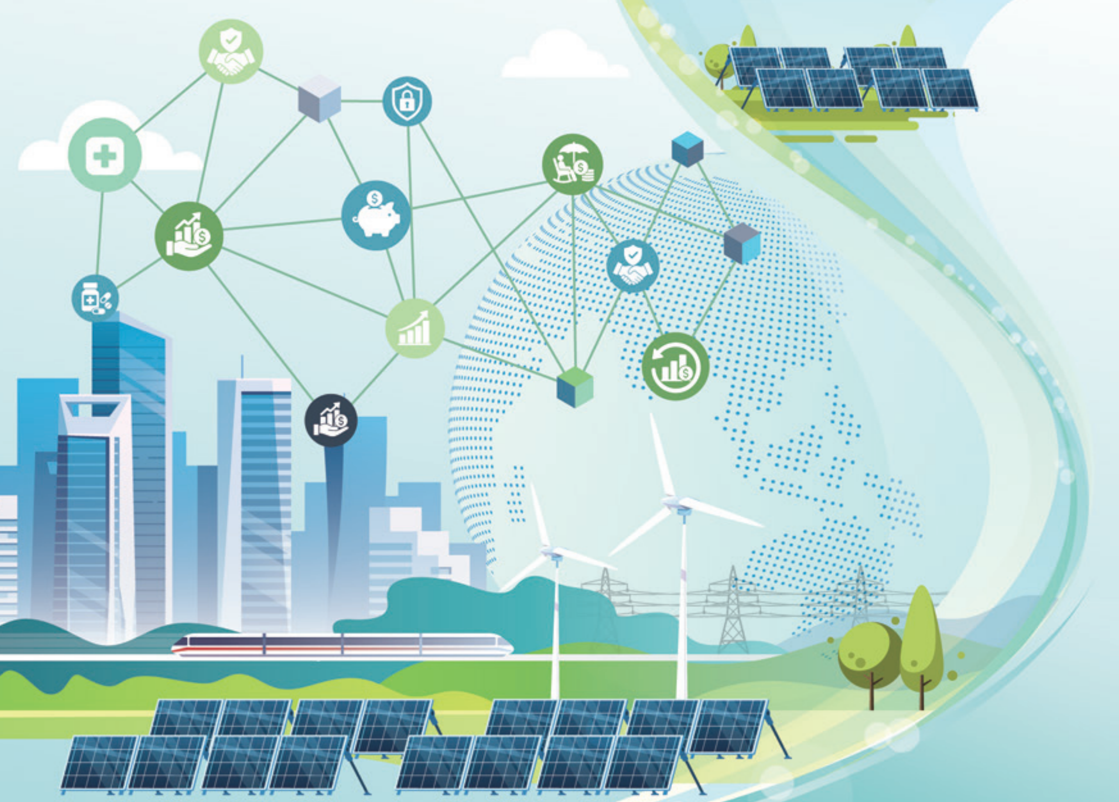
江山控股
KongSun Holdings

Kong Sun Holdings Limited
Stock Code : 295



INTERIM REPORT 2026

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CORPORATE INFORMATION

EXECUTIVE DIRECTORS

Mr. Li Guo
Ms. Liu Ying
Mr. Hua Min (Resigned on 1 April 2026)

NON-EXECUTIVE DIRECTOR

Mr. Jiang Hengwen *(Chairman)*

INDEPENDENT NON-EXECUTIVE DIRECTORS

Mr. Qin Junyi
Ms. Sun Yiwen
Mr. Tang Jian

AUDIT COMMITTEE

Ms. Sun Yiwen *(Chairman)*
Mr. Qin Junyi
Mr. Tang Jian

NOMINATION COMMITTEE

Mr. Qin Junyi *(Chairman)*
Ms. Sun Yiwen
Mr. Tang Jian

REMUNERATION COMMITTEE

Mr. Tang Jian *(Chairman)*
Mr. Qin Junyi
Ms. Sun Yiwen

REGISTERED OFFICE

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208 Johnston
206-212 Johnston Road
Wanchai
Hong Kong

CORPORATE INFORMATION *(continued)*

SHARE REGISTRAR AND TRANSFER OFFICE

Computershare Hong Kong Investor Services Limited
Shops 1712–1716
17th Floor, Hopewell Center
183 Queen's Road East
Hong Kong

COMPANY SECRETARY

Mr. Ching Kin Wai

AUTHORISED REPRESENTATIVES

Mr. Li Guo
Mr. Ching Kin Wai

AUDITOR

Suya WWC CPA Limited

STOCK CODE

295

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CHAIRMAN'S STATEMENT

Dear shareholders:

On behalf of the board (the "Board") of directors, I hereby present the results of Kong Sun Holdings Limited (the "Company") and its subsidiaries (collectively referred to as the "Group") for the six months ended 30 June 2026.

In the first half of 2026, the solar power generation industry continued to benefit from policy support from all levels of the Chinese government. The Outline of the 15th Five-Year Plan for National Economic and Social Development proposes a range of policy initiatives, including the implementation of a ten-year action plan to double the share of non-fossil energy, the development of clean energy bases, and the acceleration of ensuring that incremental electricity demand is met by additional clean energy generation. The National Development and Reform Commission, the National Energy Administration and other departments of the People's Republic of China have also successively issued a number of policy documents including "Guidelines for Accounting of Non-fossil Energy Electricity Consumption (Trial)", the "Implementation Measures for Minimum Share Targets of Renewable Energy Consumption and the Renewable Energy Electricity Consumption Responsibility Weight System", and "Notice on Matters Relating to the Orderly Promotion of Direct Green Electricity Connection for Multiple Users", to enhance the accommodation of solar power generation and promote the development of the solar power generation industry.

In the first half of 2026, the Group continued to adopt a steady and pragmatic business strategy, striving to enhance the efficiency of power stations, while continuing to develop its financial technology business such as Internet microfinance loans, and actively exploring opportunities for the development of new businesses. As at 30 June 2026, the Group held 12 grid-connected solar power plants in Shaanxi, Anhui, Inner Mongolia, Hubei, and Shanxi in China, with a total installed capacity of 300 megawatts ("MW") and a total power generation of approximately 135,420 megawatt-hours ("MWh") in the first half of 2026. In the first half of 2026, the Group recorded a revenue of approximately RMB150,876,000 and a gross profit of approximately RMB82,232,000.

In the future, the Group will continue to develop its clean energy businesses and technology-driven financial businesses, enhance the efficiency of equipment in power plants, and strengthen its expansion into new business areas, striving to improve the Group's operating results, and promoting the development of green and low-carbon energy in China, thus contributing to environmental protection.

Finally, I would like to take this opportunity to express my gratitude to our shareholders, customers and suppliers for their continuous support and trust; and to all of our Directors, management team and staff of the Group for their contribution to the Group. The Group will continue its business development with a view to maximizing overall return for its shareholders.

Jiang Hengwen
Chairman

Hong Kong, 27 August 2026

FINANCIAL HIGHLIGHTS

	Six months ended 30 June	
	2026	2025
	RMB'000	RMB'000
	(Unaudited)	(Unaudited)
Revenue	**150,876**	160,979
Gross profit	**82,232**	87,321
Loss for the period	**(46,771)**	(14,626)
Loss per share attributable to owners of the Company for the period		
– Basic (RMB cents)	**(0.32)**	(0.08)
– Diluted (RMB cents)	**(0.32)**	(0.08)

	At	At
	30 June	31 December
	2026	2025
	RMB'000	RMB'000
	(Unaudited)	(Audited)
Total non-current assets	**2,335,337**	2,244,159
Total current assets	**2,017,189**	2,061,053
Total assets	**4,352,526**	4,305,212
Total non-current liabilities	**951,845**	726,037
Total current liabilities	**1,456,487**	1,589,705
Total liabilities	**2,408,332**	2,315,742
NET ASSETS	**1,944,194**	1,989,470

MANAGEMENT DISCUSSION AND ANALYSIS

BUSINESS REVIEW

The Company is an investment holding company with its subsidiaries mainly engaged in the investment in and the operation of solar power plants and provision of financial services and asset management services.

SOLAR POWER PLANTS BUSINESS

During the six months ended 30 June 2026, the Group continued its investment in and the operation of solar power plants in the PRC. As at 30 June 2026, the Group had a total of 300 MW completed solar power plants as follows:

Completed solar power plants

PRC Province	Number of solar power plants	Capacity of solar power plants
Shaanxi	3	90 MW
Inner Mongolia	2	20 MW
Shanxi	1	20 MW
Anhui	5	140 MW
Hubei	1	30 MW
Total	**12**	**300 MW**

PROVISION OF FINANCIAL SERVICES

The revenue arising from the provision of financial services increased by approximately 5.9% from approximately RMB56,724,000 for the six months ended 30 June 2025 to approximately RMB60,071,000 for the six months ended 30 June 2026 due to more loans made to customers during the period.

MANAGEMENT DISCUSSION AND ANALYSIS

(continued)

RESULTS OF OPERATIONS

Revenue

The Group's revenue decreased by approximately 6.3% from approximately RMB160,979,000 for the six months ended 30 June 2025 to approximately RMB150,876,000 for the six months ended 30 June 2026. The decrease was mainly due to the decrease in revenue from sales of electricity during the period.

Revenue from sales of electricity

The Group's revenue from sales of electricity decreased by approximately 12.9% from approximately RMB104,255,000 for the six months ended 30 June 2025 to approximately RMB90,805,000 for the six months ended 30 June 2026. As at 30 June 2026, the Group had a total of 300 MW (31 December 2025: 290 MW) installed capacity of solar power plants. The decrease was mainly due to decrease in generated electricity by the solar power plants owned by the Group for the period. The solar power plants owned by the Group have generated electricity in an aggregate volume of approximately 135,420 MWh for the six months ended 30 June 2026, representing a decrease of approximately 12.5% as compared to approximately 154,779 MWh for the six months ended 30 June 2025.

Revenue from provision of financial services

The Group's revenue from the provision of financial services increased by approximately 5.9% from approximately RMB56,724,000 for the six months ended 30 June 2025 to approximately RMB60,071,000 for the six months ended 30 June 2026 due to more loans made to customers during the period.

Gross profit and gross profit margin

The gross profit of the Group decreased by approximately 5.8% from approximately RMB87,321,000 for the six months ended 30 June 2025 to approximately RMB82,232,000 for the six months ended 30 June 2026. The gross profit margin of the Group remained relatively stable, increased slightly from approximately 54.2% for the six months ended 30 June 2025 to approximately 54.5% for the six months ended 30 June 2026.

RESULTS OF OPERATIONS *(continued)*

Other (losses)/gains, net

The other losses, net of the Group for the six months ended 30 June 2026 was approximately RMB52,348,000, compared to other gains, net of approximately RMB10,364,000 for the six months ended 30 June 2025. The change was mainly due to the increase in compensation arising from litigation of approximately RMB57,942,000 during the period.

Administrative expenses

Administrative expenses of the Group decreased by approximately 5.8% from approximately RMB34,856,000 for the six months ended 30 June 2025 to approximately RMB32,850,000 for the six months ended 30 June 2026. The decrease was mainly attributable to the decrease in rental expense during the period.

Impairment loss on trade and other receivables, net

During the six months ended 30 June 2026, impairment loss regarding certain trade and other receivables, net amounting to approximately RMB24,694,000 (six months ended 30 June 2025: RMB22,690,000) was recorded based on the lifetime expected credit losses. For details, please refer to note 14 to the "Notes to the Condensed Consolidated Interim Financial Statements" in this interim report.

Finance costs

Finance costs of the Group decreased by approximately 24.2% from approximately RMB47,777,000 for the six months ended 30 June 2025 to approximately RMB36,231,000 for the six months ended 30 June 2026. As the Group's interest rate of borrowing decreased as compared to the corresponding period last year, the finance costs related to these borrowings also decreased.

Solar power plants

As at 30 June 2026, the Group had a net carrying value of approximately RMB1,330,422,000 (31 December 2025: RMB1,317,931,000) in completed solar power plants. As at 30 June 2026, the Group had a total of 300 MW (31 December 2025: 290 MW) installed capacity of completed solar power plants.

RESULTS OF OPERATIONS *(continued)*

Interest in associates

As at 30 June 2026, the net carrying amount of associates was approximately RMB206,201,000 (31 December 2025: RMB192,201,000).

Interest in joint ventures

As at 30 June 2026, the net carrying amount of joint ventures was approximately RMB200,000,000 (31 December 2025: RMB200,284,000).

Right-of-use assets

As at 30 June 2026, the right-of-use assets amounted to approximately RMB54,335,000 (31 December 2025: RMB68,569,000). The decrease was mainly contributed by the amortisation charged during the period.

Financial assets measured at fair value through other comprehensive income

Financial assets measured at fair value through other comprehensive income remained at RMB300,000,000 as at 31 December 2025 and 30 June 2026. The investments are held for long-term investment purpose and hence are classified as financial assets measured at fair value through other comprehensive income in the condensed consolidated statement of financial position. For details, please refer to note 13 to the "Notes to the Condensed Consolidated Interim Financial Statements" in this interim report.

Trade and other receivables

Trade and other receivables increased by approximately 2.3% from approximately RMB1,983,775,000 as at 31 December 2025 to approximately RMB2,029,891,000 as at 30 June 2026.

RESULTS OF OPERATIONS *(continued)*

Loans to an associate

As at 30 June 2026, the Group had loans to an associate of approximately RMB93,256,000 (31 December 2025: RMB131,785,000). The Group entered into loan agreements with an associate, 江山寶源國際融資租賃有限公司 on 10 February 2025 and 16 March 2026, each for a loan period of 3 years. The first loan is unsecured and interest-bearing, carrying interest rate of 8.5% per annum. The second loan is secured by certain account receivables amounting to approximately RMB151,790,000 as at 30 June 2026 and interest-bearing, carrying interest rate of 6.0% per annum.

Trade and other payables

Trade and other payables increased by approximately 7.9% from approximately RMB603,515,000 as at 31 December 2025 to approximately RMB650,996,000 as at 30 June 2026.

Lease liabilities

As at 30 June 2026, the lease liabilities amounted to approximately RMB49,144,000 (31 December 2025: RMB53,200,000).

Liquidity and capital resources

As at 30 June 2026, excluding the restricted cash of approximately RMB35,964,000 (31 December 2025: RMB19,078,000), cash and bank balances of the Group was approximately RMB80,672,000 (31 December 2025: RMB68,539,000), which included cash and bank balances of approximately RMB80,586,000 (31 December 2025: RMB68,375,000) denominated in RMB placed with banks in the PRC. The remaining balance of the Group's cash and cash equivalents consisted primarily of cash on hand and bank balances which were primarily denominated in Hong Kong dollar and placed with banks in Hong Kong.

As at 30 June 2026, the Group's net debt ratio (or gearing ratio), which was calculated by the total loans and borrowings and corporate bonds minus restricted cash and total cash and cash equivalents, over total equity, was approximately 0.82 (31 December 2025: 0.78).

RESULTS OF OPERATIONS *(continued)*

Capital expenditure

During the six months ended 30 June 2026, the Group's total expenditure in respect of property, plant and equipment and solar power plants amounted to approximately RMB40,000 (six months ended 30 June 2025: RMB71,000) and approximately RMBNil (six months ended 30 June 2025: RMBNil), respectively.

Loans and borrowings

As at 30 June 2026, the Group's total loans and borrowings was approximately RMB1,698,150,000, representing an increase of approximately 3.5% as compared to approximately RMB1,640,252,000 as at 31 December 2025. All loans and borrowings of the Group were denominated in RMB, the functional currency of the Company's major subsidiaries in the PRC. As at 30 June 2026, loans and borrowings of approximately RMB965,578,000 (31 December 2025: RMB978,117,000) and approximately RMB732,572,000 (31 December 2025: RMB662,135,000) bear fixed interest rate and floating interest rate, respectively.

As at 30 June 2026, out of the total borrowings, approximately RMB785,418,000 (31 December 2025: RMB962,114,000) was repayable within one year and approximately RMB912,732,000 (31 December 2025: RMB678,138,000) was repayable after one year. For details, please refer to note 17 to the "Notes to the Condensed Consolidated Interim Financial Statements" of this interim report.

RESULTS OF OPERATIONS *(continued)*

Corporate bonds

As at 30 June 2026, corporate bonds denominated in Hong Kong dollar with an aggregate principal amount of HK$9,000,000 (equivalent to approximately RMB7,817,000 (31 December 2025: HK$9,000,000 (equivalent to approximately RMB8,129,000)) remained outstanding with certain independent third parties. The corporate bonds bear interest rates ranging from 3% to 6% (31 December 2025: 3% to 6%) per annum, and will mature on the date immediately following 96 months (31 December 2025: 96 months) after their issuance.

During the six months ended 30 June 2026 and 2025, the Group did not issue and repay any corporate bonds.

The corporate bonds are measured at amortised cost using effective interest method by applying an effective interest rate at 10.40% (six months ended 30 June 2025: 10.40% per annum). Imputed interest of approximately HK$424,000 (equivalent to approximately RMB374,000) (six months ended 30 June 2025: HK$421,000 (equivalent to approximately RMB388,000)) (note 5 to the "Notes to the Condensed Consolidated Interim Financial Statements" of this interim report) in respect of the corporate bonds was recognised in profit or loss during the six months ended 30 June 2026.

Foreign exchange rate risk

The Group primarily operates its business in the PRC and during the six months ended 30 June 2026, the Group's revenue were primarily denominated in RMB, being the functional currency of the Group's major operating subsidiaries. Accordingly, the Directors expect that any future exchange rate fluctuation will not have any material effect on the Group's business. The Group did not use any financial instruments for hedging purposes, but will continue to monitor foreign exchange changes to best preserve the Group's cash value.

RESULTS OF OPERATIONS *(continued)*

Charge on assets

As at 30 June 2026, the Group had charged solar power plants and trade receivables with net book value of approximately RMB1,090,383,000 (31 December 2025: RMB918,142,000) and RMB930,214,000 (31 December 2025: RMB677,955,000), respectively, to secure bank loans and other loans facilities granted to the Group.

Save as disclosed above and in note 17 to the "Notes to the Condensed Consolidated Interim Financial Statements" of this interim report, as at 30 June 2026, the Group had no other charges on assets.

Contingent liabilities

A principal subsidiary of the Company, 廣州寶乾互聯網小額貸款有限公司 (Guangzhou Baoqian Internet Microfinance Limited*) ("Guangzhou Baoqian"), conducts online joint-lending and micro-lending facilitation businesses in the Chinese Mainland through cooperation with third-party funding institutions. Under the joint lending arrangements, Guangzhou Baoqian and its funding partners jointly provide loans to borrowers, with each party contributing an agreed proportion of the loan principal; and under micro-lending facilitation arrangements, Guangzhou Baoqian provides borrower sourcing, credit assessment and loan servicing services. The above arrangements contain contractual provisions requiring Guangzhou Baoqian to purchase delinquent loans assets under the contractual provisions upon the occurrence of specified trigger events. As at 30 June 2026, the above obligations are conditional upon the occurrence of borrower default or other contractual trigger events. Accordingly, the Directors consider that these arrangements represent possible obligations under HKAS 37 Provisions, Contingent Liabilities and Contingent Assets. No provision has been recognised in the condensed consolidated financial statements as the relevant trigger events had not occurred as at 30 June 2026.

RESULTS OF OPERATIONS *(continued)*

Contingent liabilities *(continued)*

The Group acquired equity interests of certain subsidiaries principally engaged in the development of solar power plant projects and the applications for the development of these solar power plant projects were actually made by their former shareholders. According to certain notices (the "Notices") issued by the State Energy Administration (國家能源局), the Notices prohibit the original applicants who have obtained the approval documents from the government authorities for the solar power plant projects from transferring the equity interests of solar power plant projects before such solar power plants were connected to the power grid. Therefore, these subsidiaries may be subject to fines or other adverse consequences imposed by the relevant PRC government authorities in the future. The relevant PRC government authorities are currently conducting nationwide inspections on matters such as compliance of equity transfer of solar power plants and full grid-connected power generation time. The Group will actively cooperate with the relevant PRC government authorities in inspections if necessary and assess the impact of the inspection results on the development of the Group's solar power plants in a timely manner.

Save as disclosed above, as at 30 June 2026, the Group had no other significant contingent liabilities.

Employees and remuneration policy

As at 30 June 2026, the Group had approximately 140 employees (31 December 2025: 133) in Hong Kong and in the PRC. Compensation for the employees includes basic wages, variable wages, bonuses and other staff benefits. For the six months ended 30 June 2026, the total employee benefit expenses (including directors' emoluments) were approximately RMB17,829,000 (six months ended 30 June 2025: RMB14,821,000). For details, please refer to note 6(A) to the "Notes to the Condensed Consolidated Interim Financial Statements" of this interim report. The remuneration policy of the Group is to provide remuneration packages, including basic salary, short-term bonuses and long-term rewards such as share options, so as to attract and retain top quality staff. The remuneration committee of the Company reviews such packages annually, or when occasion requires. The Group also puts ongoing efforts to provide adequate trainings and development resources to the employees so that they can keep abreast of the latest development of the market and the industry and, at the same time, improve their performance and self-fulfillment in their positions.

SIGNIFICANT INVESTMENTS AND MATERIAL ACQUISITION AND DISPOSAL

On 13 March 2026, 濟南天冠能源科技有限公司 (Jinan Tianguan Energy Technology Co., Ltd.*), an indirect wholly-owned subsidiary of the Company, entered into equity transfer agreements with 江山寶源國際融資租賃有限公司 (Kong Sun Baoyuan International Financial Leasing Limited*) ("Kong Sun Baoyuan"), an associate of the Group, in relation to the acquisition of the 100% interest in 烏拉特中旗天楷新能源科技有限公司 (Urad Zhongqi Tiankai New Energy Technology Co., Ltd.*) and 海興縣啟鴻新能源有限公司 (Haixing County Qihong New Energy Technology Co., Ltd.*), with a total consideration of approximately RMB2,055,000. The acquisitions were completed on 13 March 2026 and 19 March 2026, respectively.

Save as disclosed in this interim report, the Group did not have any other significant investments in an investee company with a value of 5% or more of the Company's total assets, other material acquisition or disposal during the six months ended 30 June 2026, and there was no plan authorised by the Board for other material investments or additions of capital assets up to the date of this interim report.

PROSPECT

In the first half of 2026, against the backdrop of shipping disruptions in the Strait of Hormuz, governments around the world have become more urgent in developing renewable energy. The economic attractiveness and strategic importance of solar power generation have significantly increased in the short term, accelerating its adoption on a global scale.

In China, although the growth rate in the first half of 2026 slowed down compared to 2025, the solar power generation sector continued to maintain stable development. According to the data released by the National Energy Administration, China's newly installed social power capacity was approximately 72.07 million kilowatts, with the cumulative installed capacity reaching 1.272 billion kilowatts, a year-on-year increase of 15.8%; while national solar power energy generation reached 655.5 billion kilowatts, a year-on-year increase of 11.7%.

Looking forward, the Group will advance the strategy of operating solar power generation plants, work to enhance the efficiency of power generation equipment, and keep developing green finance and inclusive finance businesses. Meanwhile, the Group will strengthen its expansion into new business areas, and strive to improve its business structure and operation performance so as to increase asset revenue and enhance shareholders' value.

DISCLOSURE OF OTHER INFORMATION

IMPAIRMENT LOSSES ON TRADE AND OTHER RECEIVABLES FOR THE YEAR ENDED 31 DECEMBER 2025

As disclosed on page 184 in the Annual Report 2025, the Company recognised (i) impairment loss on trade receivables in the amount of approximately RMB117,848,000, with a reversal of impairment loss of approximately RMB16,492,000, and (ii) impairment loss on other receivables in the amount of approximately RMB149,191,000 for the financial year ended 31 December 2025.

The breakdown of impairment losses on trade and other receivables of the Group for the two financial years ended 31 December 2024 and 2025 is set out as follows:

	2025 RMB'000	**2024** RMB'000
Impairment losses on		
– trade receivables	117,848 *(Note)*	117,180
– other receivables	149,191	170,250
	267,039	287,430
Less: reversal of impairment losses		
– trade receivables	(16,492)	(26,029)
	250,547	261,401

Note:

Among the recognition of allowance for impairment loss on trade receivables in the amount of approximately RMB117,848,000 for the year ended 31 December 2025, it consists of (i) approximately RMB81,362,000 trade receivables arisen from the disposed subsidiary, 北京潤豐元大小額貸款有限公司 (Beijing Runfeng Yuanda Microfinance Limited*) ("Beijing Runfengyuan"), and (ii) approximately RMB36,486,000 on trade receivables arisen from 廣州寶乾互聯網小額貸款有限公司(Guangzhou Baoqian Internet Microfinance Limited*) ("Guangzhou Baoqian"), an indirect non-wholly owned subsidiary of the Company, which is principally engaged in providing financial services.

IMPAIRMENT LOSSES ON TRADE AND OTHER RECEIVABLES FOR THE YEAR ENDED 31 DECEMBER 2025 *(continued)*

Reasons and circumstances leading to recognition of impairment loss for the year ended 31 December 2025

Impairment loss on trade and other receivables

In relation to the trade receivables, the original amount of outstanding balance of the trade receivables as at 31 December 2025 is approximately RMB1,460,192,000. Based on the ECL assessment conducted by the valuer of the Company, the Company has made impairment loss in the total amount of approximately RMB117,848,000 for the year ended 31 December 2025, representing approximately 8.1% of the original outstanding balance of the trade receivables as at 31 December 2025.

In relation to the other receivables, the original amount of outstanding balance of other receivables as at 31 December 2025 is approximately RMB1,069,535,000. Based on the ECL assessment conducted by the valuer of the Company, the Company has made impairment loss in the total amount of approximately RMB149,191,000 for the year ended 31 December 2025, representing approximately 13.9% of the original outstanding balance of the other receivables as at 31 December 2025.

The Company's Assessment of Impairment Provision for the Trade and other Receivables

The Company adopted the following approach in evaluation the necessity of impairment provision for the trade and other receivables for the financial year ended 31 December 2025, mainly due to differences in recoverability and the financial conditions of the debtor entities.

Recoverability based on the debtor entities: The trade and other receivables were due from entities in the Chinese Mainland. Based on the management's understanding and negotiation with these entities, the Company has assessed the risk of non-recovery and recognised an impairment provision.

IMPAIRMENT LOSSES ON TRADE AND OTHER RECEIVABLES FOR THE YEAR ENDED 31 DECEMBER 2025 *(continued)*

Impairment assessment

Types of other receivables	Classification	Notes on impairment assessment
(i) Prepaid expense	Non-financial assets	Impairment amount as a result of the failure to recover the paid consideration from a seller after non-completion of the transfer of 45% equity interests of a company in the People's Republic of China (the "PRC") during the year ended 31 December 2025.
(ii) Value-added-tax receivables	Non-financial assets	Amount represents value-added-tax paid in which will be used to offset certain value-added-tax payables in the near future, no impairment was made.
(iii) Consideration receivables in respect of disposal of subsidiaries	Financial assets	Consideration amounts receivables that were supposed to be received from the relevant purchasers in respect of the disposals of 19 subsidiaries during the period from the year 2021 to the year 2023. The impairment loss as at 31 December 2025 was approximately RMB250,526,000. The impaired amount for the year ended 31 December 2025 was approximately RMB60,840,000.
(iv) Amounts due from disposed subsidiaries	Financial assets	Aggregate amounts due from 18 disposed subsidiaries which were disposed from the year 2020 to the year 2025. The impairment loss as at 31 December 2025 was approximately RMB161,313,000. The impaired amount for the year ended 31 December 2025 was RMB36,886,000.

IMPAIRMENT LOSSES ON TRADE AND OTHER RECEIVABLES FOR THE YEAR ENDED 31 DECEMBER 2025 *(continued)*

Impairment assessment *(continued)*

Types of other receivables	Classification	Notes on impairment assessment
		The Board noted that such outstanding receivables were mainly historical funding for the operations of such disposed subsidiaries. The relevant subsidiaries were in financial distress with limited repayment capability and that the recoverability of such amounts was uncertain. The Board further considered that retaining the subsidiaries would likely require continued funding without clear recovery prospects, whereas the disposals allow the Group to cease further financial exposure and contain potential losses. Accordingly, the Board considered the disposals to be fair and reasonable and in the interests of the Company and its shareholders as a whole.
(v) Security deposits	Financial assets	Deposits held by independent leasing companies, which can be used to offset against outstanding borrowings owed to the relevant leasing companies.
(vi) Amounts due from independent third parties	Financial assets	Amounts due from independent third parties, in which amounts were paid to them in previous years. The impairment loss as at 31 December 2025 was approximately RMB39,227,000.

Other than the impairment set out above, there was no indication for possible impairment as at 31 December 2025 and no other impairment was recorded during the year ended 31 December 2025.

The Company engaged an Independent Valuer (the "Valuer"), which is registered in Hong Kong with international experience on valuation and advisory services, risk management, environment and social and governance.

IMPAIRMENT LOSSES ON TRADE AND OTHER RECEIVABLES FOR THE YEAR ENDED 31 DECEMBER 2025 *(continued)*

Methods adopted by the Valuer to assess the ECL and the reasons for using that method

The Valuer was engaged to assess the Expected Credit Loss (ECL) for trade and other receivables, in accordance with the principles outlined under HKFRS 9 – *Financial Instruments*. This standard mandates the use of the ECL model, which is forward-looking and incorporates both historical and prospective information to estimate potential losses.

The ECL methodology employed by the Valuer involves one of the following methods, depending on the nature and credit profile of the trade and other receivables:

i) Method I: it is applied to tariff adjustment receivables. Tariff adjustment receivables relate to PRC government subsidies for solar power plants, to be received from state-grid companies under electricity sale and purchase agreements and prevailing national policies. The ECL of tariff adjustment receivables from PRC government are assumed to be minimal.

ii) Method II: it is applied to trade and other receivables other than tariff adjustment receivables. the ECL of trade and other receivables other than tariff adjustment receivables is measured by using 12 month ECL or lifetime ECL models, through the calculation of probabilities of default and losses given default. The credit loss rates are calculated by multiplying the probabilities of default and losses given default. The credit loss rates are then adjusted to forward-looking information to give the expected credit loss rates.

The Company and the Valuer evaluated the probabilities of default and losses in the event of default by taking into account the following factors: (i) the ageing of the amount due; and (ii) the credit rating as published by a reputable rating agency. The major parameters used in the assessment is detailed below.

IMPAIRMENT LOSSES ON TRADE AND OTHER RECEIVABLES FOR THE YEAR ENDED 31 DECEMBER 2025 *(continued)*

Major parameters used in the model

Under method II, three scenarios are used for the calculation of ECL of trade and other receivables other than tariff adjustment receivables of the Group, which are base case, bull case and bear case. The base case is the scenario when credit rating of debtor will be unchanged or the probability of default will be unchanged. The bull case is the scenario when credit rating of debtor will be uplifted or the probability of default will be adjusted downwards. The bear case is the scenario when credit rating of debtor will be downgraded or the probability of default will be adjusted upwards.

The probabilities assigned to the base case, bull case and bear case are 80%, 10% and 10% respectively. The management of estimates these probabilities with reference to (1) recent development of the economy and industry; (2) market estimates regarding the future development economy and industry over the assessment period of ECL; (3) the effects of economy and industry changes on the underlying financial assets; and (4) the experience of management in the industry.

Major parameters used for the calculation of ECL of trade and other receivables other than tariff adjustment receivables of the Group are summarised as follows:

Items	Weighted Average Probability of Default	Weighted Average Recovery Rate	Weighted Average Expected Credit Loss Rate
Trade receivables:			
Loan receivables of Guangzhou Baoqian	12.8%-100%	0%-37.9%	8.3%-100%
Loan receivables of Beijing Runfengyuan	4.1%-100%	0%-37.9%	2.6%-100%
Other receivables:			
Consideration receivables in respect of disposal of subsidiaries	53.8%	21.5%	42.4%
Amounts due from disposed subsidiaries	12.8%-100%	0%-37.9%	8.3%-100%
Amounts due from independent third parties	12.8%-100%	0%-37.9%	8.3%-100%

IMPAIRMENT LOSSES ON TRADE AND OTHER RECEIVABLES FOR THE YEAR ENDED 31 DECEMBER 2025 *(continued)*

Action Plan in relation to the Trade and other Receivables

As disclosed in the Annual Report 2025, in respect of the trade and other receivables, the Company believed that adequate expected credit loss had been made. With an aim to recover outstanding balances of trade and other receivables, the Company has nevertheless formulated certain action plans.

1. **Follow up on payment status**: The Company has been following up with the long-overdue trade and other receivables, and a payment reminder or demand letter from lawyers may be issued, depending on the specific circumstances.

2. **To enter into mediation with customers with long outstanding trade and other receivables, and where warranted, commence legal actions to recover the long outstanding trade and other receivables**: In respect of the trade and other receivables that have been overdue for over one year and subject to the specific circumstances of the customers, the Company has engaged legal advisors to assess the chance of successfully bringing legal actions and recover the long outstanding receivables. Where after negotiation with customers, it becomes apparent that customers would not settle the long outstanding trade and other receivables within a reasonable time frame, and where no settlement plan can be provided, the Company will commence legal proceedings.

3. **Demand for agreed settlement proposal with security over assets**: The Group will demand its customers with long outstanding trade and other receivables to come up with a settlement proposal for long outstanding payables, and an undertaking for a period of no shorter than three years that such customers will settle all outstanding trade and other payables in stages, and will seek the advice of its financial and legal advisors, on the adoption and approval of the settlement proposal. Depending on the negotiation process and the amount that is due, the Company may also require security over assets to be given by to back up the agreed settlement proposal, subject to other accounting, tax, legal and Listing Rules compliance considerations.

4. **Alternative settlement**: In the event that the above measures cannot be implemented effectively to collect the outstanding amount due, the Company will negotiate with customers with long outstanding trade receivables on new payment collection schedule and alternative settlement proposals to resolve the amounts due; and where needed, consult legal advisors and take necessary legal actions such as filing a claim, seeking an asset preservation order, applying for enforcement and/or bankruptcy/winding-up petitions.

SHARE SCHEME

Pursuant to a resolution of the shareholders of the Company passed on 12 December 2025, the Company has adopted a share scheme (the "Share Scheme").

Unless otherwise stated, capitalised terms used in this following section shall have the same meanings as those defined in the circular of the Company dated 24 November 2025.

1. Purpose of the Share Scheme

The purpose of the Share Scheme is to acknowledge the contribution to the Group of, and provide incentive to, the Eligible Participants in order to promote the development and success of the business of the Group. The Share Scheme will give the Eligible Participants an opportunity to have a personal stake in the Company and will help motivate the Eligible Participants in optimising their performance and efficiency and attract and retain the Eligible Participants whose contributions are important to the long term growth of the Group.

2. Eligibility

The Eligible Participants are the Employee Participants.

In determining the basis of eligibility for Employee Participants, the factors in assessing whether any person is eligible to participate in the Share Scheme include: (1) the performance of the Employee Participant; (2) the skill, knowledge, experience, expertise and other personal qualities of the Employee Participant, (3) time commitment, responsibilities or employment conditions of the Employee Participant according to the prevailing market practice and industry standard; (4) the length of employment with the Group; and (5) the contribution or potential contribution of the Employee Participant to the development and growth of the Group.

SHARE SCHEME *(continued)*

3. Total number of shares available

The total number of Shares which may be issued (including any transfer of treasury shares of the Company) in respect of all Awards which may be granted under the Share Scheme is set out in the paragraph headed "7. SCHEME LIMIT AND ADDITIONAL APPROVALS" in the Appendix to the circular dated 24 November 2025 made by the Company (the "Circular").

The total number of Shares which may be issued upon exercise of all Awards to be granted under the Share Scheme together with all options and awards which may be granted under any other schemes for the time being of the Company would be 1,496,444,251 Shares, representing approximately 10% of the issued share capital of the Company (excluding treasury shares) on the date of approval of the Share Scheme (the "Scheme Mandate Limit") and representing approximately 10% of the issued share capital of the Company (excluding treasury shares) as at the date of this report. As at the date of this report, the total number of Shares available for issue under the Share Scheme was 1,496,444,251 Shares.

Pursuant to Rule 17.07(2) of the Listing Rules, the number of options and awards available for grant under the Scheme Mandate Limit as at 1 January 2025 was nil (as the Share Scheme had not yet been adopted), and as at 31 December 2025 was 1,496,444,251.

SHARE SCHEME *(continued)*

4. Maximum entitlement of each Eligible Participant

Where any grant of an Award to an Eligible Participant would result in the Shares issued and to be issued (including any transfer of treasury shares of the Company) in respect of all options and awards granted to such Eligible Participant (excluding any options and awards lapsed in accordance with the terms of the relevant schemes) in the twelve (12)–month period up to and including the date of such grant representing in aggregate exceeding 1% of the Shares in issue (excluding treasury shares), such grant must be separately approved by the Shareholders in a general meeting of the Company with such Eligible Participant and the person's close associates (or associates if the Eligible Participant is a connected person) abstaining from voting.

The Company must send a circular to the Shareholders and the circular must disclose the identity of the Eligible Participant, the number and terms of the Awards to be granted (and Awards previously granted to such Eligible Participant during the twelve (12)-month period), the purpose of granting the Awards to the Eligible Participant, an explanation as to how the terms of the Awards serve such purpose and such information as may be required by the Stock Exchange from time to time. The number and terms (including the Exercise Price or Issue Price) of the Award to be granted to such Eligible Participant must be fixed before the Shareholders' approval. For the grant of Share Options, the date of the meeting of the Board for proposing such grant should be taken as the date of grant for the purpose of calculating the Exercise Price.

5. Period within which the option may be exercised

The period to be determined and notified by the Company to the grantee thereof at the time of making an offer provided that such period shall not go beyond the day immediately prior to the tenth (10th) anniversary of the date of grant with respect of the relevant Award.

SHARE SCHEME *(continued)*

6. Vesting period

Save for the circumstances prescribed below, an Award must be held by the grantee for a period that is not shorter than the Minimum Period before the Award can be exercised. The Board may at its absolute discretion grant Awards to Employee Participants only with a vesting period shorter than the Minimum Period in the following specific circumstances:

(1) grants of "make-whole" Awards to new joiners to replace the award shares they forfeited when leaving the previous employers;

(2) grants to an Employee Participant whose employment is terminated due to death or disability or occurrence of any out of control event;

(3) grants that are made in batches during a year for administrative and compliance reasons (such as to save administrative time and compliance costs, to coincide with the regular or scheduled meetings of the Board and/or the Remuneration Committee, etc.), which include Awards that should have been granted earlier if not for such administrative or compliance reasons but had to wait for subsequent batch;

(4) grants of Awards with a mixed or accelerated vesting schedule such as where the Awards may vest evenly over a period of twelve (12) months; or

(5) grants with performance-based vesting conditions in lieu of time-based vesting criteria;

each of which are considered appropriate to provide flexibility to grant Awards (a) as part of competitive terms and conditions to induce valuable talent to join the Group (sub-paragraphs (1) and (4)); (b) reward past contribution which may otherwise be neglected due to administrative or technical reasons (sub-paragraphs (2) and (3)); (c) reward exceptional performers with accelerated vesting (sub-paragraph (4)); (d) to motivate exceptional performers based on performance metrics rather than time (subparagraph (5)); and (e) in exceptional circumstances where justified (sub-paragraphs (1) to (5)), which is consistent with the purpose of the Share Scheme.

SHARE SCHEME *(continued)*

7. Consideration

An offer shall be deemed to have been accepted by an Eligible Participant concerned in respect of all the Award Shares which are offered to such Eligible Participant when the duplicate letter comprising acceptance of the offer duly signed by the Eligible Participant, together with a payment in favour of the Company of HK$1.00 or such other amount (if any) as may be determined by the Board as consideration for the grant thereof, is received by the Company.

8. Basis for determining the Exercise Price and Issue Price and exercise of Awards

(1) The Exercise Price (in respect of Share Options) shall, subject to any adjustment made pursuant to the terms of the Share Scheme, be determined by the Board at its absolute discretion, provided that it shall be not less than the highest of: (a) the closing price of the Shares as shown in the daily quotations sheet of the Stock Exchange on the date of grant, which must be a business day; and (b) the average of the closing prices of the Shares as shown in the daily quotations sheets of the Stock Exchange for the five (5) consecutive days on which the Shares are traded on the Stock Exchange immediately preceding the date of grant.

(2) The Issue Price (in respect of Share Awards) shall be such price determined by the Board in its absolute discretion and notified to the grantee in the offer letter. For the avoidance of doubt, the Board may determine the Issue Price to be nil.

SHARE SCHEME *(continued)*

9. Scheme Mandate Limit

The Share Scheme was adopted on 12 December 2025.

The total number of Shares which may be issued (including any transfer of treasury shares of the Company) in respect of all Awards which may be granted at any time under the Share Scheme together with options and awards which may be granted under any other schemes of the Company shall not exceed the Scheme Mandate Limit, that is 1,496,444,251 Shares. Awards lapsed in accordance with the terms of the Share Scheme (and other schemes of the Company) will not be regarded as utilised for the purpose of calculating the Scheme Mandate Limit. As at 30 June 2026, the number of options and awards available for grant under the Scheme Mandate Limit remained subject to the aforesaid 10% limit (1,496,444,251 Shares), after taking into account any grants made during the period. The Share Scheme does not provide for a service provider sublimit.

10. Remaining life of the Scheme

The Share Scheme shall be valid and effective for a period of ten (10) years commencing from the Adoption Date (i.e. 12 December 2025), being the date on which the Share Scheme is approved by the Shareholders.

As at 30 June 2026, no share award or share option was granted under the Share Scheme since its adoption. As at the date of this interim report, no share award or share option was to be granted under the Share Scheme. There was no service provider sublimit at the beginning and end of the six months period ended 30 June 2026.

As at 30 June 2026, no grant was required review by Remuneration Committee.

DIRECTORS' RIGHTS TO PURCHASE SHARES OR DEBENTURES

At no time during the period under review were rights to acquire benefits by means of the acquisition of shares in or debentures of the Company granted to any Director or their respective spouse or minor children, or were any such rights exercised by them; or was the Company, its holding company, or any of its subsidiaries or fellow subsidiaries a party to any arrangement to enable the Directors to acquire such rights in any other body corporate.

INTERESTS AND SHORT POSITIONS OF THE DIRECTORS AND CHIEF EXECUTIVE OF THE COMPANY IN THE SHARES, UNDERLYING SHARES AND DEBENTURES

Interests in underlying shares of the Company

As at 30 June 2026, none of the Directors and chief executive of the Company, or their respective associates, had any interests or short positions in the shares, underlying shares or debentures of the Company or its any associated corporations (within the meaning of Part XV of the Securities and Futures Ordinance (Chapter 571 of the laws of Hong Kong) (the "SFO") recorded in the register required to be kept under section 352 of the SFO or required to be notified to the Company or the Stock Exchange of Hong Kong Limited (the "Stock Exchange") under the Model Code for Securities Transactions by Directors of the Company (the "Model Code") as set out in Appendix C3 to the Rules Governing the Listing of Securities (the "Listing Rules") on the Stock Exchange.

SUBSTANTIAL SHAREHOLDERS

So far as is known to any Director, as at 30 June 2026, the following persons, other than a Director or chief executive of the Company, had or deemed or taken to have an interest or short position in the shares or underlying shares of the Company which would fall to be disclosed to the Company under the provisions of Divisions 2 and 3 of Part XV of the SFO, or which were recorded in the register required to be kept by the Company under Section 336 of the SFO:

Name	Nature of interest	Number of Shares or underlying Shares held[(2)]	Percentage of shareholding[(1)]
Xiang Jun	Beneficial owner	756,831,000 (L)	5.06%

SUBSTANTIAL SHAREHOLDERS *(continued)*

Notes:

(1) The percentage represents the number of ordinary Shares interested divided by the number of the issued Shares as at 30 June 2026, being 14,964,442,519 Shares.

(2) The letter "L" denotes the person's long position in such securities.

Save as disclosed above, as at 30 June 2026, the Company had not been notified by any person, other than a Director or chief executive of the Company, who had interests or short positions in the shares or underlying shares of the Company which would fall to be disclosed to the Company under the provisions of Divisions 2 and 3 of Part XV of the SFO, or which were recorded in the register required to be kept by the Company under section 336 of the SFO.

COMPLIANCE WITH CORPORATE GOVERNANCE CODE

The Company is committed to the establishment of good corporate governance practices and procedures with a view to enhancing investors' confidence to the Company and the Company's accountability. The Company has adopted the Corporate Governance Code (the "CG Code") contained in Appendix C1 to the Listing Rules for its corporate governance practices during the period under review. In the opinion of the Board, the Company has complied with the applicable code provisions as set out in the CG Code throughout the six months ended 30 June 2026.

INTERIM DIVIDEND

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

EVENTS AFTER REPORTING DATE

There are no important events affecting the Group which have occurred after 30 June 2026 and up to the date of this interim report.

COMPLIANCE WITH MODEL CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS

The Company has adopted the Model Code as the code for dealing in securities of the Company by the Directors. The Company confirms that, having made specific enquiries with all the Directors, all the Directors have complied with the required standard of the Model Code during the six months ended 30 June 2026.

PURCHASE, SALE OR REDEMPTION OF LISTED SECURITIES OF THE COMPANY

During the six months ended 30 June 2026, neither the Company nor any of its subsidiaries has purchased, sold or redeemed any of the Company's listed securities. During the six months ended 30 June 2026 and as at the date of this interim report, the Company did not have any treasury shares (as defined in the Listing Rules).

CHANGES OF INFORMATION OF DIRECTORS

There is no information relating to the Directors which is required to be disclosed pursuant to Rules 13.51(2) and 13.51B(1) of Listing Rules.

AUDIT COMMITTEE

The Audit Committee has reviewed, with no disagreement, the Group's unaudited condensed consolidated financial statements for the six months ended 30 June 2026 and has also reviewed and confirmed the accounting principles and practices adopted by the Group and discussed the auditing, internal control and financial reporting matters.

By order of the Board
Kong Sun Holdings Limited
Jiang Hengwen
Chairman

27 August 2026, Hong Kong

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS

For the six months ended 30 June 2026
(Expressed in Renminbi unless otherwise stated)

		Six months ended 30 June	
	Notes	**2026** **RMB'000** **(Unaudited)**	2025 RMB'000 (Unaudited)
Revenue	*3*	**150,876**	160,979
Cost of sales		**(68,644)**	(73,658)
Gross profit		**82,232**	87,321
Other (losses)/gains, net	*4*	**(52,348)**	10,364
Administrative expenses		**(32,850)**	(34,856)
Impairment losses on trade and other receivables, net	*14*	**(24,694)**	(22,690)
Finance costs	*5*	**(36,231)**	(47,777)
Share of losses of joint ventures	*12*	**(9)**	(257)
Share of profits/(losses) of associates	*11*	**19,128**	(3,287)
Loss before income tax	*6*	**(44,772)**	(11,182)
Income tax expense	*7*	**(1,999)**	(3,444)
Loss for the period		**(46,771)**	(14,626)
Loss for the period attributable to:			
Owners of the Company		**(48,439)**	(11,874)
Non-controlling interests		**1,668**	(2,752)
		(46,771)	(14,626)
Loss per share attributable to owners of the Company for the period	*8*		
Basic and diluted (RMB cents)		**(0.32)**	(0.08)

The notes on pages 40 to 64 form part of this interim report.

CONDENSED CONSOLIDATED STATEMENT OF OTHER COMPREHENSIVE INCOME

For the six months ended 30 June 2026
(Expressed in Renminbi unless otherwise stated)

	Notes	Six months ended 30 June 2026 RMB'000 (Unaudited)	2025 RMB'000 (Unaudited)
Loss for the period		**(48,439)**	(11,874)
Other comprehensive income, net of tax			
Item that will not be reclassified to profit or loss:			
Fair value changes in financial assets measured at fair value through other comprehensive income, net	*13*	**–**	17,398
Item that may be reclassified subsequently to profit or loss:			
Exchange differences on translation of financial statements of foreign operations		**1,495**	43,024
Other comprehensive income for the period, net of tax		**1,495**	60,422
Total comprehensive income for the period		**(46,944)**	48,548
Total comprehensive income attributable to:			
Owners of the Company		**(48,612)**	51,300
Non-controlling interests		**1,668**	(2,752)
		(46,944)	48,548

The notes on pages 40 to 64 form part of this interim report.

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 June 2026
(Expressed in Renminbi unless otherwise stated)

	Notes	At 30 June 2026 RMB'000 (Unaudited)	At 31 December 2025 RMB'000 (Audited)
ASSETS AND LIABILITIES			
Non-current assets			
Property, plant and equipment		**16,561**	16,824
Solar power plants	*10*	**1,330,422**	1,317,931
Right-of-use assets		**54,335**	68,569
Interests in associates	*11*	**206,201**	192,201
Interest in joint ventures	*12*	**200,000**	200,284
Financial assets measured at fair value through other comprehensive income	*13*	**300,000**	300,000
Intangible assets		**4,024**	4,593
Trade and other receivables	*14*	**131,289**	131,657
Deferred tax assets		**1,200**	1,200
Loan to an associate	*23(a)*	**91,305**	10,900
		2,335,337	2,244,159
Current assets			
Trade and other receivables	*14*	**1,898,602**	1,852,118
Loan to an associate	*23(a)*	**1,951**	120,885
Loans to a joint venture	*23(b)*	**–**	433
Restricted cash	*15*	**35,964**	19,078
Cash and cash equivalents	*15*	**80,672**	68,539
Total current assets		**2,017,189**	2,061,053

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION *(continued)*

As at 30 June 2026

(Expressed in Renminbi unless otherwise stated)

	Notes	At 30 June 2026 RMB'000 (Unaudited)	At 31 December 2025 RMB'000 (Audited)
Current liabilities			
Trade and other payables	*16*	**650,996**	603,515
Lease liabilities		**10,031**	5,301
Loans and borrowings	*17*	**785,418**	962,114
Corporate bonds	*18*	**7,817**	8,129
Tax payable		**2,225**	10,646
		1,456,487	1,589,705
Net current assets		**560,702**	471,348
Total assets less current liabilities		**2,896,039**	2,715,507
Non-current liabilities			
Lease liabilities		**39,113**	47,899
Loans and borrowings	*17*	**912,732**	678,138
		951,845	726,037
NET ASSETS		**1,944,194**	1,989,470
CAPITAL AND RESERVES			
Share capital	*19*	**6,486,588**	6,486,588
Reserves		**(4,584,989)**	(4,538,045)
Equity attributable to owners of the Company		**1,901,599**	1,948,543
Non-controlling interests		**42,595**	40,927
TOTAL EQUITY		**1,944,194**	1,989,470

The notes on pages 40 to 64 form part of this interim report.

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the six months ended 30 June 2026
(Expressed in Renminbi unless otherwise stated)

		Equity attributable to the owners of the Company							
	Note	Share capital RMB'000 (Unaudited)	PRC statutory reserve RMB'000 (Unaudited)	Exchange reserve RMB'000 (Unaudited)	Fair value through other comprehensive income reserve RMB'000 (Unaudited)	Accumulated losses RMB'000 (Unaudited)	Total RMB'000 (Unaudited)	Non-controlling interests RMB'000 (Unaudited)	Total equity RMB'000 (Unaudited)
Balance at 1 January 2025		6,486,588	94,702	(51,399)	(882,194)	(3,372,075)	2,275,622	61,967	2,337,589
Loss for the period		–	–	–	–	(11,874)	(11,874)	(2,752)	(14,626)
Other comprehensive income, net of tax		–	–	43,024	17,398	–	60,422	–	60,422
Total comprehensive income, net of tax		–	–	43,024	17,398	(11,874)	48,548	(2,752)	45,796
Appropriation to PRC statutory reserves		–	5,360	–	–	(5,360)	–	–	–
Disposal of financial assets measured at fair value through other comprehensive income		–	–	–	48,779	(48,779)	–	–	–
Dividend paid to non-controlling interest		–	–	–	–	–	–	(3,296)	(3,296)
Balance at 30 June 2025		6,486,588	100,062	(8,375)	(816,017)	(3,438,088)	2,324,170	55,919	2,380,089
Balance at 1 January 2026		**6,486,588**	**99,762**	**(51,050)**	**(950,472)**	**(3,636,285)**	**1,948,543**	**40,927**	**1,989,470**
Loss for the period		**-**	**-**	**-**	**-**	**(48,439)**	**(48,439)**	**1,668**	**(46,771)**
Other comprehensive income, net of tax		**-**	**-**	**1,495**	**-**	**-**	**1,495**	**-**	**1,495**
Total comprehensive income, net of tax		**-**	**-**	**1,495**	**-**	**(48,439)**	**(46,944)**	**1,668**	**(45,276)**
Appropriation to PRC statutory reserves		**-**	**3,216**	**-**	**-**	**(3,216)**	**-**	**-**	**-**
Acquisition of subsidiaries			**637**			**(637)**			
Balance at 30 June 2026		**6,486,588**	**103,615**	**(49,555)**	**(950,472)**	**(3,688,577)**	**1,901,599**	**42,595**	**1,944,194**

The notes on pages 40 to 64 form part of this interim report.

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For the six months ended 30 June 2026
(Expressed in Renminbi unless otherwise stated)

	Notes	Six months ended 30 June	
		2026	2025
		RMB'000	RMB'000
		(Unaudited)	(Unaudited)
Cash flows (used in)/from operating activities			
Net cash generated from operations		**2,963**	36,588
Tax paid		**(10,337)**	(11,077)
Net cash generated (used in)/from operating activities		**(7,374)**	25,511
Cash flows from investing activities			
Payment for purchase of property, plant and equipment		**(1,103)**	(5,370)
Receipt for acquisition of subsidiaries, net of cash acquired		**5,683**	–
Decrease/(increase) in loan to an associate		**42,800**	(10,800)
Proceed from disposal of financial asset measured at fair value through other comprehensive income		**–**	142,396
Other cash flows from investing activities		**4,453**	1,815
Net cash generated from investing activities		**51,833**	128,041

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS *(continued)*

For the six months ended 30 June 2026
(Expressed in Renminbi unless otherwise stated)

	Six months ended 30 June	
	2026	2025
	RMB'000	RMB'000
	(Unaudited)	(Unaudited)
Cash flow from financing activities		
Proceeds from new loans and borrowings	**37,000**	–
Repayment of loans and borrowings	**(31,503)**	(132,074)
Payment of lease liabilities	**(968)**	(9,386)
Interest paid	**(19,995)**	(25,051)
Net cash used in financing activities	**(15,466)**	(166,511)
Net increase/(decrease) in cash and cash equivalents	**28,993**	(12,959)
Cash and cash equivalents at 1 January	**87,617**	94,961
Effect of foreign exchange rate changes	**26**	1,024
Cash and cash equivalents at 30 June	**116,636**	83,026
Cash and cash equivalents as at 1 January, represented by:		
Bank balances and cash	**68,539**	76,705
Restricted cash	**19,078**	18,256
	87,617	94,961
Cash and cash equivalents as at 30 June, represented by:		
Bank balances and cash	**80,672**	53,059
Restricted cash	**35,964**	29,967
	116,636	83,026

The notes on pages 40 to 64 form part of this interim report.

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

For the six months ended 30 June 2026

1. BASIS OF PREPARATION

The condensed consolidated interim financial information has been prepared in accordance with the applicable disclosure provisions of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "Stock Exchange"), and with Hong Kong Accounting Standard ("HKAS") 34, "Interim Financial Reporting", issued by the Hong Kong Institute of Certified Public Accountants (the "HKICPA"). It was authorised for issue on 27 August 2026.

The financial information relating to the financial year ended 31 December 2025 that is included in the condensed consolidated interim financial information as comparative information does not constitute the Company's statutory annual consolidated financial statements for that financial year but is derived from those financial statements. Further information relating to these statutory financial statements disclosed in accordance with section 436 of the Companies Ordinance (Cap. 622) of the Laws of Hong Kong (the "Companies Ordinance") is as follows:

The Company has delivered the financial statements for the year ended 31 December 2025 to the Registrar of Companies in accordance with section 662(3) of, and Part 3 of Schedule 6, to the Companies Ordinance.

These unaudited condensed consolidated interim financial statements should be read in conjunction with the annual financial statements for the year ended 31 December 2025 which have been prepared in accordance with Hong Kong Financial Reporting Standards ("HKFRSs").

The preparation of interim financial information in conformity with HKAS 34 requires management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses on a year to date basis. Actual results may differ from these estimates.

The unaudited interim financial information contains the condensed consolidated financial statements and selected explanatory notes. The notes include an explanation of events and transactions that are significant to an understanding of the changes in financial position and performance of the Group since the 2025 annual financial statements. The condensed consolidated interim financial statements and notes thereon do not include all of the information required for full set of financial statements prepared in accordance with HKFRSs.

1. BASIS OF PREPARATION *(continued)*

These condensed consolidated interim financial information are unaudited and have not been reviewed by the auditors, but have been reviewed by the audit committee of the Company ("Audit Committee") and approved and authorised for issue by the Board on 27 August 2026.

2. SIGNIFICANT ACCOUNTING POLICIES

The unaudited condensed consolidated interim financial statements have been prepared on the historical cost convention except for certain financial assets measured at fair value through other comprehensive income which are stated at fair values.

The accounting policies used in the preparation of these unaudited condensed consolidated financial statements are consistent with those used in the financial statements contained in the 2025 annual report except for the adoption of the new standards, amendments or interpretations issued by the HKICPA which are mandatory for the annual periods beginning on or after 1 January 2026.

For the six months ended 30 June 2026, the Group has applied the following new and amendments to HKFRS issued by the HKICPA which were effective for the annual periods beginning on or after 1 January 2026:

HKFRS 9 and HKFRS 7 (Amendments)	Classification and Measurement of Financial Instruments
HKFRS 1, HKFRS 7, HKFRS 9, HKFRS 10 and HKAS 7	Annual Improvement to HKFRS Accounting Standards – Volume 11
HKFRS 9 and HKFRS 7 (Amendments)	Contracts Referencing Nature-dependent Electricity
HKFRS 7, HKFRS 18, HKAS 1, HKAS 8, HKAS 36 and HKAS 37 (Amendments)	Disclosure about Uncertainties in the Financial Statements

The adoption of the above new or revised HKFRSs in the current period has no material effect on the amounts reported and/or disclosures set out in these unaudited condensed consolidated financial statements.

2. SIGNIFICANT ACCOUNTING POLICIES *(continued)*

The following new or revised HKFRSs, potentially relevant to the Group's condensed consolidated financial statements, have been issued, but are not yet effective and have not been early adopted by the Group:

New standards and amendments		Effective for accounting periods beginning on or after
HKFRS 10 and HKAS 28 (Amendments)	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	To be determined
HKAS 21 (Amendments)	Translation to Hyperinflationary Presentation Currency	1 January 2027
HKFRS 18	Presentation and Disclosure in Financial Statements	1 January 2027
HKFRS 19	Subsidiaries without Public Accountability: Disclosures	1 January 2027
HKFRS 19 (Amendments)	Amendments to HKFRS 19 Subsidiaries without Public Accountability: Disclosures	1 January 2027
HK-Int 5 (Amendments)	Presentation of Financial Statements – Classification by the Borrower of a Term Loan that Contains a Repayment on Demand Clause	1 January 2027

The Group is not yet in a position to state whether these amendments will result in substantial changes to the Group's accounting policies and financial statements.

3. REVENUE AND SEGMENT INFORMATION

A. Revenue

Revenue mainly represents income from sales of electricity (including renewable energy subsidies) and interest income from the provision of financial services. The amount of each significant category of revenue during the period is as follows:

	Six months ended 30 June	
	2026	2025
	RMB'000	RMB'000
	(Unaudited)	(Unaudited)
Sales of electricity	**90,805**	104,255
Interest income from the provision of financial services	**60,071**	56,724
	150,876	160,979

During the six months ended 30 June 2026, sales of electricity includes renewable energy subsidies amounted to approximately RMB59,766,000 (six months ended 30 June 2025: RMB66,129,000).

3. REVENUE AND SEGMENT INFORMATION *(continued)*

B. Segment information

(i) Business segments

The Board has identified the solar power plants and financial services as the principal business components of the Group. Information regarding the Group's reportable segments as provided to the Group's most senior executive management for the purposes of resource allocation and assessment of segment performance for the six months ended 30 June 2026 and 2025 is set out below.

	Six months ended 30 June 2026		
	Solar power plants RMB'000 (Unaudited)	Financial Services RMB'000 (Unaudited)	Total RMB'000 (Unaudited)
Revenue from external customers	**90,805**	**60,071**	**150,876**
Inter-segment revenue	**–**	**–**	**–**
Reportable segment revenue	**90,805**	**60,071**	**150,876**
Reportable segment profit/(loss) (adjusted EBITDA)	**66,234**	**37,503**	**103,737**
Primary geographical markets			
PRC	**90,805**	**60,071**	**150,876**
Timing of revenue recognition			
At a point in time	**–**	**–**	**–**
Transferred over time	**90,805**	**60,071**	**150,876**
	90,805	**60,071**	**150,876**
As at 30 June 2026			
Reportable segment assets	**3,257,567**	**270,509**	**3,528,076**
Reportable segment liabilities	**(1,424,551)**	**(6,761)**	**(1,431,312)**

3. REVENUE AND SEGMENT INFORMATION *(continued)*

B. Segment information *(continued)*

(i) Business segments (continued)

	Six months ended 30 June 2025		
	Solar power plants RMB'000 (Unaudited)	Financial Services RMB'000 (Unaudited)	Total RMB'000 (Unaudited)
Revenue from external customers	104,255	56,724	160,979
Inter-segment revenue	–	–	–
Reportable segment revenue	104,255	56,724	160,979
Reportable segment profit (adjusted EBITDA)	97,728	14,731	112,459
Primary geographical markets			
PRC	104,255	56,724	160,979
Timing of revenue recognition			
At a point in time	–	–	–
Transferred over time	104,255	56,724	160,979
	104,255	56,724	160,979
As at 31 December 2025			
Reportable segment assets	3,062,369	181,259	3,243,628
Reportable segment liabilities	(1,319,834)	(30,033)	(1,349,867)

3. REVENUE AND SEGMENT INFORMATION *(continued)*

B. Segment information *(continued)*

(ii) Reconciliation of reportable segment revenues, profit or loss, assets and liabilities

	Six months ended 30 June	
	2026	2025
	RMB'000	RMB'000
	(Unaudited)	(Unaudited)
Revenue		
Reportable segment revenue	**150,876**	160,979
Elimination of inter-segment revenue	**–**	–
Consolidated revenue	**150,876**	160,979
Profit		
Reportable segment profit	**103,737**	112,459
Other (losses)/gains, net	**(52,348)**	3,972
Depreciation and amortisation	**(47,842)**	(51,147)
Impairment losses on trade and other receivables, net	**(24,694)**	(22,690)
Share of losses of joint ventures	**(9)**	(257)
Share of profits/(losses) of associates	**19,128**	(3,287)
Finance costs	**(36,231)**	(44,070)
Unallocated corporate expenses *(note (a))*	**(6,513)**	(6,162)
Consolidated loss before income tax	**(44,772)**	(11,182)

3. REVENUE AND SEGMENT INFORMATION *(continued)*

B. Segment information *(continued)*

(ii) Reconciliation of reportable segment revenues, profit or loss, assets and liabilities (continued)

	At 30 June 2026 RMB'000 (Unaudited)	At 31 December 2025 RMB'000 (Audited)
Assets		
Reportable segment assets	**3,528,076**	3,243,628
Interests in associates	**206,201**	192,201
Interest in joint ventures	**200,000**	200,284
Financial assets measured at fair value through other comprehensive income	**300,000**	300,000
Deferred tax assets	**1,200**	1,200
Unallocated corporate assets *(note (b))*	**117,049**	367,899
Consolidated total assets	**4,352,526**	4,305,212
Liabilities		
Reportable segment liabilities	**1,431,312**	1,349,867
Corporate bonds	**7,817**	8,129
Loans and borrowings	**228,250**	237,250
Lease liabilities	**9,038**	15,640
Unallocated corporate liabilities *(note (c))*	**731,915**	704,856
Consolidated total liabilities	**2,408,332**	2,315,742

3. REVENUE AND SEGMENT INFORMATION *(continued)*

B. Segment information *(continued)*

(ii) Reconciliation of reportable segment revenues, profit or loss, assets and liabilities (continued)

Notes:

(a) Unallocated corporate expenses mainly included unallocated staff costs, unallocated legal and professional fees and unallocated rental expenses.

(b) Unallocated corporate assets mainly included unallocated cash and cash equivalents and unallocated trade and other receivables.

(c) Unallocated corporate liabilities mainly included unallocated trade and other payables.

(iii) Geographic information

As the Group does not have material operation outside the PRC, no geographic segment information is presented.

4. OTHER (LOSSES)/GAINS, NET

	Six months ended 30 June	
	2026	2025
	RMB'000	RMB'000
	(Unaudited)	(Unaudited)
Interest income	**4,114**	6,392
Net foreign exchange gain/(loss)	**26**	(3,458)
Properties rental income	**2,364**	6,171
Compensation arising from litigation	**(57,942)**	–
Others	**(910)**	1,259
	(52,348)	10,364

5. FINANCE COSTS

	Six months ended 30 June	
	2026	2025
	RMB'000	RMB'000
	(Unaudited)	(Unaudited)
Interest on loans and borrowings	**34,601**	44,070
Imputed interest on corporate bonds *(note 18)*	**374**	388
Interest on lease liabilities	**1,256**	3,319
	36,231	47,777

6. LOSS BEFORE INCOME TAX

The Group's loss before income tax is arrived at after charging:

A. Employee benefit expenses (including directors' emoluments)

	Six months ended 30 June	
	2026	2025
	RMB'000	RMB'000
	(Unaudited)	(Unaudited)
Salaries, wages and other benefits	**15,337**	12,971
Contributions to defined contribution retirement plan	**2,492**	1,850
	17,829	14,821

B. Other items

	Six months ended 30 June	
	2026	2025
	RMB'000	RMB'000
	(Unaudited)	(Unaudited)
Amortization of right-of-use assets	**5,139**	10,183
Auditor's remuneration	**57**	108
Depreciation		
— Property, plant and equipment	**344**	589
— Solar power plants	**42,359**	40,375
Operating lease expenses in respect of short-term leases	**528**	675

7. INCOME TAX EXPENSE

The amount of income tax expense in the condensed consolidated statement of profit or loss represents:

	Six months ended 30 June	
	2026	2025
	RMB'000	RMB'000
	(Unaudited)	(Unaudited)
Current tax		
— PRC corporate income tax	**1,999**	3,444

No provision for Hong Kong profits tax has been made as the Group has no estimated assessable profits arising in Hong Kong during the six months ended 30 June 2026 and 2025.

The Group's PRC entities are subject to corporate income tax at the statutory rate of 25%, unless otherwise specified.

Pursuant to CaiShui [2008] No. 46 Notice on the Execution of the Catalogue of Public Infrastructure Projects Entitled for Preferential Tax Treatment*(財政部、國家稅務總局關於執行公共基礎設施項目企業所得稅優惠目錄有關問題的通知), certain solar power plant projects of the Group, which are approved after 1 January 2008, are entitled to a tax holiday of a 3-year full exemption followed by a 3-year 50% exemption commencing from their respective years in which their first operating income is derived.

According to the PRC Corporate Income Tax Law and its related regulations, the Group is subject to a withholding tax at 10%, unless reduced by tax treaties or arrangements, for dividends distributed by a PRC enterprise to its immediate holding company outside the PRC or earnings generated beginning on 1 January 2008 and undistributed earnings generated prior to 1 January 2008 are exempted from such withholding tax. According to the China — HK Tax Arrangement and its relevant regulations, a qualified Hong Kong tax resident which is the "beneficial owner" of the dividends received and directly holds 25% or more of a PRC enterprise is entitled to a reduced withholding rate of 5%. Deferred withholding tax payable relating to the temporary differences arising from the undistributed profits of the Group's PRC subsidiaries has not been recognised as the Company controls the dividend policy of the Group's PRC subsidiaries and it has been determined that it is probable that profits will not be distributed in the foreseeable future.

8. LOSS PER SHARE ATTRIBUTABLE TO OWNERS OF THE COMPANY FOR THE PERIOD

The calculation of basic and diluted loss per share for the six months ended 30 June 2026 is based on loss attributable to owners of the Company for the period of approximately RMB48,439,000 (six months ended 30 June 2025: RMB11,874,000) and on the weighted average number of approximately 14,964,442,000 (six months ended 30 June 2025: 14,964,442,000) ordinary shares in issue during the period.

Diluted loss per share for the six months ended 30 June 2026 and 2025 was the same as basic loss per share because there was no potentially dilutive ordinary shares in issue.

9. DIVIDEND

No dividend was paid or proposed during the six months ended 30 June 2026 nor has any dividend been proposed since the end of the reporting period up to the date of this interim report (six months ended 30 June 2025: Nil).

10. SOLAR POWER PLANTS

During the six months ended 30 June 2026, the Group has a net increase in solar power plants of approximately RMB53,959,000. (six months ended 30 June 2025: RMBNil).

As at 30 June 2026, certain solar power plants with carrying amount of approximately RMB1,090,383,000 (31 December 2025: RMB918,142,000) were pledged as securities for the Group's loans and borrowings (note 17).

11. INTERESTS IN ASSOCIATES

Particulars of the associates as at 30 June 2026 and 31 December 2025 are as follows:

Name	Place of incorporation and principal place of operation	Percentage of equity attributable to the Company	Principal activities
江山寶源國際融資租賃有限公司 ("Kong Sun Baoyuan")	PRC	37.6% (31 December 2025: 37.6%)	Finance leases and factoring businesses
陝西億潤新能源科技有限公司	PRC	40% (31 December 2025: 40%)	Provision of solar power plant operation and maintenance services
蘇州中能鼎立科技有限公司	PRC	10% (31 December 2025: 10%)	LNG trading platform development and business in relation to LNG management
東台灝晶光伏有限公司	PRC	36.79% (31 December 2025: 36.79%)	Solar power generation and development
寶豐縣鑫泰光伏電力科技開發有限公司	PRC	50% (31 December 2025: 50%)	Solar power generation
北京江山明輝新能源有限公司	PRC	15% (31 December 2025: 15%)	Solar power generation and development
北京福象環境科技有限公司	PRC	45.95% (31 December 2025: 45.95%)	Provision of environmental treatment solutions

The arrangement of the above investments provided the Group with the power to participate in the financial and operating decision but was not in control nor jointly control over those policies. Under HKAS 28, these entities were classified as associates and had been accounted for in the condensed consolidated financial statements using equity method.

12. INTEREST IN JOINT VENTURES

Particulars of the joint venture as at 30 June 2026 and 31 December 2025 are as follows:

Name	Place of incorporation and principal place of operation	Percentage of equity attributable to the Company	Principal activities
北京紅楓新能源合夥企業（有限合夥）	PRC	90.09% (31 December 2025: 90.09%)	Investment holding
清檬陽光(成都)養老科技有限公司	PRC	2.4% (31 December 2025: 2.4%)	Investment management
新疆江山永恒新能源管理有限責任公司	PRC	Nil (31 December 2025: 49%)	Energy management contract
北京百數康科技有限公司 (“Beijing Baishukang”)	PRC	Nil (31 December 2025: 65%)	Technical services

The arrangement of the above investments provided the Group has joint control with other joint venture partners in accordance with relevant contractual agreement in which decisions about the relevant activities require the unanimous consent of the parties sharing control. Under HKFRS 11, these joint arrangements are classified as joint ventures and had been accounted for in the condensed consolidated financial statements using equity method.

13. FINANCIAL ASSETS MEASURED AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME

	At 30 June 2026 RMB’000 (Unaudited)	At 31 December 2025 RMB’000 (Audited)
Financial assets measured at fair value through other comprehensive income		
台州久安股權投資合夥企業(有限合夥)	**300,000**	300,000

Given that the Group has no power to govern or participate in the financial and operating policies of above partnerships and investment entities so as to obtain benefits from their activities and does not intend to trade for short-term profit, the directors of the Company designated the above unlisted investment as financial assets at fair value through other comprehensive income.

14. TRADE AND OTHER RECEIVABLES

	At 30 June 2026 RMB'000 (Unaudited)	At 31 December 2025 RMB'000 (Audited)
Trade receivables	**1,516,427**	1,460,192
Impairment provision for trade receivables	**(51,373)**	(46,292)
Trade receivables, net *(note (i))*	**1,465,054**	1,413,900
Other receivables, prepayments and deposits	**1,063,796**	1,069,535
Impairment provision for other receivables	**(498,959)**	(499,660)
Other receivables, prepayments and deposits, net	**564,837**	569,875
	2,029,891	1,983,775
Less: Amount shown under non-current assets Loan receivables, net	**(131,289)**	(131,657)
Amount shown under current assets	**1,898,602**	1,852,118

Aging analysis of trade receivables (net of impairment), based on invoice dates, are as follows:

	At 30 June 2026 RMB'000 (Unaudited)	At 31 December 2025 RMB'000 (Audited)
Less than 3 months	**113,305**	237,875
Over 3 months but less than 6 months	**83,656**	55,936
Over 6 months but less than 12 months	**123,242**	66,555
Over 12 months but less than 24 months	**190,501**	154,560
Over 24 months	**954,350**	898,974
	1,465,054	1,413,900

14. TRADE AND OTHER RECEIVABLES *(continued)*

Movements in provision for impairment of trade and other receivables for the six months ended 30 June 2026 are as follows:

	Trade receivables RMB'000 (Unaudited)	Other receivables RMB'000 (Unaudited)	Total RMB'000 (Unaudited)
At 1 January 2026	46,292	499,660	545,952
Impairment provision during the period	25,395	–	25,395
Reversal of impairment loss	–	(701)	(701)
Write-off	(20,314)	–	(20,314)
At 30 June 2026	51,373	498,959	550,332

Notes:

(i) The Group's trade receivables are mainly receivables from sales of electricity. Generally, the receivables are due within 30 to 180 days (31 December 2025: 30 to 180 days) as at 30 June 2026 from the date of billing, except for renewable energy subsidies.

Renewable energy subsidies receivables represent PRC government subsidies on solar power plants to be received from the State Grid Company based on the respective electricity sale and purchase agreements for each of the solar power plants and the prevailing nationwide government policies. As at 30 June 2026, the outstanding renewable energy subsidies amounted to approximately RMB1,254,297,000 (31 December 2025: RMB1,188,257,000).

(ii) As at 30 June 2026, certain trade receivables arising from the sales of electricity amounting to approximately RMB930,214,000 (31 December 2025: RMB677,955,000) were pledged as securities for the Group's loans and borrowings (note 17).

15. CASH AND CASH EQUIVALENTS

	At 30 June 2026 RMB'000 (Unaudited)	At 31 December 2025 RMB'000 (Audited)
Cash and bank balances	**116,636**	87,617
Less: restricted cash	**(35,964)**	(19,078)
Cash and cash equivalents	**80,672**	68,539

Restricted cash primarily represents cash and cash equivalents with externally imposed usage restrictions arising from ongoing legal proceedings, including court-mandated escrow arrangements. These restrictions are imposed pursuant to litigation settlements or judicial orders and prevent the Group from utilising these funds for general operational purposes.

As at 30 June 2026, the cash and bank balances of the Group denominated in RMB amounted to approximately RMB116,550,000 (31 December 2025: RMB87,453,000). The RMB is not freely convertible into other currencies, however, under Mainland China's Foreign Exchange Regulations, the Group is permitted to exchange RMB for other currencies through banks authorised to conduct foreign exchange business.

Cash at banks earns interest at floating rates based on daily bank deposit rates. The bank balances are deposited with creditworthy banks with no recent history of default.

16. TRADE AND OTHER PAYABLES

	At 30 June 2026 RMB'000 (Unaudited)	At 31 December 2025 RMB'000 (Audited)
Trade payables	**49,638**	55,010
Other payables and accruals	**601,358**	548,505
	650,996	603,515

Aging analysis of trade payables, based on the invoice date, are as follows:

	At 30 June 2026 RMB'000 (Unaudited)	At 31 December 2025 RMB'000 (Audited)
Current or less than 3 months	**3,587**	3,948
Over 3 months but less than 6 months	**334**	72
Over 6 months but less than 12 months	**498**	175
Over 12 months	**45,219**	50,815
	49,638	55,010

17. LOANS AND BORROWINGS

	At 30 June 2026 RMB'000 (Unaudited)	At 31 December 2025 RMB'000 (Audited)
Current		
Secured		
— bank loans	**–**	237,250
— other borrowings	**785,418**	724,864
	785,418	962,114
Non-current		
Secured		
— other borrowings	**912,732**	678,138
	912,732	678,138
Total loans and borrowings	**1,698,150**	1,640,252

The Group's loans and borrowings are repayable as follows:

	At 30 June 2026 RMB'000 (Unaudited)	At 31 December 2025 RMB'000 (Audited)
Within 1 year	**785,418**	962,114
After 1 year but within 2 years	**106,161**	64,062
After 2 years but within 5 years	**342,254**	206,006
After 5 years	**464,317**	408,070
	1,698,150	1,640,252

Loans and other borrowings bear interest ranging from 4% to 8.31% (31 December 2025: 4.00% to 8.31%) per annum.

17. LOANS AND BORROWINGS *(continued)*

Analysis of the Group's fixed-rate and floating-rate borrowings are as follows:

	At 30 June 2026 RMB'000 (Unaudited)	At 31 December 2025 RMB'000 (Audited)
Fixed-rate borrowings	**965,578**	978,117
Floating-rate borrowings	**732,572**	662,135
	1,698,150	1,640,252

The loans and borrowings were secured by the following assets:

	At 30 June 2026 RMB'000 (Unaudited)	At 31 December 2025 RMB'000 (Audited)
Solar power plants *(note 10)*	**1,090,383**	918,142
Trade receivables *(note 14)*	**930,214**	677,955
	2,020,597	1,596,097

As at 30 June 2026 and 31 December 2025, loans and borrowings that are secured by the equity interests of certain subsidiaries of the Company are summarised as follows:

other borrowings of approximately RMB679,810,000 (31 December 2025: RMB679,810,000) were secured by 99.96% equity interests of 常熟宏略光伏電站開發有限公司 (Changshu Honglu Photovoltaic Power Plants Development Co., Ltd.*) and its subsidiaries including 六安旭強新能源工程有限公司 (Liuan Xuqiang New Energy Engineering Limited*) and 定邊縣晶陽電力有限公司 (Dingbian Jingyang Electric Limited*).

18. CORPORATE BONDS

As at 30 June 2026, corporate bonds denominated in Hong Kong dollar with an aggregate principal amount of HK$9,000,000 (equivalent to approximately RMB7,817,000) (31 December 2025: HK$9,000,000 (equivalent to approximately RMB8,129,000)) remained outstanding with certain independent third parties. The corporate bonds bear interest rates ranging from 3% to 6% (31 December 2025: 3% to 6%) per annum, and will mature on the date immediately following 96 months (31 December 2025: 96 months) after their issuance.

During the six months ended 30 June 2026 and 2025, the Group did not issue and repay any corporate bonds.

The corporate bonds are measured at amortised cost using effective interest method by applying an effective interest rate at 10.40% (six months ended 30 June 2025: 10.40%) per annum. Imputed interest of approximately HK$424,000 (equivalent to approximately RMB374,000) (six months ended 30 June 2025: HK$421,000 (equivalent to approximately RMB388,000)) (note 5) in respect of the corporate bonds was recognised in profit or loss during the six months ended 30 June 2025.

19. SHARE CAPITAL

	Number of Shares '000	RMB'000
Issued and fully paid:		
At 1 January 2025, 30 June 2025, 31 December 2025, 1 January 2026 and 30 June 2026	14,964,442	6,486,588

20. ACQUISITION OF SUBSIDIARIES

On 13 March 2026, the group entered into equity transfer agreements with Kong Sun Baoyuan, an associate of the Group, in relation to the acquisition of the 100% interest in 烏拉特中旗天楷新能源科技有限公司 (Urad Zhongqi Tiankai New Energy Technology Co., Ltd.*) and 海興縣啟鴻新能源有限公司 (Haixing County Qihong New Energy Technology Co., Ltd.*), with a total consideration of approximately RMB2,055,000. The acquisitions were completed on 13 March 2026 and 19 March 2026, respectively. Both companies are principally engaged in solar power generation in the PRC.

Recognised amounts of identifiable assets acquired and liabilities assumed at the date of acquisition were as follows:

	RMB'000
Solar power plants	53,959
Trade and other receivables	23,126
Cash and cash equivalents	7,738
Trade and other payables	(30,388)
Loans and borrowings	(52,400)
Total identifiable net assets	2,035
Off-set the amounts due from the target companies to the Group (including in trade and other payable above)	20
Total cash consideration	2,055

Cashflow movement in relation to acquisition during the six months ended 30 June 2026:

	RMB'000
Cash consideration paid	(2,055)
Cash at bank acquired	7,738
Net cash inflow on acquisition	5,683

21. LITIGATION

In November 2024,平山縣天匯能源科技有限公司(Pingshan Tianhui Energy Technology Co., Ltd.*) (the "Plaintiff") commenced legal proceedings against a wholly-owned subsidiary of the Group (the "Defendant"), in respect of disputes over the relevant renewable energy power generation subsidies (the "Relevant Subsidies") amounting to approximately RMB61,000,000.

On 23 June 2026, the Beijing No. 1 Intermediate People's Court rendered the second-instance judgment ordering the Defendant to pay the Relevant Subsidies together with liquidated damages and taxation of approximately RMB57,942,000. Given that the Plaintiff may still receive the Relevant Subsidies in the future, the Defendant has applied for a retrial of the relevant claim.

Based on an internal prudential assessment, the Group has recognized a provision for litigation compensation of approximately RMB57,942,000 in the unaudited condensed consolidated financial statements for the six months ended 30 June 2026. For details of the above litigation, please refer to the announcement of the Company dated 7 August 2026.

22. CAPITAL COMMITMENTS

At 30 June 2026, the Group had outstanding capital commitments as follows:

	At 30 June 2026 RMB'000 (Unaudited)	At 31 December 2025 RMB'000 (Audited)
Contracted but not provided for in respect of — the construction costs and service expense for solar power plants under construction	**22,438**	41,080

23. MATERIAL RELATED PARTY TRANSACTION

During the six months ended 30 June 2026, the Group entered into the following transactions with related parties:

(a) Loans to an associate

	At 30 June 2026 RMB'000 (Unaudited)	At 31 December 2025 RMB'000 (Audited)
Loan to an associate, net		
Current	**1,951**	120,885
Non-current	**91,305**	10,900
	93,256	131,785

The Group entered into loan agreements with Kong Sun Baoyuan on 10 February 2025 and 16 March 2026, each for a period of 3 years. The first loan is unsecured and interest-bearing, at an interest rate of 8.5% per annum. The second loan is secured by certain account receivables amounting to approximately RMB151,790,000 as at 30 June 2026 and interest-bearing, at an interest rate of 6.0% per annum. The loan interest income was approximately RMB4,054,000 (six months ended 30 June 2025: RMB5,968,000) during the six months ended 30 June 2026.

(b) Loans to a joint venture

The Group entered into loan agreements with a joint venture, Beijing Baishukang on 2 August 2024 and 17 December 2024. The loans are unsecured and interest bearing at an interest rate of 9.0% per annum.

As at 31 December 2025, the amount of loans to a joint venture was approximately RMB598,000. As Beijing Baishukang was disposed of during the six months ended 30 June 2026, the amount was reclassified to other receivables as at 30 June 2026.

Save as disclosed above, during the six months ended 30 June 2026 and 2025, the Group had no other material related party transactions.

24. FAIR VALUE MEASUREMENT

The Group followed HKFRS 7 Financial Instruments: Disclosures which introduce a three-level hierarchy for fair value measurement disclosures and additional disclosures about the relative reliability of fair value measurements.

The hierarchy groups financial assets and liabilities into three levels based on the relative reliability of significant inputs used in measuring the fair value of these financial assets and liabilities. The fair value hierarchy has the following levels:

Level 1: quoted prices (unadjusted) in active markets for identical assets and liabilities;

Level 2: 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: inputs for the asset or liability that are not based on observable market data (unobservable inputs).

The level in the fair value hierarchy within which the financial asset is categorised in its entirety is based on the lowest level of input that is significant to the fair value measurement.

The financial assets measured at fair value through other comprehensive income in the condensed consolidated statements of financial position are grouped into the fair value hierarchy as follows:

	Level 1 RMB'000	**Level 2** RMB'000	**Level 3** RMB'000	**Total** RMB'000
As at 30 June 2026				
Financial assets measured at fair value through other comprehensive income	–	–	300,000	300,000
As at 31 December 2025				
Financial assets measured at fair value through other comprehensive income	–	–	300,000	300,000

The fair values of 台州久安股權投資合夥企業（有限合夥）(in Level 3) has been determined with reference to the fair values of the underlying assets and liabilities of the investees as at 30 June 2026.

24. FAIR VALUE MEASUREMENT *(continued)*

	RMB'000 (Unaudited)
At 1 January 2026 and 30 June 2026	300,000

There were no transfers between Level 1 and Level 2, or transfers into or out of level 3 during the six months ended 30 June 2026.

25. EVENTS AFTER REPORTING DATE

There are no other material events affecting the Group which have occurred after 30 June 2026 and up to the date of this interim report.