元光科技

MetaLight Inc.

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 2605)

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

The Board of the Company is pleased to announce the unaudited condensed consolidated interim results of the Group for the six months ended June 30, 2026.

FINANCIAL SUMMARY

SUMMARY

	For the six months ended June 30,		
	2026	2025	Change
	(RMB'000)	*(RMB'000)*	*(%)*
Revenue	**92,005**	96,973	-5.1%
Gross profit	**68,677**	75,684	-9.3%
Loss for the period	**(5,032)**	(125,505)	-96.0%
Adjusted net profit (non-IFRS measure)	**13,086**	28,183	-53.6%

The highlights of the Group's performance for the six months ended June 30, 2026 are as follows:

- The Group achieved revenue of approximately RMB92.0 million, compared to approximately RMB97.0 million in the same period last year, representing a decrease of approximately 5.1% over the same period last year.

- The Group achieved gross profit of approximately RMB68.7 million, compared to approximately RMB75.7 million in the same period last year, representing a decrease of approximately 9.3% over the same period last year. The gross margin for the Reporting Period was approximately 74.6%, compared to approximately 78.1% in the same period last year, representing a decrease of approximately 3.5 percentage points over the same period last year.

- The Group's net loss was approximately RMB5.0 million, compared to a net loss of approximately RMB125.5 million in the same period last year, representing a decrease of approximately 96.0% over the same period last year.

- The Group's adjusted net profit (non-IFRS measure) was RMB13.1 million, compared to RMB28.2 million for the same period last year, representing a decrease of approximately 53.6% over the same period last year.

Note: Adjusted net profit is a non-IFRS measure. Please refer to the section headed "Non-IFRS Measures" on page 32 of this interim results announcement for the definition, rationale for use, limitations, and reconciliation of loss to adjusted net profit for the period.

BUSINESS REVIEW AND OUTLOOK

BUSINESS REVIEW

In the first half of 2026, China's mobile internet market further entered a development phase centered on existing user value and operational efficiency. According to QuestMobile's 2026 China Mobile Internet Semi-Annual Report, as of June 2026, the monthly active user base across China's entire mobile internet reached 1.282 billion, representing a year-on-year increase of 1.2%. Growth in user scale gradually stabilized, while the importance of product value, user stickiness, and commercialization efficiency further increased[1].

Against this backdrop, structural adjustments in the mobile advertising market continued. During the Reporting Period, the Group achieved revenue of RMB92.0 million, representing a year-on-year decrease of 5.1%. Gross profit was RMB68.7 million, representing a year-on-year decrease of 9.3%, with a gross margin of 74.6%. A net loss of RMB5.0 million was recorded, compared with a net loss of RMB125.5 million for the corresponding period in 2025. The adjusted net profit (non-IFRS measure) was RMB13.1 million, representing a year-on-year decrease of 53.6%. The decrease in revenue primarily reflected the competitive conditions in the mobile advertising market, as well as the impact of the Group's adjustments to certain advertising inventory and display frequencies during the Reporting Period. These adjustments were made to reduce advertising disruption to users, optimise user experience and consolidate the product and user base. The significant narrowing of the net loss for the period compared to the same period last year was primarily attributable to the non-recurrence of fair value losses on convertible redeemable preferred shares and listing-related expenses recognized in the same period last year. The year-on-year decline in adjusted net profit was mainly due to a slight decrease in revenue, and the Group carried out a phased optimisation of its organisational and personnel structure during the Reporting Period, which resulted in substantial severance compensation expenses. The primary purpose of these adjustments was to enhance organisational operational efficiency and to better align personnel and resource allocation with the Group's business development priorities. The relevant adjustments for this phase were largely completed during the Reporting Period, and the associated severance compensation expenses were also mainly incurred during the Reporting Period.

During the Reporting Period, the Group continued to focus on its real-time public bus information service, prioritising the consolidation of its product and user base while continuously expanding the application boundaries of its public bus data and technological capabilities. Beyond its core business, these capabilities are gradually extending to scenarios such as overseas public bus information services, demand-responsive public transport, and autonomous driving public transport (Robobus). Artificial intelligence-related initiatives primarily focus on product R&D, business collaboration, and industrial investment. As the aforesaid businesses are at different stages of development, the Group will advance them prudently based on actual progress, product performance, and resource allocation.

[1] *Source: QuestMobile's 2026 China Mobile Internet Semi-Annual Report (published in August 2026).*

Business Development

Public Bus Information Service Business

As the Group's core product, Chelaile (including its app, WeChat mini program, and Alipay mini program) integrates real-time bus positioning data, traffic condition data, and user behavior data to provide accurate bus departure schedules and arrival time predictions, reducing the uncertainty of waiting times and enhancing the public transit experience.

As of June 30, 2026, the number of cities and towns covered by this service increased from 478 at the end of 2025 to 484, with a net increase of 6 cities and towns during the Reporting Period. The number of cumulative users increased from 333.8 million at the end of 2025 to 354.1 million (an increase of 6.1%). The number of average monthly active users grew to 32.0 million during the Reporting Period, up by 6% compared to the same period in 2025. The growth was primarily driven by our precision operation strategies, including customized online-to-offline (O2O) integrated products and expansion plans customized to city-specific travel demands, thereby enhancing user penetration rates.

During the Reporting Period, the Group standardised the statistical methodology for the number of cities and towns covered, eliminating duplicate counting for same city or town. Under the standardised methodology, the number of cities and towns covered as of December 31, 2025 was 478. The 488 cities and towns disclosed in the Company's 2025 annual report were reported under the methodology without eliminating the duplicates. The aforementioned adjustment in methodology does not affect the actual coverage scope of the relevant services. As the business grows, the Group will place greater emphasis on evaluating service quality, user value, and operational efficiency on a city-by-city basis, and will dynamically adjust resource allocation and coverage strategies accordingly; consequently, related disclosures will gradually shift their focus to metrics such as monthly active users that reflect actual product usage and operational quality.

During the Reporting Period, faced with intensified competition in the mobile internet market, the Group prioritised the consolidation of Chelaile's product and user base as its current operational focus. Based on external feedback and product experience assessments, and in order to reduce advertising disruption to users and improve product usage experience, the Group made phased adjustments to certain advertising inventory and display frequencies. These display frequencies gradually stabilised during the Reporting Period. During the same period, the average rating of Chelaile across six major app stores increased by approximately 8.4% in June 2026 compared to January 2026.

Overseas Business Expansion

Based on the real-time public transport data processing technology and product operation experience accumulated by Chelaile in the PRC market, the Group continues to advance its overseas business layout for bus information services. TransitNow was launched on iOS and Android platforms in mid-April 2026. It is currently available in Singapore, Hong Kong, Melbourne, Sydney, Brisbane, Kuala Lumpur and other supported cities, providing services such as real-time bus and metro enquiries, travel route planning, and quick line and station searches.

TransitNow is an extension and upgrade of the Group's original Busio business, utilizing a standalone technical architecture that has been specifically established for its overseas operations. During the Busio business period, the overseas business utilised the mature architecture of Chelaile to quickly validate the product form for overseas bus scenarios. As the user base and data integration gradually took shape, the Group rebuilt a standalone architecture for TransitNow, enabling it to evolve independently based on the product and service scenarios of overseas markets. The city coverage, data integration and user base accumulated during the Busio phase have been smoothly migrated to TransitNow, preserving service continuity for existing users during the migration process.

Following the product launch, the Group has been progressively expanding city coverage and localization efforts across Asian and Australian markets, with Singapore, Sydney and Melbourne as its core base cities. Starting from the usage scenarios of local commuters, the project team has implemented localized adaptations in product design, content presentation, and user services. The overseas business is still in its early promotion and localization validation stage. The Group will continue to monitor product usage, data integration, and market feedback, and will refine its product and operational arrangements accordingly. TransitNow also represents a practical application of the Group's "AI-native organization" approach in its innovative businesses. AI-assisted development is applied across stages including requirements, design, coding, testing, launch, and feedback. Since its launch, the product has been iterated at a pace of once every few days to continuously validate product and market needs.

Autonomous Driving Public Transport (Robobus)

The Group believes that autonomous driving public transport is currently in a critical transition period from small-scale pilot programs to large-scale commercial operation, and positions itself as a technology service provider empowering bus operators to complete their Robobus operational transformation.

During the Reporting Period, Wuhan Yuanguang, an entity controlled by the Group through contractual arrangements, entered into a transfer agreement with Ningbo Yun Sui, pursuant to which Wuhan Yuanguang agreed to acquire a 66.67% partnership interest in Hangzhou Yunzhimeng held by Ningbo Yun Sui for a cash consideration of RMB20.0 million. Wuhan Yuanguang paid the full cash consideration on April 29, 2026. As at June 30, 2026, Wuhan Yuanguang held a 66.67% partnership interest in Hangzhou Yunzhimeng as a limited partner, and indirectly held approximately 9.2171% of the equity interest in Hangzhou DTMaaS through Hangzhou Yunzhimeng.

On March 20, 2026, Wuhan Yuanguang entered into a strategic cooperation framework agreement with Hangzhou DTMaaS, with the intention to leverage Wuhan Yuanguang's resources and technological expertise in the public transport sector with Hangzhou DTMaaS's advantages in the autonomous driving technology, public transport operation scenarios, data insights and market resources to collaborate in the field of autonomous driving for public transportation and jointly explore "autonomous driving + smart mobility" solutions and business opportunities in the domestic autonomous driving market for public transportation. The strategic cooperation framework agreement constitutes a framework cooperation arrangement, and specific projects are subject to separate negotiation and agreement by the relevant parties. For details of the transfer agreement and the strategic cooperation framework agreement, please refer to the announcement of the Company dated March 20, 2026.

The Group expects that this investment and strategic cooperation will help strengthen business synergies with Hangzhou DTMaaS. By combining the Group's capabilities in time-series data analysis, bus travel data and user behaviour insights with Hangzhou DTMaaS's experience in public transport operation scenarios, autonomous driving technology and data insights, the parties will further explore collaboration on the R&D and application of a Robobus operations support platform. This will provide underlying data intelligence and decision support for public transport operators, and solidify the Group's positioning as a technology service provider "empowering public transport operators to complete their Robobus operational transformation."

During the Reporting Period, the Group focused on developing a Robobus operation support platform, carrying out solution design and R&D around capabilities including vehicle operation monitoring, abnormal incident handling support, and operational analytics. Leveraging its accumulated expertise in bus vehicle positioning, route operations, user travel data, arrival prediction, and public transit analytics, the platform is designed to provide underlying data intelligence and decision support for bus operators, enabling them to advance their Robobus operation transformation. This direction is still in its early stages, and the advancement of related platform development, cooperation arrangements, and specific projects is still subject to product validation, cooperation agreements, regulatory requirements, and commercial feasibility.

Investment in Frontier AI Industries

During the Reporting Period, Wuhan Yuanguang, as a limited partner, participated in the establishment of a venture capital fund focusing on artificial intelligence-related fields with a capital commitment of RMB40.0 million, representing approximately 39.56% of the fund's total capital commitment of RMB101.1 million. The other partners include the general partner, Chuangxiang Shidai Investment, and the limited partners, Guangzhou Angel Master Fund and Yuehe Ruicheng. The cash consideration for the aforementioned acquisition has been settled using the Group's internal resources, and no net proceeds from the Global Offering have been utilised. The unpaid capital commitment in respect of the fund is intended to be funded from the Group's internal resources and will not involve any use of the net proceeds from the Global Offering.

The fund focuses primarily on seeding and early-stage projects in the AI field, and the Group holds the right of first refusal for follow-on investments in projects invested by the fund. As of June 30, 2026, the fund has completed its private equity investment fund filing and entered the project screening stage. The fund had completed one investment project, with a total investment amount of RMB10.0 million, primarily directed towards the artificial intelligence sector.

Public Transit Analytics Platform Business

With Chelaile's data insight system, the Group provides public transit analytics platform services to transportation entities such as local transportation authorities and bus companies. This platform integrates public bus operation data and user behavior data through a unified data dashboard, supporting route operation analysis, real-time monitoring, and operational decision-making. The latest version of the platform has applied large language model technology to scenarios such as bus passenger flow analysis, in an effort to enhance data analytics and decision support capabilities.

Demand-Responsive Public Transport

The Group continues to expand the application scenarios of its public transit analytics platform, including the use of intelligent dispatch algorithms and dynamic route planning to support demand-responsive public transport services. These services coordinate passenger-facing apps, driver-facing apps, and back-end management systems to provide on-demand passenger transport services for bus operators. This application was first launched in Foshan in December 2020 and has since been deployed in over 20 cities across China, covering more than 60 service regions, with cumulative service orders exceeding 10 million. It has been applied in scenarios such as improving public transport quality in central urban areas, serving low-passenger-coverage industrial parks, and connecting new urban districts and transportation hubs.

During the Reporting Period, Chelaile participated as one of the contributing organisations in the research and content development of the Demand-Responsive Public Transport Technology and Service Guidelines (《需求響應公交技術與服務指南》) by China Academy of Transportation Sciences under the Ministry of Transport, applying the Group's practical experience accumulated in platform construction and operations to support the enhancement of industry technical and service references.

Revenue Distribution

Mobile Advertising Services

The Chelaile mobile app has attracted a vast user base from various cities and towns in China. Its vast user base and high user engagement make it a compelling choice for advertisers. We sell advertising inventory through collaborations with programmatic advertising platforms or brand advertisers. During the Reporting Period, the revenue from mobile advertising services was approximately RMB89.5 million, representing a year-on-year decrease of approximately 5.0%. The decrease primarily reflected the intensifying competition in the mobile internet market, as well as the impact of the Group's phased adjustments to certain advertising inventory and display frequencies. These adjustments were made to reduce advertising disruption to users and improve product usage experience. These display frequencies gradually stabilised during the Reporting Period. As these arrangements are continuously optimised, the balance between product experience and commercialisation efficiency is progressively improving.

Data Technology Services

During the Reporting Period, revenue from the Group's data technology services reached approximately RMB2.5 million, representing a decrease of 9.5% compared to the same period in 2025. The decrease primarily reflected the Group's adjustment to its strategy for undertaking customised system development projects during the Reporting Period, taking into consideration the matching of delivery resources and commercial returns, which resulted in a reduction in newly undertaken projects.

AI Capability Building

AI Technology Reserves

To continuously enhance its time series intelligence technology capabilities, the Group remains committed to research and innovation in related fields, advancing collaborations with universities and research institutions, and emphasizing the application of research outcomes in real-world product scenarios. During the Reporting Period, a paper on bus arrival prediction co-authored by the Group was accepted through peer review into the KDD 2026 Applied Data Science Track. The study focuses on segment partitioning in bus arrival prediction, utilizing large-scale, fine-grained vehicle trajectory data to characterize route traffic conditions. In a one-week online validation conducted in two cities served by Chelaile, the method achieved a reduction in storage usage of approximately 90% and CPU usage of approximately 25%, while maintaining comparable prediction performance. The method has since been deployed in Chelaile's arrival prediction service. In addition, another research paper on temporal point processes, co-authored by the Group, was also accepted into AAAI 2026. The Group is also gradually integrating natural language interaction into existing product scenarios, with relevant product functions progressing through the filing process as required by regulations, evolving the product from a query tool toward an intelligent travel assistant.

AI-Native Organization

The development of an AI-native organization is an ongoing initiative aimed at enhancing organizational collaboration, product iteration, and business innovation. Building upon the organizational adjustments implemented in 2025, the Group continues to refine the collaboration mechanisms between business and technical teams around specific business objectives, and deepens the application of AI-Agent in R&D, testing, and related workflows, integrating AI capabilities with existing business processes, professional judgment, and delivery mechanisms. These efforts are designed to strengthen end-to-end collaboration capabilities, spanning from requirement identification and solution design to product validation, enabling more effective utilization of existing technologies, data, and business expertise. While maintaining stable operations of its core business, the Group continues to optimize existing products and services, and prudently validates new products and application scenarios.

During the Reporting Period, the Group further adopted the Forward Deployed Engineer (FDE) role as one of the key directions for deepening its collaborative models, positioning technical personnel in close proximity to specific business scenarios to work alongside business teams in identifying problems, defining requirements, and iterating solutions. Meanwhile, the Group has been advancing the integration of artificial intelligence from isolated point-tool applications into routine management and business processes through hands-on training, case studies, and pilot programs in management scenarios, while promoting the accumulation and reuse of relevant experience across different teams and scenarios. These mechanisms remain in a phase of refinement and adaptation, and are being preliminarily piloted in innovative scenarios such as overseas operations.

In terms of innovative businesses, the integration of artificial intelligence with education is one of the early-stage exploratory directions that the Group is prudently evaluating. Given that the education scenario features well-defined requirements, clear feedback loops and structurable content, the Group intends to explore and validate lightweight product forms centered around AI-Agent in scenarios with controllable scope. Leveraging an AI-native organizational and collaborative approach, the Group aims to accelerate the journey from conception to validation and iteration for relevant application scenarios, identify new business opportunities, and gradually apply the working methods, technical tools, and product capabilities validated in real-world scenarios to its existing core businesses, so that both new business exploration and core business optimization benefit in tandem.

FUTURE OUTLOOK

Domestic market size will sustain a stable growth

According to the QuestMobile's 2026 AI Application Market Development Semi-Annual Report, the overall monthly active user base of AI-native applications reached 499 million in June 2026, representing a year-on-year increase of 85.4%. The report also notes that applications with tool attributes or short-chain functionalities may tend towards functional atomization in the future, integrating as functional modules that can be invoked by intelligent agents within more comprehensive task workflows. The ways in which users access information, express needs and complete tasks are undergoing changes[2].

In response to the changes above, the Group's current focus is to explore the application of AI technology in areas such as demand understanding, data output and user interaction, primarily within innovative products and controlled application scenarios, with the aim of gaining a deeper understanding of users' actual needs for Chelaile services in an intelligent interactive environment. These trials will focus on evaluating information accuracy, product stability, user experience and resource investment. Only after forming verifiable and repeatable results will the Group gradually advance applicable product practices as needed.

Looking ahead to the second half of 2026, the Group maintains a prudent stance on the short-term trajectory of the mobile advertising market. Facing the structural trend of advertising budgets and user attention continuing to concentrate on leading platforms, the Group will remain focused on consolidating the product and user base of Chelaile, improving advertising monetization efficiency and client structure, and exploring ways to enhance the contribution of revenue from data technology services and other sources. The genuine demand for public transport travel exists over the long term, and the Group will continue to use product and service value as the foundation for improving its core business.

[2] *Source: QuestMobile's 2026 AI Application Market Development Semi-Annual Report (published in July 2026).*

In terms of core business, the focus for the second half of the year is to prudently enhance monetisation efficiency and optimise the revenue structure, on the premise of consolidating Chelaile's product and user base and continuously improving the product usage experience. The Group will optimise the pricing strategy and delivery accuracy of advertising inventory through AI algorithms, expand the partner network for programmatic advertising platforms, cultivate long-tail advertisers, and gradually improve the client and revenue structure. In terms of data technology services, the Group will prudently undertake projects based on a comprehensive assessment of delivery resource matching and commercial returns, and explore ways to enhance the contribution of related revenue. On the user side, Chelaile will continue to deepen its presence in third-tier and lower-tier cities, and progressively launch features such as natural language interaction subject to the filing progress, evolving the product towards an intelligent travel assistant. The genuine demand for public transport travel exists over the long term, and product and service value remains the foundation for improving the core business.

In terms of new business, the Group will advance the localized operation and market expansion of TransitNow in a measured manner, based on actual validation results and resource investment. It will continue to progress the research and development and solution validation of the Robobus operations support platform, and prudently explore specific project opportunities under existing framework cooperation arrangements. It will also cautiously proceed with the subsequent work of the AI venture capital fund. Each of these businesses is at a different stage of development, and their progress remains dependent on product adaptation, user demand, cooperation agreements, regulatory procedures, investment progress and commercial viability. The Group will use verifiable phased results and commercial feasibility as the basis for subsequent evaluation and resource allocation.

In terms of technology and organization, the Group will continue to advance the practical application of AI in Chelaile services, research and development and business collaboration, using verifiable product outcomes, efficiency, quality and input-output results as evaluation criteria. For matters still in the research, development, pilot or filing stages, the Group will remain prudent and make subsequent arrangements based on actual progress.

We are well aware that we are still facing numerous challenges and have no intention of overstating any short-term progress. The Group will start from the real needs of users, continuously enhance the value of its products and services, and prudently seize growth opportunities with commercial viability. It will improve core businesses and validate new directions in a pragmatic manner, and communicate the Group's actual progress to Shareholders with a candid, prudent and long-term perspective.

INTERIM CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS

For the six months ended 30 June 2026

	Notes	2026 RMB'000 (Unaudited)	2025 RMB'000 (Unaudited)
REVENUE	5	**92,005**	96,973
Cost of sales		**(23,328)**	(21,289)
Gross profit		**68,677**	75,684
Other income and gains		**4,225**	2,223
Selling expenses		**(18,819)**	(18,649)
Administrative expenses		**(30,440)**	(37,976)
Research and development expenses		**(24,818)**	(21,633)
Reversal of impairment of financial assets, net	6	**463**	712
Fair value losses on financial liabilities at fair value through profit or loss		**–**	(119,202)
Other expenses and losses		**(6,457)**	(4,246)
Finance costs		**(154)**	(478)
Share of profits of joint ventures		**844**	–
LOSS BEFORE TAX	6	**(6,479)**	(123,565)
Income tax credit/(expense)	7	**1,447**	(1,940)
LOSS FOR THE PERIOD		**(5,032)**	(125,505)
Attributable to:			
Owners of the Company		**(4,930)**	(125,505)
Non-controlling interests		**(102)**	–
		(5,032)	(125,505)
LOSS PER SHARE ATTRIBUTABLE TO ORDINARY EQUITY HOLDERS OF THE COMPANY	9		
Basic *(RMB)*		**(0.03)**	(1.69)
Diluted *(RMB)*		**(0.03)**	(1.69)

INTERIM CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the six months ended 30 June 2026

	2026	2025
	RMB'000	*RMB'000*
	(Unaudited)	(Unaudited)
LOSS FOR THE PERIOD	**(5,032)**	(125,505)
OTHER COMPREHENSIVE INCOME/(LOSS)		
Other comprehensive income/(loss) that may be reclassified to profit or loss in subsequent periods:		
Exchange differences on translation of subsidiaries not operating in Chinese mainland	**1,463**	(552)
Other comprehensive loss that will not be reclassified to profit or loss in subsequent periods:		
Exchange differences on translation of the Company	**(7,595)**	(686)
Fair value loss on the equity investment designated at fair value through other comprehensive income	**(1,086)**	(5,560)
Net other comprehensive loss that will not be reclassified to profit or loss in subsequent periods	**(8,681)**	(6,246)
OTHER COMPREHENSIVE LOSS FOR THE PERIOD, NET OF TAX	**(7,218)**	(6,798)
TOTAL COMPREHENSIVE LOSS FOR THE PERIOD	**(12,250)**	(132,303)
Attributable to:		
Owners of the Company	**(12,151)**	(132,303)
Non-controlling interests	**(99)**	–
	(12,250)	(132,303)

INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As of 30 June 2026

	Notes	**30 June 2026** *RMB'000* **(Unaudited)**	31 December 2025 *RMB'000* (Audited)
NON-CURRENT ASSETS			
Property and equipment	*10*	**912**	1,138
Right-of-use assets		**2,134**	3,258
Intangible assets		**183**	231
Investments in joint ventures		**41,638**	–
Investments in associates		**–**	–
Prepayments, other receivables and other assets		**8,484**	4,965
Financial investments		**18,097**	17,293
Deferred tax assets		**9,890**	8,443
Total non-current assets		**81,338**	35,328
CURRENT ASSETS			
Accounts receivable	*11*	**35,466**	42,473
Prepayments, other receivables and other assets		**19,457**	21,091
Financial investments		**18,562**	55,113
Time deposits		**175,794**	206,885
Cash and cash equivalents		**40,948**	38,693
Total current assets		**290,227**	364,255
CURRENT LIABILITIES			
Accounts payable	*12*	**4,295**	5,857
Contract liabilities		**368**	235
Other payables and accruals		**9,372**	24,731
Interest-bearing bank borrowings		**–**	10,000
Lease liabilities		**1,167**	2,216
Tax payable		**–**	8
Total current liabilities		**15,202**	43,047
NET CURRENT ASSETS		**275,025**	321,208
TOTAL ASSETS LESS CURRENT LIABILITIES		**356,363**	356,536

INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (CONTINUED)
As of 30 June 2026

	Notes	30 June 2026 RMB'000 (Unaudited)	31 December 2025 RMB'000 (Audited)
NON-CURRENT LIABILITIES			
Lease liabilities		**97**	203
Total non-current liabilities		**97**	203
Net assets		**356,266**	356,333
EQUITY			
Share capital	*13*	**109**	109
Reserves		**355,554**	356,224
		355,663	356,333
Non-controlling interests		**603**	–
Total equity		**356,266**	356,333

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the six months ended 30 June 2026

	Note	Share capital	Share premium	Capital reserve	Share-based payment reserve	Fair value reserve of financial assets at fair value through other comprehensive income	Statutory reserves	Exchange fluctuation reserve	Accumulated losses	Total	Non-controlling interests	Total
		RMB'000	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*
At 1 January 2026 (audited)		109	207,666*	597,048*	48,584*	(14,245)*	1,135*	(28,575)*	(455,389)*	356,333	-	356,333
Loss for the period (unaudited)		-	-	-	-	-	-	-	(4,930)	(4,930)	(102)	(5,032)
Other comprehensive loss for the period:												
Exchange differences on translation of the Group's entities not operating in Chinese mainland (unaudited)		-	-	-	-	-	-	(6,135)	-	(6,135)	3	(6,132)
Fair value loss on the equity investment designated at fair value through other comprehensive income (unaudited)		-	-	-	-	(1,086)	-	-	-	(1,086)	-	(1,086)
Total comprehensive loss for the period (unaudited)		-	-	-	-	(1,086)	-	(6,135)	(4,930)	(12,151)	(99)	(12,250)
Issue of shares (unaudited)	*13*	-	513	-	(429)	-	-	-	-	84	-	84
Capital contribution from a non-controlling Shareholder (unaudited)		-	-	(702)	-	-	-	-	-	(702)	702	-
Equity-settled share-based payment arrangements (unaudited)		-	-	-	12,099	-	-	-	-	12,099	-	12,099
At 30 June 2026 (unaudited)		109	208,179*	596,346*	60,254*	(15,331)*	1,135*	(34,710)*	(460,319)*	355,663	603	356,266

* These reserve accounts comprise the consolidated reserves of RMB355,554,000 (unaudited) in the consolidated statement of financial position as at 30 June 2026 (31 December 2025: RMB356,224,000 (audited)).

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (CONTINUED)

For the six months ended 30 June 2026

	Note	Share capital *RMB'000*	Share premium *RMB'000*	Capital reserve *RMB'000*	Share-based payment reserve *RMB'000*	Fair value reserve of financial assets at fair value through other comprehensive income *RMB'000*	Statutory reserves *RMB'000*	Exchange fluctuation reserve *RMB'000*	Accumulated losses *RMB'000*	Total *RMB'000*
At 1 January 2025 (audited)		44	12,525	14,198	21,142	(8,749)	1,135	(24,567)	(327,820)	(312,092)
Loss for the period (unaudited)		–	–	–	–	–	–	–	(125,505)	(125,505)
Other comprehensive loss for the period:										
Exchange differences on translation of the Group's entities not operating in Chinese mainland (unaudited)		–	–	–	–	–	–	(1,238)	–	(1,238)
Fair value loss on the equity investment designated at fair value through other comprehensive income (unaudited)		–	–	–	–	(5,560)	–	–	–	(5,560)
Total comprehensive loss for the period (unaudited)		–	–	–	–	(5,560)	–	(1,238)	(125,505)	(132,303)
Issue of shares (unaudited)	*13*	18	221,818	–	–	–	–	–	–	221,836
Conversion of financial liabilities at fair value through profit or loss (unaudited)	*13*	47	–	584,060	–	–	–	–	–	584,107
Share transaction costs (unaudited)		–	(26,677)	(1,210)	–	–	–	–	–	(27,887)
Equity-settled share-based payment arrangements (unaudited)		–	–	–	13,275	–	–	–	–	13,275
Appropriation of statutory reserves (unaudited)		–	–	–	–	–	102	–	(102)	–
At 30 June 2025 (unaudited)		109	207,666	597,048	34,417	(14,309)	1,237	(25,805)	(453,427)	346,936

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
For the six months ended 30 June 2026

	2026	2025
	RMB'000	*RMB'000*
	(Unaudited)	(Unaudited)
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss before tax	**(6,479)**	(123,565)
Adjustments for:		
Finance costs	**154**	478
Bank interest income	**(2,879)**	(861)
Other interest income	**(73)**	(23)
Investment income	**(278)**	(529)
Fair value losses on financial investments at fair value through profit or loss	**971**	3,553
Fair value losses on financial liabilities at fair value through profit or loss	**–**	119,202
Loss on disposal of financial investments at fair value through profit or loss	**–**	563
Share of profits of joint ventures	**(844)**	–
Gain on bargain purchase of a joint venture	**(794)**	–
Loss on early termination of a lease	**–**	289
Depreciation of property and equipment	**226**	235
Depreciation of right-of-use assets	**1,124**	1,151
Amortisation of intangible assets	**48**	48
Reversal of impairment of financial assets, net	**(463)**	(712)
Equity-settled share-based payment expense	**12,099**	13,275
	2,812	13,104
Decrease/(increase) in accounts receivable	**7,007**	(4,294)
Decrease/(increase) in prepayments, other receivables and other assets	**5,309**	(819)
Decrease in accounts payable	**(1,562)**	(2,834)
Increase in contract liabilities	**133**	116
Decrease in other payables and accruals	**(15,359)**	(4,554)
Effect of foreign exchange rate changes, net	**(2,569)**	(67)
Cash generated from/(used in) operations	**(4,229)**	652
Interest received	**232**	222
Interest paid	**(40)**	(57)
Corporate income tax paid	**(8)**	–
Net cash flows from/(used in) operating activities	**(4,045)**	817

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (CONTINUED)

For the six months ended 30 June 2026

	2026	2025
	RMB'000	*RMB'000*
	(Unaudited)	(Unaudited)
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received	**3,359**	434
Other loans advanced	**(7,000)**	–
Repayment of other loans advanced	**3,463**	1,029
Placement of time deposits with original maturity over three months	**(176,303)**	–
Proceeds from maturity of time deposits with original maturity over three months	**204,667**	–
Investments in equity investments at fair value through profit or loss	**(3,000)**	(11,981)
Investments in joint ventures	**(40,000)**	–
Prepayment for an investment	**(4,000)**	–
Purchases of financial investments at fair value through profit or loss	**(90,514)**	(137,000)
Proceeds from maturity of financial investments at fair value through profit or loss	**127,391**	130,608
Net cash flows from/(used in) investing activities	**18,063**	(16,910)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of ordinary shares	**84**	221,836
Payments of share transaction costs	**–**	(22,205)
New bank borrowings	**–**	10,000
Repayment of bank borrowings	**(10,000)**	–
Principal portion of lease payments	**(1,155)**	(1,547)
Interest paid on bank borrowings	**(114)**	(421)
Net cash flows from/(used in) financing activities	**(11,185)**	207,663
NET INCREASE IN CASH AND CASH EQUIVALENTS	**2,833**	191,570
Cash and cash equivalents at beginning of period	**38,693**	56,306
Effect of foreign exchange rate changes, net	**(578)**	(1,410)
CASH AND CASH EQUIVALENTS AT END OF PERIOD	**40,948**	246,466

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (CONTINUED)

For the six months ended 30 June 2026

	2026	2025
	RMB'000	*RMB'000*
	(Unaudited)	(Unaudited)
ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS		
Cash and bank balances	**30,405**	103,294
Time deposits with original maturity dates of within three months when acquired	**10,543**	143,172
Cash and cash equivalents as stated in the interim condensed consolidated statement of financial position and the statement of cash flows	**40,948**	246,466

NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION

30 June 2026

1. CORPORATE INFORMATION

MetaLight Inc. (the "**Company**") is a limited liability company incorporated in the Cayman Islands on 21 May 2015. The ordinary shares of the Company have been listed on the Main Board of The Stock Exchange of Hong Kong Limited (the "**Stock Exchange**") with effect from 10 June 2025. The registered office of the Company is located at Palm Grove, Unit 4, 265 Smith Road, George Town, P.O. Box 52A Edgewater Way, #1653, Grand Cayman, KY1-9006, Cayman Islands.

During the period, the Company and its subsidiaries (collectively referred to as the "**Group**") were principally engaged in the provision of mobile advertising services and vehicle dynamic information via app and mini programs in WeChat and Alipay, both of which are known as Chelaile, and data technology services.

2. BASIS OF PRESENTATION

The interim condensed consolidated financial information for the six months ended 30 June 2026 has been prepared in accordance with IAS 34 *Interim Financial Reporting*. The interim condensed consolidated financial information does not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the Group's annual consolidated financial statements for the year ended 31 December 2025.

The interim condensed consolidated financial information is presented in Renminbi ("**RMB**") and all values are rounded to the nearest thousand (RMB'000) except when otherwise indicated.

Contractual arrangements

Due to regulatory restrictions on foreign ownership in providing value-added telecommunication services in the People's Republic of China (the "**PRC**"), certain of the Group's businesses were carried out by Wuhan Yuanguang Technology Co., Ltd. ("**Wuhan Yuanguang**"), a major group company operating in Chinese mainland, during the period. Wuhan Yuanguang is directly owned as to 50% by Wuhan Yuanguang Zhineng Technology Co, Ltd, which is a wholly-owned subsidiary of the Group.

On 11 November 2024, Wuhan Yuanguang and its relevant registered owners entered in a set of contractual arrangements, comprising an exclusive business cooperation service agreement, an exclusive option agreement and an equity pledge agreement, as well as consents granted by spouses of the then registered owners of Wuhan Yuanguang (if applicable) and powers of attorney granted by the then registered owners of Wuhan Yuanguang, to enable to Company to exercise effective control over Wuhan Yuanguang and obtain substantially all economic benefits of Wuhan Yuanguang.

Accordingly, Wuhan Yuanguang is effectively controlled by the Company and is therefore classified as a subsidiary of the Company based on the aforementioned contractual arrangements notwithstanding that the Company does not have any direct or indirect majority equity interest in Wuhan Yuanguang.

3. CHANGES IN ACCOUNTING POLICIES AND DISCLOSURES

The accounting policies adopted in the preparation of the interim condensed consolidated financial information are consistent with those applied in the preparation of the Group's annual consolidated financial statements for the year ended 31 December 2025, except for the adoption of the following amended IFRS Accounting Standards for the first time for the current period's financial information.

Amendments to IFRS 9 and IFRS 7	*Amendments to the Classification and Measurement of Financial Instruments*
Amendments to IFRS 9 and IFRS 7	*Contracts Referencing Nature-dependent Electricity*
Annual Improvements to IFRS Accounting Standards – Volume 11	Amendments to IFRS 1, IFRS 7, IFRS 9, IFRS 10 and IAS 7

The nature and impact of the amended IFRS Accounting Standards are described below:

(a) Amendments to IFRS 9 and IFRS 7 *Amendments to the Classification and Measurement of Financial Instruments* clarify that a financial asset is derecognised when the entity's rights to the contractual cash flows expire or are transferred, while a financial liability is derecognised on the settlement date. The amendments introduce an accounting policy option to derecognise a financial liability that is settled through an electronic payment system before the settlement date if specified criteria are met. The amendments clarify how to assess the contractual cash flow characteristics of financial assets with environmental, social and governance and other similar contingent features. Moreover, the amendments clarify the requirements for classifying financial assets with non-recourse features and contractually linked instruments. The amendments also include additional disclosures for investments in equity instruments designated at fair value through other comprehensive income and financial instruments with contingent features. Since the Group's accounting policy for the derecognition of financial assets and liabilities in prior years aligned with the amendments and the Group did not have the financial assets that were addressed by the amendments, the amendments did not have any impact on the interim condensed consolidated financial information. The Group will provide additional disclosures for its equity investments designated at fair value through other comprehensive income in the Group's consolidated financial statements for the year ending 31 December 2026.

(b) Amendments to IFRS 9 and IFRS 7 *Contracts Referencing Nature-dependent Electricity* clarify the application of the "own-use" requirements for in-scope contracts and amend the designation requirements for a hedged item in a cash flow hedging relationship for in-scope contracts. The amendments also include additional disclosures that enable users of financial statements to understand the effects these contracts have on an entity's financial performance and future cash flows. As the Group did not have any contracts that are in the scope of the amendments, the amendments did not have any impact on the interim condensed consolidated financial information.

(c) Annual Improvements to *IFRS Accounting Standards – Volume 11* set out narrow scope amendments to IFRS 1, IFRS 7 (and the accompanying *Guidance on implementing IFRS 7*), IFRS 9, IFRS 10 and IAS 7. The amendments include clarifications, simplifications, corrections or changes to improve consistency in the corresponding IFRS Accounting Standards. The amendments did not have any impact on the interim condensed consolidated financial information.

4. OPERATING SEGMENT INFORMATION

For management purposes, during the period, the Group has only one reportable operating segment, which is the provision of mobile advertising services and vehicle dynamic information via app and mini programs in Wechat and Alipay, both of which are known as Chelaile, and data technology services, because the Group's chief operating decision maker, who has been identified as the Chief Executive Officer ("**CEO**"), regularly reviews the consolidated results when making decisions about allocating resources and assessing performance of the Group as a whole. Since this is the only reportable operating segment of the Group, no further operating segment analysis thereof is presented.

Geographical information

(a) Revenue from external customers

All of the Group's external revenues were derived from customers located in Chinese mainland during the period.

(b) Non-current assets

All of the Group's non-current assets were located in Chinese mainland as at the end of the period. The non-current asset information excludes financial instruments and deferred tax assets.

Information about major customers

During the period, revenues from transactions with single external customers (including entities under common control with those customers) amounting to 10% or more of the Group's revenues are as follows:

	Six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
	(Unaudited)	(Unaudited)
Customer A	**22,063**	21,874
Customer B	**10,873**	15,073
Customer C	*	16,042

* The revenues from transactions with this customer were less than 10% of the Group's revenues in the indicated period.

5. REVENUE

An analysis of revenue from contracts with customers is as follows:

	Six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
	(Unaudited)	(Unaudited)
Mobile advertising services	**89,457**	94,158
Data technology services	**2,548**	2,815
Total	**92,005**	96,973

Disaggregation of the Group's revenue from contracts with customers by the timing of revenue recognition is set out below:

	Six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
	(Unaudited)	(Unaudited)
Transfer at a point in time:		
Mobile advertising services	**89,457**	94,158
Data technology services	**475**	1,506
Subtotal	**89,932**	95,664
Transfer over time:		
Data technology services	**2,073**	1,309
Subtotal	**2,073**	1,309
Total revenue	**92,005**	96,973

6. LOSS BEFORE TAX

The Group's loss before tax is arrived at after charging/(crediting):

	Six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
	(Unaudited)	(Unaudited)
Cost of services provided	**23,328**	21,289
Reversal of impairment of financial assets, net:		
Accounts receivable	**–**	(106)
Financial assets included in prepayments, other receivables and other assets	**(463)**	(606)
Total	**(463)**	(712)
Write-off of other receivables	**33**	–
Foreign exchange differences, net	**96**	655

7. INCOME TAX

The Group is subject to income tax on an entity basis on profits arising in or derived from the countries/jurisdictions in which members of the Group are domiciled and operate.

Cayman Islands

Pursuant to the relevant rules and regulations of the Cayman Islands, the Group is not subject to any income tax in the Cayman Islands.

Hong Kong

The Hong Kong profits tax rate during the period was 16.5% (30 June 2025: 16.5%). No provision for Hong Kong profits tax has been made as the Group did not generate any assessable profits arising in Hong Kong during the period (30 June 2025: Nil).

Singapore

The Singapore profits tax rate during the period was 17% (30 June 2025: 17%). No provision for Singapore profits tax has been made as the Group did not generate any assessable profits arising in Singapore during the period (30 June 2025: Nil).

Chinese mainland

Pursuant to the Corporate Income Tax Law of the PRC and the respective regulations, the entities which operate in Chinese mainland are subject to corporate income tax ("**CIT**") at a rate of 25% (30 June 2025: 25%) on the taxable income. During the period, two of the Group's subsidiaries were entitled to a preferential tax rate of 15% (30 June 2025: 15%) because they were regarded as "high and new technology enterprises". In addition, the Group's other subsidiaries operating in Chinese mainland were entitled to effective preferential tax rates of 5% during the period (30 June 2025: 5%) because they were regarded as "small-scaled minimal profit enterprises" with taxable income no more than RMB1,000,000.

	Six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
	(Unaudited)	(Unaudited)
Current tax charged for the period	**–**	–
Overprovision in prior periods	**(1,364)**	–
Deferred tax charged/(credited) for the period	**(83)**	1,940
Total tax charged/(credited) for the period	**(1,447)**	1,940

8. DIVIDENDS

There was no dividend declared or paid by the Company during the period (30 June 2025: Nil (unaudited)).

9. LOSS PER SHARE

The calculation of the basic loss per share amount is based on the loss for the period attributable to the ordinary equity holders of the Company, and the weighted average number of ordinary shares of 154,454,189 (30 June 2025: 74,450,469 (unaudited)) outstanding during the period.

The calculation of the diluted loss per share amount is based on the loss for the period attributable to the ordinary equity holders of the Company, adjusted to reflect the fair value changes of the preferred shares classified as financial liabilities at fair value through profit or loss, where applicable (see below). The weighted average number of ordinary shares used in the calculation is the number of ordinary shares outstanding during the period, as used in the basic loss per share calculation, and the weighted average number of ordinary shares assumed to have been issued at no consideration on the deemed exercise or conversion of all dilutive potential ordinary shares into ordinary shares, where applicable (see below).

The calculations of basic and diluted loss per share are based on:

	Six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
	(Unaudited)	(Unaudited)
Loss		
Loss attributable to ordinary equity holders of the Company, as used in the basic loss per share calculation	**(4,930)**	(125,505)
Adjustment for fair value losses on the preferred shares	**–**	119,202
Loss attributable of ordinary equity holders of the Company, as used in the basic loss per share calculation	**(4,930)**	(6,303)

	Number of shares Six months ended 30 June	
	2026	2025
	(Unaudited)	(Unaudited)
Shares		
Weighted average number of ordinary shares outstanding used in the basic loss per share calculation	**154,454,189**	74,450,469
Effect of dilution – weighted average number of ordinary shares		
Share options	**–***	–*
Preferred shares	**–**	–*
Total	**154,454,189**	74,450,469

* These share options and preferred shares were ignored in the calculation of diluted loss per share amounts for the six months ended 30 June 2026 and 2025 because they had anti-dilutive effects on the basic loss per share amounts as evidenced by the potential decrease in diluted loss per share amounts for the six months ended 30 June 2026 and 2025 when taking these share options and preferred shares into account.

10. PROPERTY AND EQUIPMENT

During the six months ended 30 June 2026, the Group neither acquired nor disposed of any assets (30 June 2025: nil and nil (unaudited)).

11. ACCOUNTS RECEIVABLE

	30 June 2026	31 December 2025
	RMB'000	*RMB'000*
	(Unaudited)	(Audited)
Accounts receivable	**37,599**	44,606
Impairment	**(2,133)**	(2,133)
Net carrying amount	**35,466**	42,473

An ageing analysis of the accounts receivable as at the end of the period, based on the date of services rendered and net of loss allowance, is as follows:

	30 June 2026	31 December 2025
	RMB'000	*RMB'000*
	(Unaudited)	(Audited)
Within 6 months	**35,133**	41,775
7 to 12 months	**333**	698
Total	**35,466**	42,473

12. ACCOUNTS PAYABLE

An ageing analysis of the accounts payable as at the end of the period, based on the date of service received, is as follows:

	30 June 2026	31 December 2025
	RMB'000	*RMB'000*
	(Unaudited)	(Audited)
Within 3 months	**2,652**	5,158
4 to 12 months	**1,276**	380
13 to 24 months	**358**	211
Over 24 months	**9**	108
	4,295	5,857

13. SHARE CAPITAL

	30 June 2026	31 December 2025
	RMB'000	*RMB'000*
	(Unaudited)	(Audited)
Issued and fully paid:		
154,791,462 (31 December 2025: 154,276,537 ordinary shares at USD0.0001 each)	**109**	109

A summary of movements in the Company's issued and fully paid ordinary shares is as follows:

		Six months ended 30 June 2026		Six months ended 30 June 2025	
		Number of shares in issue	**Share capital**	Number of shares in issue	Share capital
	Notes		***RMB'000***		*RMB'000*
		(Unaudited)	**(Unaudited)**	(Unaudited)	(Unaudited)
At beginning of period		**154,276,537**	**109**	63,973,298	44
Issue of shares	*(i)*	**–**	**–**	24,856,000	18
Conversion of financial liabilities at fair value through profit or loss	*(i)*	**–**	**–**	65,447,239	47
Exercise of share options	*(ii)*	**514,925**	**–**	–	–
At end of period		**154,791,462**	**109**	154,276,537	109

Notes:

(i) On 10 June 2025, the Company issued 24,856,000 ordinary shares in its initial public offering at HK$9.75 per share for a total cash consideration, before expenses, of HK$242,346,000 (equivalent at approximately RMB221,836,000), and converted all of its 65,447,239 preferred shares with an aggregate carrying amount of RMB584,107,000 to 65,447,239 ordinary shares. The excess of the proceeds from the issue of ordinary shares in the initial public offering over the par value of the Company's ordinary shares issued, amounting to RMB25,755,000, has been credited to the share premium, and the aggregate carrying amount of the preferred shares converted over the par value of the Company's ordinary shares issued, amounting to RMB584,060,000, has been credited to the capital reserve.

During the six months ended 30 June 2025, a total of 28,895,000 (unaudited) ordinary shares of the Company at nil consideration were granted to certain directors and employees of the Group as share awards under the pre-IPO share scheme.

(ii) During the six months ended 30 June 2026, the subscription rights attaching to 514,925 share options were exercised, resulting in the issue of an aggregate of 514,925 shares for a total cash consideration, before expenses, of RMB513,000, comprising share capital of less than RMB1,000 and share premium of RMB513,000. An amount of RMB429,000 was transferred from the share-based payment reserve to share premium upon the exercise of the share options.

14. COMMITMENTS

The Group had the following contractual commitments at the end of the Reporting Period:

	30 June 2026	31 December 2025
	RMB'000	*RMB'000*
	(Unaudited)	(Audited)
Equity investments	**24,000**	–

15. EVENTS AFTER THE REPORTING PERIOD

Subsequent to the end of the Reporting Period, the subscription rights attaching to 120,000 share options were exercised at the subscription prices USD0.01 per share, resulting in the issue of 120,000 shares of the Company for a total cash consideration, before expenses, of approximately RMB8,000.

REVIEW OF FINANCIAL RESULTS

Revenue

The revenue data by business type is as follows:

	For the six months ended June 30,		
	2026	2025	% Change
	RMB'000	*RMB'000*	
Mobile advertising services	**89,457**	94,158	-5.0%
Data technology services	**2,548**	2,815	-9.5%
	92,005	96,973	-5.1%

The Group's revenue decreased from RMB97.0 million for the six months ended June 30, 2025 to RMB92.0 million for the six months ended June 30, 2026, primarily due to a decrease in revenue from mobile advertising services. This was mainly attributable to intensified cross-platform competition and the migration of content-driven user traffic, which led certain advertisers to further concentrate their budgets on leading platforms with comprehensive content ecosystems. In addition, based on external feedback and product experience assessments, the Group adjusted certain advertising inventory and display frequencies during the Reporting Period to reduce user disruption and optimise the usage experience. These adjustments had a certain impact on mobile advertising revenue during the Reporting Period, and the relevant advertising display frequencies gradually stabilised during the adjustment process. The above factors collectively resulted in a decrease of approximately RMB4.7 million in the advertising business undertaken by the Group during the Reporting Period.

Cost of Sales

For the six months ended June 30, 2026, the Group's cost of sales was RMB23.3 million, representing an increase of RMB2.0 million as compared to RMB21.3 million for the six months ended June 30, 2025. For the six months ended June 30, 2025, the Group's cost of sales as a percentage of revenue was 22.0%, as compared to 25.4% for the same period in 2026. Our cost of sales primarily comprises data licensing fees associated with obtaining the rights to access and use bus data, staff costs, cross-network advertising fees and server rental costs incurred for leasing servers to provide the infrastructure necessary for our businesses. The increase in cost of sales was primarily due to an increase in cross-network advertising fee costs for the six months ended June 30, 2026.

Gross Profit and Gross Margin

Our gross profit decreased by approximately 9.3% from RMB75.7 million for the six months ended June 30, 2025 to RMB68.7 million for the six months ended June 30, 2026. Gross margin decreased by approximately 3.5 percentage points from 78.1% for the six months ended June 30, 2025 to 74.6% for the six months ended June 30, 2026.

Selling Expenses

Selling expenses slightly increased from RMB18.7 million for the six months ended June 30, 2025 to RMB18.8 million for the six months ended June 30, 2026, primarily due to a slight increase in marketing personnel costs.

Administrative Expenses

Administrative expenses decreased from RMB38.0 million for the six months ended June 30, 2025 to RMB30.4 million for the six months ended June 30, 2026, primarily due to the incurrence of one-off listing expenses in the same period last year, while no such expenses were incurred during the Reporting Period.

Research and Development Expenses

For the six months ended June 30, 2026, research and development expenses amounted to RMB24.8 million, representing an increase of RMB3.2 million as compared with the same period last year, which was primarily due to an increase in research and development personnel costs.

Other Income

For the six months ended June 30, 2026, other income was RMB4.2 million, representing an increase of RMB2.0 million or approximately 90.1% as compared to the same period last year. This was primarily due to an increase of RMB3.0 million in interest income, but was partially offset by a decrease of RMB1.1 million in government grants.

Other Losses

Other losses for the six months ended June 30, 2026 were RMB6.5 million, representing an increase of approximately 54.8% as compared to RMB4.2 million for the same period last year. This was primarily due to external donation expenses of RMB5.0 million during the Reporting Period.

Non-IFRS Measures

To supplement our consolidated financial statements which are presented in accordance with IFRS, we also use adjusted net profit (non-IFRS measure) as an additional financial measure, which is not required by, or presented in accordance with, IFRS. We believe that this non-IFRS measure, by excluding the impact of certain items, facilitates investors' comparison of the Group's operating performance across different periods and provides useful information to investors and others in understanding and evaluating our consolidated results of operations in the same manner as management. However, our presentation of the adjusted net profit (non-IFRS measure) may not be comparable to similarly titled measures presented by other companies. The use of this non-IFRS measure has limitations as an analytical tool, and you should not consider them in isolation from, or as a substitute for analysis of, our results of operations or financial position as reported under IFRS.

We define "adjusted net profit" (non-IFRS measure) as profit or loss for the period, adjusted to exclude the impact of the following items on profit or loss: (i) fair value losses on financial liabilities at FVTPL; (ii) listing expenses; (iii) loss on disposal of equity investments; (iv) gain or loss on change in the fair value of equity investments measured at fair value; (v) one-off external donation expenses; and (vi) equity-settled share-based payment expenses.

The table below sets out a reconciliation of the net loss for the period (being the most directly comparable IFRS measure to the adjusted net profit) to the adjusted net profit:

	For the six months ended June 30,	
Unit: RMB'000	**2026**	2025
Loss for the period	**(5,032)**	(125,505)
Adjusted for:		
Fair value losses on financial liabilities at FVTPL	**–**	119,202
Listing expenses	**–**	17,499
Loss on disposal of equity investments	**–**	–
Gain or loss on change in fair value of equity investments measured at fair value	**1,019**	3,712
External donation expenses	**5,000**	–
Equity-settled share-based payment expenses	**12,099**	13,275
Adjusted net profit (non-IFRS measure)	**13,086**	28,183

Note: For the six months ended June 30, 2026, the Group added external donation expenses as an adjustment item in the calculation of adjusted net profit to reflect the related expenses incurred during the period. As no such expenses were incurred during the six months ended June 30, 2025, the addition of this adjustment item does not affect the adjusted net profit for the comparative period.

LIQUIDITY AND CAPITAL RESOURCES

The following table sets forth our cash flows during the periods indicated:

	For the six months ended June 30,	
	2026	2025
	(RMB'000)	*(RMB'000)*
Net cash (used in)/from operating activities	**(4,045)**	817
Net cash from/(used in) investing activities	**18,063**	(16,910)
Net cash (used in)/from financing activities	**(11,185)**	207,663
Net increase in cash and cash equivalents	**2,833**	191,570
Cash and cash equivalents at beginning of period	**38,693**	56,306
Effect of exchange rate changes on cash and cash equivalents	**(578)**	(1,410)
Cash and cash equivalents at end of period	**40,948**	246,466

During the Reporting Period, the net cash used in operating activities of the Company was RMB4.0 million, primarily due to the loss before income tax of RMB6.5 million.

The net cash from investing activities was RMB18.1 million, primarily due to the total proceeds of RMB332.1 million from the redemption of matured structured deposits and non-equity investments at fair value through profit or loss, partially offset by fixed deposits, purchases of structured deposit investments and non-equity investments at fair value through profit or loss of RMB266.8 million and payment of RMB40.0 million for long-term equity investments.

Net cash used in financing activities was RMB11.2 million, mainly representing repayment of borrowings of RMB10.0 million.

Our primary sources of liquidity were cash generated from operating activities and previous capital injections from Shareholders, among others.

As of June 30, 2026, the Group's cash and cash equivalents amounted to RMB40.9 million (June 30, 2025: RMB246.5 million), which were primarily held in US dollars, Renminbi, Hong Kong dollars, Australian dollars and Singapore dollars.

Accounts Receivable

The Group's accounts receivable represents amounts due from customers in the ordinary course of business. As of June 30, 2026, the Group's accounts receivable amounted to RMB35.5 million, representing a decrease of RMB7.0 million as compared to December 31, 2025, primarily due to the collection of the majority of accounts receivables as of December 31, 2025.

The Group's trading terms with its customers are mainly on credit, except for customers placing advertisements on Chelaile's official account in WeChat, where payment in advance is normally required. The credit period is generally 30 days to 90 days. The Group seeks to maintain strict control over its outstanding receivables and overdue balances are reviewed regularly by senior management. Accounts receivable is settled in accordance with the terms of the respective contracts. The Group does not hold any collateral or other credit enhancements over its accounts receivable balances. Accounts receivable is non-interest-bearing.

For details of accounts receivable, please refer to Note 11 to the financial statements.

Accounts Payable

The Group's accounts payable represent amounts due to suppliers in the ordinary course of business. As of June 30, 2026, the Group's accounts payable amounted to RMB4.3 million, representing a decrease of RMB1.6 million as compared to December 31, 2025, primarily due to a shorter payment cycle for cross-network advertising fees and data licensing fees related to right-of-use as compared to the end of the previous year.

Gearing Ratio

The Group monitors capital using a gearing ratio, calculated as net debt divided by total capital (the sum of capital and net debt). Net debt is comprised of accounts payable, financial liabilities included in other payables and accruals, interest-bearing bank and other borrowings and lease liabilities, less cash and cash equivalents and non-current time deposits. As of December 31, 2025 and June 30, 2026, the Group's cash and cash equivalents and non-current time deposits exceeded its total financial obligations. Accordingly, a gearing ratio was not applicable and has not been disclosed.

Net Current Assets

As at June 30, 2026, the Group recorded net current assets of RMB275.0 million, as compared to net current assets of RMB321.2 million as at December 31, 2025. As at June 30, 2026, the current ratio, calculated as current assets divided by current liabilities, was 19.1 (December 31, 2025: 8.5). This was primarily attributable to (i) the annual staff bonuses payable as of December 31, 2025 having been paid during the Reporting Period; and (ii) the short-term bank borrowing outstanding as of December 31, 2025 was matured and has been fully repaid during the Reporting Period.

Capital Structure

The Company's capital comprises ordinary shares and reserves. The Group finances its working capital, capital expenditures and other liquidity requirements through a combination of its cash and cash equivalents, cash flows generated from operations, and net proceeds from the initial public offering of the Company. As at June 30, 2026, the Group did not have any bank borrowings or other significant debt financing.

As at June 30, 2026, the Group held cash and cash equivalents of approximately RMB40.9 million. Although the net cash used in operating activities for the six months ended June 30, 2026 was RMB4.0 million, the Group has consistently generated relatively stable cash inflows from its operating activities. Taking into account the existing cash reserves, expected cash inflows from operating activities and other available financial resources, the Group's funds are sufficient to cover its daily operations, capital expenditure and committed investment needs for at least the next twelve months. For details of capital expenditure and capital commitments as at June 30, 2026, please refer to the "Capital Expenditure" and "Capital Commitments" sections of this announcement.

Contingent Liabilities

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

HUMAN RESOURCES

We recognize the immense value of our employees and consider them vital to our ongoing success. We have consistently strived to attract and retain top talent by offering training programs, competitive compensation packages, and opportunities for career advancement. As of June 30, 2026, the Group had a total of 119 employees, of which 118 were based in China and 1 was based abroad. For the six months ended June 30, 2026, the total staff costs, including the directors' emoluments, amounted to RMB52.4 million.

The Group's emolument policies are formulated based on the performance and experience of employees and in line with the local salary trends. We offer employees competitive salaries, performance-based bonuses and share options. Bonus payments are generally discretionary and based in part on employee performance and on the overall performance of our business. The fair value of share options granted to employees is recognized as an employee cost with a corresponding increase in share-based payment reserve. The fair value is measured at grant date using the Binomial option pricing model, taking into account the terms and conditions upon which the options were granted. Where the employees have to meet vesting conditions before becoming unconditionally entitled to the options, the total estimated fair value of the options is spread over the vesting period, taking into account the probability that the options will vest.

During the vesting period, the number of share options that is expected to vest is reviewed. Any resulting adjustment to the cumulative fair value recognized in prior years is charged/credited to the profit or loss for the year under review, unless the original employee expenses qualify for recognition as an asset, with a corresponding adjustment to the share-based payment reserve. On vesting date, the amount recognized as an expense is adjusted to reflect the actual number of options that vest (with a corresponding adjustment to the share-based payment reserve) except where forfeiture is only due to not achieving vesting conditions that relate to the market price of the Shares of the Company. The equity amount is recognized in the share-based payment reserve until either the option is exercised (when it is included in the amount recognized in share capital and share premium for the shares issued) or the option expires (when it is released directly to retained profits).

As required by laws and regulations in China, the Company participates in multiple employee social security plans that are organized by municipal and provincial governments, including pensions, maternity insurance, unemployment insurance, work-related injury insurance, health insurance, and housing fund plans. Overseas employees participate in corresponding statutory social security and employee benefit schemes in accordance with the applicable laws and regulations of their work locations. Moreover, to support the health and well-being of our employees, we provide various benefits and perks to our employees, such as medical checkups, team-building events, technology allowances, as well as gifts for holidays, birthdays and other special occasions.

In terms of employee training, the Group has integrated a comprehensive approach tailored to developmental needs. This includes an ongoing commitment to new employee onboarding training, deepening the cultivation of core workplace competencies, reinforcing our internal training team's capabilities, and vigorously supporting pivotal talent development programs. Additionally, the Group organizes professional and vocational training sessions to broaden its employees' skill sets and enhance their overall competency.

MATERIAL ACQUISITIONS AND DISPOSALS OF SUBSIDIARIES, ASSOCIATES AND JOINT VENTURES

During the Reporting Period, the Group carried out the following material acquisitions and establishment of joint ventures:

Participation in the Establishment of the Chuangxiang Yuanguang Fund

On March 9, 2026, Wuhan Yuanguang, Guangzhou Angel Master Fund and Yuehe Ruicheng (each as a limited partner) entered into a partnership agreement with Chuangxiang Shidai Investment (as the general partner and fund manager) to jointly establish Guangzhou Chuangxiang Yuanguang Artificial Intelligence Venture Capital Fund Partnership (Limited Partnership) (廣州創享元光人工智能創業投資基金合夥企業(有限合夥)). The total subscribed capital contribution of the fund is RMB101.1 million, of which, the subscribed capital contribution by Wuhan Yuanguang is RMB40 million, representing approximately 39.56% of the total subscribed capital contribution of the fund. Wuhan Yuanguang made the first instalment of paid-in capital contributions of RMB20.0 million on May 6, 2026, and the remaining RMB20.0 million will be contributed in accordance with the terms of the partnership agreement.

As at June 30, 2026, the fund is a joint venture of the Group and has been accounted for using the equity method in the Group's consolidated financial statements from March 9, 2026. The fund completed an investment in an underlying asset in June 2026. As the investment period is relatively short as of the end of the Reporting Period, no significant profits or losses have been generated. Therefore, during the Reporting Period, the Group did not recognize any share of profits or losses or receive any distributions from the Chuangxiang Yuanguang Fund.

The Group's participation in the establishment of the fund is aimed at gaining access to innovative enterprises and cutting-edge technological achievements in the field of artificial intelligence, identifying potential cooperation opportunities that may enhance the Group's technology framework and product capabilities, and sharing in the investment returns that may be generated from the fund's investments. For details, please refer to the Company's announcements dated March 9, 2026 and May 13, 2026.

Acquisition of Partnership Property Interests in Hangzhou Yunzhimeng

On March 20, 2026, Wuhan Yuanguang entered into a partnership property interest transfer agreement with Ningbo Yun Sui, pursuant to which Wuhan Yuanguang agreed to acquire 66.67% of the partnership property interests in Hangzhou Yunzhimeng held by Ningbo Yun Sui at a cash consideration of RMB20.0 million. Wuhan Yuanguang paid the full cash consideration on April 29, 2026.

During the Reporting Period, Wuhan Yuanguang completed the acquisition and became a limited partner of Hangzhou Yunzhimeng, and indirectly held approximately 9.2171% of the equity interest in Hangzhou DTMaaS through Hangzhou Yunzhimeng. Although Wuhan Yuanguang holds 66.67% of the partnership property interests in Hangzhou Yunzhimeng, pursuant to the partnership agreement, all partners jointly entrust Ningbo Yunrui Technology Partnership (Limited Partnership)(寧波市沄瑞科技合夥企業(有限合夥)) to act as the executive general partner, and other partners do not execute partnership affairs. Matters involving significant items such as name changes, changes to business scope and provision of external guarantees are subject to joint review and decision-making by the relevant partners as stipulated in the partnership agreement. The Group does not have the unilateral authority to decide on the investment and operational matters of this partnership, nor can it exercise control over it through its held interests. Therefore, the Group has significant influence over Hangzhou Yunzhimeng but does not have control over it. In addition, as of June 30, 2026, Hangzhou Yunzhimeng is accounted for as a joint venture of the Group and is recognized in the Group's consolidated financial statements using the equity method. During the Reporting Period, the Group recorded investment-related income from Hangzhou Yunzhimeng in an aggregate amount of approximately RMB1.6 million.

On March 20, 2026, Wuhan Yuanguang entered into a strategic cooperation framework agreement with Hangzhou DTMaaS, pursuant to which the parties intend to leverage their respective advantages in the public transport sector, autonomous driving technology, public transport operation scenarios, data insights and market resources to jointly explore "autonomous driving + smart mobility" solutions and business opportunities in the domestic autonomous driving market for public transportation. The strategic cooperation framework agreement constitutes a framework cooperation arrangement, and the implementation of any future cooperation projects will be determined through separate specific cooperation agreements to be entered into.

The Group expects that the acquisition and the strategic cooperation will facilitate deepening the business cooperation between the Group and Hangzhou DTMaaS, explore the application and commercialization opportunities of autonomous driving technology in public transport scenarios, and expand the Group's business scenarios in the fields of smart public transport and autonomous driving for public transportation. For details, please refer to the Company's announcements dated March 20, 2026 and May 13, 2026.

Save as disclosed above in respect of the establishment of and acquisitions of joint ventures, the Group had no other material acquisitions or disposals of subsidiaries, associates and joint ventures during the Reporting Period.

SIGNIFICANT INVESTMENTS

As at June 30, 2026, the Group held two significant investments, namely Hangzhou Yunzhimeng and the Chuangxiang Yuanguang Fund. Both of the aforesaid investments were acquired or established during the Reporting Period and are accounted for as a joint venture of the Group using the equity method as at June 30, 2026; the carrying amount of each of these investments accounted for more than 5% of the Group's total assets as at the same date. Details of these investments are as follows:

Hangzhou Yunzhimeng

As described in the section headed "Material Acquisitions and Disposals of Subsidiaries, Associates and Joint Ventures" above, on March 20, 2026, Wuhan Yuanguang entered into a partnership property interest transfer agreement with Ningbo Yun Sui, pursuant to which Wuhan Yuanguang agreed to acquire 66.67% of the partnership property interests in Hangzhou Yunzhimeng held by Ningbo Yun Sui (corresponding to the paid-in capital contribution of RMB2.02 million already made by Ningbo Yun Sui as a limited partner) at a cash consideration of RMB20.0 million. On the same date, Wuhan Yuanguang entered into a strategic cooperation framework agreement with Hangzhou DTMaaS, with the intention to leverage both parties' respective advantages in the public transport sector, autonomous driving technology, public transport operation scenarios, data insights and market resources to jointly explore "autonomous driving + smart mobility" solutions and business opportunities in the domestic autonomous driving market for public transportation. For details, please refer to the Company's announcements dated March 20, 2026 and May 13, 2026.

As at June 30, 2026, Wuhan Yuanguang had paid the full cash consideration of RMB20.0 million and held 66.67% of the partnership property interests in Hangzhou Yunzhimeng, and the Group had no outstanding capital commitments in respect of this investment. Hangzhou Yunzhimeng is a limited partnership established in the PRC, which primarily serves as a holding platform for investing in Hangzhou DTMaaS, and its sole principal business and major asset is the holding of approximately 13.8249% of the equity interests in Hangzhou DTMaaS; accordingly, the Group indirectly holds approximately 9.2171% of the equity interests in Hangzhou DTMaaS through Hangzhou Yunzhimeng. Hangzhou DTMaaS is principally engaged in provision of SaaS services and ancillary integrated software and hardware services for bus companies and government authorities based on its bus database. It also provides services such as public bus information inquiry, discounted rides, customized bus, and carbon credits for green travel.

This investment cost and the amount paid for this investment were both RMB20.0 million, with no outstanding capital commitments. As at June 30, 2026, the fair value of this investment was approximately RMB21.6 million, representing approximately 5.81% of the Group's total assets of RMB371.6 million as at the same date. During the Reporting Period, the Group recognized a total gain of approximately RMB1.6 million in respect of this investment, which comprised a gain of approximately RMB0.8 million recognized upon initial recognition arising from the Group's share of the fair value of the identifiable net assets of Hangzhou Yunzhimeng exceeding the investment cost, and a subsequent share of investment income of approximately RMB0.8 million recognized under the equity method. Apart from the above gains, the Group did not record any other realized or unrealized gains or losses in respect of this investment, nor did it receive any dividends or other distributions during the Reporting Period.

The Group made this investment with the aim of, on the one hand, sharing in the future business development and potential profit distributions of Hangzhou DTMaaS through its indirect equity interest therein, and on the other hand, supporting the Group's business strategy in the fields of smart public transport and autonomous driving for public transportation, and facilitating potential cooperation between the parties in areas such as technology research and development, public transport operation scenarios and market expansion. The Group is of the view that the digitalization and intelligentisation of public transport and autonomous driving buses still present development opportunities, and this investment is expected to generate potential investment returns for the Group and expand the application scenarios of the Group's smart mobility business. However, the performance of this investment remains subject to factors such as relevant policies, the progress of technology deployment and commercialization, market competition, customer demand, and the liquidity of unlisted equity interests. The Group will continue to monitor the operating performance, progress of business cooperation and profit distribution of Hangzhou DTMaaS.

Chuangxiang Yuanguang Fund

As described in the section headed "Material Acquisitions and Disposals of Subsidiaries, Associates and Joint Ventures" above, on March 9, 2026, Wuhan Yuanguang, Guangzhou Angel Master Fund and Yuehe Ruicheng (each as a limited partner) entered into a partnership agreement with Chuangxiang Shidai Investment (as the general partner) to jointly establish the Chuangxiang Yuanguang Fund. The Chuangxiang Yuanguang Fund is a venture capital fund established in the form of a limited partnership, with total subscribed capital contribution of RMB101.1 million, and is principally engaged in venture capital, equity investments and other activities related to equity investments, with a focus on investing in small and medium-sized technology companies during the seed-stage and start-up stage in strategic emerging industries and future industries.

Chuangxiang Shidai Investment serves as the general partner, managing partner and fund manager of the Chuangxiang Yuanguang Fund, and is responsible for the investment, management, operation and disposal of the fund. Chuangxiang Shidai Investment was registered as a private fund manager with the Asset Management Association of China in July 2015, and is principally engaged in the investment management of private equity investment funds and venture capital funds, including private equity investment funds, venture capital funds and related fund-of-funds (FOF) products. In addition to the Chuangxiang Yuanguang Fund, Chuangxiang Shidai Investment also manages 15 other private investment funds and has relevant experience in investing in technology-focused enterprises in areas such as artificial intelligence, robotics, commercial aerospace, semiconductors and the digital economy. For details, please refer to the Company's announcements dated March 9, 2026 and May 13, 2026.

As at June 30, 2026, the Group held approximately 39.56% of the partnership interests in the Chuangxiang Yuanguang Fund, with a subscribed capital contribution of RMB40.0 million, of which RMB20.0 million had been paid up, and the remaining RMB20.0 million constituted the Group's outstanding capital commitments, which will be paid in accordance with the payment arrangements stipulated in the partnership agreement. The investment cost and fair value of this investment were both RMB20.0 million, representing approximately 5.38% of the Group's total assets of RMB371.6 million as at the same date.

The Chuangxiang Yuanguang Fund primarily invest in the artificial intelligence-related sectors within the digital economy, and the amount invested in AI-related sectors shall in principle not be less than 60% of the total paid-in capital contributions of the Fund, with a focus on strategic emerging industries and future industries in Guangzhou. The subsisting term of the partnership is ten years, of which the subsisting period of the fund is eight years, comprising an initial four-year investment period and a subsequent four-year withdrawal period; the withdrawal period may be extended for up to two times, each for one year, upon the unanimous written consent of all partners.

As at June 30, 2026, the Chuangxiang Yuanguang Fund had completed a convertible bond investment of RMB10.0 million, which constituted the fund's underlying investment at the end of the period. The relevant invested company is an unlisted artificial intelligence chip company, principally engaged in the research, development and sales of AI training and inference acceleration chips, board-level products, and terminal and cloud AI acceleration solutions.

During the Reporting Period, the Group did not recognize any share of profits or losses, fair value changes, realized or unrealized gains or losses in respect of the Chuangxiang Yuanguang Fund, nor did it receive any distributions.

The Group's participation in the Chuangxiang Yuanguang Fund is aimed at gaining access to innovative enterprises and cutting-edge technological achievements in the field of artificial intelligence through the fund, gaining early insights into relevant technologies and industry trends, identifying potential cooperation opportunities that may enhance the Group's technology framework, product capabilities and business competitiveness, and sharing in the financial returns that may be generated from the fund's investments. The fund's investments are expected to create synergies with the Group's business development in areas such as autonomous driving, intelligent transportation and other AI applications. Nevertheless, the future performance of the Chuangxiang Yuanguang Fund will depend on the business development, technology research and development and commercialization progress of its invested companies, market conditions, subsequent financing and exit arrangements, and may be subject to risks such as early-stage investment, valuation volatility and liquidity. The Group will continue to monitor the fund's investment progress, portfolio performance, capital calls and exit activities.

Save as disclosed above, as of June 30, 2026, the Group did not hold any other significant investments.

CAPITAL COMMITMENT

As of June 30, 2026, the Group's outstanding capital commitment in respect of the Chuangxiang Yuanguang Fund was RMB20.0 million. This outstanding capital commitment is expected to be paid in 2027. Please refer to the section headed "Material Acquisitions and Disposals of Subsidiaries, Associates and Joint Ventures" in this announcement for details. In addition, the Group had an outstanding capital commitment of RMB4.0 million in respect of the signing of a transfer agreement with Shenzhen Chuangxiang Xingyi No.1 Investment Partnership (Limited Partnership) (深圳創享星移一號投資合夥企業(有限合夥)) for the transfer of equity corresponding to RMB215,156.81 of registered capital in Xingyi Lianxin Aerospace Technology (Wuxi) Co., Ltd. (星移聯信航太科技(無錫)有限公司) to the Group. This outstanding capital commitment is expected to be paid by December 31, 2026. Save as the foregoing, the Group had no other significant capital commitment contracted for but not recognized as liabilities as of June 30, 2026.

CAPITAL EXPENDITURE

During the Reporting Period, the Group incurred capital expenditures totaling RMB40.0 million in respect of two significant investments, namely Hangzhou Yunzhimeng and Chuangxiang Yuanguang Fund, which comprised a cash payment of RMB20.0 million for the acquisition of a 66.67% partnership interest in Hangzhou Yunzhimeng, and a paid-in capital contribution of RMB20.0 million to Chuangxiang Yuanguang Fund. For details of the aforementioned capital expenditures, please refer to the "Significant Investments" section.

Save as the foregoing, the Group had no other capital expenditure items during the Reporting Period.

PLEDGE OF ASSETS

As of June 30, 2026, the Group had no asset under pledge.

FINANCIAL RISKS

Exposure to credit, liquidity and exchange rate risks arises in the normal course of the Group's business. The Group's exposure to these risks and the financial risk management policies and practices used by the Group to manage these risks are described below:

(a) Credit risk

The Group's credit risk is primarily attributable to accounts receivable, particularly balances due from certain major customers. Delays in payment or non-performance by customers may adversely impact our cash flow and financial performance. The Group conducts individual credit assessments for all customers seeking transactions on credit terms, taking into account their historical payment records, financial positions and the economic environments in which they operate. For customers with higher credit risk, the Group sets appropriate credit limits or demands additional security measures. The Group also continuously monitors receivable balances and overdue situations, and reviews associated credit risks on a regular basis to mitigate potential bad debts exposure.

(b) Liquidity risk

Liquidity risk primarily refers to the risk that the Group may fail to meet its financial obligations as they fall due in a timely manner. Fluctuations in operating cash flows or a tightening of the external financing environment may affect the Group's day-to-day operations and development plans. The Group continuously monitors its cash flow position and maintains sufficient cash and cash equivalents to meet working capital requirements and mitigate the impact of cash flow volatility. When necessary, the Group also arranges appropriate financing to ensure sufficient liquidity.

(c) Foreign exchange risk and hedging

The Group's business is primarily transacted in Renminbi, while it also holds certain cash and cash equivalents denominated in US dollars, Hong Kong dollars, Australian dollars and Singapore dollars, thus facing foreign exchange risk arising from exchange rate fluctuations. Foreign exchange risk primarily arises from changes in the carrying amounts of bank deposits and other financial assets and liabilities denominated in foreign currencies. The Group currently does not use any derivative financial instruments for hedging purposes, but it continuously monitors foreign exchange market fluctuations and will consider taking appropriate risk management measures to reduce the relevant risk exposure when necessary. The Group believes that its foreign exchange risk is generally controllable and will not have a material adverse effect on the Group's financial condition and operating results.

OTHER INFORMATION

Interim Dividend

The Board does not recommend the payment of any interim dividend for the six months ended June 30, 2026.

CORPORATE GOVERNANCE

The Board is pleased to report to the Shareholders on the corporate governance of the Company for the six months ended June 30, 2026.

Corporate Governance Culture

The Company is committed to maintaining high standard of corporate governance, with the aim of promoting effective internal control measures. We emphasize the rigorous adherence to ethical practices, transparency, responsibility, and integrity across all aspects of our business operations. We ensure that all business operations comply with applicable laws and regulations, and we strive to enhance the transparency of the Board's work and strengthen our accountability to all shareholders.

The Board is also dedicated to ensuring that our corporate culture aligns with the Company's mission, values, and strategy. Corporate culture and corporate governance are mutually reinforcing. The values of integrity and honesty advocated by our corporate culture lay a solid foundation for establishing a robust compliance management system, ensuring that all decisions and operational activities strictly adhere to relevant laws, regulations, and the regulatory requirements of the securities market. The innovative and proactive cultural atmosphere inspires the management of the Company to continuously review and optimize the corporate governance structure and processes, introducing advanced management concepts and methods to make corporate governance more efficient and scientific.

The Board will continue to strengthen corporate governance practices that are suitable for the conduct and development of our business. It will also periodically review these practices to ensure they comply with legal and professional standards and remain aligned with the latest developments, thereby safeguarding the Company's long-term and stable sustainable growth.

Corporate Governance Practices

The Company is committed to maintaining high standards of corporate governance to safeguard the interests of Shareholders. During the Reporting Period, the Company has adopted the CG Code as its own code of corporate governance. The Company has been in compliance with all applicable code provisions under the CG Code during the six months ended June 30, 2026, save for the deviation from code provisions C.2.1 and D.1.2 of the CG Code. The Company will continue to review and monitor its corporate governance practices to ensure compliance with the CG Code.

Pursuant to code provision C.2.1 of the CG Code, the responsibility between the chairman and chief executive officer should be segregated and should not be performed by the same individual. However, we do not have a separate chairman and chief executive officer, and Dr. Sun currently performs these two roles. The Board believes that vesting the roles of both chairman and chief executive officer in the same person has the benefit of ensuring consistent leadership within the Group and enables more effective and efficient overall strategic planning for the Group. The Board considers that the balance of power and authority for the present arrangement will not be impaired, and this structure will enable the Company to make and implement decisions promptly and effectively. The Board will continue to review and consider splitting the roles of chairman of the Board and the chief executive officer of the Company if and when it is appropriate taking into account the circumstances of the Group as a whole.

Pursuant to code provision D.1.2 of the CG Code, management should provide all members of the board with monthly updates, offering a fair and clear evaluation of the Company's performance, position, and prospects. These updates should contain enough details to enable both the entire Board and individual Directors to fulfill their obligations under Rule 3.08 and Chapter 13 of the Listing Rules. The Company has established a monthly directors' reporting system since May 2026, with reports issued monthly from May 2026 onwards. Despite the fact that our management did not report to the Board with monthly updates during the period from January to April 2026, we did report updates to the executive Directors and chairman of the Board on a timely basis for their assessment and facilitating their decision making. The Board believes that with the executive Directors overseeing the daily operation of the Group and the effective communication between the executive Directors, the management and the non-executive Directors (including the independent non-executive Directors) on the Group's affairs, and that all Directors may at any time request further information and make enquiries of the management and the company secretary, and may seek independent professional advice where appropriate, the practice at the time was sufficient enough for the members of the Board to discharge their duties.

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

Neither the Company nor any of its subsidiaries purchased, sold or redeemed any of the Company's listed securities (including any sale of treasury shares (as defined in the Listing Rules)) during the six months ended June 30, 2026. As at June 30, 2026, there were no treasury shares held by the Company.

COMPLIANCE WITH MODEL CODE OF THE LISTING RULES

The Company has adopted the Model Code set out in Appendix C3 to the Listing Rules as the code of conduct regarding securities transactions by the Directors. Having made specific enquiry with all Directors, each Director has confirmed his/her compliance with the Model Code during the six months ended June 30, 2026.

SUBSEQUENT EVENTS

Details of events subsequent to June 30, 2026 and up to the date of this announcement are set out in Note 15 to the interim condensed consolidated financial information.

REVIEW OF INTERIM RESULTS

The Audit Committee of the Company consists of three independent non-executive Directors, namely Ms. Su Yu (Chairperson of the Audit Committee), Dr. Xiong Yingfei, and Mr. Huang Xiaoling. During the Reporting Period and up to the date of this announcement, the composition of the Audit Committee has been in compliance with Rule 3.21 of the Listing Rules.

The Audit Committee has reviewed the accounting standards and practices adopted by the Group, the interim results, interim report and unaudited condensed consolidated interim financial information of the Group for the six months ended June 30, 2026, and has discussed the relevant financial reporting matters with the management and the independent auditor of the Group. The Audit Committee is of the view that the interim results, interim report and unaudited condensed consolidated interim financial information of the Group for the six months ended June 30, 2026 have been prepared in accordance with applicable accounting standards, the Listing Rules and other applicable laws and regulations, and that appropriate disclosures have been made. The Audit Committee has no disagreement with the accounting treatments adopted by the Group.

The unaudited condensed consolidated interim financial information of the Group for the six months ended June 30, 2026 has not been audited but has been reviewed by the independent auditor of the Company, Ernst & Young, in accordance with Hong Kong Standard on Review Engagements 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Hong Kong Institute of Certified Public Accountants.

PUBLICATION OF INTERIM RESULTS ANNOUNCEMENT AND INTERIM REPORT

This interim results announcement is published on the website of the Stock Exchange (www.hkexnews.hk) and the Company's website (www.metalight.ai). The Company's 2026 interim report will be published on the websites of the Stock Exchange and the Company in due course.

DEFINITIONS

"AI"	artificial intelligence
"Audit Committee"	the audit committee of the Board
"Australian dollar"	Australian dollar, the lawful currency of Australia
"Board" or "Board of Directors"	the board of Directors of the Company
"Companies Ordinance"	Companies Ordinance (Chapter 622 of the Laws of Hong Kong), as amended, supplemented or otherwise modified from time to time
"Busio"	the overseas real-time public bus information service brand used by the Group prior to the launch of TransitNow
"Chelaile"	the Group's mobile application and related mini-programs providing real-time public bus information services in the PRC
"Chuangxiang Shidai Investment"	Shenzhen Qianhai Chuangxiang Shidai Investment Management Enterprise (Limited Partnership) (深圳前海創享時代投資管理企業(有限合夥))
"Chuangxiang Yuanguang Fund"	Guangzhou Chuangxiang Yuanguang Artificial Intelligence Venture Capital Fund Partnership (Limited Partnership) (廣州創享元光人工智能創業投資基金合夥企業(有限合夥))
"Corporate Governance Code" or "CG Code"	the Corporate Governance Code set out in Appendix C1 to the Listing Rules
"Company," "our Company" or "the Company"	MetaLight Inc., an exempted company incorporated with limited liability in the Cayman Islands on May 21, 2015, the shares of which are listed on the Main Board of the Stock Exchange (Stock Code: 2605)

"Dr. Sun"	Dr. Sun Xi (孫熙), an executive Director, chairman of the Board, chief executive officer of our Company and a member of the Single Largest Shareholders Group
"Director(s)" or "our Director(s)"	the director(s) of the Company
"Group," "our Group," "the Group," "our" or "we," "us,"	our Company together with our subsidiaries from time to time or, where the context so requires, in respect of the period before our Company became the holding company of our present subsidiaries, such subsidiaries as if they were subsidiaries of our Company at the relevant time
"Guangzhou Angel Master Fund"	Guangzhou Angel Investment Master Fund Venture Capital Partnership (Limited Partnership) (廣州天使投資母基金創業投資合夥企業(有限合夥))
"HK$" or "Hong Kong dollars" or "HK dollars"	Hong Kong dollars, the lawful currency of Hong Kong
"Hangzhou DTMaaS"	Hangzhou DTMaaS Technology Co., Ltd. (杭州數知夢科技有限公司)
"Hangzhou Yunzhimeng"	Hangzhou Yunzhimeng Technology Partnership (Limited Partnership) 杭州雲智夢科技合夥企業(有限合夥)
"HK" or "Hong Kong"	the Hong Kong Special Administrative Region of the PRC
"Listing Rules"	the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited, as amended, supplemented or otherwise modified from time to time
"Model Code"	the Model Code for Securities Transactions by Directors of Listed Issuers contained in Appendix C3 to the Listing Rules
"Ningbo Yun Sui"	Ningbo Yun Sui Self-Funded Investment Partnership (Limited Partnership) (寧波雲穗自有資金投資合夥企業(有限合夥))

"China" or "the PRC"	the People's Republic of China, for the purposes of this announcement, excluding Hong Kong, the Macau Special Administrative Region of the PRC and Taiwan
"Renminbi" or "RMB"	Renminbi, the lawful currency of the PRC
"Reporting Period"	the six months ended June 30, 2026
"Share(s)"	ordinary share(s) in the share capital of the Company with nominal value of US$0.0001 each
"Shareholder(s)"	holder(s) of the Share(s)
"Single Largest Shareholders Group"	Dr. Sun, Mr. Chen Xiao, Mr. Xiao Pingyuan and their respective controlled entities (being Meta Hope Ltd., Bus Hope Ltd. and Bus Cherish Ltd.), and Bus Dream Ltd. (the voting rights of which is exercised by Dr. Sun pursuant to the 2023 Voting Agreement)
"SG$" or "SGD"	Singapore dollar, the lawful currency of Singapore
"Stock Exchange"	The Stock Exchange of Hong Kong Limited
"subsidiary(ies)"	has the meaning ascribed to it under Section 15 of the Companies Ordinance
"TransitNow"	the Group's mobile application providing real-time public bus information services for overseas markets
"Wuhan Yuanguang"	Wuhan Yuanguang Technology Co., Ltd. (武漢元光科技有限公司), an entity controlled by the Company through contractual arrangements
"Yuehe Ruicheng"	Yuehe Ruicheng (Shenzhen) Investment Partnership (Limited Partnership) (玥合瑞成(深圳)投資合夥企業(有限合夥))

"US$" or "US dollars"	United States dollars, the lawful currency of the United States
"%"	per cent

By order of the Board
MetaLight Inc.
Dr. Sun Xi
Chairman of the Board, Executive Director and Chief Executive Officer

Hong Kong, August 28, 2026

As at the date of this announcement, the Directors are: (i) Dr. Sun Xi (孫熙), Ms. Qian Jinlei (錢金蕾), Mr. Xu Cheng (許誠) and Mr. Xiao Pingyuan (肖平原) as executive Directors and (ii) Dr. Xiong Yingfei (熊英飛), Ms. Su Yu (蘇瑜) and Mr. Huang Xiaoling (黃曉凌) as independent non-executive Directors.