知行汽車科技(蘇州)股份有限公司

iMotion Automotive Technology (Suzhou) Co., Ltd.

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

Stock Code：1274

2026
INTERIM REPORT

CONTENTS

Corporate Information

CHINESE NAME OF THE COMPANY

知行汽車科技(蘇州)股份有限公司

ENGLISH NAME OF THE COMPANY

iMotion Automotive Technology (Suzhou) Co., Ltd.

BOARD OF DIRECTORS

Executive Directors

Mr. Song Yang *(Chairman of the Board)*
Mr. Lu Yukun
Ms. Jiang Jingfang *(resigned with effect from June 26, 2026)*
Ms. Liu Fang

Independent Non-executive Directors

Dr. Zhang Weigong
Mr. Liu Yong *(resigned with effect from January 15, 2026)*
Ms. Xue, Rui Shirley
Dr. Shao Jun *(appointed with effect from April 14, 2026)*

AUDIT COMMITTEE

Dr. Shao Jun *(Chairman) (appointed with effect from April 14, 2026)*
Mr. Liu Yong *(Chairman) (resigned with effect from January 15, 2026)*
Dr. Zhang Weigong
Ms. Xue, Rui Shirley

REMUNERATION AND APPRAISAL COMMITTEE

Ms. Xue, Rui Shirley *(Chairlady)*
Mr. Lu Yukun
Mr. Liu Yong *(resigned with effect from January 15, 2026)*
Dr. Shao Jun *(appointed with effect from April 14, 2026)*

NOMINATION COMMITTEE

Dr. Zhang Weigong *(Chairman)*
Mr. Song Yang
Ms. Xue, Rui Shirley

STRATEGY COMMITTEE

Mr. Song Yang *(Chairman)*
Mr. Lu Yukun
Dr. Zhang Weigong

BOARD OF SUPERVISORS

Mr. Zhu Qinghua *(Chairman)*
Ms. Gao Liyun
Mr. Wang Bingjie

AUTHORISED REPRESENTATIVES

Mr. Song Yang
Mr. Chung Ming Fai

JOINT COMPANY SECRETARIES

Ms. Liu Fang
Mr. Chung Ming Fai

HEADQUARTERS, REGISTERED OFFICE AND PRINCIPAL PLACE OF BUSINESS IN PRC

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PRC

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AUDITORS

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PRINCIPAL BANKERS

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STOCK CODE

01274

Definitions

"Audit Committee"	the audit committee of the Company
"Board" or "Board of Directors"	the board of directors of the Company
"Board of Supervisors"	the board of supervisors of the Company
"CG Code"	the Corporate Governance Code as set out in Appendix C1 to the Listing Rules
"China" or "PRC"	the People's Republic of China, excluding, for the purpose of this interim report, Hong Kong, Macau and Taiwan
"Company"	iMotion Automotive Technology (Suzhou) Co., Ltd., a joint stock company incorporated in the PRC with limited liability
"controlling shareholder(s)"	has the meaning ascribed thereto in the Listing Rules, and unless the context otherwise requires
"Director(s)"	director(s) of the Company
"EUR"	Euro, the lawful currency of European Union
"Group", "we" or "us"	the Company and its subsidiaries
"H Share(s)"	overseas listed foreign shares in the share capital of our Company with nominal value of RMB1.00 each
"Hong Kong" or "HK"	the Hong Kong Special Administrative Region of the PRC
"HKD" or "HK$"	Hong Kong dollars, the lawful currency of Hong Kong
"Listing"	listing of the H Shares on the Main Board of the Stock Exchange
"Listing Date"	December 20, 2023, the date on which the H Shares are listed and from which dealings therein are permitted to take place on the Stock Exchange

"Listing Rules"	the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (as amended from time to time)
"Model Code"	the Model Code for Securities Transactions by Directors of Listed Issuers as set out in Appendix C3 to the Listing Rules
"PCBA"	printed circuit boards assembly
"R&D"	research and development
"Reporting Period"	the six months ended June 30, 2026
"RMB"	Renminbi, the lawful currency of the PRC
"SFC"	the Securities and Futures Commission of Hong Kong
"Share(s)"	ordinary share(s) in the issued share capital of the Company, with a nominal value of RMB1.00 each
"Shareholder(s)"	shareholder(s) of the Company
"Stock Exchange"	The Stock Exchange of Hong Kong Limited
"Supervisor(s)"	supervisor(s) of the Company
"United States" or "U.S."	the United States of America, its territories, its possessions and all areas subject to its jurisdiction
"US$" or "USD"	United States dollars, the lawful currency of the United States
"%"	per cent

Financial Highlights

During the Reporting Period, the Group have recorded:

- Revenue of RMB760.50 million, which was increased by 107.79% compared to the corresponding period in 2025.

- Gross profit of RMB92.40 million, which was increased by 441.20% compared to the corresponding period in 2025.

- Gross profit margin was 12.15% (corresponding period in 2025: 4.67%).

- Loss before tax for the Reporting Period was decreased by 69.71% to RMB53.88 million (corresponding period in 2025: loss of RMB177.86 million).

- Loss attributable to the equity shareholders of the Company for the Reporting Period was decreased by 70.21% to RMB53.01 million (corresponding period in 2025: loss of RMB177.95 million).

- Basic and diluted loss per share attributable to ordinary equity shareholders of the parent amounted to RMB0.21 for the Reporting Period (corresponding period in 2025: loss of RMB0.75).

- The Board does not recommend the payment of an interim dividend for the Reporting Period (corresponding period in 2025: Nil).

Management Discussion and Analysis

I. MARKET REVIEW

In the first half of 2026, China's automotive industry faced headwinds, while the growth of new energy vehicles and exports was driving structural upgrading

In the first half of 2026, China's automotive production and sales reached 14.993 million units and 15.017 million units, representing period-on-period decreases of 4.0% and 4.1% respectively. Among them, production and sales of passenger vehicle reached 12.721 million units and 12.720 million units, representing period-on-period decreases of 5.9% and 6.0% respectively; production and sales of commercial vehicle reached 2.272 million units and 2.297 million units, representing period-on-period growth of 8.2% and 8.3% respectively. Chinese-brand passenger cars maintained strong momentum, with their market share stabilizing at around 70% in the first half year; in June, the market share of Chinese-brand passenger cars exceeded 75%, setting a new record high.

Production and sales of new energy vehicles continued to sustain rapid growth. In the first half of 2026, China's production and sales of new energy vehicle totaled 7.438 million units and 7.446 million units, representing period-on-period growth of 6.7% and 7.3% respectively. New energy vehicle captured a market share of 49.6%, with market share steadily increasing.

Vehicle exports maintained strong growth. In the first half of 2026, cumulative exports reached 5.096 million units, setting a record high for the corresponding period and representing a period-on-period increase of 65.3%. Among these, new energy vehicle exports amounted to 2.355 million units, surging by 120% period-on-period and serving as the core driver of export growth.

The regulatory framework for intelligent driving was being refined at an accelerated pace

In the first half of 2026, China's intelligent driving industry entered a period of intensive implementation of its standards framework. In January 2026, GB/T 47025-2026 *"Intelligent and Connected Vehicles – Simulation Test Methods and Requirements for Automated Driving Functions"* (《智慧網聯汽車自動駕駛功能仿真試驗方法及要求》) was officially released, marking the first time that a unified specification for automated driving simulation testing systems was established. In February 2026, the Ministry of Industry and Information Technology ("**MIIT**") published for public consultation the draft of the mandatory national standard *"Intelligent and Connected Vehicles – Safety Requirements for Automated Driving Systems"* (《智慧網聯汽車自動駕駛系統安全要求》). This is the first mandatory national standard draft in China targeting Level 3 and Level 4 automated driving vehicles, setting out technical requirements regarding system safety boundaries, Operational Design Domain (ODD), data storage and accident related provisions. On 27 June 2026, the mandatory national standard *"Intelligent and Connected Vehicles – Safety Requirements for Combined Driving Assistance Systems"* (《智慧網聯汽車組合駕駛輔助系統安全要求》)(GB 47955-2026) was officially released and will take effect on 1 January 2027. This is China's first mandatory national standard for Level 2 combined driving assistance systems. The standard prescribes separate safety requirements for three categories – basic single lane, basic multi lanes and navigate on autopilot. It clearly reinforces the "assistance" nature of the system and imposes mandatory requirements on human machine interaction and user training. These policies signal a shift in China's intelligent driving sector from a previous focus on rapid growth to an emphasis on regulation and safety, which will help further raise the baseline for product safety and enhance consumer confidence in intelligent driving.

The penetration rate of advanced driver assistance systems continued to increase

Since the beginning of 2026, the penetration rate of Level 2 combined driving assistance functions in new passenger cars in the domestic market has reached 70.5%, marking a further increase compared with the same period last year. Highway Navigate on Autopilot ("**NOA**") and urban NOA were no longer confined to high end models, but continued to expand downward into the mainstream price band of RMB100,000-RMB200,000, with the penetration rate of NOA equipped models exceeding 34.2%. The penetration rate of factory-fitted intelligent driving domain controllers has risen to 37.21%, marking a period-on-period increase of 14 percentage points.

Autonomous driving algorithms continued to upgrade and iterate

In the first half of 2026, intelligent driving technologies continued to advance at an accelerated pace. Vision-Language-Action ("**VLA**") large models, world models and end-to-end algorithms have entered the mass production and deployment phase, endowing systems with both scene comprehension and the capability to anticipate physical laws. Leveraging a data closed-loop combining simulation and real-vehicle operations, the handling of long-tail complex scenarios by intelligent driving systems has been notably improved. At the same time, intelligent driving was emerging as the starting point for "Physical AI" and achieving technological convergence with embodied intelligence, while vehicle side algorithms and hardware were rapidly spreading into low-speed unmanned scenarios and humanoid robotics, among other domains.

II. BUSINESS REVIEW

The Group is an intelligent driving solution provider in China. Relying on a number of advanced system R&D capabilities such as computing platforms, efficient middleware and artificial intelligence algorithms, the Group provides advanced intelligent driving solutions to customers through efficient integration of software and hardware. We have commercialized level 2 to level 2+ advanced driver assistance systems (level 2+ is not an official classification under SAE(1) standard) and are developing level 3 to level 4 autonomous driving solutions for automotive manufacturers. Our principal activities include (I) provision of advanced driver assistance solutions and products; (2) provision of autonomous driving-related R&D services; and (3) sales of printed circuit boards assembly ("**PCBA**") products and other auxiliary materials.

During the Reporting Period, benefiting from an increasing number of customer vehicle models equipped with our advanced driver assistance solutions and products entering the mass production and delivery stage, we delivered more than 289,000 advanced driver assistance solutions and products to our customers, representing an increase of 149.14% as compared to the same period last year. From 1 January 2020 to 30 June 2026, we delivered more than 1,123,000 advanced driver assistance solutions and products to our customers. During the Reporting Period, we recorded revenue of approximately RMB760.50 million, representing a period-over-period increase of 107.79%, and realized gross profit of RMB92.40 million, representing a period-on-period increase of 441.20%.

Advanced driver assistance solutions and products

During the Reporting Period, we generated most of our revenue from the sales of our advanced driver assistance solutions and products to OEMs, which included advanced driver assistance domain controllers and intelligent front camera products. We develop advanced driver assistance solutions and products for OEMs by leveraging core vertically integrated competencies in product design and development, algorithm and function development, system integration and manufacturing, etc. Our solutions and products for advanced driver assistance can be installed on both new energy vehicles (NEVs) and internal combustion engine (ICE) vehicles, and are capable of realizing a wide variety of advanced driver assistance functions.

During the Reporting Period, we generated revenue of approximately RMB664.14 million (corresponding period in 2025: RMB327.50 million) from the provision of advanced driver assistance solutions and products, representing an increase of 102.79% as compared to that for the corresponding period in 2025, accounting for approximately 87.33% of our total revenue during the Reporting Period. Among which, revenue from the sales of advanced driver assistance domain controllers amounted to approximately RMB547.36 million (corresponding period in 2025: RMB294.40 million), representing an increase of 85.92% as compared to that for the corresponding period in 2025. The increase was mainly attributable to that advanced driver assistance domain controllers achieved a leap in mass production and delivery in multiple projects of OEMs, with sales volume representing an increase of 62.32% as compared to the same period in 2025. Revenue from the sales of intelligent front cameras amounted to approximately RMB116.78 million (corresponding period in 2025: RMB33.09 million), representing an increase of 252.92% as compared to that for the corresponding period in 2025, the increase of which was mainly attributable to that intelligent front cameras achieved a leap in mass production and delivery in multiple projects of OEMs, with sales volume representing an increase of 283.87% as compared to the same period in 2025.

Autonomous driving-related R&D services

We continued to provide autonomous driving-related R&D services to OEMs. Our autonomous driving-related R&D services are primarily focused on three aspects: (1) the development software and hardware for advanced driver assistance: (2) the development of algorithms and functions for advanced driver assistance; and (3) functional safety consulting and validation. Our autonomous driving-related R&D services are primarily focused on two areas: (1) proof-of-concept projects: in these projects, OEMs engage us to conduct concept validation for new technology; leveraging our comprehensive R&D capabilities and utilizing advanced technology, we develop and provide prototypes to OEMs within a short time to conduct concept validation; and (2) R&D services in relation to the supply of our advanced driver assistance solutions: after receiving the letter of nomination, we start providing R&D services to customers, which primarily include R&D of hardware, software, algorithms and advanced driver assistance functions, as well as implementation, integration, verification and testing services.

During the Reporting Period, we recorded revenue from the autonomous driving-related R&D services of approximately RMB17.86 million (corresponding period in 2025: RMB25.79 million), representing approximately 2.35% of our total revenue in the Reporting Period. The decrease in revenue from autonomous driving-related R&D services for the Reporting Period as compared to that for the corresponding period in 2025 was primarily due to that the contract value of autonomous driving-related R&D services varies from project to project.

Sales of PCBA products and other auxiliary materials

During the Reporting Period, we continue to be engaged in manufacturing and sales of PCBA products to third parties. We mount different electronic components on the PCB, such as systems on chips ("**SoCs**"), resistors, capacitors, and transmitters to prepare fully usable PCBA based on our customers' specifications. We are also engaged in sales of other auxiliary materials to third parties.

During the Reporting Period, we recorded revenue from the sale of PCBA products and other auxiliary materials of approximately RMB78.35 million (corresponding period in 2025: RMB12.71 million), accounting for approximately 10.30% of our total revenue in the Reporting Period. The increase in revenue from sales of PCBA products and other auxiliary materials for the Reporting Period as compared to that for the corresponding period in 2025 was primarily due to the increase in sales of auxiliary materials.

Project Acquisition

During the Reporting Period, we obtained a total of 37 nominated projects from well-known OEM customers including, among others, Chery, GAC, Leapmotor, Geely Auto and Dongfeng Motor, representing an increase of 94.74% compared with the corresponding period last year. In particular, we have entered the supply chains of a state-owned enterprise OEM in Northern China, a client in Taiwan District, and an overseas direct-supply client for the first time, achieving a breakthrough in our customer coverage successfully. Most of those vehicle models will be put into production in 2026 and 2027, which will help us consolidate our commercial advantages and capture a larger market share.

R&D Progress

During the Reporting Period, our products and algorithms underwent rapid iteration. In terms of products, our advance driving assistance domain controller iDC310 based on the Horizon Journey® 6B platform has successfully entered mass production phase and been installed in vehicles. This product deploys an efficient sparse 4D Transformer end-to-end perception architecture and an interactive game theoretic model. In addition to supporting basic driving functions, it also offers comfort oriented features such as traffic light assistance and in-lane and cross-lane obstacle avoidance. Meanwhile, its 5V BEV three-in-one perception model, combined with a full hybrid A-star planning algorithm, endows the system with human-like parking path planning capabilities and strong scenario generalization, covering advanced parking scenarios including cross-aisle parking and reverse parallel parking. In addition, our iDC510 Pro advance driving assistance domain controller based on the Horizon Journey® 6M platform has also successfully achieved mass production and vehicle installation, with the first vehicle model equipped with this domain controller officially launched in March 2026. Furthermore, our iDC700 domain controller for Level 4 autonomous driving has successfully completed mass production deliveries and the first batch of unmanned logistics vehicles equipped with this controller has been put into road operations. We have now established a comprehensive domain controller product portfolio spanning from entry-level to high-performance and up to Level 4, covering diverse scenarios including passenger car driving and parking, commercial vehicles, and unmanned logistics vehicles, and have achieved comprehensive breakthroughs in mass production at scale.

In terms of algorithms and models, our self-developed iMotion large model officially completed the filing for generative AI service in Jiangsu Province in May 2026. Based on an open-source large foundation model, this model possesses capabilities in environmental perception, semantic understanding, route planning and intelligent decision-making for complex urban roads, highways and parking lot environments. It can be applied to the development of in-vehicle intelligent driving systems, simulation test platforms, as well as the optimisation and validation of intelligent mobility service solutions.

Progress in Embodied Intelligence

During the Reporting Period, we accelerated the product development and iteration in the field of embodied intelligence business. Our subsidiary, One Square Meter Power (Suzhou) Co., Ltd. ("**One Square Meter Power**"), focuses on the full-chain in-house R&D and production of core joint components for robotics. Its portfolio of integrated joint modules offers significant competitive advantages in lightweight design and cost efficiency. Leveraging the software, hardware and algorithmic strengths of the Group, One Square Meter Power, in collaboration with the Group, jointly launched a new generation automatic charging robot for new energy vehicles, which has now entered the real scenario testing phase.

Leveraging the technical capabilities and mass production experience that we have accumulated in the advanced driving assistance domain controller business, we accelerated the expansion of our embodied intelligence main controller business during the Reporting Period. Our AI BOX product iRC100P, designed for general robotic scenarios, has achieved mass production and commercial deliveries. In addition, during the Reporting Period, we launched a new-generation product – the iRC600. Built on a domestic high-computing-power chip platform, the iRC600 delivers a substantial increase in computing performance compared with the iRC100P, enabling on-device deployment of large models and providing integrated hardware-and-software support for embodied intelligence applications at the edge. The product has now entered the adaptation stage with several leading domestic robotics companies.

Overseas Layout

During the Reporting Period, we actively advanced our overseas expansion. In February 2026, we established a business unit in Japan, which will focus on penetrating the Japanese market for our intelligent driving and embodied intelligence businesses and deepening customer relationships. This will enable us to continuously strengthen strategic collaboration with Japanese clients and enhance our localized delivery capabilities, thereby supporting our global expansion strategy. Our joint venture in Malaysia has completed trial production and is currently undergoing the final customer audit process. It is expected to commence full-scale production and mass deliveries to customers in the third quarter of 2026.

III. FINANCIAL REVIEW

Revenue

Revenue for the Reporting Period was RMB760.50 million, representing an increase of RMB394.50 million or 107.79% as compared to that for the corresponding period in 2025. The increase in revenue was mainly due to that advanced driver assistance solutions and products achieved a leap in mass production and delivery in multiple projects of OEMs, with sales volume increasing by 62.32% as compared to the same period in 2025. Especially, the sales volume from the self-developed iDC series products advanced driving assistance domain controller and intelligent front cameras represented an increase of 160.36% as compared to the same period in 2025. Among which, revenue from sales of advanced driver assistance solutions and products was RMB664.14 million, representing an increase of RMB336.64 million or 102.79% as compared to that for the corresponding period in 2025; revenue from rendering of autonomous driving-related R&D services was RMB17.86 million, representing a decrease of RMB7.93 million or 30.75% as compared to that for the corresponding period in 2025; and revenue from sales of PCBA products and other auxiliary materials was RMB78.35 million, representing an increase of RMB65.64 million or 516.56% as compared to that for the corresponding period in 2025; revenue from other item was RMB0.15 million.

A substantial portion of the revenue of the Group was generated from sales of advanced driver assistance solutions and products, accounting for 87.33% of its revenue for the Reporting Period (corresponding period in 2025: 89.48%). In addition, revenue generated from rendering of autonomous driving-related R&D services accounted for 2.35% of its revenue for the Reporting Period (corresponding period in 2025: 7.05%), and revenue from sales of PCBA products and other auxiliary materials accounted for 10.30% of its revenue for the Reporting Period (corresponding period in 2025: 3.47%); and revenue from other item accounted for 0.02% of its revenue. Revenue of the Group was mainly derived from our operations in the PRC.

The following table sets forth a breakdown of the Group's revenue and relevant information for the Reporting Period:

	For the six months ended June 30,			
	2026		2025	
	Amount *(RMB'000)* *(Unaudited)*	**Percentage of total revenue**	Amount *(RMB'000)* *(Unaudited)*	Percentage of total revenue
Advanced driver assistance solutions and products				
– AD domain controller solutions	**547,364**	**71.97%**	294,402	80.44%
– Intelligent front cameras	**116,776**	**15.35%**	33,093	9.04%
Subtotal	**664,140**	**87.33%**	327,495	89.48%
Autonomous driving-related R&D services	**17,860**	**2.35%**	25,790	7.05%
Sales of PCBA products and other auxiliary materials	**78,353**	**10.30%**	12,708	3.47%
Other item	**142**	**0.02%**	–	–
Total	**760,495**	**100.00%**	365,993	100.00%

Cost of Sales and Services

Cost of sales and services for the Reporting Period was RMB668.09 million, representing an increase of RMB319.17 million or 91.47% as compared to that for the corresponding period in 2025, which was mainly due to that cost of sales increased in line with the increased in revenue in the first half of 2026. Among which, cost of sales of advanced driver assistance solutions and products for the Reporting Period was RMB614.91 million, representing an increase of RMB294.65 million or 92.00% as compared to that for the corresponding period in 2025; cost of rendering of autonomous driving-related R&D services was RMB18.28 million, representing a decrease of RMB2.2 million or 10.74% as compared to that for the corresponding period in 2025; and cost of sales of PCBA products and other auxiliary materials was RMB34.63 million, representing an increase of RMB26.45 million or 323.35% as compared to that for the corresponding period in 2025; and cost from other item was RMB0.27 million.

Gross Profit and Gross Profit Margin

Gross profit for the Reporting Period was RMB92.40 million, representing an increase of RMB75.33 million or 441.20% as compared to that for the corresponding period in 2025. Of which, gross profit of sales of advanced driver assistance solutions and products for the Reporting Period was RMB49.23 million, representing an increase of RMB41.99 million or 579.97% as compared to that for the corresponding period in 2025; gross loss of rendering of autonomous driving-related R&D services was RMB0.42 million, representing a decrease of RMB5.73 million or 107.91% as compared to that for the corresponding period in 2025; and gross profit of sales of PCBA products and other auxiliary materials was RMB43.72 million, compared to a gross profit of RMB4.52 million for the corresponding period in 2025; and gross loss of other item was RMB0.13 million.

Gross profit margin for the Reporting Period was 12.15% (corresponding period in 2025: 4.67%). Due to the revenue of advanced driver assistance solutions and products have seen a significant increase as well as the large-scale mass production of different projects, the economies of scale are gradually emerging, leading to a significant improvement in the gross profit margin.

Other Income

Other income primarily consists of government subsidies for the Group's R&D expenditures and manufacturing bases and VAT additional deduction. Other income for the Reporting Period amounted to RMB17.54 million, representing an increase of 504.03% as compared with RMB2.90 million for the corresponding period in 2025. The increase was mainly due to the increase in VAT additional deduction. During the Reporting Period, the Group became eligible for the VAT additional deduction policy, which contributed RMB15.42 million to other income.

Other Gains/(Losses) – Net

Net other gains/losses primarily consist of (i) net fair value losses or gains on financial assets at fair value through profit or loss ("**FVTPL**") in relation to losses or gains from our wealth management; (ii) net foreign exchange losses or gains; (iii) net gains or losses on disposals of property, plant and equipment and intangible assets; and (iv) others. Net other gains for the Reporting Period amounted to RMB1.52 million, representing an increase of RMB3.97 million as compared with net other losses RMB2.44 million for the corresponding period in 2025. The increase was mainly due to an increase in investment income from wealth management products and a decrease in foreign exchange losses.

Selling Expenses

Selling expenses for the Reporting Period amounted to RMB7.10 million, representing a decrease of 32.16% as compared with RMB10.47 million for the corresponding period in 2025. The decrease was mainly attributable to a decrease in the after-sales warranty and business promotion expense. As a percentage of revenue, the selling expenses decreased from 2.86% for corresponding period in 2025 to 0.93% for the Reporting Period, down by 1.93 percentage point.

Administrative Expenses

Administrative expenses for the Reporting Period amounted to RMB40.99 million, representing an increase of 30.68% as compared with RMB31.37 million for the corresponding period in 2025. The increase was mainly attributable to intelligent upgrades and expansion of high-level talent to support business development and enhance management efficiency. As a percentage of revenue, the administrative expenses decreased from 8.57% for corresponding period in 2025 to 5.39% for the Reporting Period, down by 3.18 percentage point.

Research and Development Expenses

Research and development expenses for the Reporting Period amounted to RMB98.26 million, representing a decrease of 37.23% as compared with RMB156.53 million for the corresponding period in 2025. The decrease was mainly attributable to continuous optimisation of R&D manpower input and enhanced external technical development expenses control. As a percentage of revenue, the research and development expense decreased from 42.77% for corresponding period in 2025 to 12.92% for the Reporting Period, down by 29.85 percentage point.

Finance Income

Finance income primarily consists of interest income on cash at bank. Finance income for the Reporting Period amounted to RMB2.40 million, representing a decrease of RMB3.82 million as compared with RMB6.22 million for the corresponding period in 2025. The decrease was mainly attributable to a decrease in interest income on cash at banks.

Finance Costs

Finance costs for the Reporting Period amounted to RMB7.46 million, representing an increase of RMB5.63 million as compared with RMB1.84 million for the corresponding period in 2025. The increase was mainly attributable to an increase in the interest on bank loans and other borrowings.

Loss for the Reporting Period

As a result of the foregoing, loss for the Reporting Period amounted to RMB53.75 million, representing a decrease of 69.79% as compared with a loss of RMB177.95 million for the corresponding period in 2025.

Loss for the Reporting Period Attributable to the Equity Shareholders of the Company

For the Reporting Period, loss for the period attributable to equity shareholders of the Company amounted to RMB53.01 million, representing a decrease of 70.21% as compared with RMB177.95 million for the corresponding period in 2025.

IV. LIQUIDITY AND CAPITAL RESOURCES

Cash Flows

For the Reporting Period, the Group's net cash outflow used in operating activities was RMB238.3 million, as compared with RMB97.51 million of its net cash outflow used in operating activities for the corresponding period in 2025. The increase in net cash outflow of operating activities was mainly attributable to the inventory build up to support sales growth and respond to market demand, resulting in higher procurement expenditures.

For the Reporting Period, the Group's net cash inflow of investing activities was RMB63.96 million, as compared with RMB65.71 million of its net cash inflow used in investing activities for the corresponding period in 2025.

For the Reporting Period, the Group's net cash inflow generated from financing activities was RMB184.84 million, as compared with RMB230.08 million of its net cash inflow generated from financing activities for the corresponding period in 2025. The decrease in net cash inflow generated from financing activities was mainly attributable to the higher net cash inflow generated from the completion of the 2025 February Placing in the first half of 2025.

Net Current Assets

As at June 30, 2026, the Group's net current assets amounted to RMB641.36 million, as compared to its net current assets of RMB609.85 million as at December 31, 2025.

Inventories

The Group's inventories consist of (i) raw materials; (ii) work in progress; and (iii) finished goods. As at June 30, 2026, the Group's inventories amounted to RMB383.79 million, representing an increase of 31.64% as compared with RMB291.54 million as at December 31, 2025. The increase in the inventories amount was mainly due to the increase of raw materials, work in progress and finished goods to support future sales expansion.

In the first half of 2026, the Group's average inventory turnover days (the average inventory turnover days are calculated by dividing the average of opening and ending balance of inventories by cost of sales for that year and multiplying by 180 days.) were 91 days, representing a decrease as compared with 149 days in 2025, which was mainly attributable to the improvement in inventory management efficiency.

Borrowings

As at June 30, 2026, the Group's borrowings were RMB685.19 million, representing an increase of 43.26% as compared with RMB478.29 million as at December 31, 2025. All the Group's bank loans and other borrowings are denominated in Renminbi.

The following table sets forth the Group's bank borrowings and other loans as at the dates indicated:

	As at	
	June 30, 2026	December 31, 2025
	RMB'000	*RMB'000*
	(Unaudited)	*(Audited)*
Borrowings included in non-current liabilities:		
Secured		
Bank borrowings	**285,951**	240,614
Unsecured		
Bank borrowings	**125,000**	58,000
	410,951	298,614
Borrowings included in current liabilities:		
Secured		
Bank borrowings	**40,930**	33,422
Unsecured		
Bank borrowings	**84,000**	82,000
Bills payable	**20,000**	–
Other loans	**129,000**	64,000
Interest payables	**307**	258
	274,237	179,680
Total borrowings	**685,188**	478,294

Gearing Ratio

Gearing ratios, which is calculated as total borrowings divided by total equity of the Group, are 85.37% and 40.37% as at June 30, 2026 and June 30, 2025, respectively.

Pledge of Assets

The Group has pledged its land use rights and buildings with carrying amounts of approximately RMB375.55 million to bank as the security for the long-term bank borrowings of RMB326.88 million as at June 30, 2026.

Capital Expenditures and Investment

The Group's capital expenditures comprise primarily expenditures on land use rights, property, plant and equipment and intangible assets. During the Reporting Period, the Group's total capital expenditures were RMB89.98 million, representing a decrease of 27.69% as compared with RMB124.43 million for the corresponding period in 2025. The decrease was mainly due to the higher payments for the construction of the new factory and the purchase of equipment during the first half of 2025.

Treasury Policies and Exposure to Fluctuation in Exchange Rates

Foreign exchange risk arises when future commercial transactions or recognised assets and liabilities are denominated in a currency that is not the Group entities' functional currency. The Group's businesses are principally conducted in RMB. The majority of assets are denominated in RMB. The majority of non-RMB assets and liabilities are cash and cash equivalents, trade receivables and trade payables denominated in HKD, USD and EUR. The Group is subject to foreign exchange risk arising from future commercial transactions and recognised assets and liabilities which are denominated in non-RMB and net investment in foreign operations.

The Group manages its foreign exchange risk by closely monitoring the movement of the foreign currency rates. Cash repatriation from the PRC are subject to the rules and regulations of foreign exchange control promulgated by the PRC government. Additionally, the Group enters into foreign exchange options contract to mitigate the foreign exchange risk. The Group did not have other significant exposure to foreign exchange risk.

Contingent Liabilities

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

Staff Cost and Employee Remuneration Policy

As at June 30, 2026, the Group had 553 employees (as at June 30, 2025: 559 employees). Staff cost of the Group increased by 9.40% from RMB127.07 million for the corresponding period in 2025 to RMB139.02 million for the Reporting Period, which was mainly attributable to the increase in labor costs of production, management and R&D teams in connection with the continuous expansion of the Group's business scale and the simultaneous mass production and delivery of multiple projects.

We are committed to establishing a competitive and fair remuneration. In order to effectively motivate our employees, we continually refine our remuneration and incentive policies through market research. We conduct annual performance evaluation for our employees to provide feedback on their performance. Compensation for our staff typically consists of base salary and a performance-based bonus. Certain equity incentive schemes were also established for the benefit of our Directors, supervisors, senior management and core employees as remuneration for their services provided to us and to incentivize and reward the eligible persons who have contributed to the success of our Company.

We provide regular and specialized training tailored to the needs of our employees in different departments. Through these trainings, we ensure that our staff's skill sets remain up-to-date and enable them to discover and meet our customers' needs. We have in place an employee handbook approved by our management and distributed to all our employees, which contains internal rules and guidelines regarding best commercial practice, work ethics, fraud prevention mechanism, negligence and corruption. We also provide employees with resources for explanation on guidelines contained in the employee handbook.

V. SIGNIFICANT INVESTMENTS

As at June 30, 2026, the Group did not have any significant investments.

VI. MATERIAL ACQUISITIONS AND DISPOSALS

The Group had no material acquisitions or disposal of subsidiaries, associates and joint ventures during the Reporting Period.

VII. FUTURE STRATEGY AND PROSPECTS

The year 2026 is regarded as a pivotal year for the intelligent driving assistance industry in its transition from "large-scale adoption" to a focus on "quality and efficiency". As consumer awareness and acceptance of intelligent driving functions continue to rise, demand for these capabilities is growing, and intelligent driving capabilities have become a key factor in vehicle purchasing decisions. The "democratization of intelligent driving" is accelerating, with advanced driver assistance functions such as highway NOA and urban NOA rapidly penetrating from high-end models down to the mainstream price range of RMB100,000 to RMB200,000. It is anticipated that the penetration rate of NOA functions will increase significantly in 2026. At the same time, both national policies and regulations as well as consumers are placing greater emphasis on the safety of intelligent driving, imposing higher technical requirements on the technology. Consequently, the reliability and cost-effectiveness of solutions have become particularly critical in supplier selection for passenger vehicles in the mainstream price segment. We have deployed high safety and cost-effective solutions across different chip platforms, ranging from low-to-mid, mid, and mid-to-high computing power, to meet the diverse needs of various automakers and vehicle models.

China's leading edge in the fields of automotive electrification and intelligent technologies is translating into strong momentum for global expansion. In the first half of 2026, China's automobile exports reached 5.096 million units, representing a period-on-period increase of 65.3% and setting a record high for the corresponding period. The growing brand recognition and influence of domestic OEMs in overseas markets have driven increased demand for advanced driver-assistance systems in regions such as Europe and Southeast Asia. At the same time, compared with overseas competitors, Chinese solutions offer a more pronounced cost-performance advantage in terms of both cost and delivery efficiency. The combination of these two favorable factors presents valuable opportunities for Chinese intelligent driving suppliers to expand globally.

In the first half of 2026, the embodied intelligence industry has been accelerating its transition from the stage of technical validation towards a critical phase of large scale commercial deployment and closed-loop commercial realization. In terms of policy and industry standards, "the *Humanoid Robot and Embodied Intelligence Standard System (2026 Edition)*" (《人形機器人和具身智能標準體系(2026版)》) and a series of industry standards were successively introduced, while the MIIT, together with other authorities, launched a special action programme for real-scenario practical training. In terms of technology, the focus of technological competition has shifted from the hardware to intelligent decision-making systems centred on the VLA model, with simulation-to-reality (Sim-to-Real) technology accelerating engineering implementation; dexterous hands, force sensing and whole-body coordinated control have become key areas of research and development. In terms of practical application, leading robotics companies have successively achieved mass production and delivery on a scale of tens of thousands of units; scenarios such as industrial sorting, logistics handling and public guided services have taken the lead in commercial deployment, while costs and prices of consumer-grade embodied products continue to trend downwards.

Continue to pioneer the large-scale commercialization of intelligent driving solutions and products

We will continuously optimize and refine our existing product lines, and expand our in-house manufacturing capacity to reinforce our business expansion; and provide more cost-effective solutions and products to our customers through technological advancement and supply chain optimization. Our 5G smart manufacturing base officially commenced operations in September 2025. With the integration of the newly implemented systems, applications and products (SAP) and manufacturing execution system (MES), it supports rapid changeovers across different customers and product platforms and greatly enhances the digitalization of our supply chain and manufacturing processes, significantly enhancing production efficiency and quality. In the second half of 2026, we will continue to expand our production capacity to meet our customers' growing demand for mass production and delivery, whilst further strengthening our localized delivery capabilities overseas.

Sustain R&D investment to solidify our leading position

The Company focuses on delivering large-scale commercial intelligent driving solutions to the market. At present, we have independently developed core algorithms, middleware and cloud platforms. Moving forward, we will continue to optimize our software, enhance technical barriers and cost-effectiveness of our solutions, and continuously improve the core competitiveness of our products. In terms of algorithms, in order to develop safer, more generalizable, and human-aligned autonomous driving algorithms, we will strengthen the deployment of one-stage end-to-end and VLA large model, while introducing a World Model as the foundation for physical AI. By predicting and simulating the operational laws of the physical world, it will endow the system with safety boundaries that transcend human experience and the capability for autonomous evolution. In terms of data, we will continuously refine the full-link data closed-loop system. Leveraging the World Model, we will achieve efficient synthesis and validation of extreme corner cases, promote the dual drive of real and synthetic data, and further strengthen our data mining capabilities and data value extraction, thereby shortening R&D cycles. We will persistently refine our self-developed software middleware to make it more automatic and programmatic, ensuring compatibility with diverse computing platforms while improving operational resource efficiency. In terms of computing platforms, we will strengthen collaboration with Horizon Robotics to accelerate the mass production of products and solutions based on the Journey 6 platform. Meanwhile, we will collaborate with our partners to build integrated cockpit-driving platform and vehicle central computing platform.

Continue to deepen, expand, and diversify our OEM customer base

We will strengthen our cooperation with existing customers and strive to expand our products and solutions to more vehicle models. Meanwhile, we will continue to grow our sales and marketing teams to achieve breakthroughs with key overseas customers. In addition, we will collaborate with our strategic partners to broaden our OEM customer base.

Enhance our value chain integration capabilities

We will continue to collaborate with existing international first-class SoC suppliers, and actively promote the R&D and commercialization of products and solutions of Horizon Journey system chips based on our strategic cooperation with Horizon Robotics. We aim to deepen our cooperation with sensor suppliers to develop modular solutions to shorten the development cycle and improve the adaptability of our solutions. In addition, we plan to strengthen our vertical integration capabilities by investing in or acquiring quality companies that can create synergies.

Build an international brand with a global presence

We will adhere to our overseas expansion strategy by serving Chinese OEMs' overseas business on the one hand, and actively developing international customers on the other. Based on our established presence, our products and solutions have followed our customers to been deployed across regions and countries including Europe, the Middle East, Southeast Asia, South Korea and Japan. This has enabled us to accumulate extensive on-the-ground experience in overseas applications and develop strong localized service capabilities. In the first half of 2026, we established a business unit in Japan, with a emphasis on advancing the development of our local service infrastructure in Japan, and we plan to continue strengthening our global sales and service network. Through our overseas business units and production bases, technical adaptation, ecosystem collaboration, and data compliance capabilities, we aim to accelerate our integration into the direct supply chains of international automakers. In addition, we will leverage the resources provided by our strategic overseas shareholders to explore new international business opportunities and establish more international strategic alliances.

Actively explore more diversified business models

Our current solutions focus primarily on intelligent driving of passenger vehicles. In addition, there are also broad application prospects for autonomous driving solutions in specialized scenarios such as public transportation, freight logistics, agricultural machinery, industry and warehousing, mines and ports, which can help improve transportation efficiency, reduce injuries and lower costs. In the first half of 2026, we mass produced and delivered our first batch autonomous driving domain controllers for unmanned logistics vehicles. Taking this as a starting point, we will accelerate the mass production and commercial deployment of our products in low-speed Level 4 scenarios, including unmanned logistics vehicles and unmanned sweeper vehicles.

Continue to focus on the field of embodied intelligence

We will continue to deepen our presence in the embodied intelligence sector, and accelerate the transition from technology R&D to industrial application by focusing on four key strategic pillars: mass production and commercial deployment, computing power infrastructure as a foundation, algorithm migration, and ecosystem integration.

Accelerate mass production of charging robot products to seize a first mover advantage in the market

We will leverage charging robots as a strategic entry point to expedite the transition of our products from engineering prototypes to mass production at scale. By optimizing production processes, enhancing our supply chain system and establishing standardized testing procedures, we will ensure that our products meet mass production requirements in terms of reliability, safety and cost control. At the same time, we will actively expand collaborations with new energy vehicle manufacturers, charging operators and commercial property developers, building a "product + service" business model, with the aim of being the pioneers in achieving a closed-loop commercial model within the high-growth niche market of automated charging.

Enhance and expand the on-device computing infrastructure for embodied intelligence to reinforce the technology foundation

The development of embodied intelligence relies on efficient, low-power on-device computing foundation. We will continue to invest R&D resources to refine our on-device computing platform tailored for robotic scenarios, enhancing computing density and energy efficiency to meet the demands of complex perception, real time decision making and concurrent multi task processing. At the same time, we will expand our computing infrastructure product portfolio to cover various levels ranging from edge computing to high-level intelligence, providing flexible and scalable hardware support for a wide range of robotic applications, thereby building the core infrastructure for the embodied intelligence era.

Drive the migration of intelligent driving algorithms to mobile robotics scenarios to unlock synergistic value across technologies

We systematically transfer our core intelligent driving algorithm capabilities to various mobile robotic platforms, including but not limited to delivery robots, inspection robots, cleaning robots and specialized task robots. Through modular and platform-based algorithm design, we will achieve "one time development, multi scenario adaptation", significantly reducing R&D lead times and costs in new scenarios. This approach will fully leverage the synergies of technology reuse and broaden the boundaries and potential of our business.

Integrate the automotive grade sensor supply chain to build a full stack solution of "infrastructure + sensors + algorithms"

Leveraging our years of accumulated supply chain resources and quality management system in the automotive electronics sector, we will deeply integrate automotive-grade sensors (such as LiDAR, millimetre-wave radar, cameras and Inertial Measurement Units (IMUs)) with our proprietary on-device computing infrastructure and migrated and optimized intelligent algorithms to create a comprehensive solution covering hardware, perception and decision making. This solution will not only enhance the perception accuracy and operational reliability of robots in complex environments, but also provide customers with one-stop, highly integrated product delivery capabilities, significantly strengthening our bargaining power and competitive barriers in the embodied intelligence industry chain.

COMPLIANCE WITH THE CORPORATE GOVERNANCE CODE

The Company is committed to maintaining and promoting high standards of corporate governance, to safeguard the interests of the Shareholders and to enhance corporate value and accountability. The Company has complied with all applicable code provisions under the CG Code as set out in Appendix C1 to the Listing Rules as the basis for its corporate governance practices during the Reporting Period, except for as described below. The Company will continue to review and monitor its corporate governance practices to ensure compliance with the CG Code.

Mr. SONG Yang is currently both the chief executive officer of the Company and the chairman of the Board. Code provision C.2.1 of the CG Code stipulates that the roles of chairman and chief executive should be segregated and should not be performed by the same individual. The Board believes that vesting the roles of both chief executive officer and chairman of the Board in the same person has the benefit of ensuring consistent leadership and efficient discharge of executive functions within the Group. The Group considers that the balance of power and authority of the present arrangement will not be impaired as the Board comprises five other experienced and high-calibre individuals including another two executive Directors and three independent non-executive Directors who would be able to offer advice from various perspectives. In addition, for major decisions of the Group, the Board will make consultations with appropriate Board committees and senior management. Therefore, the Directors consider that the present arrangement is beneficial to and in the interest of the Company and the Shareholders as a whole and the deviation from code provision C.2.1 of the CG Code is appropriate in such circumstance.

Mr. Liu Yong resigned as an independent non-executive Director, the chairman of the audit committee and member of the remuneration and appraisal committee of the Board due to his personal work arrangements on January 15, 2026. Following the resignation of Mr. Liu, the Company failed to meet the following requirements: (1) the Board must include at least three independent non-executive directors under Rule 3.10(1) of the Listing Rules; (2) the audit committee must comprise a minimum of three members and must be chaired by an independent non-executive director, under Rule 3.21 of the Listing Rules; and (3) the remuneration and appraisal committee must comprise a majority of independent non-executive directors, under Rule 3.25 of the Listing Rules.

Following the appointment of Dr. Shao Jun as an independent non-executive Director, the chairman of the audit committee and member of the remuneration and appraisal committee of the Board on April 14, 2026, the aforesaid requirements of the Listing Rules became re-complied with.

MODEL CODE FOR SECURITIES TRANSACTIONS

The Company has adopted the Model Code as set out in Appendix C3 to the Listing Rules as its code of conduct regarding Directors' and supervisors' securities transactions. After making specific enquiries to all the Directors and supervisors, each of them has confirmed that they have complied with the Model Code during the Reporting Period.

INTERIM DIVIDEND

The Board does not recommend the payment of an interim dividend for the Reporting Period (corresponding period in 2025: Nil).

USE OF PROCEEDS FROM PLACINGS OF NEW H SHARES UNDER 2024 PLACING, 2025 FEBRUARY PLACING AND 2025 JULY PLACING

2024 Placing

The net proceeds raised by the Company from placing of new H Shares under general mandate on December 2, 2024 (after deducting all fees, costs and expenses incurred by the Company in connection with the placing including the commission and levies) amount to approximately HK$73.28 million (the "**2024 Placing**").

The following table sets forth the Company's use of the proceeds from the 2024 Placing as at June 30, 2026:

	Approximate percentage of the total net proceeds	Net proceeds from the 2024 Placing *(HKD' million)*	Unutilized net proceeds as of January 1, 2026 *(HKD' million)*	Actual use of proceeds during the Reporting Period *(HKD' million)*	Unutilized net proceeds as of June 30, 2026 *(HKD' million)*	Expected time to utilize the remaining net proceeds in full
Enhancing R&D of the advanced intelligent driving and automated driving and cockpit integrated solutions and products	40.0%	29.30	–	–	–	Fully utilized
Capital expenditure in relation to enhancing the R&D and manufacturing facilities	20.0%	14.66	–	–	–	Fully utilized
Expanding the overseas sales and service network	20.0%	14.66	9.86	9.86	–	Fully utilized
Working capital and general corporate purposes	20.0%	14.66	–	–	–	Fully utilized
Total *(Note)*	**100.0%**	**73.28**	**9.86**	**9.86**	**–**	

Note: Any discrepancies in the above table between the total shown and the sum of the amounts listed are due to rounding.

As at June 30, 2026, all net proceeds from the 2024 Placing had been fully utilized in accordance with the intended purposes and the same portion as stated in the Company's announcement dated December 2, 2024.

2025 February Placing

The net proceeds raised by the Company from placing of new H Shares under general mandate on February 17, 2025 (after deducting all fees, costs and expenses incurred by the Company in connection with the placing including the commission and levies) amount to approximately HK$228.37 million (the "**2025 February Placing**").

The following table sets forth the Company's use of the proceeds from the 2025 February Placing as at June 30, 2026:

	Approximate percentage of the total net proceeds	Net proceeds from the 2025 February Placing *(HKD' million)*	Unutilized net proceeds as of January 1, 2026 *(HKD'million)*	Actual use of proceeds during the Reporting Period *(HKD' million)*	Unutilized net proceeds as of June 30, 2026 *(HKD'million)*	Expected time to utilize the remaining net proceeds in full
Enhancing R&D of the advanced intelligent driving and automated driving and cockpit integrated solutions and products	60.0%	137.02	–	–	–	Fully utilized
Capital expenditure in relation to enhancing the R&D and manufacturing facilities	10.0%	22.84	–	–	–	Fully utilized
Expanding the oversea sales and service network	5.0%	11.42	11.42	–	11.42	By the end of the year 2026
Working capital and general corporate purposes	25.0%	57.09	–	–	–	Fully utilized
Total *(Note)*	**100.0%**	**228.37**	**11.42**	**–**	**11.42**	

Note: Any discrepancies in the above table between the total shown and the sum of the amounts listed are due to rounding.

As at June 30, 2026, the unutilized net proceeds from the 2025 February Placing amounted to approximately HK$11.42 million, and the Group will utilize the net proceeds in accordance with the intended purposes and the same portion as stated in the Company's announcement dated February 17, 2025. The expected timeline is based on the best estimation of future market conditions and business operations made by the Company currently, and will be subject to change based on future development of market conditions and actual business needs. Should there be any change in the intended use of the unutilized net proceeds, the Company will make appropriate announcement(s) in due course.

2025 July Placing

The net proceeds raised by the Company from placing of new H Shares under general mandate on July 21, 2025 (after deducting all fees, costs and expenses incurred by the Company in connection with the placing including the commission and levies) amount to approximately HK$230.7 million (the "**2025 July Placing**").

The following table sets forth the Company's use of the proceeds from the 2025 July Placing as at June 30, 2026:

	Approximate percentage of the total net proceeds	Net proceeds from the 2025 July Placing *(HKD' million)*	Unutilized net proceeds as of January 1, 2026 *(HKD' million)*	Actual use of proceeds during the Reporting Period *(HKD' million)*	Unutilized net proceeds as of June 30, 2026 *(HKD' million)*	Expected time to utilize the remaining net proceeds in full
Enhancing R&D of the advanced intelligent driving and automated driving and cockpit integrated solutions and products	50.0%	115.35	40.35	40.35	–	Fully utilized
Capital expenditure in relation to enhancing the R&D and manufacturing facilities	10.0%	23.07	–	–	–	Fully utilized
R&D, mergers and acquisitions of the Company's robotics business	15.0%	34.61	18.48	8.35	10.13	By the end of the year 2026
Working capital and general corporate purposes	25.0%	57.68	–	–	–	Fully utilized
Total *(Note)*	**100.0%**	**230.70**	**58.83**	**48.70**	**10.13**	

Note: Any discrepancies in the above table between the total shown and the sum of the amounts listed are due to rounding.

As at June 30, 2026, the unutilized net proceeds from the 2025 July Placing amounted to approximately HK$10.13 million, and the Group will utilize the net proceeds in accordance with the intended purposes and the same portion as stated in the Company's announcement dated July 13, 2025. The expected timeline is based on the best estimation of future market conditions and business operations made by the Company currently, and will be subject to change based on future development of market conditions and actual business needs. Should there be any change in the intended use of the unutilized net proceeds, the Company will make appropriate announcement(s) in due course.

PURCHASE, REDEMPTION OR SALE OF LISTED SECURITIES

During the Reporting Period, the Company repurchased a total of 3,631,700 H Shares on the Stock Exchange at an aggregate consideration of HK$16,029,710.03. Details of the aforesaid repurchases are as follows:

Month of repurchase during the Reporting Period	Number of H Shares repurchased	Purchase price per H Share Highest (HK$)	Purchase price per H Share Lowest (HK$)	Purchase price paid (excluding transaction fees) (HK$)
January	103,300	6.8	5.97	663,168.99
February	397,800	6.52	5.22	2,332,320.00
April	100,700	3.71	3.56	365,074.02
May	2,700,700	5	3.46	11,336,304.00
June	329,200	4.48	3.76	1,332,843.02
	3,631,700			**16,029,710.03**

The 3,631,700 H Shares repurchased during the Reporting Period were held by the Company as treasury Shares. The Company may including but not limited to sell, transfer or otherwise dispose of (which include transfer pursuant to share schemes (if applicable) or as consideration in transactions) the treasury Shares in the light of market conditions and its capital management needs and subject to the compliance with the Listing Rules.

During the Reporting Period, the Company did not sell or transfer any treasury Shares. The Company will not exercise any Shareholders' right or receive any entitlement in respect of the aforesaid treasury Shares.

Save for the aforesaid, the Group did not purchase, sell or redeem any Share during the Reporting Period.

CHANGES TO INFORMATION IN RESPECT OF DIRECTORS, SUPERVISORS AND CHIEF EXECUTIVE

The change in information of the Directors, Supervisors and chief executive pursuant to Rule 13.51B(1) of the Listing Rules since the date of the annual report of the Company and up to the date of this interim report is set out below:

(1) Dr. Shao Jun has been appointed as the independent non-executive Director, the Chairman of the audit committee and a member of the remuneration and appraisal committee of the Board with effect from April 14, 2026, and

(2) Ms. Jiang Jingfang has resigned as the executive Director and President with effect from June 26, 2026.

Save as disclosed above, the Company is not aware of any changes in the information of Directors, Supervisors and chief executive which are required to be disclosed pursuant to Rule 13.51B(1) of the Listing Rules since the date of the annual report of the Company and up to the date of this interim report.

DIRECTORS', SUPERVISORS' AND CHIEF EXECUTIVE' INTERESTS AND SHORT POSITIONS IN SHARES, UNDERLYING SHARES AND DEBENTURES

As at June 30, 2026, the interests and short positions of the Directors, the Supervisors and the chief executive of the Company in the Shares, underlying Shares and debentures of the Company or any of its associated corporations (within the meaning of Part XV of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong) (the "**SFO**")) as notified to the Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests and short positions which he/she is keen to taken or deemed to have under such provisions of the SFO), or as recorded in the registered maintained by the Company under Section 352 of the SFO, or as notified to the Company and the Stock Exchange pursuant to the Model Code were as follows:

Name of Director/Supervisor	Capacity/Nature of interest	Class of Shares	Number of Shares[1]	Approximate percentage of shareholding in the total number of issued Shares of our Company[2]
Mr. SONG Yang[3]	Beneficial owner; Interest in controlled corporation	H Shares	58,838,587 (L)	22.86%
Mr. LU Yukun[4]	Interest in controlled corporation	H Shares	14,662,220 (L)	5.70%
Ms. LIU Fang	Beneficial owner	H Shares	40,300 (L)	0.02%
Ms. Gao Liyun	Beneficial owner	H Shares	96,200 (L)	0.04%
Mr. Wang Bingjie	Beneficial owner	H Shares	19,700 (L)	0.01%

Notes:

1. The letter "L" denotes the person's long position in the Shares.

2. The calculation is based on the total number of 257,442,540 Shares in issue as of June 30, 2026.

3. Mr. SONG Yang is the general partner of each of Suzhou Zichi Management Consulting Partnership (L.P.) (蘇州紫馳管理諮詢合夥企業(有限合夥)) ("**Zichi Platform**"), Suzhou Hongchi Management Consulting Partnership (L.P.) (蘇州紅馳管理諮詢合夥企業(有限合夥)) ("**Suzhou Hongchi**") and Suzhou Luchi Management Consulting Partnership (L.P.) (蘇州綠馳管理諮詢合夥企業(有限合夥)) ("**Suzhou Luchi**"). Therefore, Mr. SONG Yang will be deemed to be interested in the Shares held by Zichi Platform, Suzhou Hongchi and Suzhou Luchi under the SFO.

4. As at June 30, 2026, Mr. LU Yukun held a 44.99% partnership interest in Suzhou Lanchi Management Consulting Partnership (L.P.) ("**Lanchi Platform**") and was its general partner. Therefore, Mr. LU Yukun is deemed to be interested in Shares held by Lanchi Platform under the SFO.

Save as disclosed above, as at June 30, 2026, to the knowledge of the Board, none of the Directors, the Supervisors or chief executive of the Company had any interests or short positions in the Shares, underlying Shares and debentures of the Company or any of its associated corporations (within the meaning of Part XV of the SFO) which would have to be notified to the Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests and short positions which the Directors and chief executives were deemed or taken to have under the provisions of the SFO), or which were required to be and are recorded in the register required to be kept by the Company pursuant to Section 352 of the SFO, or which were required to be notified to the Company and the Stock Exchange pursuant to the Model Code.

SUBSTANTIAL SHAREHOLDERS AND OTHER PERSONS' INTERESTS AND SHORT POSITIONS IN SHARES AND UNDERLYING SHARES

As at June 30, 2026, the following entities/persons (other than the Directors, Supervisors or chief executives of the Company) had interests and short positions in the Shares or underlying Shares which would fall to be disclosed to the Company and the Stock Exchange pursuant to Divisions 2 and 3 of Part XV of the SFO, or are directly and indirectly interested in 5% or more of the nominal value of any class of the share capital carrying rights to vote in all circumstances at general meetings of the Company:

Name of Shareholder	Capacity/Nature of interest	Class of Shares	Number of Shares[1]	Approximate percentage of shareholding in the total number of Shares[2]
Mixed Reform Fund[3]	Beneficial owner	H Shares	18,412,760 (L)	7.15%
China Chengtong[3]	Interest in controlled corporation	H Shares	18,412,760 (L)	7.15%
HL Klemove Suzhou[4]	Beneficial owner	H Shares	15,316,080 (L)	5.95%
HKL[4]	Interest in controlled corporation	H Shares	15,316,080 (L)	5.95%
HL Mando[4]	Interest in controlled corporation	H Shares	15,316,080 (L)	5.95%
Lanchi Platform	Beneficial owner	H Shares	14,555,520 (L)	5.65%
Li Shuangjiang	Beneficial owner	H Shares	14,238,460 (L)	5.53%

Notes:

1. The letter "L" denotes the person's long position in the Shares.

2. The calculation is based on the total number of 257,442,540 Shares in issue as of June 30, 2026.

3. China State-owned Enterprise Mixed Ownership Reform Fund Co., Ltd. (中國國有企業混合所有制改革基金有限公司) ("**Mixed Reform Fund**") is a state-owned fund approved by the State Council of the People's Republic of China. Mixed Reform Fund is held as to 34.23% by China Chengtong Holdings Group Co., Ltd. (中國誠通控股集團有限公司) ("**China Chengtong**"). Therefore, China Chengtong is deemed to be interested in the Shares held by Mixed Reform Fund under the SFO.

4. HL Klemove Electronics (Suzhou) Co., Ltd. (漢拿科鋭動電子(蘇州)有限公司) ("**HL Klemove Suzhou**") is wholly owned by HL Klemove Corp. ("**HKL**"), which is an affiliate of HL Mando Corporation ("**HL Mando**"), a company listed on the Korea Exchange (ticker symbol: 204320). Therefore, each of HKL and HL Mando is deemed to be interested in the Shares held by HL Klemove Suzhou under the SFO.

Save as disclosed above, as at June 30, 2026, no person, other than the Directors, Supervisors or chief executives of the Company whose interests are set out in the section headed "Directors', Supervisors' and Chief Executives' Interests and Short Positions in Shares, Underlying Shares and Debentures" above, had registered an interest or a short position in the Shares or underlying Shares of the Company which would fall to be disclosed 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.

MATERIAL LITIGATION

For the Reporting Period and as at the date of this interim report, the Company was neither involved in any material litigation or arbitration, nor may be brought up or accused of any pending material litigation or claims.

AUDIT COMMITTEE REVIEW OF FINANCIAL STATEMENTS

The Audit Committee has reviewed the unaudited consolidated financial statements and interim results of the Group for the six months ended June 30, 2026, and is of the view that the Group's unaudited consolidated interim results for the six months ended June 30, 2026 are prepared in accordance with the applicable accounting standards, laws and regulations, and appropriate disclosures have already been made.

SIGNIFICANT EVENTS AFTER THE REPORTING PERIOD

There were no material events after June 30, 2026 and up to the date of this interim report that would materially affect the Group's operating and financial performance.

By order of the Board
iMotion Automotive Technology (Suzhou) Co., Ltd.
Mr. SONG Yang
Chairman of the Board and Executive Director

Hong Kong, August 17, 2026

Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income

for the six months ended 30 June 2026 – unaudited
(Expressed in RMB)

	Note	Six months ended 30 June **2026** **RMB'000** **(Unaudited)**	2025 RMB'000 (Unaudited)
Revenue	4	**760,495**	365,993
Cost of sales		**(668,091)**	(348,919)
Gross profit		**92,404**	17,074
Selling expenses		**(7,103)**	(10,470)
Administrative expenses		**(40,988)**	(31,365)
Research and development expenses		**(98,257)**	(156,526)
Impairment losses on financial assets		**(13,933)**	(1,413)
Other income	5	**17,541**	2,904
Other gains/(losses) - net	6	**1,522**	(2,444)
Operating loss		**(48,814)**	(182,240)
Finance income	7	**2,400**	6,215
Finance costs	7	**(7,461)**	(1,836)
Finance (costs)/income – net	7	**(5,061)**	4,379
Loss before income tax		**(53,875)**	(177,861)
Income tax	9	**125**	(85)
Loss for the period		**(53,750)**	(177,946)
Attributable to:			
Equity shareholders of the Company		**(53,012)**	(177,946)
Non-controlling interests		**(738)**	–
Loss for the period		**(53,750)**	(177,946)
Other comprehensive income:			
Items that may be subsequently reclassified to profit or loss			
Currency translation differences		**97**	64
Loss and total comprehensive loss for the period		**(53,653)**	(177,882)
Attributable to:			
Equity shareholders of the Company		**(52,915)**	(177,882)
Non-controlling interests		**(738)**	–
Loss and total comprehensive loss for the period		**(53,653)**	(177,882)
Loss per share attributable to the equity shareholders of the Company (in RMB)			
Basic and diluted loss per share	10	**(0.21)**	(0.75)

Condensed Consolidated Statement of Financial Position

at 30 June 2026 – unaudited

(Expressed in RMB)

	Note	**As at 30 June 2026 RMB'000 (Unaudited)**	As at 31 December 2025 RMB'000 (Audited)
Assets			
Non-current assets			
Property, plant and equipment	*11*	**453,024**	433,303
Right-of-use assets	*12*	**30,085**	30,315
Intangible assets	*13*	**66,213**	74,277
Interests in associates		**1,054**	–
Financial assets at fair value through profit or loss	*19*	**11,500**	10,000
Other non-current assets	*14*	**20,551**	24,566
		582,427	572,461
Current assets			
Inventories	*15*	**383,793**	291,543
Other current assets	*18*	**119,953**	48,647
Trade and notes receivables	*16*	**272,042**	232,080
Financial assets at fair value through other comprehensive income	*17*	**5,271**	30,012
Financial assets at fair value through profit or loss	*19*	**144,267**	300,468
Restricted cash	*20*	**50,062**	62
Cash and cash equivalents	*20*	**266,817**	260,699
		1,242,205	1,163,511
Total assets		**1,824,632**	1,735,972
Equity			
Share capital	*21*	**249,004**	252,636
Reserves	*22*	**1,527,817**	1,538,404
Accumulated losses		**(977,581)**	(924,569)
Total equity attributable to equity shareholders of the Company		**799,240**	866,471
Non-controlling interests		**3,356**	4,094
Total equity		**802,596**	870,565

	Note	**As at 30 June 2026** ***RMB'000*** ***(Unaudited)***	As at 31 December 2025 *RMB'000* *(Audited)*
Liabilities			
Non-current liabilities			
Borrowings	*25*	**410,951**	298,614
Lease liabilities	*12*	**499**	–
Provisions	*26*	**4,310**	7,429
Deferred income	*27*	**3,131**	3,280
Deferred tax liabilities		**2,296**	2,421
		421,187	311,744
Current liabilities			
Trade payables	*28*	**206,964**	160,588
Other payables and accruals	*29*	**103,072**	190,716
Contract liabilities	*4*	**12,154**	16,290
Borrowings	*25*	**274,237**	179,680
Lease liabilities	*12*	**567**	974
Provisions	*26*	**3,855**	5,415
		600,849	553,663
Total liabilities		**1,022,036**	865,407
Total equity and liabilities		**1,824,632**	1,735,972
Net current assets		**641,356**	609,848

Condensed Consolidated Statement of Changes in Equity

for the six months ended 30 June 2026 – unaudited
(Expressed in RMB)

	Note	Attributable to equity shareholders of the Company					
		Share capital	**Reserves**	**Accumulated losses**	**Total**	**Non-controlling interests**	**Total equity**
		RMB'000	***RMB'000***	***RMB'000***	***RMB'000***	***RMB'000***	***RMB'000***
As at 1 January 2026		**252,636**	**1,538,404**	**(924,569)**	**866,471**	**4,094**	**870,565**
Loss for the period		**–**	**–**	**(53,012)**	**(53,012)**	**(738)**	**(53,750)**
Other comprehensive loss		**–**	**(97)**	**–**	**(97)**	**–**	**(97)**
Provision of safety fund surplus reserve		**–**	**83**	**(83)**	**–**	**–**	**–**
Utilisation of safety fund surplus reserve		**–**	**(83)**	**83**	**–**	**–**	**–**
		–	**(97)**	**(53,012)**	**(53,109)**	**(738)**	**(53,847)**
Transactions with the equity shareholders of the Company							
Repurchase of ordinary shares	*21、22*	**(3,632)**	**(10,490)**	**–**	**(14,122)**	**–**	**(14,122)**
As at 30 June 2026 *(Unaudited)*		**249,004**	**1,527,817**	**(977,581)**	**799,240**	**3,356**	**802,596**

	Attributable to equity shareholders of the Company					
	Share capital	Reserves	Accumulated losses	Total	Non-controlling interests	Total equity
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*
As at 1 January 2025	230,757	1,181,008	(508,741)	903,024	–	903,024
Loss for the period	–	–	(177,946)	(177,946)	–	(177,946)
Other comprehensive loss	–	(64)	–	(64)	–	(64)
Provision of safety fund surplus reserve	–	200	(200)	–	–	–
Utilisation of safety fund surplus reserve	–	(200)	200	–	–	–
	–	(64)	(177,946)	(178,010)	–	(178,010)
Transactions with the equity shareholders of the Company						
Placing of new shares	11,191	198,991	–	210,182	–	210,182
Shares purchased under Share Award Scheme	–	(27,258)	–	(27,258)	–	(27,258)
	11,191	171,733	–	182,924	–	182,924
As at 30 June 2025 *(Unaudited)*	241,948	1,352,677	(686,687)	907,938	–	907,938

Condensed Consolidated Cash Flow Statement

for the six months ended 30 June 2026 – unaudited

(Expressed in RMB)

	Note	Six months ended 30 June 2026 RMB'000 (Unaudited)	2025 RMB'000 (Unaudited)
Cash flows from operating activities			
Net cash used in operations		**(240,633)**	(103,487)
Interest received from cash at banks		**2,338**	5,980
Net cash used in operating activities		**(238,295)**	(97,507)
Cash flows from investing activities			
Payments for property, plant and equipment		**(88,923)**	(121,399)
Payments for intangible assets		**(1,057)**	(3,028)
Proceeds from sale of property, plant and equipment		**633**	149
Proceeds from disposals of financial assets at fair value through profit or loss		**581,915**	520,260
Payments for financial assets at fair value through profit or loss		**(426,500)**	(326,573)
Payments for equity investments		**(1,054)**	(3,700)
Loans to an employee		**(1,050)**	–
Net cash generated from investing activities		**63,964**	65,709
Cash flows from financing activities			
Proceeds from contributions from equity shareholders		**–**	210,182
Payments of lease liabilities		**(858)**	(2,673)
Repayments of borrowings		**(29,191)**	(54,500)
Proceeds from borrowings		**236,036**	106,159
Interest paid for borrowings		**(7,026)**	(1,826)
Payments for shares purchased under share award scheme		**–**	(27,258)
Payments for purchase of own shares		**(14,122)**	–
Net cash generated from financing activities		**184,839**	230,084
Net increase in cash and cash equivalents		**10,508**	198,286
Cash and cash equivalents at the beginning of the period		**260,699**	181,114
Exchange losses on cash and cash equivalents		**(4,390)**	(778)
Cash and cash equivalents at the end of the period	*20*	**266,817**	378,622

1 GENERAL INFORMATION

iMotion Automotive Technology (Suzhou) Co., Ltd. was incorporated in Suzhou on 27 December 2016 as a limited liability company. The address of its registered office is No.28 Yingqian Road, Industrial Park, Suzhou, Jiangsu Province, the PRC. Upon approval by the shareholders' general meeting held in November 2022, the Company was converted into a joint stock company with limited liability under the Company Law of the PRC and changed its registered name from "iMotion Automotive Technology (Suzhou) Co., Ltd. (知行汽車科技(蘇州)有限公司)" to "iMotion Automotive Technology (Suzhou) Co., Ltd. (知行汽車科技(蘇州)股份有限公司)" on 29 December 2022.

In December 2023, the Company successfully completed its initial public offering. The Company's H shares have been listed on The Main Board of The Stock Exchange of Hong Kong Limited since 20 December 2023.

The Company and its subsidiaries (together, "the Group") are principally engaged in the development, manufacturing and sale of advanced driver assistance solutions and products.

2 BASIS OF PREPARATION

This interim financial report 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, including compliance with International Accounting Standard ("IAS") 34, *Interim financial reporting*, issued by International Accounting Standards Board ("IASB"). It was authorised for issue on 17 August 2026.

The interim financial report has been prepared in accordance with the same accounting policies adopted in the 2025 annual financial statements, except for the accounting policy changes that are expected to be reflected in the 2026 annual financial statements. Details of any changes in accounting policies are set out in note 3.

The preparation of an interim financial report in conformity with IAS 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.

This interim financial report contains 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 a full set of financial statements prepared in accordance with IFRS Accounting Standards ("IFRSs").

The interim financial report is unaudited.

The financial information relating to the financial year ended 31 December 2025 that is included in the interim financial report 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. The annual financial statements for the year ended 31 December 2025 are available in the Company's registered office. The auditors have expressed an unqualified opinion on those financial statements in their report dated 27 March 2026.

3 CHANGES IN ACCOUNTING POLICIES

The IASB has issued a number of amendments to IFRS Accounting Standards that are first effective for the current accounting period. Of these, only the amendments to *IFRS 9, Financial instruments and IFRS 7, Financial instruments: Disclosures – Amendments to the classification and measurement of financial instruments*, are relevant to the Group's financial statements. The impacts of adopting these amendments are discussed below.

The Group has not applied any new standard or interpretation that is not yet effective for the current accounting period.

Amendments to IFRS 9, Financial instruments and IFRS 7, Financial instruments: Disclosures – Amendments to the classification and measurement of financial instruments

The amendments cover three main aspects:

- The amendments clarify when a financial asset or a financial liability is recognised and derecognised. They also introduce an optional exception that permits an entity to derecognise a financial liability before the settlement date when the financial liability is settled in cash using an electronic payment system, provided that specific criteria are met.

- For the assessment of whether a financial asset has contractual cash flows that are solely payments of principal and interest on the principal amount outstanding, the amendments clarify the assessment of interest and introduce an additional test for the financial assets with contingent features, for example environmental, social or governance ("ESG")-linked features. The amendments also clarify the difference between financial assets with non-recourse features and contractually linked instruments which may then change the applicable assessments.

- The amendments introduce new disclosures for disposals of investments in equity instruments designated at FVOCI, and for financial instruments not measured at FVPL which contain contractual terms that could change the amount of contractual cash flows based on the occurrence or non-occurrence of a contingent event that does not relate directly to changes in basic lending risks and costs.

  The application of the amendments does not have a material impact on the Group's condensed consolidated financial statements for the periods presented.

4 REVENUE AND SEGMENT INFORMATION

(a) Description of segments and principal activities

During the six months ended 30 June 2026, the Group is mainly engaged in the production, research and development and sales of advanced driver assistance solutions and products in the PRC. The executive directors of the Company (i.e., the CODM) review the operating results of the business as one operating segment to make strategic decisions and resources allocation. Therefore, the Group regards that there is only one segment which is used to make strategic decisions.

Geographical information

The majority of the Group's business and operations are conducted in Mainland China and currently, the Group's principal market, majority of revenue, operating loss and non-current assets are derived from/located in the PRC. Accordingly, no geographical segment information is presented.

(b) Revenue during the reporting period

Revenue represents the invoiced value of goods sold and rendering of services, which is net of rebate and discounts.

Revenue mainly comprises sales of advanced driver assistance solutions and products and rendering of services. An analysis of the Group's revenue by category for the six months ended 30 June 2026 and 2025 is as follows:

	Six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
Revenue from contracts with customers within the scope of IFRS 15		
Advanced driver assistance solutions and products	**664,140**	327,495
Autonomous driving-related R&D services	**17,860**	25,790
Sales of PCBA products and other auxiliary materials	**78,353**	12,708
	760,353	365,993
Revenue from other sources		
Rental income	**142**	–
	760,495	365,993

All the Group's revenue is recognised at a point in time.

4 REVENUE AND SEGMENT INFORMATION (Continued)

(c) Assets and liabilities related to contracts with customers

The Group recognised the following assets and liabilities related to the contracts with customers:

	As at 30 June 2026 ***RMB'000*** ***(Unaudited)***	As at 31 December 2025 *RMB'000* *(Audited)*
Non-current assets recognised for upfront payments to customers	**875**	1,750
Current assets recognised for upfront payments to customers	**1,750**	1,750
Total assets recognised for upfront payments to customers *(i)*	**2,625**	3,500
Current assets recognised for costs incurred to fulfill contracts	**73,918**	37,845
Total assets recognised for costs incurred to fulfill contracts *(ii)*	**73,918**	37,845
Current liabilities – rendering of services	**10,754**	14,874
Current liabilities – sales of products	**1,400**	1,416
Total contract liabilities	**12,154**	16,290

4 REVENUE AND SEGMENT INFORMATION (Continued)

(c) Assets and liabilities related to contracts with customers (Continued)

(i) Assets recognised for upfront payments to customers

	As at 30 June 2026 *RMB'000* *(Unaudited)*	As at 31 December 2025 *RMB'000* *(Audited)*
Assets recognised for upfront payments to customers	**3,500**	5,250
Amortisation recognised as a reduction of revenue during the period	**(875)**	(1,750)
	2,625	3,500

(ii) Assets recognised for costs incurred to fulfill contracts

	As at 30 June 2026 *RMB'000* *(Unaudited)*	As at 31 December 2025 *RMB'000* *(Audited)*
Assets recognised from costs incurred to fulfill contracts	**104,855**	59,492
Less: provisions for impairment of contract fulfillment costs	**(30,937)**	(21,647)
	73,918	37,845

Contract fulfillment costs represented costs that relate directly to a contract for autonomous driving related R&D services provided by the Group, primarily including direct labour, direct materials and allocations of costs incurred in providing the promised services directly to the customers. The provision for impairment of contract fulfillment costs as recognised was RMB9,290,000 (2025: RMB1,475,000) for the six months ended 30 June 2026.

4 REVENUE AND SEGMENT INFORMATION (Continued)

(c) Assets and liabilities related to contracts with customers (Continued)

(iii) Changes in contract liabilities

The decrease was due to the fulfillment of obligations with respect to the contract liabilities, and the amount of contract liabilities was recognised as revenue during the six months ended 30 June 2026.

(iv) Revenue recognised in relation to contract liabilities

	Six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
	(Unaudited)	*(Unaudited)*
Revenue recognised that was included in the contract liability balance at the beginning of the period	**8,013**	15,529

5 OTHER INCOME

	Six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
	(Unaudited)	*(Unaudited)*
Value-added tax ("VAT") additional deduction	**15,417**	–
Government grants *(i)*	**2,124**	2,904
	17,541	2,904

(i) During the six months ended 30 June 2026, the government grants mainly include government subsidies for the Group's research and development expenditures. There are no unfulfilled conditions or other contingencies attaching to the grants recognised.

6 OTHER GAINS/(LOSSES) - NET

	Six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
	(Unaudited)	*(Unaudited)*
Net fair value gains on financial assets at Fair value through profit or loss ("FVPL")	**2,731**	1,280
Net gains on disposals of property, plant and equipment and intangible assets	**24**	1
Net foreign exchange losses	**(1,346)**	(3,732)
Others	**113**	7
	1,522	(2,444)

7 LOSS BEFORE TAXATION

Loss before taxation is arrived at after charging/(crediting):

	Six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
	(Unaudited)	*(Unaudited)*
(a) Finance income and costs:		
Finance income:		
Interest income on cash at banks	**2,400**	6,215
Finance cost:		
Interest on bank loans and other borrowings	**(7,444)**	(4,471)
Interest on lease liabilities	**(17)**	(48)
Total interest expense	**(7,461)**	(4,519)
Less: interest expense capitalised into properties under development	**–**	2,683
	(5,061)	4,379

	Note	Six months ended 30 June	
		2026	2025
		RMB'000	*RMB'000*
		(Unaudited)	*(Unaudited)*
(b) other items:			
Cost of inventories		**641,362**	339,370
Depreciation:			
– property, plant and equipment	*11*	**13,806**	7,033
– right-of-use assets	*12*	**617**	2,530
Research and development expenses *(i)*		**98,257**	156,526
Amortisation of intangible assets	*13*	**9,121**	5,055

(i) During the six months ended 30 June 2026 and 2025, staff costs and depreciation expenses in research and development expenses are RMB72,238,000 and RMB117,097,000, respectively, which are also included in the total amounts disclosed separately above.

8 EMPLOYEE BENEFIT EXPENSES

	Six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
	(Unaudited)	*(Unaudited)*
Wages, salaries and bonuses	**114,578**	104,617
Pension obligations, housing funds, medical insurances and other social insurances *(a)*	**23,529**	21,237
Other employee benefits *(b)*	**912**	1,216
	139,019	127,070

(a) Pension obligations, housing funds, medical insurances and other social insurances

Full-time employees of the Group in the PRC are members of a state-managed retirement benefit schemes operated by the PRC government. The Group is required to contribute a specified percentage of payroll costs, subject to certain ceiling, as determined by local government authority to the pension obligations, housing funds, medical insurances and other social insurances to fund the benefits. The Group's liabilities in respect of benefits schemes are limited to the contribution payable in each period.

No forfeited contributions were utilised during the six months ended 30 June 2026 to offset the Group's contribution to the above-mentioned retirement benefit schemes.

(b) Other employee benefits

Other employee benefits mainly include meal, traveling, transportation allowances and other allowances.

9 INCOME TAX

	Six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
	(Unaudited)	*(Unaudited)*
Current income tax	**–**	85
Deferred income tax	**(125)**	–
Income tax	**(125)**	85

The Group's principal applicable taxes and tax rates are as follows:

The Company was entitled to a preferential corporate income tax rate of 15% during the six months ended 30 June 2026 and 2025. The Company obtained its High and New Technology Enterprises ("HNTE") qualification in the year 2019, and hence it is entitled to a preferential tax rate of 15% for a three-year period commencing 2019. This qualification is subject to a requirement that the Company should reapply for HNTE qualification every three years. The Company re-applied for HNTE qualification, and the application was approved for another three-year period commencing from 2025.

9 INCOME TAX (Continued)

In accordance with the Public Notice Jointly Issued by the MOF and STA Regarding the Further Supporting of Preferential Tax Policies for Small and Micro Enterprises ("SMEs") and Individual Businesses (MOF&STA Public Notice [2023] No. 12), for SMEs, the policy that their annual taxable income shall be reduced by 25% and subject to CIT at the rate of 20% was extended to 31 December 2027.

Except for iMotion Electronics Technology (Suzhou) Co., Ltd., and iMotion Automotive Technology (Jiaxing) Co., Ltd., the Company's subsidiaries qualified as a small low-profit enterprise and enjoyed the above preferential income tax policy.

According to the relevant laws and regulations promulgated by the State Taxation Administration of the PRC, enterprises engaging in research and development activities are entitled to claim 175% from 2018 onwards (subsequently raised to 200% from 2021 onwards) of their research and development expenses incurred as tax deductible expenses when determining their assessable profits for that year (the "Super Deduction").

10 LOSS PER SHARE

(a) Basic loss per share

Basic loss per share for the six months ended 30 June 2026 and 2025 are calculated by dividing the loss attribute to the equity shareholders of the Company by weighted average number of ordinary shares in issue during the period.

	Six months ended 30 June	
	2026	2025
	(Unaudited)	*(Unaudited)*
Loss attributable to the ordinary equity holders of the Company *(RMB'000)*	**(53,750)**	(177,946)
Weighted average number of ordinary shares outstanding *(thousand shares) (Note)*	**251,801**	236,775
Basic loss per share *(expressed in RMB per share)*	**(0.21)**	(0.75)

Note: The weighted average number of ordinary shares for the six months ended 30 June 2026 was adjusted for the effect of the purchase of own shares (as defined in Note 21) in 2026.

(b) Diluted loss per share

Diluted loss per share is calculated by adjusting the weighted average number of ordinary shares outstanding to assume conversion of all dilutive instruments. For the six months ended 30 June 2026 and 2025, diluted loss per share was the same as basic loss per share as there were no potentially dilutive ordinary shares outstanding during the periods.

11 PROPERTY, PLANT AND EQUIPMENT

	Buildings *RMB'000*	Machineries and molds *RMB'000*	Vehicles *RMB'000*	Electronic equipment and others *RMB'000*	Furniture *RMB'000*	Leasehold improvements *RMB'000*	Construction in progress *RMB'000*	Total *RMB'000*
Cost:								
At 1 January 2026	348,857	54,641	5,772	37,532	4,897	9,513	23,159	484,371
Exchange differences	–	–	(13)	(15)	–	–	–	(28)
Additions	–	3,738	278	2,895	152	–	27,718	34,781
Transfers	8,429	14,134	–	178	–	–	(23,347)	(606)
Disposals	–	(1,123)	–	(97)	(153)	–	–	(1,373)
At 30 June 2026	357,286	71,390	6,037	40,493	4,896	9,513	27,530	517,145
Accumulated depreciation:								
At 1 January 2026	**(4,222)**	**(14,716)**	**(3,157)**	**(17,983)**	**(2,036)**	**(8,954)**	**–**	**(51,068)**
Exchange differences	**–**	**–**	**5**	**5**	**–**	**–**	**–**	**10**
Depreciation charged for the period *(Note 7(b))*	**(6,333)**	**(3,117)**	**(430)**	**(3,440)**	**(361)**	**(125)**	**–**	**(13,806)**
Disposal	**–**	**576**	**–**	**26**	**141**	**–**	**–**	**743**
At 30 June 2026	**(10,555)**	**(17,257)**	**(3,582)**	**(21,392)**	**(2,256)**	**(9,079)**	**–**	**(64,121)**
Net book value:								
At 30 June 2026	**346,731**	**54,133**	**2,455**	**19,101**	**2,640**	**434**	**27,530**	**453,024**
At 31 December 2025	**344,635**	**39,925**	**2,615**	**19,549**	**2,861**	**559**	**23,159**	**433,303**

11 PROPERTY, PLANT AND EQUIPMENT (Continued)

(a) Depreciation of property, plant and equipment charged to profit or loss is analyzed as follows:

	Six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
	(Unaudited)	*(Unaudited)*
Cost of sales	**6,939**	2,192
Selling expenses	**75**	8
Administrative expenses	**2,548**	712
Research and development expenses	**4,244**	4,121
	13,806	7,033

12 LEASES

(a) Amounts recognised in the condensed consolidated statement of financial position of the Group

The condensed consolidated statement of financial position show the following amounts relating to leases:

	As at 30 June 2026	As at 31 December 2025
	RMB'000	*RMB'000*
	(Unaudited)	*(Audited)*
Right-of-use assets		
Land use rights *(i)*	**28,823**	29,390
Leased buildings *(ii)*	**1,262**	925
	30,085	30,315
Lease liabilities		
Current	**567**	974
Non-current	**499**	–
	1,066	974

(i) In December 2021, the Group acquired land use right to construct headquarter building for manufacturing and research and development in Suzhou, Jiangsu Province, the PRC.

(ii) Additions to leased buildings of the Group and the Company during the six months ended 30 June 2026 and 2025 were approximately RMB1,307,000 and 249,000, respectively.

12 LEASES (Continued)

(b) Amounts recognised in condensed consolidated statement of profit or loss and other comprehensive income of the Group

The condensed consolidated statement of statement of profit or loss and other comprehensive income show the following amounts relating to leases:

	Six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
	(Unaudited)	*(Unaudited)*
Depreciation charge of right-of-use assets		
Leased buildings	**617**	2,530
	617	2,530
Interest expenses (included in finance cost) *(Note 7)*	**17**	48
Expenses relating to short-term leases (included in cost of sales, selling expenses, administrative expenses and research and development expenses)	**357**	536

The total cash outflows for leases of buildings during the six months ended 30 June 2026 and 2025 were approximately RMB1,215,000 and RMB3,209,000, respectively.

13 INTANGIBLE ASSETS

	Automotive technology license RMB'000	Software RMB'000	Patents RMB'000	Total RMB'000
Cost:				
At 1 January 2026	64,132	29,942	16,700	110,774
Additions	–	451	–	451
Transfers	–	606	–	606
At 30 June 2026	64,132	30,999	16,700	111,831
Accumulated depreciation and amortisation:				
At 1 January 2026	**(17,226)**	**(18,714)**	**(557)**	**(36,497)**
Amortization charged for the period	**(6,579)**	**(1,707)**	**(835)**	**(9,121)**
At 30 June 2026	**(23,805)**	**(20,421)**	**(1,392)**	**(45,618)**
Net book value:				
At 30 June 2026	**40,327**	**10,578**	**15,308**	**66,213**
At 31 December 2025	**46,906**	**11,228**	**16,143**	**74,277**

(a) Amortization of intangible assets has been charged to profit or loss as follows:

	Six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
	(Unaudited)	*(Unaudited)*
Cost of sales	**2,637**	1,577
Administrative expenses	**215**	356
Research and development expenses	**6,269**	3,122
	9,121	5,055

14 OTHER NON-CURRENT ASSETS

	As at 30 June 2026 ***RMB'000*** ***(Unaudited)***	As at 31 December 2025 *RMB'000* *(Audited)*
Prepayment for property, plant and equipment	**15,726**	19,977
Capitalized upfront fee *(a)*	**2,625**	3,500
Less: Non-current capitalized upfront fee to be amortised within one year *(Note 18)*	**(1,750)**	(1,750)
	875	1,750
Loans to a shareholder and an employee *(b)*	**3,950**	2,839
	20,551	24,566

(a) Capitalised upfront fee represents the payments to customers made by the Group when the customers first entered into a contract with the Group, which are amortised as a reduction of revenue over the expected transfer of relevant goods and services. The amount of amortisation recognised as a reduction of revenue was RMB875,000 for both the six months ended 30 June 2026 and 2025.

As at 30 June 2026, there has been no impairment loss in relation to the capitalised upfront fee.

(b) In July 2024, the Company (as the lender) entered into loan agreements with a shareholder of the Company, pursuant to which the Company agreed to grant the loans in the amount of RMB2,700,000 in accordance with the terms and conditions of the loan agreement. The interest rate on the loan is 3.45% per annum with a fixed term of 3 years.

In January 2026, the Company (as the lender) entered into loan agreements with an employee of the Company, pursuant to which the Company agreed to grant the loans in the amount of RMB1,050,000 in accordance with the terms and conditions of the loan agreement. The interest rate on the loan is 3% per annum with a fixed term of 3 years.

15 INVENTORIES

	As at 30 June 2026 *RMB'000* *(Unaudited)*	As at 31 December 2025 *RMB'000* *(Audited)*
Raw materials	**144,103**	81,850
Work in progress	**21,139**	7,923
Finished goods	**251,296**	235,749
	416,538	325,522
Less: provisions for impairment	**(32,745)**	(33,979)
	383,793	291,543

(a) The analysis of the amount of inventories recognised as an expense and included in profit or loss is as follows:

	Six months ended 30 June 2026 *RMB'000* *(Unaudited)*	2025 *RMB'000* *(Unaudited)*
Carrying amount of inventories sold	**641,362**	339,370
Write down of inventories	**3,410**	4,048
Reversal of write-down of inventories	**(4,644)**	–
	640,128	343,418

16 TRADE AND NOTES RECEIVABLES

	As at 30 June 2026 *RMB'000* *(Unaudited)*	As at 31 December 2025 *RMB'000* *(Audited)*
Trade receivables	**289,637**	236,631
Notes receivables	**5,215**	7,446
Loss allowance	**(22,810)**	(11,997)
Total	**272,042**	232,080

16 TRADE AND NOTES RECEIVABLES (Continued)

As at 30 June 2026 and 31 December 2025, the aging analysis of the trade receivables based on date of revenue recognition is as follows:

	As at 30 June 2026 ***RMB'000*** ***(Unaudited)***	As at 31 December 2025 *RMB'000* *(Audited)*
Within 3 months	**254,673**	214,414
3 to 6 months	**9,010**	5,973
6 to 12 months	**11,326**	7,704
Over 12 months	**14,628**	8,540
Total	**289,637**	236,631

Due to the short-term nature of the current receivables, their carrying amounts are considered to be approximately the same as their fair values.

17 FINANCIAL ASSETS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME

The financial assets at fair value through other comprehensive income comprise:

- Debt securities where the contractual cash flows are solely principal, and interest and the objective of the Group's business model is achieved both by collecting contractual cash flows and selling financial assets.

	As at 30 June 2026 ***RMB'000*** ***(Unaudited)***	As at 31 December 2025 *RMB'000* *(Audited)*
Current		
Debt investments		
– bank acceptance notes *(a)*	**5,271**	30,012

(a) As at 30 June 2026 and 31 December 2025, notes receivable were bank acceptance notes aged less than six months.

18 OTHER CURRENT ASSETS

	As at 30 June 2026 RMB'000 (Unaudited)	As at 31 December 2025 RMB'000 (Audited)
Other receivables		
– Refundable deposits	**2,468**	1,665
– Others	**5,040**	1,039
	7,508	2,704
Loss allowance	**(210)**	(58)
	7,298	2,646
Prepayments for		
– capitalized upfront fee *(Note 14)*	**1,750**	1,750
– raw materials to third parties	**284**	514
– other operating expenses	**4,516**	5,016
	6,550	7,280
Contract fulfillment costs	**104,855**	59,492
Less: provisions for impairment of contract fulfillment costs	**(30,937)**	(21,647)
	73,918	37,845
Input VAT to be deducted	**32,187**	876
Total other current assets	**119,953**	48,647

As at 30 June 2026 and 31 December 2025, the fair values of other current assets of the Group, except for the prepayments, contract fulfillment costs and input VAT to be deducted which are not financial assets, approximated their carrying amounts.

19 FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

(a) Classification of financial assets at FVPL

The Group classifies the followings as financial assets at FVPL:

- debt investments that do not qualify for measurement at either amortized cost or FVOCI
- equity investments that are held for trading, and
- equity investments for which the Group has not elected to recognise fair value gains and losses through OCI.

The Group's financial assets measured at FVPL include the following:

	As at 30 June 2026 ***RMB'000*** ***(Unaudited)***	As at 31 December 2025 *RMB'000* *(Audited)*
Non-current assets		
Unlisted investment	**3,500**	3,500
Investment in private funds	**8,000**	6,500
	11,500	10,000
Current assets		
Investments in wealth management products issued by banks and financial institutes	**144,267**	300,468

20 CASH AND CASH EQUIVALENTS

(a) Cash and cash equivalents

	As at 30 June 2026 ***RMB'000*** ***(Unaudited)***	As at 31 December 2025 *RMB'000* *(Audited)*
Cash at banks and in hand	**316,879**	260,761
Less: restricted cash *(b)*	**(50,062)**	(62)
Cash and cash equivalents	**266,817**	260,699

The maximum exposure to credit risk at the reporting date is the carrying values of cash and cash equivalents and restricted cash as mentioned above.

(b) Restricted cash

As at 30 June 2026, restricted cash mainly represents cash restricted in relation to certain legal claim.

Cash and cash equivalents are denominated in:

	As at 30 June 2026 ***RMB'000*** ***(Unaudited)***	As at 31 December 2025 *RMB'000* *(Audited)*
RMB	**131,008**	111,539
HKD	**10,199**	24,128
USD	**123,771**	124,021
EUR	**1,839**	1,011
	266,817	260,699

21 SHARE CAPITAL

(a) A summary of movements in the Company's authorised, issued and fully paid share capital is as follows:

	Number of authorised/ Issued shares	Share capital RMB'000
As at 1 January 2025	230,757,340	230,757
Placing of new shares	26,686,000	26,686
Share purchased under Share Award Scheme *(Note 23(a))*	(4,433,600)	(4,434)
Share vested under Share Award Scheme *(Note 23(a))*	401,150	401
Repurchase of ordinary shares	(774,200)	(774)
As at 31 December 2025	252,636,690	252,636
Repurchase of ordinary shares *(b)*	(3,631,700)	(3,632)
As at 30 June 2026	**249,004,990**	**249,004**

(b) Repurchase of own shares

During the period, the Company repurchased its own ordinary shares on The Stock Exchange of Hong Kong Limited as follows:

Month/year	Number of shares repurchased	Highest price paid per share HKD	Lowest price paid per share HKD	Aggregate price paid HKD'000
January 2026	103,300	6.80	5.97	665
February 2026	397,800	6.52	5.22	2,338
April 2026	100,700	3.71	3.56	366
May 2026	2,700,700	5.00	3.46	11,360
June 2026	329,200	4.48	3.76	1,336
				16,065

22 RESERVES

	Reserves				
	Share premium *RMB'000*	**Special reserves** *RMB'000*	**Other reserves** *RMB'000*	**Foreign currency translation** *RMB'000*	**Total** *RMB'000*
As at 1 January 2025	1,075,395	–	105,588	25	1,181,008
Placing of new shares	393,788	–	–	–	393,788
Currency translation differences	–	–	–	(158)	(158)
Share acquired under Share Award Scheme *(Note 23(a))*	–	–	(38,766)	–	(38,766)
Share vested under Share Award Scheme *(Note 23(a))*	998	–	4,806	–	5,804
Repurchase of ordinary shares	(3,272)	–	–	–	(3,272)
Provision of safety fund surplus reserve *(b)*	–	422	–	–	422
Utilisation of safety fund surplus reserve *(b)*	–	(422)	–	–	(422)
As at 31 December 2025 *(Audited)*	1,466,909	–	71,628	(133)	1,538,404
As at 1 January 2026	**1,466,909**	**–**	**71,628**	**(133)**	**1,538,404**
Currency translation differences	**–**	**–**	**–**	**(97)**	**(97)**
Repurchase of ordinary shares	**(10,490)**	**–**	**–**	**–**	**(10,490)**
Provision of safety fund surplus reserve *(b)*	**–**	**83**	**–**	**–**	**83**
Utilisation of safety fund surplus reserve *(b)*	**–**	**(83)**	**–**	**–**	**(83)**
As at 30 June 2026 *(Unaudited)*	**1,456,419**	**–**	**71,628**	**(230)**	**1,527,817**

(a) The Group recorded other reserves to reflect the contributions from shareholders for Share Award Scheme of employees (Note 23).

(b) According to the Administrative Measures for the Collection and Utilisation of Enterprise Work Safety Funds (Cai Zi [2022] No. 136) jointly issued by the Ministry of Finance and the State Administration of Emergency Management, the subsidiary of the Group, iMotion Electronics Technology (Suzhou) Co., Ltd. is required to establish a safety fund surplus reserve based on a certain percentage of the prior year's revenue during the six months ended 30 June 2026.

23 SHARE-BASED PAYMENTS

(a) Share award schemes

Suzhou Lanchi Enterprise Management L.P. (蘇州藍馳管理諮詢企業(有限合夥)) ("Suzhou Lanchi") and Suzhou Zichi Enterprise Management L.P. (蘇州紫馳管理諮詢企業(有限合夥)) ("Suzhou Zichi"), (collectively referred to as the "Vehicles") were incorporated in the PRC under the Company Law of the PRC as a vehicle to hold the ordinary shares for the Company's employees under the Employee Share Ownership Plan (the "ESOP").

As the Company did not have power to govern the relevant activities of the Vehicles nor repurchase or settlement obligations but only derive benefits from the contributions of the eligible employees who are awarded with the shares under the ESOP, the directors of the Company consider it does not control and not to consolidate the Vehicles. No statutory financial statements had been prepared by the Vehicles during the year ended 31 December 2024.

In July 2022, 145,195 RSUs were granted to certain directors, managements and employees (the "Grantees") at a consideration of RMB4.75 per share under the ESOP through Suzhou Lanchi and Suzhou Zichi as rewards for their services, full time devotion and professional expertise to the Group.

In February 2023, 137,700 RSUs were granted to certain directors, managements and employees (the "Grantees") at a consideration of RMB4.75 per share under the ESOP through Suzhou Lanchi and Suzhou Zichi as rewards for their services, full time devotion and professional expertise to the Group.

The fair value of the restricted shares granted to employees is determined by using the discounted cash flow method and back-solve method to determine the underlying equity fair value of the Company and equity allocation based on Option Pricing Model ("OPM") model to determine the fair value of common shares. Significant estimates on key assumptions, such as risk-free interest rate, volatility, and dividend yield are made based on management's best estimates.

All the shares granted mentioned above are vested if Grantees remain as employees of the Group as at the IPO date. Therefore, all the shares are granted and vested as at and 31 December 2023.

In July 2024, the Company adopted a share award scheme (the "Share Award Scheme") for H shares of the Company, 2,154,000 shares were granted to certain directors, managements and employees (the "Grantees") at a consideration of RMB5.00 per share to provide incentives to retain them for their contributions to the ongoing operation and development of the Group. As at 30 June 2026, 401,150 of 2,154,000 shares were vested.

24 FINANCIAL INSTRUMENTS BY CATEGORY

The Group holds the following financial instruments:

	As at 30 June 2026 ***RMB'000*** ***(Unaudited)***	As at 31 December 2025 *RMB'000* *(Audited)*
Financial assets at amortized costs:		
– Trade and notes receivables *(Note 16)*	**272,042**	232,080
– Other receivables (*Note 18)*	**7,298**	2,646
– Cash and cash equivalents (*Note 20)*	**316,817**	260,699
– Restricted cash (*Note 20)*	**62**	62
Financial assets at FVPL *(Note 19)*	**155,767**	310,468
Financial assets at FVOCI *(Note 17)*	**5,271**	30,012
	757,257	835,967

	As at 30 June 2026 ***RMB'000*** ***(Unaudited)***	As at 31 December 2025 *RMB'000* *(Audited)*
Financial liabilities at amortized cost:		
– Borrowings *(Note 25)*	**685,188**	478,294
– Trade payables *(Note 28)*	**206,964**	160,588
– Other payables and accruals (excluding payroll and welfare payables and other tax payables) *(Note 29)*	**85,816**	139,433
– Lease liabilities *(Note 12)*	**1,066**	974
	979,034	779,289

25 BORROWINGS

	As at 30 June 2026 RMB'000 (Unaudited)	As at 31 December 2025 RMB'000 (Audited)
Borrowings included in non-current liabilities:		
Secured		
Bank borrowings *(a)*	**285,951**	240,614
Unsecured		
Bank borrowings *(b)*	**125,000**	58,000
	410,951	298,614
Borrowings included in current liabilities:		
Secured		
Bank borrowings *(a)*	**40,930**	33,422
Unsecured		
Bank borrowings *(b)*	**84,000**	82,000
Other loans *(c)*	**129,000**	64,000
Bills payable *(d)*	**20,000**	–
Interest payables	**307**	258
	274,237	179,680
Total borrowings	**685,188**	478,294

(a) The Group has pledged its land use rights and buildings with carrying amounts of approximately RMB375,554,000 (31 December 2025: RMB29,390,000) to banks as the security for the long-term bank borrowings of RMB326,881,000 (31 December 2025: RMB274,036,000) as at 30 June 2026. The Group's long-term interest-bearing borrowings were RMB-denominated borrowings with floating rates linked to Loan Prime Rate. Interest is payable quarterly. The principal for the borrowings are payable in batches from 21 June 2026 to 14 November 2033.

(b) As at 30 June 2026, the Company had unsecured borrowings from PRC banks with amounts totaling RMB209,000,000 (31 December 2025: RMB140,000,000) and an effective interest rate of 2.17% to 2.60% per annum.

(c) As at 30 June 2026, borrowings of RMB129,000,000 (31 December 2025: RMB64,000,000) comprise of short-term borrowings as obtained from letter of credit financing.

(d) As at 30 June 2026, borrowings of RMB20,000,000 (31 December 2025: Nil) comprise of short-term borrowings as obtained from the discounting of bank acceptance notes. The Group recognised the cash obtained from the discount of notes receivable that did not satisfy the derecognition criteria as short-term borrowings and the interests thereon were calculated based on the effective interest rate method and included as borrowing interest expenses.

25 BORROWINGS (Continued)

(e) Other disclosures

During the six months ended 30 June 2026 and the year ended 31 December 2025, the Group had not been in violation of any of the covenants pursuant to the applicable borrowing agreements that the Group entered with the lenders.

The exposure of the Group's borrowings to interest rate changes and the contractual repricing dates or maturity date, whichever is earlier, were as follows:

	As at 30 June 2026 ***RMB'000*** ***(Unaudited)***	As at 31 December 2025 *RMB'000* *(Audited)*
Less than 6 months	**199,191**	27,711
Between 6 and 12 months	**74,739**	151,711
Between 1 and 2 years	**54,026**	43,778
Between 2 and 5 years	**302,914**	217,919
Over 5 years	**54,011**	36,917
	684,881	478,036

The fair values of current borrowings approximate their carrying amount as the discounting impact is not significant.

26 PROVISIONS

	As at 30 June 2026 ***RMB'000*** ***(Unaudited)***	As at 31 December 2025 *RMB'000* *(Audited)*
Non-current		
Warranties *(b)*	**4,310**	7,429
Current		
Onerous contract to be executed *(a)*	**1,700**	1,700
Warranties *(b)*	**2,155**	3,715
	3,855	5,415
	8,165	12,844

26 PROVISIONS (Continued)

(a) The Group entered irrevocable contracts with certain customers to provide autonomous driving related R&D services. The costs estimated to execute the contracts exceed the expected revenue to be received under the contracts. As at 30 June 2026 and 31 December 2025, the Group has recognised provision for any excess of unavoidable costs over expected benefits after the contract fulfillment cost have been tested for impairment (Note 18).

(b) The Group provides warranties for certain products and undertakes the obligation to repair or replace items that fail to perform satisfactorily. The amount of provisions for product warranties is estimated based on the sales volume and industry experience of the level of repairs and returns. The estimation is reviewed on an ongoing basis and is revised when appropriate.

The movements of the Group's provisions are analyzed as follows:

	Onerous contract to be executed *RMB'000*	**Warranties** *RMB'000*	**Total** *RMB'000*
As at 1 January 2026	**1,700**	**11,144**	**12,844**
Provisions for the period	**650**	**6,461**	**7,111**
Amounts utilised during the period	**(650)**	**(11,140)**	**(11,790)**
As at 30 June 2026 *(Unaudited)*	**1,700**	**6,465**	**8,165**
As at 1 January 2025	700	11,975	12,675
Provisions for the period	1,700	8,776	10,476
Amounts utilised during the year	(700)	(9,607)	(10,307)
As at 31 December 2025 *(Audited)*	1,700	11,144	12,844

27 DEFERRED INCOME

	As at 30 June 2026 ***RMB'000*** ***(Unaudited)***	As at 31 December 2025 *RMB'000* *(Audited)*
Government grants	**3,131**	3,280

The Group received government grants mainly for subsidizing the Group's purchases of equipment for research and development, which were recorded as deferred income and credited to profit or loss on a straight-line basis over the useful lives of the related equipment.

28 TRADE PAYABLES

	As at 30 June 2026 *RMB'000* *(Unaudited)*	As at 31 December 2025 *RMB'000* *(Audited)*
Trade payables		
– Payables for materials	**206,964**	160,588

(a) The carrying amounts of trade payables approximate their fair values due to their short-term maturity in nature.

(b) The aging analysis of the trade payables based on purchase date is as follows:

	As at 30 June 2026 *RMB'000* *(Unaudited)*	As at 31 December 2025 *RMB'000* *(Audited)*
Within to 1 year	**206,964**	160,588

29 OTHER PAYABLES AND ACCRUALS

	As at 30 June 2026 *RMB'000* *(Unaudited)*	As at 31 December 2025 *RMB'000* *(Audited)*
Payables for purchases of property, plant and equipment	**30,976**	78,126
Payroll and welfare payables	**13,916**	41,088
Accruals	**12,728**	19,642
Other taxes payables	**3,340**	10,195
Others *(a)*	**42,112**	41,665
	103,072	190,716

(a) The Group agreed to collect service fees from an OEM customer and pay on behalf of the customer to a supplier, who provided part of the R&D services in relation to its hardware and software used in advanced driver assistance products. As at 30 June 2026, the service fees collected by the Company from the customer but unpaid to the supplier were approximately RMB36,306,000 (31 December 2025: RMB37,496,000).

30 RELATED PARTY TRANSACTIONS

Parties are considered to be related if one party has the ability, directly or indirectly, to control the other party or exercise significant influence over the other party in making financial and operating decisions. Parties are also considered to be related because they are subject to common control, common significant influence or joint control in the controlling shareholder's families. Members of key management and their close family member of the Group are also considered as related parties.

(a) Financing arrangements

	Amounts owed by the Group to related parties	
	As at 30 June 2026	As at 31 December 2025
	RMB'000	*RMB'000*
	(Unaudited)	*(Audited)*
Loans to shareholders and related interests *(i)*	**2,886**	2,839

(i) No loss allowances have been made in respect of these loans.

31 DIVIDEND

No dividend has been paid or declared by the Company during the six months ended 30 June 2026 and 2025.

32 NON-ADJUSTING EVENTS AFTER THE REPORTING PERIOD

There were no material non-adjusting events after the reporting period.

33 POSSIBLE IMPACT OF AMENDMENTS, NEW STANDARDS, AND INTERPRETATIONS ISSUED BUT NOT YET EFFECTIVE FOR THE SIX MONTHS ENDED 30 JUNE 2026

A number of amendments and new standards are not yet mandatory for annual periods beginning 1 January 2026. Earlier application is permitted; however, the Group has not early adopted any new or amended standards in preparing this interim financial report.

The following updates the information provided in the last annual financial statements about the possible impacts of IFRS 18 which may have a significant impact on the Group's consolidated financial statements when adopted.

IFRS 18, Presentation and disclosure in financial statements

IFRS 18 will replace IAS 1, Presentation of financial statements, and is first effective for annual reporting periods beginning on or after 1 January 2027.

IFRS 18 introduces new requirements for presentation and disclosure in financial statements, including new categories and defined subtotals in the statement of profit or loss, enhanced requirements for aggregation and disaggregation of information, and specific disclosures about management-defined performance measures. The Group is assessing the expected impact that the initial application of IFRS 18 will have on its consolidated financial statements.

33 POSSIBLE IMPACT OF AMENDMENTS, NEW STANDARDS, AND INTERPRETATIONS ISSUED BUT NOT YET EFFECTIVE FOR THE SIX MONTHS ENDED 30 JUNE 2026 (Continued)

IFRS 18, Presentation and disclosure in financial statements (Continued)

The Group expects that the adoption of IFRS 18 will not change the Group's net assets or net profit. However, it is expected to affect the presentation of the Group's consolidated statement of profit or loss and related note disclosures. Based on the work performed to date, the Group's assessment on the expected impact of the initial application of IFRS 18 is summarised below. The assessment remains subject to change as the Group continues its implementation work.

(a) Structure of the statement of profit or loss

IFRS 18 requires entities to classify income and expenses into specified categories in the statement of profit or loss, including operating, investing, and financing categories. It also requires entities to present two newly defined subtotals, which are "operating profit" and "profit or loss before financing and income taxes". The operating profit subtotal is expected to differ from the current profit from operations subtotal presented by the Group. Based on the work performed to date, the Group also expects the following changes to the consolidated statement of profit or loss:

- Classification of income and expenses depends on the Group's main business activities. The Group currently expects that investing in investment properties will be a specified main business activity for the purposes of IFRS 18, because the Group has a reportable segment which comprises solely property leasing (see note 3(b)) and the performance of that reportable segment is an important indicator of the Group's operating performance. Accordingly, the Group expects to classify the income and expenses from investment property in the operating category and therefore they will be included in the new "operating profit" subtotal;

- Dividend, interest income, and net gains on trading securities, which are currently presented in the Group's other income subtotal, as well as the share of profits less losses of associates and joint venture are expected to be classified in the investing category. The income and expenses classified in the investing category, together with the subtotal "operating profit", will form the new subtotal "profit or loss before financing and income taxes";

- The Group is assessing the classification of income and expenses as currently included in the finance cost line item and expects that this line item will be disaggregated into "income and expenses on liabilities arising solely from raising of finance" and "interest expenses on other liabilities" in the financing category;

- The Group is required to assess the classification of foreign exchange differences in the same category as the income and expenses from the items that gave rise to the differences, unless doing so would involve undue cost or effort; and

- The Group currently presents operating expenses by function. The Group is assessing whether its current presentation, or a mixed presentation by nature and function, will provide the most useful structured summary of its operating expenses under IFRS 18. If the Group continues to present one or more operating expense line item by function, information about five specific expenses by nature will be provided in a single note to the financial statements.

33 POSSIBLE IMPACT OF AMENDMENTS, NEW STANDARDS, AND INTERPRETATIONS ISSUED BUT NOT YET EFFECTIVE FOR THE SIX MONTHS ENDED 30 JUNE 2026 (Continued)

IFRS 18, Presentation and disclosure in financial statements (Continued)

(b) Management-defined performance measures ("MPM")

MPMs are subtotals of income and expenses used in public communications outside the financial statements that communicate management's view of an aspect of the financial performance of the entity as a whole to users. Based on the Group's current assessment, "adjusted operating profit", which excludes net valuation gain/loss on investment property, is identified as a MPM since it is currently being reported by the Group in its management commentary, press releases, and investor presentations. The Group is also developing a process to identify its public communications and assess whether other measures reported in those communications meet the definition of an MPM.

The Group will be required to disclose specific information about MPMs in a single note in the financial statements. The MPMs disclosed by the Group following adoption of IFRS 18 will be determined based on public communications issued by the Group relating to the same reporting period.

(c) Principles of aggregation and disaggregation

IFRS 18 provides enhanced principles on how to Group information in the financial statements, including the primary financial statements and the notes. It also introduces guidance on labelling and describing items presented in the primary financial statements or disclosed in the notes.

The Group has been consistently applied the principles of aggregating and disaggregating the items on the basis of similar and dissimilar characteristics. The Group is also assessing line items currently labelled as "other" across the primary financial statements and the notes and expects to use more informative labels where material information would otherwise be obscured.

IFRS 18 also introduces consequential amendments to IAS 7, Statement of cash flows. The Group is assessing the impact of those amendments, including the requirement to use the newly defined operating profit subtotal as the starting point for the statement of cash flows when presenting operating cash flows under the indirect method and the classification of interest and dividend cash flows.

The actual impact of applying IFRS 18 may change as the Group continues to assess the new requirements and finalises any changes to its reporting processes, controls and accounting policies before the date of initial application.