134
Meide (Hunan) Sales Co., Ltd. 玫德（湖南）銷售有限公司*(note)*	**27**	146
Meide (Xinjiang) Trading Co., Ltd. 玫德（新疆）貿易有限公司*(note)*	**16**	16
Shandong Chenhui Electronic Technology Co., Ltd. 山東晨暉電子科技有限公司*(note)*	**13**	44
Meide New Energy *(note)*	**10**	831
Meide (Anhui) Trading Co., Ltd. 玫德（安徽）商貿有限公司*(note)*	**9**	39
Meide (Guangxi) Sales Co., Ltd. 玫德（廣西）銷售有限公司*(note)*	**8**	20
Meide (Gansu) Sales Co., Ltd. 玫德（甘肅）銷售有限公司*(note)*	**2**	2
Ayvaz Metal *(note)*	**1**	1
Meide (Heilongjiang) Sales Co., Ltd. *(note)*	**–**	103
Kede Intelligent *(note)*	**–**	21
Intercom Technology (Shandong) Co., Ltd. 信通科技（山東）有限公司*(note)*	**–**	20
Shandong Maike Intelligent *(note)*	**–**	9
	142,876	43,869

Note: Subsidiary of Meide.

15. AMOUNTS DUE FROM RELATED PARTIES/TO RELATED PARTIES – CONTINUED

Amounts due to related parties – continued

The credit period on purchases of goods is 60 days. The following is an ageing analysis of amounts due to related parties presented based on the invoice date at the end of the Reporting Period:

	30 June 2026	31 December 2025
	RMB'000	*RMB'000*
	(unaudited)	(audited)
0 – 60 days	**125,914**	40,748
61 – 180 days	**16,088**	1,411
181 – 360 days	**874**	1,710
	142,876	43,869

The amounts due to Meide HK Investment, amounted of RMB135,379,000 (2025: RMB18,343,000) including interest payable of RMB1,341,000 (2025: RMB50,000) are non-trading balances. The amounts are unsecured, carry fixed interest rate of 3% per annum repayable within 3 years.

The amounts due to Siam Fittings include non-trading and trading balances, amounted of RMB246,000 (2025:RMB14,170,000) including interest payable of RMB246,000 (2025: RMB506,000) and RMB791,000 (2025:RMB6,079,000) respectively. The amounts are unsecured, carry fixed interest rate of 4% per annum and will be repaid by the year end of 2026.

16. TRADE AND BILL PAYABLES

	30 June 2026 *RMB'000* **(unaudited)**	31 December 2025 *RMB'000* (audited)
Trade payables	**63,739**	142,021
Bill payables	**189,000**	406,820
	252,739	548,841

The following is an ageing analysis of bill payables at the end of the Reporting Period:

	30 June 2026 *RMB'000* **(unaudited)**	31 December 2025 *RMB'000* (audited)
0 – 180 days	**189,000**	406,820

The average credit period on purchases of goods is 30 days. The following is an ageing analysis of trade payables presented based on the invoice date at the end of the Reporting Period:

	30 June 2026 *RMB'000* **(unaudited)**	31 December 2025 *RMB'000* (audited)
0 – 30 days	**52,196**	122,671
31 – 60 days	**6,889**	9,965
61 – 120 days	**527**	4,695
121 – 180 days	**708**	608
181 – 360 days	**279**	1,199
Over 360 days	**3,140**	2,883
	63,739	142,021

17. OTHER PAYABLES AND ACCRUED CHARGES

	30 June 2026 *RMB'000* **(unaudited)**	31 December 2025 *RMB'000* (audited)
Staff costs payable	**18,111**	18,361
Other tax payable	**877**	9,292
Transportation cost payable	**5,803**	3,852
Deposits received from suppliers	**647**	2,505
Guarantee receipts from staff on trade receivables *(note)*	**5,458**	4,107
Accrued charges	**18,587**	23,141
Agency fee payable	**8,160**	9,495
	57,643	70,753

Note: The amounts received by the Group represented guarantee on certain trade receivables provided by relevant sales staff of the Group. Once the trade receivables are considered non-recoverable, the related guarantee receipts from sales staff would not be payable to sales staff accordingly.

18. SHARE CAPITAL

	Number of shares	**Amount** *US$*	*US$'000*	**Equivalent amount to** *RMB'000*
Ordinary Shares of US$0.0001 each				
Authorised:				
At 1 January 2025 (audited), 30 June 2025 (unaudited), 1 January 2026 (audited) and 30 June 2026 (unaudited)	500,000,000	50,000	50	335
Issued and fully paid				
At 1 January 2025 (audited), 30 June 2025 (unaudited), 1 January 2026 (audited) and 30 June 2026 (unaudited)	433,800,000	43,380	43	304

19. NON-CONTROLLING INTERESTS

	Share of net assets of a subsidiary *RMB'000*
At 1 January 2026	4,389
Share of income for the period	132
Other comprehensive income for the period	28
At 30 June 2026	4,549

In November 2020, the Group entered into an investment agreement with JJ Fittings Limited ("**JJ Fitting**") and Essence Electrical Products Co. Limited ("**Essence Electrical**") to set up Delta Electric (Thailand) Co., Ltd ("**Delta Electric**"), and the Group injected capital into the Delta Electric in December 2023. The registered capital of Delta Electric was in the form of cash, with THB181,928,000 (equivalent to approximately RMB38,017,000). The interests of the Group, JJ Fitting and Essence Electrical in Delta Electric was 85%, 10% and 5% respectively. As at the end of current interim period, the registered capital of Delta Electric was fully paid.

20. CAPITAL COMMITMENTS

	30 June 2026 ***RMB'000*** **(unaudited)**	31 December 2025 *RMB'000* (audited)
Capital expenditure contracted for but not provided in the condensed consolidated financial statements in respect of:		
– acquisition of property, plant and equipment	**9,613**	5,118

21. PLEDGE OF ASSETS

At the end of the current interim period, the Group has pledged the following assets to secure the general banking facilities granted to the Group:

	30 June 2026 ***RMB'000*** **(unaudited)**	31 December 2025 *RMB'000* (audited)
Property, plant and equipment	**43,087**	48,954
Pledged bank deposits	**90,184**	210,018
Right-of-use assets	**80,272**	38,223
	213,543	297,195

22. RELATED PARTY TRANSACTIONS

During the current interim period, other than those disclosed elsewhere in the condensed consolidated financial statements, the Group had the following significant transactions with related companies:

a) Transactions

Name of related companies	Nature of transactions	Six months ended 30 June **2026** *RMB'000* (unaudited)	2025 *RMB'000* (unaudited)
Meide	Sales of pipe products	**29,217**	14,235
	Sales of scrap materials	**4,455**	4,418
	Purchase of inventories	**3,495**	97
Siam Fittings *(note)*	Purchase of inventories	**1,030**	1,102
	Sales of scrap materials	**5,007**	1,041
	Interest expenses on related-party loan	**236**	–
Meide (Hainan) Sales Co., Ltd. *(note)*	Purchase of inventories	**1,129**	2,552
	Sales of pipe products	**4,135**	–
Mech Valve *(note)*	Sales of pipe products	**881**	403
	Purchase of inventories	**2,227**	299
Meide HK Investment *(note)*	Interest expenses on related-party loan	**1,291**	–
	Sales of scrap materials	**1,587**	–
Kede Intelligent *(note)*	Sales of pipe products	**530**	424
	Purchase of fixed assets	**2,126**	277
Meide New Energy *(note)*	Sales of pipe products	**–**	237
	Purchase of inventories	**1,967**	–
Linyi Meide *(note)*	Sales of pipe products	**153**	1,697
	Purchase of inventories	**1,755**	–
Meide Cast (Linyi) *(note)*	Sales of pipe products	**1,196**	–
Shandong Maike Smart *(note)*	Sales of pipe products	**986**	3,149
	Purchase of inventories	**9**	942
Others	Sales of pipe products	**932**	1,700
	Purchase of inventories	**641**	455
	Sales of scrap materials	**2**	–

Note: Subsidiary of Meide.

22. RELATED PARTY TRANSACTIONS – CONTINUED

b) Compensation of key management personnel

The remuneration of Directors and other members of key management during the period were as follows:

	Six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
	(unaudited)	(unaudited)
Salaries and other benefits	**1,110**	1,182
Discretionary bonus	**–**	–
Contributions to retirement benefit schemes	**193**	88
	1,303	1,270

MANAGEMENT DISCUSSION AND ANALYSIS

BUSINESS REVIEW

The Group primarily engages in (i) the manufacturing and sales of standard prefabricated pipe nipple products; (ii) the manufacturing and sales of steel pipe products; and (iii) the design and supply of assembled piping systems. We also conduct sales of raw materials that are procured from our suppliers and left unused, mainly including steel coils.

The standard prefabricated pipe nipple products of the Group are used in pipe system to connect straight pipes or pipe sections, which can be adjusted to different sizes or shapes. Standard prefabricated pipe nipple products and steel pipes products feature different specifications, such as length, outside diameter and surface treatment, which cater for various needs of the Group's customers and comply with international standards. We directly or indirectly sell most of our standard prefabricated pipe nipple products and customized steel pipe products to overseas markets. Our welded steel pipe products are roughly classified into standard ERW steel pipes and SSAW steel pipes. Our Group has received certifications in quality control including, among other things, the ISO9001 certification, ISO14001 certification and OHSAS18001 certification. Our products are widely applied in the municipal pipeline system designed for natural gas, water supply, sewage, HVAC and fire extinguish water pipes. Leveraging our industry knowledge and expertise, we also design and supply assembled piping system for our customers.

During the Reporting Period, the recovery of domestic demand fell short of expectations, the real estate sector remained under sustained pressure, the pace of infrastructure development was relatively slow, the pipe industry had ample production capacity with intensifying market competition, and price fluctuations continued to squeeze profit margins. Internationally, geopolitical tensions persisted, with trade barriers, tariffs and the EU carbon tariff policy becoming normalised, leading to heightened uncertainty in international trade. Under the leadership of the Board, the Group prudently assessed the domestic and international market conditions, proactively reduced the scale of its steel coil trading business, anchored on its annual operating targets, and worked in a coordinated manner across all employees, stabilising customer channels and optimising overseas presence externally, while deepening cost reduction and efficiency enhancement and advancing technological and management innovation internally. During the six months ended 30 June 2026, the Group recorded a cumulative revenue of approximately RMB745.8 million and a cumulative net profit of approximately RMB43.0 million, representing a decrease of 41.8% and 50.3% respectively, as compared with the same period of last year.

NEW ORDERS

For the six months ended 30 June 2026, the Group received new orders for approximately 15,500 tons of standard prefabricated pipe products, of which approximately 99.1% were from overseas customers; we also received new orders for approximately 115,000 tons of steel pipe products, of which approximately 52.5% were from domestic customers. During the six months ended 30 June 2026, the Group had delivered approximately 14,400 tons of standard prefabricated pipe products (including Vietnam and Thailand) and approximately 105,200 tons of steel pipe products.

STANDARD PREFABRICATED PIPE PRODUCTS

The standard prefabricated pipe products are our key competitive products. For the six months ended 30 June 2026, our revenue from standard prefabricated pipe products amounted to approximately RMB236.9 million, accounting for 31.8% of the total revenue of the Group; for the six months ended 30 June 2025, our revenue from standard prefabricated pipe products amounted to approximately RMB204.3 million, accounting for 16.0% of the total revenue of the Group. The revenue of standard prefabricated pipe products increased by 15.9% as compared to the corresponding period last year, mainly due to an increase in sales volume.

STEEL PIPE PRODUCTS

Our steel pipe products are made through rolling steel plate and welding the seam, and are mainly used for gas, water supply, HVAC and fire extinguishment. In order to meet the personal demand of customers, the Group produced standard steel pipes with value-added processes under customised requirements of customers, including but not limited to pipe body processing, non-standardised surface treatment, pipe end processing, thickened galvanisation, and internal smoothing. For the six months ended 30 June 2026, our ERW steel pipes, SSAW steel pipes and customised steel pipes recorded revenues of approximately RMB227.9 million, RMB126.5 million and RMB115.5 million, respectively, representing year-on-year decreases of 5.2%, 60.1% and 44.1% for ERW steel pipes, SSAW steel pipes and customised steel pipes, respectively, as compared to the same period in 2025. The decrease in SSAW steel pipes and customised steel pipes was mainly due to the decrease in sales volume and lower selling prices, while the decrease in ERW steel pipes was mainly due to the decrease in selling price. The total revenue generated from steel pipe products accounted for approximately 63.0% of the total revenue for the six months ended 30 June 2026.

DESIGN AND SUPPLY OF ASSEMBLED PIPING SYSTEM

Leveraging our industry experience, we are able to design and supply assembled piping systems to our customers to satisfy various physical and functional characteristics of our customers' designated sites. For the six months ended 30 June 2026, our design and supply of assembled piping system recorded revenue of approximately RMB3.0 million, representing a year-on-year decrease of approximately 90.6% as compared to the same period in 2025. The decrease was mainly due to a decrease in the delivery of orders to our customers, accounting for approximately 0.4% of the total revenue for the six months ended 30 June 2026.

TRADING OF STEEL COILS

Steel coils are the major raw materials for the Group's products. To obtain preferential purchasing terms, the Group entered into an annual sales and purchase agreement with steel mills at the beginning of the year, under which all steel coils are required to be picked up within a specified period each month and transferred to storage locations under the control of the Group. The steel coils purchased are prioritized for production and the remaining portion is sold on a cash-before-delivery basis for a gross profit margin. During the six months ended 30 June 2026, the Group recorded revenue of approximately RMB36.0 million from trading of steel coils, representing a year-on-year decrease of approximately 87.2% compared to the corresponding period in 2025. Such decrease was mainly due to the Group's proactive reduction in the scale of its steel coil trading business based on strategic adjustments.

FINANCIAL REVIEW

The Group's revenue is generated from (i) sales of standard prefabricated pipe products; (ii) sales of steel pipe products; (iii) sales of the design and supply of assembled piping systems; and (iv) sales of unused raw materials that are procured from suppliers, mainly including steel coils.

For the six months ended 30 June 2026, our total revenue was approximately RMB745.8 million, representing a decrease of approximately RMB535.1 million or 41.8% as compared to the six months ended 30 June 2025. The decrease in revenue was mainly due to the decrease in the sales volume of steel pipe products and trading of steel coils.

Sales by product categories

The following table sets forth the breakdown of our revenue, sales volume, ASP by product categories for the periods indicated:

	Six months ended 30 June 2026			
	Revenue		**Sales volume**	**ASP**
	RMB'000	***% of total***	***ton'000***	***RMB/ton***
Standard prefabricated pipe nipples	**236,920**	**31.8%**	**14.4**	**16,453**
Steel pipe products				
ERW steel pipes	**227,894**	**30.5%**	**51.1**	**4,460**
SSAW steel pipes	**126,521**	**17.0%**	**29.9**	**4,231**
Customised steel pipes	**115,524**	**15.5%**	**24.2**	**4,774**
Design and supply assembled piping system	**2,994**	**0.4%**	**N/A**	**N/A**
Trading of steel coils	**35,978**	**4.8%**	**11.6**	**3,102**
Total	**745,831**	**100.0%**	**131.2**	**5,685**

	Six months ended 30 June 2025			
	Revenue		Sales volume	ASP
	RMB'000	*% of total*	*ton'000*	*RMB/ton*
Standard prefabricated pipe nipples	204,331	16.0%	11.6	17,615
Steel pipe products				
ERW steel pipes	240,456	18.8%	50.8	4,733
SSAW steel pipes	317,296	24.8%	72.6	4,370
Customised steel pipes	206,671	16.1%	43.0	4,806
Design and supply assembled piping system	32,016	2.5%	N/A	N/A
Trading of steel coils	280,208	21.8%	84.0	3,336
Total	1,280,978	100.0%	262.0	4,889

The revenue generated from sales of standard prefabricated pipe products amounted to approximately RMB236.9 million for the six months ended 30 June 2026, representing an increase of approximately RMB32.6 million or 15.9% as compared to the six months ended 30 June 2025, which was mainly due to the increase in sales volume.

The revenue generated from ERW steel pipes decreased by approximately RMB12.6 million or 5.2% from the six months ended 30 June 2025 to approximately RMB227.9 million for the six months ended 30 June 2026, which was mainly due to the decrease in product selling prices; the revenue generated from SSAW steel pipes decreased by approximately RMB190.8 million or 60.1% from the six months ended 30 June 2025 to approximately RMB126.5 million for the six months ended 30 June 2026, which was mainly due to the decrease in sales volume; the revenue generated from customised steel pipes decreased by approximately RMB91.1 million or 44.1% from the six months ended 30 June 2025 to approximately RMB115.5 million for the six months ended 30 June 2026, which was mainly due to the decrease in sales volume.

The revenue generated from design and supply of assembled piping system decreased by approximately RMB29.0 million or 90.6% from approximately RMB32.0 million for the six months ended 30 June 2025 to approximately RMB3.0 million for the six months ended 30 June 2026. The decrease was mainly due to the decrease in the delivery of orders to our customers during the Reporting Period.

The revenue generated from steel coils decreased by approximately RMB244.2 million or 87.2% from the six months ended 30 June 2025 to approximately RMB36.0 million for the six months ended 30 June 2026. Such decrease was mainly due to the Group's proactive reduction in the scale of its steel coil trading business based on strategic adjustments.

Sales by geographical regions

The following table sets forth the breakdown of our revenue by geographical regions of our products for the periods indicated:

	Six months ended 30 June			
	2026		2025	
	Revenue *RMB'000*	**% of total revenue**	Revenue *RMB'000*	% of total revenue
Domestic market				
The PRC	**348,731**	**46.8%**	779,437	60.8%
Overseas markets				
The United States	**142,973**	**19.2%**	154,304	12.0%
Other countries in Asia (excluding the PRC)	**113,378**	**15.2%**	204,613	16.0%
Other countries in Americas (excluding the United States)	**99,724**	**13.4%**	100,688	7.9%
Europe	**16,858**	**2.2%**	10,894	0.9%
Others	**24,167**	**3.2%**	31,042	2.4%
Total	**745,831**	**100.0%**	1,280,978	100.0%

Note: Other countries in Americas (excluding the United States) comprise the continents of North and South America; others mainly include Oceania and Africa. The decline in revenue in other countries in Asia (excluding the PRC) was primarily due to the obstruction of navigation through the Strait of Hormuz.

GROSS PROFIT AND GROSS PROFIT MARGIN

Gross profit decreased by approximately 36.4% or RMB79.9 million from approximately RMB219.6 million for the six months ended 30 June 2025 to approximately RMB139.7 million for the six months ended 30 June 2026. Such decrease was mainly due to the decrease in sales volume of steel pipes. Gross profit margin increased by 1.6% as compared to the corresponding period last year.

OTHER INCOME

For the six months ended 30 June 2026, other income mainly represents government grant and interest income, which increased from approximately RMB7.9 million for the six months ended 30 June 2025 by approximately 100.3% or RMB8.0 million to approximately RMB15.9 million for the six months ended 30 June 2026. The increase in other income was mainly due to the increase in government grants of RMB6.7 million and the increase in bank interest income of RMB1.2 million.

OTHER GAINS AND LOSSES

For the six months ended 30 June 2026, other gains and losses mainly represent gains on sales of scrap materials, fair value gains on structured bank deposits, fair value gains or losses on foreign currency forward contracts, fair value gains or losses on derivative financial instruments and net exchange gains or losses. Other gains and losses turned from a gain of approximately RMB11.1 million for the six months ended 30 June 2025 to a loss of approximately RMB1.1 million for the six months ended 30 June 2026. Changes in other gains and losses were mainly attributable to gains on sales of scrap materials of approximately RMB6.8 million for the six months ended 30 June 2026 as compared to the gains on scrap of RMB4.4 million in same period of last year; and losses from foreign exchange of approximately RMB9.7 million for the six months ended 30 June 2026 as compared to the gains of approximately RMB3.2 million in the same period of 2025.

DISTRIBUTION AND SELLING EXPENSES

Distribution and selling expenses decreased from approximately RMB59.1 million for the six months ended 30 June 2025 by 18.6% or RMB11.0 million to approximately RMB48.1 million for the six months ended 30 June 2026. Such decrease was primarily due to (i) the decrease in sea freight expenses; and (ii) the decrease in freight expenses.

ADMINISTRATIVE EXPENSES

Administrative expenses increased from approximately RMB32.1 million for the six months ended 30 June 2025 by approximately 21.2% or RMB6.8 million to approximately RMB38.9 million for the six months ended 30 June 2026. Such increase was primarily due to the increase in personnel and the resulting increase in wages and salaries.

RESEARCH AND DEVELOPMENT COSTS

Research and development costs decreased from approximately RMB39.3 million for the six months ended 30 June 2025 by approximately 46.6% or RMB18.3 million to approximately RMB21.0 million for the six months ended 30 June 2026. Our research and development costs accounted for approximately 2.8% of the total revenue (corresponding period in 2025: approximately 3.1%).

IMPAIRMENT LOSSES UNDER EXPECTED CREDIT LOSS MODEL, NET OF REVERSAL

The impairment losses under expected credit loss model, net of reversal amounted to approximately RMB6.1 million for the six months ended 30 June 2026 (corresponding period in 2025: approximately RMB2.1 million).

FINANCE COSTS

Finance costs decreased from RMB5.4 million for the six months ended 30 June 2025 by approximately 33.5% or RMB1.8 million to approximately RMB3.6 million for the six months ended 30 June 2026, which was primarily due to the decrease in discounted notes.

TAXATION CHARGE

Taxation charge decreased from RMB18.4 million for the six months ended 30 June 2025 to RMB6.0 million for the six months ended 30 June 2026.

PROFIT FOR THE REPORTING PERIOD

Profit for the period decreased by approximately 50.3% or RMB43.5 million from RMB86.5 million for the six months ended 30 June 2025 to RMB43.0 million for the six months ended 30 June 2026, which was mainly due to the decrease in gross profit.

Capital structure, liquidity and financial resources

	Six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
Net cash generated from/ (used in) operating activities	**39,732**	(101,259)
Net cash generated from/(used in) investing activities	**171,036**	(5,402)
Net cash (used in)/ generated from financing activities	**(175,056)**	132,992
Net increase in cash and cash equivalents	**35,712**	26,331
Cash and cash equivalents at the beginning of the period	**34,246**	77,294
Effect of foreign exchange rate changes	**(236)**	443
Cash and cash equivalents at the end of the period	**69,722**	104,068

Gearing ratio

As at 30 June 2026, the gearing ratio of the Group, calculated based on the total interest-bearing debts divided by the total equity of the Company as at the respective period and multiplied by 100%, was approximately 1.6% (31 December 2025: approximately 5.9%). As at 30 June 2026, our total interest-bearing debts amounted to RMB20.0 million. The decrease in gearing ratio was primarily attributable to the decrease in bank loans.

NET CASH USED IN OPERATING ACTIVITIES

Our net cash used in operating activities changed from a net outflow of approximately RMB101.3 million for the six months ended 30 June 2025 to a net inflow of approximately RMB39.7 million for the six months ended 30 June 2026. The change in net cash used in operating activities was mainly due to the decrease in trade receivables.

NET CASH USED IN INVESTING ACTIVITIES

Our net cash from investing activities changed from a net outflow of approximately RMB5.4 million for the six months ended 30 June 2025 to a net inflow of approximately RMB171.0 million for the six months ended 30 June 2026. The change in net cash was primarily due to an increase in pledged bank deposits and asset-related government grants received.

NET CASH GENERATED FROM FINANCING ACTIVITIES

Our net cash from financing activities changed from a net inflow of approximately RMB133.0 million for the six months ended 30 June 2025 to a net outflow of approximately RMB175.1 million for the six months ended 30 June 2026. The change in net cash generated from financing activities was primarily due to the repayment of discounted notes.

NET CURRENT ASSETS AND LIABILITIES

Inventories

Our balance of inventories increased by approximately RMB104.4 million or 31.4% from approximately RMB332.9 million as of 31 December 2025 to approximately RMB437.3 million as of 30 June 2026, which was mainly due to the fact that the orders have not been shipped after production is completed.

TRADE RECEIVABLES AND TRADE RECEIVABLES BACKED BY BILLS

Our trade receivables decreased by approximately RMB187.8 million or 27.7% from approximately RMB678.6 million as of 31 December 2025 to approximately RMB490.8 million as of 30 June 2026, which was mainly due to the Group's collection efforts, resulting in the timely recovery of trade receivables.

Our trade receivables backed by bills decreased by approximately RMB1.3 million or 1.6% from approximately RMB81.3 million as of 31 December 2025 to approximately RMB80.0 million as of 30 June 2026, mainly due to the maturity of bank bills received.

CONTRACT ASSETS

Our contract assets decreased from approximately RMB24.0 million as of 31 December 2025 to approximately RMB19.7 million as of 30 June 2026, mainly due to the decrease in retention receivables on sales of pipe products.

DEPOSITS, PREPAYMENTS AND OTHER RECEIVABLES

Our deposits, prepayments and other receivables decreased from approximately RMB204.1 million as of 31 December 2025 to approximately RMB152.7 million as of 30 June 2026, mainly due to the decrease in prepayment for raw materials.

AMOUNTS DUE FROM/TO RELATED PARTIES

Amounts due from related parties increased from approximately RMB21.0 million as of 31 December 2025 to approximately RMB36.8 million as of 30 June 2026, mainly due to the increase in unsettled trade amounts at the end of the period.

Amounts due to related parties increased from RMB43.9 million as of 31 December 2025 to approximately RMB142.9 million as of 30 June 2026, mainly due to the increase in borrowings from Meide HK Investment.

TRADE AND BILL PAYABLES

Our trade payables decreased from approximately RMB548.8 million as of 31 December 2025 to approximately RMB252.7 million as of 30 June 2026, mainly due to the decrease of bill payables.

CONTRACT LIABILITIES

Our contract liabilities decreased from approximately RMB81.8 million as of 31 December 2025 to approximately RMB50.9 million as of 30 June 2026, which was related to the timing of product delivery to our customers.

REFUND LIABILITIES

Our refund liabilities decreased from approximately RMB4.6 million as of 31 December 2025 to approximately RMB3.5 million as of 30 June 2026.

OTHER PAYABLES AND ACCRUED CHARGES

Our other payables and accrued charges decreased from approximately RMB70.8 million as of 31 December 2025 to approximately RMB57.6 million as of 30 June 2026, which was mainly due to the decrease in other tax payables and accrued charges.

PROVISIONS

Our provisions decreased from approximately RMB2.1 million as of 31 December 2025 to approximately RMB0.8 million as of 30 June 2026. Provisions represent warranty provided for our sold products.

BORROWINGS

Our borrowings decreased from approximately RMB72.5 million as of 31 December 2025 to approximately RMB20.0 million as of 30 June 2026, mainly due to a decrease in bank loans. The Group's borrowing of approximately RMB20.0 million as at 30 June 2026 was repayable within one year.

LEASE LIABILITIES

As of 30 June 2026, the Group rented three properties in Vietnam, Thailand and Malaysia respectively to operate its factories and the lease liabilities were measured at the present value of the lease payments that are not yet paid. We recorded lease liabilities of approximately RMB13.7 million.

FOREIGN CURRENCY RISK

A substantial majority of our assets and liabilities are denominated in RMB, except for the following items:

(i) certain bank balances are denominated in USD, HKD, VND and THB;

(ii) sales of goods to overseas customers and related trade receivables are denominated in USD.

The appreciation or devaluation of RMB against USD or HKD or VND or THB may have an impact on the financial performance of the Group. The Group mainly manages potential fluctuations in foreign exchange through foreign currency forward contracts, and it has not entered into any hedging transactions.

DIVIDEND

The Board did not recommend the payment for any dividend for the six months ended 30 June 2026 (30 June 2025: Nil).

PLEDGE OF ASSETS

As at 30 June 2026, our Group pledged certain property, plant, equipment, right-of-use assets, trade receivables backed by bills and pledged bank deposits with the total net carrying amount of approximately RMB213.5 million (31 December 2025: approximately RMB297.2 million) to secure banking facilities granted to the Group.

CONTINGENT LIABILITIES

As at 30 June 2026, the Group did not have any material contingent liabilities.

SIGNIFICANT INVESTMENTS HELD BY THE GROUP, MATERIAL ACQUISITIONS AND DISPOSALS OF SUBSIDIARIES, ASSOCIATES AND JOINT VENTURES

For the six months ended 30 June 2026, there were no significant investments held by the Group, and the Company had no material acquisition and disposal of subsidiaries, associates and joint ventures.

FUTURE PLANS FOR MATERIAL INVESTMENTS OR CAPITAL ASSETS

The Group did not have any plans for material investments or capital assets during the six months ended 30 June 2026 and up to the date of this announcement.

EMPLOYEES

For the six months ended 30 June 2026, labour costs (including Directors' remunerations and emoluments in other forms) were approximately RMB68.1 million (for the six months ended 30 June 2025: RMB57.4 million). Our Group's employees are generally remunerated by way of fixed salary, and commission will be awarded to our marketing staff if they have achieved certain sales targets. The Group utilises an appraisal system for our employees and considers the appraisal results of individual employees when conducting their salary reviews, making promotion decisions and determining the amount of bonuses. Our Group's employees are also entitled to a performance-based bonus, paid leave and various subsidies. As the Group believes that nurturing outstanding employees is particularly important for the development of enterprises, it provides employees with sufficient training to ensure that they can carry out their work safely and with due diligence. Employees in different positions are provided with various training and development programmes related to their necessary skills and knowledge.

As of 30 June 2026, we had a total of 1,329 employees (31 December 2025: 1,313 employees), 1,061 of whom are in the PRC (including Hong Kong), 161 of whom work in Vietnam, 94 of whom work in Thailand and 13 of whom work in Malaysia. A breakdown of our employees by functions is set forth below:

Function	**As of 30 June 2026**			
	The PRC (including Hong Kong)	**Vietnam**	**Thailand**	**Malaysia**
Managerial, administrative and accounts	69	10	6	4
Production	665	145	86	8
Quality control	30	4	2	1
Procurement and inventory	32	2	–	–
Research and development	125	–	–	–
Sales and marketing	140	–	–	–
Total number of employees	1,061	161	94	13

EVENTS SUBSEQUENT TO THE REPORTING PERIOD

There were no significant events subsequent to 30 June 2026 which would materially affect the Group's operating and financial performance as of the date of this interim results announcement.

NO OTHER MATERIAL CHANGE

Save as disclosed, there was no material change in the Group's financial position or business since the publication of the latest annual results of the Company for the year ended 31 December 2025.

PROSPECTS

In the first half of 2026, the steel pipe industry continued to face multiple operating pressures. Domestically, the recovery of domestic demand was weaker than supply, the drag from the real estate downturn had not yet fully dissipated, industry-wide overcapacity persisted and price competition in the market continued to intensify. Although policies supporting urban pipeline network renewal and new energy infrastructure were gradually released, there was a lag in the transmission of project funding, and the benefits had not yet been fully converted into physical demand, resulting in continued pressure on the industry's overall profit margins. In the international market, the global economic recovery was uneven. Trade protectionism continued to intensify in many countries, China-U.S. trade frictions persisted, the geopolitical conflict involving the U.S., Israel and Iran escalated, navigation through the Strait of Hormuz was periodically obstructed, and ocean freight costs rose year-on-year, driving up export logistics costs. At the same time, structural opportunities in the industry continued to emerge. The renovation of aging pipeline networks in domestic cities and major water conservancy and energy projects progressed steadily, while sectors such as wind power and energy storage drove demand growth for specialised pipes. In overseas markets, infrastructure and oil and gas development projects in countries along the Belt and Road Initiative continued to be implemented, and demand for pipes in regions such as the Middle East, Southeast Asia and Central Asia remained resilient, creating structural growth opportunities for steel pipe exports.

Facing an industry landscape where opportunities and challenges coexist, the Group closely followed industry development trends, focused on building core capabilities, and advanced its steady operations through the following strategic initiatives to consolidate its competitive advantages in the prefabricated pipe sector and create long-term value for shareholders: (1) Marketing breakthrough: In overseas markets, the Group adhered to the dual strategy of "deep cultivation + expansion", stabilising market share in mature markets while actively expanding into emerging regions such as the Middle East and Central Asia, and proactively responding to shipping route and performance risks arising from geopolitical conflicts. Domestically, the Group closely tracked major projects and pipeline network renewal projects, accelerated access to key customers, and increased the proportion of project-based market coverage. (2) Lean production: The Group continuously promoted process iteration and supply chain synergy, strictly controlled manufacturing and procurement costs, optimised the product mix, increased the proportion of high-end products, and achieved simultaneous improvement in quality and cost, thereby consolidating its core competitive barriers. (3) Collaborative operations: The Group promoted team collaboration and the "Iron Triangle" operating model, breaking down barriers between marketing, technology and delivery, strengthening front-end integrated operational capabilities, and enhancing project response and implementation efficiency. (4) Business design: Starting from the source of business design, the Group comprehensively reviewed its existing business systems, carried out top-level business planning and mechanism design, streamlined business processes, clarified the boundaries of responsibilities and authorities, and drove the iterative optimisation of business models. Through multi-dimensional collaborative efforts, the Group will achieve high-quality and sustainable development.

RISK MANAGEMENT

Our management has designed and implemented a risk management policy to address various potential risks identified in relation to the operation of our businesses, including strategic, operational, financial and legal risks. Our risk management policy sets forth procedures to identify, analyse, categorise, mitigate and monitor various risks. Our Board is responsible for overseeing the overall risk management system and assessing and updating our risk management policy on a quarterly basis. Our risk management policy also sets forth the reporting hierarchy of risks identified in our operations.

ENVIRONMENTAL POLICIES AND PERFORMANCE

The major pollutants generated by the Group in the manufacturing process include various kinds of exhaust gas and wastewater which could be harmful to the human body. We have complied with the current effective Chinese, Vietnamese, and Thai environmental laws and regulations. During the Reporting Period, we have implemented a series of optimisation measures for our existing environmental protection and pollution control system. By optimising the environmental protection facilities of the painting line, an additional set of auxiliary facilities was reduced, thereby lowering carbon emissions and environmental protection operating costs while ensuring stable and efficient pollution control results. A new waste acid evaporation facility utilising waste heat from the galvanizing furnace was constructed, reducing the amount of waste acid transferred by 30% while improving energy utilization efficiency and reducing environmental disposal costs. Through the optimisation and enhancement of the software and hardware aspects of its environmental management systems, we have further elevated our environmental protection management standards and reached the level of a regional environmental leader, serving as a role model in environmental protection.

PURCHASE, SALE OR REDEMPTION OF THE COMPANY'S LISTED SECURITIES

During the six months ended 30 June 2026, neither the Company nor any of its subsidiaries had purchased, sold or redeemed any of the Company's listed securities.

COMPLIANCE WITH THE CORPORATE GOVERNANCE CODE

The Company's corporate governance practices are based on the principles and code provisions as set out in the Corporate Governance Code (the "**CG Code**") in Appendix C1 to The Rules Governing the Listing of Securities on the Stock Exchange ("**Listing Rules**"). The Company has taken careful measures to ensure that the provisions have been duly complied with from time to time. The Board is of the opinion that the Company has met the code provisions in part 2 of the CG Code through the six-month period ended 30 June 2026.

COMPLIANCE WITH THE MODEL CODE FOR SECURITIES TRANSACTIONS

The Company has adopted the Model Code for Securities Transactions by Directors of Listed Issuers set out in Appendix C3 of the Listing Rules (the "**Model Code**") as its own Code of Conduct for securities transactions conducted by relevant Directors. Upon specific enquiry of all Directors, all Directors have confirmed that they have complied with the Model Code throughout the six months ended 30 June 2026. No incidents of non-compliance of the Model Code by the relevant Directors were noted by the Company.

AUDIT COMMITTEE

The Audit Committee of the Company, which was established for the purposes of reviewing and providing supervision over the Company's financial reporting and audit process and overseeing the Group's risk management and internal controls, comprises three independent non-executive Directors, namely Mr. DING Xiaodong (chairman), Mr. LIU Fengyuan and Mr. SUN Yongxi.

The Audit Committee has reviewed the unaudited condensed consolidated interim results of the Group for the six months ended 30 June 2026.

The Audit Committee together with the Company's management has reviewed and agreed on the accounting principles and practices adopted by the Group for the six months ended 30 June 2026, discussed and reviewed the adequacy and effectiveness of the Group's internal control systems, risk management functions and financial reporting systems, and that adequate disclosure has been made with no disagreement by the Audit Committee.

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

The announcement of interim results will be published on the website of the Stock Exchange (www.hkexnews.hk) and the website of the Company (www.mechpipingtech.com). The interim report of the Company for the six months ended 30 June 2026 will be despatched to the shareholders of the Company in due course and will be made available on the websites of the Stock Exchange and the Company.

By order of the Board
Maike Tube Industry Holdings Limited
GUO Lei
Chairman and executive Director

Hong Kong, 28 August 2026

As at the date of this announcement, the executive Directors are Mr. GUO Lei, Mr. WANG Ning and Mr. YANG Shufeng; the non-executive Directors are Mr. KONG Linglei and Ms. ZHAO Xuelian; and the independent non-executive Directors are Mr. LIU Fengyuan, Mr. DING Xiaodong and Mr. SUN Yongxi.