GUOFUHEE

Jiangsu Guofu Hydrogen Energy Equipment Co., Ltd.
江蘇國富氫能技術裝備股份有限公司

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

(Stock Code: 02582)

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

FINANCIAL HIGHLIGHTS

- Total revenue for the Reporting Period was approximately RMB104.0 million, representing a decrease of 4.5% as compared with the Previous Period;
- Gross profit for the Reporting Period was approximately RMB2.5 million, representing an increase of 161.5% as compared with the Previous Period;
- Loss attributable to owners of the Company for the Reporting Period were approximately RMB120.2 million, as compared to loss attributable to owners of the Company of approximately RMB89.2 million for the Previous Period;
- Basic loss per share for the Reporting Period was approximately RMB0.97, as compared to basic loss per share of RMB0.85, for the Previous Period; and
- The Board has resolved not to declare any payment of interim dividend for the Reporting Period.

The board (the "**Board**") of directors (the "**Directors**") of Jiangsu Guofu Hydrogen Energy Equipment Co., Ltd. (the "**Company**") hereby announces the unaudited interim results of the Company and its subsidiaries (the "**Group**", "**we**" or "**us**") for the six months ended June 30, 2026 (the "**Reporting Period**") together with the comparative figures for the corresponding period of last year (the "**Previous Period**") as follows:

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

		Six months ended June 30,	
	Notes	**2026**	2025
		RMB'000	*RMB'000*
		(unaudited)	(unaudited)
Revenue	*5*	**104,036**	108,956
Cost of sales		**(101,560)**	(108,009)
Gross profit		**2,476**	947
Other income	*6*	**5,129**	14,878
Other gains and losses	*7*	**(22,126)**	(95)
Impairment losses under expected credit loss model, net of reversal	*8*	**12,236**	(5,409)
Selling expenses		**(13,263)**	(20,054)
Research and development expenses		**(24,602)**	(16,782)
Administrative expenses		**(60,752)**	(61,129)
Share of results of associates		**(2,329)**	(1,769)
Finance costs	*9*	**(16,189)**	(16,838)
Loss before tax	*10*	**(119,420)**	(106,251)
Income tax (expense)/credit	*11*	**(3,058)**	17,272
Loss for the period		**(122,478)**	(88,979)
Other comprehensive (loss)/income			
Item that will not be reclassified to profit or loss:			
Fair value gain on investments in equity instruments designated at fair value through other comprehensive income ("**FVTOCI**")		**–**	10,451
Items that may be reclassified subsequently to profit or loss:			
Exchange differences arising on translation of foreign operations		**(570)**	(202)
Fair value gain on debt instruments at FVTOCI, net of income tax		**54**	214
		(516)	12
Other comprehensive income for the period, net of income tax		**(516)**	10,463
Total comprehensive loss for the period		**(122,994)**	(78,516)

	Notes	Six months ended June 30, **2026** *RMB'000* **(unaudited)**	2025 *RMB'000* (unaudited)
Loss for the period attributable to			
– Owners of the Company		**(120,169)**	(89,248)
– Non-controlling interests		**(2,309)**	269
		(122,478)	(88,979)
Total comprehensive loss for the period attributable to:			
– Owners of the Company		**(120,685)**	(78,785)
– Non-controlling interests		**(2,309)**	269
		(122,994)	(78,516)
Loss per share			
– Basic and diluted (*RMB*)	*13*	**(0.97)**	(0.85)

CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

AS AT JUNE 30, 2026

	Notes	**As at June 30, 2026** *RMB'000* **(unaudited)**	As at December 31, 2025 *RMB'000* (audited)
Non-current assets			
Property, plant and equipment	*14*	**957,151**	923,840
Right-of-use assets		**139,420**	141,702
Intangible assets		**8,177**	9,126
Investments in associates	*15*	**177,033**	131,985
Equity investments designated at FVTOCI	*16*	**101,101**	101,101
Trade and other receivables	*18*	**58,484**	70,712
Contract assets	*19*	**8,994**	9,818
Amounts due from associates	*26*	**7,677**	–
Loan receivables		**3,880**	3,880
Prepayment for acquisition of property, plant and equipment		**12,620**	7,042
Deferred tax assets		**22,985**	25,982
Total non-current assets		**1,497,522**	1,425,188
Current assets			
Inventories	*17*	**211,839**	186,812
Trade and other receivables	*18*	**703,422**	626,709
Contract assets	*19*	**10,549**	13,499
Loan receivables		**46,524**	1,910
Debt instruments at FVTOCI	*20*	**12,366**	10,222
Financial assets at fair value through profit or loss ("**FVTPL**")		**198,528**	138,022
Amounts due from associates	*26*	**135,224**	144,466
Restricted bank deposits		**57,077**	49,826
Cash and cash equivalents		**208,402**	427,375
Total current assets		**1,583,931**	1,598,841
Current liabilities			
Trade and other payables	*21*	**657,470**	670,521
Financial liability at FVTPL		**–**	2,051
Contract liabilities		**49,609**	17,051
Amounts due to other related parties	*26*	**667**	1,079
Interest-bearing bank and other borrowings	*22*	**536,122**	532,108
Lease liabilities		**2,002**	2,357
Deferred income		**55,163**	54,068
Provisions		**5,149**	1,291
Total current liabilities		**1,306,182**	1,280,526

	Notes	**As at June 30, 2026** *RMB'000* **(unaudited)**	As at December 31, 2025 *RMB'000* (audited)
Net current assets		**277,749**	318,315
Total assets less current liabilities		**1,775,271**	1,743,503
Non-current liabilities			
Interest-bearing bank and other borrowings	*22*	**459,176**	481,983
Lease liabilities		**560**	1,290
Provisions		**4,675**	11,758
Deferred income		**13,938**	13,841
Total non-current liabilities		**478,349**	508,872
Net assets		**1,296,922**	1,234,631
Equity			
Equity attributable to owners of the Company			
Share capital	*23*	**126,672**	120,076
Reserves		**1,154,389**	1,096,573
		1,281,061	1,216,649
Non-controlling interests		**15,861**	17,982
Total equity		**1,296,922**	1,234,631

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE SIX MONTHS ENDED JUNE 30, 2026 (UNAUDITED)

1. GENERAL INFORMATION

Jiangsu Guofu Hydrogen Energy Equipment Co., Ltd. (the "**Company**") was established in the People's Republic of China (the "**PRC**") on June 13, 2016 as a limited liability company. On August 31, 2020, the Company was converted into a joint stock company with limited liability under the Company Law of the PRC. The Company's shares have been listed on the Main Board of The Stock Exchange of Hong Kong Limited since November 15, 2024 (the "**Listing**"). The address of the registered office and the principal place of business of the Company is located at No. 236 Guotai North Road, Zhangjiagang City, Jiangsu Province, PRC.

The principal activities of the Company and its subsidiaries (the "**Group**") are manufacture and sale of hydrogen equipment.

2. BASIS OF PREPARATION

The interim condensed consolidated financial information for the six months ended June 30, 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 December 31, 2025.

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.

    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.

(b) 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 the purpose of resource allocation and performance assessment, the Group's chief executive officer, being the chief operating decision maker ("**CODM**"), reviews the overall results and financial position of the Group as a whole and no further analysis of the single segment (i.e. hydrogen equipment segment) is presented.

Seasonality of operations

The hydrogen equipment segment is a developer and manufacturer of hydrogen energy core equipment used in the entire industrial value chain of hydrogen energy. Higher revenues and operating profits are usually expected in the second half of the year rather than in the first half of the year. Higher sales during the period from October to December are mainly attributed to the increased demand for vehicle manufacturers, who are our major types of customers, due to the reason that awards policies for hydrogen fuel cell vehicles were generally announced or updated during the first half of each year by the relevant local governments and therefore, hydrogen fuel cell vehicle manufacturers generally place their orders to their suppliers of hydrogen energy equipment accordingly after policy updates in the second half of each year.

Geographical information

The Group primarily operates in the PRC. The Group's non-current assets are all located in the PRC.

5. REVENUE

An analysis of revenue is as follows:

	Six months ended June 30,	
	2026	2025
	RMB'000	*RMB'000*
	(unaudited)	(unaudited)
Revenue from contracts with customers	**104,036**	108,956

Disaggregated revenue information for revenue from contracts with customers

	Six months ended June 30,	
	2026	2025
	RMB'000	*RMB'000*
	(unaudited)	(unaudited)
Types of goods or services		
Vehicle-mounted high-pressure hydrogen supply systems and related products	**21,553**	91,295
Equipment for hydrogen refueling stations and related products	**21,712**	13,993
Water electrolysis hydrogen production equipment and related products	**60,771**	3,668
Total	**104,036**	108,956
Geographical markets		
Chinese mainland	**103,140**	108,956
Overseas	**896**	–
Total	**104,036**	108,956
Timing of revenue recognition		
Goods transferred at a point in time	**104,036**	108,956

6. OTHER INCOME

	Six months ended June 30,	
	2026	2025
	RMB'000	*RMB'000*
	(unaudited)	(unaudited)
Government grants*	**1,527**	11,849
Interest income on banks	**1,330**	1,690
Interest income on loan receivables	**571**	52
Others	**1,701**	1,287
Total	**5,129**	14,878

* The amounts represent government grants received from various PRC government authorities as incentives for the Group's research and development activities and acquisition of property, plant and equipment. Some subsidies had certain conditions imposed by the respective PRC government authorities and these conditions have been fully met upon recognition.

7. OTHER GAINS AND LOSSES, NET

	Six months ended June 30,	
	2026	2025
	RMB'000	*RMB'000*
	(unaudited)	(unaudited)
Gain on disposal of items of property, plant and equipment	**–**	72
Foreign exchange differences, net	**(13,733)**	(184)
Loss from changes in fair value of financial assets at FVTPL	**(8,413)**	–
Others	**20**	17
Total	**(22,126)**	(95)

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

	Six months ended June 30,	
	2026	2025
	RMB'000	*RMB'000*
	(unaudited)	(unaudited)
Impairment losses, net of reversal, recognised on:		
Trade receivables	**(13,490)**	5,765
Contract assets	**(341)**	(51)
Other receivables	**2,062**	(170)
Amounts due from associates	**(467)**	(135)
Total	**(12,236)**	5,409

9. FINANCE COSTS

	Six months ended June 30,	
	2026	2025
	RMB'000	*RMB'000*
	(unaudited)	(unaudited)
Interest on borrowings	**16,699**	18,150
Interest on lease liabilities	**59**	21
	16,758	18,171
Less: amounts capitalised in the cost of construction in progress	**(569)**	(1,333)
Total	**16,189**	16,838

10. LOSS BEFORE TAX

Loss before tax for the period has been arrived at after charging/(crediting):

	Six months ended June 30,	
	2026	2025
	RMB'000	*RMB'000*
	(unaudited)	(unaudited)
Cost of inventories sold	**101,560**	108,009
(Reversal of write-down of)/write-down of inventories to net realisable value	**(61)**	592
Directors' and supervisors' emoluments	**1,877**	5,424
Other staff costs:		
Salaries and other benefits	**34,529**	39,029
Retirement benefit scheme contributions	**10,106**	9,486
Equity-settled share-based payments	**2,122**	5,880
Total other staff costs	**48,634**	59,819
Capitalised in inventories	**(11,633)**	(11,971)
	37,001	47,848
Depreciation of property, plant and equipment	**33,582**	29,452
Depreciation of right-of-use assets	**3,388**	1,758
Amortization of intangible assets	**949**	1,017
Total depreciation and amortization	**37,919**	32,227
Capitalised in inventories	**(22,029)**	(9,870)
	15,890	22,357

11. INCOME TAX CREDIT

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

Chinese mainland

Under the Law of the PRC on Enterprise Income Tax (the "**EIT Law**") and Implementation Regulation of the EIT Law, the statutory tax rate of the Company and the PRC subsidiaries is 25% unless subject to tax exemption set out below.

The Company was accredited as a "High and New Technical Enterprise" ("**HNTE**") in November 2024, respectively. Hydrogen Cloud Research Institute was accredited as a HNTE in November 2023. Therefore, the Company and Hydrogen Cloud Research Institute were both entitled to a preferential income tax rate of 15% for both years.

Certain subsidiaries of the Group were subject to "small and thin-profit enterprises" and entitled to preferential policy of calculating the taxable income at a reduced rate of 25% and levying corporate income tax at a rate of 20% during the period.

Hong Kong

The subsidiary incorporated in Hong Kong is subject to Hong Kong profits tax at the rate of 8.25% for taxable income not exceeding HKD2,000,000, and 16.5% for taxable income exceeding HKD2,000,000 on any estimated assessable profits arising in Hong Kong during the period. No provision for Hong Kong profits tax has been made as the Group had no assessable profits derived from or earned in Hong Kong during the period.

Other jurisdictions

Income tax on profit arising from other jurisdictions have been calculated on the estimated taxable profit during the period at the respective rates prevailing in the relevant jurisdictions, which are ranging from 15.825% to 25%.

The income tax expense/(credit) of the Group for the period is analysed as follows:

	Six months ended June 30,	
	2026	2025
	RMB'000	*RMB'000*
	(unaudited)	(unaudited)
Current tax	**61**	34
Deferred tax	**2,997**	(17,306)
	3,058	(17,272)

12. DIVIDENDS

No dividend has been paid, declared or proposed by the Company during the six months ended June 30, 2026 (June 30, 2025: nil).

13. LOSS PER SHARE

The calculation of the basic earnings per share amounts is based on the loss for the period attributable to ordinary equity holders of the parent, and the weighted average number of ordinary shares outstanding during the period.

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

	Six months ended June 30,	
	2026	2025
	(unaudited)	(unaudited)
Loss		
Loss attributable to ordinary equity holders of the parent, used in the basic and diluted loss per share calculation *(RMB'000)*	**(120,169)**	(89,248)
Shares		
Weighted average number of ordinary shares in issue during the period used in the basic and diluted loss per share calculation *('000)*	**124,037**	104,710

No diluted loss per share for the six months ended June 30, 2026 (June 30, 2025: nil) was presented as there was no potential ordinary shares in issue.

14. PROPERTY, PLANT AND EQUIPMENT

During the six months ended June 30, 2026, the Group acquired assets at a cost of RMB68,185,000 (June 30, 2025: RMB46,406,000).

No asset was disposed of by the Group during the six months ended June 30, 2026 (June 30, 2025: RMB20,000), resulting in nil net gain on disposal (June 30, 2025: RMB72,000).

To better manage the Group's capital structure and financing needs, the Group sometimes enters into sale and leaseback arrangements in relation to machinery leases. These legal transfers do not satisfy the requirements of IFRS 15 to be accounted for as a sale of the machinery. As at June 30, 2026, certain of the Group's machinery with a net carrying amount of approximately RMB45,163,000 (December 31, 2025: RMB48,423,000) was subject to above sale and leaseback arrangement with Haitong Unitrust International Financial Leasing Co., Ltd. (海通恒信國際融資租賃股份有限公司) and Zhongguancun Science-Tech Leasing Co., Ltd. (中關村科技租賃股份有限公司) (note 22).

15. INVESTMENTS IN ASSOCIATES

	As at June 30, 2026 *RMB'000* (unaudited)	As at December 31, 2025 *RMB'000* (audited)
Cost of investments in associates	**196,567**	149,299
Share of loss and total comprehensive loss	**(9,782)**	(7,463)
Unrealised gains relating to transactions with associates, net of reversal	**(9,752)**	(9,851)
	177,033	131,985

16. EQUITY INVESTMENTS DESIGNATED AT FVTOCI

	As at June 30, 2026 *RMB'000* (unaudited)	As at December 31, 2025 *RMB'000* (audited)
Unlisted equity investment, at fair value:		
Lingniu New Energy Technology (Shanghai) Co., Ltd. (羚牛新能源科技(上海)有限公司) ("**Lingniu**")	**39,498**	39,498
Hylium Industries, Inc. ("**Hylium**")	**61,603**	61,603
Total	**101,101**	101,101

The above equity investments were irrevocably designated at fair value through other comprehensive income as the Group and the Company consider these investments to be strategic in nature.

17. INVENTORIES

	As at June 30, 2026 *RMB'000* (unaudited)	As at December 31, 2025 *RMB'000* (audited)
Raw materials and consumables	**69,484**	58,677
Work in process	**59,881**	48,470
Finished goods	**82,474**	79,665
Total	**211,839**	186,812

18. TRADE AND OTHER RECEIVABLES

	As at June 30, 2026 *RMB'000* **(unaudited)**	As at December 31, 2025 *RMB'000* (audited)
Current		
Trade receivables – contract with customers	**756,746**	729,495
Less: Allowance for credit losses	**(143,422)**	(153,588)
	613,324	575,907
Prepayment to suppliers	**48,559**	25,283
Value-added tax recoverable	**24,670**	18,495
Deposits for bidding	**9,453**	4,126
Receivables for disposal of an associate	**500**	500
Others	**7,178**	2,492
	90,360	50,896
Less: Allowance for credit losses	**(262)**	(94)
	90,098	50,802
Total	**703,422**	626,709
Non-current		
Trade receivables – contract with customers*	**61,112**	76,664
Less: Allowance for credit losses	**(2,628)**	(5,952)
Total	**58,484**	70,712

* According to the payment terms in the sales contracts with certain customers, certain consideration will be collected after one year.

An ageing analysis of trade receivables (net of allowance for credit losses), based on the invoice date, is as follows:

	As at June 30, 2026 *RMB'000* **(unaudited)**	As at December 31, 2025 *RMB'000* (audited)
Within 90 days	**92,439**	215,858
91 to 180 days	**1,380**	3,390
181 to 365 days	**197,907**	20,831
1 to 2 years	**199,848**	263,106
2 to 3 years	**120,719**	80,617
Over 3 years	**59,515**	62,817
Total	**671,808**	646,619

19. CONTRACT ASSETS

	As at June 30, 2026 *RMB'000* **(unaudited)**	As at December 31, 2025 *RMB'000* (audited)
Retention receivables	**24,882**	28,994
Less: Allowance for credit losses	**(5,339)**	(5,677)
	19,543	23,317
Analysed into:		
Current	**10,549**	13,499
Non-current	**8,994**	9,818
Total	**19,543**	23,317

20. DEBT INSTRUMENTS AT FVTOCI

	As at June 30, 2026 *RMB'000* **(unaudited)**	As at December 31, 2025 *RMB'000* (audited)
Bills receivables	**12,366**	10,222

As at June 30, 2026, certain bills which were held by the Group for the practice of endorsing to suppliers or discounting to banks before the bills due for payment were classified as "debt instruments at FVTOCI". All the bills receivables are with a maturity period of less than one year.

21. TRADE AND OTHER PAYABLES

	As at June 30, 2026	As at December 31, 2025
	RMB'000	*RMB'000*
	(unaudited)	(audited)
Trade payables	**354,199**	330,780
Trade payables under supplier finance arrangements*	**129,556**	158,288
Bills payables	**19,538**	23,810
Subtotal	**503,293**	512,878
Payables for property, plant and equipment	**114,543**	118,205
Accrued staff costs and benefits	**10,137**	14,584
Other tax payables	**7,532**	6,781
Accrued service fee	**7,347**	9,602
Deposits from vendors	**979**	2,244
Payables to staff	**1,095**	2,378
Others	**12,544**	3,849
Subtotal	**154,177**	157,643
Total	**657,470**	670,521

* In order to ensure easy access to credit for its suppliers and facilitate early settlement, the Group has entered into reverse factoring arrangements. The contractual arrangements in place permit the suppliers to obtain the amounts billed less 3.40% (December 31, 2025: 3.40%) discount with the amounts paid by the relevant bank. The Group will repay bank the full invoice amounts on the scheduled payment dates as required by the invoices. As the arrangements do not permit the group to extend finance from bank by paying bank later than the group would have paid its supplier, the Group considers amounts payable to the bank should be classified as trade payables. The reverse factoring arrangements permit the bank to early settle invoices equal to RMB160,000,000 per month during the six months ended June 30, 2026 (June 30, 2025: RMB160,000,000), and the maximum amount used in a month were RMB38,742,000 during the six months ended June 30, 2026 (June 30, 2025: RMB39,901,000). As at June 30, 2026, 26.78% of trade payables were amounts owed under these arrangements (December 31, 2025: 32.51%).

The normal credit term to the Group is ranged within one year.

An ageing analysis of trade payables and trade payables under supplier finance arrangements, based on the invoice date, is as follows:

	As at June 30, 2026 RMB'000 *(unaudited)*	As at December 31, 2025 RMB'000 *(audited)*
Within 90 days	**156,873**	204,527
91 to 180 days	**71,665**	82,534
181 to 365 days	**159,561**	119,456
1 to 2 years	**79,048**	64,285
2 to 3 years	**12,924**	14,426
Over 3 years	**3,684**	3,840
Total	**483,755**	489,068

An ageing analysis of bills payables, based on the bill issuance date, is as follows:

	As at June 30, 2026 RMB'000 *(unaudited)*	As at December 31, 2025 RMB'000 *(audited)*
0 – 180 days	**19,538**	23,810

The Group's bills payables were issued by banks and were secured by the Group's restricted bank deposits and debt instruments at FVTOCI during the period.

22. INTEREST-BEARING BANK AND OTHER BORROWINGS

	As at June 30, 2026		
	Effective interest rate (%)	**Maturity**	**RMB'000 (unaudited)**
Current			
Bank loans – unsecured	**3.00–3.60**	**2026–2027**	**398,327**
Other borrowings – secured*	**6.39–7.78**	**2026–2027**	**17,119**
Current portion of long-term bank loans – unsecured	**3.00–3.40**	**2026–2027**	**52,965**
Current portion of long-term bank loans – secured	**3.10–5.05**	**2026–2027**	**67,711**
Total – current			**536,122**
Non-current			
Bank loans – unsecured	**3.00**	**2027–2029**	**17,000**
Bank loans – secured	**3.10–5.20**	**2027–2034**	**442,176**
Total – non-current			**459,176**
Total			**995,298**

	As at 31 December 2025		
	Effective interest rate (%)	Maturity	RMB'000 (audited)
Current			
Bank loans – unsecured	3.00–3.60	2026	401,874
Other borrowings – secured*	6.39–7.78	2026	28,332
Current portion of long-term bank loans – unsecured	3.40–4.00	2026	41,621
Current portion of long-term bank loans – secured	3.10–5.05	2026	60,281
Total – current			532,108
Non-current			
Bank loans – unsecured	3.40	2027	49,910
Bank loans – secured	3.10–5.05	2027–2034	432,073
Total – non-current			481,983
Total			1,014,091

* As at June 30, 2026, other borrowings of the Group represented the transfer proceeds received from sale and leaseback arrangements with Haitong Unitrust International Financial Leasing Co., Ltd. (海通恒信國際融資租賃股份有限公司) and Zhongguancun Science-Tech Leasing Co., Ltd. (中關村科技租賃股份有限公司).

	As at June 30, 2026 RMB'000 (unaudited)	As at December 31, 2025 RMB'000 (audited)
Analysed into:		
Bank loan repayable:		
Within one year or on demand	**519,003**	503,776
In the one to second year, inclusive	**64,509**	62,946
In the second to fifth years, inclusive	**216,612**	40,195
Over five years	**178,055**	378,842
Other borrowings repayable:		
Within one year or on demand	**17,119**	28,332
Total	**995,298**	1,014,091

Notes:

(a) The carrying amounts of all borrowings are denominated in RMB.

(b) As at June 30, 2026, the Group has pledged buildings and construction in progress with carrying amounts of RMB468,614,000 (December 31, 2025: RMB556,508,000) and equipment with carrying amounts of RMB32,090,000 (December 31, 2025: RMB51,978,000) to secure general banking facilities granted to the Group.

(c) As at June 30, 2026, the Group has pledged leasehold lands with carrying amounts of RMB122,882,000 (December 31, 2025: RMB96,193,000) to secure general banking facilities granted to the Group.

23. SHARE CAPITAL

	As at June 30, 2026 RMB'000 (unaudited)	As at December 31, 2025 RMB'000 (audited)
Issued and fully paid		
Ordinary shares	**126,672**	120,076

A summary of movements in the Company's share capital is as follows:

	Notes	**Number of shares** *'000*	**Nominal value of shares** *RMB'000*
At December 31, 2025 (audited)		120,076	120,076
Private placement of ordinary shares	*(i)*	4,909	4,909
Exercise of warrants	*(ii)*	1,687	1,687
At June 30, 2026 (unaudited)		126,672	126,672

Notes:

(i) On March 10, 2026, the Company and Macquarie Capital Limited, the placing agent, entered into a placing agreement. Pursuant to the agreement, the Company has agreed to appoint the placing agent to procure placees to subscribe for an aggregate of up to 4,909,000 shares at the placing price of HK$31.07 per share. The placing was completed on March 18, 2026.

(ii) On July 29, 2025, the Company entered into the subscription agreement to issue 6,000,000 warrants to an independent third party at a subscription price of HK$0.5164 per warrant pursuant to the terms and conditions of the subscription agreement. During February to March 2026, a total of 1,687,000 warrants were exercised at exercise prices ranging from HK$39.26 to HK$42.50, generating net cash proceeds (after deducting structuring fees) of HK$68,001,000 (approximately RMB60,188,000). Transaction costs amounting to HK$3,454,000 (approximately RMB3,050,000) were also deducted from the cash proceeds. The net proceeds were intended to be used for the business development of the Group. Details have been set out in the announcements of the Company dated July 29, 2025.

As at June 30, 2026, all warrants under the subscription agreement had been fully exercised.

24. SHARE-BASED PAYMENT TRANSACTIONS

Restricted Shares Scheme in 2023

To provide incentives to eligible employees and directors of the Group, an employee share incentive plan (the "**2023 RS Scheme**") was adopted in December 2023. Two employee stock ownership platforms, namely Zhangjiagang Hydrogen Win New Energy Industry Partnership (Limited Partnership) (張家港氫贏新能源產業合夥企業(有限合夥)) ("**Hydrogen Win**") and Zhangjiagang Hydrogen Ying New Energy Industry Partnership (Limited Partnership) (張家港氫盈新能源產業合夥企業(有限合夥)) ("**Hydrogen Ying**") were established on 14 December 2023 and directly held 2,784,881 ordinary shares of the Company. Eligible directors and employees subscribed for partnership interest of the Hydrogen Win and Hydrogen Ying at a consideration price of RMB1 for RMB1 partnership interest and RMB8 partnership interest of Hydrogen Jie represented 1 ordinary share of the Company.

Details of the restricted shares issued under the 2023 RS Scheme are as follows:

Grant date	Quantity of restricted shares	Grantee	Vesting schedule defined in contract term	Sell back or repurchase right
December 1, 2023	992,639	Eligible directors and employees	50%: 13 months after grant date; 30%: 25 months after grant date; 20%: 37 months after grant date with the achievement of the Group's performance conditions	Note
December 1, 2023	1,792,242	Eligible directors and employees	50%: 13 months after grant date; 30%: 25 months after grant date; 20%: 37 months after grant date with the achievement of certain individual and the Group's performance conditions	Note

Note: If the grantees voluntarily terminate the labor relationship with the Company, the ultimate controlling shareholders of the Company has the right to repurchase the unvested shares from the grantees at original consideration plus interest at loan prime rate ("**LPR**") of similar period.

The following table summarised the movements of the Group's unvested restricted shares:

	Unvested registered capital '000	Weighted average grant date fair value per registered capital RMB
At December 31, 2024 (audited)	1,393	38.87
Granted	21	38.87
Vested	(418)	38.87
Forfeited	(21)	38.87
At June 30, 2025 (unaudited)	975	38.87
At December 31, 2025 (audited)	558	38.87
Granted	50	38.87
Vested	(279)	38.87
Forfeited	(50)	38.87
At June 30, 2026 (unaudited)	279	38.87

Included in the 2023 RS Scheme, 475,000 Restricted Shares ("**RSs**") were granted to Mr. Wu Pinfang, 10,000 RSs were granted to Mr. Shi Jian, and 250,000 RSs were granted to Mr. He Guangliang.

The total fair value of restricted shares granted under 2023 RS Scheme was RMB108,247,000 at the grant date which were determined with reference to the issue price set out in the Company's investment agreements with independent investors in January 2024. Share-based payment expenses of RMB2,788,000 were recognised during the six months ended June 30, 2026 (June 30, 2025: RMB8,978,000).

25. CAPITAL COMMITMENTS

	As at June 30, 2026 *RMB'000* **(unaudited)**	As at December 31, 2025 *RMB'000* (audited)
Capital expenditure contracted for but not provided in the consolidated financial statements:		
Property, plant and equipment	**102,291**	117,127
Investments in associates and joint ventures	**34,302**	58,158
	136,593	175,285

26. RELATED PARTY TRANSACTIONS

The Group has the following transactions and balances with the related parties:

(a) Related party transactions

Sale of products to associates

	As at June 30,	
	2026 *RMB'000* **(unaudited)**	2025 *RMB'000* (unaudited)
Jiangsu Jiahua Hydrogen Technology Co., Ltd.	**20**	88
Suzhou Changjia Hydrogen Energy Technology Co., Ltd.	**19**	27
Jiangsu Huade Hydrogen Energy Technology Co., Ltd.	**13**	–
Wuhan Jiaosheng New Energy Engineering Co., Ltd.	**2,035**	–
Guangdong Funiuniu Hydrogen Energy Technology Co., Ltd.	**52**	–
	2,139	115

Purchase of materials from other related parties

	As at June 30,	
	2026	2025
	RMB'000	*RMB'000*
	(unaudited)	(unaudited)
Hycee Pte. Ltd	**–**	1,345
Broaden Energy Hydrogen Solutions	**–**	638
Jiangsu Huade Hydrogen Energy Technology Co., Ltd.	**78**	–
	78	1,983

Loan to associates

		As at June 30,	
	Notes	**2026**	2025
		RMB'000	*RMB'000*
		(unaudited)	(unaudited)
Qilu Hydrogen Energy (Shandong) Development Co., Ltd.	*(i)*	**13,084**	4,080
Broaden Energy Hydrogen Solutions L.L.C.	*(ii)*	**3,951**	4,020
Guofuhee Brasil Ltda	*(iii)*	**681**	–
RCT GH GmbH	*(iv)*	**3,045**	–
		20,761	8,100
Less: Amount that is expected to realise after 12 months shown under non-current assets		**7,677**	4,020
Amount that is expected to realise within 12 months shown under current assets		**13,084**	4,080

Notes:

(i) The amount due from Qilu Hydrogen is non-trade related, unsecured, repayable on demand and charged at fixed interest rate of 6.5% per annum.

(ii) The amount due from Broaden Energy Hydrogen Solutions L.L.C. is non-trade related, unsecured, with a fixed term of 2 years and charged at the European Interbank Offered Rate ("**EIBOR**").

(iii) The amount due from Guofuhee Brasil is non-trade related, unsecured, with a fixed term of 2 years and charged at fixed interest rate of 2% per annum.

(iv) The amount due from RCT GH Gmbh is non-trade related, unsecured, with a fixed term of 5 years and charged at fixed interest rate of 5% per annum.

(b) Related party balances

Amounts due from associates

	As at June 30, 2026 *RMB'000* (unaudited)	As at December 31, 2025 *RMB'000* (audited)
Trade related		
Jiangsu Jiahua hydrogen Technology Co., Ltd.	**1,113**	1,144
Qilu Hydrogen Energy (Shandong) Development Co., Ltd	**48,735**	48,735
Suzhou Changjia Hydrogen Energy Technology Co., Ltd.	**440**	1,495
Huajiu New Energy (Luoyang) Co., Ltd.	**600**	700
Hycee Pte. Ltd.	**–**	2,247
Inner Mongolia Mengfa Guofu Hydrogen Energy Technology Co., Ltd.	**36,058**	36,058
Guangdong Funiuniu Hydrogen Energy Technology Co., Ltd.	**44,960**	44,991
Wuhan Jiaosheng New Energy Engineering Co., Ltd.	**1,840**	–
Subtotal	**133,746**	135,370
Non-Trade related		
Qilu Hydrogen Energy (Shandong) Development Co., Ltd.	**13,084**	13,084
Broaden Energy Hydrogen Solutions L.L.C.	**3,951**	4,071
Guofuhee Brasil Ltda	**681**	705
RCT GH GmbH	**3,045**	3,313
Subtotal	**20,761**	21,173
Less: Allowance for credit losses	**(11,606)**	(12,077)
Total	**142,901**	144,466

Amounts due to other related parties

	As at June 30, 2026 *RMB'000* (unaudited)	As at December 31, 2025 *RMB'000* (audited)
Trade related		
Jiangsu Huade Hydrogen Energy Technology Co. Ltd.	**667**	1,079

(c) Compensation of key management personnel

The remuneration of directors and other members of key management during the period was as follows:

	Six months ended June 30,	
	2026	2025
	RMB'000	*RMB'000*
	(unaudited)	(unaudited)
Salaries and other benefits	**1,098**	2,086
Retirement benefit scheme contributions	**107**	240
Share-based payments	**641**	3,098
	1,846	5,424

27. FAIR VALUE MEASUREMENT OF FINANCIAL INSTRUMENTS

Fair value measurements and valuation processes

Some of the Group's financial assets and financial liabilities are measured at fair value at the end of each reporting period. The following table gives information about how the fair values of these financial assets and financial liabilities are determined (in particular, the valuation technique(s) and inputs used), as well as the level of the fair value hierarchy into which the fair value measurements are categorised (Levels 1 to 3) based on the degree to which the inputs to the fair value measurements is observable.

- Level 1 fair value measurements are based on quoted prices (unadjusted) in active market for identical assets or liabilities;
- Level 2 fair value measurements are those derived from inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices); and
- Level 3 fair value measurements are those derived from valuation techniques that include inputs for the asset or liability that are not based on observable market data (unobservable inputs).

Fair value of the Group's financial assets that are measured at fair value on a recurring basis

Some of the Group's financial assets are measured at fair value at the end of each reporting period. The following table gives information about how the fair values of these financial assets are determined (in particular, the valuation technique(s) and inputs used).

	Fair value as at June 30, 2026 (unaudited)	Fair value as at December 31, 2025 (audited)	Fair value hierarchy	Valuation technique(s) and key inputs	Significant unobservable inputs	Relationship of unobservable inputs to fair value
Equity instruments at FVTOCI						
– Lingniu	**39,498**	39,498	Level 3	Market approach	Discounts for lack of market ability ("**DLOM**")	The higher the DLOM, the lower the fair value
– Hylium	**61,603**	61,603	Level 2	Recent transaction price	N/A	N/A
Debt instruments at FVTOCI	**12,366**	10,222	Level 2	Discounted cash flow method, estimated based on discount rate observed in the available market	N/A	N/A
Financial assets at FVTPL	**198,528**	138,022	Level 3	Discounted cash flows method, estimated based on expected return	Expected return	The higher the expected return, the higher the fair value
Financial liability at FVTPL	**–**	2,051	Level 3	Option Pricing Model	Expected volatility	The higher the volatility, the higher the fair value

There were no transfers between level 1 and level 2 during the six months ended June 30, 2026 (June 30, 2025: nil).

Fair value of financial assets and financial liabilities that are not measured at fair value.

The directors of the Company consider that the carrying amount of the Group's financial assets and financial liabilities recorded at amortised cost in the consolidated financial statements approximate to their fair values.

MANAGEMENT DISCUSSION AND ANALYSIS

Business Overview and Outlook of the Group

In the first half of 2026, with the full launch and implementation of the "15th Five-Year Plan", the hydrogen energy industry received explicit policy support. The refinement of the policy framework provided relatively clear expectations for the development of the hydrogen energy industry, which is gradually transitioning from demonstration applications to large-scale applications.

During the Reporting Period, the Company achieved phased breakthroughs in its liquid hydrogen strategy. Liquid hydrogen storage and transport and cryogenic equipment have stepped from the technology R&D stage into the commercial application stage. Equipment related to liquid hydrogen storage, transport and refueling made positive progress in market-oriented applications, China's first domestic 10-ton-per-day hydrogen liquefaction equipment possessed conditions for large-scale production, and the inter-regional liquid hydrogen transportation demonstration project progressed in an orderly manner. Meanwhile, significant results were achieved in business structure optimization; the water electrolysis hydrogen production business entered a period of substantive returns, with a revenue contribution rate approaching 60% and a significant improvement in gross profit level. Growing domestic and overseas demand for green hydrogen equipment provided incremental support for the Group's revenue.

In terms of financial performance, the Company remained in a phased loss position in the first half of 2026, but the loss structure differed substantially from that of the same period of the previous year. Net foreign exchange losses, expanded R&D investment and tax factors were the main causes for the loss for the period. The Company considers that the aforementioned impacts represent necessary costs during the period of innovation, development and transformation investment, rather than a deterioration of fundamentals. With the release of hydrogen energy policies and the gradual volume expansion of the Company's core businesses, the Company's development momentum is expected to maintain a positive trend.

Looking forward to the second half of 2026, the Group will continue to leverage its end-to-end comprehensive capabilities across the full industry chain of "production, storage, transport, refueling and application". Under the framework of the hydrogen energy comprehensive application pilot work jointly initiated by the Ministry of Industry and Information Technology, the Ministry of Finance, and the National Development and Reform Commission, and focusing on five approved city clusters including Beijing-Tianjin-Hebei and the Greater Bay Area, the Group will actively follow up on new application directions such as green hydrogen replacing traditional fossil fuels in the industrial sector, green ammonia and methanol, and hydrogen metallurgy. It will sustain the growth momentum of the water electrolysis hydrogen production business, capitalize on incremental opportunities in hydrogen-powered transportation and hydrogen refueling station infrastructure construction, and accelerate the implementation of domestic and overseas demonstration projects.

On this basis, the Company will further focus on high-value application scenarios, accelerate the industrial scale expansion of liquid hydrogen and cryogenic equipment, continuously deepen overseas localized cooperation, and promote the multi-dimensional expansion of hydrogen energy applications from the transportation sector to industrial decarbonisation, energy substitution, and international markets. At the same time, the Company will continuously increase investment in R&D and innovation to enhance product performance, optimize manufacturing costs, and improve system operational efficiency. During this critical period of industry transformation, the Company will maintain strategic determination and build momentum for medium- and long-term growth.

Financial Review

Revenue

The Group's revenue mainly consists of the sales derived from its three major product types: (i) vehicle-mounted high-pressure hydrogen supply systems and related products; (ii) equipment for hydrogen refueling stations and related products; and (iii) water electrolysis hydrogen production equipment and related products.

The following table sets forth a breakdown of the revenue by product type for the periods indicated:

	For the six months ended June 30,		**Percentage of change**
	2026	2025	
	RMB'000	*RMB'000*	
Vehicle-mounted high-pressure hydrogen supply systems and related products	**21,553**	91,295	(76.4)%
Equipment for hydrogen refueling stations and related products	**21,712**	13,993	55.2%
Water electrolysis hydrogen production equipment and related products	**60,771**	3,668	1,556.8%
Total	**104,036**	108,956	(4.5)%

For the Reporting Period, the Group's revenue amounted to approximately RMB104.0 million, as compared to approximately RMB109.0 million for the Previous Period, representing a decrease of approximately 4.5%, which was mainly attributable to a contraction in sales of vehicle-mounted high-pressure hydrogen supply systems and spare parts, partially offset by an increase in accepted hydrogen refueling station units as well as substantial growth from large-capacity water electrolysis hydrogen production equipment, which served as a new growth engine for the Group under its ongoing product mix optimization.

Cost of Sales

The Group's cost of sales consists primarily of (i) raw material costs, which mainly include the procurement costs for carbon fiber, pipes and valves, electrical instrumentation, aluminum tubes, compressors and compressor skids; (ii) direct labor costs, which mainly represent the manpower used in the production activities; and (iii) manufacturing expenses, which mainly include utility expenses, low value consumables and depreciation of manufacturing expenses relating to the plants, machinery and equipment used in connection with its production activities.

Cost of sales of the Group decreased by approximately 6.0% from RMB108.0 million for the Previous Period to approximately RMB101.6 million for the Reporting Period, primarily due to a decrease in sales costs and sales revenue for vehicle-mounted high-pressure hydrogen supply systems and related products, resulting in a significant reduction in sales volume.

Gross Profit and Gross Profit Margin

Gross profit of the Group increased by approximately 161.5% from approximately RMB0.9 million for the Previous Period to approximately RMB2.5 million for the Reporting Period. Gross profit margin increased from approximately 0.9% for the Previous Period to approximately 2.4% for the Reporting Period. The increase in gross profit was primarily due to a higher revenue contribution from products with higher gross profit margins. Despite the year-on-year drop in gross profit from the high-pressure hydrogen supply system and hydrogen refueling station segments, our large-capacity water electrolysis hydrogen production equipment delivered robust profitability, accounting for 58.4% of our total revenue. This effectively outweighed the decline in profitability of the former segments and enhanced the Group's overall gross profit margin.

Other Income

Other income of the Group decreased by approximately 65.53% from approximately RMB14.9 million for the Previous Period to approximately RMB5.1 million for the Reporting Period. Such decrease was primarily due to the decrease in government grants.

Other Gains and Losses

Other gains and losses of the Group recorded an increased loss from approximately RMB0.1 million for the Previous Period to approximately RMB22.1 million for the Reporting Period. Such increase in loss was primarily due to (i) the increase in foreign exchange losses; and (ii) the increase in loss from fair value changes.

Impairment Losses under Expected Credit Loss Model, Net of Reversal

The Group recorded net impairment losses under expected credit loss model of approximately RMB5.4 million for the Previous Period and recorded net reverse of impairment losses under expected credit loss model of approximately RMB12.2 million for the Reporting Period, primarily due to the reversal of provisions for impairment of trade receivables.

Selling Expenses

Selling expenses of the Group decreased by approximately 33.86% from approximately RMB20.1 million for the Previous Period to approximately RMB13.3 million for the Reporting Period. Such decrease was primarily due to the decrease in staff salaries and consulting service fees and share-based payments.

Research and Development Expenses

Research and development expenses of the Group increased by approximately 46.6% from approximately RMB16.8 million for the Previous Period to approximately RMB24.6 million for the Reporting Period. Such increase was primarily due to an increase in research and development materials and staff salaries for research and development staff and testing cost.

Administrative Expenses

Administrative expenses of the Group remained stable at approximately RMB61.1 million for the Previous Period and approximately RMB60.8 million for the Reporting Period.

Share of Results of Associates

Share of results of associates of the Group recorded an increased loss of approximately 31.66% from approximately RMB1.8 million for the Previous Period to approximately RMB2.3 million for the Reporting Period. Such increase in loss was primarily due to the increase in investment losses of associated companies.

Finance Costs

Finance costs of the Group decreased by approximately 3.85% from approximately RMB16.8 million for the Previous Period to approximately RMB16.2 million for the Reporting Period. Such decrease was primarily due to the decrease in interest on bank loans.

Income Tax Credit

The Group recorded an income tax credit of approximately RMB17.3 million for the Previous Period and an income tax expenses of approximately RMB3.1 million for the Reporting Period, primarily due to the changes from deferred tax.

Loss for the Reporting Period

As the result of the foregoing, the loss for the period of the Group increased by approximately 37.7% from approximately RMB89.0 million for the Previous Period to approximately RMB122.5 million for the Reporting Period.

Liquidity, Financial and Capital Resources

The Group's primary sources of liquidity consist of cash generated from operating activities, bank borrowings and proceeds from the listing of H Shares (the "**H Share(s)**") on the The Stock Exchange of Hong Kong Limited (the "**Stock Exchange**") on November 15, 2024. The Group may require additional cash for future growth and/or incur additional capital expenditures for the development of its business, including any expansion plan of its production facilities to meet increasing customer demand and to manufacture more advanced hydrogen energy equipment. If the Group's cash is insufficient to satisfy its working capital requirements, the Group may seek to issue additional equity or debt securities or obtain new or expanded credit facilities.

As of June 30, 2026, the Group had restricted bank deposits and cash and cash equivalents of approximately RMB265.5 million, representing a decrease of 44.4% compared to approximately RMB477.2 million at the beginning of the Reporting Period. As of June 30, 2026, the Group had net current assets of approximately RMB277.7 million, as compared to approximately RMB318.3 million as of December 31, 2025. The current ratio of the Group remained stable at approximately 1.2 as of June 30, 2026 and approximately 1.2 as of December 31, 2025.

Borrowings and Charges on Group Assets

As of June 30, 2026, the Group's borrowings primarily consisted of bank loans and the transfer proceeds received from sale leaseback transactions amounted to approximately RMB978.2 million and RMB17.1 million, respectively. As of June 30, 2026, the Group has secured borrowings of approximately RMB527.0 million; the range of effective interest rates per annum of the borrowings for fixed-rate borrowings and variable-rate borrowings are 3.0%-7.78% and 3.10%-5.05%, respectively. Borrowings of approximately RMB522.9 million are at fixed interest rates. As of June 30, 2026, the Group's borrowings were all denominated in RMB.

As of June 30, 2026, the Group pledged (i) the buildings and construction in progress with carrying amounts of RMB468.6 million and equipment with carrying amounts of approximately RMB32.1 million; and (ii) the leasehold lands with carrying amounts of approximately RMB122.9 million, to secure general banking facilities.

Gearing Ratio

The gearing ratio (calculated as total liabilities divided by total assets) as of June 30, 2026 was approximately 57.9% (December 31, 2025: approximately 59.2%). Such decrease was primarily due to the increase in investments in property, plant and equipment and joint ventures.

Capital Commitments

The Group's capital expenditure during the Reporting Period was mainly related to purchase of property, plant and equipment and investments in joint ventures. As of June 30, 2026, the Group had capital commitments of approximately RMB136.6 million (December 31, 2025: approximately RMB175.3 million).

Capital Expenditures

The Group's capital expenditures during the Reporting Period mainly consisted of property, plant and equipment and right-of-use assets. For the Reporting Period, the Group's capital expenditures were amounted to approximately RMB74.9 million (June 30, 2025: approximately RMB110.5 million).

Contingent Liabilities

The Group had no material contingent liabilities as of June 30, 2026 and June 30, 2025.

Foreign Exchange and Exchange Rate Risk

The Group primarily operates in the PRC and is exposed to foreign currency risk arising from fluctuations in exchange rates between Renminbi and other currencies as certain financial liabilities are denominated in foreign currency. The Group currently does not have a foreign exchange hedging policy. During the Reporting Period, the Group did not use any financial instruments for foreign exchange hedging purposes, nor did it employ any currency borrowings and other hedging instruments for hedging purposes. However, the management monitors foreign exchange exposure and will consider hedging significant foreign exchange exposure should the need arise.

SIGNIFICANT INVESTMENTS AND FUTURE PLANS FOR MATERIAL INVESTMENTS OR CAPITAL ASSETS

The Group did not hold any significant investment and events which could have material impact on its operating and financial performance for the Reporting Period. Save as disclosed in the prospectus of the Company's initial public offering dated November 7, 2024, as of June 30, 2026, the Company had no specific plans for significant investments or acquisitions of capital assets.

MATERIAL ACQUISITION AND DISPOSAL

During the Reporting Period, the Group did not have any material acquisition or disposal of subsidiaries, associates, or assets.

EMPLOYEE AND REMUNERATION POLICY

As of June 30, 2026, the Group had a total of 595 employees (June 30, 2025: 560). The total staff cost for the Reporting Period was approximately RMB56.0 million, as compared to approximately RMB59.8 million for June 30, 2025. The remuneration packages of the Group's employees are determined with reference to individual qualification, experience, performance, contribution to the Group and prevailing market rate, which include salaries, bonuses, benefits and share-based payments.

The Group has an effective training system, including orientation and continuous on-the-job training, to accelerate the learning progress and improve the knowledge and skill levels of our workforce. The orientation process covers subjects such as corporate culture and policies, work ethics and occupational safety. The periodic on-the-job training covers environmental, health and safety management systems and mandatory training required by applicable laws and regulations.

USE OF PROCEEDS FROM THE GLOBAL OFFERING

The Company issued H Shares at HK$65.0 per share and offered 6,000,000 H Shares in Hong Kong, which were listed on the Main Board of the Stock Exchange on November 15, 2024 (the “**Listing Date**”). The net proceeds (the “**Net Proceeds**”) received by the Company from the global offering of its H Shares (the “**Global Offering**”), after deducting underwriting fees and commissions and other expenses payable by the Company in connection with the Global Offering, amounted to approximately HK$339.7 million, equivalent to approximately RMB314.5 million.

As disclosed in the Company’s announcement dated May 26, 2025 and June 12, 2025 (the “**Change in Use of Proceeds Announcements**”), the Board resolved to change part of the unutilized Net Proceeds of approximately HK$78.1 million, equivalent to approximately RMB72.3 million in total, originally intended to be used for (i) establishing the production lines for water electrolysis hydrogen production equipment in Zhangjiagang Factory Phase III, (ii) establishing the production lines of Type-III cylinders in Zhangjiagang Factory Phase III and (iii) purchasing the relevant production equipment for a new production facility of Type-IV cylinders in Qingpu District, Shanghai, to collaborating on investment and cooperation of hydrogen projects in China and overseas, including but not limited to hydrogen production plants, hydrogen refueling stations, and hydrogen liquefaction plants.

As of June 30, 2026, the Net Proceeds were used as follows:

	Original use of Net Proceeds *(RMB million)*	**Revised use of Net Proceeds** *(RMB million)*	**Net Proceeds utilized as of June 30, 2026** *(RMB million)*	**Unutilized Net Proceeds under revised allocation as of June 30, 2026** *(RMB million)*	**Expected time to utilize the remaining Net Proceeds in full**(1)
Expand the production capacity for certain products	**176.5**	**176.5**	**176.4**	**–**	By the end of the year ending December 31, 2026
– Establish the production lines for water electrolysis hydrogen production equipment in Zhangjiagang Factory Phase III	70.8	47.2	47.2	–	By the end of the year ending December 31, 2026
– Establish the production lines of Type-III cylinders in Zhangjiagang Factory Phase III	52.8	31.5	31.4	–	By the end of the year ending December 31, 2026
– Purchase the relevant production equipment for a new production facility of Type-IV cylinders in Qingpu District, Shanghai	52.8	25.5	25.5	–	By the end of the year ending December 31, 2026
– Promote the construction of integrated hydrogen production and refueling stations through investment and cooperation in certain areas in China	–	N/A	N/A	N/A	N/A
– Collaborate on investment and cooperation of hydrogen projects in China and overseas, including but not limited to hydrogen production plants, hydrogen refueling stations, and hydrogen liquefaction plants	N/A	72.3	72.3	–	By the end of the year ending December 31, 2026

	Original use of Net Proceeds *(RMB million)*	Revised use of Net Proceeds *(RMB million)*	Net Proceeds utilized as of June 30, 2026 *(RMB million)*	Unutilized Net Proceeds under revised allocation as of June 30, 2026 *(RMB million)*	Expected time to utilize the remaining Net Proceeds in full[(1)]
Enhance the R&D capabilities and pursue continuous technology upgrades and product iterations	**106.6**	**106.6**	55.4	51.2	By the end of the year ending 2026
Working capital and general corporate purposes to support the Group's business operation and growth	**31.5**	**31.5**	31.5	–	N/A
Total	**314.5**	**314.5**	263.3	51.2	

Notes:

(1) The expected timeline for using the unutilized net proceeds is based on the best estimation of the present and future business market situations made by the Board, and it will be subject to changes based on the future development of market conditions.

(2) For illustration purposes, certain amounts denominated in HK dollars have been translated into RMB at an exchange rate of RMB0.93 = HK$1.

DIVIDEND

The Board has resolved not to declare any payment of interim dividend for the Reporting Period.

CORPORATE GOVERNANCE CODE

The Group is committed to maintaining high standards of corporate governance to safeguard the interests of its shareholders (the "**Shareholders**") and to enhance its corporate value and accountability. The Company has adopted the Corporate Governance Code (the "**CG Code**") as set out in Appendix C1 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "**Listing Rules**") as its own code of corporate governance.

The Company has complied with all applicable code provisions set out in Part 2 of Appendix C1 of the Listing Rules during the Reporting Period. The Company will continue to review and monitor its corporate governance practices to ensure compliance with the CG Code.

PURCHASE, SALES OR REDEMPTION OF LISTED SECURITIES OF THE COMPANY

Neither the Company nor any of its subsidiaries purchased, sold or redeemed any listed securities (including sale of treasury shares, if any) of the Company during the Reporting Period. The Company did not hold any treasury shares as of June 30, 2026.

MODEL CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS OF LISTED ISSUERS

The Company has adopted the Model Code for Securities Transactions by Directors of Listed Issuers (the "**Model Code**") as set out in Appendix C3 to the Listing Rules as its code of conduct for the trading of securities by the Directors.

Having made specific reasonable inquiries with all Directors, the Company confirmed that all Directors have complied with the provisions of the Model Code during the Reporting Period.

AUDIT COMMITTEE AND REVIEW OF INTERIM RESULTS

The audit committee of the Company (the "**Audit Committee**") has been established with written terms of reference in compliance with the Listing Rules and the CG Code. The Audit Committee currently comprises three members, Ms. Tong Sze Wan, Mr. Gu Yanjun and Dr. Zou Jiasheng, all of whom are non-executive Directors. Ms. Tong Sze Wan, being an independent non-executive Director, is the chairlady of the Audit Committee.

The Audit Committee has reviewed the Company's unaudited interim results for the Reporting Period, including the accounting principles and practices adopted by the Group. The Audit Committee is in the opinion that that the applicable accounting principles, standards and requirements have been complied with and that adequate disclosures have been made.

PUBLICATION OF UNAUDITED INTERIM RESULTS ANNOUNCEMENT AND 2026 INTERIM REPORT

This interim results announcement is published on the websites of the Stock Exchange (www.hkexnews.hk) and the Company (www.guofuhee.com), and the 2026 interim report of the Company containing all the information required by the Listing Rules will be made available to the Shareholders and published on the above websites in due course.

By Order of the Board
Jiangsu Guofu Hydrogen Energy Equipment Co., Ltd.
Wu Pinfang
Chairman of the Board and Executive Director

Jiangsu, the PRC, August 28, 2026

As at the date of this announcement, the executive Directors are Mr. Wu Pinfang and Mr. Wang Kai; the non-executive Directors are Mr. Gu Yanjun, Ms. Liu Yilin and Ms. Zhao Jing; and the independent non-executive Directors are Ms. Tong Sze Wan, Mr. Zhang Yongjun and Dr. Zou Jiasheng.