瀘州市興瀘水務（集團）股份有限公司
LUZHOU XINGLU WATER (GROUP) CO., LTD.*

(a joint stock company incorporated in the People's Republic of China with limited liability)
（於中華人民共和國註冊成立的股份有限公司）

Stock Code 股份代號：2281

2026
INTERIM REPORT
中 期 報 告

* For identification purposes only 僅供識別

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Chapter I 第一章 Corporate Information 公司資料

BOARD OF DIRECTORS: 董事會：

Executive Directors: 執行董事：

Mr. Chen Qinan *(Chairman of the Board and general manager)* 陳棋楠先生*（董事長、總經理）*
Mr. Xu Guanghua 徐光華先生

Non-executive Directors: 非執行董事：

Mr. Xu Fei 徐飛先生
Ms. Zhang Guanghui 張光惠女士
Ms. Hu Fenfen 胡芬芬女士

Independent Non-executive Directors: 獨立非執行董事：

Ms. Ma Hua 馬樺女士
Mr. Fu Ji 傅驥先生
Mr. Liang Youguo 梁有國先生

BOARD COMMITTEES: 董事會轄下委員會：

Strategy Committee: 戰略委員會：

Mr. Chen Qinan *(Chairman)* 陳棋楠先生*（主席）*
Mr. Xu Fei 徐飛先生
Ms. Hu Fenfen 胡芬芬女士

Audit Committee: 審計委員會：

Mr. Fu Ji *(Chairman)* 傅驥先生*（主席）*
Ms. Ma Hua 馬樺女士
Mr. Liang Youguo 梁有國先生

Nomination and Remuneration Committee: 提名薪酬委員會：

Ms. Ma Hua *(Chairman)* 馬樺女士*（主席）*
Ms. Zhang Guanghui 張光惠女士
Mr. Liang Youguo 梁有國先生

SECRETARY TO THE BOARD:

Mr. Chen Yongzhong

董事會秘書：

陳永忠先生

COMPANY SECRETARY:

Mr. Chen Yongzhong

公司秘書：

陳永忠先生

AUTHORISED REPRESENTATIVES:

Mr. Chen Qinan
Mr. Chen Yongzhong

授權代表：

陳棋楠先生
陳永忠先生

REGISTERED ADDRESS, HEADQUARTERS AND PRINCIPAL PLACE OF BUSINESS IN THE PRC:

16 Baizi Road
Jiangyang District, Luzhou
Sichuan Province, the PRC

註冊地址、總部及中國主要營業地點：

中國四川省
瀘州市江陽區
百子路16號

PRINCIPAL PLACE OF BUSINESS IN HONG KONG:

40th Floor, Dah Sing Financial Centre
No. 248 Queen's Road East
Wanchai, Hong Kong

香港主要營業地點：

香港灣仔
皇后大道東248號
大新金融中心40樓

DOMESTIC SHARE REGISTRAR:

China Securities Depository and Clearing Corporation Limited
No. 17, Taipingqiao Avenue, Xicheng District
Beijing, the PRC

內資股股份登記處：

中國證券登記結算有限責任公司
中國北京市
西城區太平橋大街17號

H SHARE REGISTRAR:

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

H股證券過戶登記處：

香港中央證券登記有限公司
香港灣仔
皇后大道東183號
合和中心17樓1712-1716號舖

LEGAL ADVISER:

As to Hong Kong law:

Zhong Lun Law Firm
22nd-24th Floor and 27th-31st Floor, South Tower of CP Center
20 Jinhe East Avenue, Chaoyang District, Beijing

法律顧問：

有關香港法律：

北京市中倫律師事務所
北京市朝陽區金和東路20號院
正大中心南塔22-24層及27-31層

PRINCIPAL BANKERS:

Industrial and Commercial Bank of China Limited
Luzhou Bank Co., Ltd.
Bank of Communications Co., Ltd.

主要往來銀行：

中國工商銀行股份有限公司
瀘州銀行股份有限公司
交通銀行股份有限公司

AUDITOR:

ShineWing Certified Public Accountants LLP
9/F, Block A, Fuhua Mansion,
No. 8 Chaoyangmen North Street, Dongcheng District
Beijing, the PRC

核數師：

信永中和會計師事務所(特殊普通合夥)
中國北京市
東城區朝陽門北大街8號
富華大廈A座9層

STOCK CODE:

2281

股份代號：

2281

COMPANY WEBSITE:

www.lzss.com

公司網址：

www.lzss.com

Chapter II Definitions
第二章 釋義

In this interim report, unless the context otherwise requires, the following expressions shall have the following meanings:
於本中期報告內，除文義另有所指外，下列詞彙具有以下含義：

"Articles of Association"	the articles of association of the Company, as amended, supplemented or otherwise modified from time to time
「公司章程」	本公司的公司章程（以不時修訂、補充或以其他方式修改者為準）
"associate(s)"	has the meaning ascribed to it under the Listing Rules
「聯繫人」	具有上市規則賦予該詞的含義
"Board"	the board of Directors
「董事會」	本公司董事會
"Company" or "Group" or "us" or "we"	Luzhou Xinglu Water (Group) Co., Ltd.*, converted from Xinglu Water Company Limited (a limited liability company established on 31 July 2002) on 25 December 2015, which includes its predecessor and subsidiaries as required by the context
「本公司」或「本集團」或「我們」	瀘州市興瀘水務（集團）股份有限公司，由興瀘水務有限公司（於2002年7月31日成立的有限責任公司）於2015年12月25日改制而成，如文義所需，包括前身及附屬公司
"connected person(s)"	has the meaning ascribed to it under the Listing Rules
「關連人士」	具有上市規則賦予該詞的含義
"Controlling Shareholder(s)"	has the meaning ascribed to it under the Listing Rules
「控股股東」	具有上市規則賦予該詞的含義
"Corporate Governance Code"	the Corporate Governance Code set out in Appendix C1 to the Listing Rules
「企業管治守則」	上市規則附錄C1所載的企業管治守則
"Director(s)"	the director(s) of the Company
「董事」	本公司董事
"Domestic Share(s)"	the ordinary share(s) in issue in the share capital of the Company, with a nominal value of RMB1.00 each, which are subscribed for or credited as paid up in RMB
「內資股」	本公司股本中每股面值人民幣1.00元已發行的普通股，以人民幣認購或列作繳足
"Fanxing Environmental"	Luzhou Fanxing Environmental Development Co., Ltd.*, a limited liability company established in the PRC on 18 August 2016 and a non-wholly owned subsidiary of the Company, mainly engaged in wastewater treatment business
「繁星環保」	瀘州市繁星環保發展有限公司，一家於2016年8月18日成立的中國有限責任公司，本公司非全資附屬公司，主要從事污水處理業務

"H Share(s)" **「H股」**	the ordinary share(s) in issue in the share capital of the Company, with a nominal value of RMB1.00 each, which are listed on the Main Board of the Hong Kong Stock Exchange 本公司股本中每股面值人民幣1.00元已發行並在香港聯交所主板上市的普通股
"HK$" or "HKD" **「港元」或「港幣」**	the lawful currency of Hong Kong 香港法定貨幣
"Hong Kong" **「香港」**	the Hong Kong Special Administrative Region of the People's Republic of China 中華人民共和國香港特別行政區
"Hong Kong Stock Exchange" **「香港聯交所」**	The Stock Exchange of Hong Kong Limited 香港聯合交易所有限公司
"IPO" **「首次公開發售」**	the initial public offering of the Company's H Shares on the Main Board of the Hong Kong Stock Exchange on 31 March 2017 2017年3月31日本公司H股在香港聯交所主板成功首次公開發售
"Listing Rules" **「上市規則」**	the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited 香港聯合交易所有限公司證券上市規則
"Luzhou Laojiao" **「瀘州老窖」**	Luzhou Laojiao Group Co., Ltd.*, one of our Shareholders 瀘州老窖集團有限責任公司，我們的股東之一
"Luzhou Infrastructure" **「瀘州基建」**	Luzhou City Infrastructure Investment Co., Ltd.*, one of our Shareholders 瀘州市基礎建設投資有限公司，我們的股東之一
"Model Code" **「標準守則」**	the Model Code for Securities Transactions by Directors of Listed Issuers set out in Appendix C3 to the Listing Rules 上市規則附錄C3所載的上市發行人董事進行證券交易的標準守則
"PRC" or "China" **「中國」**	the People's Republic of China, and for the purpose of this interim report only, excluding Hong Kong, Macau and Taiwan 中華人民共和國，就本中期報告而言，不包括香港、澳門及台灣
"Prospectus" **「招股章程」**	the prospectus dated 21 March 2017 in relation to the initial public offering of H Shares 於首次公開發售H股的招股章程，日期為2017年3月21日

"Reporting Period" **「報告期」**	for the six-month period from 1 January 2026 to 30 June 2026 由2026年1月1日起至2026年6月30日止六個月期間
"RMB" **「人民幣」**	the lawful currency of the PRC 中國的法定貨幣
"SFO" **「《證券及期貨條例》」**	the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong) 香港法例第571章《證券及期貨條例》
"Share(s)" **「股份」**	the ordinary share(s) of RMB1.00 each in the share capital of the Company, including H Shares and Domestic Shares 本公司股本中每股面值人民幣1.00元的普通股，包括H股及內資股
"Shareholder(s)" **「股東」**	the holder(s) of the Share(s) 股份持有人
"subsidiary(ies)" **「附屬公司」**	has the meaning ascribed to it under the Listing Rules 具有上市規則賦予該詞的含義
"Xinglu Investment" **「興瀘投資」**	Luzhou City Xinglu Investment Group Co., Ltd.*, a limited liability company established in the PRC on 28 January 2003 and the beneficial owner of our Controlling Shareholder 瀘州市興瀘投資集團有限公司，一家於2003年1月28日成立的中國有限責任公司，我們的控股股東的實益擁有人
"Xinglu Assets" **「興瀘資產」**	Luzhou City Xinglu Assets Management Co., Ltd.*, a limited liability company established in the PRC on 4 September 2014 and our Controlling Shareholder 瀘州市興瀘資產管理有限公司，一家於2014年9月4日於中國成立的有限責任公司，我們的控股股東
"%" **「%」**	percent 百分比

* *for identification purposes only*
* *僅供識別*

Chapter III Financial Highlights
第三章 財務概要

3.1 CONSOLIDATED RESULTS

3.1 合併業績

		Six months ended 30 June 截至6月30日止六個月 2026 2026年 RMB'000 人民幣千元 (unaudited) （未經審核）	 2025 2025年 RMB'000 人民幣千元 (unaudited) （未經審核）
Revenue	收入	**575,392**	615,359
Profit before tax	除稅前利潤	**89,820**	95,103
Income tax expense	所得稅開支	**18,977**	22,860
Net profit for the period	期內淨利潤	**70,843**	72,244
Comprehensive income attributable to:	應佔綜合收益：		
– Shareholders of the Company	－歸屬於本公司股東	**64,939**	70,856
– Minority shareholders	－歸屬於少數股東	**5,904**	1,387
Return on shareholders' interests (Note)	股東權益回報率[註]	**2.1%**	2.3%
Basic earnings per share (RMB)	基本每股盈利（人民幣）	**0.08**	0.08

Note:

Return on shareholders' interests is calculated based on the average value of total equity at the beginning and end of the period divided by the profit for the period.

註：

股東權益回報率是以期初及期末權益總額的平均值除期內溢利算。

3.2 CONSOLIDATED ASSETS AND LIABILITIES

3.2 合併資產及負債

		As at 30 June 2026 於2026年6月30日 RMB'000 人民幣千元 (unaudited) (未經審核)	As at 31 December 2025 於2025年12月31日 RMB'000 人民幣千元 (audited) (經審核)
Total assets	總資產	**6,923,916**	7,201,944
Total liabilities	總負債	**3,684,168**	3,988,198
Total equity	權益總額	**3,239,748**	3,213,746
Equity attributable to shareholders of the Company	本公司股東應佔權益	**3,031,843**	3,002,496
Non-controlling interests	非控股股東權益	**207,905**	211,250

As at the end of the Reporting Period, the Group's unaudited profit attributable to owners of the Company amounted to approximately RMB64.9 million. The basic earnings per share of the Group for the Reporting Period were approximately RMB0.08. The Board did not recommend the payment of interim dividends for the six months ended 30 June 2026.

於報告期末，本集團未經審核本公司擁有人應佔溢利約為人民幣64.9百萬元。報告期內每股基本盈利約為人民幣0.08元。董事會不建議派發截至2026年6月30日止六個月的中期股息。

Chapter IV Management Discussion and Analysis
第四章 管理層討論與分析

4.1 INDUSTRY OVERVIEW

In the first half of 2026, the Regulation on Water Supply came into effect. Coupled with the continuous advancement of national strategies such as the construction of the national water network, urban renewal and the integration of urban and rural water supply and drainage systems, refined project management and professional operation have become the prevailing trend for the sustainable development of the industry.

At present, the overall operation of China's water industry remains stable. However, traditional water supply and wastewater treatment businesses will continue to face operational challenges for a period of time in the future, while competition in segments such as direct drinking water, industrial wastewater treatment and smart water has intensified significantly. Water and environmental protection enterprises are adjusting their development strategies through measures such as extending their industry chains and shifting to new business sectors, thereby promoting their long-term sustainable development.

4.1 行業概覽

2026年上半年，《供水條例》落地實施，結合國家水網建設、城市更新及城鄉供排水一體化等國家戰略的持續推進，項目精細化管理和專業化運營已成為行業可持續發展的主流趨勢。

當前，中國水務行業整體運行仍屬平穩，但傳統供排水業務在未來一段時期內仍將面臨持續經營挑戰，直飲水、工業廢水處理、智慧水務等細分領域的競爭烈度顯著上升。各水務環保企業通過延伸產業鏈、更換業務賽道等方式調整發展策略，推動企業實現長遠可持續發展。

4.2 DEVELOPMENT STRATEGY AND OUTLOOK

As 2026 marks the inaugural year of the 15th Five-Year Plan, the Company will continue to focus on its principal businesses and uphold its development strategy of seeking progress while ensuring stability. Adhering to its development strategy of in-depth local operations and external expansion, and placing equal emphasis on both horizontal and vertical development by focusing on the principal water supply and drainage business and extending the upstream and downstream industry chain, the Company will take reducing costs and increasing efficiency as its main operational focus to ensure its steady and sustainable development.

4.2 發展策略及展望

2026年是「十五五」開局之年，公司將堅持聚焦主責主業，繼續秉持「穩中求進」的發展策略，堅持「深耕本土、拓展域外」，「立足供排水主業、延伸上下游產業」的橫向、縱向並重的發展策略，以「降本增效」為工作主線，確保企業穩健可持續發展。

4.3 BUSINESS REVIEW

The Group is an integrated municipal water service provider in Sichuan Province, the PRC, principally engaged in two major business segments: tap water supply and wastewater treatment. The business primarily adopts build-own-operate ("**BOO**") and transfer-own-operate ("**TOO**") project models, pursuant to which we enter into concession agreements with local governments typically for a term of 30 years. The Company conducts business in the regions of Luzhou, Weiyuan in Neijiang City, Jingyan in Leshan City, Qingbaijiang in Chengdu City, as well as Leibo and Dechang in Liangshan Prefecture, the PRC.

As at the end of the Reporting Period, we operated 12 tap water plants, 8 city wastewater treatment plants, 3 industrial park wastewater treatment plants and 4 entrusted-operation wastewater treatment plants, and we also operated several wastewater treatment facilities in townships and rural areas. Our total treatment capacity is approximately 1.442 million tons per day.

4.3.1 Tap Water Projects

As at the end of the Reporting Period, the Group owned 12 tap water plants with an aggregate daily water supply capacity of approximately 784,000 tons (excluding emergency back-up water plants), which remained unchanged as compared with the end of 2025. The average utilisation rate of the tap water plants was 67.0%.

During the Reporting Period, our total water sales amounted to approximately 79.64 million tons, representing a decrease of 0.3% from our sales of tap water of approximately 79.88 million tons for the six months ended 30 June 2025. The decrease was mainly due to the decline in non-residential, temporary and special-purpose water consumption.

4.3 業務回顧

本集團為中國四川省綜合市政水務服務供應商，業務主要包括自來水供應和污水處理兩個主要部分。業務主要採用建設－擁有－經營(「**BOO**」)及轉讓－擁有－經營(「**TOO**」)項目模式，並與地方政府訂立一般為期30年的特許經營協議。本公司的業務在中國瀘州地區、內江市威遠地區、樂山井研地區、成都市青白江地區、涼山州雷波及德昌地區等區域開展。

於報告期末，我們經營12座自來水廠和8座城市生活污水處理廠、3座工業園區污水處理廠以及4座委托運營污水處理廠，我們還經營若干個鄉鎮及農村污水處理設施，日總處理能力約為144.2萬噸。

4.3.1 自來水項目

於報告期末，本集團擁有12座日供水能力規模約78.4萬噸的自來水廠(不含應急備用水廠)，較2025年末未發生變化，自來水廠平均利用率為67.0%。

報告期間，我們的售水總量為約79.64百萬噸，較截至2025年6月30日止六個月約79.88百萬噸的自來水銷量減少0.3%。減少的主要原因是非居民、臨時及特種用水水量下降所致。

4.3.2 Wastewater Treatment Projects

As at the end of the Reporting Period, the Group owned 8 operating city wastewater treatment plants (excluding emergency back-up wastewater treatment plants), with a daily treatment capacity of approximately 533,000 tons in aggregate, and the average load rate of wastewater treatment plants stood at 78.9%; 3 industrial park wastewater treatment plants with a daily treatment capacity of approximately 33,000 tons in aggregate; and 4 entrusted operation wastewater treatment plants with a daily treatment capacity of approximately 33,100 tons in aggregate; a total of 224 wastewater treatment facilities in the townships and rural areas with a daily treatment capacity of approximately 58,900 tons, which remained unchanged as compared with the end of 2025.

During the Reporting Period, our total wastewater treatment volume amounted to approximately 89.4 million tons, representing an increase of 7.1% as compared with approximately 83.5 million tons of the total actual treatment volume for the six months ended 30 June 2025. The increase was mainly due to the increase in water inflow from the pipeline network.

4.3.2 污水處理項目

於報告期末，本集團擁有8座營運中的城市生活污水處理廠(不含應急備用污水處理廠)，日處理能力約為53.3萬噸，污水處理廠的平均負荷率為78.9%；3座工業園區污水處理廠，日處理能力約3.3萬噸；4座委托運營污水處理廠，日處理能力約3.31萬噸；鄉鎮及農村污水處理設施共224個，日處理能力約5.89萬噸，較2025年末未發生變化。

報告期間，我們的污水處理總量約為89.4百萬噸，較截至2025年6月30日止六個月的約83.5百萬噸的實際處理總量增加7.1%，增加的主要原因是管網來水量增加。

4.4 FINANCIAL REVIEW

4.4.1. Analysis of Key Items in the Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income

4.4.1.1 Operating revenue

During the Reporting Period, operating revenue of the Group amounted to RMB575.4 million, representing a decrease of 6.5% from RMB615.4 million for the same period of 2025. The decrease was mainly due to a decrease in revenue generated from engineering installation, as well as the cessation of charging secondary water supply service fees for tap water.

4.4.1.1.1 Tap water supply

Sales of tap water

During the Reporting Period, revenue of the Group generated from sales of tap water amounted to RMB177.2 million, representing a decrease of 6.0% from RMB188.6 million for the same period of 2025. The decrease was mainly due to the cessation of charging secondary water supply service fees in accordance with the relevant policy. Revenue generated from sales of tap water accounted for 30.7% and 30.8% of our total revenue for the six months ended 30 June 2025 and 2026, respectively.

4.4 財務回顧

4.4.1 簡明綜合損益及其他全面收入表主要項目分析

4.4.1.1 營業收入

於報告期內，本集團實現營業收入為人民幣575.4百萬元，較2025年同期的人民幣615.4百萬元減少6.5%。減少的主要原因是工程安裝收入減少，以及取消收取自來水二次供水服務費。

4.4.1.1.1 自來水供應

自來水銷售

於報告期內，本集團銷售自來水產生的收入為人民幣177.2百萬元，較2025年同期的人民幣188.6百萬元減少6.0%。減少的主要原因是根據政策取消收取二次供水服務費。銷售自來水產生的收入分別佔截至2025年及2026年6月30日止六個月總收入的30.7%及30.8%。

Engineering installation

During the Reporting Period, revenue of the Group generated from installation services amounted to RMB38.5 million, representing a decrease of 42.5% from RMB66.9 million for the same period of 2025. The decrease was mainly due to the downturn in the property market and the decline in installation projects for newly built residential units. Revenue generated from installation services accounted for 10.9% and 6.7% of our total revenue for the six months ended 30 June 2025 and 2026, respectively.

4.4.1.1.2 Wastewater treatment

During the Reporting Period, revenue of the Group from operating services of wastewater treatment amounted to RMB351.5 million, representing a decrease of 1.7% from RMB357.6 million for the same period of 2025. The decrease was mainly due to a year-on-year decline in the chargeable treatment volume of shale gas industrial wastewater. Revenue generated from wastewater treatment operation accounted for 58.1% and 61.1% of our total revenue for the six months ended 30 June 2025 and 2026, respectively.

工程安裝

於報告期內，本集團安裝服務產生的收入為人民幣38.5百萬元，較2025年同期的人民幣66.9百萬元減少42.5%。減少的主要原因是房地產市場不景氣、新建住宅安裝工程項目減少。安裝服務產生的收入分別佔截至2025年及2026年6月30日止六個月總收入的10.9%及6.7%。

4.4.1.1.2 污水處理

於報告期內，本集團污水處理營運服務產生的收入為人民幣351.5百萬元，較2025年同期的人民幣357.6百萬元減少1.7%。減少的主要原因是頁岩氣工業廢水收費水量同比減少。污水處理營運所得收入分別佔截至2025年及2026年6月30日止六個月總收入的58.1%及61.1%。

4.4.1.2 Operating cost

During the Reporting Period, the Group's operating cost amounted to RMB378.3 million, representing a decrease of 9.9% from RMB419.9 million for the same period of 2025. The decrease was mainly due to the decline in engineering installation projects, as well as the effectiveness of the Group's strengthened cost control measures.

4.4.1.2.1 Tap water supply

Sales of tap water

During the Reporting Period, the Group's operating cost associated with tap water sales amounted to RMB165.8 million, representing a decrease of 9.7% from RMB183.5 million for the same period of 2025. The decrease was mainly due to the expiration of depreciation periods for certain assets resulting in the cessation of depreciation charges and a decrease in depreciation expenses during the period, as well as the Group's strengthening of cost control, which led to significant decreases in power expenses, maintenance expenses and water production material expenses. Operating cost associated with tap water sales accounted for 43.7% and 43.8% of our total operating cost for the six months ended 30 June 2025 and 2026, respectively.

4.4.1.2 營業成本

於報告期內，本集團營業成本為人民幣378.3百萬元，較2025年同期的人民幣419.9百萬元減少9.9%。減少的主要原因是工程安裝項目減少，以及本集團加強成本管控成效顯現。

4.4.1.2.1 自來水供應

自來水銷售

於報告期內，本集團與自來水銷售相關的營業成本為人民幣165.8百萬元，較2025年同期的人民幣183.5百萬元減少9.7%。減少的主要原因是部分資產折舊年限到期停止計提折舊致本期折舊費用減少，以及本集團加強成本管控，動力電費、維修費、制水材料費顯著下降。與自來水銷售相關的營業成本分別佔截至2025年及2026年6月30日止六個月總營業成本的43.7%及43.8%。

Engineering installation

During the Reporting Period, the Group's operating cost associated with installation services amounted to RMB14.1 million, representing a decrease of 51.5% from RMB29.0 million for the same period of 2025. The decrease was mainly due to the downturn in the property market and the decline in installation projects for newly built residential units. Operating cost associated with installation services accounted for 6.9% and 3.7% of the total operating cost for the six months ended 30 June 2025 and 2026, respectively.

工程安裝

於報告期內，本集團與安裝服務相關的營業成本為人民幣14.1百萬元，較2025年同期的人民幣29.0百萬元減少51.5%。減少的主要原因是房地產市場不景氣、新建住宅安裝工程項目減少。與安裝服務相關的營業成本分別佔截至2025年及2026年6月30日止六個月總營業成本的6.9%及3.7%。

4.4.1.2.2 Wastewater treatment

During the Reporting Period, the Group's operating cost from wastewater treatment operating services amounted to RMB193.2 million, representing a decrease of 6.3% from RMB206.3 million for the same period of 2025. The decrease was mainly due to the Group's strengthening of cost control, resulting in significant reductions in sludge treatment costs, cost of pharmacy and other expenses. Operating cost from wastewater treatment operating services accounted for 49.1% and 51.1% of the total operating cost for the six months ended 30 June 2025 and 2026, respectively.

4.4.1.2.2 污水處理

於報告期內，本集團污水處理營運服務的營業成本為人民幣193.2百萬元，較2025年同期的人民幣206.3百萬元減少6.3%。減少的主要原因是本集團加強成本管控，污泥費、藥劑費等費用顯著壓減。污水處理營運服務的營業成本分別佔截至2025年及2026年6月30日止六個月總營業成本的49.1%及51.1%。

4.4.1.3 Gross profit and gross profit margin

As a result of the above, the Group's gross profit amounted to RMB197.1 million during the Reporting Period, representing an increase of 0.8% from RMB195.5 million for the same period of 2025. Gross profit margin increased from 31.8% for the same period of 2025 to 34.3% during the Reporting Period. The increase was mainly due to the Group's continued strengthening of cost control, which resulted in a decrease in production costs in the tap water supply and wastewater treatment segments, thereby driving the growth in gross profit.

4.4.1.3.1 *Tap water supply*

Sales of tap water

During the Reporting Period, the gross profit of the Group for sales of tap water under tap water supply operations amounted to RMB11.5 million, representing an increase of 123.5% from RMB5.1 million for the same period of 2025. Its corresponding gross profit margin increased from 2.7% for the same period of 2025 to 6.5% for the Reporting Period. The increase was mainly due to the cessation of depreciation charges for certain assets as their depreciation periods expired, resulting in a decrease in depreciation expenses during the period, as well as the Group's strengthening of cost control, which led to significant decreases in power expenses, maintenance expenses and water production material expenses, thereby increasing the gross profit from tap water sales.

4.4.1.3 毛利和毛利率

由於以上原因，報告期內本集團毛利為人民幣197.1百萬元，較2025年同期的人民幣195.5百萬元增加0.8%。毛利率由2025年同期的31.8%增加至報告期間的34.3%，增加的主要原因是本集團持續加強成本管控，自來水供應、污水處理板塊生產成本有所下降，帶動毛利實現增長。

4.4.1.3.1 *自來水供應*

自來水銷售

於報告期內，本集團自來水供應營運下的自來水銷售的毛利為人民幣11.5百萬元，較2025年同期的人民幣5.1百萬元增加123.5%。相應的毛利率由2025年同期的2.7%增加至報告期間的6.5%，增加的主要原因是部分資產折舊年限到期停止計提折舊致本期折舊費用減少，以及本集團加強成本管控，動力電費、維修費、制水材料費顯著下降，自來水銷售毛利上升。

Engineering installation

During the Reporting Period, the gross profit of the Group for installation services amounted to RMB24.4 million, representing a decrease of 35.6% from RMB37.9 million for the same period of 2025. Its corresponding gross profit margin increased from 56.6% for the same period of 2025 to 63.4% for the Reporting Period. The decrease in gross profit was mainly due to the downturn in the property market and the decline in installation projects for newly built residential units.

工程安裝

於報告期內，本集團安裝服務的毛利為人民幣24.4百萬元，較2025年同期的人民幣37.9百萬元減少35.6%。其相應的毛利率由2025年同期的56.6%增加至報告期間的63.4%。毛利減少的主要原因是房地產市場不景氣、新建住宅安裝工程項目減少。

4.4.1.3.2 Wastewater treatment

During the Reporting Period, the gross profit of the Group for wastewater treatment operating services amounted to RMB158.2 million, representing an increase of 4.6% from RMB151.3 million for the same period of 2025. The corresponding gross profit margin increased from 42.3% for the same period of 2025 to 45.0% during the Reporting Period. The increase was mainly due to the Group's strengthening of cost control, resulting in significant reductions in sludge treatment costs, cost of pharmacy and other expenses, thereby increasing the gross profit from wastewater treatment.

4.4.1.3.2 污水處理

於報告期內，本集團污水處理營運服務的毛利為人民幣158.2百萬元，較2025年同期的人民幣151.3百萬元增加4.6%。其相應的毛利率由2025年同期的42.3%增加至報告期間的45.0%。增加的主要原因是本集團加強成本管控，污泥費、藥劑費等費用顯著壓減，污水處理毛利上升。

4.4.1.4 Other revenue

During the Reporting Period, the Group's other revenue amounted to RMB30.1 million, representing an increase of 3.3% from RMB29.1 million for the same period of 2025. The increase was mainly due to the receipt of RMB1.0 million government grants for the "Implementation Project Completion and Production Achievement Incentive" during the Reporting Period.

4.4.1.4 其他收益

於報告期內，本集團其他收益為人民幣30.1百萬元，較2025年同期的人民幣29.1百萬元增加3.3%。增加的主要原因是報告期內收到政府撥付「實施項目竣工達產激勵」人民幣1.0百萬元。

4.4.1.5 Selling expenses

During the Reporting Period, the Group's selling expenses amounted to RMB9.3 million, representing a decrease of 5.7% from RMB9.8 million for the same period of 2025. The decrease was mainly attributable to the Group's strengthening of cost control, resulting in reductions in handling fees, communication expenses, vehicle expenses and other related expenses.

4.4.1.5 銷售費用

於報告期內，本集團銷售費用為人民幣9.3百萬元，較2025年同期的人民幣9.8百萬元減少5.7%。減少的主要原因是本集團加強成本管控，手續費、通訊費、車輛費等各項費用均減少。

4.4.1.6 Management expenses

During the Reporting Period, the Group's management expenses amounted to RMB50.8 million, representing an increase of 13.5% from RMB44.7 million for the same period of 2025. The increase was mainly due to the enhancement of the management policy standards for labour union funds in Sichuan Province, resulting in a year-on-year increase in labour union fund expenses.

4.4.1.6 管理費用

於報告期內，本集團管理費用為人民幣50.8百萬元，較2025年同期的人民幣44.7百萬元增加13.5%。增加的主要原因是四川省工會經費管理政策標準提升，工會經費支出同比上升。

4.4.1.7 Research and development expenses

During the Reporting Period, the Group's research and development expenses amounted to RMB1.9 million. The main reason was the addition of a number of approved research and development projects, including the application research of UASB (Upflow Anaerobic Sludge Blanket Process) for treatment of distillery wastewater from small and micro liquor-making enterprises, the intelligent chemical dosing system and the PAC intelligent dosing system (intelligent water purification agent dosing system), resulting in a year-on-year increase in related research and development investment.

4.4.1.7 研發費用

於報告期內，本集團研發費用為人民幣1.9百萬元，主要原因是新增UASB(升流式厭氧污泥床工藝)處理小微釀酒企業釀酒廢水應用研究、藥劑智能投加系統、PAC智能投加系統(淨水劑智能投加系統)等多項研發立項項目，相關研發投入同比增加。

4.4.1.8 Finance costs

During the Reporting Period, the Group's finance costs amounted to RMB39.2 million, representing a decrease of 11.4% from RMB44.2 million for the same period of 2025. The decrease was mainly due to the scheduled repayment of the principal amounts of a number of matured borrowings, coupled with the reduction in interest rates after loan replacement, resulting in a year-on-year decrease in interest expenses.

4.4.1.8 財務費用

於報告期內，本集團財務費用為人民幣39.2百萬元，較2025年同期的人民幣44.2百萬元減少11.4%。減少的主要原因是按期歸還多筆到期借款本金，疊加貸款置換後利率下調的因素，利息支出同比減少。

4.4.1.9 Income tax expense

During the Reporting Period, the Group's income tax expense amounted to RMB19.0 million, representing a decrease of 17.0% from RMB22.9 million for the same period of 2025. The decrease was mainly due to the reduction in operating revenue, which led to a decrease in taxable profit for the period and a corresponding decrease in income tax expense. For the six months ended 30 June 2025 and 2026, the Group's effective tax rates were 24.0% and 21.1%, respectively.

4.4.1.9 所得稅費用

於報告期內，本集團所得稅費用為人民幣19.0百萬元，較2025年同期的人民幣22.9百萬元減少17.0%。減少的主要原因是受營業收入減少影響，當期計稅利潤降低，所得稅費用同步減少。截至2025年及2026年6月30日止六個月，本集團的實際稅率分別為24.0%及21.1%。

4.4.1.10 Net profit and net profit margin

As a result of the above, the Group's net profit during the Reporting Period amounted to RMB70.8 million, representing a decrease of 1.9% from RMB72.2 million for the same period of 2025. Net profit margin increased from 11.7% for the six months ended 30 June 2025 to 12.3% during the Reporting Period.

4.4.1.10 淨利潤和淨利潤率

由於以上原因，報告期內本集團淨利潤為人民幣70.8百萬元，較2025年同期的人民幣72.2百萬元減少1.9%。淨利潤率由截至2025年6月30日止六個月的11.7%增加至報告期間的12.3%。

4.4.2. Analysis of Key Items in the Balance Sheet

4.4.2 資產負債表主要項目分析

4.4.2.1 Accounts receivable

Accounts receivable of the Group were RMB752.3 million and RMB812.4 million as of 31 December 2025 and as at the end of the Reporting Period, respectively. The increase was mainly due to the increase in water fee receivables, wastewater treatment fees, etc.

The table below sets forth the average turnover days of our accounts receivable during indicated periods:

4.4.2.1 應收賬款

於2025年12月31日及報告期末，本集團應收賬款分別為人民幣752.3百萬元及人民幣812.4百萬元，增加的主要原因是應收水費、污水處理費等增加。

下表載列所示期間我們應收款項的平均周轉天數：

		Six months ended 30 June 截至6月30日止六個月	
		2026 2026年	2025 2025年
Average turnover days of accounts receivable[1]	平均應收賬款周轉天數[1]	**243**	208

Note:

[1] Turnover days of accounts receivable=180/number of accounts receivable turnover, number of accounts receivable turnover=operating revenue/average balance of accounts receivable.

註：

[1] 應收賬款周轉天數=180／應收賬款周轉次數，應收賬款周轉次數=營業收入／平均應收賬款餘額。

4.4.2.2 Inventories

The inventories of the Group (consisted primarily of raw materials, including water pipes and other gadgets relating to tap water supply and pipeline installation) were RMB72.6 million and RMB75.6 million as of 31 December 2025 and as at the end of the Reporting Period, respectively. The increase was mainly due to the increase in contract performance costs attributable to projects under construction.

The table below sets forth the average turnover days of our inventories for the indicated periods:

4.4.2.2 存貨

於2025年12月31日及報告期末，我們的存貨(主要由原材料組成，包括與自來水供應及管道安裝有關的水管及其他器具)分別為人民幣72.6百萬元及人民幣75.6百萬元，增加的主要原因是在建項目對應的合同履約成本增長。

下表載列所示期間我們存貨的平均周轉天數：

		Six months ended 30 June 截至6月30日止六個月	
		2026 2026年	2025 2025年
Average turnover days of inventories receivable[(2)]	平均應收存貨周轉天數[(2)]	35	31

Note:

(2) Turnover days of inventories receivable=180/number of inventories turnover, number of inventories turnover=operating cost/average balance of inventories.

註：

(2) 應收存貨周轉天數=180／存貨周轉次數，存貨周轉次數=營業成本／平均存貨餘額。

4.4.2.3 Other receivables

As of 31 December 2025 and as at the end of the Reporting Period, the Group's other receivables were RMB43.1 million and RMB35.1 million, respectively. The decrease was mainly due to the combined effects of the recovery of household meter subsidy funds in the main urban area and the provision for bad debts.

4.4.2.3 其他應收款

於2025年12月31日及報告期末，本集團的其他應收款分別為人民幣43.1百萬元及人民幣35.1百萬元。減少的主要原因是收回主城區戶表補貼款以及計提壞賬共同影響所致。

4.4.2.4 Fixed assets

As of 31 December 2025 and as at the end of the Reporting Period, the Group's fixed assets were RMB3,714.0 million and RMB3,532.3 million, respectively. The decrease was mainly due to the normal provision of depreciation of fixed assets, as well as the corresponding reduction in the original value of the fixed assets of the Chengdong Wastewater Treatment Plant Phase II based on the audited final settlement amount.

4.4.2.4 固定資產

於2025年12月31日及報告期末，本集團固定資產分別為人民幣3,714.0百萬元及人民幣3,532.3百萬元。減少的主要原因是正常計提固定資產折舊，以及根據審定決算金額相應調減城東二期污水處理廠固定資產原值。

4.4.2.5 Construction in progress

As of 31 December 2025 and as at the end of the Reporting Period, the balance of construction in progress of the Group was RMB69.9 million and RMB131.9 million, respectively. The increase was mainly due to the continuous advancement of a number of key water supply projects during the period, including the Phase II of the Household Meter Renovation Project in the Main Urban Area and the Phase I of the Water Supply Network Leakage Control Project in Hejiang County.

4.4.2.5 在建工程

於2025年12月31日及報告期末，本集團在建工程餘額分別為人民幣69.9百萬元及人民幣131.9百萬元，增加的主要原因是報告期間持續推進多項重點供水工程建設，包括主城區自來水戶表改造工程二期項目、合江縣供水管網漏損治理工程一期項目等。

4.4.2.6 Intangible assets

As of 31 December 2025 and as at the end of the Reporting Period, the Group's intangible assets were RMB1,543.0 million and RMB1,515.3 million, respectively. The decrease was mainly due to the normal amortisation of intangible assets.

4.4.2.6 無形資產

於2025年12月31日及報告期末，本集團無形資產分別為人民幣1,543.0百萬元及人民幣1,515.3百萬元，減少的主要原因是正常計提無形資產攤銷。

4.4.2.7 Long-term deferred expenses

As of 31 December 2025 and as at the end of the Reporting Period, the Group's long-term deferred expenses were RMB149.6 million and RMB135.9 million, respectively. The decrease was mainly due to the normal amortisation of long-term deferred expenses.

4.4.2.7 長期待攤費用

於2025年12月31日及報告期末，本集團長期待攤費用分別為人民幣149.6百萬元及人民幣135.9百萬元，減少的主要原因是正常計提長期待攤費用攤銷。

4.4.2.8 Short-term borrowings

As of 31 December 2025 and as at the end of the Reporting Period, the Group's short-term borrowings were RMB483.3 million and RMB527.3 million, respectively. The increase was mainly due to the rollover of certain long-term borrowings upon maturity, which were replaced by short-term borrowings.

4.4.2.8 短期借款

於2025年12月31日及報告期末，本集團短期借款分別為人民幣483.3百萬元及人民幣527.3百萬元，增加的主要原因是部分長期借款到期後續貸，置換為短期借款。

4.4.2.9 Accounts payable

As of 31 December 2025 and as at the end of the Reporting Period, the Group's accounts payable were RMB387.1 million and RMB261.9 million, respectively. The decrease was mainly due to the payment for works and materials, etc. upon maturity.

4.4.2.9 應付賬款

於2025年12月31日及報告期末，本集團應付賬款分別為人民幣387.1百萬元及人民幣261.9百萬元，減少的主要原因是到期支付工程款、材料款等。

The table below sets forth the average turnover days of our accounts payable during the indicated periods:

下表載列所示期間我們應付款項的平均周轉天數：

	Six months ended 30 June 截至6月30日止六個月	
	2026 **2026年**	2025 2025年
Average turnover days of accounts payable[3] 平均應付款項周轉天數[3]	**154**	176

Note:

(3) Turnover days of accounts payable=180/number of accounts payable turnover, number of accounts payable turnover=operating cost/average balance of accounts payable.

註：

(3) 應付賬款周轉天數=180／應付賬款周轉次數，應付賬款周轉次數=營業成本／平均應付賬款餘額。

4.4.2.10 Contract liabilities

As of 31 December 2025 and as at the end of the Reporting Period, the Group's contract liabilities were RMB196.3 million and RMB208.3 million, respectively. The increase was mainly due to the increase in advance receipts of water fees.

4.4.2.11 Other payables

As of 31 December 2025 and as at the end of the Reporting Period, the Group's other payables were RMB215.2 million and RMB273.3 million, respectively. The increase was mainly due to the increase in dividends payable and fees collected and paid on behalf of others, such as wastewater treatment fees.

4.4.2.12 Non-current liabilities due within one year

As of 31 December 2025 and as at the end of the Reporting Period, the Group's non-current liabilities due within one year were RMB407.1 million and RMB485.4 million, respectively. The increase was mainly due to the increase in long-term borrowings maturing within one year.

4.4.2.13 Long-term borrowings

As of 31 December 2025 and as at the end of the Reporting Period, the Group's long-term borrowings were RMB1,266.5 million and RMB905.5 million, respectively. The decrease was mainly due to the repayment of principal amounts of long-term borrowings upon maturity, as well as the rollover of certain long-term borrowings upon maturity, which were replaced by short-term borrowings.

4.4.2.10 合同負債

於2025年12月31日及報告期末，本集團合同負債分別為人民幣196.3百萬元及人民幣208.3百萬元，增加的主要原因是預收水費增加。

4.4.2.11 其他應付款

於2025年12月31日及報告期末，本集團其他應付款分別為人民幣215.2百萬元及人民幣273.3百萬元，增加的主要原因是應付股利和代收代付污水處理費等款項增加。

4.4.2.12 一年內到期的非流動負債

於2025年12月31日及報告期末，本集團一年內到期的非流動負債分別為人民幣407.1百萬元及人民幣485.4百萬元，增加的主要原因是一年內到期的長期借款增加。

4.4.2.13 長期借款

於2025年12月31日及報告期末，本集團長期借款分別為人民幣1,266.5百萬元及人民幣905.5百萬元，減少的主要原因是到期歸還長期借款本金，以及部分長期借款到期後續貸，置換為短期借款。

4.4.2.14 Long-term payables

As of 31 December 2025 and as at the end of the Reporting Period, the Group's long-term payables remained unchanged at RMB780.8 million.

4.4.2.14 長期應付款

於2025年12月31日及報告期末,本集團長期應付款均為人民幣780.8百萬元,未發生變化。

4.4.2.15 Deferred income

As of 31 December 2025 and as at the end of the Reporting Period, the Group's deferred income was RMB158.0 million and RMB146.8 million, respectively. The decrease was mainly due to the amortisation of deferred income being recognised in other revenue during the period in accordance with relevant requirements.

4.4.2.15 遞延收益

於2025年12月31日及報告期末,本集團遞延收益分別為人民幣158.0百萬元及人民幣146.8百萬元,減少的主要原因是遞延收益按規定分期結轉,計入當期其他收益。

4.4.3. Liquidity and Financial Resources

The Group manages its capital to ensure that entities of the Group will be able to continue as a going concern and optimise the debt and equity balance to maximise the return to Shareholders of the Company. The Group's overall strategy remains unchanged during the Reporting Period. The capital structure of the Group consists of net debts (which includes borrowings, net cash and cash equivalents) and total equity (comprising paid-in capital/share capital, capital reserve, statutory surplus reserve, retained profits and non-controlling interests). The Group is not subject to any externally imposed capital requirements.

As at the end of the Reporting Period, the cash and bank balances of the Group amounted to approximately RMB449.1 million (at the end of 2025: RMB606.0 million).

As at the end of the Reporting Period, the total borrowings of the Group amounted to approximately RMB2,667.7 million (at the end of 2025: RMB2,915.8 million), including bank and other borrowings. Approximately 32.7% of bank and other borrowings bear interest at floating rates, short-term borrowings and non-current liabilities due within one year amounted to approximately RMB982.1 million, all of which were domestic RMB borrowings. The amount of fixed-rate borrowings was RMB1,796.2 million.

4.4.3 流動資金及財務資源

本集團管理其資本以確保本集團的實體將可持續經營,並通過優化債務及權益結餘為本公司股東帶來最大化回報。報告期內,本集團的整體策略維持不變。本集團的資本結構包括淨債務(包括借款、淨現金及現金等價物)及總權益(包括實繳資本/股本、資本儲備、法定盈餘公積、留存利潤及非控股權益)。本集團不受任何外部強加的資本要求規限。

於報告期末,本集團之現金及銀行結餘約為人民幣449.1百萬元(2025年末:人民幣606.0百萬元)。

於報告期末,本集團的借款總額為約人民幣2,667.7百萬元(2025年末:人民幣2,915.8百萬元),包括銀行及其他借貸。其中約32.7%銀行及其他借貸按浮動利率計息,其中短期借款及一年內到期的非流動負債約人民幣982.1百萬元,均為國內人民幣借款。固定利率借款的金額為人民幣1,796.2百萬元。

As at the end of the Reporting Period, the net debts to equity ratio of the Group (being calculated by debts (including long-term and short-term loans and bonds payable) less bank balances and cash divided by total equity) was 99.9% (at the end of 2025: 105.2%).

於報告期末，本集團的負債淨值對權益比率(以總權益額除負債(包括長期及短期借款和應付債券)減銀行結餘及現金計算)為99.9%(2025年末：105.2%)。

4.5 EMPLOYEES AND REMUNERATION POLICY

4.5 僱員及薪酬政策

As at the end of the Reporting Period, the Group had 829 employees (at the end of 2025: 844 employees). During the Reporting Period, employee salaries and benefits expenses amounted to RMB78.9 million (for the six months ended 30 June 2025: RMB75.0 million). The remunerations and benefits for employees include basic and floating wages, bonuses and staff benefits. The Group endeavours to keep the level of employees' remuneration in line with industry practices and prevailing market conditions, and such remuneration will be determined based on their performance. The Group also provides external and internal training programs for the employees.

於報告期末，本集團聘有829名僱員(2025年末：844名)。報告期間，僱員工資薪金及福利開支為人民幣78.9百萬元(截至2025年6月30日止六個月：人民幣75.0百萬元)。薪酬待遇包括基本及浮動薪資、獎金及員工福利。本集團致力確保僱員薪酬水平符合行業慣例及現行市場情況，其薪酬乃基於彼等的表現釐定。本集團為僱員提供外部及內部培訓計劃。

During the Reporting Period, the Group did not incur any significant labour disputes that had material impact on the Group's normal business operations.

於報告期間，本集團並無任何重大勞務糾紛對本集團正常業務營運產生重大影響。

4.6 MAJOR ACQUISITIONS AND DISPOSALS

4.6 重大收購及出售

During the Reporting Period, the Group had no material acquisitions and disposals in respect of subsidiaries, associates and joint ventures.

於報告期間，本集團並無有關附屬公司、聯營公司及合營企業的重大收購及出售事項。

4.7 PLEDGED ASSETS OF THE GROUP

4.7 本集團資產抵押

As at the end of the Reporting Period, the Group had bank borrowings secured by the operating concession rights of all water supply projects of the Company in Jiangyang District, the collection rights for certain wastewater treatment projects, the operating concession rights of the Jingyan County No. 2 Wastewater Treatment Plant, and the charging right for wastewater treatment projects of Fanxing Environmental in townships and rural areas in Jiangyang District, Luzhou City.

於報告期末，本集團有抵押的銀行借款乃以本公司江陽區全域供水特許經營權、若干污水處理費用的徵收權及井研縣第二污水處理廠特許經營權及繁星環保的瀘州市江陽區鄉鎮和農村污水處理項目收費權作抵押。

Save as disclosed above, as at the end of the Reporting Period, the Group had not pledged any other assets.

除上文所披露者外，於報告期末，本集團無其他資產抵押。

4.8 FOREIGN EXCHANGE RISKS

4.8 外匯風險

During the Reporting Period, the Group carried out business in the PRC and received revenue and paid its costs/expenses in RMB. As at the end of the Reporting Period, the Group had unutilised monetary funds in Hong Kong dollar, and confirmed that there was no foreign exchange gain during the Reporting Period. The Group does not currently hedge its exposure to foreign currencies.

於報告期間，本集團在中國進行業務、收取收入並以人民幣支付成本／開支，於報告期末，本集團有尚未使用的以港元計價的貨幣資金，並確認報告期間未產生外匯收益。本集團現時並無對沖其外幣敞口。

4.9 DEBT-TO-ASSET RATIO

4.9 資產負債比率

As at 30 June 2026, the Company's debt-to-asset ratio (calculated as total liabilities divided by total assets, multiplied by 100%) was 53.2%.

於2026年6月30日，本公司資產負債比率(按使用負債總額除以資產總值再乘以100%計算)為53.2%。

4.10 CONTINGENT LIABILITIES

4.10 或有負債

During the Reporting Period, the Company did not have any other material contingent liabilities required to be disclosed.

於報告期間，本公司並無其他需要披露的重大或有負債。

4.11 SIGNIFICANT INVESTMENT HELD

4.11 持有之重大投資

As at the end of the Reporting Period, the Group did not hold any significant investments. As at the end of the Reporting Period, we do not have any future plans for material investments or capital assets.

於報告期末，本集團未持有任何重大投資。於報告期末，我們並無任何重大投資及資本資產的未來計劃。

4.12 EVENTS AFTER THE REPORTING PERIOD

4.12 報告期後事項

Save as disclosed in this report, there are no other significant events after the Reporting Period and up to the date of this report for the Group.

除本報告所披露者外，自報告期後至本報告日期，本集團並無其他任何重大事項。

Chapter V Other Information
第五章 其他信息

5.1 INTERIM DIVIDENDS

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

5.1 中期股息

董事會不建議派發截至2026年6月30日止六個月之任何中期股息(截至2025年6月30日止六個月:無)。

5.2 PURCHASE, SALE OR REDEMPTION OF LISTED SECURITIES OF THE COMPANY

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

5.2 購買、出售或贖回本公司的上市證券

報告期內,本公司及其任何附屬公司概無購買、出售或贖回任何本公司上市證券(包括出售庫存股份(定義見上市規則))。於報告期末,本公司概無持有庫存股份。

5.3 PRE-EMPTIVE RIGHTS

Pursuant to the Articles of Association and the PRC laws, the Company is not subject to any requirement on pre-emptive rights.

5.3 優先購買權

根據公司章程及中國法律,本公司並無任何有關優先購買權的規定。

5.4 CHANGES IN THE INFORMATION OF DIRECTORS AND CHIEF EXECUTIVE

From the Company's publication of the 2025 annual report up to the date of this interim report, there have been no changes to the information of the Directors and chief executive that are required to be disclosed under Rule 13.51B(1) of the Listing Rules.

5.4 董事及最高行政人員資料之變動

自本公司刊發2025年年報至本中期報告日期,概無根據上市規則第13.51B(1)條須予披露的董事及最高行政人員資料變更。

5.5 DIRECTORS' RIGHTS TO ACQUIRE SHARES OR BONDS

During the Reporting Period, the Company did not grant any rights to acquire benefits by means of the acquisition of Shares or bonds of the Company or its subsidiaries to any Directors, or their respective spouses or minor children under 18, and none of them has exercised such rights.

5.5 董事購買股份或債券之權利

於報告期間,概無任何董事或彼等各自的配偶或十八歲以下的子女獲本公司授予任何權利以認購本公司或其他任何附屬公司的股份或債券,彼等亦無行使任何該等權利。

5.6 DIRECTORS' INTERESTS IN COMPETING BUSINESS

During the Reporting Period, to the best knowledge of the Board, none of the Directors and their respective associates had any business or interest that competes or might compete with the business of the Group or had or might have any other conflict of interest with the Group.

5.6 董事於競爭性業務的權益

於報告期內，董事會概不知悉董事及彼等各自的聯繫人的任何業務或權益，對本集團業務構成競爭或可能構成競爭，或對本集團造成或可能造成任何其他利益衝突。

5.7 COMPLIANCE WITH THE CORPORATE GOVERNANCE CODE

The Group is committed to maintaining a high standard of corporate governance with a view to safeguarding the interests of Shareholders and enhancing corporate value. The Board believes that good corporate governance is one of the important factors leading to the success of the Group and balancing the interests of the Shareholders, customers and employees of the Group.

The Company has adopted all applicable code provisions of the Corporate Governance Code (the "**Corporate Governance Code**") as set out in Appendix C1 to the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "**Listing Rules**"), and formulated a series of corporate governance policies according to the relevant requirements to build up and perfect the corporate governance structure.

Since certain Directors of the Company were nominated by Shareholders and the selection of successors for certain Directors is still in progress, the Company was unable to complete the transition of the Board before the expiry of the three-year term of the second session of the Board, which constitutes a deviation from Code Provision B.2.2 of the Corporate Governance Code. Prior to the completion of the re-election process, the existing Directors will continue to perform their respective duties.

5.7 遵守企業管治守則

本集團致力維持高水平的企業管治，務求維護股東利益及提升企業價值。董事會相信良好的企業管治是引領本集團走向成功及平衡股東、本集團客戶以及僱員之間利益關係之重要因素之一。

本公司已採納香港聯合交易所有限公司證券上市規則(「**上市規則**」)附錄C1所載的企業管治守則(「**企業管治守則**」)中的所有適用守則條文，根據相關要求建設和完善企業管治架構，建立了一系列企業管治制度。

本公司部分董事由股東提名，由於部分董事的繼任人選尚在甄選中，本公司未能在第二屆董事會三年屆滿前完成換屆工作，偏離企業管治守則之守則條文第B.2.2條。在完成換屆工作前，現任董事將繼續履行相應職責。

In addition, Mr. Chen Qinan ("**Mr. Chen**") concurrently serves as the chairman of the Board and the general manager of the Company, which deviates from Code Provision C.2.1 of the Corporate Governance Code. However, such arrangement is only a temporary arrangement of the Company. The Company believes that its Board structure is appropriate and that there are sufficient checks and balances in the power distribution to safeguard the interests of the Company and its Shareholders. The dual roles of chairman of the Board and general manager performed by Mr. Chen will not affect the implementation of the Group's business strategies and its operational efficiency. The Company will continue to identify a suitable candidate to succeed the general manager.

此外，陳棋楠先生(「**陳先生**」)同時兼任本公司董事長及總經理，偏離企業管治守則之守則條文第C.2.1條，但該做法僅為本公司短暫安排，且本公司認為，本公司董事會架構適當，權力均衡，能夠提供足夠的制衡以保障本公司及本公司股東的利益。董事長及總經理的角色交由陳先生兼任不會影響本集團業務策略的執行及其營運效益。本公司將持續物色合適的人選繼任總經理。

During the Reporting Period, save for Code Provisions B.2.2 and C.2.1 of the Corporate Governance Code, the Company has complied with all applicable code provisions under the Corporate Governance Code. The Board will review from time to time the corporate governance practices and operations of the Company to comply with the relevant provisions of the Listing Rules.

報告期內，除企業管治守則之守則條文第B.2.2條及第C.2.1條外，本公司一直遵守企業管治守則中的所有適用守則條文。董事會將不時審查本公司的企業管治常規及運作，以符合上市規則相關規定。

5.8 MODEL CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS

5.8 董事進行證券交易的標準守則

The Company has adopted the Model Code for Securities Transactions by Directors of Listed Issuers set out in Appendix C3 to the Listing Rules (the "**Model Code**") as the code of conduct regarding the Company's securities transactions by the Directors and employees of the Group who, because of their office or employment, are likely to possess inside information in relation to the Group or the Company's securities. The Company has made specific inquiries to all Directors, and all Directors have confirmed that they have strictly complied with the requirements set out in the Model Code during the Reporting Period. In addition, during the Reporting Period, the Company was not aware of any non-compliance with the Model Code by the relevant employees of the Group.

本公司已採納上市規則附錄C3所載的上市發行人董事進行證券交易的標準守則(「**標準守則**」)作為董事和本集團僱員(彼等因有關職位或受僱工作而可能擁有有關本集團或本公司證券之內幕消息)進行本公司證券交易的守則。本公司已向全體董事作出具體查詢，全體董事均確認其已於報告期間嚴格遵守標準守則所訂之標準。此外，本公司未獲悉本集團相關僱員於報告期內有任何不遵守標準守則之情況。

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

During the Reporting Period, none of the Directors or chief executive of the Company had any interests and/or short positions in the Shares, underlying Shares (in respect of positions held pursuant to equity derivatives) or debentures of the Company or any of its associated corporations (within the meaning of Part XV of the Securities and Futures Ordinance ("**SFO**")) which should be notified to the Company and the Hong Kong Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO or was required, pursuant to Section 352 of the SFO, to be entered in the register referred to therein, or was required, pursuant to the Model Code as set out in Appendix C3 to the Listing Rules to be notified to the Company and the Hong Kong Stock Exchange.

5.9 董事及最高行政人員於股份、相關股份及債權證的權益及淡倉

於報告期內,本公司董事及最高行政人員概無於本公司或其任何相聯法團(定義見《證券及期貨條例》(「**證券及期貨條例**」)第XV部)的股份、相關股份(屬資本衍生工具)或債權證中擁有根據《證券及期貨條例》第XV部第7及8分部須知會本公司及香港聯交所的任何權益及/或淡倉,或根據《證券及期貨條例》第352條將須載於本公司登記冊的任何權益及/或淡倉,或根據上市規則附錄C3所載標準守則另行知會本公司及香港聯交所的任何權益及/或淡倉。

5.10 INTERESTS AND SHORT POSITIONS OF SUBSTANTIAL SHAREHOLDERS IN SHARES

To the best knowledge of the Company, as at the end of the Reporting Period, the following persons (other than the Directors and chief executive of the Company) had interests or short positions in the Shares, underlying Shares and debentures of the Company which were required to be disclosed to the Company pursuant to 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, or owned interests and short positions in more than 5% of any class of issued share capital of the Company.

5.10 主要股東於股份中的權益及淡倉

據本公司所深知,於報告期末,下列人士(本公司的董事及最高行政人員除外)於本公司股份、相關股份及債權證中擁有根據《證券及期貨條例》第XV部第2及3分部須向本公司披露的權益或淡倉或根據《證券及期貨條例》第336條須存置在本公司登記冊中記錄的權益或淡倉,或擁有佔本公司任何類別已發行股本5%以上的權益及淡倉。

Name of Shareholder 股東名稱	Shareholding capacity 持股身份	Class of Shares 股份類別	Number of Shares (1) 股份數目(1)	Approximate percentage in class of Shares issued 佔已發行類別股份的概約百分比	Approximate percentage in total Shares issued 佔已發行總股份的概約百分比
Xinglu Investment (2) 興瀘投資(2)	Interest in a controlled corporation 受控法團權益	Domestic Shares 內資股	574,363,690(L)	89.08%	66.81%
Xinglu Assets (2) 興瀘資產(2)	Beneficial owner 實益擁有人	Domestic Shares 內資股	511,654,127(L)	79.35%	59.51%
Luzhou Laojiao 瀘州老窖	Beneficial owner 實益擁有人	Domestic Shares 內資股	70,406,310(L)	10.92%	8.19%
Luzhou Infrastructure (2) 瀘州基建(2)	Beneficial owner 實益擁有人	Domestic Shares 內資股	62,709,563(L)	9.73%	7.29%
Beijing Enterprises Water Group Limited (3) 北控水務集團有限公司(3)	Beneficial owner 實益擁有人	H Shares H股	72,409,000(L)	33.69%	8.42%
Beijing Enterprises Environmental Construction Limited (3) 北控環境建設有限公司(3)	Interest in a controlled corporation 受控法團權益	H Shares H股	72,409,000(L)	33.69%	8.42%
Beijing Enterprises Holdings Limited (3) 北京控股有限公司(3)	Interest in a controlled corporation 受控法團權益	H Shares H股	72,409,000(L)	33.69%	8.42%
Beijing Enterprises Group (BVI) Company Limited (3) 北京控股集團(BVI)有限公司(3)	Interest in a controlled corporation 受控法團權益	H Shares H股	72,409,000(L)	33.69%	8.42%

Name of Shareholder 股東名稱	Shareholding capacity 持股身份	Class of Shares 股份類別	Number of Shares [1] 股份數目[1]	Approximate percentage in class of Shares issued 佔已發行類別股份的概約百分比	Approximate percentage in total Shares issued 佔已發行總股份的概約百分比
Beijing Enterprises Group Company Limited [3] 北京控股集團有限公司[3]	Interest in a controlled corporation 受控法團權益	H Shares H股	72,409,000(L)	33.69%	8.42%
Beijing Enterprises Investments Limited	Interest in a controlled corporation 受控法團權益	H Shares H股	72,409,000(L)	33.69%	8.42%
Modern Orient Limited	Interest in a controlled corporation 受控法團權益	H Shares H股	72,409,000(L)	33.69%	8.42%
Suntront Intelligence (Hong Kong) Co., Ltd. [5] 新天智能(香港)有限公司[5]	Beneficial owner 實益擁有人	H Shares H股	21,169,000(L)	9.85%	2.46%
Suntront Tech Co., Ltd. [5] 新天科技股份有限公司[5]	Interest in a controlled corporation 受控法團權益	H Shares H股	21,169,000(L)	9.85%	2.46%
Fei Zhanbo [5] 費戰波[5]	Interest in a controlled corporation 受控法團權益	H Shares H股	21,169,000(L)	9.85%	2.46%
Sichuan Sans Venture Capital Co., Ltd. [4][7] 四川三新創業投資有限責任公司[4][7]	Beneficial owner 實益擁有人	H Shares H股	19,247,000(L)	8.95%	2.24%
Sichuan Development Holding Co., Ltd. [4] 四川發展(控股)有限責任公司[4]	Interest in a controlled corporation 受控法團權益	H Shares H股	19,247,000(L)	8.95%	2.24%

Name of Shareholder 股東名稱	Shareholding capacity 持股身份	Class of Shares 股份類別	Number of Shares [1] 股份數目[1]	Approximate percentage in class of Shares issued 佔已發行類別股份的概約百分比	Approximate percentage in total Shares issued 佔已發行總股份的概約百分比
Luzhou Xiangyang Real Estate Development Co., Ltd. [6][7] 瀘州向陽房地產開發有限公司[6][7]	Beneficial owner 實益擁有人	H Shares H股	10,727,000(L)	4.99%	1.25%
Luzhou Xiangyang Enterprise Group Co., Ltd. [6] 瀘州向陽企業集團有限公司[6]	Interest in a controlled corporation 受控法團權益	H Shares H股	10,727,000(L)	4.99%	1.25%
Yang Lunfen [7] 楊倫芬[7]	Beneficial owner 實益擁有人	H Shares H股	10,336,000(L)	4.80%	1.20%
Wang Xiumei [7] 王秀梅[7]	Beneficial owner 實益擁有人	H Shares H股	9,790,000(L)	4.55%	1.14%
Yang Bin [7] 楊彬[7]	Beneficial owner 實益擁有人	H Shares H股	10,544,000(L)	4.91%	1.23%
Hwabao Trust Co., Ltd. [7] 華寶信託有限責任公司[7]	Trustee 信託受托人	H Shares H股	60,644,000(L)	28.21%	7.05%
Hwabao • Overseas Market Investment II (37-1 QDII Single Fund Trust) [7] 華寶 • 境外市場投資2號系列37-1期QDII單一資金信託[7]	Trustee 信託受托人	H Shares H股	19,247,000(L)	8.95%	2.24%

Name of Shareholder 股東名稱	Shareholding capacity 持股身份	Class of Shares 股份類別	Number of Shares [1] 股份數目[1]	Approximate percentage in class of Shares issued 佔已發行類別股份的概約百分比	Approximate percentage in total Shares issued 佔已發行總股份的概約百分比
Hwabao • Overseas Market Investment II (20–14 QDII Single Fund Trust) [7] 華寶 • 境外市場投資2號系列20–14期QDII單一資金信託[7]	Trustee 信託受托人	H Shares H股	10,727,000(L)	4.99%	1.25%
Hwabao • Overseas Market Investment II (37–3 QDII Single Fund Trust) [7] 華寶 • 境外市場投資2號系列37–3期QDII單一資金信託[7]	Trustee 信託受托人	H Shares H股	10,336,000(L)	4.80%	1.20%
Hwabao • Overseas Market Investment II (37–4 QDII Single Fund Trust) [7] 華寶 • 境外市場投資2號系列37–4期QDII單一資金信託[7]	Trustee 信託受托人	H Shares H股	9,790,000(L)	4.55%	1.14%
Hwabao • Overseas Market Investment II (20–15 QDII Single Fund Trust) [7] 華寶 • 境外市場投資2號系列20–15期QDII單一資金信託[7]	Trustee 信託受托人	H Shares H股	10,544,000(L)	4.91%	1.23%

(1) As at the end of the Reporting Period, the Company had issued totally 859,710,000 Shares, including 644,770,000 Domestic Shares and 214,940,000 H Shares. (L) represents long position.

(2) Xinglu Investment has 100% interests in Xinglu Assets and 61.70% interests in Luzhou Infrastructure. Therefore, pursuant to the SFO, Xinglu Investment is deemed to be interested in the Domestic Shares held by Xinglu Assets and Luzhou Infrastructure.

(3) Beijing Enterprises Water Group Limited is held by Beijing Enterprises Environmental Construction Limited as to 41.02%, which is in turn wholly-owned by Beijing Enterprises Holdings Limited, which is held as to 41.19% by Beijing Enterprises Group (BVI) Company Limited, which is held as to 100% by Beijing Enterprises Group Company Limited. Therefore, pursuant to the SFO, all of Beijing Enterprises Environmental Construction Limited, Beijing Enterprises Holdings Limited, Beijing Enterprises Group (BVI) Company Limited and Beijing Enterprises Group Company Limited are deemed to be interested in H Shares held by Beijing Enterprises Water Group Limited.

(4) Sichuan Development Holding Co., Ltd. has 100% interests in Sichuan Development Asset Management Investment Management Co., Ltd., and Sichuan Development Asset Management Investment Management Co., Ltd. has 100% interests in Sichuan Sans Venture Capital Co., Ltd. Therefore, pursuant to the SFO, Sichuan Development Holding Co., Ltd. is deemed to be interested in H Shares held by Sichuan Sans Venture Capital Co., Ltd.

(5) Suntront Tech Co., Ltd. has 100% interests in Suntront Intelligence (Hong Kong) Co., Ltd. Fei Zhanbo has 35.86% interests in Suntront Tech Co., Ltd. Therefore, pursuant to the SFO, Suntront Tech Co., Ltd. and Fei Zhanbo are deemed to be interested in H Shares held by Suntront Intelligence (Hong Kong) Co., Ltd.

(6) Luzhou Xiangyang Enterprise Group Co., Ltd. has 55% interests in Luzhou Xiangyang Real Estate Development Co., Ltd. Therefore, pursuant to the SFO, Luzhou Xiangyang Enterprise Group Co., Ltd. is deemed to be interested in H Shares held by Luzhou Xiangyang Real Estate Development Co., Ltd.

(1) 於報告期末,本公司已發行股份共859,710,000股,其中包括644,770,000股內資股及214,940,000股H股。(L)代表好倉。

(2) 興瀘投資持有興瀘資產100%的權益及持有瀘州基建61.70%的權益。因此,根據《證券及期貨條例》,興瀘投資被視為於興瀘資產及瀘州基建持有的內資股中擁有權益。

(3) 北控環境建設有限公司持有北控水務集團有限公司41.02%權益,北京控股有限公司持有北控環境建設有限公司100%的權益,北京控股集團(BVI)有限公司持有北京控股有限公司41.19%的權益,北京控股集團有限公司持有北京控股集團(BVI)有限公司100%的權益。因此,根據《證券及期貨條例》,北控環境建設有限公司、北京控股有限公司、北京控股集團(BVI)有限公司及北京控股集團有限公司均被視為於北控水務集團有限公司持有的H股中擁有權益。

(4) 四川發展(控股)有限責任公司持有四川發展資產經營投資管理有限公司100%的權益,四川發展資產經營投資管理有限公司持有四川三新創業投資有限責任公司100%的權益。因此,根據《證券及期貨條例》,四川發展(控股)有限責任公司被視為於四川三新創業投資有限責任公司持有的H股中擁有權益。

(5) 新天科技股份有限公司持有新天智能(香港)有限公司100%的權益。費戰波持有新天科技股份有限公司35.86%的權益。因此,根據《證券及期貨條例》,新天科技股份有限公司及費戰波被視為於新天智能(香港)有限公司持有的H股中擁有權益。

(6) 瀘州向陽企業集團有限公司持有瀘州向陽房地產開發有限公司55%的權益。因此,根據《證券及期貨條例》,瀘州向陽企業集團有限公司被視為於瀘州向陽房地產開發有限公司持有的H股中擁有權益。

(7) Sichuan Sans Venture Capital Co., Ltd. holds a total of 19,247,000 H Shares through a trust named "Hwabao • Overseas Market Investment II (37-1 QDII Single Fund Trust)" managed by Hwabao Trust Co., Ltd.; Luzhou Xiangyang Real Estate Development Co., Ltd. holds a total of 10,727,000 H Shares through a trust named "Hwabao • Overseas Market Investment II (20-14 QDII Single Fund Trust)" managed by Hwabao Trust Co., Ltd.; Yang Lunfen holds a total of 10,336,000 H Shares through a trust named "Hwabao • Overseas Market Investment II (37-3 QDII Single Fund Trust)" managed by Hwabao Trust Co., Ltd.; Wang Xiumei holds a total of 9,790,000 H Shares through a trust named "Hwabao • Overseas Market Investment II (37-4 QDII Single Fund Trust)" managed by Hwabao Trust Co., Ltd.; and Yang Bin holds a total of 10,544,000 H Shares through a trust named "Hwabao • Overseas Market Investment II (20–15 QDII Single Fund Trust)" managed by Hwabao Trust Co., Ltd. Pursuant to the SFO, Hwabao Trust Co., Ltd., acting as the trustee for the abovementioned trusts, is deemed to be interested in the aggregate 60,644,000 H Shares with interests owned by such trusts. None of the Hwabao • Overseas Market Investment II (37–1 QDII Single Fund Trust), Hwabao • Overseas Market Investment II (20–14 QDII Single Fund Trust), Hwabao • Overseas Market Investment II (37–3 QDII Single Fund Trust), Hwabao • Overseas Market Investment II (37–4 QDII Single Fund Trust) and Hwabao • Overseas Market Investment II (20-15 QDII Single Fund Trust) has any interests and/or short positions in the Company which are required to be notified to the Company or the Hong Kong Stock Exchange under the provisions of Divisions 2 and 3 of Part XV of the SFO.

(7) 四川三新創業投資有限責任公司透過華寶信託有限責任公司所管理名為「華寶•境外市場投資2號系列37-1期QDII單一資金信託」的信託持有合共19,247,000股H股；瀘州向陽房地產開發有限公司透過華寶信託有限責任公司所管理名為「華寶•境外市場投資2號系列20-14期QDII單一資金信託」的信託持有合共10,727,000股H股；楊倫芬透過華寶信託有限責任公司所管理名為「華寶•境外市場投資2號系列37-3期QDII單一資金信託」的信託持有合共10,336,000股H股；王秀梅透過華寶信託有限責任公司所管理名為「華寶•境外市場投資2號系列37-4期QDII單一資金信託」的信託持有合共9,790,000股H股；楊彬透過華寶信託有限責任公司所管理名為「華寶•境外市場投資2號系列20-15期QDII單一資金信託」的信託持有合共10,544,000股H股。根據《證券及期貨條例》，華寶信託有限責任公司(作為前述信託的受托人)被視為於前述信託擁有權益的合共60,644,000股H股中擁有權益。華寶•境外市場投資2號系列37-1期QDII單一資金信託、華寶•境外市場投資2號系列20-14期QDII單一資金信託、華寶•境外市場投資2號系列37-3期QDII單一資金信託、華寶•境外市場投資2號系列37-4期QDII單一資金信託、華寶•境外市場投資2號系列20-15期QDII單一資金信託本身並無於本公司擁有須根據《證券及期貨條例》第XV部第2及3分部的條文須知會本公司或香港聯交所的權益及／或淡倉。

Save as disclosed above, to the best knowledge of the Company, as at the end of the Reporting Period, no person (other than the Directors and chief executive of the Company) informed the Company that they had interests and/or short positions in the Shares and (in respect of positions held pursuant to equity derivatives) underlying Shares and/or debentures of the Company which were required to be notified to the Company or the Hong Kong Stock Exchange pursuant to Divisions 2 and 3 of Part XV of the SFO, or which were required by Section 336 of the SFO to be recorded in the register specified in the section.

除上文披露者外，據本公司所深知，於報告期末，本公司並無獲任何人士(本公司董事或最高行政人員除外)告知，彼於本公司股份及(屬資本衍生工具)相關股份及／或本公司債權證中擁有根據《證券及期貨條例》第XV部第2及3分部須知會本公司或香港聯交所或根據《證券及期貨條例》第336條將須記錄於該節所指的登記冊的權益及／或淡倉。

5.11 SUFFICIENCY OF PUBLIC FLOAT

Based on the information that is publicly available to the Company and within the knowledge of the Directors, during the Reporting Period and up to the date of this report, the Company has maintained the public float as required under the Listing Rules, namely at least 25% of the total issued share capital of the Company being held by the public.

5.11 公眾持股量的足夠性

根據本公司的公開可得資料及據董事所知,於報告期內及截至本報告日期,本公司一直維持上市規則所規定的公眾持股量,即本公司全部已發行股本中至少25%由公眾人士持有。

5.12 COMPLIANCE WITH NON-COMPETITION AGREEMENT

Xinglu Investment (our de facto controller) signed a non-competition agreement (the "**Non-competition Agreement**") in favour of the Company on 10 March 2017. Pursuant to the Non-competition Agreement, Xinglu Investment has irrevocably undertaken to the Company that it would not, and would procure that its subsidiaries would not, directly or indirectly, engage in any relevant business in competition with the Company. Non-competition business refers to all business lines of the Company operated currently and to be operated from time to time in the future, including but not limited to tap water supply and wastewater treatment services. For details, please refer to the section headed "Relationship with our Controlling Shareholder" in the Prospectus of the Company.

The independent non-executive Directors have reviewed the information provided by Xinglu Investment regarding compliance with the Non-competition Agreement and determined that Xinglu Investment had fully complied with and was not in breach of the Non-competition Agreement as at the end of the Reporting Period.

5.12 遵守不競爭協議

興瀘投資(本公司實際控制人)已於2017年3月10日簽署以本公司為受益人的不競爭協議(「**不競爭協議**」)。根據協議約定,興瀘投資已向本公司作出不可撤銷的承諾,彼將不會並將促使其附屬企業不會直接或間接在相關業務方面與本公司競爭,不競爭業務指本公司目前營運及將來不時營運的所有業務線,包括但不限於自來水供應及污水處理服務。具體詳情參見本公司招股章程「與控股股東的關係」章節。

獨立非執行董事已審閱興瀘投資就遵守不競爭協議提供的一切必須數據,並確定於報告期末,興瀘投資已完全遵守且並無違反不競爭承諾。

5.13 SHARE OPTION SCHEME

During the Reporting Period, there was no share option scheme of the Company.

5.13 股票期權計劃

於報告期間,本公司概無任何股票期權計劃。

5.14 SIGNIFICANT LEGAL PROCEEDINGS

To the best of the Directors' knowledge, during the Reporting Period and as of the date of this report, the Company does not have any legal proceedings or claims of material importance pending or threatened.

5.14 重大訴訟

就董事所知，於報告期內及截至本報告日期，本公司並無任何尚未了結或可能面臨的重大法律訴訟或索賠。

5.15 AUDIT COMMITTEE

The audit committee of the Company (the "**Audit Committee**") consists of independent non-executive Directors, namely Mr. Fu Ji, Ms. Ma Hua and Mr. Liang Youguo, with Mr. Fu Ji serving as the chairman of the Audit Committee. The primary responsibilities of the Audit Committee are to supervise our internal control, risk management, financial information disclosure and financial reporting matters. The terms of reference of the Audit Committee are available for inspection on the Company's website and the website of the Hong Kong Stock Exchange.

The Audit Committee has reviewed the unaudited condensed consolidated interim financial statements of the Group for the six months ended 30 June 2026 and has discussed with the senior management the accounting policies and practices adopted by the Company as well as matters relating to internal control. The Audit Committee has no disagreement with the accounting treatment adopted by the Company.

5.15 審計委員會

本公司審計委員會(「**審計委員會**」)由獨立非執行董事傅驥先生、馬樺女士及梁有國先生組成，並由傅驥先生擔任審計委員會主席。審計委員會的主要職責為監督我們的內部控制、風險管理、財務數據披露及財務報告事宜。審計委員會的職權範圍可於本公司網站及香港聯交所網站查閱。

審計委員會已審閱本集團截至2026年6月30日止六個月之未經審核之簡明綜合中期財務報表並就有關本公司所採納的會計政策及常規以及內部監控事宜與高級管理層進行討論。審計委員會對本公司所採用的會計處理並無異議。

5.16 REVIEW OF INTERIM REPORT

The unaudited condensed consolidated interim financial information of the Group for the six months ended 30 June 2026 has been reviewed by the Company's auditor, ShineWing Certified Public Accountants, in accordance with the China Standard on Review No. 2101-Engagements to Review Financial Statements. The unaudited condensed consolidated interim financial statements and the interim report of the Group for the six months ended 30 June 2026 have also been reviewed by the Audit Committee.

5.16 審閱中期報告

本集團截至2026年6月30日止六個月的未經審核中期簡明綜合財務資料已由本公司核數師信永中和會計師事務所按照中國註冊會計師審閱準則第2101號－財務報表審閱進行審閱，本集團截至2026年6月30日止六個月的未經審核之簡明綜合中期財務報表及中期報告亦已由審計委員會審閱。

5.17 THE BOARD OF DIRECTORS

As at the end of the Reporting Period, the Board comprises Mr. Chen Qinan (chairman of the Board and general manager) and Mr. Xu Guanghua, as executive Directors, Mr. Xu Fei, Ms. Zhang Guanghui and Ms. Hu Fenfen as non-executive Directors, and Ms. Ma Hua, Mr. Fu Ji and Mr. Liang Youguo, as independent non-executive Directors.

5.17 董事會

於報告期末，董事會由執行董事陳棋楠先生(董事長、總經理)、徐光華先生，及非執行董事徐飛先生、張光惠女士、胡芬芬女士，以及獨立非執行董事馬樺女士、傅驥先生、梁有國先生組成。

5.18 ACKNOWLEDGEMENT

Finally, I would like to take this opportunity to express my sincere gratitude to the Directors, management and employees for their valuable contribution and efforts to the development of the Group, and to the Shareholders, customers, suppliers and corporate partners for their constant support.

Luzhou Xinglu Water (Group) Co., Ltd.*
Chairman
Chen Qinan

Luzhou, the PRC
26 August 2026

* *For identification purposes only*

5.18 致謝

最後，本人謹借此機會感謝各董事、管理層及員工的寶貴貢獻及對本集團發展付出的努力，同時亦感謝各股東、客戶、供應商及業務夥伴一直以來的支持。

瀘州市興瀘水務(集團)股份有限公司
董事長
陳棋楠

中國 • 瀘州
2026年8月26日

* *僅供識別*

Chapter VI Financial Report
第六章 財務報告

信永中和会计师事务所

ShineWing
certified public accountants

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REVIEW REPORT

XYZH/2026CDAA4B0654

To the shareholders of Luzhou Xinglu Water (Group) Co., Ltd.:

We have reviewed the accompanying financial statements of Luzhou Xinglu Water (Group) Co., Ltd. ("Xinglu Water Company"), which comprise the consolidated and the Parent Company's balance sheets as at 30 June 2026, the consolidated and the Parent Company's income statements, the consolidated and the Parent Company's cash flow statements, the consolidated and the Parent Company's statements of changes in equity for January-June 2026 and the notes to the financial statements. The management of Xinglu Water Company is responsible for preparation and fair presentation of these financial statements. Our responsibility is to issue our review report on these financial statements based on our review.

We conducted our review in accordance with the "Review Standard for Chinese Certified Public Accountants No.2101-Review of Financial Statements". The standard requires us to plan and conduct a review to obtain limited assurance as to whether the interim financial statements are free from material misstatement. A review is primarily limited to inquiring of company personnel and performing analytical procedures on financial data. A review provides less assurance than audit. We have not performed an audit and, accordingly, we do not express an audit opinion.

審閱報告

XYZH/2026CDAA4B0654

瀘州市興瀘水務(集團)股份有限公司全體股東：

我們審閱了後附的瀘州市興瀘水務(集團)股份有限公司(以下簡稱「興瀘水務公司」)的財務報表，包括2026年6月30日合併及母公司資產負債表，2026年1-6月合併及母公司利潤表、合併及母公司現金流量表和合併及母公司股東權益變動表以及相關財務報表附註。這些財務報表的編制和公允列報是興瀘水務公司管理層的責任，我們的責任是在執行審閱工作的基礎上對這些財務報表出具審閱報告。

我們按照《中國註冊會計師審閱準則第2101號－財務報表審閱》的規定執行了審閱業務。該準則要求我們計劃和實施審閱工作，以對中期財務報表是否不存在重大錯報獲取有限保證。審閱主要限於詢問公司有關人員和對財務數據實施分析程序，提供的保證程度低於審計。我們沒有實施審計，因而不發表審計意見。

Based on our review, nothing has come to our attention that causes us to believe that the above financial statements are not prepared in accordance with Accounting Standards for Business Enterprises and did not present fairly, in all material respects, Xinglu Water Company's financial position as at 30 June 2026 and results of operations and cash flows for January-June 2026.

根據我們的審閱，我們沒有注意到任何事項使我們相信上述財務報表沒有按照企業會計準則的規定編制，未能在所有重大方面公允反映興瀘水務公司2026年6月30日的財務狀況以及2026年1-6月的經營成果和現金流量。

ShineWing Certified Public Accountants LLP

信永中和會計師事務所（特殊普通合夥）

Certified Public Accountants in China:

中國註冊會計師：

Beijing, the PRC
26 August 2026

中國 • 北京
2026年8月26日

Consolidated Balance Sheets
合併資產負債表

30 June 2026
2026年6月30日
Prepared by: Luzhou Xinglu Water (Group) Co., Ltd.
編製單位：瀘州市興瀘水務(集團)股份有限公司

Unit: RMB
單位：人民幣元

Items	項目	NOTES 附註	30 June 2026 2026年6月30日	31 December 2025 2025年12月31日
Current assets:	**流動資產：**			
Monetary funds	貨幣資金	V.1 五、1	449,083,400.55	605,985,936.27
Transactional financial assets	交易性金融資產			
Derivative financial assets	衍生金融資產			
Notes receivable	應收票據			
Accounts receivable	應收賬款	V.2 五、2	812,412,457.72	752,333,312.68
Factoring of accounts receivable	應收款項融資			
Prepayments	預付款項	V.3 五、3	16,091,535.35	37,271,197.15
Other receivables	其他應收款	V.4 五、4	35,054,237.06	43,067,530.29
Including: Interests receivable	其中：應收利息			
Dividends receivable	應收股利			
Financial assets purchased under agreements to resell	買入返售金融資產			
Inventories	存貨	V.5 五、5	75,628,812.30	72,590,432.88
Contract assets	合同資產			
Assets held for sale	持有待售資產			
Non-current assets due within one year	一年內到期的非流動資產			
Other current assets	其他流動資產	V.6 五、6	107,746,865.64	112,614,081.81
Total current assets	**流動資產合計**		1,496,017,308.62	1,623,862,491.08

Consolidated Balance Sheets (Continued)
合併資產負債表(續)

Items	項目	NOTES 附註	30 June 2026 2026年6月30日	31 December 2025 2025年12月31日
Non-current assets:	**非流動資產:**			
Disbursement of loans and advances	發放貸款和墊款			
Investments in debt	債權投資			
Other investments in debt	其他債權投資			
Long-term receivables	長期應收款			
Long-term equity investments	長期股權投資			
Investments in other equity instruments	其他權益工具投資	V.7 五、7	**80,466.75**	80,466.75
Other non-current financial assets	其他非流動金融資產			
Investment properties	投資性房地產	V.8 五、8	**1,662,752.98**	1,718,846.97
Fixed assets	固定資產	V.9 五、9	**3,532,312,328.47**	3,714,017,659.28
Construction in progress	在建工程	V.10 五、10	**131,932,195.66**	69,884,593.20
Productive biological assets	生產性生物資產			
Oil and gas assets	油氣資產			
Right-of-use assets	使用權資產	V.11 五、11	**88,134.52**	108,473.26
Intangible assets	無形資產	V.12 五、12	**1,515,329,293.15**	1,542,987,694.53
Development costs	開發支出			
Goodwill	商譽	V.13 五、13	**28,139,173.07**	28,139,173.07
Long-term deferred expenses	長期待攤費用	V.14 五、14	**135,946,490.60**	149,591,220.44
Deferred income tax assets	遞延所得稅資產	V.15 五、15	**32,173,888.12**	29,058,435.39
Other non-current assets	其他非流動資產	V.16 五、16	**50,234,133.74**	42,494,648.08
Total non-current assets	**非流動資產合計**		**5,427,898,857.06**	5,578,081,210.97
Total assets	**資產總計**		**6,923,916,165.68**	7,201,943,702.05

Consolidated Balance Sheets (Continued)
合併資產負債表(續)

Items	項目	NOTES 附註	30 June 2026 2026年6月30日	31 December 2025 2025年12月31日
Current liabilities:	**流動負債：**			
Short-term borrowings	短期借款	V.17 五、17	**527,306,213.85**	483,255,473.60
Transactional financial liabilities	交易性金融負債			
Notes payable	應付票據			
Accounts payable	應付帳款	V.18 五、18	**261,856,316.21**	387,065,396.64
Advances from customers	預收款項			–
Contract liabilities	合同負債	V.19 五、19	**208,345,425.63**	196,267,752.52
Employee remunerations payable	應付職工薪酬	V.20 五、20	**45,931,486.65**	53,642,229.18
Taxes payable	應交稅費	V.21 五、21	**31,248,011.20**	24,396,240.86
Other payables	其他應付款	V.22 五、22	**273,304,218.59**	215,242,349.67
Including: Interests payable	其中：應付利息			–
Dividends payable	應付股利		**34,388,400.00**	–
Handling fees and commissions payable	應付手續費及佣金			
Reinsured accounts payable	應付分保賬款			
Liabilities held for sale	持有待售負債			
Non-current liabilities due within one year	一年內到期的非流動負債	V.23 五、23	**485,447,848.69**	407,077,554.05
Other current liabilities	其他流動負債	V.24 五、24	**3,982,872.42**	3,553,740.16
Total current liabilities	**流動負債合計**		**1,837,422,393.24**	1,770,500,736.68

Consolidated Balance Sheets (Continued)
合併資產負債表(續)

Items	項目	NOTES 附註	30 June 2026 2026年6月30日	31 December 2025 2025年12月31日
Non-current liabilities:	**非流動負債：**			
Long-term borrowings	長期借款	V.25 五、25	**905,530,286.90**	1,266,466,125.32
Bonds payable	應付債券			–
Including: Preference shares	其中：優先股			
Perpetual debts	永續債			
Lease liabilities	租賃負債	V.26 五、26	**40,096.42**	39,455.27
Long-term payables	長期應付款	V.27 五、27	**780,843,648.36**	780,843,648.36
Long-term employee remunerations payable	長期應付職工薪酬			
Estimated liabilities	預計負債	V.28 五、28	**9,234,211.11**	7,825,584.54
Deferred income	遞延收益	V.29 五、29	**146,757,474.29**	157,993,200.12
Deferred income tax liabilities	遞延所得稅負債	V.15 五、15	**4,340,303.89**	4,528,984.96
Other non-current liabilities	其他非流動負債			–
Total non-current liabilities	**非流動負債合計**		**1,846,746,020.97**	2,217,696,998.57
Total liabilities	**負債合計**		**3,684,168,414.21**	3,988,197,735.25

Consolidated Balance Sheets (Continued)
合併資產負債表（續）

Items	項目	NOTES 附註	30 June 2026 2026年6月30日	31 December 2025 2025年12月31日
Shareholders' equity:	**股東權益：**			
Share capital	股本	V.30 五、30	**859,710,000.00**	859,710,000.00
Other equity instruments	其他權益工具			
Including: Preference shares	其中：優先股			
Perpetual debts	永續債			
Capital reserve	資本公積	V.31 五、31	**420,447,214.35**	420,447,214.35
Less: Treasury shares	減：庫存股			
Other comprehensive income	其他綜合收益	V.32 五、32	**-42,239.76**	-42,239.76
Special reserves	專項儲備	V.33 五、33	**5,937,937.70**	7,141,391.77
Surplus reserves	盈餘公積	V.34 五、34	**78,048,308.25**	78,048,308.25
General risk provisions	一般風險準備			
Undistributed profits	未分配利潤	V.35 五、35	**1,667,741,769.40**	1,637,191,570.85
Total equity attributable to shareholders of the parent company	**歸屬於母公司股東權益合計**		**3,031,842,989.94**	3,002,496,245.46
Minority interests	少數股東權益		**207,904,761.53**	211,249,721.34
Total shareholders' equity	**股東權益合計**		**3,239,747,751.47**	3,213,745,966.80
Total liabilities and shareholders' equity	**負債和股東權益總計**		**6,923,916,165.68**	7,201,943,702.05

Legal representative: Chen Qinan
法定代表人：陳棋楠

Chief financial officer: Ouyang Peng
主管會計工作負責人：歐陽鵬

Accounting supervisor: Li Xia
會計機構負責人：黎霞

Balance Sheets of Parent Company
母公司資產負債表

30 June 2026
2026年6月30日
Prepared by: Luzhou Xinglu Water (Group) Co., Ltd.
編製單位：瀘州市興瀘水務（集團）股份有限公司

Unit: RMB
單位：人民幣元

Items	項目	NOTES 附註	30 June 2026 2026年6月30日	31 December 2025 2025年12月31日
Current assets:	**流動資產：**			
Monetary funds	貨幣資金		**146,562,442.73**	184,504,145.18
Transactional financial assets	交易性金融資產			
Derivative financial assets	衍生金融資產			
Notes receivable	應收票據			
Accounts receivable	應收賬款	XVI.1 十六、1	**206,967,605.03**	204,770,400.09
Factoring of accounts receivable	應收款項融資			
Prepayments	預付款項		**5,146,669.76**	26,715,144.72
Other receivables	其他應收款	XVI.2 十六、2	**59,498,025.18**	67,451,118.17
Including: Interests receivable	其中：應收利息			
Dividends receivable	應收股利			
Inventories	存貨		**42,100,395.16**	41,185,093.81
Contract assets	合同資產			
Assets held for sale	持有待售資產			
Non-current assets due within one year	一年內到期的非流動資產			
Other current assets	其他流動資產		**23,566,366.72**	25,015,794.25
Total current assets	**流動資產合計**		**483,841,504.58**	549,641,696.22

Balance Sheets of Parent Company (Continued)
母公司資產負債表(續)

Items	項目	NOTES 附註	30 June 2026 2026年6月30日	31 December 2025 2025年12月31日
Non-current assets:	**非流動資產：**			
Investments in debt	債權投資			
Other investments in debt	其他債權投資			
Long-term receivables	長期應收款			
Long-term equity investments	長期股權投資	XVI.3 十六、3	**986,666,910.46**	982,866,910.46
Investments in other equity instruments	其他權益工具投資		**80,466.75**	80,466.75
Other non-current financial assets	其他非流動金融資產			
Investment properties	投資性房地產		**464,706.00**	490,027.71
Fixed assets	固定資產		**1,599,511,134.62**	1,652,633,120.98
Construction in progress	在建工程		**108,716,064.00**	55,064,302.21
Productive biological assets	生產性生物資產			
Oil and gas assets	油氣資產			
Right-of-use assets	使用權資產		**676,771.63**	751,968.43
Intangible assets	無形資產		**506,777,490.88**	513,221,075.60
Development costs	開發支出			
Goodwill	商譽			
Long-term deferred expenses	長期待攤費用		**113,394,393.50**	124,009,349.08
Deferred income tax assets	遞延所得稅資產		**17,655,626.17**	15,939,619.31
Other non-current assets	其他非流動資產		**9,241,451.42**	820,603.00
Total non-current assets	**非流動資產合計**		**3,343,185,015.43**	3,345,877,443.53
Total assets	**資產總計**		**3,827,026,520.01**	3,895,519,139.75

Balance Sheets of Parent Company (Continued)
母公司資產負債表(續)

Items	項目	NOTES 附註	30 June 2026 2026年6月30日	31 December 2025 2025年12月31日
Current liabilities:	**流動負債：**			
Short-term borrowings	短期借款		467,267,852.78	417,268,849.18
Transactional financial liabilities	交易性金融負債			
Derivative financial liabilities	衍生金融負債			
Notes payable	應付票據			
Accounts payable	應付帳款		117,434,738.13	131,525,094.82
Advances from customers	預收款項			–
Contract liabilities	合同負債		158,716,606.09	156,686,108.35
Employee remunerations payable	應付職工薪酬		16,582,142.82	22,963,126.67
Taxes payable	應交稅費		2,648,010.63	3,062,744.23
Other payables	其他應付款		163,878,861.75	123,224,158.99
Including: Interests payable	其中：應付利息			–
Dividends payable	應付股利		34,388,400.00	–
Liabilities held for sale	持有待售負債			
Non-current liabilities due within one year	一年內到期的非流動負債		372,985,031.11	176,118,666.78
Other current liabilities	其他流動負債		2,949,722.91	2,755,600.13
Total current liabilities	**流動負債合計**		1,302,462,966.22	1,033,604,349.15
Non-current liabilities:	**非流動負債：**			
Long-term borrowings	長期借款		367,291,938.91	693,251,885.30
Bonds payable	應付債券			–
Including: Preference shares	其中：優先股			
Perpetual debts	永續債			
Lease liabilities	租賃負債		705,760.32	688,882.64
Long-term payables	長期應付款		260,500,000.00	260,500,000.00
Long-term employee remunerations payable	長期應付職工薪酬			
Estimated liabilities	預計負債		2,740,504.11	2,497,855.32
Deferred income	遞延收益		77,130,099.82	84,847,404.27
Deferred income tax liabilities	遞延所得稅負債			–
Other non-current liabilities	其他非流動負債			–
Total non-current liabilities	**非流動負債合計**		708,368,303.16	1,041,786,027.53
Total liabilities	**負債合計**		2,010,831,269.38	2,075,390,376.68

Balance Sheets of Parent Company (Continued)
母公司資產負債表(續)

Items	項目	NOTES 附註	30 June 2026 2026年6月30日	31 December 2025 2025年12月31日
Shareholders' equity:	**股東權益：**			
Share capital	股本		859,710,000.00	859,710,000.00
Other equity instruments	其他權益工具			
Including: Preference shares	其中：優先股			
Perpetual debts	永續債			
Capital reserve	資本公積		413,655,709.96	413,655,709.96
Less: Treasury shares	減：庫存股			
Other comprehensive income	其他綜合收益		-42,239.76	-42,239.76
Special reserves	專項儲備		4,563,676.32	5,711,752.02
Surplus reserves	盈餘公積		78,048,308.25	78,048,308.25
Undistributed profits	未分配利潤		460,259,795.86	463,045,232.60
Total shareholders' equity	**股東權益合計**		1,816,195,250.63	1,820,128,763.07
Total liabilities and shareholders' equity	**負債和股東權益總計**		3,827,026,520.01	3,895,519,139.75

Legal representative: Chen Qinan
法定代表人：陳棋楠

Chief financial officer: Ouyang Peng
主管會計工作負責人：歐陽鵬

Accounting supervisor: Li Xia
會計機構負責人：黎霞

Consolidated Income Statement
合併利潤表

30 June 2026
2026年6月30日

Prepared by: Luzhou Xinglu Water (Group) Co., Ltd. Unit: RMB
編製單位：瀘州市興瀘水務(集團)股份有限公司 單位：人民幣元

Items	項目	NOTES 附註	30 June 2026 2026年6月30日	31 December 2025 2025年12月31日
I. Total operating revenue	**一、營業總收入**		**575,391,957.94**	615,358,595.22
Including: Operating revenue	其中：營業收入	V.36 五、36	**575,391,957.94**	615,358,595.22
II. Total operating costs	**二、營業總成本**		**496,755,547.74**	536,599,108.05
Including: Operating costs	其中：營業成本	V.36 五、36	**378,306,603.13**	419,871,568.12
Taxes and surcharges	稅金及附加	V.37 五、37	**17,388,518.34**	17,975,944.76
Cost of sales	銷售費用	V.38 五、38	**9,254,354.80**	9,816,644.96
Management expenses	管理費用	V.39 五、39	**50,768,082.89**	44,742,615.96
Research and development expenses	研發費用	V.40 五、40	**1,885,387.84**	–
Finance costs	財務費用	V.41 五、41	**39,152,600.74**	44,192,334.25
Including: Interest expenses	其中：利息費用		**39,813,848.78**	45,989,512.97
Interest income	利息收入		**828,511.89**	1,872,155.19
Add: Other income	加：其他收益	V.42 五、42	**30,071,321.25**	29,119,804.32
Investment income (loss expressed with "-")	投資收益(損失以「-」號填列)		**–**	–
Including: Share of investment gain of associates and joint ventures	其中：對聯營企業和合營企業的投資收益		**–**	–
Income from derecognition of financial assets at amortised cost	以攤餘成本計量的金融資產終止確認收益			
Foreign exchange gains (loss expressed with "-")	匯兑收益(損失以「-」號填列)			
Gain from changes in fair values (loss expressed with "-")	公允價值變動收益(損失以「-」號填列)			
Credit impairment loss (loss expressed with "-")	信用減值損失(損失以「-」號填列)	V.43 五、43	**-19,840,063.90**	-13,408,146.99
Asset impairment loss (loss expressed with "-")	資產減值損失(損失以「-」號填列)			
Income from disposal of assets (loss expressed with "-")	資產處置收益(損失以「-」號填列)	V.44 五、44	**-3,658.74**	1,567.25

Consolidated Income Statement (Continued)
合併利潤表(續)

Items	項目	NOTES 附註	30 June 2026 2026年6月30日	31 December 2025 2025年12月31日
III. Operating profit	**三、營業利潤**			
(loss expressed with "-")	**(虧損以「-」號填列)**		88,864,008.81	94,472,711.75
Add: Non-operating revenue	加:營業外收入	V.45		
		五、45	1,297,091.98	1,511,541.73
Less: Non-operating expense	減:營業外支出	V.46		
		五、46	341,400.15	880,828.15
IV. Total profit	**四、利潤總額**			
(total loss expressed with "-")	**(虧損總額以「-」號填列)**		89,819,700.64	95,103,425.33
Less: Income tax expense	減:所得税費用	V.47		
		五、47	18,976,706.07	22,859,858.75
V. Net profit (net loss expressed with "-")	**五、淨利潤(淨虧損以「-」號填列)**		70,842,994.57	72,243,566.58
(1) Classified by continuing operation	(一)按經營持續性分類		70,842,994.57	72,243,566.58
1. Net profit from continuing operation	1.持續經營淨利潤			
(net loss expressed with "-")	(淨虧損以「-」號填列)		70,842,994.57	72,243,566.58
2. Net profit from discontinued operations	2.終止經營淨利潤			
(net loss expressed with "-")	(淨虧損以「-」號填列)			
(2) Classified by attribution of ownership	(二)按所有權歸屬分類		70,842,994.57	72,243,566.58
1. Net profit attributable to owners of the parent company (net loss expressed with "-")	1.歸屬於母公司所有者的淨利潤(淨虧損以「-」號填列)		64,938,598.55	70,856,114.39
2. Minority profit and loss (net loss expressed with "-")	2.少數股東損益(淨虧損以「-」號填列)		5,904,396.02	1,387,452.19
VI. Other comprehensive income, net after tax	**六、其他綜合收益的稅後淨額**		–	–
Other comprehensive income attributable to the owners of the parent company, net after tax	歸屬母公司所有者的其他綜合收益的稅後淨額		–	–
(1) Other comprehensive income that cannot be reclassified into profit or loss	(一)不能重分類進損益的其他綜合收益		–	–
1. Changes in re-measurement of defined benefit plans	1.重新計量設定受益計劃變動額			
2. Other comprehensive income that cannot be transferred to profit or loss under equity method	2.權益法下不能轉損益的其他綜合收益			
3. Changes in fair value of investments in other equity instruments	3.其他權益工具投資公允價值變動			–
4. Changes in fair value of the enterprise's own credit risk	4.企業自身信用風險公允價值變動			
5. Others	5.其他		–	

Consolidated Income Statement (Continued)
合併利潤表(續)

Items	項目	NOTES 附註	30 June 2026 2026年6月30日	31 December 2025 2025年12月31日
(2) Other comprehensive income that will be subsequently reclassified into profit or loss	(二)將重分類進損益的其他綜合收益			
1. Other comprehensive income that can be transferred to profit or loss under equity method	1.權益法下可轉損益的其他綜合收益			
2. Changes in fair value of other investments in debt	2.其他債權投資公允價值變動			
3. Amount of financial assets reclassified into other comprehensive income	3.金融資產重分類計入其他綜合收益的金額			
4. Credit impairment provisions for other debt investment	4.其他債權投資信用減值準備			
5. Cash flow hedge reserve (effective portion of profit or loss on cash flow hedge)	5.現金流量套期儲備(現金流量套期損益的有效部分)			
6. Differences on translation of foreign currency financial statements	6.外幣財務報表折算差額			
7. Others	7.其他			
Other comprehensive income attributable to minority shareholders, net after tax	歸屬於少數股東的其他綜合收益的稅後淨額			
VII. Total comprehensive income	**七、綜合收益總額**		**70,842,994.57**	72,243,566.58
Total comprehensive income attributable to the shareholders of the parent company	歸屬於母公司股東的綜合收益總額		**64,938,598.55**	70,856,114.39
Total comprehensive income attributable to minority shareholders	歸屬於少數股東的綜合收益總額		**5,904,396.02**	1,387,452.19
VIII. Earnings per share:	**八、每股收益:**			
(1) Basic earnings per share (RMB/share)	(一)基本每股收益(元/股)		**0.08**	0.08
(2) Diluted earnings per share (RMB/share)	(二)稀釋每股收益(元/股)		**0.08**	0.08

Legal representative: Chen Qinan
法定代表人:陳棋楠

Chief financial officer: Ouyang Peng
主管會計工作負責人:歐陽鵬

Accounting supervisor: Li Xia
會計機構負責人:黎霞

Income Statement of Parent Company
母公司利潤表

30 June 2026
2026年6月30日
Prepared by: Luzhou Xinglu Water (Group) Co., Ltd. — Unit: RMB
編製單位：瀘州市興瀘水務（集團）股份有限公司 — 單位：人民幣元

Items	項目	NOTES 附註	30 June 2026 2026年6月30日	31 December 2025 2025年12月31日
I. Operating revenue	**一、營業收入**	XVI.4 十六、4	168,359,252.06	202,802,050.10
Less: Operating costs	減：營業成本	XVI.4 十六、4	151,213,141.06	176,558,891.51
Taxes and surcharges	税金及附加		7,824,801.88	8,251,172.53
Cost of sales	銷售費用		5,904,852.74	6,108,192.66
Management expenses	管理費用		24,496,758.22	20,846,366.10
Research and development expenses	研發費用			–
Finance costs	財務費用		18,418,594.39	22,555,840.81
Including: Interest expenses	其中：利息費用		18,910,576.08	23,577,444.73
Interest income	利息收入		641,403.09	1,091,537.22
Add: Other income	加：其他收益		7,856,805.07	7,829,792.47
Investment income (loss expressed with "-")	投資收益（損失以「-」號填列）	XVI.5 十六、5	71,664,262.20	56,728,524.40
Including: Share of investment gain of associates and joint ventures	其中：對聯營企業和合營企業的投資收益			–
Income from derecognition of financial assets at amortised cost	以攤餘成本計量的金融資產終止確認收益			
Net open hedge income (loss expressed with "-")	淨敞口套期收益（損失以「-」號填列）			
Gain from changes in fair values (loss expressed with "-")	公允價值變動收益（損失以「-」號填列）			
Credit impairment loss (loss expressed with "-")	信用減值損失（損失以「-」號填列）		-11,197,397.01	-1,092,672.36
Asset impairment loss (loss expressed with "-")	資產減值損失（損失以「-」號填列）			
Income from disposal of assets (loss expressed with "-")	資產處置收益（損失以「-」號填列）			1,567.25
II. Operating profits (loss expressed with "-")	**二、營業利潤（虧損以「-」號填列）**		28,824,774.03	31,948,798.25
Add: Non-operating revenue	加：營業外收入		1,084,824.75	1,361,092.91
Less: Non-operating expense	減：營業外支出		22,642.38	-9,016.90
III. Total profits (total loss expressed with "-")	**三、利潤總額（虧損總額以「-」號填列）**		29,886,956.40	33,318,908.06
Less: Income tax expense	減：所得税費用		-1,716,006.86	1,969,084.65

Income Statement of Parent Company (Continued)
母公司利潤表(續)

Items	項目	NOTES 附註	30 June 2026 2026年6月30日	31 December 2025 2025年12月31日
IV. Net profit (net loss expressed with "-")	**四、淨利潤(淨虧損以「-」號填列)**		**31,602,963.26**	31,349,823.41
(1) Net profit from continuing operations (net loss expressed with "-")	(一)持續經營淨利潤(淨虧損以「-」號填列)		**31,602,963.26**	31,349,823.41
(2) Net profit from discontinued operations (net loss expressed with "-")	(二)終止經營淨利潤(淨虧損以「-」號填列)			
V. Other comprehensive income, net after tax	**五、其他綜合收益的稅後淨額**		**–**	–
(1) Other comprehensive income that cannot be reclassified into profit or loss	(一)不能重分類進損益的其他綜合收益		**–**	–
1. Changes in re-measurement of defined benefit plans	1.重新計量設定受益計劃變動額			
2. Other comprehensive income that cannot be transferred to profit or loss under equity method	2.權益法下不能轉損益的其他綜合收益			
3. Changes in fair value of investments in other equity instruments	3.其他權益工具投資公允價值變動			–
4. Changes in fair value of the enterprise's own credit risk	4.企業自身信用風險公允價值變動			
5. Others	5.其他		**–**	
(2) Other comprehensive income that will be subsequently reclassified into profit or loss	(二)將重分類進損益的其他綜合收益		**–**	–
1. Other comprehensive income that can be transferred to profit or loss under equity method	1.權益法下可轉損益的其他綜合收益			
2. Changes in fair value of other investments in debt	2.其他債權投資公允價值變動			
3. Amount of financial assets reclassified into other comprehensive income	3.金融資產重分類計入其他綜合收益的金額			
4. Credit impairment provisions for other debt investment	4.其他債權投資信用減值準備			
5. Cash flow hedge reserve (effective portion of profit or loss on cash flow hedge)	5.現金流量套期儲備(現金流量套期損益的有效部分)			
6. Differences on translation of foreign currency financial statements	6.外幣財務報表折算差額			
7. Others	7.其他			
VI. Total comprehensive income	**六、綜合收益總額**		**31,602,963.26**	31,349,823.41

Legal representative: Chen Qinan
法定代表人:陳棋楠

Chief financial officer: Ouyang Peng
主管會計工作負責人:歐陽鵬

Accounting supervisor: Li Xia
會計機構負責人:黎霞

Consolidated Cash Flow Statement
合併現金流量表

30 June 2026
2026年6月30日
Prepared by: Luzhou Xinglu Water (Group) Co., Ltd. Unit: RMB
編製單位：瀘州市興瀘水務(集團)股份有限公司 單位：人民幣元

Items	項目	NOTES 附註	30 June 2026 2026年6月30日	31 December 2025 2025年12月31日
I. Cash flows from operating activities:	**一、經營活動產生的現金流量：**			
Cash received from sales of goods and rendering of services	銷售商品、提供勞務收到的現金		**548,914,450.19**	615,236,800.30
Tax rebates received	收到的稅費返還		**1,095,876.76**	1,765,380.51
Cash received concerning other operating activities	收到其他與經營活動有關的現金	V.48(1) 五、48(1)	**53,120,248.69**	46,391,821.84
Subtotal of cash inflows from operating activities	**經營活動現金流入小計**		**603,130,575.64**	663,394,002.65
Cash paid for purchases of commodities and receipt of labour services	購買商品、接受勞務支付的現金		**203,724,259.53**	221,187,416.07
Cash paid to and for employees	支付給職工以及為職工支付的現金		**86,188,625.67**	81,143,480.20
Taxes paid	支付的各項稅費		**42,391,321.14**	59,425,562.59
Cash paid concerning other operating activities	支付其他與經營活動有關的現金	V.48(1) 五、48(1)	**25,439,881.49**	29,231,449.55
Subtotal of cash outflows from operating activities	**經營活動現金流出小計**		**357,744,087.83**	390,987,908.41
Net cash flows from operating activities	**經營活動產生的現金流量淨額**		**245,386,487.81**	272,406,094.24

Consolidated Cash Flow Statement (Continued)
合併現金流量表（續）

Items	項目	NOTES 附註	30 June 2026 2026年6月30日	31 December 2025 2025年12月31日
II. Cash flows from investing activities:	**二、投資活動產生的現金流量：**			
Cash received from recovery of investments	收回投資收到的現金		–	10,000,000.00
Cash received from investment income	取得投資收益收到的現金		–	–
Net cash received from disposals of fixed assets, intangible assets and other long-term assets	處置固定資產、無形資產和其他長期資產收回的現金淨額		13,000.00	–
Net cash received from disposals of subsidiaries and other operation units	處置子公司及其他營業單位收到的現金淨額			
Cash received concerning other investing activities	收到其他與投資活動有關的現金		–	–
Subtotal of cash inflows from investing activities	**投資活動現金流入小計**		13,000.00	10,000,000.00
Cash paid for acquisition of fixed assets, intangible assets and other long-term assets	購建固定資產、無形資產和其他長期資產支付的現金		114,191,881.44	101,316,713.32
Cash paid for investments	投資支付的現金		–	–
Net increase in pledged loans	質押貸款淨增加額			
Net cash paid to acquire subsidiaries and other operation units	取得子公司及其他營業單位支付的現金淨額		–	–
Cash paid concerning other investing activities	支付其他與投資活動有關的現金		–	–
Subtotal of cash outflows from investing activities	**投資活動現金流出小計**		114,191,881.44	101,316,713.32
Net cash flows from investing activities	**投資活動產生的現金流量淨額**		-114,178,881.44	-91,316,713.32

Consolidated Cash Flow Statement (Continued)
合併現金流量表(續)

Items	項目	NOTES 附註	**30 June 2026 2026年6月30日**	31 December 2025 2025年12月31日
III. Cash flows from financing activities:	**三、籌資活動產生的現金流量:**			
Cash received from capital contribution	吸收投資收到的現金		**–**	–
Including: Cash contribution to subsidiaries from minority shareholders' investment	其中:子公司吸收少數股東投資收到的現金		**–**	–
Cash received from borrowings	取得借款所收到的現金		**277,144,258.21**	307,962,398.26
Cash received concerning other financing activities	收到其他與籌資活動有關的現金	V.48(2) 五、48(2)	**315,000.00**	–
Subtotal of cash inflows from financing activities	**籌資活動現金流入小計**		**277,459,258.21**	307,962,398.26
Cash paid for repayment of debts	償還債務所支付的現金		**525,165,021.93**	264,108,375.48
Cash paid for distribution of dividends, profits or payment of interests	分配股利、利潤或償付利息所支付的現金		**39,879,378.37**	35,328,360.80
Including: Dividends and profits paid to minority shareholders by subsidiaries	其中:子公司支付給少數股東的股利、利潤		**9,211,100.00**	4,177,800.00
Cash paid concerning other financing activities	支付其他與籌資活動有關的現金	V.48(2) 五、48(2)	**525,000.00**	2,765,042.54
Subtotal of cash outflows from financing activities	**籌資活動現金流出小計**		**565,569,400.30**	302,201,778.82
Net cash flows from financing activities	**籌資活動產生的現金流量淨額**		**-288,110,142.09**	5,760,619.44
IV. Effects of foreign exchange rate changes on cash and cash equivalents	**四、匯率變動對現金及現金等價物的影響**		**–**	
V. Net increase in cash and cash equivalents	**五、現金及現金等價物淨增加額**	V.49(1) 五、49(1)	**-156,902,535.72**	186,850,000.36
Add: Balance of cash and cash equivalents at the beginning of the period	加:期初現金及現金等價物餘額		**605,983,936.27**	447,177,187.90
VI. Balance of cash and cash equivalents at the end of the period	**六、期末現金及現金等價物餘額**	V.49(1) 五、49(1)	**449,081,400.55**	634,027,188.26

Legal representative: Chen Qinan
法定代表人:陳棋楠

Chief financial officer: Ouyang Peng
主管會計工作負責人:歐陽鵬

Accounting supervisor: Li Xia
會計機構負責人:黎霞

Cash Flow Statement of Parent Company
母公司現金流量表

30 June 2026
2026年6月30日

Prepared by: Luzhou Xinglu Water (Group) Co., Ltd. | Unit: RMB
編製單位：瀘州市興瀘水務(集團)股份有限公司 | 單位：人民幣元

Items	項目	NOTES 附註	30 June 2026 2026年6月30日	31 December 2025 2025年12月31日
I. Cash flows from operating activities:	**一、經營活動產生的現金流量：**			
Cash received from sales of goods and rendering of services	銷售商品、提供勞務收到的現金		177,642,274.96	207,392,802.30
Tax rebates received	收到的稅費返還		–	–
Cash received concerning other operating activities	收到其他與經營活動有關的現金		14,898,393.32	18,923,795.44
Subtotal of cash inflows from operating activities	經營活動現金流入小計		192,540,668.28	226,316,597.74
Cash paid for purchases of commodities and receipt of labour services	購買商品、接受勞務支付的現金		83,008,515.01	78,833,197.32
Cash paid to and for employees	支付給職工以及為職工支付的現金		35,908,274.04	34,952,984.74
Taxes paid	支付的各項稅費		13,410,426.44	17,401,593.56
Cash paid concerning other operating activities	支付其他與經營活動有關的現金		11,361,479.33	16,896,794.93
Subtotal of cash outflows from operating activities	**經營活動現金流出小計**		143,688,694.82	148,084,570.55
Net cash flows from operating activities	**經營活動產生的現金流量淨額**		48,851,973.46	78,232,027.19

Cash Flow Statement of Parent Company (Continued)
母公司現金流量表(續)

Items	項目	NOTES 附註	30 June 2026 2026年6月30日	31 December 2025 2025年12月31日
II. Cash flows from investing activities:	**二、投資活動產生的現金流量:**			
Cash received from recovery of investments	收回投資收到的現金		–	10,000,000.00
Cash received from investment income	取得投資收益收到的現金		71,664,262.20	56,728,524.40
Net cash received from disposals of fixed assets, intangible assets and other long-term assets	處置固定資產、無形資產和其他長期資產收回的現金淨額		6,100.00	–
Net cash received from disposals of subsidiaries and other operation units	處置子公司及其他營業單位收到的現金淨額		–	
Cash received concerning other investing activities	收到其他與投資活動有關的現金		543,360.96	1,343,848.34
Subtotal of cash inflows from investing activities	**投資活動現金流入小計**		72,213,723.16	68,072,372.74
Cash paid for acquisition of fixed assets, intangible assets and other long-term assets	購建固定資產、無形資產和其他長期資產支付的現金		52,544,843.91	11,101,688.09
Cash paid for investments	投資支付的現金		3,800,000.00	–
Net cash paid to acquire subsidiaries and other operation units	取得子公司及其他營業單位支付的現金淨額		–	–
Cash paid concerning other investing activities	支付其他與投資活動有關的現金		4,000,000.00	–
Subtotal of cash outflows from investing activities	**投資活動現金流出小計**		60,344,843.91	11,101,688.09
Net cash flows from investing activities	**投資活動產生的現金流量淨額**		11,868,879.25	56,970,684.65

Cash Flow Statement of Parent Company (Continued)
母公司現金流量表(續)

Items	項目	NOTES 附註	30 June 2026 2026年6月30日	31 December 2025 2025年12月31日
III. Cash flows from financing activities:	**三、籌資活動產生的現金流量:**			
Cash received from capital contribution	吸收投資收到的現金		–	
Cash received from borrowings	取得借款收到的現金		235,000,000.00	185,000,000.00
Cash received concerning other financing activities	收到其他與籌資活動有關的現金		–	
Subtotal of cash inflows from financing activities	**籌資活動現金流入小計**		235,000,000.00	185,000,000.00
Cash paid for repayment of borrowings	償還債務支付的現金		318,271,946.39	225,571,128.07
Cash paid for distribution of dividends, profits or payment of interests	分配股利、利潤或償付利息支付的現金		14,857,247.66	19,433,064.59
Cash paid concerning other financing activities	支付其他與籌資活動有關的現金		533,361.11	386,250.01
Subtotal of cash outflows from financing activities	**籌資活動現金流出小計**		333,662,555.16	245,390,442.67
Net cash flows from financing activities	**籌資活動產生的現金流量淨額**		-98,662,555.16	-60,390,442.67
IV. Effects of foreign exchange rate changes on cash and cash equivalents	**四、匯率變動對現金及現金等價物的影響**			
V. Net increase in cash and cash equivalents	**五、現金及現金等價物淨增加額**		-37,941,702.45	74,812,269.17
Add: Balance of cash and cash equivalents at the beginning of the period	加:期初現金及現金等價物餘額		184,504,145.18	179,658,799.97
VI. Balance of cash and cash equivalents at the end of the period	**六、期末現金及現金等價物餘額**		146,562,442.73	254,471,069.14

Legal representative: Chen Qinan
法定代表人:陳棋楠

Chief financial officer: Ouyang Peng
主管會計工作負責人:歐陽鵬

Accounting supervisor: Li Xia
會計機構負責人:黎霞

Consolidated Statement of Changes in Owners' Equity
合併股東權益變動表

30 June 2026
2026年6月30日
Prepared by: Luzhou Xinglu Water (Group) Co., Ltd.
編製單位：瀘州市興瀘水務（集團）股份有限公司

Unit: RMB
單位：人民幣元

		January – June 2026 2026年1-6月 Equity attributable to shareholders of the parent company 歸屬於母公司股東權益														
			Other equity instruments 其他權益工具													
Items	項目	Share capital 股本	Preference shares 優先股	Perpetual debts 永續債	Others 其他	Capital reserve 資本公積	Less: Treasury shares 減：庫存股	Other comprehensive income 其他綜合收益	Special reserves 專項儲備	Surplus reserves 盈餘公積	General risk provisions 一般風險準備	Undistributed profits 未分配利潤	Others 其他	Subtotal 小計	Minority interests 少數股東權益	Total shareholders' equity 股東權益合計
I. Ending balance of the previous year	**一、上年年末餘額**	859,710,000.00				420,447,214.35		-42,239.76	7,141,391.77	78,048,308.25		1,637,191,570.85		3,002,496,245.46	211,249,721.34	3,213,745,966.80
Add: Changes in accounting policies	加：會計政策變更													-		-
Correction for error in the previous period	前期差錯更正															-
Business combination under common control	同一控制下企業合併															-
Others	其他															-
II. Opening balance of the current year	**二、本年年初餘額**	859,710,000.00	-	-	-	420,447,214.35	-	-42,239.76	7,141,391.77	78,048,308.25	-	1,637,191,570.85	-	3,002,496,245.46	211,249,721.34	3,213,745,966.80
III. Changes in the current year (decrease expressed with "-")	**三、本年增減變動金額（減少以「-」號填列）**	-	-	-	-	-	-	-	-1,203,454.07	-	-	30,550,198.55	-	29,346,744.48	-3,344,959.81	26,001,784.67
(1) Total comprehensive income	（一）綜合收益總額							-				64,938,598.55		64,938,598.55	5,904,396.02	70,842,994.57
(2) Shareholders' contributions and capital reduction	（二）股東投入和減少資本	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
1. Ordinary shares contributed by shareholders	1.股東投入的普通股													-	-	-
2. Capital contributions by holders of other equity instruments	2.其他權益工具持有者投入資本													-		-
3. Amount of share-based payment included in shareholders' equity	3.股份支付計入股東權益的金額													-		-
4. Others	4.其他													-		-
(3) Profit distribution	（三）利潤分配	-	-	-	-	-	-	-	-	-	-	-34,388,400.00	-	-34,388,400.00	-9,213,925.00	-43,602,325.00
1. Appropriation of surplus reserve	1.提取盈餘公積											-		-		-
2. Appropriation of general risk provisions	2.提取一般風險準備													-		-
3. Distribution to shareholders	3.對股東的分配											-34,388,400.00		-34,388,400.00	-9,213,925.00	-43,602,325.00
4. Others	4.其他													-		-
(4) Transfer of shareholders' equity	（四）股東權益內部結轉	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
1. Transfer to share capital from capital reserve	1.資本公積轉增股本													-		-
2. Transfer to share capital from surplus reserve	2.盈餘公積轉增股本													-		-
3. Surplus reserves for making up losses	3.盈餘公積彌補虧損													-		-
4. Changing amount of defined benefit plan carried forward to retained earnings	4.設定受益計劃變動額結轉留存收益													-		-
5. Other comprehensive income carried forward to retained earnings	5.其他綜合收益結轉留存收益													-		-
6. Others	6.其他													-		-
(5) Special reserves	（五）專項儲備	-	-	-	-	-	-	-	-1,203,454.07	-	-			-1,203,454.07	-35,430.83	-1,238,884.90
1. Appropriated during the current year	1.本年提取								35,668.81					35,668.81	9,012.15	44,680.96
2. Used during the current year	2.本年使用								1,239,122.88					1,239,122.88	44,442.98	1,283,565.86
(6) Others	（六）其他							-						-		-
IV. Ending balance of the current year	**四、本年年末餘額**	859,710,000.00	-	-	-	420,447,214.35	-	-42,239.76	5,937,937.70	78,048,308.25	-	1,667,741,769.40	-	3,031,842,989.94	207,904,761.53	3,239,747,751.47

Consolidated Statement of Changes in Owners' Equity (Continued)
合併股東權益變動表（續）

January – June 2025
2025年1-6月

Items	項目	Share capital 股本	Other equity instruments 其他權益工具: Preference shares 優先股	Other equity instruments 其他權益工具: Perpetual debts 永續債	Other equity instruments 其他權益工具: Others 其他	Capital reserve 資本公積	Less: Treasury shares 減：庫存股	Other comprehensive income 其他綜合收益	Special reserves 專項儲備	Surplus reserves 盈餘公積	General risk provisions 一般風險準備	Undistributed profits 未分配利潤	Others 其他	Subtotal 小計	Minority interests 少數股東權益	Total shareholders' equity 股東權益合計
		Equity attributable to shareholders of the parent company 歸屬於母公司股東權益														
I. Ending balance of the previous year	**一、上年年末餘額**	859,710,000.00				420,447,214.35		-66,935.74	8,837,310.54	78,048,308.25		1,562,387,015.57		2,929,362,912.97	219,120,081.04	3,148,482,994.01
Add: Changes in accounting policies	加：會計政策變更													-		-
Correction for error in the previous period	前期差錯更正													-		-
Business combination under common control	同一控制下企業合併													-		-
Others	其他													-		-
II. Opening balance of the current year	**二、本年年初餘額**	859,710,000.00	-	-	-	420,447,214.35	-	-66,935.74	8,837,310.54	78,048,308.25	-	1,562,387,015.57	-	2,929,362,912.97	219,120,081.04	3,148,482,994.01
III. Changes in the current year (decrease expressed with "-")	**三、本年增減變動金額（減少以「-」號填列）**	-	-	-	-	-	-	-	-657,359.71	-	-	36,467,714.39	-	35,810,354.68	-3,704,515.45	32,105,839.23
(1) Total comprehensive income	（一）綜合收益總額											70,856,114.39		70,856,114.39	1,387,452.19	72,243,566.58
(2) Shareholders' contributions and capital reduction	（二）股東投入和減少資本	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
1. Ordinary shares contributed by shareholders	1.股東投入的普通股													-		-
2. Capital contributions by holders of other equity instruments	2.其他權益工具持有者投入資本													-		-
3. Amount of share-based payment included in shareholders' equity	3.股份支付計入股東權益的金額													-		-
4. Others	4.其他													-		-
(3) Profit distribution	（三）利潤分配	-	-	-	-	-	-	-	-	-	-	-34,388,400.00	-	-34,388,400.00	-5,027,850.00	-39,416,250.00
1. Appropriation of surplus reserve	1.提取盈餘公積											-		-		-
2. Appropriation of general risk provisions	2.提取一般風險準備													-		-
3. Distribution to shareholders	3.對股東的分配											-34,388,400.00		-34,388,400.00	-5,027,850.00	-39,416,250.00
4. Others	4.其他													-		-
(4) Transfer of shareholders' equity	（四）股東權益內部結轉	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
1. Transfer to share capital from capital reserve	1.資本公積轉增股本													-		-
2. Transfer to share capital from surplus reserve	2.盈餘公積轉增股本													-		-
3. Surplus reserves for making up losses	3.盈餘公積彌補虧損													-		-
4. Changing amount of defined benefit plan carried forward to retained earnings	4.設定受益計劃變動額結轉留存收益													-		-
5. Other comprehensive income carried forward to retained earnings	5.其他綜合收益結轉留存收益													-		-
6. Others	6.其他													-		-
(5) Special reserves	（五）專項儲備	-	-	-	-	-	-	-	-657,359.71	-	-	-	-	-657,359.71	-64,117.64	-721,477.35
1. Appropriated during the current year	1.本年提取								407.72					407.72	163.09	570.81
2. Used during the current year	2.本年使用								657,767.43					657,767.43	64,280.73	722,048.16
(6) Others	（六）其他													-		-
IV. Ending balance of the current year	**四、本年年末餘額**	859,710,000.00	-	-	-	420,447,214.35	-	-66,935.74	8,179,950.83	78,048,308.25	-	1,598,854,729.96	-	2,965,173,267.65	215,415,565.59	3,180,588,833.24

Legal representative: Chen Qinan
法定代表人：陳棋楠

Chief financial officer: Ouyang Peng
主管會計工作負責人：歐陽鵬

Accounting supervisor: Li Xia
會計機構負責人：黎霞

Statement of Changes in Owners' Equity of the Parent Company
母公司股東權益變動表

30 June 2026
2026年6月30日
Prepared by: Luzhou Xinglu Water (Group) Co., Ltd.
編制單位：瀘州市興瀘水務（集團）股份有限公司

Unit: RMB
單位：人民幣元

		January – June 2026 2026年1-6月											
			Other equity instruments 其他權益工具										
Items	項目	Share capital 股本	Preference shares 優先股	Perpetual debts 永續債	Others 其他	Capital reserve 資本公積	Less: Treasury shares 減：庫存股	Other comprehensive income 其他綜合收益	Special reserves 專項儲備	Surplus reserves 盈餘公積	Undistributed profits 未分配利潤	Others 其他	Total shareholders' equity 股東權益合計
I. Ending balance of the previous year	一、上年年末餘額	859,710,000.00				413,655,709.96		-42,239.76	5,711,752.02	78,048,308.25	463,045,232.60		1,820,128,763.07
Add: Changes in accounting policies	加：會計政策變更												-
Correction for error in the previous period	前期差錯更正												-
Others	其他												-
II. Opening balance of the current year	二、本年年初餘額	859,710,000.00	-	-	-	413,655,709.96	-	-42,239.76	5,711,752.02	78,048,308.25	463,045,232.60	-	1,820,128,763.07
III. Changes in the current year (decrease expressed with "-")	三、本年增減變動金額（減少以「-」號填列）	-	-	-	-	-	-	-	-1,148,075.70	-	-2,785,436.74	-	-3,933,512.44
(1) Total comprehensive income	（一）綜合收益總額										31,602,963.26		31,602,963.26
(2) Shareholders' contributions and capital reduction	（二）股東投入和減少資本	-	-	-	-	-	-	-	-	-	-	-	-
1. Ordinary shares contributed by shareholders	1.股東投入的普通股												-
2. Capital contributions by holders of other equity instruments	2.其他權益工具持有者投入資本												-
3. Amount of share-based payment included in shareholders' equity	3.股份支付計入股東權益的金額												-
4. Others	4.其他												-
(3) Profit distribution	（三）利潤分配	-	-	-	-	-	-	-	-	-	-34,388,400.00	-	-34,388,400.00
1. Appropriation of surplus reserve	1.提取盈餘公積									-			-
2. Distribution to shareholders	2.對股東的分配										-34,388,400.00		-34,388,400.00
3. Others	3.其他												-
(4) Transfer of shareholders' equity	（四）股東權益內部結轉	-	-	-	-	-	-	-	-	-	-	-	-
1. Transfer to share capital from capital reserve	1.資本公積轉增股本												-
2. Transfer to share capital from surplus reserve	2.盈餘公積轉增股本												-
3. Surplus reserves for making up losses	3.盈餘公積彌補虧損												-
4. Changing amount of defined benefit plan carried forward to retained earnings	4.設定受益計劃變動額結轉留存收益												-
5. Other comprehensive income carried forward to retained earnings	5.其他綜合收益結轉留存收益												-
6. Others	6.其他												-
(5) Special reserves	（五）專項儲備	-	-	-	-	-	-	-	-1,148,075.70	-	-	-	-1,148,075.70
1. Appropriated during the current year	1.本年提取												-
2. Used during the current year	2.本年使用								1,148,075.70				1,148,075.70
(6) Others	（六）其他												-
IV. Ending balance of the current year	四、本年年末餘額	859,710,000.00	-	-	-	413,655,709.96	-	-42,239.76	4,563,676.32	78,048,308.25	460,259,795.86	-	1,816,195,250.63

Statement of Changes in Owners' Equity of the Parent Company (Continued)
母公司股東權益變動表(續)

January – June 2025
2025年1-6月

Items	項目	Share capital 股本	Other equity instruments 其他權益工具: Preference shares 優先股	Other equity instruments 其他權益工具: Perpetual debts 永續債	Other equity instruments 其他權益工具: Others 其他	Capital reserve 資本公積	Less: Treasury shares 減：庫存股	Other comprehensive income 其他綜合收益	Special reserves 專項儲備	Surplus reserves 盈餘公積	Undistributed profits 未分配利潤	Others 其他	Total shareholders' equity 股東權益合計
I. Ending balance of the previous year	一、上年年末餘額	859,710,000.00				413,655,709.96		-66,935.74	7,090,186.77	78,048,308.25	515,066,870.39		1,873,504,139.63
Add: Changes in accounting policies	加：會計政策變更												-
Correction for error in the previous period	前期差錯更正												-
Others	其他												-
II. Opening balance of the current year	二、本年年初餘額	859,710,000.00	-	-	-	413,655,709.96	-	-66,935.74	7,090,186.77	78,048,308.25	515,066,870.39	-	1,873,504,139.63
III. Changes in the current year (decrease expressed with "-")	三、本年增減變動金額(減少以「-」號填列)	-	-	-	-	-	-	-	-524,084.25	-	-3,038,576.59	-	-3,562,660.84
(1) Total comprehensive income	(一)綜合收益總額										31,349,823.41		31,349,823.41
(2) Shareholders' contributions and capital reduction	(二)股東投入和減少資本	-	-	-	-	-	-	-	-	-	-	-	-
1. Ordinary shares contributed by shareholders	1.股東投入的普通股												-
2. Capital contributions by holders of other equity instruments	2.其他權益工具持有者投入資本												-
3. Amount of share-based payment included in shareholders' equity	3.股份支付計入股東權益的金額												-
4. Others	4.其他												-
(3) Profit distribution	(三)利潤分配	-	-	-	-	-	-	-	-	-	-34,388,400.00	-	-34,388,400.00
1. Appropriation of surplus reserve	1.提取盈餘公積												-
2. Distribution to shareholders	2.對股東的分配										-34,388,400.00		-34,388,400.00
3. Others	3.其他												-
(4) Transfer of shareholders' equity	(四)股東權益內部結轉	-	-	-	-	-	-	-	-	-	-	-	-
1. Transfer to share capital from capital reserve	1.資本公積轉增股本												-
2. Transfer to share capital from surplus reserve	2.盈餘公積轉增股本												-
3. Surplus reserves for making up losses	3.盈餘公積彌補虧損												-
4. Changing amount of defined benefit plan carried forward to retained earnings	4.設定受益計劃變動額結轉留存收益												-
5. Other comprehensive income carried forward to retained earnings	5.其他綜合收益結轉留存收益												-
6. Others	6.其他												-
(5) Special reserves	(五)專項儲備	-	-	-	-	-	-	-	-524,084.25	-	-	-	-524,084.25
1. Appropriated during the current year	1.本年提取												-
2. Used during the current year	2.本年使用								524,084.25				524,084.25
(6) Others	(六)其他												-
IV. Ending balance of the current year	四、本年年末餘額	859,710,000.00	-	-	-	413,655,709.96	-	-66,935.74	6,566,102.52	78,048,308.25	512,028,293.80	-	1,869,941,478.79

Legal representative: Chen Qinan
法定代表人：陳棋楠

Chief financial officer: Ouyang Peng
主管會計工作負責人：歐陽鵬

Accounting supervisor: Li Xia
會計機構負責人：黎霞

Notes to the Financial Statements
財務報表附註

I. BASIC INFORMATION OF THE COMPANY

Luzhou Xinglu Water (Group) Co., Ltd. (hereinafter referred to as the "Company", and together with its subsidiaries, the "Group") is a wholly state-owned company established by the former Beijiao Water Supply Company and Urban Pipe Network Branch with the approval for reform by the document (L.S.F.H [2002] No. 79) issued by the Luzhou Municipal People's Government. The registered capital of the Company was RMB66.28 million, which was invested by the Luzhou Planning and Construction Bureau as the authorised state-owned asset investor, which was verified by the capital verification report (C.Y.K.Z (2002) No. 080) issued by Sichuan Yulong Certified Public Accountants. It was incorporated with the Administration for Industry and Commerce of Luzhou on 31 July 2002.

After several times of capital increase and equity transfer, according to the resolution of the fourth extraordinary general meeting of the Company in 2016, it was resolved to publicly issue overseas listed foreign invested shares (H Shares) and the same to be listed on the Main Board of the Stock Exchange of Hong Kong Limited. On 3 November 2016, the China Securities Regulatory Commission issued the Approval on Issuing Overseas Listed Foreign Invested Shares of Luzhou Xinglu Water (Group) Co., Ltd. (Z.J.X.K [2016] No. 2530), approving the Company to issue overseas listed foreign invested shares (H Shares). According to the announcement of the Company on the issue results of overseas listed foreign invested shares (H Shares), the Company initially issued 214,940,000 shares under the public issue of overseas listed foreign invested shares (H Shares) (including 195,400,000 H Shares issued by the Company and 19,540,000 H Shares sold by the selling shareholders due to the reduction of state-owned shares), with a face value of RMB1 each and an issue price of HK$2.30 per share. As of 31 December 2017, the Company has completed the issue of 214,940,000 overseas listed foreign invested shares (H Shares), and has registered the same with the Administration for Industry and Commerce of Luzhou on 22 May 2017.

一、公司基本情況

瀘州市興瀘水務(集團)股份有限公司(以下簡稱「本公司」,在包含子公司時統稱「本集團」)是經瀘州市人民政府「瀘市府函[2002]79號」文批准改制,與原北郊制水分公司和城市管網分公司共同組建成立的國有獨資公司,由瀘州市規劃建設局作為國有資產授權投資主體投入註冊資本6,628.00萬元,由四川裕龍會計師事務所出具[川裕會證(2002)字第080號]驗資報告驗證,於2002年7月31日在瀘州市工商行政管理局註冊成立。

經過多次增資及股權轉讓,根據本公司2016年股東大會第四次臨時會議決議,決定公開發行境外上市外資股(H股)並在香港聯合交易所有限公司主板上市,中國證券監督管理委員會於2016年11月3日出具《關於核准瀘州市興瀘水務(集團)股份有限公司發行境外上市外資股的批復》(證監許可[2016]2530號)核准 貴公司發行境外上市外資股(H股)。根據本公司關於境外上市外資股(H股)發行結果的公告,本公司本次公開發行境外上市外資股(H股)初始發行規模為214,940,000股(包括本公司發行的195,400,000股H股及售股股東因國有股減持售出的19,540,000股H股),每股面值為人民幣1元,每股發行價格為港幣2.30元。截至2017年12月31日本公司已完成發行214,940,000股境外上市外資股(H股)的工作,且已於2017年5月22日在瀘州市工商行政管理局辦理了變更登記。

I. BASIC INFORMATION OF THE COMPANY (Continued)

一、公司基本情況(續)

As of 30 June 2026, both the registered capital and paid-in capital of the Company were RMB859,710,000.00. The unified social credit code is 91510500204702995Y. The registered address is 16 Baizi Road, Luzhou City, Sichuan Province.

截止2026年6月30日,本公司註冊資本及實收資本均為人民幣859,710,000.00元,統一社會信用代碼為91510500204702995Y。註冊地為四川省瀘州市百子路16號。

The Group operates in the water industry and is mainly engaged in wastewater treatment operation, tap water supply and household meter installation.

本集團屬水務行業,主要從事污水處理運營、自來水供應及戶表安裝等相關業務。

The controlling shareholder of the Company is Luzhou City Xinglu Assets Management Co., Ltd., a wholly-owned subsidiary of a wholly state-owned company incorporated in the PRC; the ultimate controller is Luzhou State-owned Assets Supervision and Administration Commission.

本公司控股股東為興瀘資產管理有限公司,是一家在中國註冊成立的國有獨資公司全資子公司;最終控制人為瀘州市國有資產監督管理委員會。

In accordance with the Articles of Association of the Company, the financial statements will be submitted to the general meeting for consideration.

根據本公司章程,本財務報表將提交股東大會審議。

II. BASIS OF PREPARATION OF FINANCIAL STATEMENTS

二、財務報表的編制基礎

1. Basis of preparation

1. 編制基礎

The financial statements of the Company have been prepared based on actual transactions and events, in accordance with the Accounting Standards for Business Enterprises and its application guide, explanation and related regulations (hereinafter referred to as "ASBEs") issued by the Ministry of Finance, and relevant disclosures required by the Hong Kong Companies Ordinance and the Listing Rules of the Stock Exchange of Hong Kong.

本公司財務報表根據實際發生的交易和事項,按照財政部頒布的《企業會計準則》及其應用指南、解釋及其他相關規定(以下合稱「企業會計準則」),以及香港《公司條例》和香港聯合交易所《上市規則》所要求之相關披露相關規定編制。

II. BASIS OF PREPARATION OF FINANCIAL STATEMENTS (Continued)

二、財務報表的編制基礎(續)

2. Going-concern

The Group has evaluated its ability of going concern for the next 12 months since 30 June 2026. There is no indication of major events that may affect the ability of going concern. The financial statements have been prepared under the assumption of going concern.

2. 持續經營

本集團對自2026年6月30日起12個月的持續經營能力進行了評價,未發現對持續經營能力產生重大懷疑的事項和情況。本財務報表以持續經營為基礎列報。

III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES

三、重要會計政策及會計估計

The accounting policies and accounting estimates developed by the Group according to relevant provisions of accounting standards in combination of characteristics of actual production and operation include business cycle, recognition and measurement of bad debt provision for receivables, fixed assets classification and depreciation methods, amortisation of intangible assets, recognition and measurement of incomes, etc.

本集團根據會計準則的相關規定結合實際生產經營特點制定的具體會計政策和會計估計包括營業周期、應收款項壞賬準備的確認和計量、固定資產分類及折舊方法、無形資產攤銷、收入確認和計量等。

1. Declaration on Compliance with the Accounting Standards for Business

The Company has prepared the financial statements in accordance with the ASBEs, which gives a true and complete view of the financial position as at 30 June 2026, trading results, cash flows and other information in January – June 2026 of the Company and of the Group.

1. 遵循企業會計準則的聲明

本公司編制的財務報表符合企業會計準則的要求,真實、準確、完整地反映了本公司及本集團於2026年6月30日的財務狀況以及2026年1-6月經營成果和現金流量等有關信息。

2. Accounting period

The Group's accounting period is from January 1 to December 31 of the Western calendar.

2. 會計期間

本集團的會計期間為公曆1月1日至12月31日。

III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (Continued)

三、重要會計政策及會計估計(續)

3. Operating cycle

The Group adopts a 12-month period as its business cycle and the basis for liquidity classification between assets and liabilities.

3. 營業周期

本集團營業周期為12個月,並以其作為資產和負債的流動性劃分標準。

4. Reporting currency

The Group uses Renminbi as the local currency of accounts.

4. 記帳本位幣

本集團以人民幣為記帳本位幣。

5. Accounting treatment for business combinations involving entities under common and not under common control

5. 同一控制下和非同一控制下企業合併的會計處理方法

(1) Business combination involving entities under common control

A business combination involving entities under common control is a business combination in which all of the combining entities are ultimately controlled by the same party or parties both before and after the combination, and that control is not transitory.

The assets and liabilities obtained by the Group as the merging party in a business combination are measured at the combination-date book value of the merged party in the consolidated statement of ultimate controller. The difference between the book value of net assets obtained and the book value of the combination consideration paid shall adjust capital reserve; if the capital reserve is not sufficient for offsetting, the retained earnings shall be adjusted.

(1) 同一控制下的企業合併

參與合併的企業在合併前後均受同一方或相同的多方最終控制且該控制並非暫時性的,為同一控制下的企業合併。

本集團作為合併方,在同一控制下企業合併中取得的資產和負債,在合併日按被合併方在最終控制方合併報表中的賬面價值計量。取得的淨資產賬面價值與支付的合併對價賬面價值的差額,調整資本公積;資本公積不足沖減的,調整留存收益。

III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (Continued)

三、重要會計政策及會計估計(續)

5. Accounting treatment for business combinations involving entities under common and not under common control (Continued)

5. 同一控制下和非同一控制下企業合併的會計處理方法(續)

(2) Business combination not involving entities under common control

(2) 非同一控制下的企業合併

A business combination not involving entities under common control is a business combination in which all of the combining enterprises are not ultimately controlled by the same party or parties before and after the combination.

參與合併的各方在合併前後不受同一方或相同的多方最終控制的,為非同一控制下的企業合併。

The acquiree's identifiable assets, liabilities and contingent liabilities obtained by the Group as the purchaser in a business combination not under common control shall be measured at fair value at the acquisition date. Where the cost of combination exceeds the acquirer's share of the fair value of the acquiree's identifiable net assets, the difference is recognised as goodwill; where the cost of combination is less than the acquirer's share of the fair value of the acquiree's identifiable net assets, the measurement of the fair values of all the identifiable assets, liabilities and contingent liabilities obtained in the business combination and the combination cost is firstly reviewed. If, after that review, the cost of combination is still less than the acquirer's share of the fair value of the acquiree's identifiable net assets in the business combination, the difference shall be included in the consolidated non-operating revenue for the period.

本集團作為購買方,在非同一控制下企業合併中取得的被購買方可辨認資產、負債及或有負債在收購日以公允價值計量。合併成本大於合併中取得的被購買方可辨認淨資產公允價值份額的差額,確認為商譽;合併成本小於合併中取得的被購買方可辨認淨資產公允價值份額的,首先對合併中取得的各項可辨認資產、負債及或有負債的公允價值、以及合併成本進行覆核,經覆核後,合併成本仍小於合併中取得的被購買方可辨認淨資產公允價值份額的,將其差額計入合併當期營業外收入。

III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (Continued)

三、重要會計政策及會計估計(續)

6. Criteria for judging control and basis for preparation of consolidated financial statements

6. 控制的判斷標準及合併財務報表的編制方法

The scope of consolidated financial statements of the Group is determined on the basis of control, including the Company and all subsidiaries controlled by the Company. The Group's criteria for judging control are that the Group has power over the investee, enjoys variable returns by participating in the relevant activities of the investee, and has the ability to use its power to affect its returns.

本集團合併財務報表的合併範圍以控制為基礎予以確定,包括本公司及本公司控制的所有子公司。本集團判斷控制的標準為,本集團擁有對被投資方的權力,通過參與被投資方的相關活動而享有可變回報,並且有能力運用對被投資方的權力影響其回報金額。

When preparing the consolidated financial statements, where the accounting policy and the accounting period that subsidiaries adopted are inconsistent with the Company, necessary adjustments are made to the financial statements of those subsidiaries according to the accounting policies or accounting period of the Company.

在編制合併財務報表時,子公司與本公司採用的會計政策或會計期間不一致的,按照本公司的會計政策或會計期間對子公司財務報表進行必要的調整。

The impact of internal transactions between the Company and subsidiaries and internal transactions among subsidiaries on the consolidated financial statements is offset at the time of consolidation. Proportion of shareholders' equity of the subsidiaries which do not belong to the Company, and proportion of profit or loss for current period, other comprehensive income and total comprehensive income which belong to the equity of minority shareholders, which shall be listed under "equity of minority shareholders, gain or loss attributable to minority interests, other comprehensive income attributable to minor shareholders and total comprehensive income attributable to the minority shareholders" in the consolidated financial statements.

本公司與子公司及子公司相互之間發生的內部交易對合併財務報表的影響於合併時抵消。子公司的所有者權益中不屬於母公司的份額以及當期淨損益、其他綜合收益及綜合收益總額中屬於少數股東權益的份額,分別在合併財務報表「少數股東權益、少數股東損益、歸屬於少數股東的其他綜合收益及歸屬於少數股東的綜合收益總額」項目列示。

III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (Continued)

三、重要會計政策及會計估計(續)

6. Criteria for judging control and basis for preparation of consolidated financial statements (Continued)

6. 控制的判斷標準及合併財務報表的編制方法(續)

For subsidiaries acquired through business combination under common control, the operating results and cash flows of the acquiree shall be consolidated into the consolidated financial statements since the beginning of the period of combination. When preparing comparative consolidated financial statements, adjustment shall be made to the related items in the financial statements for the last year, regarding as the reporting subject which was formed after combination has existed since the ultimate controller started control.

對於同一控制下企業合併取得的子公司,其經營成果和現金流量自合併當期期初納入合併財務報表。編制比較合併財務報表時,對上年財務報表的相關項目進行調整,視同合併後形成的報告主體自最終控制方開始控制時點起一直存在。

For subsidiaries acquired through business combination not under common control, its operating results and cash flows shall be included in the consolidated financial statements since the Group obtained its control. When preparing consolidated financial statements, adjustment shall be made to financial statements of the subsidiaries using the fair values of each identifiable asset, liabilities and contingent liabilities as basis, which were determined on date of acquisition.

對於非同一控制下企業合併取得子公司,經營成果和現金流量自本集團取得控制權之日起納入合併財務報表。在編制合併財務報表時,以購買日確定的各項可辨認資產、負債及或有負債的公允價值為基礎對子公司的財務報表進行調整。

Proceeds from disposal of part of the equity investment in the subsidiaries without losing control and the disposal of long-term equity investment should enjoy the difference between the proportion of net assets calculated from the date of acquisition or date of combination in the consolidated financial statements, and adjust the share premium. In case the capital reserve is insufficient for offset, retained earnings will be adjusted.

本集團在不喪失控制權的情況下部分處置對子公司的長期股權投資,在合併財務報表中,處置價款與處置長期股權投資相對應享有子公司自購買日或合併日開始持續計算的淨資產份額之間的差額,調整資本溢價或股本溢價,資本公積不足沖減的,調整留存收益。

III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (Continued)

三、重要會計政策及會計估計(續)

6. Criteria for judging control and basis for preparation of consolidated financial statements (Continued)

6. 控制的判斷標準及合併財務報表的編制方法(續)

When the Group loses control in the acquiree due to reasons such as disposal of part of the equity investment, remaining shareholding will be re-measured based on the fair value on the date of loss of control when preparing the consolidated financial statements. The sum of proceeds obtained from the disposal of equity and fair value of the remaining shareholding, and less the difference of the proportion of net assets of the subsidiary calculated from the date of acquisition or combination according to the original shareholding proportion, and included into the investment profit or loss of loss of control for current period, and also goodwill will be written off. Other comprehensive income related to the original equity investment in the subsidiary, will be changed to investment profit or loss for current period upon loss of control.

本集團因處置部分股權投資等原因喪失了對被投資方的控制權的,在編制合併財務報表時,對於剩餘股權,按照其在喪失控制權日的公允價值進行重新計量。處置股權取得的對價與剩餘股權公允價值之和,減去按原持股比例計算應享有原有子公司自購買日或合併日開始持續計算的淨資產的份額之間的差額,計入喪失控制權當期的投資損益,同時沖減商譽。與原有子公司股權投資相關的其他綜合收益等,在喪失控制權時轉為當期投資損益。

For loss of control by the Group through different transactions and disposed shareholding in subsidiaries in stages, in case when each transaction that the Group loss control through disposal of shareholding in subsidiaries belongs to a series of transactions, accounting treatment for each transaction shall be treated as one transaction which involves disposal of subsidiary with loss of control. However, the difference between the proceeds for each disposal before loss of control and the proportion of net assets corresponding to the disposal of such subsidiary shall be recognised as other comprehensive income in the consolidated financial statements, and transfer to investment profit or loss of loss of control for current period upon loss of control. The Group disposes of its subsidiary's equity investment step by step through multiple transactions until it loses control, if it belongs to a package deal, the transaction shall be treated separately based on whether the control is lost.

本集團通過多次交易分步處置對子公司股權投資直至喪失控制權的,如果處置對子公司股權投資直至喪失控制權的各項交易屬於一攬子交易的,應當將各項交易作為一項處置子公司並喪失控制權的交易進行會計處理;但是,在喪失控制權之前每一次處置價款與處置投資對應的享有該子公司淨資產份額的差額,在合併財務報表中確認為其他綜合收益,在喪失控制權時一並轉入喪失控制權當期的投資損益。通過多次交易分步處置對子公司股權投資直至喪失控制權,不屬於一攬子交易的,對每一項交易按照是否喪失控制權分別進行會計處理。

III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (Continued)

三、重要會計政策及會計估計（續）

7. Classification of joint arrangements and accounting treatment for joint operations

Joint arrangement of the Group includes joint operation and joint venture. A joint operation is a joint arrangement whereby the parties that have joint control of the arrangement have rights to the assets, and obligations for the liabilities, relating to the arrangement. A joint venture is a joint arrangement whereby the parties that have joint control of the arrangement have rights to the net assets of the arrangement.

As for joint operation, the Group, as the party in the joint operation, recognises assets and liabilities that it holds and assumes individually, and the assets and liabilities that it holds or assumes in proportion, and income and fees will be recognised according to the related agreed individual or in proportion assets and liabilities. For assets transactions that are purchased or sale under joint operation that do not constitute business, only when profit or loss incurred from that transaction attributable to the other parties under the joint operation.

7. 合營安排分類及共同經營會計處理方法

本集團的合營安排包括共同經營和合營企業。共同經營，是指合營方享有該安排相關資產且承擔該安排相關負債的合營安排。合營企業，是指合營方僅對該安排的淨資產享有權利的合營安排。

對於共同經營項目，本集團作為共同經營中的合營方確認單獨持有的資產和承擔的負債，以及按份額確認持有的資產和承擔的負債，根據相關約定單獨或按份額確認相關的收入和費用。與共同經營發生購買、銷售不構成業務的資產交易的，僅確認因該交易產生的損益中歸屬於共同經營其他參與方的部分。

8. Cash and cash equivalents

Cash in the cash flow statement of the Group represents the cash on hand and the deposit in bank available for payment at any time. Cash equivalents cash flow statement are terms which are less than three months, highly liquid investments that are readily convertible to known amounts of cash and subject to an insignificant risk of value change.

8. 現金及現金等價物

本集團現金流量表之現金指庫存現金以及可以隨時用於支付的存款。現金流量表之現金等價物指持有期限不超過3個月、流動性強、易於轉換為已知金額現金且價值變動風險很小的投資。

III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (Continued)

9. Foreign currency transactions

The foreign currency transactions of the Group, when initially recognised, are translated into the functional currency at the prevailing spot exchange rate on the date of exchange, i.e. the middle price of RMB exchange rate published by the People's Bank of China on that date in general and the same hereinafter. As at the balance sheet date, foreign currency monetary items are translated into functional currency using the spot exchange rate at the balance sheet date. Translation differences arising thereon are directly included in the profit or loss for the period, except that exchange differences arising from specific borrowings in foreign currency attributable to the construction or production of a qualifying asset for capitalisation are dealt with based on the capitalisation principle. The foreign currency non-monetary items measured at historical cost shall still be translated at the spot exchange rate on the date of the transaction, and the amount measured by the functional currency is not changed. Foreign currency non-monetary items measured at fair value are translated at the spot exchange rate on the date of determination of the fair value. The difference between the amounts of the functional currency before and after the translation will be treated as changes in fair value (including changes in foreign exchange rates) and recognised in profit or loss for the period. The capital invested in foreign currency by the investor shall be converted at the spot rate on the date of the transaction, and there is no translation difference between the capital invested in foreign currency and the amount of the corresponding monetary item measured by the functional currency.

三、重要會計政策及會計估計(續)

9. 外幣業務

本集團外幣交易在初始確認時,採用交易發生日的即期匯率(通常指中國人民銀行公佈的當日外匯牌價的中間價,下同)將外幣金額折算為記帳本位幣金額。於資產負債表日,外幣貨幣性項目採用資產負債表日的即期匯率折算為記帳本位幣,所產生的折算差額除了為購建或生產符合資本化條件的資產而借入的外幣專門借款產生的匯兑差額按資本化的原則處理外,直接計入當期損益。以歷史成本計量的外幣非貨幣性項目,仍採用交易發生日的即期匯率折算,不改變其記帳本位幣金額;以公允價值計量的外幣非貨幣性項目,採用公允價值確定日的即期匯率折算,折算後的記帳本位幣金額與原記帳本位幣金額的差額,作為公允價值變動(含匯率變動)處理,計入當期損益;收到投資者以外幣投入的資本,採用交易發生日即期匯率折算,外幣投入資本與相應的貨幣性項目的記帳本位幣金額之間不產生外幣資本折算差額。

III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (Continued)

10. Financial instrument

(1) *Recognition and Derecognition of Financial Instrument*

The Group recognises a financial asset or a financial liability when it becomes a party to the contractual provisions of a financial instrument.

When the following conditions are satisfied, financial assets (or part of the financial assets or part of a group of similar financial assets) are derecognised, i.e. transferred out of the account and balance sheet: 1) the rights to receive cash flows from the financial assets expire; 2) the rights to receive cash flows from the financial assets have been transferred, or the obligation to promptly pay all of the cash flows to a third party has been assumed under a "passthrough" agreement; and substantially all of the risks and rewards of ownership of the financial assets have been transferred, or substantially all of the risks and rewards of ownership of the financial assets have not been transferred or retained but the control over such financial assets has been renounced.

A financial liability is derecognised when the obligation is discharged or cancelled or expires. Where an existing financial liability is replaced by another from the same creditor on substantially different terms, or the terms of an existing financial liability are substantially modified, such an exchange or modification is treated as derecognition of the original liability and the recognition of a new liability, and the difference shall be included in the profit or loss for the period.

Regular way purchases or sales of financial assets are recognised and derecognised on a trade date basis.

三、重要會計政策及會計估計(續)

10. 金融工具

(1) *金融工具的確認和終止確認*

本集團成為金融工具合同的一方時確認一項金融資產或金融負債。

滿足下列條件的,終止確認金融資產(或金融資產的一部分,或一組類似金融資產的一部分),即從其賬戶和資產負債表內予以轉銷:1)收取金融資產現金流量的權利屆滿;2)轉移了收取金融資產現金流量的權利,或在「過手協議」下承擔了及時將收取的現金流量全額支付給第三方的義務;並且實質上轉讓了金融資產所有權上幾乎所有的風險和報酬,或雖然實質上既沒有轉移也沒有保留金融資產所有權上幾乎所有的風險和報酬,但放棄了對該金融資產的控制。

如果金融負債的責任已履行、撤銷或屆滿,則對金融負債進行終止確認。如果現有金融負債被同一債權人以實質上幾乎完全不同條款的另一金融負債所取代,或現有負債的條款幾乎全部被實質性修改,則此類替換或修改作為終止確認原負債和確認新負債處理,差額計入當期損益。

以常規方式買賣金融資產,按交易日會計進行確認和終止確認。

III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (Continued)

三、重要會計政策及會計估計(續)

10. Financial instrument (Continued)

10. 金融工具(續)

(2) Classification, recognition and measurement of financial assets

(2) 金融資產的分類、確認和計量

The Group classifies financial assets into financial assets at amortised cost, financial assets at fair value through other comprehensive income and financial assets at fair value through profit or loss based on its business model for managing the financial assets and the contractual cash flow characteristics of the financial assets. All affected related financial assets will be reclassified only if the Group changes its business model for managing financial assets.

本集團根據管理金融資產的業務模式和金融資產的合同現金流特徵,將金融資產分類為以攤餘成本計量的金融資產、以公允價值計量且其變動計入其他綜合收益的金融資產、以公允價值計量且其變動計入當期損益的金融資產。當且僅當本集團改變管理金融資產的業務模式時,才對所有受影響的相關金融資產進行重分類。

In making judgements about the business model, the Group considers, among other things, the way the enterprise evaluates and reports the performance of financial assets to key management personnel, the risks affecting the performance of financial assets and the way they are managed, and the manner in which the relevant business management personnel are compensated. In evaluating whether the objective is to collect contractual cash flows, the Group is required to analyze and judge the reasons, timing, frequency, and value of sales of financial assets before their maturity dates.

在判斷業務模式時,本集團考慮包括企業評價和向關鍵管理人員報告金融資產業績的方式、影響金融資產業績的風險及其管理方式以及相關業務管理人員獲得報酬的方式等。在評估是否以收取合同現金流量為目標時,本集團需要對金融資產到期日前的出售原因、時間、頻率和價值等進行分析判斷。

III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (Continued)

三、重要會計政策及會計估計(續)

10. Financial instrument (Continued)

10. 金融工具(續)

(2) Classification, recognition and measurement of financial assets (Continued)

(2) 金融資產的分類、確認和計量(續)

In making judgements about the financial asset's contractual cash flow characteristics, and the judgements on whether the contractual cash flows are solely payments of principal and interest on the principal amount outstanding, including when assessing the modification of the time value of money, the judgement on whether there is any significant difference from the benchmark cash flow and whether the fair value of the prepayment features is insignificant for financial assets with prepayment features, etc.

在判斷合同現金流量特徵時,本集團需要判斷合同現金流量是否僅為對本金和以未償付本金為基礎的利息的支付時,包含對(貨幣時間價值的修正進行評估時,需要判斷與基準現金流量相比是否具有顯著差異/對包含提前還款特徵的金融資產,需要判斷提前還款特徵的公允價值是否非常小)等。

Financial assets are measured at fair value on initial recognition, but accounts receivable or notes receivable arising from the sale of goods or rendering of services that do not contain significant financing components or for which the Group does not consider the effect of a significant financing component due within one year, are initially measured at the transaction price.

金融資產在初始確認時以公允價值計量,但是因銷售商品或提供服務等產生的應收賬款或應收票據未包含重大融資成分或不考慮不超過一年的融資成分的,按照交易價格進行初始計量。

For financial assets at fair value through profit or loss, relevant transaction costs are directly recognised in the profit or loss for the period, and transaction costs relating to other financial assets are included in the initial recognition amounts.

對於以公允價值計量且其變動計入當期損益的金融資產,相關交易費用直接計入當期損益,其他類別的金融資產相關交易費用計入其初始確認金額。

III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (Continued)

三、重要會計政策及會計估計(續)

10. Financial instrument (Continued)

10. 金融工具(續)

(2) Classification, recognition and measurement of financial assets (Continued)

(2) 金融資產的分類、確認和計量(續)

The subsequent measurement of financial assets depends on their classification as follows:

金融資產的後續計量取決於其分類：

① Financial assets measured at amortised cost

① 以攤餘成本計量的金融資產

Financial assets that meet the following conditions are classified as financial assets measured at amortised cost: ① the financial assets are managed within a business model whose objective is achieved by collecting contractual cash flow. ② the contractual terms of the financial assets give rise on specific dates to cash flows that are solely the payments of principal and interest on the principal amount outstanding. The Group's financial assets in this category mainly include: monetary funds, accounts receivable, notes receivable, other receivables, debt investments, etc.

金融資產同時符合下列條件的，分類為以攤餘成本計量的金融資產：①管理該金融資產的業務模式是以收取合同現金流量為目標。②該金融資產的合同條款規定，在特定日期產生的現金流量，僅為對本金和以未償付本金金額為基礎的利息的支付。本集團該分類的金融資產主要包括：貨幣資金、應收賬款、應收票據、其他應收款、債權投資等。

III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (Continued)

10. Financial instrument (Continued)

(2) Classification, recognition and measurement of financial assets (Continued)

② Equity investments at fair value through other comprehensive income

The Group can elect to classify irrevocably its equity investments which are not held for trading as equity investments designated at fair value through other comprehensive income. Once this designation is made, it cannot be revoked. Only the relevant dividend income (excluding the dividend income explicitly recovered as part of the investment cost) is recognised in the profit or loss for the period. Subsequent changes in the fair value are included in other comprehensive income, and no provision for impairment is made. When the financial asset is derecognised, the accumulated gains or losses previously included in other comprehensive income are transferred from other comprehensive income to retained earnings. The Group's financial assets in this category are investments in other equity instruments.

三、重要會計政策及會計估計(續)

10. 金融工具(續)

(2) 金融資產的分類、確認和計量(續)

② 以公允價值計量且其變動計入其他綜合收益的權益工具投資

本集團不可撤銷地選擇將部分非交易性權益工具投資指定為以公允價值計量且其變動計入其他綜合收益的金融資產,該指定一經作出,不得撤銷。本集團僅將相關股利收入(明確作為投資成本部分收回的股利收入除外)計入當期損益,公允價值的後續變動計入其他綜合收益,不需計提減值準備。當金融資產終止確認時,之前計入其他綜合收益的累計利得或損失從其他綜合收益轉出,計入留存收益。本集團該分類的金融資產為其他權益工具投資。

III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (Continued)

10. Financial instrument (Continued)

(2) Classification, recognition and measurement of financial assets (Continued)

③ Financial assets at fair value through profit or loss

The financial assets other than the above financial assets measured at amortised cost and financial assets at fair value through other comprehensive income are classified as financial assets at fair value through profit or loss. Such financial assets are subsequently measured at fair value with all changes in fair value recognised in profit or loss unless it is part of a hedging relationship. The Group's financial assets in this category mainly include: transactional financial assets.

For the financial assets that consist of the contingent consideration recognised by the Group in the business combination not under common control, such financial assets are classified as the financial assets at fair value through profit or loss.

三、重要會計政策及會計估計（續）

10. 金融工具（續）

(2) 金融資產的分類、確認和計量（續）

③ 以公允價值計量且其變動計入當期損益的金融資產

本集團將除上述分類為以攤餘成本計量的金融資產和分類為以公允價值計量且其變動計入其他綜合收益的金融資產之外的金融資產，分類為以公允價值計量且其變動計入當期損益的金融資產。此類金融資產按照公允價值進行後續計量，除與套期會計有關外，所有公允價值變動計入當期損益。本集團該分類的金融資產主要包括：交易性金融資產。

本集團在非同一控制下的企業合併中確認的或有對價構成金融資產的，該金融資產分類為以公允價值計量且其變動計入當期損益的金融資產。

III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (Continued)

三、重要會計政策及會計估計(續)

10. Financial instrument (Continued)

10. 金融工具(續)

(3) Classification, recognition and measurement of financial liabilities

In addition to the issuance of financial guarantee contracts, the loan commitment with interest rates lower than market rates and financial liabilities arising from noncompliance with the conditions for termination of recognition of the transfer of financial assets or continued involvement in the transferred financial assets, the Group classifies financial liabilities as at fair value through profit or loss and financial liabilities measured at amortised cost. For financial liabilities at fair value through profit or loss, transaction costs are directly recognised in the profit or loss for the period. For financial liabilities measured at amortised cost, transaction costs are recognised in the initial measurement.

The subsequent measurement of financial liabilities depends on their classification:

① Financial liabilities measured at amortised cost

Financial liabilities measured at amortised cost are subsequently measured based on the amortised cost using the actual interest rate method.

(3) 金融負債分類、確認依據和計量方法

除了簽發的財務擔保合同、以低於市場利率貸款的貸款承諾及由於金融資產轉移不符合終止確認條件或繼續涉入被轉移金融資產所形成的金融負債以外,本集團的金融負債於初始確認時分類為:以公允價值計量且其變動計入當期損益的金融負債、以攤餘成本計量的金融負債。對於以公允價值計量且其變動計入當期損益的金融負債,相關交易費用直接計入當期損益,以攤餘成本計量的金融負債的相關交易費用計入其初始確認金額。

金融負債的後續計量取決於其分類:

① 以攤餘成本計量的金融負債

以攤餘成本計量的金融負債,採用實際利率法,按照攤餘成本進行後續計量。

III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (Continued)

三、重要會計政策及會計估計(續)

10. Financial instrument (Continued)

10. 金融工具(續)

(3) Classification, recognition and measurement of financial liabilities (Continued)

(3) 金融負債分類、確認依據和計量方法(續)

② Financial liabilities at fair value through profit or loss

Financial liabilities at fair value through profit or loss include transactional financial liabilities (including derivative instruments attributable to financial liabilities) and financial liabilities designated upon initial recognition as at fair value through profit or loss. Transactional financial liabilities (including derivative instruments attributable to financial liabilities) are subsequently measured at fair value. Changes in fair value of such financial liabilities are recognised in profit or loss for the period, except for those of the financial liabilities designated as hedging instruments.

Financial liabilities designated at fair value through profit or loss are subsequently measured at fair value, with changes in fair value included in profit or loss for the period, except for changes in fair value arising from the Group's own credit risk which are presented in other comprehensive income. If changes in fair value arising from the Group's own credit risk which are presented in other comprehensive income will lead to or expand the accounting mismatch in profit or loss, the Group will include all the changes in fair value (including the amount affected by changes in the Group's own credit risk) of such financial liabilities in profit or loss for the period.

② 以公允價值計量且其變動計入當期損益的金融負債

以公允價值計量且其變動計入當期損益的金融負債,包括交易性金融負債(含屬於金融負債的衍生工具)和初始確認時指定為以公允價值計量且其變動計入當期損益的金融負債。交易性金融負債(含屬於金融負債的衍生工具),按照公允價值進行後續計量,除與套期會計有關外,公允價值變動計入當期損益。

對於指定為以公允價值計量且其變動計入當期損益的金融負債,按照公允價值進行後續計量,除由本集團自身信用風險變動引起的公允價值變動計入其他綜合收益之外,其他公允價值變動計入當期損益;如果由本集團自身信用風險變動引起的公允價值變動計入其他綜合收益會造成或擴大損益中的會計錯配,本集團將所有公允價值變動(包括自身信用風險變動的影響金額)計入當期損益。

III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (Continued)

10. Financial instrument (Continued)

(3) Classification, recognition and measurement of financial liabilities (Continued)

② Financial liabilities at fair value through profit or loss (Continued)

Only if one of the following conditions is met, financial liabilities will be designated by the Group as financial liabilities at fair value through profit or loss on initial recognition: ① it can eliminate or significantly reduce the accounting mismatch; ② the formal written document of risk management or investment strategy has stated that the portfolio of financial instruments is managed, evaluated and reported to key managers on the basis of fair value; ③ a hybrid instrument that contains one or more embedded derivatives, unless the embedded derivatives have no significant change in the cash flow of the hybrid instrument, or the embedded derivatives should obviously not be separated from the related hybrid instruments; ④ hybrid instruments containing embedded derivatives that need to be split but cannot be measured separately at the time of acquisition or subsequent balance sheet date.

三、重要會計政策及會計估計(續)

10. 金融工具(續)

(3) 金融負債分類、確認依據和計量方法(續)

② 以公允價值計量且其變動計入當期損益的金融負債(續)

只有符合以下條件之一,本集團才將金融負債在初始計量時指定為以公允價值計量且其變動計入當期損益的金融負債:①能夠消除或顯著減少會計錯配;②風險管理或投資策略的正式書面文件已載明,該金融工具組合以公允價值為基礎進行管理、評價並向關鍵管理人員報告;③包含一項或多項嵌入衍生工具的混合工具,除非嵌入衍生工具對混合工具的現金流量沒有重大改變,或所嵌入的衍生工具明顯不應當從相關混合工具中分拆;④包含需要分拆但無法在取得時或後續的資產負債表日對其進行單獨計量的嵌入衍生工具的混合工具。

III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (Continued)

三、重要會計政策及會計估計(續)

10. Financial instrument (Continued)

10. 金融工具(續)

(3) Classification, recognition and measurement of financial liabilities (Continued)

(3) 金融負債分類、確認依據和計量方法(續)

② Financial liabilities at fair value through profit or loss (Continued)

② 以公允價值計量且其變動計入當期損益的金融負債(續)

In accordance with the above conditions, such financial liabilities designated by the Group mainly include (specify the circumstances of designation, including the nature of the designated financial liabilities, criteria and how to meet the designated criteria, refer to the financial assets section for details). If the contingent consideration recognised by the Group as an acquirer in a business combination not under common control forms a financial liability, it shall be accounted for at fair value through profit or loss.

按照上述條件，本集團指定的這類金融負債主要包括(具體描述指定的情況，包含指定的金融負債的性質、標準以及如何滿足指定標準，具體參考金融資產部分)。本集團將在非同一控制下的企業合併中作為購買方確認的或有對價形成金融負債的，按照以公允價值計量且其變動計入當期損益進行會計處理。

(4) Impairment of financial instruments

(4) 金融工具減值

Financial assets measured at amortised cost, debt investments at fair value through other comprehensive income, contract assets, lease receivables, loan commitments and financial guarantee contracts are impaired and provisions for losses are recognised based on expected credit losses.

本集團以預期信用損失為基礎，對以攤餘成本計量的金融資產、以公允價值計量且其變動計入其他綜合收益的債權投資、合同資產、租賃應收款、貸款承諾及財務擔保合同進行減值處理並確認損失準備。

III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (Continued)

三、重要會計政策及會計估計(續)

10. Financial instrument (Continued)

10. 金融工具(續)

(4) Impairment of financial instruments (Continued)

(4) 金融工具減值(續)

Expected credit loss is a weighted average of credit losses on financial instruments weighted at the risk of default. Credit losses are measured as the present value, discounted at the original effective interest rate, of all cash shortfalls (i.e. the difference between the cash flows due to the entity in accordance with the contract and the cash flows that the Group expects to receive). The following elements are reflected in the Group's consideration of method of measuring expected credit loss: ① an unbiased probability-weighted average amount determined by evaluating a range of possible outcomes; ② the time value of money; ③ reasonable and reliable information about past events, current conditions and projected future economic conditions that can be obtained at the balance sheet date without unnecessary additional costs.

預期信用損失,是指以發生違約的風險為權重的金融工具信用損失的加權平均值。信用損失,是指本集團按照原實際利率折現的、根據合同應收的所有合同現金流量與預期收取的所有現金流量之間的差額,即全部現金短缺的現值。本集團考慮預期信用損失計量方法時反映如下要素:①通過評價一系列可能的結果而確定的無偏概率加權平均金額;②貨幣時間價值;③在資產負債表日無須付出不必要的額外成本或即可獲得的有關過去事項、當前狀況以及未來經濟狀況預測的合理且有依據的信息。

The Group assesses the expected credit losses of financial instruments on an individual basis and a collective basis. When the assessment is performed on a collective basis, the Group categorises financial instruments into different groups based on shared credit risk characteristics. The shared credit risk characteristics adopted by the Group include: type of financial instruments, credit risk ratings, geographical location of the debtor, industry of the debtor, overdue information, ageing of receivables, etc.

本集團基於單項和組合評估金融工具的預期信用損失,以組合為基礎進行評估時,本集團基於共同信用風險特徵將金融工具分為不同組別。本集團採用的共同信用風險特徵包括:金融工具類型、信用風險評級、債務人所處地理位置、債務人所處行業、逾期信息、應收款項賬齡等。

III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (Continued)

10. Financial instrument (Continued)

(4) *Impairment of financial instruments (Continued)*

The Group uses the expected credit loss model to assess the impairment of financial instruments and contract assets. The Group is required to perform significant judgement and estimation and take into account all reasonable and supportable information, including forward-looking information. When making such judgements and estimates, the Group infers the expected changes in the debtor's credit risk based on historical repayment data combined with economic policies, macroeconomic indicators, industry risks and other factors. The different estimates may impact the impairment provisions, and the provision for impairment may also not be representative of the actual impairment loss in the future.

三、重要會計政策及會計估計（續）

10. 金融工具（續）

(4) *金融工具減值（續）*

本集團採用預期信用損失模型對金融工具和合同資產的減值進行評估需要做出重大判斷和估計，需考慮所有合理且有依據的信息，包括前瞻性信息。在做出這些判斷和估計時，本集團根據歷史還款數據結合經濟政策、宏觀經濟指標、行業風險等因素推斷債務人信用風險的預期變動。不同的估計可能會影響減值準備的計提，已計提的減值準備可能並不等於未來實際的減值損失金額。

III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (Continued)

三、重要會計政策及會計估計(續)

10. Financial instrument (Continued)

10. 金融工具(續)

(4) Impairment of financial instruments (Continued)

(4) 金融工具減值(續)

① Impairment testing methods for receivables and contract assets

For accounts receivable, bills receivable, receivables financing, contract assets, etc. that do not contain a significant financing component and are generated from ordinary operating activities, such as sales of goods and rendering of services, the Group applies a simplified measurement methodology to measure the provision for losses at an amount equal to the expected credit losses over the entire life of the asset.

For lease receivables, receivables and contract assets with significant financing components, the Group applies a simplified measurement methodology to measure the provision for losses at an amount equal to the expected credit losses over the entire life of the asset.

① 應收款項和合同資產的減值測試方法

對於因銷售商品、提供勞務等日常經營活動形成的不含重大融資成分的應收賬款、應收票據、應收款項融資、合同資產等應收款項,本集團運用簡化計量方法,按照相當於整個存續期內的預期信用損失金額計量損失準備。

對於租賃應收款、包含重大融資成分的應收款項以及合同資產,本集團選擇運用簡化計量方法,按照相當於整個存續期內的預期信用損失金額計量損失準備。

III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (Continued)

三、重要會計政策及會計估計(續)

10. Financial instrument (Continued)

10. 金融工具(續)

(4) Impairment of financial instruments (Continued)

(4) 金融工具減值(續)

① Impairment testing methods for receivables and contract assets (Continued)

For receivables, expected credit losses are generally calculated on the basis of a portfolio of common credit risk characteristics by taking into account the elements that should be reflected in the expected credit loss measurement methodology and by reference to historical credit loss experience and preparing a reconciliation of the number of days past due on accounts receivable/ageing of accounts receivable to the default loss rate, except for amounts that are individually significant and for which credit impairment has occurred, in which case the credit losses shall be determined separately. If the credit risk characteristics of a customer are significantly different from those of other customers in the portfolio, or if there is a significant change in the credit risk characteristics of the customer, for example, if the customer is in severe financial difficulty and the expected credit loss rate on receivables from this customer has significantly exceeded the expected credit loss rate for the ageing and overdue ranges in which the customer is located, etc., the Group makes a provision for losses on an individual basis on the receivables from this customer.

① 應收款項和合同資產的減值測試方法(續)

對於應收款項,除對單項金額重大且已發生信用減值的款項單項確定其信用損失外,通常按照共同信用風險特徵組合的基礎上,考慮預期信用損失計量方法應反映的要素,參考歷史信用損失經驗,編制應收賬款逾期天數/應收賬款賬齡與違約損失率對照表,以此為基礎計算預期信用損失。若某一客戶信用風險特徵與組合中其他客戶顯著不同,或該客戶信用風險特徵發生顯著變化,例如客戶發生嚴重財務困難,應收該客戶款項的預期信用損失率已顯著高於其所處於賬齡、逾期區間的預期信用損失率等,本集團對應收該客戶款項按照單項計提損失準備。

III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (Continued)

三、重要會計政策及會計估計(續)

10. Financial instrument (Continued)

10. 金融工具(續)

(4) Impairment of financial instruments (Continued)

(4) 金融工具減值(續)

① Impairment testing methods for receivables and contract assets (Continued)

① 應收款項和合同資產的減值測試方法(續)

A. Combination category and determination basis of accounts receivable (and contract assets)

A. 應收賬款(與合同資產)的組合類別及確定依據

The Group groups accounts receivable (and contract assets) by similarity and relevance of credit risk characteristics based on information such as ageing, nature of payment, credit risk exposure, and historical payment collection. For accounts receivable (and contract assets), the Group determines that ageing is the main factor affecting its credit risk. Therefore, the Group assesses its expected credit losses based on the ageing group.

本集團根據應收賬款(與合同資產)的賬齡、款項性質、信用風險敞口、歷史回款情況等信息為基礎,按信用風險特徵的相似性和相關性進行分組。對於應收賬款(與合同資產),本集團判斷賬齡為其信用風險主要影響因素,因此,本集團以賬齡組合為基礎評估其預期信用損失。

The ageing of receivable by ageing groups versus ECL rates in the life period:

應收款項賬齡組合的賬齡與整個存續期預期信用損失率對照表:

Ageing	賬齡	ECL rate (%) 預期信用損失率(%)
Within 1 year (inclusive)	1年以內(含1年)	5.00
1 to 2 years	1-2年	10.00
2 to 3 years	2-3年	20.00
3 to 4 years	3-4年	50.00
4 to 5 years	4-5年	80.00
Over 5 years	5年以上	100.00

III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (Continued)

三、重要會計政策及會計估計(續)

10. Financial instrument (Continued)

10. 金融工具(續)

(4) Impairment of financial instruments (Continued)

(4) 金融工具減值(續)

① Impairment testing methods for receivables and contract assets (Continued)

① 應收款項和合同資產的減值測試方法(續)

B. Combination category and determination basis of bills receivable

Based on the credit risk of acceptors of bills receivable as a common risk feature, the Group classifies them into different combinations and determines the accounting estimation policy for expected credit losses: a. For bank acceptance bills of acceptors' commercial banks, which are assessed by the Group as having low credit risk, no expected credit losses are recognised; b. For commercial acceptance notes, the expected loss rate is determined and loss provisions are made with reference to the Group's accounts receivable policy, which is the same as the combination classification of accounts receivable.

B. 應收票據的組合類別及確定依據

本集團基於應收票據的承兑人信用風險作為共同風險特徵,將其劃分為不同組合,並確定預期信用損失會計估計政策:a.承兑人商業銀行的銀行承兑匯票,本集團評價該類款項具有較低的信用風險,不確認預期信用損失;b.商業承兑匯票,參照本集團應收賬款政策確認預期損失率計提損失準備,與應收賬款的組合劃分相同。

III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (Continued)

三、重要會計政策及會計估計(續)

10. Financial instrument (Continued)

10. 金融工具(續)

(4) Impairment of financial instruments (Continued)

(4) 金融工具減值(續)

② Impairment testing methods for investments in debt and other investments in debt, loan commitments and financial guarantee contracts

Except for the financial assets (such as investments in debt and other investments in debt), loan commitments and financial guarantee contracts for which the simplified measurement method is adopted as mentioned above, the Group adopts the general method (three-stage method) for the provision of expected credit losses. The Group assesses whether the credit risk has increased significantly since initial recognition at each balance sheet date. If the credit risk has not increased significantly since initial recognition (stage 1), the loss allowance is measured at an amount equal to 12-month ECLs by the Group and the interest income is calculated according to the carrying amount and the effective interest rate; if the credit risk has increased significantly since initial recognition but are not credit-impaired (stage 2), the loss allowance is measured at an amount equal to lifetime ECLs by the Group and the interest income is calculated according to the carrying amount and the effective interest rate; if such financial assets are credit-impaired after initial recognition (stage 3), the loss allowance is measured at an amount equal to lifetime ECLs by the Group and the interest income is calculated according to the amortised cost and the effective interest rate. If the credit risk of financial instruments is low at the balance sheet date, the Group assumes that the credit risk has not increased significantly since initial recognition.

② 債權投資、其他債權投資、貸款承諾及財務擔保合同的減值測試方法

除上述採用簡化計量方法以外的金融資產(如債權投資、其他債權投資)、貸款承諾及財務擔保合同,本集團採用一般方法(三階段法)計提預期信用損失。在每個資產負債表日,本集團評估其信用風險自初始確認後是否已經顯著增加,如果信用風險自初始確認後未顯著增加,處於第一階段,本集團按照相當於未來12個月內預期信用損失的金額計量損失準備,並按照賬面餘額和實際利率計算利息收入;如果信用風險自初始確認後已顯著增加但尚未發生信用減值的,處於第二階段,本集團按照相當於整個存續期內預期信用損失的金額計量損失準備,並按照賬面餘額和實際利率計算利息收入;如果初始確認後發生信用減值的,處於第三階段,本集團按照相當於整個存續期內預期信用損失的金額計量損失準備,並按照攤餘成本和實際利率計算利息收入。對於資產負債表日只具有較低信用風險的金融工具,本集團假設其信用風險自初始確認後未顯著增加。

III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (Continued)

10. Financial instrument (Continued)

(4) *Impairment of financial instruments (Continued)*

② Impairment testing methods for investments in debt and other investments in debt, loan commitments and financial guarantee contracts (Continued)

Lifetime expected credit losses are the expected credit losses that result from all possible default events over the expected life of a financial instrument. Future 12-month expected credit losses are the expected credit losses that result from all possible default events on a financial instrument within the 12 months after the balance sheet date (or the expected life of the instrument, if it is less than 12 months), and are a portion of lifetime expected credit losses.

三、重要會計政策及會計估計(續)

10. 金融工具(續)

(4) *金融工具減值(續)*

② 債權投資、其他債權投資、貸款承諾及財務擔保合同的減值測試方法(續)

整個存續期預期信用損失,是指因金融工具整個預計存續期內所有可能發生的違約事件而導致的預期信用損失。未來12個月內預期信用損失,是指因資產負債表日後12個月內(若金融工具的預計存續期少於12個月,則為預計存續期)可能發生的金融工具違約事件而導致的預期信用損失,是整個存續期預期信用損失的一部分。

III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (Continued)

三、重要會計政策及會計估計(續)

10. Financial instrument (Continued)

10. 金融工具(續)

(5) *Recognition and measurement of transfer of financial assets*

For a transaction involving the transfer of a financial asset, if substantially all of the risks and rewards of ownership of the financial asset has been transferred, the Group derecognises the financial asset; if it has retained substantially all of the risks and rewards of ownership of the financial asset, the financial asset will not be derecognised; if it has neither transferred nor retained substantially all of the risks and rewards of ownership of the financial asset, but control over the financial asset has been waived, the Group would derecognise the financial asset and recognise the resulting assets and liabilities; where control over the financial asset has not been waived, the Group would recognise the financial asset to the extent of its continuing involvement in the transferred financial asset and recognise the related liability accordingly.

(5) *金融資產轉移的確認依據和計量方法*

對於金融資產轉移交易,本集團已將金融資產所有權上幾乎所有的風險和報酬轉移給轉入方的,終止確認該金融資產;保留了金融資產所有權上幾乎所有的風險和報酬的,不終止確認該金融資產;既沒有轉移也沒有保留金融資產所有權上幾乎所有的風險和報酬的,放棄了對該金融資產控制的,終止確認該金融資產並確認產生的資產和負債,未放棄對該金融資產控制的,按照其繼續涉入所轉移金融資產的程度確認有關金融資產,並相應確認有關負債。

III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (Continued)

10. Financial instrument (Continued)

(5) Recognition and measurement of transfer of financial assets (Continued)

If the transfer of an entire financial asset satisfies the conditions for derecognition, the difference between the book value of the transferred financial assets on the date of derecognition and the sum of the consideration received from the transfer and the accumulative amount of the changes of the fair value originally directly included in other comprehensive income which shall be apportioned to the derecognised portion (if the transferred financial assets meet both of the following conditions: ① the business model of the Group managing the financial assets whose objective is collecting contractual cash flows and selling the financial assets; ② the contractual terms of the financial assets give rise on specific dates to cash flows that are solely the payments of principal and interest on the principal amount outstanding.). The difference between the sum of the two is included in profit or loss for the period.

三、重要會計政策及會計估計(續)

10. 金融工具(續)

(5) 金融資產轉移的確認依據和計量方法(續)

金融資產整體轉移滿足終止確認條件的,將所轉移金融資產在終止確認日的賬面價值,與因轉移而收到的對價及原直接計入其他綜合收益的公允價值變動累計額中對應終止確認部分的金額(涉及轉移的金融資產同時符合下列條件:①集團管理該金融資產的業務模式既以收取合同現金流量為目標又以出售該金融資產為目標;②該金融資產的合同條款規定,在特定日期產生的現金流量,僅為對本金和以未償付本金金額為基礎的利息的支付。)之和的差額計入當期損益。

III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (Continued)

三、重要會計政策及會計估計(續)

10. Financial instrument (Continued)

10. 金融工具(續)

(5) Recognition and measurement of transfer of financial assets (Continued)

If the transfer of financial asset partially satisfies the conditions of derecognition, the entire book value of the transferred financial asset is, between the portion which is derecognised and the portion which is not, apportioned according to their respective relative fair value, and the difference between the consideration received from the transfer and the accumulative amount of the changes of the fair value originally included in other comprehensive income which shall be apportioned to the derecognised portion (if the transferred financial assets meet both of the following conditions: ① the business model of the Group managing the financial assets whose objective is collecting contractual cash flows and selling the financial assets; ② the contractual terms of the financial assets give rise on specific dates to cash flows that are solely the payments of principal and interest on the principal amount outstanding.). The difference between the sum and the overall book value of the financial assets amortised is recognised in profit or loss for the period.

When a continuing involvement is recognised by means of a financial guarantee over the transferred financial assets, assets resulting from the continuing involvement are recognised at the lower of the book value of the financial assets and the amount of the financial guarantee. The amount of the financial guarantee is the maximum amount of consideration received that will be required to be repaid.

(5) 金融資產轉移的確認依據和計量方法(續)

金融資產部分轉移滿足終止確認條件的,將所轉移金融資產整體的賬面價值,在終止確認部分和未終止確認部分之間,按照各自的相對公允價值進行分攤,並將因轉移而收到的對價及應分攤至終止確認部分的原計入其他綜合收益的公允價值變動累計額中對應終止確認部分的金額(涉及轉移的金融資產同時符合下列條件:①集團管理該金融資產的業務模式既以收取合同現金流量為目標又以出售該金融資產為目標;②該金融資產的合同條款規定,在特定日期產生的現金流量,僅為對本金和以未償付本金金額為基礎的利息的支付。)之和,與分攤的前述金融資產整體賬面價值的差額計入當期損益。

通過對所轉移金融資產提供財務擔保方式繼續涉入的,按照金融資產的賬面價值和財務擔保金額兩者之中的較低者,確認繼續涉入形成的資產。財務擔保金額,是指所收到的對價中,將被要求償還的最高金額。

III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (Continued)

三、重要會計政策及會計估計(續)

10. Financial instrument (Continued)

10. 金融工具(續)

(6) Classification and treatment of financial liabilities and equity instruments

The Group classifies financial liabilities and equity instruments on the following principles: ① Where the Group is unable to unconditionally avoid delivering cash or another financial asset to fulfil a contractual obligation, the contractual obligation meets the definition of a financial liability. Although some financial instruments do not explicitly include the terms and conditions imposing the contractual obligation to deliver cash or another financial asset, they may indirectly give rise to the contractual obligation through other terms and conditions. ② Where a financial instrument will or may be settled in the Group's own equity instrument, consideration shall be given to whether the Group's own equity instrument as used to settle the instrument is a substitute of cash or another financial asset or the residual interest in the assets of an entity after deducting all of its liabilities. In the former case, the instrument shall be the issuer's financial liability; in the latter case, the instrument shall be the equity instrument of the issuer. Under certain circumstances whereby a financial instrument contract stipulates that the Group will or may use its own equity instrument to settle the financial instrument, and the amount of the contractual right or obligation is equal to the number of its own equity instruments to be received or delivered multiplied by their fair value at the time of settlement, the contract shall be classified as a financial liability, regardless of whether the amount of the contractual right or obligation is fixed, or fluctuates in full or in part in response to changes in a variable other than the market price of the Group's own equity instruments (for example an interest rate, a commodity price or a financial instrument price).

(6) 金融負債與權益工具的區分及相關處理方法

本集團按照以下原則區分金融負債與權益工具:①如果本集團不能無條件地避免以交付現金或其他金融資產來履行一項合同義務,則該合同義務符合金融負債的定義。有些金融工具雖然沒有明確地包含交付現金或其他金融資產義務的條款和條件,但有可能通過其他條款和條件間接地形成合同義務。②如果一項金融工具須用或可用本集團自身權益工具進行結算,需要考慮用於結算該工具的本集團自身權益工具,是作為現金或其他金融資產的替代品,還是為了使該工具持有方享有在發行方扣除所有負債後的資產中的剩餘權益。如果是前者,該工具是發行方的金融負債;如果是後者,該工具是發行方的權益工具。在某些情況下,一項金融工具合同規定本集團須用或可用自身權益工具結算該金融工具,其中合同權利或合同義務的金額等於可獲取或需交付的自身權益工具的數量乘以其結算時的公允價值,則無論該合同權利或義務的金額是固定的,還是完全或部分地基於除本集團自身權益工具的市場價格以外的變量(例如利率、某種商品的價格或某項金融工具的價格)的變動而變動,該合同分類為金融負債。

III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (Continued)

三、重要會計政策及會計估計(續)

10. Financial instrument (Continued)

10. 金融工具(續)

(6) Classification and treatment of financial liabilities and equity instruments (Continued)

When classifying a financial instrument (or a component thereof) in consolidated financial statements, the Group shall consider all terms and conditions agreed between members of the Group and the holders of the financial instrument. If the Group as a whole has an obligation in respect of the instrument to settle it by delivering cash or another financial asset or in such a way that it would be a financial liability, such instrument shall be classified as a financial liability.

The Group classifies these financial instruments or their components into financial assets, financial liabilities or equity instruments at initial recognition according to the contractual terms of the preferred shares and perpetual debts issued and the economic substance reflected by them, as well as the definitions of financial assets, financial liabilities and equity instruments.

If the financial instrument or its component is attributable to the financial liability, the relevant interests, dividends, gains or losses, and gains or losses arising from redemption or refinancing, shall be recorded in the profit or loss for the period.

If the financial instrument or its component is attributable to equity instrument, the Group shall treat it as change in equity when it is issued (including refinanced), repurchased, sold or cancelled, and shall not recognise changes in fair value of equity instrument.

(6) 金融負債與權益工具的區分及相關處理方法(續)

本集團在合併報表中對金融工具(或其組成部分)進行分類時,考慮了集團成員和金融工具持有方之間達成的所有條款和條件。如果集團作為一個整體由於該工具而承擔了交付現金、其他金融資產或者以其他導致該工具成為金融負債的方式進行結算的義務,則該工具應當分類為金融負債。

本集團根據所發行的優先股、永續債的合同條款及其所反映的經濟實質,結合金融資產、金融負債和權益工具的定義,在初始確認時將這些金融工具或其組成部分分類為金融資產、金融負債或權益工具。

金融工具或其組成部分屬於金融負債的,相關利息、股利(或股息)、利得或損失,以及贖回或再融資產生的利得或損失等,本集團計入當期損益。

金融工具或其組成部分屬於權益工具的,其發行(含再融資)、回購、出售或註銷時,本集團作為權益的變動處理,不確認權益工具的公允價值變動。

III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (Continued)

三、重要會計政策及會計估計(續)

10. Financial instrument (Continued)

10. 金融工具(續)

(7) *Derivative financial instruments*

The Group uses derivative financial instruments, for example, to hedge exchange-rate risks, commodity price risk and interest rate risks through foreign exchange forward contracts, commodity forward contract and interest rate swaps, which are initially recognised at fair value on the date a derivative contracts is entered into and are subsequently remeasured at their fair value. All derivatives are carried as assets when the fair value is positive and as liabilities when the fair value is negative.

Changes in the fair value of these derivatives are recognised in profit or loss for the period unless it is related to hedge accounting.

(7) *衍生金融工具*

本集團使用衍生金融工具,例如以外匯遠期合同、商品遠期合同和利率互換,分別對匯率風險、商品價格風險和利率風險進行套期。衍生金融工具初始以衍生交易合同簽訂當日的公允價值進行計量,並以其公允價值進行後續計量。公允價值為正數的衍生金融工具確認為一項資產,公允價值為負數的確認為一項負債。

除與套期會計有關外,衍生工具公允價值變動產生的利得或損失直接計入當期損益。

(8) *Offsetting of financial assets and financial liabilities*

Financial assets and financial liabilities of the Group shall be presented separately in the balance sheet and shall not be offset. However, when all of the following conditions are met, a financial asset and a financial liability shall be offset and the net amount is presented in the balance sheet: ① the Group has a legal right that is currently enforceable to set off the recognised amount; ② the Group intends either to settle on a net basis, or to realise the financial asset and settle the financial liability simultaneously.

(8) *金融資產和金融負債的抵銷*

本集團的金融資產和金融負債在資產負債表內分別列示,不相互抵銷。但同時滿足下列條件時,以相互抵銷後的淨額在資產負債表內列示:①本集團具有抵銷已確認金額的法定權利,且該種法定權利是當前可執行的;②本集團計劃以淨額結算,或同時變現該金融資產和清償該金融負債。

III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (Continued)

11. Inventories

The inventories of the Group mainly include raw materials closely related to the Company's principal business, including materials and low value consumables used in the course of businesses including water production, wastewater treatment and household meter installation, as well as the inputs for installation works that are yet to be recognised as sales income.

Inventories adopt the perpetual inventory system, and are valued by the actual cost when acquired. The actual costs of requisitioned or issued inventories are determined by the weighted average method at the end of each month. Low value consumables are amortised by the one-off write-off method.

On each balance sheet date, inventories are valued by the cost or net realisable value, whichever is lower. For the estimated irrecoverable part of cost due to reasons including inventory damage, obsolescence of all or partial inventories, or sale price lower than the cost, provisions for impairment of inventories are accrued. Provisions for impairment of inventories for bulk raw materials are accrued based on the difference between the cost of single inventory item and its net realisable value; for other numerous raw and auxiliary materials with low prices, inventory impairment provisions are accrued based on their categories.

三、重要會計政策及會計估計(續)

11. 存貨

本集團存貨主要包括在制水及污水處理、戶表安裝等業務過程中耗用的材料、低值易耗品等與公司主要業務密切相關的原材料，安裝工程施工過程中尚未確認銷售收入的工程施工投入。

存貨實行永續盤存制，存貨在取得時按實際成本計價；領用或發出存貨，採用月末一次加權平均法確定其實際成本。低值易耗品採用一次轉銷法進行攤銷。

資產負債表日存貨按成本與可變現淨值孰低原則計價，對於存貨因遭受毀損、全部或部分陳舊過時或銷售價格低於成本等原因，預計其成本不可收回的部分，提取存貨跌價準備。大宗原材料的存貨跌價準備按單個存貨項目的成本高於其可變現淨值的差額提取；其他數量繁多、單價較低的原輔材料按類別提取存貨跌價準備。

III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (Continued)

12. Contract assets and contract liabilities

(1) Contract assets

A contract asset represents the Group's right, which depends on factors other than the passage of time, to receive consideration in exchange for goods that the Group has transferred to a customer. If the Group sells two clearly distinguishable goods to customers, it is entitled to receive payment for one of the goods that has been delivered, but the payment is also dependent on the delivery of the other good, the Group regards the right to receive payment as a contract asset.

For method of determination and accounting for expected credit loss of contract assets, please refer to "Note III.10. Impairment of financial instruments" above.

(2) Contract liabilities

A contract liability reflects the Group's obligation to transfer goods to a customer for which the Group has received consideration (or an amount of consideration is due) from the customer. If the customer has paid the contract consideration or the Group has obtained the unconditional rights to consideration before the Group transfers goods to the customer, the Group will present the amount received or receivable as a contract liability at the time of actual payment by the customer or the due date of the amount to be paid by the customer, which is the earlier.

三、重要會計政策及會計估計(續)

12. 合同資產與合同負債

(1) 合同資產

合同資產,是指本集團已向客戶轉讓商品而有權收取對價的權利,且該權利取決於時間流逝之外的其他因素。如本集團向客戶銷售兩項可明確區分的商品,因已交付其中一項商品而有權收取款項,但收取該款項還取決於交付另一項商品的,本集團將該收款權利作為合同資產。

合同資產的預期信用損失的確定方法和會計處理方法,詳見上述附註三、10.金融工具減值相關內容。

(2) 合同負債

合同負債反映本集團已收或應收客戶對價而應向客戶轉讓商品的義務。本集團在向客戶轉讓商品之前,客戶已經支付了合同對價或本集團已經取得了無條件收取合同對價權利的,在客戶實際支付款項與到期應支付款項孰早時點,按照已收或應收的金額確認合同負債。

III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (Continued)

三、重要會計政策及會計估計(續)

13. Assets relating to contract costs

13. 與合同成本有關的資產(續)

(1) Method of determination of amount of assets relating to contract costs

(1) 與合同成本有關的資產金額的確定方法

The Group's assets relating to contract costs mainly include contract performance cost. Contract performance costs are reported separately in inventory based on their liquidity.

本集團與合同成本有關的資產主要包括合同履約成本。根據其流動性,合同履約成本分別列報在存貨中。

Contract performance cost refers to the cost incurred by the Group to perform a contract which does not fall under the scope of the Accounting Standards for inventory, fixed assets or intangible assets and meets all of the following conditions, which is recognised as an asset as contract performance cost: the costs relate directly to an existing contract or to a specifically identifiable anticipated contract, including direct labour, direct materials, allocations of overheads (or similar costs), costs that are explicitly chargeable to the customer and other costs that are incurred only because the Group entered into the contract; the costs generate resources of the Group that will be used in satisfying performance obligations in the future; the costs are expected to be recovered.

合同履約成本,即本集團為履行合同發生的成本,不屬於存貨、固定資產或無形資產等相關會計準則規範範圍且同時滿足下列條件的,作為合同履約成本確認為一項資產:該成本與一份當前或預期取得的合同直接相關,包括直接人工、直接材料、製造費用(或類似費用)、明確由客戶承擔的成本以及僅因該合同而發生的其他成本;該成本增加了本集團未來用於履行履約義務的資源;該成本預期能夠收回。

III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (Continued)

13. Assets relating to contract costs (Continued)

(2) Amortisation of assets relating to contract costs

The Group's assets relating to contract costs are amortised using the same basis as that for recognition of the revenue from goods relating to the assets, which are included in profit or loss for the period.

(3) Impairment of assets relating to contract costs

The Group makes impairment provisions and recognises an impairment loss on asset to the extent that the book value of an asset related to contract costs exceeds: ① The remaining amount of consideration that the corporation expects to receive in exchange for the goods to which the assets relates; less ② the estimated costs to be incurred for the exchange of the related goods.

14. Long-term equity investments

Long-term equity investments of the Group are the investments in subsidiaries and investments in associates and investment in joint ventures.

三、重要會計政策及會計估計(續)

13. 與合同成本有關的資產(續)

(2) 與合同成本有關的資產的攤銷

本集團與合同成本有關的資產採用與該資產相關的商品收入確認相同的基礎進行攤銷,計入當期損益。

(3) 與合同成本有關的資產的減值

本集團與合同成本有關的資產,其賬面價值高於下列兩項差額的,本集團將超出部分計提減值準備,並確認為資產減值損失:①企業因轉讓與該資產相關的商品預期能夠取得的剩餘對價;②為轉讓該相關商品估計將要發生的成本。

14. 長期股權投資

本集團長期股權投資主要是對子公司的投資、對聯營企業的投資和對合營企業的投資。

III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (Continued)

三、重要會計政策及會計估計(續)

14. Long-term equity investments (Continued)

14. 長期股權投資(續)

(1) Significant influence or joint control judgement

(1) 重大影響、共同控制的判斷

The Group's equity investments that have a significant impact on the investee are investments in associates. Significant influence is the power to participate in decision making in the financial and operating policies of the investee but is not the power to control or joint control with other parties over those policies. When the Group directly or indirectly through its subsidiary owns 20% (inclusive) or more but less than 50% shares with voting rights in the investee, it is generally considered that the Group has significant influence on the investee, unless there is clear evidence that the Group cannot participate in the production and operation decisions of the investee or form control over the investee.

本集團對被投資單位具有重大影響的權益性投資,即對聯營企業投資。重大影響,是指本集團對被投資方的財務和經營政策有參與決策的權力,但並不能夠控制或者與其他方一起共同控制這些政策的制定。本集團直接或通過子公司間接擁有被投資單位20%以上但低於50%的表決權時,通常認為對被投資單位具有重大影響,除非有明確的證據表明本集團不能參與被投資單位的生產經營決策或形成對被投資單位的控制。

The Group together with the other joint venture parties can jointly control over the investee and are entitled to the right of the net assets of the investee, the equity investments are investments in joint ventures. Joint control is the relevant agreed sharing of control over an arrangement, and relevant activities of such arrangement shall be decided upon the unanimous consent of the parties sharing control. The Group judges joint control on the basis that all participants or combinations of participants collectively control the arrangement, and decisions on activities related to the arrangement must be unanimously agreed upon by the participants who collectively control the arrangement.

本集團與其他合營方一同對被投資單位實施共同控制且對被投資單位淨資產享有權利的權益性投資,即對合營企業投資。共同控制,是指按照相關約定對某項安排所共有的控制,並且該安排的相關活動必須經過分享控制權的參與方一致同意後才能決策。本集團對共同控制的判斷依據是所有參與方或參與方組合集體控制該安排,並且該安排相關活動的決策必須經過這些集體控制該安排的參與方一致同意。

III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (Continued)

三、重要會計政策及會計估計(續)

14. Long-term equity investments (Continued)

14. 長期股權投資(續)

(2) Accounting treatment method

(2) 會計處理方法

The Group initially measures long-term equity investments acquired at the initial investment cost.

本集團按照初始投資成本對取得的長期股權投資進行初始計量。

For long-term equity investments obtained through business combination under common control, proportion of book value of net assets obtained on the date of combination in the consolidated financial statements of the ultimate controller shall be accounted as the initial investment cost; if the combination-date book value of net assets of the merged part is negative, the initial investment cost is determined at zero. For long-term equity investments acquired through business combination not under common control, cost of combination will be treated as the initial investment cost.

通過同一控制下的企業合併取得的長期股權投資,以合併日取得被合併方在最終控制方合併報表中淨資產的賬面價值的份額作為初始投資成本;被合併方在合併日的淨資產賬面價值為負數的,初始投資成本按零確定。通過非同一控制下的企業合併取得的長期股權投資,以合併成本作為初始投資成本。

In addition to long-term equity investments formed by business combination, long-term equity investments acquired by payment of cash will be treated as initial investment costs based on the actual purchase price paid and expenses, taxes and other necessary expenses directly related to the acquisition of long-term equity investments; for long-term equity investments obtained from the issuance of equity securities, the fair value of the issuance of equity securities will be treated as the investment cost.

除企業合併形成的長期股權投資外,以支付現金取得的長期股權投資,按照實際支付的購買價款及與取得長期股權投資直接相關的費用、税金及其他必要支出作為初始投資成本;以發行權益性證券取得的長期股權投資,按照發行權益性證券的公允價值作為投資成本。

III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (Continued)

三、重要會計政策及會計估計(續)

14. Long-term equity investments (Continued)

14. 長期股權投資(續)

(2) Accounting treatment method (Continued)

The Group's investments in subsidiaries are accounted for using the cost method in individual financial statements. When using the cost method, long-term equity investments are valued at the initial investment cost. When making additional investment, book value of the long-term equity investments will be increased according to the fair value of cost of additional investment and the related expenses incurred by related transactions. For cash dividend or profit paid by the investee, it shall be recognised as investment income for current period using the amount which it entitles.

The Group's investments in joint ventures and associates are accounted for using the equity method. When using the equity method, if the initial investment cost of a long-term equity investment exceeds the share of the fair value of the investee's identifiable net assets at the time of investment, the book value of the long-term equity investment will not be adjusted; if the initial investment cost of a long-term equity investment is less than the share of the fair value of the investee's identifiable net assets, the difference will be adjusted to the book value of the long-term equity investment and included in the profit or loss for the period of the investment.

(2) 會計處理方法(續)

本集團對子公司投資在個別財務報表中採用成本法核算。採用成本法時,長期股權投資按初始投資成本計價。在追加投資時,按照追加投資支付的成本額公允價值及發生的相關交易費用增加長期股權投資成本的賬面價值。被投資單位宣告分派的現金股利或利潤,按照應享有的金額確認為當期投資收益。

本集團對合營企業及聯營企業的投資採用權益法核算。採用權益法時,長期股權投資初始投資成本大於投資時應享有被投資單位可辨認淨資產公允價值的份額的,不調整長期股權投資賬面價值;長期股權投資初始投資成本小於投資時應享有被投資單位可辨認淨資產公允價值的份額的,差額調增長期股權投資的賬面價值,同時計入取得投資當期損益。

III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (Continued)

三、重要會計政策及會計估計(續)

14. Long-term equity investments (Continued)

14. 長期股權投資(續)

(2) Accounting treatment method (Continued)

For long-term equity investments for which the subsequent measurement is accounted for under equity method, during the period when the investment is held, book value of long-term equity investment shall be increased or decreased accordingly according to the change in the shareholders' equity of the investee. When determining the amount of proportion of net profit or loss in the investee which it entitles, fair value of each identifiable asset of the investee at the time when the investment is obtained shall be used as basis, and according to the accounting policies and accounting period of the Group, and after offsetting profit or loss incurred in unrealised internal transaction between associates and joint ventures that do not constitute business and calculate the proportion which is attributable to the Group (if the internal transaction losses are asset impairment losses, the full amount is recognised) according to the shareholding, and recognised after adjustment is made to the net profit of the investee. The Group recognises the net loss incurred by the investee until the book value of the long-term equity investment and other long-term interests that essentially constitute the net investment in the investee are reduced to zero, except where the Group is obliged to bear additional losses.

When a long-term equity investment is disposed of, the difference between its book value and the actual purchase price shall be included in the current investment income.

(2) 會計處理方法(續)

後續計量採用權益法核算的長期股權投資,在持有投資期間,隨著被投資單位所有者權益的變動相應調整增加或減少長期股權投資的賬面價值。其中在確認應享有被投資單位淨損益的份額時,以取得投資時被投資單位各項可辨認資產等的公允價值為基礎,按照本集團的會計政策及會計期間,並抵銷與聯營企業及合營企業之間發生的不構成業務的交易產生的未實現內部交易損益按照應享有比例計算歸屬於本集團的部分(內部交易損失屬於資產減值損失的,全額確認),對被投資單位的淨利潤進行調整後確認。本集團確認被投資單位發生的淨虧損,以長期股權投資的賬面價值以及其他實質上構成對被投資單位淨投資的長期權益減記至零為限,本集團負有承擔額外損失義務的除外。

處置長期股權投資,其賬面價值與實際取得價款的差額,計入當期投資收益。

III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (Continued)

三、重要會計政策及會計估計(續)

14. Long-term equity investments (Continued)

14. 長期股權投資(續)

(2) Accounting treatment method (Continued)

(2) 會計處理方法(續)

For long-term equity investments accounted for under equity method, the relevant other comprehensive income accounted for by the original equity method shall be accounted for on the same basis as the investee's direct disposal of related assets or liabilities when the equity method is terminated. The owner's equity recognised by changes in other owner's equity other than profit and loss, other comprehensive income and profit distribution shall be all transferred to the current investment gain when the equity method is terminated.

採用權益法核算的長期股權投資,原權益法核算的相關其他綜合收益在終止採用權益法核算時採用與被投資單位直接處置相關資產或負債相同的基礎進行會計處理,因被投資方除淨損益、其他綜合收益和利潤分配以外的其他所有者權益變動而確認的所有者權益,在終止採用權益法核算時全部轉入當期投資收益。

If the remaining equity after the disposal of part of the equity is still accounted for using the equity method, the relevant other comprehensive income originally accounted for using the equity method will be treated on the same basis as the investee's direct disposal of relevant assets or liabilities and carried forward on a proportional basis. Owners' equity recognised due to changes in other owners' equity other than net profit or loss, other comprehensive income and profit distribution will be carried forward to the investment income of the current period on a proportional basis.

因處置部分股權後剩餘股權仍採用權益法核算的,原權益法核算的相關其他綜合收益採用與被投資單位直接處置相關資產或負債相同的基礎處理並按比例結轉,因被投資方除淨損益、其他綜合收益和利潤分配以外的其他所有者權益變動而確認的所有者權益,按比例結轉入當期投資收益。

When the Group loses control in the investee due to disposal of part of the equity investment, remaining shareholding after disposal will be accounted for under ASBE 22 – Recognition and Measurement of Financial Instruments (Cai Kuai [2017] No.7), difference between fair value and the book value on the date of loss of common control or significant influence will be included in the profit or loss for the period.

因處置部分股權後喪失了對被投資單位的共同控制或重大影響的,處置後的剩餘股權適用《企業會計準則第22號—金融工具確認和計量(財會[2017]7號)》核算的,剩餘股權在喪失共同控制或重大影響之日的公允價值與賬面價值之間的差額計入當期損益。

III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (Continued)

三、重要會計政策及會計估計(續)

14. Long-term equity investments (Continued)

14. 長期股權投資(續)

(2) Accounting treatment method (Continued)

(2) 會計處理方法(續)

For loss of control in the investee due to partly disposed long-term equity investment, for remaining shareholding which can apply common control or impose significant influence to the investee after disposal, shall be accounted for under equity method. Difference between the book value of equity disposal and the disposal consideration shall be included as investment income, and an adjustment shall be made as if the remaining equity was accounted for by the equity method at acquisition. For remaining shareholding which cannot apply common control or impose significant influence after disposal, it can be accounted as under ASBE 22 – Recognition and Measurement of Financial Instruments (Cai Kuai [2017] No.7), and difference between book value of equity disposal and the disposal consideration shall be included as investment income, difference between fair value and the book value of remaining shareholding on the date of loss of control shall be included in the profit or loss for the period.

因處置部分長期股權投資喪失了對被投資單位控制的,處置後的剩餘股權能夠對被投資單位實施共同控制或施加重大影響的,改按權益法核算,處置股權賬面價值和處置對價的差額計入投資收益,並對該剩餘股權視同自取得時即採用權益法核算進行調整;處置後的剩餘股權不能對被投資單位實施共同控制或施加重大影響的,適用《企業會計準則第22號-金融工具確認和計量(財會[2017]7號)》進行會計處理,處置股權賬面價值和處置對價的差額計入投資收益,剩餘股權在喪失控制之日的公允價值與賬面價值間的差額計入當期損益。

If the transactions from the step-by-step disposal of equity to the loss of controlling equity do not fall under a series of transactions, the Group shall separately carry out accounting treatment for each transaction. If the transaction falls under a series of transactions, each transaction is accounted for as a disposal of subsidiary with control lost. However, the difference between the consideration for each transaction before losing control and the book value of the long-term equity investments corresponding to the equity disposed of is recognised as other comprehensive income and transferred to profit or loss for the period upon loss of control.

本集團對於分步處置股權至喪失控股權的各項交易不屬於一攬子交易的,對每一項交易分別進行會計處理。屬於「一攬子交易」的,將各項交易作為一項處置子公司並喪失控制權的交易進行會計處理,但是,在喪失控制權之前每一次交易處置價款與所處置的股權對應的長期股權投資賬面價值之間的差額,確認為其他綜合收益,到喪失控制權時再一並轉入喪失控制權的當期損益。

From 1 January 2026 To 30 June 2026 (Unless Otherwise Expressly Stated, Amounts Are Denominated In RMB)

III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (Continued)

三、重要會計政策及會計估計(續)

15. Investment properties

Investment properties of the Group include land use rights and buildings which have been rented.

Investment properties of the Group are subject to subsequent measurement on a cost basis, and depreciated or amortised based on their estimated useful life and net residual rate by straight-line method. The estimated useful life, net residual rate and annual depreciation (amortisation) rate of the investment properties are as follows:

15. 投資性房地產

本集團投資性房地產包括已出租的土地使用權和已出租的房屋建築物。

本集團對投資性房地產採用成本模式進行後續計量,按其預計使用壽命及淨殘值率採用平均年限法計提折舊或攤銷。投資性房地產的預計使用壽命、淨殘值率及年折舊(攤銷)率如下:

Category	類別	Depreciable life (year) 折舊年限(年)	Rate of residual value (%) 預計殘值率(%)	Annual depreciation rates (%) 年折舊率(%)
Land use rights	土地使用權	30-50	0	3.33-2.00
Building and structures	房屋建築物	30-50	5	3.17-1.90

16. Fixed assets

Fixed assets of the Group are tangible assets held for production of goods or provision of services, leasing to others, or for administrative purposes; have useful life over one accounting year with unit value over RMB3,000.

Fixed assets are recognised when it is probable that the related economic benefits will flow to the Group and the costs can be reliably measured. Fixed assets of the Group comprise buildings and structures, special equipment, general equipment, pipeline assets, transport equipment, office equipment, etc.

16. 固定資產

本集團固定資產是指同時具有以下特徵,即為生產商品、提供勞務、出租或經營管理而持有的,使用年限超過一年,單位價值超過3,000元的有形資產。

固定資產在與其有關的經濟利益很可能流入本集團、且其成本能夠可靠計量時予以確認。本集團固定資產包括房屋及建築物、專用設備、通用設備、管網資產、運輸設備、辦公設備等。

From 1 January 2026 To 30 June 2026 (Unless Otherwise Expressly Stated, Amounts Are Denominated In RMB)

III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (Continued)

三、重要會計政策及會計估計(續)

16. Fixed assets (Continued)

16. 固定資產(續)

Apart from fixed assets which are provided in full and continue to be in use and land that are accounted separately, the Group made provision for all the fixed assets. The Group made provision for depreciation using straight-line method. The useful life, estimated net residual value ratio and depreciation rate of fixed assets of the Group are classified as below:

除已提足折舊仍繼續使用的固定資產和單獨計價入帳的土地外,本集團對所有固定資產計提折舊。計提折舊時採用平均年限法。本集團固定資產的分類折舊年限、預計淨殘值率、折舊率如下:

No. 序號	Category	類別	Depreciable life (year) 折舊年限(年)	Rate of residual value (%) 預計殘值率(%)	Annual depreciation rates (%) 年折舊率(%)
1	Office facilities	辦公設備	3-8	3-4	12-32.33
2	Building and structures	房屋構築物	20-30	3-5	3.17-4.85
3	Pipeline assets	管網資產	15-25	3-4	3.84-6.47
4	General equipment	通用設備	5-10	0-5	9.5-20
5	Transport equipment	運輸設備	5-10	3-5	9.5-19.4
6	Special equipment	專用設備	4-10	0-5	9.5-25

The Group makes the assessment on the estimated useful life, estimated net residual value and the depreciation method of fixed assets at each financial year-end. If any changes occur, they will be regarded as changes on accounting estimates.

本集團於每年年度終了,對固定資產的預計使用壽命、預計淨殘值和折舊方法進行覆核,如發生改變,則作為會計估計變更處理。

17. Construction in progress

17. 在建工程

Construction in progress is transferred to the fixed assets when the assets are ready for their intended use at an estimated amount based on the project budget or actual cost of construction. Depreciation is calculated from the next month of the transfer. The cost of the asset is adjusted when the construction finalisation procedures are completed.

在建工程在達到預定可使用狀態之日起,根據工程預算、造價或工程實際成本等,按估計的價值結轉固定資產,次月起開始計提折舊,待辦理了竣工決算手續後再對固定資產原值差異進行調整。

III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (Continued)

三、重要會計政策及會計估計(續)

17. Construction in progress (Continued)

As the licensee of BOT projects, if there are any intangible assets after the construction of the project is completed, the input from the Group will be temporarily included in the project during the construction period, and transferred to intangible assets after the construction is completed and the project starts to operate or meets the operation state as expected.

17. 在建工程(續)

本集團作為BOT項目的被授予方,在項目建造完工後形成無形資產的,在建設期間將本集團的投入暫列入本項目,待建設完成開始運營或達到預定運營狀態後,轉入無形資產。

18. Borrowing costs

The Group capitalises the borrowing costs directly attributable to the construction or production of assets that meet the capitalisation conditions and includes them in the cost of the relevant assets. Other borrowing costs are included in the profit or loss for the period. The assets determined by the Group to qualify for capitalisation include borrowing cost incurred from fixed assets, investment properties and inventories which require construction or production activities for over 1 year, and can reach usable or sale condition after that. Borrowing costs start capitalisation when the assets expense and borrowing costs were incurred and the construction or production activities, in order to make assets to reach the expected usable or sale condition have started; When construction or assets that fulfil the capitalisation conditions reached the expected usable or sale condition, the capitalisation have to be terminated. Borrowing costs incurred afterward are included into the profit or loss for the period. If assets that fulfil capitalisation conditions interrupted abnormally during construction or production progress, and such interruption occurred for more than three consecutive months, capitalisation of borrowing costs have to terminate, until construction of assets or production activities resumed.

18. 借款費用

本集團將發生的可直接歸屬於符合資本化條件的資產的構建或者生產的借款費用予以資本化,計入相關資產成本,其他借款費用計入當期損益。本集團確定的符合資本化條件的資產包括需要經過1年以上的購建或者生產活動才能達到預定可使用或者可銷售狀態的固定資產、投資性房地產和存貨等的借款費用,在資產支出已經發生、借款費用已經發生、為使資產達到預定可使用或可銷售狀態所必要的購建或生產活動已經開始時,開始資本化;當購建或生產符合資本化條件的資產達到預定可使用或可銷售狀態時,停止資本化,其後發生的借款費用計入當期損益。如果符合資本化條件的資產在購建或者生產過程中發生非正常中斷、且中斷時間連續超過3個月,暫停借款費用的資本化,直至資產的購建或生產活動重新開始。

III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (Continued)

18. Borrowing costs (Continued)

In each accounting period within the capitalisation period, the Group recognises the capitalised amount of borrowing costs in accordance with the following method: The amount of interest, accrued from the funds borrowed under a specific-purpose, to be capitalised is the actual interest expense incurred on that borrowing for the period less any bank interest earned from depositing the borrowed funds before being used on the asset or any investment income on the temporary investment of those funds. The Group determines the amount of interest, accrued from the funds borrowed under general-purpose, to be determined by applying a capitalisation rate to the weighted average of the excess of cumulative expenditures on the asset over the amounts of specific-purpose borrowings. The capitalisation rate shall be calculated and determined according to the weighted average interest rate of the general borrowing.

三、重要會計政策及會計估計(續)

18. 借款費用(續)

在資本化期間內的每一會計期間,本集團按照以下方法確認借款費用的資本化金額:借入專門借款的,按照當期實際發生的利息費用,扣除尚未動用的借款資金存入銀行取得的利息收入或進行暫時性投資取得的投資收益後的金額確定;佔用一般借款的,根據累計資產支出超過專門借款部分的資產支出加權平均數乘以所佔用一般借款的資本化率確定,其中資本化率根據一般借款加權平均利率計算確定。

III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (Continued)

三、重要會計政策及會計估計(續)

19. Right-of-use assets

19. 使用權資產

The right-of-use asset is defined as the right of underlying assets in the lease term for the Group as a lessee.

使用權資產,是指本集團作為承租人可在租賃期內使用租賃資產的權利。

(1) Initial measurement

At the beginning date of the lease period, the Group shall measure the right-of-use asset at cost. The cost of the right-of-use asset shall comprise: ① the amount of the initial measurement of the lease liability; ② any lease payments made at or before the beginning date of the lease period, less any lease incentives received; ③ any initial direct costs incurred by the lessee, which is defined as incremental costs arising due to the obtaining lease; ④ an estimate of costs to be incurred by the lessee in dismantling and removing the underlying asset, restoring the site on which it is located or restoring the underlying asset to the condition required by the terms and conditions of the lease, while costs of production of inventory are excluded.

(1) 初始計量

在租賃期開始日,本集團按照成本對使用權資產進行初始計量。該成本包括下列四項:①租賃負債的初始計量金額;②在租賃期開始日或之前支付的租賃付款額,存在租賃激勵的,扣除已享受的租賃激勵相關金額;③發生的初始直接費用,即為達成租賃所發生的增量成本;④為拆卸及移除租賃資產、復原租賃資產所在場地或將租賃資產恢復至租賃條款約定狀態預計將發生的成本,屬於為生產存貨而發生的除外。

(2) Subsequent measurement

At the beginning date of the lease period, the Group shall measure the right-of-use asset at cost, which is the measurement of right-of-use assets at cost less accumulated depreciation and accumulated impairment losses. If the Group re-measures lease liability in accordance with the relevant provisions of the lease standards, the book value of the right-of-use assets shall be adjusted accordingly.

(2) 後續計量

在租賃期開始日後,本集團採用成本模式對使用權資產進行後續計量,即以成本減累計折舊及累計減值損失計量使用權資產本集團按照租賃準則有關規定重新計量租賃負債的,相應調整使用權資產的賬面價值。

III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (Continued)

三、重要會計政策及會計估計(續)

19. Right-of-use assets (Continued)

19. 使用權資產(續)

(2) Subsequent measurement (Continued)

(2) 後續計量(續)

Depreciation of right-of-use assets

At the beginning date of the lease period, the Group depreciates the right-of-use asset. Right-of-use assets are usually depreciated starting from the month of the lease term. The depreciation amount accrued is included in the cost of the relevant asset or profit or loss for the period based on the use of the right-of-use asset.

When determining the depreciation method of the right-of-use assets, the Group makes decision based on the expected consumption method of the economic benefits related to such right-of-use assets, and depreciates the right-of-use assets by the straight-line method.

When determining the depreciation period of the right-of-use assets, the Group follows the following principles: If there is reasonable certainty that the Group will obtain ownership of the underlying asset by the end of the lease term, the asset is depreciated over its remaining useful life; otherwise the asset is depreciated over the shorter of the lease term and its remaining useful life.

Impairment of right-of-use assets

If the right-of-use asset is impaired, the Group performs subsequent depreciation based on the book value of the right-of-use assets after deducting the impairment loss.

使用權資產的折舊

自租賃期開始日起,本集團對使用權資產計提折舊。使用權資產通常自租賃期開始的當月計提折舊。計提的折舊金額根據使用權資產的用途,計入相關資產的成本或者當期損益。

本集團在確定使用權資產的折舊方法時,根據與使用權資產有關的經濟利益的預期消耗方式做出決定,以直線法對使用權資產計提折舊。

本集團在確定使用權資產的折舊年限時,遵循以下原則:能夠合理確定租賃期屆滿時取得租賃資產所有權的,在租賃資產剩餘使用壽命內計提折舊;無法合理確定租賃期屆滿時能夠取得租賃資產所有權的,在租賃期與租賃資產剩餘使用壽命兩者孰短的期間內計提折舊。

使用權資產的減值

如果使用權資產發生減值,本集團按照扣除減值損失之後的使用權資產的賬面價值,進行後續折舊。

III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (Continued)

三、重要會計政策及會計估計(續)

20. Intangible assets

The Group's intangible assets mainly include land use rights, concessions, application software, etc. Intangible assets are measured at the actual costs at acquisition. For purchased intangible assets, actual paid cost and other relevant expenses are used as the actual cost. For intangible assets invested by investors, the actual cost is determined according to the values specified in the investment contract or agreement, while for the unfair agreed value in contract or agreement, the actual cost is determined at the fair value.

For the intangible asset which is owned by an acquiree in a corporate combination not under common control but is not recognised in its financial statements, the Group recognises it as intangible asset at fair value upon the initial recognition of the acquiree's assets if it meets one of the following conditions after thorough identification and reasonable judgement on intangible asset: (1) it is generated from contractual rights or other legal rights; (2) it can be separated or divided from the acquiree and be sold, transferred, licensed, rented or exchanged individually or together with the related contracts, assets and liabilities.

20. 無形資產

本集團無形資產包括土地使用權、特許經營權、應用軟件等,按取得時的實際成本計量,其中,購入的無形資產,按實際支付的價款和相關的其他支出作為實際成本;投資者投入的無形資產,按投資合同或協議約定的價值確定實際成本,但合同或協議約定價值不公允的,按公允價值確定實際成本。

本集團對非同一控制下企業合併中取得的被購買方擁有的但在其財務報表中未確認的無形資產,在對被購買方資產進行初始確認時,對無形資產進行充分辨認和合理判斷,滿足以下條件之一的,按公允價值確認為無形資產:(一)源於合同性權利或其他法定權利;(二)能夠從被購買方中分離或者劃分出來,並能單獨或與相關合同、資產和負債一起,用於出售、轉移、授予許可、租賃或交換。

III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (Continued)

三、重要會計政策及會計估計(續)

20. Intangible assets (Continued)

20. 無形資產(續)

(1) Land use rights

Land use rights are amortised on the straight-line basis over its remaining term since the commencement date of transfer. If the acquisition costs of the land and the buildings cannot be reasonably allocated between the land use rights and the buildings, all of the acquisition costs are recognised as fixed assets.

(1) 土地使用權

土地使用權從出讓起始日起,按其出讓年限平均攤銷。外購土地及建築物的價款難以在土地使用權與建築物之間合理分配的,全部作為固定資產。

(2) Franchising

The Group engages in public infrastructure business through build-operate-transfer (BOT) model. Project companies obtain concessions of public infrastructure projects from government departments and engage in the building and operation of the projects. After the expiration of the concessions, the project companies are required to transfer the relevant infrastructure to the governments or the government-designated departments.

(2) 特許經營權

本集團採用建設-經營-移交方式(BOT),參與公共基礎設施業務,項目公司從政府部門獲取公共基礎設施項目的特許經營權,參與項目的建設和運營。在特許經營權期滿後,項目公司需要將有關基礎設施移交給政府或政府指定部門。

III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (Continued)

20. Intangible assets (Continued)

(2) Franchising (Continued)

Under the contracts, project companies have a right to receive fees from those who receive services during the operation period after the construction of relevant infrastructure is completed. However, if the amount of fees is uncertain, such right does not constitute an unconditional right to receive cash. The costs paid by project companies in the process of purchasing and constructing infrastructure are recognised as intangible assets. If the contract stipulates that within a certain period after the infrastructure is completed, the project company can unconditionally receive a determined amount of cash or other financial assets from the contract grantor, or in the case that the fee charged by the project company for providing operating services is lower than a certain limited amount, and the contract grantor is responsible for compensating the shortfall to the project company in accordance with the provisions of the contract, the project company shall recognise a financial asset. The Group and the project company make a comprehensive judgement according to the provisions of the BOT contracts and the actual situation to determine whether the project company can unconditionally receive a determined amount of cash or other financial assets from the contract grantor, and, in the case that the fee charged by the project company for providing operating services is lower than a certain limited amount, whether the contract grantor is responsible for compensating the shortfall to the project company in accordance with the provisions of the contract to meet the determined amount of cash or other financial assets.

三、重要會計政策及會計估計（續）

20. 無形資產（續）

(2) 特許經營權（續）

合同規定項目公司在有關基礎設施建成後，從事經營的一定期間內有權利向獲取服務的對象收取費用，但收費金額不確定的，該權利不構成一項無條件收取現金的權利，項目公司在按照購建基礎設施過程中支付的價款確認無形資產。合同規定基礎設施建成後的一定期間內，項目公司可以無條件地自合同授予方收取確定金額的貨幣資金或其他金融資產的；或在項目公司提供經營服務的收費低於某一限定金額的情況下，合同授予方按照合同規定負責將有關差價補償給項目公司的，項目公司確認一項金融資產。是否可以無條件地自合同授予方收取確定金額的貨幣資金或其他金融資產，以及項目公司提供經營服務的收費低於某一限定金額的情況下，合同授予方是否按照合同規定負責將有關差價補償給項目公司達到確定金額的貨幣資金或其他金融資產，本集團及項目公司根據BOT合同的約定和實際經營情況綜合判斷。

III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (Continued)

20. Intangible assets (Continued)

(2) Franchising (Continued)

Most BOT wastewater treatment projects of the Group stipulate commitments for the basic water volume. The Group does not recognise such commitments as a financial asset, but recognises the contract as an intangible asset as a whole based on the following considerations: 1. the basic water volume commitment is only to restrict the contract grantor to fulfill its obligations as the grantor of the wastewater treatment project to ensure that the project invested by the Group has the designed minimum wastewater treatment volume, and does not provide the grantor has to unconditionally pay the corresponding determined amount of wastewater treatment fee; 2. the government department as the grantor does not consider that it has any unconditional obligation to pay the determined amount related to the basic water volume agreed by the investment. The grantor is only the government procurement entity and pays the procurement fees based on the services provided by the Group, and the grantor does not recognise the corresponding financial liabilities; 3. separating the basic water volume as a financial asset involves the estimation of converting the basic water volume into future cash flow. The estimation process is highly subjective and unreliable. Subsequent adjustments during the contract period are frequent, which is difficult to provide comprehensible and fair financial information for report users. BOT concession projects recognised as intangible assets are amortised by the straight-line method within the concession period stipulated in the contracts.

三、重要會計政策及會計估計(續)

20. 無形資產(續)

(2) 特許經營權(續)

本集團多數BOT污水處理項目均有基本水量的約定,對於該項約定,本集團基於以下方面考慮,並未將該部分確認為金融資產,仍將合同整體確認為一項無形資產:一是基本水量的約定僅為約束合同授予方履行其作為污水處理項目授予方保證本集團所投資的項目擁有其設計要求的最低污水處理量,並不代表授予方無條件支付相應的確定金額污水處理費;二是作為授予方的政府部門並不認為其有支付與該投資所約定基本水量相關的確定金額的無條件義務,授予方僅為政府採購主體,基於本集團提供的服務時支付採購費用,授予方並不會確認相應金融負債;三是拆分該項基本水量作為金融資產涉及到將基本水量轉換為未來現金流量的估計,估計過程主觀性強,可靠性差,合同期間的後續調整較為頻繁,難以為報告使用者提供便於理解且公允的財務信息。確認為無形資產的BOT特許經營權項目在合同約定的特許經營期限內按照直線法平均攤銷。

III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (Continued)

三、重要會計政策及會計估計(續)

20. Intangible assets (Continued)

20. 無形資產(續)

(3) Office and other software

(3) 辦公及其他軟件

The Group's application software and other intangible assets are amortised on the straight-line basis over the shorter of estimated useful life, stipulated beneficial year by contract, and legal available year. The amortisation amount is accounted into the cost of the related assets and profit or loss for the period according to the beneficiary object of intangible assets.

本集團應用軟件和其他無形資產按預計使用年限、合同規定的受益年限和法律規定的有效年限三者中最短者分期平均攤銷。攤銷金額按其受益對象計入相關資產成本和當期損益。

The Group makes the assessment on the estimated useful life and the amortisation method of intangible assets with limited life at the end of each year. If any changes occur, they will be regarded as changes on accounting estimates.

對使用壽命有限的無形資產的預計使用壽命及攤銷方法於每年年度終了進行覆核,如發生改變,則作為會計估計變更處理。

21. Impairment of long-term assets

21. 長期資產減值

The Group would assess intangible assets such as long-term equity investment, investment properties measured by the cost model, fixed assets, construction in progress, right-of-use assets and intangible assets with limited useful lives at each of the balance sheet date. When there is indication that there is impairment, the Group would perform impairment test. Impairment test should be made for goodwill and intangible assets with uncertain useful life, at the period end regardless of whether there is indication of impairment loss.

本集團於每一資產負債表日對長期股權投資、採用成本模式計量的投資性房地產、固定資產、在建工程、使用權資產、使用壽命有限的無形資產等項目進行檢查,當存在減值跡象時,本集團進行減值測試。對商譽和使用壽命不確定的無形資產,無論是否存在減值跡象,每期末均進行減值測試。

III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (Continued)

三、重要會計政策及會計估計(續)

21. Impairment of long-term assets (Continued)

21. 長期資產減值(續)

(1) Impairment of non-current assets other than financial assets (except goodwill)

(1) 除金融資產之外的非流動資產減值(除商譽外)

When the Group conducts an impairment test, the recoverable amount is the higher of the fair value of the asset less costs of disposal and the present value of the estimated future cash flow expected to be derived from the assets. After impairment testing, if the asset's book value exceeds its recoverable amount, the difference is recognised as impairment loss.

本集團在進行減值測試時,按照資產的公允價值減去處置費用後的淨額與資產預計未來現金流量的現值兩者之間的較高者確定其可收回金額。減值測試後,若該資產的賬面價值超過其可收回金額,其差額確認為減值損失。

The Group estimates the recoverable amount on the basis of individual asset. When it is difficult to estimate the recoverable amount individually, the recoverable value of the asset group to which the asset belongs will be estimated. The recognition of a group of assets shall base on whether the main cash flow generated by the group of assets is independent from those generated by other assets or groups of assets.

本集團以單項資產為基礎估計其可回收金額,難以對單項資產的可回收金額進行估計的,以該資產所屬資產組為基礎確定資產組的可回收金額。資產組的認定,以資產組產生的主要現金流入是否獨立於其他資產或者資產組的現金流入為依據。

The net amount of fair value minus disposal costs is determined by reference to the agreement price or observable market price of similar assets in the fair trade, less incremental costs that are directly attributable to the disposal of the asset. When estimating the present value of future cash flows, management must estimate the expected future cash flows of the asset or asset group and select the appropriate discount rate to determine the present value of future cash flows.

公允價值減去處置費用後的淨額,參考公平交易中類似資產的銷售協議價格或可觀察到的市場價格,減去可直接歸屬於該資產處置的增量成本確定。預計未來現金流量現值時,管理層必須估計該項資產或資產組的預計未來現金流量,並選擇恰當的折現率確定未來現金流量的現值。

III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (Continued)

三、重要會計政策及會計估計(續)

21. Impairment of long-term assets (Continued)

21. 長期資產減值(續)

(2) Goodwill impairment

The Group shall, as of the purchasing day, allocate on a reasonable basis the book value of the goodwill formed by merger of enterprises to the relevant asset groups, or if there is a difficulty in allocation, to allocate it to the relevant sets of asset groups. In testing an asset group or a set of asset groups to which goodwill has been allocated for impairment, if there is evidence of impairment in relation to goodwill, the Group shall first test the asset group or the set of asset groups excluding the amount of goodwill allocated for impairment. It shall determine and compare the recoverable amount with the related book value and compare with the relevant book value, and recognise any impairment loss. After that, the Group shall test the asset group or set of asset groups including the goodwill for impairment. The book value is compared to its recoverable amount. If the recoverable amount of the asset group or set of asset groups is lower than its book value, an impairment loss on goodwill shall be recognised. Firstly, the impairment loss shall be allocated to reduce the book value of any goodwill allocated to the asset group or set of asset groups. Then, the impairment loss shall be allocated to the other assets of the asset group or set of asset groups (excluding goodwill) on the basis of the proportion of the book value of each asset in the asset group or set of asset groups.

(2) 商譽減值

本集團對企業合併形成的商譽,自購買日起將其賬面價值按照合理的方法分攤至相關的資產組,難以分攤至相關的資產組的分攤至相關的資產組組合。在對包含商譽的相關資產組或者資產組組合進行減值測試時,如與商譽相關的資產組或者資產組組合存在減值跡象的,先對不包含商譽的資產組或者資產組組合進行減值測試,計算可收回金額,並與相關賬面價值相比較,確認相應的減值損失;再對包含商譽的資產組或者資產組組合進行減值測試,比較賬面價值與可收回金額,如可收回金額低於賬面價值的,減值損失金額首先抵減分攤至資產組或者資產組組合中商譽的賬面價值,再根據資產組或者資產組組合中除商譽之外的其他各項資產的賬面價值所佔比重,按比例抵減其他各項資產的賬面價值。

III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (Continued)

三、重要會計政策及會計估計(續)

21. Impairment of long-term assets (Continued)

21. 長期資產減值(續)

(2) Goodwill impairment (Continued)

(2) 商譽減值(續)

For the methods, parameters and assumptions of goodwill impairment testing, please refer to Note V. 13.

商譽減值測試的方法、參數與假設,詳見附註五、13。

Once the impairment loss of the above assets is recognised, it will not be reversed in subsequent accounting periods.

上述資產的減值損失一經確認,在以後會計期間不予轉回。

22. Long-term deferred expenses

22. 長期待攤費用

Long-term deferred expenses of the Group are expenses which have incurred but shall be amortised over more than 1 year of amortisation period (not including 1 year) of the current and future periods. Such expenses are amortised on a straight-line basis over the benefit period. If a long-term deferred expense item is not beneficial to the future accounting period, the amortised value of the unamortised item shall be transferred to the profit or loss for the period in full.

本集團長期待攤費用是指已經支出,但應由當期及以後各期承擔的攤銷期限在1年以上(不含1年)的各項費用,該等費用在受益期內平均攤銷。如果長期待攤費用項目不能使以後會計期間受益,則將尚未攤銷的該項目的攤餘價值全部轉入當期損益。

III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (Continued)

三、重要會計政策及會計估計(續)

23. Employee compensation

Employee compensation of the Group mainly includes short-term remuneration, post-employment benefits, termination benefits and other long-term benefits.

(1) Accounting treatment method for short-term compensation

Short-term remuneration mainly includes salaries, bonuses, allowance and subsidies, staff welfare, medical insurance premium, maternity insurance premium, work-related injury insurance premium, housing provident funds, union operation costs, employee education costs, and non-monetary benefits, etc. Short-term remuneration incurred during the accounting period in which the staff provided services is recognised as a liability, and included in profit or loss for the period or as related asset cost in accordance with beneficiaries.

(2) Accounting treatment method for post-employment benefits

Post-employment benefits mainly include basic pension insurance premium. According to the Company's risks and obligations, they are classified as defined contribution plans and defined benefit plans. As for the defined contribution plans, the contributions which are made for individual subjects in exchange for the staff's services rendered in the accounting period shall be recognised as liabilities on the balance sheet date and included in profits or losses for the period or relevant asset costs according to the beneficiaries.

23. 職工薪酬

本集團職工薪酬包括短期薪酬、離職後福利、辭退福利和其他長期福利。

(1) 短期薪酬的會計處理方法

短期薪酬主要包括職工工資、獎金、津貼和補貼、職工福利費、醫療保險費、生育保險費、工傷保險費、住房公積金、工會經費和職工教育經費、非貨幣性福利等,在職工提供服務的會計期間,將實際發生的短期薪酬確認為負債,並按照受益對象計入當期損益或相關資產成本。

(2) 離職後福利的會計處理方法

離職後福利主要包括基本養老保險費等,按照公司承擔的風險和義務,分類為設定提存計劃、設定受益計劃。對於設定提存計劃在根據在資產負債表日為換取職工在會計期間提供的服務而向單獨主體繳存的提存金確認為負債,並按照受益對象計入當期損益或相關資產成本。

III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (Continued)

三、重要會計政策及會計估計(續)

23. Employee compensation (Continued)

23. 職工薪酬(續)

(2) Accounting treatment method for post-employment benefits (Continued)

(2) 離職後福利的會計處理方法(續)

① Defined contribution plans

During the accounting period when employees provide services, the Group recognises the deposit amount payable based on the defined contribution plan as a liability and includes it in the profit and loss for the period or related asset costs. If the entire payable deposit amount is not expected to be paid within twelve months after the end of the annual reporting period in which the employee provides relevant services, the entire payable deposit amount will be measured as the discounted amount based on the determined discount rate.

① 設定提存計劃

本集團在職工為其提供服務的會計期間,將根據設定提存計劃計算的應繳存金額確認為負債,並計入當期損益或相關資產成本。預期不會在職工提供相關服務的年度報告期結束後十二個月內支付全部應繳存金額的,按確定的折現率將全部應繳存金額以折現後的金額計量應付職工薪酬。

② Defined benefit plans

At the end of the reporting period, the Group recognises the employee compensation costs generated by the defined benefit plan as the following components: A. Service costs, including current service costs, past service costs and settlement gains or losses; B. Net interest on net liabilities or net assets of defined benefit plans, including interest income on plan assets, interest expenses on defined benefit plan obligations, and interest affected by the asset caps; C. Changes resulting from re-measurement of net liabilities or net assets of defined benefit plans; Unless other accounting standards require or allow employee benefit costs to be included in asset costs, the above items A and B are included in the profit or loss for the period; item C is included in other comprehensive income.

② 設定受益計劃

報告期末,本集團將設定受益計劃產生的職工薪酬成本確認為下列組成部分:A.服務成本,包括當期服務成本、過去服務成本和結算利得或損失;B.設定受益計劃淨負債或淨資產的利息淨額,包括計劃資產的利息收益、設定受益計劃義務的利息費用以及資產上限影響的利息;C.重新計量設定受益計劃淨負債或淨資產所產生的變動;除非其他會計準則要求或允許職工福利成本計入資產成本,上述A項和B項計入當期損益;C項計入其他綜合收益。

III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (Continued)

三、重要會計政策及會計估計(續)

23. Employee compensation (Continued)

23. 職工薪酬(續)

(3) Accounting treatment method for dismissal benefits

The termination of the employment relationship with the employee before the expiration of the employee's employment contract, or the proposal of compensation to encourage the employee to voluntarily accept the reduction, at the date that the Group is unable to unilaterally withdraw the termination benefits provided as a result of the termination plan or the reduction proposal, or the date that the Group recognises the costs associated with the restructuring involving the payment of termination benefits (whichever is earlier), the employee compensation liabilities arising from dismissal benefits will be recognised and included in the profit and loss for the period. However, if dismissal benefits are not expected to be fully paid twelve months after the end of the annual reporting period, they will be treated as other long-term employee benefits. Internal employee retirement plans will be treated on the same principles as the above-mentioned dismissal benefits. The Group will include the wages and social insurance premiums to be paid to early retirees during the period from the date the employee ceases to provide service to the normal retirement date in the profit and loss for the period (dismissal benefits) when the conditions for recognition of estimated liabilities are met.

Other long-term employee benefits provided by the Group to employees that meet the defined contribution plan will be accounted for in accordance with the defined contribution plan; otherwise, they shall be accounted for in accordance with the defined benefit plan.

(3) 辭退福利的會計處理方法

在職工勞動合同到期之前解除與職工的勞動關係,或為鼓勵職工自願接受裁減而提出給予補償的建議,在本集團不能單方面撤回因解除勞動關係計劃或裁減建議所提供的辭退福利時,和本集團確認與涉及支付辭退福利的重組相關的成本兩者孰早日,確認辭退福利產生的職工薪酬負債,並計入當期損益。但辭退福利預期在年度報告期結束後十二個月不能完全支付的,按照其他長期職工薪酬處理。職工內部退休計劃採用與上述辭退福利相同的原則處理。本集團將自職工停止提供服務日至正常退休日的期間擬支付的內退人員工資和繳納的社會保險費等,在符合預計負債確認條件時,計入當期損益(辭退福利)。

本集團向職工提供的其他長期職工福利,符合設定提存計劃的,按照設定提存計劃進行會計處理,除此之外按照設定受益計劃進行會計處理。

III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (Continued)

三、重要會計政策及會計估計(續)

24. Lease liabilities

Lease liability reflects the closing book value of the Group's outstanding lease payment.

(1) *Initial measurement*

The lease liability is initially measured at the present value of the outstanding lease payments on the beginning date of the lease period.

1) *Lease payment*

The lease payment refers to the amount paid by the Group to the lessor in relation to the right to use the leased asset during the lease term, including: ①The fixed payment and the substantial fixed payment, net of the lease incentive amount when there is a lease incentive; ② Variable lease payments depending on the index or ratio, and such amounts are determined at the initial measurement based on the index or ratio at the beginning date of the lease period; ③ The Group reasonably determines the exercise price of the purchase option when exercising the purchase option; ④ The amount payable to exercise the option to terminate a lease, provided that the lease term reflects that the Group will exercise the option to terminate the lease; ⑤ The amount payable based on the residual value of the security provided by the Group.

24. 租賃負債

租賃負債反映本集團企業尚未支付的租賃付款額的期末賬面價值。

(1) *初始計量*

本集團按照租賃期開始日尚未支付的租賃付款額的現值對租賃負債進行初始計量。

1) *租賃付款額*

租賃付款額,是指本集團向出租人支付的與在租賃期內使用租賃資產的權利相關的款項,包括:①固定付款額及實質固定付款額,存在租賃激勵的,扣除租賃激勵相關金額;②取決於指數或比率的可變租賃付款額,該款項在初始計量時根據租賃期開始日的指數或比率確定;③本集團合理確定將行使購買選擇權時,購買選擇權的行權價格;④租賃期反映出本集團將行使終止租賃選擇權時,行使終止租賃選擇權需支付的款項;⑤根據本集團提供的擔保餘值預計應支付的款項。

III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (Continued)

24. Lease liabilities (Continued)

(1) Initial measurement (Continued)

2) Discount rate

In calculating the present value of the lease payment, if it is impossible to determine the interest rate implicit in lease, the incremental borrowing rate of the Group shall be adopted as the discount rate. The incremental borrowing rate is defined as the rate of interest that the Group would have to pay to borrow, over a similar term and with a similar security, the funds necessary to obtain an asset of a similar value of the right-of-use asset in a similar economic environment. Such rate is related to ① the Group's conditions, including its solvency and credit status; ② the term of "borrowing", being the lease term; ③ the amount of "borrowing", being the amount of the lease liabilities; ④ "mortgage condition", namely, the nature and quality of the underlying assets; ⑤ the economic environment, including the jurisdiction where the lessee is located, the denomination currency, and the timing when contract was signed, etc. The Group takes the bank loan interest rate as the basis and adjusts the above factors to achieve the incremental borrowing interest rate.

三、重要會計政策及會計估計(續)

24. 租賃負債(續)

(1) 初始計量(續)

2) 折現率

在計算租賃付款額的現值時,本集團因無法確定租賃內含利率的,採用增量借款利率作為折現率。該增量借款利率,是指本集團在類似經濟環境下為獲得與使用權資產價值接近的資產,在類似期間以類似抵押條件借入資金須支付的利率。該利率與下列事項相關:①本集團自身情況,即集團的償債能力和信用狀況;②「借款」的期限,即租賃期;③「借入」資金的金額,即租賃負債的金額;④「抵押條件」,即標的資產的性質和質量;⑤經濟環境,包括承租人所處的司法管轄區、計價貨幣、合同簽訂時間等。本集團以銀行貸款利率為基礎,考慮上述因素進行調整而得出該增量借款利率。

III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (Continued)

三、重要會計政策及會計估計(續)

24. Lease liabilities (Continued)

24. 租賃負債(續)

(2) *Subsequent measurement*

After the beginning of the lease period, the Group conducts subsequent measurement of the lease liabilities according to the following principles: ① When confirming the interest of the lease liabilities, increase the book value of the lease liabilities; ② When paying the lease payment, reduce the book value of the lease liabilities; ③ When the lease payment changes due to revaluation or lease changes, the book value of the lease liability is remeasured.

The Group shall calculate the interest expenses of the lease liabilities for each period of the lease term at a cyclically fixed interest rate and include them in profit or loss for the period, expect for those subject to capitalisation. The cyclical interest rate refers to the discount rate used by the Group in the initial measurement of lease liabilities, or the amended discount rate used by the Group when lease liabilities need to be remeasured at the revised discount rate due to changes in lease payment or change of lease.

(2) *後續計量*

在租賃期開始日後,本集團按以下原則對租賃負債進行後續計量:①確認租賃負債的利息時,增加租賃負債的賬面金額;②支付租賃付款額時,減少租賃負債的賬面金額;③因重估或租賃變更等原因導致租賃付款額發生變動時,重新計量租賃負債的賬面價值。

本集團按照固定的周期性利率計算租賃負債在租賃期內各期間的利息費用,並計入當期損益,但應當資本化的除外。周期性利率是指本集團對租賃負債進行初始計量時所採用的折現率,或者因租賃付款額發生變動或因租賃變更而需按照修訂後的折現率對租賃負債進行重新計量時,本集團所採用的修訂後的折現率。

III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (Continued)

24. Lease liabilities (Continued)

(3) Remeasurement

After the beginning date of the lease period, the Group remeasures the lease liability based on the present value of the lease payment after the change and adjusts the book value of the right-of-use asset accordingly, if the following situation arises. If the book value of the right-of-use asset is reduced to zero and there is a further reduction in the lease liability, the Group recognises any remaining amount in profit or loss for the period. ① a modification in the in-substance fixed lease payments (In this case, discounted using the original discount rate); ② a change in the amounts expected to be paid under residual value guarantees (In this case, discounted using the original discount rate); ③ a change in future lease payments arising from change in an index or ratio (In this case, discounted using the revised discount rate); ④ a change in assessment of the purchase option (In this case, discounted using the revised discount rate); ⑤ changes in the evaluation result or actual exercise of the option to renew or terminate the lease (In this case, discounted using the revised discount rate).

三、重要會計政策及會計估計(續)

24. 租賃負債(續)

(3) 重新計量

在租賃期開始日後,發生下列情形時,本集團按照變動後租賃付款額的現值重新計量租賃負債,並相應調整使用權資產的賬面價值。使用權資產的賬面價值已調減至零,但租賃負債仍需進一步調減的,本集團將剩餘金額計入當期損益。①實質固定付款額發生變動(該情形下,採用原折現率折現);②擔保餘值預計的應付金額發生變動(該情形下,採用原折現率折現);③用於確定租賃付款額的指數或比率發生變動(該情形下,採用修訂後的折現率折現);④購買選擇權的評估結果發生變化(該情形下,採用修訂後的折現率折現);⑤續租選擇權或終止租賃選擇權的評估結果或實際行使情況發生變化(該情形下,採用修訂後的折現率折現)。

III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (Continued)

三、重要會計政策及會計估計(續)

25. Estimated liabilities

The Group recognises estimated liabilities for external guarantee, commercial acceptance bill discount, pending litigation or arbitration and product quality assurance after comprehensively judges based on the specific situation whether the Group undertakes any current obligation and whether the amount of such obligation can be reliably measured. According to the requirements of the contracts of the Group's BOT projects, the Group has obligations to maintain the relevant infrastructure in a certain service capacity or in a certain useful state before transferring the same to the contract grantor. For this obligation, the Group recognises estimated liabilities based on the outflow of economic benefits that is very likely to be incurred and the time value of money according to the contract terms and the specific conditions of the project facilities.

Estimated liabilities shall be initially measured at the best estimate of the expenditure required to settle the related present obligation. Factors pertaining to a contingency such as risk, uncertainties, and time value of money shall be taken into account as a whole in reaching the best estimate. Where the effect of the time value of money is material, the best estimate is determined by discounting the related future cash outflows. As at the balance sheet date, the book value of the estimated liabilities is reviewed and adjusted (if any change) to reflect the current best estimate.

25. 預計負債

本集團對發生的對外擔保、商業承兑匯票貼現、未決訴訟或仲裁、產品質量保證,根據具體情況綜合判斷本集團是否承擔現時義務且該義務的金額能否可靠計量確認預計負債。本集團BOT項目按照合同規定,本集團有義務使有關基礎設施保持一定的服務能力或在移交給合同授予方之前保持一定的使用狀態,針對該項義務,本集團根據合同約定和項目設施的具體情況,將預計很可能發生的經濟利益流出並考慮貨幣的時間價值確認預計負債。

預計負債按照履行相關現時義務所需支出的最佳估計數進行初始計量,並綜合考慮與或有事項有關的風險、不確定性和貨幣時間價值等因素。貨幣時間價值影響重大的,通過對相關未來現金流出進行折現後確定最佳估計數。每個資產負債表日對預計負債的賬面價值進行覆核,如有改變則對賬面價值進行調整以反映當前最佳估計數。

III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (Continued)

三、重要會計政策及會計估計(續)

26. Recognition principles and measurement of revenue

26. 收入確認原則和計量方法

The Group recognises revenue when a performance obligation in the contract is satisfied, i.e. when control of the goods or services underlying the particular performance obligation is transferred to the customers. Obtaining control over relevant goods or services means being able to direct the use of the goods or the provision of the services and obtain almost all economic benefits from them.

本集團在履行了合同中的履約義務，即在客戶取得相關商品或服務的控制權時，確認收入。取得相關商品或服務的控制權，是指能夠主導該商品的使用或該服務的提供並從中獲得幾乎全部的經濟利益。

The revenue of the Group mainly included tap water sales revenue, wastewater service revenue, pipeline and household meter installation revenue, etc. Operating income follows the "Accounting Standards for Business Enterprises 14 – Revenue".

本集團的營業收入主要包括自來水銷售收入、污水處理服務收入、管道及戶表安裝收入等。營業收入執行《企業會計準則第14號－收入》。

The specific revenue recognition principles of the Group are as follows:

本集團具體的收入確認原則如下：

(1) Tap water sales revenue

(1) 自來水銷售收入

The Group's tap water sales revenue is recognised monthly based on the actual sales volume recorded by the business department and the effective unit price (excluding value-added tax, wastewater treatment fee collected for other parties, utility surcharge and other relevant taxes) approved by the pricing department.

本集團銷售自來水根據營業部門統計的實際銷售水量，按照物價部門核定的執行單價(不含增值稅、代收污水處理費、公用事業附加費等相關稅費)確認當月銷售收入。

III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (Continued)

三、重要會計政策及會計估計(續)

26. Recognition principles and measurement of revenue (Continued)

26. 收入確認原則和計量方法(續)

(2) Wastewater treatment service revenue

Wastewater treatment service revenue is recognised in accordance with the concession agreements entered into with the concession grantors and based on the agreed treatment unit price and the settlement treatment volume confirmed by both parties.

(2) 污水處理服務收入

根據與特許經營權授予方簽訂的特許經營協議，按照約定的處理單價和雙方確認的結算處理量確認污水處理服務收入。

(3) Revenue from provision of labour service

The revenue from labour services of the Group is mainly generated from provision of pipeline and household meter installation services. The Group recognises the sales revenue after the works are completed and passed the completion acceptance. The accumulated work expenditure incurred before the recognition of sales revenue are presented as inventory. Inventory impairment allowance is provided if the estimated recoverable amount is less than the work expenditure.

(3) 提供勞務收入

本集團提供勞務收入主要為管道及戶表安裝服務，本集團在工程完工並通過竣工驗收後確認銷售收入。確認銷售收入之前發生的累積工程支出，列報存貨。預計可收回金額小於工程支出的，計提存貨跌價準備。

III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (Continued)

三、重要會計政策及會計估計(續)

27. Government grants

27. 政府補助

Government grants are recognised when the conditions attached to them can be met and they are receivable. Where a government grant is in the form of a transfer of monetary asset, it is measured at the amount received. Where a government grant is made on the basis of fixed amount or there are conclusive evidence at the end of the period that the Group satisfies the relevant conditions stipulated in the fiscal support policy and is expected to receive the fiscal support funds, it is measured at the amount receivable. Where a government grant is in the form of a transfer of nonmonetary asset, it is measured at fair value. If fair value cannot be determined reliably, it is measured at a nominal amount of RMB1.

政府補助在能夠滿足其所附的條件並且能夠收到時,予以確認。政府補助為貨幣性資產的,按照實際收到的金額計量,對於按照固定的定額標準撥付的補助,或對期末有確鑿證據表明能夠符合財政扶持政策規定的相關條件且預計能夠收到財政扶持資金時,按照應收的金額計量;政府補助為非貨幣性資產的,按照公允價值計量,公允價值不能可靠取得的,按照名義金額(1元)計量。

Assets-related government grants are those grants obtained for the purpose of acquisition or construction or in other ways to form long-term assets. Income-related government grants are those government grants other than the asset related government grants. Where the document from the government has not specified the object to be granted, it will be determined according to the above principle. If it is difficult to distinguish, the whole group will be classified as government grants related to income.

本集團與資產相關的政府補助,是指本集團取得的、用於購建或以其他方式形成長期資產的政府補助;與收益相關的政府補助,是指除與資產相關的政府補助之外的政府補助。如果政府文件中未明確規定補助對象,本集團按照上述區分原則進行判斷,難以區分的,整體歸類為與收益相關的政府補助。

Government grants related to assets will be offset against the book value of the relevant assets or recognised as deferred income. Government subsidies related to assets recognised as deferred income will be included in profit and loss for the period in a reasonable and systematic manner within the useful life of the relevant assets. If the relevant assets are sold, transferred, scrapped or damaged before the end of their useful life, the undistributed balance of relevant deferred income will be transferred to the profit and loss of the current period of asset disposal.

與資產相關的政府補助,沖減相關資產的賬面價值或確認為遞延收益,確認為遞延收益的與資產相關的政府補助,在相關資產使用壽命內按照合理、系統的方法分期計入當期損益。相關資產在使用壽命結束前被出售、轉讓、報廢或發生毀損的,將尚未分配的相關遞延收益餘額轉入資產處置當期的損益。

III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (Continued)

三、重要會計政策及會計估計(續)

27. Government grants (Continued)

Government grants related to income that are used to compensate for relevant costs, expenses or losses in subsequent periods are recognised as deferred income, and are included in the profit or loss for the period or offset related costs during the period in which the relevant costs, expenses or losses are recognised. Government grants related to daily activities will be included in other income or offset related costs and expenses according to the essence of economic business. Government grants unrelated to daily activities are included in non-operating income.

27. 政府補助(續)

與收益相關的政府補助,用於補償以後期間的相關成本費用或損失的,確認為遞延收益,並在確認相關成本費用或損失的期間計入當期損益或沖減相關成本。與日常活動相關的政府補助,按照經濟業務實質,計入其他收益或沖減相關成本費用。與日常活動無關的政府補助,計入營業外收入。

28. Deferred income tax assets and deferred income tax liabilities

Deferred income tax assets and deferred income tax liabilities are recognised based on the difference between the tax bases and the book value of assets and liabilities, as well as the difference between the tax bases of items that are not recognised as assets and liabilities but whose tax bases can be determined in accordance with tax laws and the book value (temporary differences).

The Group recognises deferred income tax liabilities for all taxable temporary differences except in the following situations: (1) the temporary difference arising from the initial recognition of goodwill, or the initial recognition of assets or liabilities due to a transaction other than a business combination, which affects neither accounting profit nor taxable profit (or deductible loss); (2) taxable temporary differences related to investments in subsidiaries, associates and joint ventures, where the Group is able to control the timing of reversal of the temporary difference, and it is probable that the temporary difference will not reverse in the foreseeable future.

28. 遞延所得稅資產和遞延所得稅負債

本集團遞延所得稅資產和遞延所得稅負債根據資產和負債的計稅基礎與其賬面價值之間的差額、以及未作為資產和負債確認但按照稅法規定可以確定其計稅基礎的項目的計稅基礎與其賬面價值之間的差額產生的(暫時性差異)計算確認。

本集團對除以下情形外的所有應納稅暫時性差異確認遞延所得稅負債:(1)暫時性差異產生於商譽的初始確認或既不影響會計利潤也不影響應納稅所得額(或可抵扣虧損)的非企業合併的交易中產生的資產或負債的初始確認;(2)與子公司、聯營企業及合營企業投資相關的應納稅暫時性差異,本集團能夠控制暫時性差異轉回的時間且該暫時性差異在可預見的未來很可能不會轉回的。

III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (Continued)

三、重要會計政策及會計估計(續)

28. Deferred income tax assets and deferred income tax liabilities (Continued)

28. 遞延所得稅資產和遞延所得稅負債(續)

The Group recognises deferred income tax assets for deductible temporary differences, deductible losses and tax credits to the extent that it is probable that future taxable profit will be available in the future against which the deductible temporary differences, deductible losses and tax credits can be utilised, except for the following circumstances, (1) the temporary difference arising from the initial recognition of assets or liabilities due to a transaction other than a business combination, which affects neither accounting profit nor taxable profit (or deductible loss); (2) when it is probable that the deductible temporary differences arising from investments in subsidiaries, associates and joint ventures cannot meet the following conditions at the same time, temporary differences will be reversed in the foreseeable future and that the deductible taxable profit will be available in the future against which the temporary differences can be utilised.

本集團以很可能取得用來抵扣可抵扣暫時性差異、可抵扣虧損和稅款抵減的未來應納稅所得額為限，對除以下情形外產生的可抵扣暫時性差異、可抵扣虧損和稅款抵減確認遞延所得稅資產：(1)暫時性差異產生於既不影響會計利潤也不影響應納稅所得額(或可抵扣虧損)的非企業合併的交易中產生的資產或負債的初始確認；(2)與子公司、聯營企業及合營企業投資相關的可抵扣暫時性差異，不能同時滿足以下條件的：暫時性差異在可預見的未來很可能轉回、未來很可能獲得用來抵扣可抵扣暫時性差異的應納稅所得額。

Deferred income tax assets are recognised for all unused tax losses to the extent that it is probable that future taxable profit will be available against which the unused tax losses can be utilised. Significant judgement is required to estimate the amount and timing of future taxable profit so as to determine, together with the tax planning strategies, the amount of deferred income tax assets to be recognised, thus, so there is uncertainty.

本集團在很可能有足夠的應納稅所得額用以抵扣可抵扣虧損的限度內，就所有尚未利用的可抵扣虧損確認遞延所得稅資產。管理層運用大量的判斷來估計未來取得應納稅所得額的時間和金額，結合納稅籌劃策略，決定應確認的遞延所得稅資產的金額，因此存在不確定性。

Deferred income tax assets and deferred income tax liabilities are measured at the tax rates that are expected to apply to the period when the asset is realised or the liability is settled at each balance sheet date.

於資產負債表日，遞延所得稅資產和遞延所得稅負債，按照預期收回該資產或清償該負債期間的適用稅率計量。

III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (Continued)

三、重要會計政策及會計估計(續)

28. Deferred income tax assets and deferred income tax liabilities (Continued)

Deferred income tax assets and deferred income tax liabilities are offset if and only if the Group has a legally enforceable right to set off current income tax assets and current deferred income tax liabilities and the deferred income tax assets and deferred income tax liabilities relate to income taxes levied by the same taxation authority on either the same taxable entity or different taxable entities which intend either to settle current income tax assets and current income tax liabilities on a net basis, or to realise the assets and settle the liabilities simultaneously, in each future period in which significant amounts of deferred income tax assets and deferred income tax liabilities are expected to be settled or recovered.

28. 遞延所得稅資產和遞延所得稅負債(續)

在同時滿足下列條件時,本集團將遞延所得稅資產及遞延所得稅負債以抵消後的淨額列示:本集團擁有以淨額結算當期所得稅資產及當期遞延所得稅負債的法定權利;遞延所得稅資產和遞延所得稅負債是與同一稅收征管部門對同一納稅主體徵收的所得稅相關或者對不同的納稅主體相關,但在未來每一具有重要性的遞延所得稅資產和遞延所得稅負債轉回的期間內,涉及的納稅主體體意圖以淨額結算當期所得稅資產及當期所得稅負債或是同時取得資產、清償債務。

29. Lease

Lease refers to a contract under which the lessor transfers the right of use of assets to the lessee for consideration within a certain period of time. On the contract inception date, the Group assesses whether the contract is a lease or contains a lease. If a party to the contract transfers the right of use of an identified asset or several identified assets for consideration within a certain period of time, such contract is regarded as leasing or includes leasing. In order to determine whether the right to control the use of the identified assets within a certain period of time has been transferred in the contract, the Group assesses whether the customers in the contract are entitled to substantially all economic benefits arising from the use of the identified assets and have the right to dominate the use of identified assets during the period of use.

29. 租賃

租賃,是指在一定期間內,出租人將資產的使用權讓與承租人以獲取對價的合同。在合同開始日,本集團評估合同是否為租賃或者包含租賃,如果合同中一方讓渡了在一定期間內控制一項或多項已識別資產使用的權利以換取對價,則該合同為租賃或者包含租賃。為確定合同是否讓渡了在一定期間內控制已識別資產使用的權利,本集團評估合同中的客戶是否有權獲得在使用期間內因使用已識別資產所產生的幾乎全部經濟利益,並有權在該使用期間主導已識別資產的使用。

III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (Continued)

三、重要會計政策及會計估計(續)

29. Lease (Continued)

29. 租賃(續)

(1) *Identification of lease*

On the contract inception date, the Group evaluates whether the contract is a lease or contains a lease. A contract is a lease or contains a lease if one party to the contract transfers the right to control the use of one or more identified assets for a certain period in exchange for consideration.

Where a contract concurrently contains multiple separate leases, the Group splits the contract and conducts accounting treatment respectively for all separate leases. Where a contract concurrently includes both leased and non-leased parts, the Group shall split the leased and non-leased parts and conduct accounting treatment. Each part of the lease is accounted for in accordance with the lease standards, and the non-lease part is accounted for in accordance with other applicable business accounting standards. If the contract contains both lease and non-lease parts, the Group, as the lessor, will separate the lease and non-lease parts and conduct accounting treatment separately. Each lease part will be accounted for in accordance with the lease standards, and the non-lease part will be accounted for in accordance with other applicable business accounting standards. As a lessee, the Group chooses not to separate the lease and non-lease parts, and merges each lease part and its related non-lease parts into leases respectively, and conducts accounting treatment in accordance with the lease standards; however, the contract includes embedded derivatives that should be separated, the Group does not combine them with the lease component for accounting treatment.

(1) *租賃的識別*

在合同開始日,本集團評估合同是否為租賃或者包含租賃。如果合同一方讓渡了在一定期間內控制一項或多項已識別資產使用的權利以換取對價,則該合同為租賃或者包含租賃。

合同中同時包含多項單獨租賃的,本集團將合同予以分拆,並分別各項單獨租賃進行會計處理。合同中同時包含租賃和非租賃部分的,本集團將租賃和非租賃部分分拆後進行會計處理。各租賃部分分別按照租賃準則進行會計處理,非租賃部分按照其他適用的企業會計準則進行會計處理。合同中同時包含租賃和非租賃部分的,本集團作為出租人的,將租賃和非租賃部分進行分拆後分別進行會計處理,各租賃部分分別按照租賃準則進行會計處理,非租賃部分按照其他適用的企業會計準則進行會計處理。本集團作為承租人的,選擇不分拆租賃和非租賃部分,將各租賃部分及與其相關的非租賃部分分別合併為租賃,按照租賃準則進行會計處理;但是,合同中包括應分拆的嵌入衍生工具的,本集團不將其與租賃部分合併進行會計處理。

III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (Continued)

29. Lease (Continued)

(1) Identification of lease (Continued)

In assessing whether it is reasonably certain that the renewal option will be exercised, the Group considers all relevant facts and circumstances relating to the economic benefits resulting from the renewal option, including anticipated changes in facts and circumstances between the beginning date of the lease period and the date of exercise of the option. On the beginning date of the lease period, the Group believes that compared with the market price, the contractual terms and conditions are more favourable, during the contract period, the Group has made or is expected to make significant improvements to the leased assets, and the leased assets are of great importance for the Group's operating and irreplaceable, the Group would be reasonably certain to exercise the option to extension. Thus the lease term should include the period covered by the option to extend the lease. After the beginning date of the lease period, if a major event or change occurs within the control of the Group and affects whether the Group is reasonably certain to exercise the corresponding lease renewal option, the Group will re-evaluate whether to exercise the lease renewal option and modify the lease term based on reassessment results.

三、重要會計政策及會計估計(續)

29. 租賃(續)

(1) 租賃的識別(續)

本集團在評估是否合理確定將行使續租選擇權時，綜合考慮與本集團行使續租選擇權帶來經濟利益的所有相關事實和情況，包括自租賃期開始日至選擇權行使日之間的事實和情況的預期變化。租賃期開始日，本集團認為，由於與市價相比，續租選擇權期間的合同條款和條件更優惠(在合同期內，本集團進行或預期將進行重大租賃資產改良，租賃資產對本集團的運營重要，且不易獲取合適的替換資產，本集團能夠合理確定將行使續租選擇權)，因此，租賃期中包含續租選擇權涵蓋的期間。租賃期開始日後，如發生本集團可控範圍內的重大事件或變化，且影響本集團是否合理確定將行使相應續租選擇權的，本集團將對是否行使續租選擇權進行重新評估，並根據重新評估結果修改租賃期。

III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (Continued)

29. Lease (Continued)

(2) *The Group as lessee*

① *Lease recognition*

Except for short-term leases and leases of low-value assets, on the beginning date of the lease period, the Group recognises the right-of-use assets and lease liabilities of the lease.

Right-of-use assets refer to the Group's right as a lessee to use the leased assets during the lease term, and are initially measured at cost. The cost includes: A. The initial measurement amount of the lease liability; B. The lease payment amount paid on or before the beginning date of the lease period less the amount related to the lease incentive already enjoyed; C. The initial direct costs incurred; D. Costs expected to be incurred to demolish and remove the leased asset, rehabilitate the site where the leased asset is located, or restore the leased asset to its condition as agreed in the lease terms (except those incurred for the production of inventory). If the Group remeasures lease liabilities in accordance with the relevant provisions of the lease standards, the book value of the right-of-use assets will be adjusted accordingly.

三、重要會計政策及會計估計(續)

29. 租賃(續)

(2) *本集團作為承租人*

① *租賃確認*

除了短期租賃和低價值資產租賃,在租賃期開始日,本集團對租賃確認使用權資產和租賃負債。

使用權資產,是指本集團作為承租人可在租賃期內使用租賃資產的權利,按照成本進行初始計量。該成本包括:A.租賃負債的初始計量金額;B.在租賃期開始日或之前支付的租賃付款額扣除已享受的租賃激勵相關金額;C.發生的初始直接費用;D.為拆卸及移除租賃資產、復原租賃資產所在場地或將租賃資產恢復至租賃條款約定狀態預計將發生的成本(屬於為生產存貨而發生的除外)。本集團按照租賃準則有關規定重新計量租賃負債的,相應調整使用權資產的賬面價值。

III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (Continued)

三、重要會計政策及會計估計(續)

29. Lease (Continued)

29. 租賃(續)

(2) The Group as lessee (Continued)

(2) 本集團作為承租人(續)

① Lease recognition (Continued)

The Group depreciates right-of-use assets on a straight-line basis based on the expected consumption pattern of the economic benefits related to the right-of-use assets. If it can reasonably determine that the ownership of the leased asset can be acquired at the expiration of the lease term, the leased asset shall be depreciated within its remaining useful life. If the lessee cannot reasonably determine that the ownership of the leased asset can be acquired at the expiration of the lease term, the leased asset shall be depreciated within the lease term or its remaining useful life (whichever is shorter). The depreciation amount accrued shall be included in the cost of the relevant assets or the profit or loss for the period according to the purpose of the right-of-use assets.

① 租賃確認(續)

本集團根據與使用權資產有關的經濟利益的預期消耗方式以直線法對使用權資產計提折舊。能夠合理確定租賃期屆滿時取得租賃資產所有權的,在租賃資產剩餘使用壽命內計提折舊;無法合理確定租賃期屆滿時能夠取得租賃資產所有權的,在租賃期與租賃資產剩餘使用壽命兩者孰短的期間內計提折舊。計提的折舊金額根據使用權資產的用途,計入相關資產的成本或者當期損益。

III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (Continued)

三、重要會計政策及會計估計（續）

29. Lease (Continued)

29. 租賃（續）

(2) The Group as lessee (Continued)

(2) 本集團作為承租人（續）

① Lease recognition (Continued)

① 租賃確認（續）

The Group initially measures lease liabilities based on the present value of the unpaid lease payments at the beginning date of the lease period. Lease payments include: A. Fixed payments and substantive fixed payments, net of lease incentive-related amounts; B. Variable lease payments that depend on an index or ratio; C. The exercise price of the purchase option when the Group reasonably determines that it will exercise the purchase option; D. The lease term reflects the amount required to be paid when the Group exercises the option to terminate the lease; E. The amount expected to be paid based on the residual value of the guarantee provided by the Group.

本集團按照租賃期開始日尚未支付的租賃付款額的現值對租賃負債進行初始計量。租賃付款額包括：A.固定付款額及實質固定付款額，扣除租賃激勵相關金額；B.取決於指數或比率的可變租賃付款額；C.本集團合理確定將行使購買選擇權時，購買選擇權的行權價格；D.租賃期反映出本集團將行使終止租賃選擇權時，行使終止租賃選擇權需支付的款項；E.根據本集團提供的擔保餘值預計應支付的款項。

When calculating the present value of lease payments, the Group uses the interest rate implicit in the lease as the discount rate. If the Group cannot determine the interest rate implicit in the lease, it uses the incremental borrowing rate as the discount rate. The Group calculates the interest expense of the lease liability for each period of the lease term according to a fixed periodic interest rate, and it is included in the profit or loss for the period, except for those that should be capitalised.

在計算租賃付款額的現值時，本集團採用租賃內含利率作為折現率。本集團因無法確定租賃內含利率的，採用增量借款利率作為折現率。本集團按照固定的周期性利率計算租賃負債在租賃期內各期間的利息費用，並計入當期損益，但應當資本化的除外。

III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (Continued)

29. Lease (Continued)

(2) The Group as lessee (Continued)

① *Lease recognition (Continued)*

After the beginning date of the lease period, when the Group recognises the interest on the lease liability, it increases the carrying amount of the lease liability; when it pays the lease payment, it reduces the carrying amount of the lease liability. When the actual fixed payment amount changes, the estimated amount payable of the guaranteed residual value changes, the index or ratio used to determine the lease payment changes, the evaluation results or actual exercise of the purchase option, lease renewal option or termination option changes, the Group remeasures the lease liability based on the present value of the changed lease payments.

② *Short-term leases and low-value asset leases*

For short-term leases with a lease period of not more than 12 months and low-value asset leases which are brand-new assets, the Group does not recognise the right-of-use assets and lease liabilities. During different periods in the lease term, lease payments on short-term leases and leases of low-value assets are recognised as relevant asset costs or profit or loss for the period on a straight-line basis or other systematic and reasonable methods over the lease term.

三、重要會計政策及會計估計(續)

29. 租賃(續)

(2) 本集團作為承租人(續)

① *租賃確認(續)*

在租賃期開始日後,本集團確認租賃負債的利息時,增加租賃負債的賬面金額;支付租賃付款額時,減少租賃負債的賬面金額。當實質固定付款額發生變動、擔保餘值預計的應付金額發生變化、用於確定租賃付款額的指數或比率發生變動、購買選擇權、續租選擇權或終止選擇權的評估結果或實際行權情況發生變化時,本集團按照變動後的租賃付款額的現值重新計量租賃負債。

② *短期租賃和低價值資產租賃*

對於租賃期不超過12個月的短期租賃和單項租賃資產為全新資產時價值較低的低價值資產租賃,本集團選擇不確認使用權資產和租賃負債。本集團將短期租賃和低價值資產租賃的租賃付款額,在租賃期內各個期間按照直線法或其他系統合理的方法計入相關資產成本或當期損益。

III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (Continued)

三、重要會計政策及會計估計（續）

29. Lease (Continued)

29. 租賃（續）

(3) *The Group as a lessor*

A lease that transfers substantially all the risks and rewards incidental to ownership of an underlying asset on the lease commencement date is classified as a finance lease. Other leases other than finance lease shall be classified as operating leases.

As an operating lease lessor, the rental income from operating leases is recognised as profit and loss for the period on a straight-line basis in each period during the lease term, and contingent rents are included in profit and loss for the period when actually occur.

The initial direct expenses incurred by the Group in connection with operating leases are capitalised into the cost of the underlying assets of the lease, and are included in the profit and loss for the period in installments during the lease term on the same recognition basis as rental income. The variable lease payments obtained by the Group related to operating leases and not charged to the lease receipts are charged to the profit or loss for the period when they are actually incurred.

Where an operating lease changes, the Group accounts for it as a new lease from the effective date of the change, and deems the advanced lease receipts or lease receivables related to the lease before the change as the new lease receipts.

(3) *本集團作為出租人*

租賃開始日實質上轉移了與租賃資產所有權有關的幾乎全部風險和報酬的租賃為融資租賃，除此之外的均為經營租賃。

作為經營租賃出租人，經營租賃的租金收入在租賃期內各個期間按直線法確認為當期損益，或有租金在實際發生時計入當期損益。

本集團發生的與經營租賃有關的初始直接費用資本化至租賃標的資產的成本，在租賃期內按照與租金收入相同的確認基礎分期計入當期損益。本集團取得的與經營租賃有關的未計入租賃收款額的可變租賃付款額，在實際發生時計入當期損益。

經營租賃發生變更的，本集團自變更生效日起將其作為一項新租賃進行會計處理，與變更前租賃有關的預收或應收租賃收款額應當視為新租賃的收款額。

III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (Continued)

三、重要會計政策及會計估計(續)

30. Assets held for sale

The Group classified a non-current asset or disposal group as held for sale when the book value of a non-current asset or disposal group will be recovered through a sale transaction rather than through continuing use.

A non-current asset or disposal group is classified as held for sale when all the following criteria are met: ① According to the customary practices of selling such asset or disposal group in similar transactions, the non-current asset or disposal group must be available for immediate sale; ② Its sale is highly probable, that is, the Group has made a resolution on a sale plan and has obtained a firm purchase commitment. The sale is to be completed within one year. The relevant regulations require approval from relevant authorities or regulatory authorities before sales can be made. For non-current assets and disposal groups held by the Group, if the book value is higher than the net amount after the fair value minus the selling expenses, the book value is reduced to the net amount after the fair value minus the selling expenses. The amount of the write-down is recognised as the asset impairment loss and included in the profit or loss for the period. At the same time, provision for impairment of assets held for sale is made.

When there is loss of control over a subsidiary due to disposal of investments in the subsidiary, and the proposed disposal of investment in the subsidiary satisfies classification criteria of held-for-sale category, the investments in subsidiaries are classified as held-for-sale category as a whole in the company's separate financial statement, and all assets and liabilities of subsidiaries are classified as held-for-sale category in the consolidated financial statements regardless that part of the equity investments are remained after the sale.

30. 持有待售

本集團主要通過出售而非持續使用一項非流動資產或處置組收回其賬面價值的,將其劃分為持有待售類別。

本集團將同時符合下列條件的非流動資產或處置組劃分為持有待售:①根據類似交易中出售此類資產或處置組的慣例,在當前狀況下即可立即出售;②出售極可能發生,即已經就一項出售計劃作出決議且獲得確定的購買承諾,預計出售將在一年內完成。有關規定要求相關權力機構或者監管部門批准後方可出售的需要獲得相關批准。本集團持有的非流動資產或處置組賬面價值高於公允價值減去出售費用後的淨額的,將賬面價值減記至公允價值減去出售費用後的淨額,減記的金額確認為資產減值損失,計入當期損益,同時計提持有待售資產減值準備。

本集團因出售對子公司的投資等原因導致喪失對子公司控制權的,無論出售後本集團是否保留部分權益性投資,在擬出售的對子公司投資滿足持有待售類別劃分條件時,在母公司個別財務報表中將對子公司投資整體劃分為持有待售類別,在合併財務報表中將子公司所有資產和負債劃分為持有待售類別。

III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (Continued)

三、重要會計政策及會計估計(續)

30. Assets held for sale (Continued)

Non-current assets classified as held-for-sale or disposal groups are not depreciated or amortised, interest and other costs of liabilities of disposal group classified as held for sale continue to be recognised.

When non-current assets or disposal groups held for sale are derecognised, the unrecognised gains or losses will be included in the profit or loss for the period.

30. 持有待售(續)

持有待售的非流動資產或處置組中的非流動資產不計提折舊或攤銷,持有待售的處置組中負債的利息和其他費用繼續予以確認。

終止確認持有待售的非流動資產或處置組時,將尚未確認的利得或損失計入當期損益。

31. Discontinued operations

Discontinued operation refers to a component of the Group which meets one of the following requirements and can be distinguished separately and has been already disposed of or classified as held-for-sale: (1) the component represents an independent major line of business or a major independent geographical area of operations; (2) the component is part of a plan for the contemplated disposal of an independent major line of business or a major independent geographical area of operations; (3) the component is a subsidiary acquired exclusively for the purpose of resale.

In the income statement, the Group added the items “net profit from continuing operations” and “net profit from discontinued operations” under the “net profit” item in the income statement to reflect the profits and losses related to continuing operations and the profits and losses related to discontinued operations in the net amount after tax. The profits and losses related to discontinued operations should be reported as profits and losses from discontinued operations. The reported profits and losses from discontinued operations include the entire reporting period, not just the reporting period after the discontinued operation.

31. 終止經營

終止經營,是指本集團滿足下列條件之一的、能夠單獨區分的組成部分,且該組成部分已經處置或劃分為持有待售類別:(1)該組成部分代表一項獨立的主要業務或一個單獨的主要經營地區;(2)該組成部分是擬對一項獨立的主要業務或一個單獨的主要經營地區進行處置的一項相關聯計劃的一部分;(3)該組成部分是專為轉售而取得的子公司。

在利潤表的中,本集團在利潤表「淨利潤」項下增設「持續經營淨利潤」和「終止經營淨利潤」項目,以稅後淨額分別反映持續經營相關損益和終止經營相關損益。終止經營的相關損益應當作為終止經營損益列報,列報的終止經營損益包含整個報告期間,而不僅包含認定為終止經營後的報告期間。

III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (Continued)

三、重要會計政策及會計估計(續)

32. Measurement of fair value

The Group invests in transactional financial assets, other non-current financial assets, derivative financial instruments and other equity instruments at fair value on each balance sheet date. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole: the Level 1 input is the unadjusted quotation of the same assets or liabilities that can be obtained on the measurement date in the active market; the Level 2 input is the direct or indirect observable input value of related assets or liabilities other than the Level 1 input; the Level 3 input is the unobservable input of related assets or liabilities.

For assets and liabilities measured at fair value that are recognised in the financial statements on a recurring basis, the Group determines whether transfers have occurred between levels of measurement at fair value by reassessing categorisation as at balance sheet date.

32. 公允價值的計量

本集團於每個資產負債表日以公允價值交易性金融資產、其他非流動金融資產、衍生金融工具和其他權益工具投資。公允價值，是指市場參與者在計量日發生的有序交易中，出售一項資產所能收到或者轉移一項負債所需支付的價格。

在財務報表中以公允價值計量或披露的資產和負債，根據對公允價值計量整體而言具有重要意義的最低層次輸入值，確定所屬的公允價值層次：第一層次輸入值，在計量日能夠取得的相同資產或負債在活躍市場上未經調整的報價；第二層次輸入值，除第一層次輸入值外相關資產或負債直接或間接可觀察的輸入值；第三層次輸入值，相關資產或負債的不可觀察輸入值。

每個資產負債表日，本集團對在財務報表中確認的持續以公允價值計量的資產和負債進行重新評估，以確定是否在公允價值計量層次之間發生轉換。

III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (Continued)

三、重要會計政策及會計估計(續)

33. Segment information

Operating segments are identified on the basis of internal organisation structure, management requirements and internal reporting system. The reporting segments are determined on the basis of operating segments. An operating segment represents a component of the Group that satisfied all of the following criteria: it engages in business activities from which it may earn revenue and incur expenses; whose operating results are regularly reviewed by the Company's management to make decisions about resources to be allocated to the segments and assess its performance; and whose accounting information such as financial position, operating results and cashflow is available to the Company.

The inter-segment transfer price is determined with reference to the market price. Expenses, other than those which is unable to be allocated reasonably, are allocated among segments on the basis of revenue proportion.

33. 分部信息

本集團根據內部組織架構、管理規定及內部彙報制度確定經營分部,以經營分部為基礎確定報告分部。經營分部,是指集團內同時滿足下列條件的組成部分:該組成部分能夠在日常活動中產生收入、發生費用;公司管理層能夠定期評價該組成部分的經營成果,以決定向其配置資源、評價其業績;公司能夠取得該組成部分的財務狀況、經營成果和現金流量等有關會計信息。

分部間轉移價格參照市場價格確定,共同費用除無法合理分配的部分外按照收入比例在不同的分部之間分配。

III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (Continued)

34. Safety production costs

The Group withholds, uses and accounts for safety production costs in accordance with the relevant rules under the document Cai Zi [2022] No. 136. The withheld safety production cost are included in the profit or loss for the period, as well as included in special reserves, which is presented separately under the owner's equity. If the withheld safety production cost is part of the expenses, it offsets special reserves directly when being used. If the use of the withheld safety production costs resulted in a fixed asset, through the "construction in progress" accounted of the expenses incurred, regarded as fixed asset when the safety projects reach the expected condition for use. At the same time, the cost of the formation of fixed assets offsets the special reserves, and confirm the cumulative depreciation as the same amount, the fixed assets shall be depreciated no longer in the subsequent period. If the amount of the special reserve is insufficient to be offset, it shall be directly included in the profit or loss for the period according to the actual amount.

三、重要會計政策及會計估計(續)

34. 安全生產費

本集團根據財資[2022]136號文的相關規定提取和使用、核算安全生產費,提取的安全生產費計入當期損益,同時記入專項儲備,在所有者權益項下單獨列示。實際使用提取的安全生產費時,屬於費用性支出的,直接沖減專項儲備。使用提取的安全生產費形成固定資產的,通過「在建工程」科目歸集所發生的支出,待安全項目完工達到預定可使用狀態時確認為固定資產;同時,按照形成固定資產的成本沖減專項儲備,並確認相同金額的累計折舊,該固定資產在以後期間不再計提折舊。提取的專項儲備餘額不足沖減的,按實際發生額直接計入當期損益。

III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (Continued)

三、重要會計政策及會計估計(續)

35. Changes in significant accounting policies and accounting estimates

35. 重要會計政策和會計估計變更

(1) Changes in significant accounting policies:

In December 2025, the Ministry of Finance issued the "Interpretation No. 19", further regulating and clarifying the "accounting treatment for indemnification assets in mergers not under common control", "accounting treatment for capital reserve related to the disposal of subsidiaries originally acquired through mergers under common control", "derecognition of financial liabilities settled through electronic payment systems", "assessment of contractual cash flow characteristics of financial assets and related disclosures", and "disclosure of equity instruments designated as fair value with changes recognised in other comprehensive income". The interpretation became effective from 1 January 2026.

In June 2026, the Ministry of Finance issued the "Interpretation No. 20", further regulating and clarifying the "assessment of contractual cash flow characteristics of financial assets" and "accounting treatment and related disclosures when a currency lacks exchangeability". The interpretation became effective from the date of its publication. For businesses specified in the interpretation newly added between 1 January 2026 and the effective date of the interpretation, enterprises shall make adjustments in accordance with the interpretation.

This change in accounting policies did not have any impact on the financial statements of the Group.

(2) Changes in significant accounting estimates: None.

(1) 重要會計政策變更:

2025年12月,財政部發佈《解釋第19號》,對「關於非同一控制下企業合併中補償性資產的會計處理」「關於處置原通過同一控制下企業合併取得子公司時相關資本公積的會計處理」「關於採用電子支付系統結算的金融負債的終止確認」「關於金融資產合同現金流量特徵的評估及相關披露」「關於指定為以公允價值計量且其變動計入其他綜合收益的權益工具的披露」等內容進行進一步規範及明確。本解釋自2026年1月1日起施行。

2026年6月,財政部發佈《解釋第20號》,對「關於金融資產合同現金流量特徵的評估」及「關於貨幣缺乏可兑換性時的會計處理及相關披露」等內容進行進一步規範及明確。本解釋自公佈之日起施行。2026年1月1日至本解釋施行日新增的本解釋規定的業務,企業應當根據本解釋進行調整。

本次會計政策變更未對本集團財務報表產生影響。

(2) 重要會計估計變更:無。

III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (Continued)

三、重要會計政策及會計估計(續)

36. Critical accounting judgements and key sources of estimation uncertainty

36. 主要會計判斷及估計不確定性的主要來源

(1) The application of the Group's accounting policies described in Note III requires the Group to make judgements, estimations and assumptions about the book value of statement items that cannot be measured accurately. These judgements, estimations and assumptions are based on the Group's management's historical experience and consideration of other relevant factors, and actual results may differ from the Group's estimates.

(1) 本集團在運用本附註三、所描述的會計政策中,本集團需要對無法準確計量的報表項目的賬而價值進行判斷、估計和假設。這些判斷、估計和假設是基於本集團管理層過去的歷史經驗,並在考慮其他相關因素的基礎上做出的,實際的結果可能與本集團的估計存在差異。

(2) The key assumptions and uncertainties in the Group's accounting estimates that have a significant risk of causing a material adjustment to the book value of assets and liabilities in future periods are as follows:

(2) 本集團會計估計中很可能導致未來期間資產、負債賬面價值做出重大調整的關鍵假設和不確定性如下:

1) *Impairment of financial instruments and contract assets*

The Group uses an expected credit loss model to assess the impairment of financial instruments and contract assets. The application of the expected credit loss model requires significant judgement and estimates, and to take into account all reasonable and substantiated information, including forward-looking information. In making these judgements and estimates, the Group inferred expected changes in debtors' credit risk based on historical repayment information combined with economic policies, macroeconomic indicators, industry risks and other factors. Different estimates may affect the provision for impairment and the amount of impairment provision made may not equal the actual amount of future impairment loss.

1) *金融工具和合同資產減值*

本集團採用預期信用損失模型對金融工具和合同資產的減值進行評估,應用預期信用損失模型需要做出重大判斷和估計,需考慮所有合理且有依據的信息,包括前瞻性信息。在做出這些判斷和估計時,本集團根據歷史還款數據結合經濟政策、宏觀經濟指標、行業風險等因素推斷債務人信用風險的預期變動。不同的估計可能會影響減值準備的計提,已計提的減值準備可能並不等於未來實際的減值損失金額。

III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (Continued)

三、重要會計政策及會計估計(續)

36. Critical accounting judgements and key sources of estimation uncertainty (Continued)

36. 主要會計判斷及估計不確定性的主要來源(續)

(2) The key assumptions and uncertainties in the Group's accounting estimates that have a significant risk of causing a material adjustment to the book value of assets and liabilities in future periods are as follows: (Continued)

(2) 本集團會計估計中很可能導致未來期間資產、負債賬面價值做出重大調整的關鍵假設和不確定性如下:(續)

2) Impairment of non-current assets other than financial assets

The Group determines at the balance sheet date whether there is any indication that non-current assets, other than financial assets, may be impaired. Goodwill and intangible assets with uncertain useful life are tested for impairment in addition to the annual impairment test, when there is an indication of impairment. Non-current assets other than financial assets are tested for impairment when there is an indication that the book value may not be recoverable. An impairment is indicated when the book value of an asset or group of assets is greater than the recoverable amount, which is the higher of the net fair value less the cost of disposal and the present value of estimated future cash flows. The net fair value less the cost of disposal is determined by reference to the agreed selling price or observable market price of a similar asset in an arm's length transaction, less incremental costs directly attributable to the disposal of the asset. In estimating the present value of future cash flows, management must estimate the expected future cash flows of the asset or group of assets and select the appropriate discount rate to determine the present value of the future cash flows.

2) 除金融資產之外的非流動資產減值

本集團於資產負債表日對除金融資產之外的非流動資產判斷是否存在可能發生減值的跡象。對商譽和使用壽命不確定的無形資產,除每年進行的減值測試外,當其存在減值跡象時,也進行減值測試。其他除金融資產之外的非流動資產,當存在跡象表明其賬面金額不可收回時,進行減值測試。當資產或資產組的賬面價值高於可收回金額,即公允價值減去處置費用後的淨額和預計未來現金流量的現值中的較高者,表明發生了減值。公允價值減去處置費用後的淨額,參考公平交易中類似資產的銷售協議價格或可觀察到的市場價格,減去可直接歸屬於該資產處置的增量成本確定。預計未來現金流量現值時,管理層必須估計該項資產或資產組的預計未來現金流量,並選擇恰當的折現率確定未來現金流量的現值。

III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (Continued)

三、重要會計政策及會計估計（續）

36. Critical accounting judgements and key sources of estimation uncertainty (Continued)

36. 主要會計判斷及估計不確定性的主要來源（續）

(2) The key assumptions and uncertainties in the Group's accounting estimates that have a significant risk of causing a material adjustment to the book value of assets and liabilities in future periods are as follows: (Continued)

(2) 本集團會計估計中很可能導致未來期間資產、負債賬面價值做出重大調整的關鍵假設和不確定性如下：（續）

3) Provision for decline in value of inventories

In accordance with the Group's accounting policy on inventories, inventories are measured at the lower of cost or net realisable value, and provision for decline in value of inventories is made for inventories with cost higher than net realisable value and for obsolescence and slow-moving sales. The Group will re-estimate whether individual inventories are obsolete and slow-moving and whether net realisable value is lower than the cost of inventories at the balance sheet date. If there is a difference between the re-estimation result and the existing estimate, the difference will affect the book value of inventories in the period in which the estimate is changed.

3) 存貨跌價準備

本集團根據存貨會計政策，按照成本與可變現淨值孰低計量，對成本高於可變現淨值及陳舊和滯銷的存貨，計提存貨跌價準備。本集團將於資產負債表日對單個存貨是否陳舊和滯銷、可變現淨值是否低於存貨成本進行重新估計。如重新估計結果與現有估計存在差異，該差異將會影響估計改變期間的存貨賬面價值。

III. SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (Continued)

三、重要會計政策及會計估計(續)

36. Critical accounting judgements and key sources of estimation uncertainty (Continued)

36. 主要會計判斷及估計不確定性的主要來源(續)

(2) The key assumptions and uncertainties in the Group's accounting estimates that have a significant risk of causing a material adjustment to the book value of assets and liabilities in future periods are as follows: (Continued)

(2) 本集團會計估計中很可能導致未來期間資產、負債賬面價值做出重大調整的關鍵假設和不確定性如下:(續)

4) Goodwill impairment

The Group determines whether goodwill is impaired based on the recoverable amount of the estimated cash-generating unit to which goodwill has been allocated, being the higher of value in use or fair value less costs of disposal. The calculation of value in use requires the Group to estimate the future cash flows expected to be generated by each cash-generating unit and an appropriate discount rate to calculate the present value. Significant impairment could occur if actual future cash flows are less than expected or if there is a change in factual circumstances or government policy (resulting in a decrease in future cash flows related to operations).

4) 商譽減值

本集團根據估計已分配商譽的現金產生單元的可收回金額來確定商譽是否減值,即使用價值或公平值減去處置成本中較高者。使用價值的計算要求本集團估計每個現金產生單元預期產生的未來現金流量及合適的貼現率以計算現值。倘若實際未來現金流少於預期,或事實情況或政府政策發生變化(導致未來現金流下降的相關經營),則可能產生重大減值。

From 1 January 2026 To 30 June 2026 (Unless Otherwise Expressly Stated, Amounts Are Denominated In RMB)

IV. TAXATION

四、稅項

1. Main types and rates of taxes

1. 主要稅種及稅率

Type of taxes 稅種	Tax basis 計稅依據	Tax rate 稅率
Value-added tax	Taxable value added	13%, 9%, 6%, 5%, 3%
增值稅	應納稅增值額	13%、9%、6%、5%、3%
City maintenance and construction tax	Flow-through tax payable	5%, 7%
城市維護建設稅	應納流轉稅額	5%、7%
Educational surcharges	Flow-through tax payable	3%
教育費附加	應納流轉稅額	3%
Local educational surcharges	Flow-through tax payable	2%
地方教育費附加	應納流轉稅額	2%
Enterprise income tax	Taxable profit	15%, 20%
企業所得稅	應納稅所得額	15%、20%
Real estate tax	Based on 70% of the original value of fixed assets for own use	1.2%
房產稅	按照自用固定資產原值的70%	1.2%
	Based on rental income for fixed assets leased out	12%
	租出固定資產按照租金收入	12%

From 1 January 2026 To 30 June 2026 (Unless Otherwise Expressly Stated, Amounts Are Denominated In RMB)

IV. TAXATION (Continued)

四、稅項(續)

2. Notes on taxpayers subject to different enterprise income tax rates

2. 不同企業所得稅稅率納稅主體說明

Name of taxpayer 納稅主體名稱	Income tax rate 所得稅稅率
Luzhou Xinglu Water (Group) Co., Ltd. (hereinafter referred to as "Water Headquarters")	15%
瀘州市興瀘水務(集團)股份有限公司(以下簡稱「水務本部」)	15%
Luzhou Xinglu Water (Group) Co., Ltd. Lu County Branch (hereinafter referred to as "Lu County Branch")	15%
瀘州市興瀘水務(集團)股份有限公司瀘縣分公司(以下簡稱「瀘縣分公司」)	15%
Luzhou Xinglu Water (Group) Hejiang Water Co., Ltd. (hereinafter referred to as "Hejiang Water")	15%
瀘州市興瀘水務(集團)合江水業有限公司(以下簡稱「合江水業」)	15%
Luzhou Nanjiao Water Co., Ltd. (hereinafter referred to as "Nanjiao Water")	For details, see 3.②
瀘州市南郊水業有限公司(以下簡稱「南郊水業」)	詳見3.②
Luzhou Xinglu Water (Group) Beijiao Water Co., Ltd. (hereinafter referred to as "Beijiao Water")	15%
瀘州市興瀘水務(集團)北郊水業有限公司(以下簡稱「北郊水業」)	15%
Luzhou Sitong Tap Water Engineering Co., Ltd. (hereinafter referred to as "Sitong Engineering")	For details, see 3.②
瀘州市四通自來水工程有限公司(以下簡稱「四通工程」)	詳見3. ②
Luzhou Xinglu Wastewater Treatment Co., Ltd. (hereinafter referred to as "Xinglu Wastewater")	15%
瀘州市興瀘污水處理有限公司(以下簡稱「興瀘污水」)	15%
Luzhou Xinghe Water Governance Co., Ltd. (hereinafter referred to as "Xinghe Water Governance")	15%
瀘州市興合水環境治理有限公司(以下簡稱「興合水環境」)	15%
Xinglu Water (Group) Weiyuan Qingxi Water Co., Ltd. (hereinafter referred to as "Weiyuan Water")	15%
興瀘水務(集團)威遠清溪水務有限公司(以下簡稱「威遠水務」)	15%
Luzhou Fanxing Environmental Development Co., Ltd. (hereinafter referred to as "Fanxing Environmental")	15%
瀘州市繁星環保發展有限公司(以下簡稱「繁星環保」)	15%
Dechang Xinglu Water Co., Ltd. (hereinafter referred to as "Dechang Water")	15%
德昌縣興瀘水務有限公司(以下簡稱「德昌水務」)	15%

IV. TAXATION (Continued)

四、稅項(續)

2. Notes on taxpayers subject to different enterprise income tax rates (Continued)

2. 不同企業所得稅稅率納稅主體說明(續)

Name of taxpayer 納稅主體名稱	Income tax rate 所得稅稅率
Chengdu Qingbaijiang Xinglu Water Co., Ltd. (hereinafter referred to as "Qingbaijiang Water")	15%
成都市青白江興瀘水務有限公司(以下簡稱「青白江水務」)	15%
Leshan Xinglu Water Xingjia Environmental Protection Technology Co., Ltd. (hereinafter referred to as "Xingjia Environmental")	For details, see 3.②
樂山市興瀘水務興嘉環保科技有限公司(以下簡稱「興嘉環保」)	詳見3. ②
Leibo Xinglu Water Co., Ltd. (hereinafter referred to as "Leibo Water")	15%
雷波縣興瀘水務有限公司(以下簡稱「雷波水務」)	15%
Luzhou Xinglu Zhihui Water Science and Technology Co., Ltd. (hereinafter referred to as "Zhihui Technology")	For details, see 3.②
瀘州市興瀘智慧水務科技有限責任公司(以下簡稱「智慧科技」)	詳見3. ②
Luzhou Sitong Water Supply and Drainage Engineering Design Co., Ltd. (hereinafter referred to as "Sitong Design")	For details, see 3.②
瀘州市四通給排水工程設計有限公司(以下簡稱「四通設計」)	詳見3. ②
Luzhou Xinglu Water (Group) Xingxu Water Co., Ltd. (hereinafter referred to as "Xingxu Water")	For details, see 3.②
瀘州市興瀘水務(集團)興敘水業有限公司(以下簡稱「興敘水業」)	詳見3. ②
Xuyong Yongxing Water Governance Co., Ltd. (hereinafter referred to as "Yongxing Water Governance")	For details, see 3.②
敘永縣永星水環境治理有限公司(以下簡稱「永星水環境」)	詳見3. ②
Luzhou Xinggang Environmental Protection Technology Co., Ltd. (hereinafter referred to as "Xinggang Environmental")	15%
瀘州市興港環保科技有限公司(以下簡稱「興港環保」)	15%
Leshan Jingyan Xinglu Wastewater Treatment Co., Ltd. (hereinafter referred to as "Jingyan Wastewater")	15%
樂山井研興瀘污水處理有限公司(以下簡稱「井研污水」)	15%
Luzhou Xinglu Water Quality Testing Co., Ltd. (hereinafter referred to as "Water Quality Testing")	For details, see 3.②
瀘州市興瀘水質檢測有限公司(以下簡稱「水質檢測」)	詳見3. ②

IV. TAXATION (Continued)

3. Tax preferences

(1) Enterprise income tax

① According to the Notice of the Continuation of the Enterprise Income Tax for Implementation of Exploration and Development of Western Region (MOF Notice 2020 No. 23) by the Ministry of Finance, State Administration of Taxation and National Development and Reform Commission, enterprise income tax will be levied at a reduced rate of 15% on enterprises located in the western region in the encouraged industries from 1 January 2021 to 31 December 2030. Projects including Xinglu Water Headquarters, Lu County Branch, Hejiang Water, Beijiao Water, Xinglu Wastewater, Xinghe Water Governance, Weiyuan Water, Fanxing Environmental, Dechang Water, Qingbaijiang Water, Leibo Water, Xingang Environmental and Leshan Jingyan meet the requirements of the Notice of the Continuation of the Enterprise Income Tax for Implementation of Exploration and Development of Western Region by the Ministry of Finance, State Administration of Taxation and National Development and Reform Commission, and being in the encouraged industries as set out in the Catalogue of Industries Encouraged to Develop in the Western Region, they are entitled to enjoy the preferential tax policy under the Implementation of Exploration and Development of Western Region.

四、稅項(續)

3. 稅收優惠

(1) 企業所得稅

① 根據《財政部稅務總局國家發展改革委關於延續西部大開發企業所得稅政策的公告》(財政部公告2020年第23號),自2021年1月1日至2030年12月31日,對設在西部地區的鼓勵類產業企業減按15%稅率徵收企業所得稅。興瀘水務本部、瀘縣分公司、合江水業、北郊水業、興瀘污水、興合水環境、威遠水務、繁星環保、德昌水務、青白江水務、雷波水務、新港環保、樂山井研等項目符合《財政部稅務總局國家發展改革委關於延續西部大開發企業所得稅政策的公告》的規定,屬於《西部地區鼓勵類產業目錄》中的鼓勵類產業,享受西部大開發稅收優惠。

IV. TAXATION (Continued)

3. Tax preferences (Continued)

(1) Enterprise income tax (Continued)

② According to the Notice of the Ministry of Finance and the State Taxation Administration on the Preferential Income Tax Policies for Micro and Small Enterprises and Individual Business ([2023] No. 12), the policy that small and low-profit enterprises shall pay the taxable income at a reduced rate of 25% and the enterprise income tax shall be paid at the tax rate of 20% will continue to be implemented until 31 December 2027.

四、稅項（續）

3. 稅收優惠（續）

(1) 企業所得稅（續）

② 根據《財政部稅務總局關於小微企業和個體工商戶所得稅優惠政策的公告》（2023年第12號），對小型微利企業減按25%計算應納稅所得額，按20%的稅率繳納企業所得稅政策，延續執行至2027年12月31日。

IV. TAXATION (Continued)

3. Tax preferences (Continued)

(2) *Value-added tax*

① According to the Announcement on Improving the Value-Added Tax Policy for the Comprehensive Utilisation of Resources (Cai Shui [2021] No. 40) of the Ministry of Finance and the State Administration of Taxation, effective from 1 March 2022, the Taxpayers who engage in the sale of self–produced products for comprehensive utilisation of resources and provision of services for comprehensive utilisation of resources are entitled to the policy of instant refund of value-added tax. Xinglu Wastewater which has provided services for sewage treatment since 1 March 2022 are entitled to the policy of instant refund of value-added tax with a tax refund rate of 70%.

② According to the Announcement of the Ministry of Finance and the State Administration of Taxation on the Continued Implementation of Preferential Tax Policies for Rural Drinking Water Safety Projects (MOF and SAT Announcement 2019 No. 67) and the Announcement of the Ministry of Finance and the State Administration of Taxation on the Extension of the Implementation Period of Certain Preferential Tax Policies (MOF and SAT Announcement 2021 No. 6), the revenue from the sale of tap water earned by the operation and management units responsible for drinking water projects in respect of the provision of domestic water to rural residents is exempt from value-added tax.

四、稅項(續)

3. 稅收優惠(續)

(2) *增值稅*

① 根據財政部、國家稅務總局《關於完善資源綜合利用增值稅政策的公告》(財稅[2021]40號),自2022年3月1日起增值稅一般納稅人銷售自產的資源綜合利用產品和提供資源綜合利用勞務,可享受增值稅即征即退政策。興瀘污水自2022年3月1日起提供污水處理勞務享受增值稅即征即退政策,退稅率70%。

② 根據《財政部稅務總局關於繼續實行農村飲水安全工程稅收優惠政策的公告》(財政部稅務總局公告2019年第67號)、《財政部稅務總局關於延長部分稅收優惠政策執行期限的公告》(財政部稅務總局公告2021年第6號)的規定,對飲水工程運營管理單位向農村居民提供生活用水取得的自來水銷售收入,免征增值稅。

V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF MAJOR ITEMS

五、合併財務報表主要項目註釋

For the following disclosed financial statement data, unless otherwise noted, "Opening" refers to the balance as at 1 January 2026; and "Closing" refers to the balance as at 30 June 2026. "Current Period" refers to the period from 1 January to 30 June 2026; "Last Period" refers to the period from 1 January to 30 June 2025, with the currency denominated in RMB.

下列所披露的財務報表數據，除特別註明之外，「期初」系指2026年1月1日，「期末」系指2026年6月30日，「本期」系指2026年1月1日至6月30日，「上期」系指2025年1月1日至6月30日，貨幣單位為人民幣元。

1. Monetary funds

1. 貨幣資金

Items	項目	Closing balance 期末餘額	Opening balance 期初餘額
Cash on hand	庫存現金		
Bank deposits	銀行存款	**449,081,400.55**	605,983,936.27
Other monetary funds	其他貨幣資金	**2,000.00**	2,000.00
Total	**合計**	**449,083,400.55**	605,985,936.27
Including: Total deposits overseas	其中：存放在境外的款項總額	**1,488,659.10**	1,510,198.47
Deposits with finance companies	存放於財務公司款項		

Note 1. The deposit of RMB4.4163 million in the Group's dedicated bank account was obtained as a special financing, of which RMB0.9939 million should be used exclusively for Luzhou City Urban Area Household Meter Renovation Project, and RMB3.4224 million should be used exclusively for the Luzhou Jiangyang District Water Supply Project.

Note 2. For details of the use of restricted monetary funds, see "Note V. 50. Assets with limited ownership or use rights".

註1、本集團的專用銀行賬戶中441.63萬元存款為專項融資獲得資金，其中99.39萬元需專項用於瀘州市主城區自來水戶表改造工程，342.24萬元需專項用於瀘州市江陽區全域供水項目。

註2、使用受到限制的貨幣資金詳見「附註五、50.所有權或使用權受到限制的資產」。

From 1 January 2026 To 30 June 2026 (Unless Otherwise Expressly Stated, Amounts Are Denominated In RMB)

V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF MAJOR ITEMS (Continued)

五、合併財務報表主要項目註釋(續)

2. Accounts receivable

2. 應收賬款

(1) Accounts receivable as shown by provision for bad debts

(1) 應收賬款按壞賬計提方法分類列示

Category	類別	Closing balance 期末餘額				
		Book balance 賬面餘額		Provision for bad debts 壞賬準備		
		Amount 金額	Proportion (%) 比例(%)	Amount 金額	Provision proportion (%) 計提比例(%)	Book value 賬面價值
Separate provision for bad debts	按單項計提壞賬準備	3,200,361.34	0.33	3,200,361.34	100.00	
Provision for bad debts on a group basis	按組合計提壞賬準備	972,901,694.51	99.67	160,489,236.79	16.50	812,412,457.72
Total	**合計**	976,102,055.85	100.00	163,689,598.13		812,412,457.72

From 1 January 2026 To 30 June 2026 (Unless Otherwise Expressly Stated, Amounts Are Denominated In RMB)

V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF MAJOR ITEMS (Continued)

五、合併財務報表主要項目註釋(續)

2. Accounts receivable (Continued)

2. 應收賬款(續)

(1) Accounts receivable as shown by provision for bad debts (Continued)

(1) 應收賬款按壞賬計提方法分類列示(續)

(Continued)

(續表)

Category	類別	Opening balance 期初餘額 Book balance 賬面餘額 Amount 金額	Proportion (%) 比例(%)	Provision for bad debts 壞賬準備 Amount 金額	Provision proportion (%) 計提比例(%)	Book value 賬面價值
Separate provision for bad debts	按單項計提壞賬準備	3,200,361.34	0.35	3,200,361.34	100.00	
Provision for bad debts on a group basis	按組合計提壞賬準備	901,125,422.87	99.65	148,792,110.19	16.51	752,333,312.68
Total	**合計**	904,325,784.21	100.00	151,992,471.53		752,333,312.68

From 1 January 2026 To 30 June 2026 (Unless Otherwise Expressly Stated, Amounts Are Denominated In RMB)

V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF MAJOR ITEMS (Continued)

五、合併財務報表主要項目註釋（續）

2. Accounts receivable (Continued)

2. 應收賬款（續）

(1) Accounts receivable as shown by provision for bad debts (Continued)

(1) 應收賬款按壞賬計提方法分類列示（續）

1) Separate provision for bad debts for accounts receivable

1) 按單項計提應收賬款壞賬準備

Name	名稱	Closing balance 期末餘額 Book balance 賬面餘額	Provision for bad debts 壞賬準備	Provision proportion (%) 計提比例（%）	Reason for provision 計提理由
Sichuan Chuang Yu Real Estate Development Co., Ltd.	四川創宇房地產開發有限公司	146,800.00	146,800.00	100.00	Not expected to be recovered 預計無法收回
Sichuan Weiyuan Construction Group Co., Ltd.	四川省威遠建業集團有限公司	627,668.00	627,668.00	100.00	Not expected to be recovered 預計無法收回
Lu County Youhao Real Estate Co., Ltd.	瀘縣友豪置業有限公司	2,196,600.00	2,196,600.00	100.00	Not expected to be recovered 預計無法收回
Weiyuan County Sanwei Wine Company	威遠縣三維酒業公司	178,534.40	178,534.40	100.00	Not expected to be recovered 預計無法收回
Others petty in aggregate	其他零星匯總	50,758.94	50,758.94	100.00	Not expected to be recovered 預計無法收回
Total	**合計**	3,200,361.34	3,200,361.34		

From 1 January 2026 To 30 June 2026 (Unless Otherwise Expressly Stated, Amounts Are Denominated In RMB)

V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF MAJOR ITEMS (Continued)

五、合併財務報表主要項目註釋(續)

2. Accounts receivable (Continued)

2. 應收賬款(續)

(1) Accounts receivable as shown by provision for bad debts (Continued)

(1) 應收賬款按壞賬計提方法分類列示(續)

2) Provision for bad debts of accounts receivables on a group basis

2) 按組合計提應收賬款壞賬準備

Ageing	賬齡	Closing balance 期末餘額 Book balance 賬面餘額	Provision for bad debts 壞賬準備	Provision proportion (%) 計提比例(%)
Within 1 year (inclusive)	1年以內(含1年)	465,172,396.23	23,258,619.83	5.00
1 to 2 years	1-2年	291,662,055.03	29,166,205.52	10.00
2 to 3 years	2-3年	82,977,271.92	16,595,454.38	20.00
3 to 4 years	3-4年	65,411,620.42	32,705,810.22	50.00
4 to 5 years	4-5年	44,576,020.39	35,660,816.32	80.00
Over 5 years	5年以上	23,102,330.52	23,102,330.52	100.00
Total	**合計**	972,901,694.51	160,489,236.79	

(Continued) (續表)

Ageing	賬齡	Opening balance 期初餘額 Book balance 賬面餘額	Provision for bad debts 壞賬準備	Provision proportion (%) 計提比例(%)
Within 1 year (inclusive)	1年以內(含1年)	466,097,538.13	23,304,876.91	5.00
1 to 2 years	1-2年	241,273,333.89	24,127,333.39	10.00
2 to 3 years	2-3年	67,797,029.75	13,559,405.95	20.00
3 to 4 years	3-4年	57,598,734.17	28,799,367.10	50.00
4 to 5 years	4-5年	46,788,300.44	37,430,640.35	80.00
Over 5 years	5年以上	21,570,486.49	21,570,486.49	100.00
Total	**合計**	901,125,422.87	148,792,110.19	

From 1 January 2026 To 30 June 2026 (Unless Otherwise Expressly Stated, Amounts Are Denominated In RMB)

V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF MAJOR ITEMS (Continued)

五、合併財務報表主要項目註釋(續)

2. Accounts receivable (Continued)

2. 應收賬款(續)

(2) The ageing analysis of accounts receivable based on the transaction date is as follows

(2) 根據交易日期的應收賬款賬齡分析如下

Ageing	賬齡	Closing balance 期末餘額	Opening balance 期初餘額
Within 1 year (inclusive)	1年以內(含1年)	465,172,396.23	466,097,538.13
1 to 2 years	1-2年	291,662,055.03	241,273,333.89
2 to 3 years	2-3年	82,977,271.92	67,797,029.75
3 to 4 years	3-4年	65,411,620.42	57,598,734.17
4 to 5 years	4-5年	44,576,020.39	46,788,300.44
Over 5 years	5年以上	26,302,691.86	24,770,847.83
Total	**合計**	976,102,055.85	904,325,784.21

(3) Provision for bad debts for accounts receivable during the period

(3) 本期應收賬款壞賬準備情況

			Changes during the period 本期變動金額				
Category	類別	Opening balance 期初餘額	Provision 計提	Recoveries or reversals 收回或轉回	Write off or charge off 轉銷或核銷	Others 其他	Closing balance 期末餘額
Provision for bad debts	壞賬準備	151,992,471.53	11,697,126.60				163,689,598.13

(4) Accounts receivable of top 5 closing balance by debtor

(4) 按欠款方歸集的期末餘額前五名的應收賬款情況

The total top five accounts receivable by debtor as at the end of the period amounted to RMB406,940,726.84, accounting for 41.69% of the total closing balance of accounts receivable. A provision for bad debts of RMB62,596,314.56 in total was made as at the end of the period.

本期按欠款方歸集的期末餘額前五名應收賬款匯總金額406,940,726.84元,佔應收賬款期末餘額合計數的比例41.69%,相應計提的壞賬準備期末餘額匯總金額62,596,314.56元。

From 1 January 2026 To 30 June 2026 (Unless Otherwise Expressly Stated, Amounts Are Denominated In RMB)

V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF MAJOR ITEMS (Continued)

五、合併財務報表主要項目註釋(續)

3. Prepayments

3. 預付款項

(1) Ageing of prepayment

(1) 預付款項賬齡

Items	項目	Closing balance 期末餘額 Amount 金額	Closing balance 期末餘額 Proportion (%) 比例(%)	Opening balance 期初餘額 Amount 金額	Opening balance 期初餘額 Proportion (%) 比例(%)
Within 1 year (inclusive)	1年以內(含1年)	3,498,595.01	21.74	26,518,976.27	71.15
1 to 2 years	1-2年	2,775,171.65	17.25	1,074,684.38	2.88
2 to 3 years	2-3年	549,365.98	3.41	603,168.90	1.62
Over 3 years	3年以上	9,268,402.71	57.60	9,074,367.60	24.35
Total	**合計**	16,091,535.35	100.00	37,271,197.15	100.00

(2) Prepayment of top 5 closing balances by prepaid items

The total top 5 prepayment by prepaid items as at the end of the period amounted to RMB11,816,984.37, accounting for 73.44% of the total closing balance of prepayment.

(2) 按預付對象歸集的期末餘額前五名的預付款情況

本期按預付對象歸集的期末餘額前五名預付款項匯總金額11,816,984.37元,佔預付款項期末餘額合計數的73.44%。

From 1 January 2026 To 30 June 2026 (Unless Otherwise Expressly Stated, Amounts Are Denominated In RMB)

V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF MAJOR ITEMS (Continued)

五、合併財務報表主要項目註釋(續)

4. Other receivables

4. 其他應收款

Items	項目	Closing balance 期末餘額	Opening balance 期初餘額
Interest receivable	應收利息		
Dividends receivable	應收股利		
Other receivables	其他應收款	**35,054,237.06**	43,067,530.29
Total	**合計**	**35,054,237.06**	43,067,530.29

4.1 Other receivables

4.1 其他應收款

Items	項目	Closing balance 期末餘額	Opening balance 期初餘額
Other accounts receivable	其他收賬款	**84,984,473.39**	84,854,829.32
Less: Provision for bad debts	減：壞賬準備	**49,930,236.33**	41,787,299.03
Total	**合計**	**35,054,237.06**	43,067,530.29

(1) Classification of other receivables by nature of the amount

(1) 其他應收款按款項性質分類

Nature of the amount	款項性質	Closing balance 期末餘額	Opening balance 期初餘額
Various subsidies	各項補貼款項	**71,701,943.53**	74,701,943.53
Deposits, collateral	押金、保證金	**3,866,140.87**	2,163,243.50
Payments withheld	代扣代繳款	**1,811,540.61**	1,674,471.29
Others	其他	**7,604,848.38**	6,315,171.00
Total	**合計**	**84,984,473.39**	84,854,829.32

From 1 January 2026 To 30 June 2026 (Unless Otherwise Expressly Stated, Amounts Are Denominated In RMB)

V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF MAJOR ITEMS (Continued)

五、合併財務報表主要項目註釋(續)

4. Other receivables (Continued)

4. 其他應收款(續)

4.1 Other receivables (Continued)

4.1 其他應收款(續)

(2) Provision for bad debts of other receivables

(2) 其他應收款壞賬準備計提情況

Provision for bad debts	壞賬準備	Stage 1 第一階段 Expected credit loss in the next 12 months 未來12個月預期信用損失	Stage 2 第二階段 Expected credit loss for the entire duration (no credit impairment) 整個存續期預期信用損失(未發生信用減值)	Stage 3 第三階段 Expected credit loss for the entire duration (credit impairment has occurred) 整個存續期預期信用損失(已發生信用減值)	Total 合計
Balance as at 1 January 2026	2026年1月1日餘額	203,980.11	39,186,415.92	2,396,903.00	41,787,299.03
Balance of other receivables as at 1 January 2026 in the current period	2026年1月1日其他應收款餘額在本期				
– Transferred to stage 2	-轉入第二階段				
– Transferred to stage 3	-轉入第三階段				
– Reversed to stage 2	-轉回第二階段				
– Reversed to stage 1	-轉回第一階段				
Provision in the current year	本年計提	112,298.99	8,222,338.20		8,334,637.19
Reversal in the current year	本年轉回			191,699.89	191,699.89
Write-off in the current year	本年轉銷				
Charge-off in the current year	本年核銷				
Other changes	其他變動				
Balance as at 30 June 2026	2026年6月30日餘額	316,279.10	47,408,754.12	2,205,203.11	49,930,236.33

From 1 January 2026 To 30 June 2026 (Unless Otherwise Expressly Stated, Amounts Are Denominated In RMB)

V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF MAJOR ITEMS (Continued)

五、合併財務報表主要項目註釋(續)

4. Other receivables (Continued)

4. 其他應收款(續)

4.1 Other receivables (Continued)

4.1 其他應收款(續)

(3) Other receivables presented by ageing

(3) 其他應收款按賬齡列示

Ageing	賬齡	Closing balance 期末餘額	Opening balance 期初餘額
Within 1 year (inclusive)	1年以內(含1年)	**2,325,582.09**	4,079,602.31
1 to 2 years	1-2年	**1,468,869.91**	685,418.56
2 to 3 years	2-3年	**878,171.08**	35,588,921.78
3 to 4 years	3-4年	**35,246,079.84**	190,476.81
4 to 5 years	4-5年	**36,830,435.63**	39,881,064.13
Over 5 years	5年以上	**8,235,334.84**	4,429,345.73
Total	**合計**	**84,984,473.39**	84,854,829.32

(4) Provision for bad debts of other receivables

(4) 其他應收款壞賬準備情況

			Changes during the current period 本期變動金額				
Category	類別	Opening balance 期初餘額	Provision 計提	Recoveries or reversals 收回或轉回	Write off or charge off 轉銷或核銷	Others 其他	Closing balance 期末餘額
Provision for bad debts	壞賬準備	41,787,299.03	8,334,637.19	191,699.89			**49,930,236.33**

From 1 January 2026 To 30 June 2026 (Unless Otherwise Expressly Stated, Amounts Are Denominated In RMB)

V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF MAJOR ITEMS (Continued)

五、合併財務報表主要項目註釋(續)

4. Other receivables (Continued)

4. 其他應收款(續)

4.1 Other receivables (Continued)

4.1 其他應收款(續)

(5) Other receivables of top 5 closing balances by debtor

The total top 5 other receivables by debtor as at the end of the period amounted to RMB75,889,436.80, accounting for 89.30% of the total closing balance of other receivables. A provision for bad debts of RMB47,874,937.82 in total was made as at the end of the period.

(5) 按欠款方歸集的期末餘額前五名的其他應收款情況

本期按欠款方歸集的期末餘額前五名其他應收款匯總金額為75,889,436.80元,佔其他應收款期末餘額合計數的比例為89.30%,相應計提的壞賬準備期末餘額匯總金額為47,874,937.82元。

5. Inventories

5. 存貨

(1) Classification of inventories

(1) 存貨分類

Items	項目	Closing balance 期末餘額 Book balance 賬面餘額	Closing balance 期末餘額 Provision for declines in value of inventories/provision for impairment of contract performance costs 存貨跌價準備/合同履約成本減值準備	Closing balance 期末餘額 Book value 賬面價值	Opening balance 期初餘額 Book balance 賬面餘額	Opening balance 期初餘額 Provision for declines in value of inventories/provision for impairment of contract performance costs 存貨跌價準備/合同履約成本減值準備	Opening balance 期初餘額 Book value 賬面價值
Raw materials	原材料	36,494,056.47		36,494,056.47	34,287,871.70		34,287,871.70
Low value consumables	低值易耗品	1,774,524.06		1,774,524.06	1,779,885.25		1,779,885.25
Contract performance costs	合同履約成本	37,360,231.77		37,360,231.77	36,522,675.93		36,522,675.93
Total	**合計**	75,628,812.30		75,628,812.30	72,590,432.88		72,590,432.88

From 1 January 2026 To 30 June 2026 (Unless Otherwise Expressly Stated, Amounts Are Denominated In RMB)

V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF MAJOR ITEMS (Continued)

五、合併財務報表主要項目註釋(續)

6. Other current assets

6. 其他流動資產

Items	項目	Closing balance 期末餘額	Opening balance 期初餘額
Input tax to be deducted	待抵扣進項稅額	83,776,372.06	88,794,860.19
Prepayments of enterprise income tax	預繳企業所得稅	23,431,134.29	23,437,366.86
Prepayments of other taxes and fees	預繳其他稅費	539,359.29	381,854.76
Total	**合計**	107,746,865.64	112,614,081.81

7. Investments in other equity instruments

7. 其他權益工具投資

(1) Investments in other equity instruments

(1) 其他權益工具投資情況

Items	項目	Closing balance 期末餘額	Opening balance 期初餘額
Sichuan Tianhua Chemical Group Co., Ltd.	四川天華化工集團股份有限公司	45,948.05	45,948.05
Liangshan Prefecture Xingyuande Environmental Co., Ltd.	涼山州興圜德環保有限公司	34,518.70	34,518.70
Total	**合計**	80,466.75	80,466.75

V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF MAJOR ITEMS (Continued)

五、合併財務報表主要項目註釋(續)

7. Investments in other equity instruments (Continued)

7. 其他權益工具投資(續)

(2) Investments in equity instruments not for trading for the current period

(2) 本期非交易性權益工具投資

Items	項目	Dividend income recognised during the current period 本期確認的股利收入	Accumulative gains 累計利得	Accumulative losses 累計損失	Amount transferred from other comprehensive income to retained earnings 其他綜合收益轉入留存收益的金額	The reason why it is designated to be measured by fair value and its change is included to other comprehensive income 指定為以公允價值計量且其變動計入其他綜合收益的原因	The reason for other comprehensive income to be transferred to retained earnings 其他綜合收益轉入留存收益的原因
Sichuan Tianhua Chemical Group Co., Ltd.	四川天華化工集團股份有限公司			54,051.95			

From 1 January 2026 To 30 June 2026 (Unless Otherwise Expressly Stated, Amounts Are Denominated In RMB)

V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF MAJOR ITEMS (Continued)

五、合併財務報表主要項目註釋(續)

8. Investment properties

8. 投資性房地產

(1) Investment properties with cost measurement model

(1) 採用成本計量模式的投資性房地產

Items	項目	Building and structures 房屋、建築物	Total 合計
I. Original book value	一、賬面原值		
1. Opening balance	1.期初餘額	4,004,972.16	4,004,972.16
2. Increase for the current year	2.本年增加金額		
3. Decrease for the current year	3.本年減少金額		
4. Closing balance	4.期末餘額	4,004,972.16	4,004,972.16
II. Accumulative depreciation and accumulative amortisation	二、累計折舊和累計攤銷		
1. Opening balance	1.期初餘額	2,286,125.19	2,286,125.19
2. Increase for the current year	2.本年增加金額	56,093.99	56,093.99
(1) Provision or amortisation	(1)計提或攤銷	56,093.99	56,093.99
3. Decrease for the current year	3.本年減少金額		
4. Closing balance	4.期末餘額	2,342,219.18	2,342,219.18
III. Provision for impairment	三、減值準備		
1. Opening balance	1.期初餘額		
2. Increase for the current year	2.本年增加金額		
3. Decrease for the current year	3.本年減少金額		
4. Closing balance	4.期末餘額		
IV. Book value	四、賬面價值		
1. Closing book value	1.期末賬面價值	1,662,752.98	1,662,752.98
2. Opening book value	2.期初賬面價值	1,718,846.97	1,718,846.97

V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF MAJOR ITEMS (Continued)

五、合併財務報表主要項目註釋(續)

8. Investment properties (Continued)

8. 投資性房地產(續)

(2) Investment properties without ownership certificates

(2) 未辦妥產權證書的投資性房地產

Items 項目	Book value 賬面價值	Reason for not completing certificate of ownership 未辦妥產權證書原因
Facade of old street 老街門面	1,051,556.84	In-kind capital contribution, without property rights transferred 實物出資劃入,產權尚未完成過戶

9. Fixed assets

9. 固定資產

Items	項目	**Closing book value 期末賬面價值**	Opening book value 期初賬面價值
Fixed assets	固定資產	**3,532,255,283.59**	3,713,979,612.42
Disposal of fixed assets	固定資產清理	**57,044.88**	38,046.86
Total	**合計**	**3,532,312,328.47**	3,714,017,659.28

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V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF MAJOR ITEMS (Continued)

五、合併財務報表主要項目註釋(續)

9. Fixed assets (Continued)

9. 固定資產(續)

9.1 Fixed assets

9.1 固定資產

(1) Particulars of fixed assets

(1) 固定資產情況

Items	項目	Office facilities 辦公設備	Building and structures 房屋構築物	Pipeline assets 管網資產
I. Original book value	一、賬面原值			
1. Opening balance	1.期初餘額	16,981,091.90	2,576,189,120.68	1,719,878,680.16
2. Increase for the current period	2.本期增加金額	182,247.74	17,328,561.99	7,705,645.32
(1) Acquisition	(1) 購置	96,335.96		99,400.00
(2) Transfer to construction in progress	(2) 在建工程轉入		928,680.64	1,555,828.53
(3) Category adjustment	(3) 類別調整			
(4) Others	(4) 其他	85,911.78	16,399,881.35	6,050,416.79
3. Decrease for the current period	3. 本期減少金額	10,219.31	5,662,807.64	1,401,236.91
(1) Disposal or retirement	(1) 處置或報廢	3,069.31		
(2) Category adjustment	(2) 類別調整			
(3) Others	(3) 其他	7,150.00	5,662,807.64	1,401,236.91
4. Closing balance	4. 期末餘額	17,153,120.33	2,587,854,875.03	1,726,183,088.57
II. Accumulative depreciation	二、累計折舊			
1. Opening balance	1. 期初餘額	14,868,616.58	544,282,523.32	672,113,878.65
2. Increase for the current period	2. 本期增加金額	375,098.16	45,184,972.09	27,344,605.36
(1) Provision	(1) 計提	375,098.16	45,184,972.09	27,344,605.36
(2) Category adjustment	(2) 類別調整			
3. Decrease for the current period	3. 本期減少金額	2,946.54		
(1) Disposal or retirement	(1) 處置或報廢	2,946.54		
(2) Category adjustment	(2) 類別調整			
4. Closing balance	4. 期末餘額	15,240,768.20	589,467,495.41	699,458,484.01
III. Provision for impairment	三、減值準備			
1. Opening balance	1. 期初餘額		3,419,466.18	
2. Increase for the current period	2. 本期增加金額			
3. Decrease for the current period	3. 本期減少金額			
4. Closing balance	4. 期末餘額		3,419,466.18	
IV. Book value	四、賬面價值			
1. Closing book value	1. 期末賬面價值	1,912,352.13	1,994,967,913.44	1,026,724,604.56
2. Opening book value	2. 期初賬面價值	2,112,475.32	2,028,487,131.18	1,047,764,801.51

From 1 January 2026 To 30 June 2026 (Unless Otherwise Expressly Stated, Amounts Are Denominated In RMB)

V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF MAJOR ITEMS (Continued)
五、合併財務報表主要項目註釋(續)

9. Fixed assets (Continued)
9. 固定資產(續)

9.1 Fixed assets (Continued)
9.1 固定資產(續)

(1) Particulars of fixed assets (Continued)
(1) 固定資產情況(續)

(Continued)
(續表)

Items	項目	General equipment 通用設備	Transport equipment 運輸設備	Special equipment 專用設備	Total 合計
I. Original book value	一、賬面原值				
1. Opening balance	1. 期初餘額	76,834,656.07	17,622,284.58	1,435,508,924.20	5,843,014,757.59
2. Increase for the current period	2. 本期增加金額	745,665.99	379,446.12	3,264,663.03	29,606,230.19
(1) Acquisition	(1) 購置	718,867.99	371,046.12	3,264,632.26	4,550,282.33
(2) Transfer to construction in progress	(2) 在建工程轉入				2,484,509.17
(3) Category adjustment	(3) 類別調整				
(4) Others	(4) 其他	26,798.00	8,400.00	30.77	22,571,438.69
3. Decrease for the current period	3. 本期減少金額	100,551.78	759,246.56	73,091,389.95	81,025,452.15
(1) Disposal or retirement	(1) 處置或報廢		759,246.56	180,320.00	942,635.87
(2) Category adjustment	(2) 類別調整				
(3) Others	(3) 其他	100,551.78		72,911,069.95	80,082,816.28
4. Closing balance	4. 期末餘額	77,479,770.28	17,242,484.14	1,365,682,197.28	5,791,595,535.63
II. Accumulative depreciation	二、累計折舊				
1. Opening balance	1. 期初餘額	68,824,639.32	15,345,214.84	808,786,041.08	2,124,220,913.79
2. Increase for the current period	2. 本期增加金額	899,826.78	235,315.17	57,014,580.08	131,054,397.64
(1) Provision	(1) 計提	899,826.78	235,315.17	57,014,580.08	131,054,397.64
(2) Category adjustment	(2) 類別調整				
3. Decrease for the current period	3. 本期減少金額		730,115.43	16,228.80	749,290.77
(1) Disposal or retirement	(1) 處置或報廢		730,115.43	16,228.80	749,290.77
(2) Category adjustment	(2) 類別調整				
4. Closing balance	4. 期末餘額	69,724,466.10	14,850,414.58	865,784,392.36	2,254,526,020.66
III. Provision for impairment	三、減值準備				
1. Opening balance	1. 期初餘額			1,394,765.20	4,814,231.38
2. Increase for the current period	2. 本期增加金額				
3. Decrease for the current period	3. 本期減少金額				
4. Closing balance	4. 期末餘額			1,394,765.20	4,814,231.38
IV. Book value	四、賬面價值				
1. Closing book value	1. 期末賬面價值	7,755,304.18	2,392,069.56	498,503,039.72	3,532,255,283.59
2. Opening book value	2. 期初賬面價值	8,010,016.75	2,277,069.74	625,328,117.92	3,713,979,612.42

Note: Other decreases were primarily due to adjustments made by the Company to the original value of assets previously provisionally transferred to fixed assets, based on the final financial accounts.

註: 其他減少主要系公司根據財務決算調整前期暫轉固原值所致。

V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF MAJOR ITEMS (Continued)

五、合併財務報表主要項目註釋(續)

9. Fixed assets (Continued)

9. 固定資產(續)

9.1 Fixed assets (Continued)

9.1 固定資產(續)

(2) Fixed asset without ownership certificate

(2) 未辦妥產權證書的固定資產

Items	項目	Book value 賬面價值	Reason for not completing certificate of ownership 未辦妥產權證書原因
Chengnan Project (Phase II)	城南二期	47,812,221.51	Undergoing 辦理中

(3) Details of the Group's fixed assets for pledge or mortgage are disclosed in "Note V. 50. Assets with limited ownership or use rights".

(3) 本集團用於抵押、質押的固定資產情況詳見「附註五、50.所有權或使用權受到限制的資產」之披露。

9.2 Disposal of fixed assets

9.2 固定資產清理

Items	項目	Closing balance 期末餘額	Opening balance 期初餘額
Retirement of equipment	設備報廢	**57,044.88**	38,046.86

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V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF MAJOR ITEMS (Continued)

五、合併財務報表主要項目註釋(續)

10. Construction in progress

10. 在建工程

(1) Particulars of constructions in progress

(1) 在建工程情況

Items	項目	Closing balance 期末餘額 Book balance 賬面餘額	Closing balance 期末餘額 Provision for impairment 減值準備	Closing balance 期末餘額 Book value 賬面價值	Opening balance 期初餘額 Book balance 賬面餘額	Opening balance 期初餘額 Provision for impairment 減值準備	Opening balance 期初餘額 Book value 賬面價值
Water Plant Technical Improvement Project	水廠技改項目工程	12,422,182.48		12,422,182.48	10,252,604.48		10,252,604.48
Water Supply Pipe Network Project	供水管網工程	55,494,157.00		55,494,157.00	47,604,938.08		47,604,938.08
Household Meter Renovation Project	自來水戶表改造工程	57,474,125.77		57,474,125.77	6,223,101.22		6,223,101.22
Other projects	其他項目	6,541,730.41		6,541,730.41	5,803,949.42		5,803,949.42
Total	**合計**	131,932,195.66		131,932,195.66	69,884,593.20		69,884,593.20

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V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF MAJOR ITEMS (Continued)

五、合併財務報表主要項目註釋(續)

10. Construction in progress (Continued)

10. 在建工程(續)

(2) Change in key constructions in progress during the current period

(2) 重要在建工程項目本期變動情況

Project name	工程名稱	Opening balance 期初餘額	Increase for the current period 本期增加	Decrease for the current period 本期減少: Transferred to fixed assets 轉入固定資產	Decrease for the current period 本期減少: Transferred to intangible assets 轉入無形資產	**Closing balance 期末餘額**
Luzhou City Urban Area Household Meter Renovation Project	瀘州市主城區自來水戶表改造工程	6,223,101.22	51,251,024.55			**57,474,125.77**

(Continued)

(續表)

Project name	工程名稱	Estimate 預算數	Estimate Proportion of accumulative engineering investment in the estimate (%) 工程累計投入佔預算比例(%)	Engineering Progress 工程進度	Accumulative amount of capitalisation of interest 利息資本化累計金額	Including: Amount of capitalisation of interest in the current period 其中:本期利息資本化金額	Interest capitalisation rate for the current period (%) 本期利息資本化率(%)	Source of funds 資金來源
Luzhou City Urban Area Household Meter Renovation Project	瀘州市主城區自來水戶表改造工程	357,954,500.00	16.06	In progress 在建中	2,651,000.03	686,850.01	2.41	Own funds, special-purpose bonds and financial subsidies 自有資金、專項債、財政補助

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V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF MAJOR ITEMS (Continued)

五、合併財務報表主要項目註釋(續)

11. Right-of-use assets

11. 使用權資產

Items	項目	Buildings and structures 房屋建築物	Total 合計
I. Original carrying amount	一、賬面原值		
1. Opening balance	1. 期初餘額	2,000,105.13	2,000,105.13
2. Increase for the period	2. 本期增加金額		
3. Decrease for the period	3. 本期減少金額	1,694,112.96	1,694,112.96
4. Closing balance	4. 期末餘額	305,992.17	305,992.17
II. Accumulated depreciation	二、累計折舊		
1. Opening balance	1. 期初餘額	1,891,631.87	1,891,631.87
2. Increase for the period	2. 本期增加金額	20,338.74	20,338.74
(1) Provision	(1)計提	20,338.74	20,338.74
3. Decrease for the period	3. 本期減少金額	1,694,112.96	1,694,112.96
4. Closing balance	4. 期末餘額	217,857.65	217,857.65
III. Provision for impairment	三、減值準備		
1. Opening balance	1. 期初餘額		
2. Increase for the period	2. 本期增加金額		
3. Decrease for the period	3. 本期減少金額		
4. Closing balance	4. 期末餘額		
IV. Book value	四、賬面價值		
1. Closing book value	1. 期末賬面價值	88,134.52	88,134.52
2. Opening book value	2. 期初賬面價值	108,473.26	108,473.26

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V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF MAJOR ITEMS (Continued)

五、合併財務報表主要項目註釋(續)

12. Intangible assets

12. 無形資產

(1) Particulars of intangible assets

(1) 無形資產明細

Items	項目	Land use rights 土地使用權	Franchising 特許經營權	Office and other software 辦公及其他軟件	Total 合計
I. Original carrying amount	一、賬面原值				
1. Opening balance	1.期初餘額	631,541,288.82	1,377,199,693.21	24,119,092.53	2,032,860,074.56
2. Increase for the period	2.本期增加金額		1,857,530.93	4,278,625.62	6,136,156.55
(1) Acquisition	(1)購置		258,435.84	4,278,625.62	4,537,061.46
(2) Transfer to construction in progress	(2)在建工程轉入		1,599,095.09		1,599,095.09
3. Decrease for the period	3.本期減少金額		318,551.85		318,551.85
4. Closing balance	4.期末餘額	631,541,288.82	1,378,738,672.29	28,397,718.15	2,038,677,679.26
II. Accumulated amortisation	二、累計攤銷				
1. Opening balance	1.期初餘額	124,582,965.41	349,925,630.16	15,363,784.46	489,872,380.03
2. Increase for the period	2.本期增加金額	7,834,504.23	24,643,877.80	1,213,953.03	33,692,335.06
(1) Provision	(1)計提	7,834,504.23	24,643,877.80	1,213,953.03	33,692,335.06
3. Decrease for the period	3.本期減少金額		216,328.98		216,328.98
4. Closing balance	4.期末餘額	132,417,469.64	374,353,178.98	16,577,737.49	523,348,386.11
III. Provision for impairment	三、減值準備				
1. Opening balance	1.期初餘額				
2. Increase for the period	2.本期增加金額				
3. Decrease for the period	3.本期減少金額				
4. Closing balance	4.期末餘額				
IV. Book value	四、賬面價值				
1. Closing book value	1.期末賬面價值	499,123,819.18	1,004,385,493.31	11,819,980.66	1,515,329,293.15
2. Opening book value	2.期初賬面價值	506,958,323.41	1,027,274,063.05	8,755,308.07	1,542,987,694.53

From 1 January 2026 To 30 June 2026 (Unless Otherwise Expressly Stated, Amounts Are Denominated In RMB)

V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF MAJOR ITEMS (Continued)

五、合併財務報表主要項目註釋(續)

12. Intangible assets (Continued)

12. 無形資產(續)

(2) Franchising presented under intangible assets as of the end of the period

(2) 截止期末在無形資產中列示的特許經營權情況

Project company 項目公司	Name of project 項目名稱	Original value 原值	Net value 淨值
Water Headquarters 水務本部	Franchising project of water supply to the entire Jiangyang District of Luzhou 瀘州市江陽區全域供水特許經營權項目	424,360,643.03	316,713,086.52
Fanxing Environmental 繁星環保	Franchising project of urban and rural wastewater treatment in Gulin County, Jiangyang District, Longmatan District, and Naxi District in Luzhou City 瀘州市古藺縣、江陽區、龍馬潭區、納溪區鄉鎮和農村污水處理特許經營項目	358,164,565.22	284,095,459.63
Weiyuan Water 威遠水務	Weiyuan County Liangfeng Water Plant 威遠縣糧豐水廠	258,283,624.54	114,135,812.16
Qingbaijiang Water 青白江水務	European Industrial City Wastewater Treatment Plant (Phase I) 歐洲產業城污水處理廠一期	155,334,163.24	126,704,220.32
Dechang Water 德昌水務	Dechang County Industrial Concentration Area Sewage Treatment Plant and Pipeline Network Construction Project 德昌縣工業集中區污水處理廠及管網建設項目	82,595,676.26	72,736,914.76
Jingyan Wastewater 井研污水	Franchising project of urban domestic sewage integrated in Jingyan County 井研縣城鎮生活污水一體化特許經營項目	100,000,000.00	89,999,999.92
Total	**合計**	1,378,738,672.29	1,004,385,493.31

From 1 January 2026 To 30 June 2026 (Unless Otherwise Expressly Stated, Amounts Are Denominated In RMB)

V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF MAJOR ITEMS (Continued)

五、合併財務報表主要項目註釋(續)

12. Intangible assets (Continued)

12. 無形資產(續)

(3) Land use rights without certificates of ownership

(3) 未辦妥產權證書的土地使用權

Project company 項目公司	Name of asset 資產名稱	Book value 賬面價值	Reason for not completing certificate of ownership 未辦妥產權證書原因
Leibo Water 雷波水務	Qinglong Street Dormitory 青龍街宿舍	547,251.36	To be handled in accordance with procedures after government approval 待政府批復後按程序辦理

(4) Details of the Group's intangible assets for pledge or mortgage are disclosed in "Note V. 50. Assets with limited ownership or use rights".

(4) 本集團用於抵押、質押的無形資產情況詳見「附註五、50.所有權或使用權受到限制的資產」之披露。

13. Goodwill

13. 商譽

Name of invested entity	被投資單位名稱	Opening balance 期初餘額	Increase for the current period 本期增加: Formed by enterprise merger 企業合併形成	Increase for the current period 本期增加: Other increase 其他增加	Decrease for the current period 本期減少: Disposal 處置	Decrease for the current period 本期減少: Other decreases 其他減少	Closing balance 期末餘額
Weiyuan Installation	威遠安裝	10,446,361.39					10,446,361.39
Weiyuan Water	威遠水務	9,757,041.51					9,757,041.51
Fanxing Environmental	繁星環保	5,444,527.86					5,444,527.86
Hejiang Water	合江水業	1,915,122.71					1,915,122.71
Naxi Water	納溪水業	576,119.60					576,119.60
Total	**合計**	28,139,173.07					28,139,173.07

From 1 January 2026 To 30 June 2026 (Unless Otherwise Expressly Stated, Amounts Are Denominated In RMB)

V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF MAJOR ITEMS (Continued)

五、合併財務報表主要項目註釋(續)

13. Goodwill (Continued)

The Group recognises the asset group or group of assets which the goodwill belongs to based on whether the primary cash inflows from the asset group which the goodwill belongs to are independent of the cash inflows from other assets or asset groups, and taking into account the manner in which the management of the Company manages its production and operation activities and the manner in which it makes decisions about the ongoing use or disposal of assets, etc., and the asset group or portfolio of asset groups which are able to benefit from the synergies of the business combinations. With the discounted cash flow method, the management conducted an impairment test on goodwill at the end of the period, and no impairment reserve was required this period after the test.

13. 商譽(續)

本集團以商譽所在資產組產生的主要現金流入是否獨立於其他資產或者資產組的現金流入為依據；同時，考慮企業管理層管理生產經營活動的方式和對資產的持續使用或者處置的決策方式等，能夠從企業合併的協同效應中受益的資產組或者資產組組合，確認商譽所在資產組或資產組合，採用折現現金流量法，管理層期末對商譽進行了減值測試，經測試本期無需計提減值準備。

14. Long-term deferred expenses

14. 長期待攤費用

Items	項目	Opening balance 期初餘額	Increase for the current period 本期增加	Amortisation for the current period 本期攤銷	Other decrease for the current period 本期其他減少	Closing balance 期末餘額
Luzhou City Urban Area Household Meter Renovation Project (Phase I)	瀘州市主城區自來水戶表改造工程(一期)	121,327,508.76		11,741,371.80		109,586,136.96
Old Urban Area Household Meter Renovation	老城區戶表改造	6,785,707.04		573,440.04		6,212,267.00
Others in aggregate	其他匯總	21,478,004.64	2,089,100.62	3,419,018.62		20,148,086.64
Total	**合計**	149,591,220.44	2,089,100.62	15,733,830.46		135,946,490.60

From 1 January 2026 To 30 June 2026 (Unless Otherwise Expressly Stated, Amounts Are Denominated In RMB)

V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF MAJOR ITEMS (Continued)

五、合併財務報表主要項目註釋(續)

15. Deferred income tax assets and deferred income tax liabilities

15. 遞延所得稅資產和遞延所得稅負債

(1) Deferred income tax assets before offsetting

(1) 未經抵銷的遞延所得稅資產

Items	項目	Closing balance 期末餘額		Opening balance 期初餘額	
		Deductible temporary differences 可抵扣暫時性差異	Deferred income tax assets 遞延所得稅資產	Deductible temporary differences 可抵扣暫時性差異	Deferred income tax assets 遞延所得稅資產
Provision for bad debts	壞賬準備	213,619,834.46	30,058,513.95	193,779,770.60	27,154,355.21
Provision for asset impairment	資產減值準備	4,814,231.38	722,134.71	4,814,231.38	722,134.71
Estimated liabilities	預計負債	9,234,211.11	1,385,131.67	7,825,584.54	1,173,837.68
Changes in fair value of other equity instruments investment	其他權益工具投資公允價值變動	54,051.95	8,107.79	54,051.95	8,107.79
Total	**合計**	227,722,328.90	32,173,888.12	206,473,638.47	29,058,435.39

(2) Deferred income tax liabilities before offsetting

(2) 未經抵銷的遞延所得稅負債

Items	項目	Closing balance 期末餘額		Opening balance 期初餘額	
		Taxable temporary difference 應納稅暫時性差異	Deferred income tax liabilities 遞延所得稅負債	Taxable temporary difference 應納稅暫時性差異	Deferred income tax liabilities 遞延所得稅負債
Adjustment to the book value of the fair value of consolidation not under common control	非同一控制下合併公允價值對賬面價值的調整	28,935,359.27	4,340,303.89	30,193,233.11	4,528,984.96

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V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF MAJOR ITEMS (Continued)

五、合併財務報表主要項目註釋(續)

15. Deferred income tax assets and deferred income tax liabilities (Continued)

15. 遞延所得稅資產和遞延所得稅負債(續)

(3) Breakdown of unrecognised deferred income tax assets

(3) 未確認遞延所得稅資產明細

Items	項目	Closing balance 期末餘額	Opening balance 期初餘額
Deductible losses	可抵扣虧損	**134,626,595.06**	92,793,103.09

(4) The deductible losses for unrecognised deferred income tax assets will expire in following timeframe

(4) 未確認遞延所得稅資產的可抵扣虧損將於以下年度到期

Year	年份	Closing balance 期末金額	Opening balance 期初金額	Remark 備註
2027	2027	**1,090,615.16**	1,090,615.16	
2028	2028	**13,941,106.83**	13,941,106.83	
2029	2029	**13,853,630.91**	13,919,969.71	
2030	2030	**66,693,305.11**	63,841,411.39	
2031	2031	**39,047,937.05**		
Total	**合計**	**134,626,595.06**	92,793,103.09	

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V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF MAJOR ITEMS (Continued)

五、合併財務報表主要項目註釋(續)

16. Other non-current assets

16. 其他非流動資產

Items	項目	Closing balance 期末餘額 Book balance 賬面餘額	Closing balance 期末餘額 Provision for impairment 減值準備	Closing balance 期末餘額 Book value 賬面價值	Opening balance 期初餘額 Book balance 賬面餘額	Opening balance 期初餘額 Provision for impairment 減值準備	Opening balance 期初餘額 Book value 賬面價值
Prepaid construction and equipment costs	預付工程、設備款	9,821,060.30		9,821,060.30	1,705,933.76		1,705,933.76
Leshan City Shizhong District PPP Project*1	樂山市市中區PPP項目*1	22,809,825.98		22,809,825.98	22,809,775.98		22,809,775.98
Hejiang Zhangwan Project*2	合江張灣項目*2	17,603,247.46		17,603,247.46	17,978,938.34		17,978,938.34
Total	**合計**	50,234,133.74		50,234,133.74	42,494,648.08		42,494,648.08

Note 1: The pre-investment amount of RMB22,736,256.07 for the Leshan City Shizhong District Wastewater PPP Project of Xingjia Environmental. In accordance with Articles 13.6.1(1) and 16.4.3 of the Wastewater Treatment and Wastewater Pipeline Network Construction PPP Project Contract signed by the Company, China Construction First Group Corporation Limited and Leshan Shizhong District Housing and Urban-Rural Development Bureau on 28 October 2021, and the Document Le Zhong Zhu Jian [2021] No. 126, we inform our subsidiary Xingjia Environmental that the project of wastewater treatment facilities and wastewater pipeline network construction in Leshan Shizhong District has been terminated due to force majeure. At present, the project has been suspended, and our Company has not settled the project with Leshan Shizhong District Housing and Urban-Rural Development Bureau. Therefore, Xingjia Environmental, a subsidiary of our Company, presents these assets as other non-current assets.

註1: 興嘉環保的樂山市市中區污水PPP項目的前期投入款22,736,256.07元。為2021年10月28日樂山市市中區住房和城鄉建設局根據本公司與中國建築一局(集團)有限公司與樂山市市中區住建局三方簽訂的《樂山市市中區污水處理及污水管網建設PPP項目合同》第13.6.1條第(1)款、第16.4.3條約定,根據樂中住建[2021]126號文件,通知本公司之子公司興嘉環保的樂山市市中區污水處理設施及污水管網建設項目受不可抗力影響而終止,目前該項目已停工,本公司與樂山市市中區住建局尚未進行項目的結算,故本公司之子公司興嘉環保將該部分資產按其他非流動資產列報。

Note 2: The Company intends to use the assets of the Hejiang Zhangwan Project as an in-kind capital contribution to increase its capital contribution to Xinghe Water Governance, but has not yet completed its capital contribution to Xinghe Water Governance, and therefore, these assets are presented as other non-current assets.

註2: 本公司擬以合江張灣項目資產作為實物出資、增資興合水環境,目前暫未對興合水環境完成注資,故將該資產作為其他非流動資產列報。

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V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF MAJOR ITEMS (Continued)

五、合併財務報表主要項目註釋(續)

17. Short-term borrowings

17. 短期借款

(1) Classification of short-term borrowing

(1) 短期借款分類

Category of borrowings	借款類別	Closing balance 期末餘額	Opening balance 期初餘額
Credit borrowings	信用借款	527,000,000.00	482,930,000.00
Interest payable on borrowings	借款應付利息	306,213.85	325,473.60
Total	**合計**	527,306,213.85	483,255,473.60

Note: The Group's borrowing rates for the above borrowings at the end of the period ranged from 2.11% to 3.10% per annum (2.11% to 3.65% at the beginning of the period).

註: 本集團上述借款的期末借款年利率為2.11%至3.10%(期初為2.11%至3.65%)。

(2) Outstanding short-term borrowings due as at the end of the period: None.

(2) 已逾期未償還的短期借款:無。

18. Accounts payable

18. 應付帳款

(1) The ageing analysis of accounts payable (including related party accounts payable) based on the transaction date is as follows

(1) 根據交易日期的應付帳款(包括關連方應付帳款)賬齡分析如下

Ageing	賬齡	Closing balance 期末餘額	Opening balance 期初餘額
Within 1 year (inclusive)	1年以內(含1年)	65,022,293.18	192,831,954.00
1 to 2 years	1-2年	76,299,520.85	68,048,881.10
2 to 3 years	2-3年	20,002,218.05	26,246,530.30
3 to 4 years	3-4年	11,027,271.54	22,124,851.62
4 to 5 years	4-5年	14,344,616.61	43,778,773.12
Over 5 years	5年以上	75,160,395.98	34,034,406.50
Total	**合計**	261,856,316.21	387,065,396.64

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V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF MAJOR ITEMS (Continued)

五、合併財務報表主要項目註釋(續)

18. Accounts payable (Continued)

18. 應付帳款(續)

(2) Significant accounts payable aged over 1 year

(2) 賬齡超過1年的重要應付帳款

Name of entity	單位名稱	Closing balance 期末餘額	Of which: over 1 year 其中:1年以上	Reason for being not settled or carried forward 未償還或結轉的原因
China Chemical Engineering Seventh Construction Company Limited	中國化學工程第七建設有限公司	31,390,649.12	31,390,649.12	Unsettled project payment 未結算工程款
Sichuan Haokang Construction Engineering Co., Ltd.	四川浩康建設工程有限公司	11,952,931.22	11,952,931.22	Unsettled project payment 未結算工程款
Luzhou Xiangyun Sihai Construction Engineering Co., Ltd	瀘州祥雲四海建設工程有限公司	7,606,024.73	6,767,334.82	Unsettled project payment 未結算工程款
Sichuan Zhongrong Investment Construction Industry Co., Ltd.	四川中蓉投建實業有限公司	5,901,495.29	5,901,495.29	Unsettled project payment 未結算工程款
Sichuan Jushang Xingda Construction Engineering Co., Ltd.	四川聚尚興達建設工程有限公司	5,440,000.00	5,440,000.00	Unsettled project payment 未結算工程款
Total	**合計**	62,291,100.36	61,452,410.45	

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V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF MAJOR ITEMS (Continued)

五、合併財務報表主要項目註釋(續)

19. Contract liabilities

19. 合同負債

Items	項目	Closing balance 期末餘額	Opening balance 期初餘額
Water Supply Project	供水項目	130,867,949.07	117,383,349.26
Engineering Construction Project	工程建設項目	76,547,630.39	78,233,610.02
Others	其他	929,846.17	650,793.24
Total	**合計**	208,345,425.63	196,267,752.52

The Group's contract liabilities as at 31 December 2025 are recognised as revenue in the year ending 31 December 2026 and the contract liabilities as at 30 June 2026 will be recognised as revenue in the next one to two years.

本集團於2025年12月31日的合同負債於截至2026年12月31日止年度確認為收入，而於2026年6月30日的合同負債將於未來一到兩年內確認收入。

The Group generally receives 70% to 100% (2025: 70% to 100%) of the consideration from customers in advance of the commencement of construction work. The change in contract liabilities is mainly due to the size and volume of installation contract work for which the Group has received consideration in advance from customers. The Group normally receives consideration from customers no later than 1 month before the commencement of water supply services.

本集團一般於建設工程開始前預收取客戶70%至100%(2025年：70%至100%)的對價。合同負債的變動主要是由於本集團已預收客戶對價的安裝合同工程的規模和數量。本集團通常在自來水供應服務開始前不遲於1個月收到客戶的對價。

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V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF MAJOR ITEMS (Continued)

五、合併財務報表主要項目註釋(續)

20. Employee compensation payable

20. 應付職工薪酬

(1) Classification of compensations payable to employees

(1) 應付職工薪酬分類

Items	項目	Opening balance 期初餘額	Increase for the current period 本期增加	Decrease for the current period 本期減少	Closing balance 期末餘額
Short-term compensations	短期薪酬	52,970,914.98	70,098,280.67	77,808,849.04	45,260,346.61
Post-employment benefits – defined contribution plans	離職後福利–設定提存計劃	671,314.20	8,825,469.08	8,825,643.24	671,140.04
Termination benefits	辭退福利				
Other benefits due within 1 year	一年內到期的其他福利				
Total	**合計**	53,642,229.18	78,923,749.75	86,634,492.28	45,931,486.65

(2) Short-term compensations

(2) 短期薪酬

Items	項目	Opening balance 期初餘額	Increase for the current period 本期增加	Decrease for the current period 本期減少	Closing balance 期末餘額
Salaries, bonuses, allowances, and subsidies	工資、獎金、津貼和補貼	52,008,909.89	50,144,701.31	57,411,013.45	44,742,597.75
Employee benefits	職工福利費		2,812,586.92	2,812,586.92	
Social insurance	社會保險費	26,884.75	4,616,850.97	4,616,956.47	26,779.25
Including: Medical insurance	其中:醫療保險費	26,398.03	4,134,011.87	4,134,111.52	26,298.38
Work-related injury insurance	工傷保險費	5.85	254,881.30	254,887.15	
Maternity insurance	生育保險	480.87	4,665.00	4,665.00	480.87
Other insurance	其他保險		223,292.80	223,292.80	
Housing provident funds	住房公積金	63,971.54	6,336,487.00	6,336,611.62	63,846.92
Labour union funds and employee education funds	工會經費和職工教育經費	871,148.80	6,187,654.47	6,631,680.58	427,122.69
Total	**合計**	52,970,914.98	70,098,280.67	77,808,849.04	45,260,346.61

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V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF MAJOR ITEMS (Continued)

五、合併財務報表主要項目註釋(續)

20. Employee compensation payable *(Continued)*

20. 應付職工薪酬(續)

(3) Defined contribution plans

The Group participates in social insurance programs established by government agencies in accordance with the regulations. Under the plans, the Group makes contributions to these plans in accordance with the relevant local government regulations. Apart from the abovementioned deposit fees, the Group has no further obligation to make further payments. The corresponding expenses are charged to profit or loss for the period or to the cost of the related assets as incurred.

The Group's contributions to the pension insurance and unemployment insurance plans for the period are as follows:

(3) 設定提存計劃

本集團按規定參加政府機構設立的社會保險計劃。根據計劃，本集團按照當地政府的有關規定向該等計劃繳存費用。除上述繳存費用外，本集團不再承擔進一步支付義務。相應的支出於發生時計入當期損益或相關資產成本。

本集團本期應分別向養老保險、失業保險計劃繳存費用如下：

Items	項目	Opening balance 期初餘額	Increase for the current period 本期增加	Decrease for the current period 本期減少	**Closing balance 期末餘額**
Basic pension insurance	基本養老保險	654,230.68	8,507,334.44	8,507,502.33	**654,062.79**
Unemployment insurance	失業保險費	17,083.52	318,134.64	318,140.91	**17,077.25**
Total	**合計**	671,314.20	8,825,469.08	8,825,643.24	**671,140.04**

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V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF MAJOR ITEMS (Continued)

五、合併財務報表主要項目註釋(續)

21. Tax payable

21. 應交稅費

Items	項目	Closing balance 期末餘額	Opening balance 期初餘額
Enterprise income tax	企業所得稅	**25,612,203.36**	17,608,584.70
Value-added tax	增值稅	**1,276,019.05**	1,226,281.06
Water resource tax	水資源稅	**4,106,034.35**	4,181,358.27
City maintenance and construction tax	城市維護建設稅	**71,337.40**	118,312.32
Educational surcharges	教育費附加	**41,329.00**	64,484.58
Local educational surcharges	地方教育費附加	**24,399.97**	41,210.06
Individual income tax	個人所得稅	**45,112.29**	1,145,149.84
Other taxes	其他稅金	**71,575.78**	10,860.03
Total	**合計**	**31,248,011.20**	24,396,240.86

22. Other payables

22. 其他應付款

Items	項目	Closing balance 期末餘額	Opening balance 期初餘額
Interests payable	應付利息		
Dividends payable	應付股利	**34,388,400.00**	
Other payables	其他應付款	**238,915,818.59**	215,242,349.67
Total	**合計**	**273,304,218.59**	215,242,349.67

From 1 January 2026 To 30 June 2026 (Unless Otherwise Expressly Stated, Amounts Are Denominated In RMB)

V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF MAJOR ITEMS (Continued)

五、合併財務報表主要項目註釋(續)

22. Other payables *(Continued)*

22. 其他應付款(續)

(1) Other payables by nature

(1) 其他應付款按款項性質分類

Nature of the amount	款項性質	Closing balance 期末餘額	Opening balance 期初餘額
Deposits, collateral	押金、保證金	**79,179,363.28**	85,368,131.28
Amounts paid from or to governmental institutions	政府機構往來款	**96,268,828.34**	84,128,555.39
Amounts collected or paid on behalf of others	代收代付款項	**45,061,395.92**	28,799,648.73
Consideration for land acquisition	土地收購款	**1,903,387.45**	1,903,387.45
Others	其他	**16,502,843.60**	15,042,626.82
Total	**合計**	**238,915,818.59**	215,242,349.67

(2) Significant other payables aged over 1 year

(2) 賬齡超過1年的重要其他應付款

Name of entity	單位名稱	Closing balance 期末餘額	Including: over 1 year 其中:1年以上	Reason for being not settled or carried forward 未償還或結轉的原因
Hejiang County Lingang Industry Development Group Co., Ltd.	合江縣臨港產業發展集團有限公司	**94,590,000.00**	82,451,667.05	Accounts payable 應付往來款
Zhongqi Construction Group Huamao Co., Ltd.	中七建工集團華貿有限公司	**7,921,495.32**	7,921,495.32	Deposits, collateral 押金、保證金
Leibo County Water Supply Company	雷波縣自來水公司	**6,962,102.69**	6,962,102.69	Amounts collected or paid on behalf of others 代收代付款項
China MCC5 Group Corp. Ltd.	中國五冶集團有限公司	**5,717,745.31**	5,717,745.31	Deposits, collateral 押金、保證金
Leibo County Housing and Urban-Rural Development Bureau	雷波縣住房和城市建設局	**5,100,000.00**	5,100,000.00	Amounts collected or paid on behalf of others 代收代付款項
Total	**合計**	**120,291,343.32**	108,153,010.37	

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V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF MAJOR ITEMS (Continued)

五、合併財務報表主要項目註釋(續)

23. Non-current liabilities due within one year

23. 一年內到期的非流動負債

Items	項目	Closing balance 期末餘額	Opening balance 期初餘額
Long-term borrowings due within one year	一年內到期的長期借款	456,368,937.37	257,906,137.24
Long-term payables due within one year	一年內到期的長期應付款		130,000,000.00
Special government bonds due within one year	一年內到期的政府專項債券	29,078,911.32	19,171,416.81
Total	**合計**	485,447,848.69	407,077,554.05

24. Other current liabilities

24. 其他流動負債

Items	項目	Closing balance 期末餘額	Opening balance 期初餘額
Output value-added tax to be recognised	待轉銷項稅額	3,982,872.42	3,553,740.16

25. Long-term borrowings

25. 長期借款

(1) Classification of long-term borrowings

(1) 長期借款分類

Category of borrowings	借款類別	Closing balance 期末餘額	Opening balance 期初餘額
Guaranteed borrowings	保證借款	456,254,559.66	510,096,568.07
Credit borrowings	信用借款	264,542,117.76	541,518,078.02
Pledged borrowings	質押借款	184,733,609.48	214,851,479.23
Total	**合計**	905,530,286.90	1,266,466,125.32

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V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF MAJOR ITEMS (Continued)

五、合併財務報表主要項目註釋(續)

25. Long-term borrowings *(Continued)*

25. 長期借款*(續)*

(2) The principal amount of the above borrowings is repayable as follows

(2) 上述借款的本金須於以下期間償還

Items	項目	Closing balance 期末餘額	Opening balance 期初餘額
Within 1 year	一年以內	455,222,625.62	256,377,550.92
1 year after balance sheet date, but no more than 2 years	資產負債表日後超過一年，但不超過兩年	134,507,308.39	441,489,292.62
2 years after balance sheet date, but no more than 5 years	資產負債表日後超過兩年，但不超過五年	301,388,073.86	320,913,758.63
5 years after balance sheet date	資產負債表日後超過五年	469,634,904.65	504,063,074.07
Less: Borrowings due within 1 year presented in current liabilities	減：流動負債項下所示一年內到期的借款	455,222,625.62	256,377,550.92
Net long-term borrowings	**長期借款淨額**	905,530,286.90	1,266,466,125.32

Note 1: The interest rate range for long-term borrowings of the Group at the end of the period was 1.2% to 5.53% (1.2% to 5.53% at the beginning of the period).

註1： 本集團期末長期借款的利率區間為1.2%至5.53%(期初為1.2%至5.53%)。

Note 2: For details of mortgage and pledged borrowings of the Group at the end of the period, please refer to Note V.50, "Assets with limited ownership or use rights".

註2： 本集團期末抵押、質押借款信息詳見附註附註五、50.所有權或使用權受到限制的資產」之披露。

26. Lease liabilities

26. 租賃負債

Items	項目	Closing balance 期末餘額	Opening balance 期初餘額
Lease payments	租賃付款額	41,500.00	41,500.00
Unrecognised finance costs	未確認融資費用	-1,403.58	-2,044.73
Total	**合計**	40,096.42	39,455.27

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V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF MAJOR ITEMS (Continued)

五、合併財務報表主要項目註釋(續)

27. Long-term payables

27. 長期應付款

Items	項目	Closing balance 期末餘額	Opening balance 期初餘額
Long-term payables	長期應付款	**780,500,000.00**	780,500,000.00
Special payables	專項應付款	**343,648.36**	343,648.36
Total	**合計**	**780,843,648.36**	780,843,648.36

27.1 Long-term payables

27.1 長期應付款

Nature of the amount	款項性質	Closing balance 期末餘額	Opening balance 期初餘額
Special government bonds	政府專項債	**780,000,000.00**	910,000,000.00
Borrowings from the Finance Department	財政廳借款	**500,000.00**	500,000.00
Less: Non-current liabilities classified as due within one year	減:劃分為一年內到期的非流動負債		130,000,000.00
Total	**合計**	**780,500,000.00**	780,500,000.00

27.2 Special payables

27.2 專項應付款

Item	項目	Opening balance 期初餘額	Increase for the period 本期增加	Decrease for the period 本期減少	Closing balance 期末餘額
Grants from the Ecological Environment Bureau of Luzhou City	瀘州市生態環境局補助資金	343,648.36			**343,648.36**
Total	**合計**	343,648.36			**343,648.36**

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V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF MAJOR ITEMS (Continued)

五、合併財務報表主要項目註釋（續）

28. Estimated liabilities

28. 預計負債

Items	項目	**Closing balance 期末餘額**	Opening balance 期初餘額	Reason for occurrence 形成原因
Expenditure on renewal of wastewater treatment facilities and tap water production facilities	污水處理設施、自來水生產設施更新支出	**9,234,211.11**	7,825,584.54	Note 註

Note: Expenditure on the subsequent major repairment, renewal and transformation of projects such as the BOT project represents the expenditure expected to be incurred under the franchise agreement for maintaining the relevant infrastructure in a certain state of use prior to its transfer to the contract grantor. The Group recognises the estimated liability on a period-by-period basis, based on the best estimate of the expenditure required to settle the related current obligations and taking into account the time value of money, based on the expected future cash outlay for equipment replacement expenditure over the concession period.

註： BOT等項目後續大修更新改造支出系按照特許經營權協議，對於為使有關基礎設施在移交給合同授予方之前保持一定的使用狀態，預計將發生的支出。本集團根據預計特許經營期內設備更新支出的未來現金開支，按照履行相關現時義務所需支出的最佳估計數，並考慮貨幣時間價值，逐期確認預計負債。

29. Deferred income

29. 遞延收益

(1) Classification of deferred revenue

(1) 遞延收益分類

Item	項目	Opening balance 期初餘額	Increase for the period 本期增加	Decrease for the period 本期減少	**Closing balance 期末餘額**
Government grants	政府補助	157,993,200.12	2,209,480.96	13,445,206.79	**146,757,474.29**

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V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF MAJOR ITEMS (Continued)

五、合併財務報表主要項目註釋(續)

29. Deferred income (Continued)

29. 遞延收益(續)

(2) Government grant projects

(2) 政府補助項目

Government grant projects 政府補助項目	Opening balance 期初餘額	New grants received during the period 本期新增補助金額	Amount included in non-operating income during the period 本期計入營業外收入金額	Amount included in other income during the period 本期計入其他收益金額	Amount of current period elimination of costs and expenses 本期沖減成本費用金額	Other changes 其他變動	Closing balance 期末餘額	Related to assets/revenue 與資產相關/與收益相關	Remarks 備註
Subsidy for the renovation project of water supply meters in the main city of Luzhou (Phase I) 瀘州市主城區自來水戶表改造工程(一期)補助	70,624,768.09			6,827,515.68			63,797,252.41	Related to assets 與資產相關	Note 1 註1
Government subsidy for upgrading and expanding the capacity of Yaerdang 鴨兒凼提升擴容政府補助	8,028,277.30			688,138.02			7,340,139.28	Related to assets 與資產相關	Note 2 註2
Grants for the construction of Erdaoxi Wastewater Treatment Plant 二道溪污水處理廠建設資金補助	7,394,179.90			237,662.58			7,156,517.32	Related to assets 與資產相關	Note 3 註3
Grants for the construction of Erdaoxi Project (Phase III) 二道溪三期項目建設資金補助	13,524,373.04			1,941,520.02			11,582,853.02	Related to assets 與資產相關	Note 4 註4
Grants for external pipeline networks of Yaerdang Wastewater Treatment Plant 鴨兒凼污水處理廠廠外管網補助	14,657,494.47			937,576.68			13,719,917.79	Related to assets 與資產相關	Note 5 註5
Grants for the construction of Erdaoxi Project (Phase II) 二道溪二期項目建設資金補助	4,727,234.99			925,185.36			3,802,049.63	Related to assets 與資產相關	Note 6 註6
Grants from the central government for the construction of Naxi Project (Phase III) 納溪三期中央資金補助	362,499.89			25,000.02			337,499.87	Related to assets 與資產相關	Note 7 註7
Grants for internal technological transformation of Yaerdang Wastewater Treatment Plant 鴨兒凼污水處理廠廠內技改補助	15,471,683.80			645,031.62			14,826,652.18	Related to assets 與資產相關	Note 8 註8
Construction costs of transformation of pipeline networks of urban water supply 城市供水管網改造工程款	4,410,947.37			473,266.61			3,937,680.76	Related to assets 與資產相關	Note 9 註9
Compensation for the demolition, relocation and redevelopment of Shawan Water Tank 沙灣水池拆遷重建補償款	2,100,000.00			87,500.00			2,012,500.00	Related to assets 與資產相關	Note 10 註10

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V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF MAJOR ITEMS (Continued)

五、合併財務報表主要項目註釋(續)

29. Deferred income (Continued)

29. 遞延收益(續)

(2) Government grant projects (Continued)

(2) 政府補助項目(續)

Government grant projects 政府補助項目	Opening balance 期初餘額	New grants received during the period 本期新增補助金額	Amount included in non-operating income during the period 本期計入營業外收入金額	Amount included in other income during the period 本期計入其他收益金額	Amount of current period elimination of costs and expenses 本期沖減成本費用金額	Other changes 其他變動	**Closing balance 期末餘額**	Related to assets/revenue 與資產相關/與收益相關	Remarks 備註
Grants for the construction of water supply facilities in poor counties and counties with severe water shortage	3,520,626.88			195,590.38			**3,325,036.50**	Related to assets	Note 11
貧困縣及嚴重缺水縣城供水設施建設補助								與資產相關	註11
Grants for land premiums of Qiancao Water Plant	4,162,760.04			133,431.78			**4,029,328.26**	Related to assets	Note 12
茜草水廠土地補助								與資產相關	註12
Compensation for the occupation and relocation of certain water supply assets in the Zhangwan Industrial Park	911,094.16			45,554.70			**865,539.46**	Related to assets	Note 13
張灣工業園區部分給水管資產佔用搬遷補償								與資產相關	註13
Science and Technology Talent Bureau municipal innovation development funds	150,000.00						**150,000.00**	Related to revenue	Note 14
科技人才局市級創新發展資金								與收益相關	註14
Grant for Chengnan Wastewater Treatment Plant (Phase II)	7,918,958.30			282,233.34			**7,636,724.96**	Related to assets	Note 15
城南污水處理廠二期工程補助								與資產相關	註15
Grant for the PAC Intelligent Dosing System Technology Innovation Project Establishment	28,301.89						**28,301.89**	Related to assets	Note 16
PAC智能投加系統技術創新項目立項金								與資產相關	註16
Grants for the Hejiang County Water Supply Network Leakage Control Project (Phase I), Lots 1 & 3		2,209,480.96					**2,209,480.96**	Related to assets	Note 17
合江縣供水管網漏損治理項目(一期)1號&3號標段補助								與資產相關	註17
Total 合計	157,993,200.12	2,209,480.96		13,445,206.79			**146,757,474.29**		

V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF MAJOR ITEMS (Continued)

五、合併財務報表主要項目註釋(續)

29. Deferred income (Continued)

29. 遞延收益(續)

(2) Government grant projects (Continued)

(2) 政府補助項目(續)

Note 1: According to the Notice of the Office of the People's Government of Luzhou City on the Issuance of the Implementation Plan for the Transformation of Household Meters for Tap Water Supply in Major Urban Area of Luzhou City (Lu Shi Fu Ban Fa [2019] No. 14) and the Approval from the Development and Reform Commission of Luzhou City for the Feasibility Study Report of the Transformation Project of Household Meters for Tap Water Supply in Major Urban Area of Luzhou City (Lu Shi Fa Gai Xing Shen [2020] No. 59), in order to improve the standard of water supply management in the urban area of Luzhou City, the Company has implemented the "One Household, One Meter" Renovation Project for approximately 200,800 households in urban area in five years from 2019 onwards, with 40% of the transformation cost borne by the Company and 60% of the transformation cost subsidised by the urban financial grants;

Note 2: According to the Notice of the Development and Reform Commission of Luzhou City on the Transfer of the 2017 Central Budgetary Investment Plan for the Prevention and Control of Water Pollution in Key River Basins (L.S.F.G.G.H [2017] No. 195), the Company successively received grants of RMB42 million from the Finance Bureau of Luzhou City for upgrading and expanding the capacity of Yaerdang during the period from 2017 to 2018, and the Company has amortised the government grants over the estimated useful life of the assets of the project and transferred such grants to other income by installment;

註1: 根據瀘州市人民政府辦公室《關於印發<瀘州市主城區自來水戶表改造實施方案>的通知》(瀘市府辦發[2019]14號)、瀘州市發展和改革委員會《關於瀘州市主城區自來水戶表改造工程可行性研究報告的批復》(瀘市發改行審[2020]59號),為提高瀘州市城區供水管理水平,從2019年起分五年對城區約20.08萬戶居民實施「一戶一表」改造工程,改造費用本公司承擔40%、市區財政補貼60%;

註2: 根據瀘州市發展和改革委員會《關於轉下達重點流域水污染防治2017年中央預算內投資計劃的通知》(瀘市發改規劃[2017]195號),本公司於2017至2018年期間,陸續收到瀘州市財政局撥付的鴨兒氹提升擴容補助款4,200萬元,本公司按照該項目資產預計使用期限攤銷,將政府補助款分期轉至其他收益;

V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF MAJOR ITEMS (Continued)

五、合併財務報表主要項目註釋(續)

29. Deferred income (Continued)

29. 遞延收益(續)

(2) Government grant projects (Continued)

Note 3: According to the Notice of the Housing and Urban – Rural Planning and Construction Bureau of Luzhou City on the Issuance of the 2012 Budget of Special Funds for Supporting Pipeline Network of Urban Wastewater Treatment Facilities (L.S.C.Z [2012] No. 115), the Notice of the Development and Reform Commission of Sichuan Province on the Transfer of 2009 New Central Budgetary Investment Plan for Urban Wastewater and Garbage Treatment Facility Projects (C.F.G.T.Z [2009] No. 180), and the Notice of the Finance Bureau of Luzhou City on the Issuance of the 2009 Budget (Funding) for the Construction of Urban Wastewater and Garbage Treatment Facilities with Expanded Domestic Needs for State Bond Investment (C.S.C.T [2009] No. 54), and the Notice of the Finance Bureau of Luzhou City on the Issuance of the 2010 Central Budgetary Infrastructure Expenditure and Budget (Funding) for Urban Wastewater and Garbage Treatment Facilities (Batch I) (C.S.C.T [2010] No. 34), the Company successively received grants of RMB48.62 million from the Finance Bureau of Luzhou City for the construction of Erdaoxi Wastewater Treatment Plant during the period from 2009 to 2012, and the Company has amortised the government grants over the estimated useful life of the assets of the project and transferred such grants to other income;

(2) 政府補助項目(續)

註3: 根據瀘州市住房和城鄉規劃建設局《關於下達2012年城鎮污水處理設施配套管網專項資金預算的通知》(瀘市財綜[2012]115號)、四川省發展和改革委員會《關於轉下達城鎮污水垃圾處理設施項目2009年新增中央預算內投計劃的通知》(川發改投資[2009]180號)、瀘州市財政局《關於下達2009年城鎮污水垃圾處理設施項目建設擴大內需國債投資預算(撥款)的通知》(川市財投[2009]54號)、瀘州市財政局《關於下達2010年城鎮污水垃圾處理設施(第一批)重點預算內基建支出、預算(撥款)的通知》(川市財投[2010]34號),本公司於2009年至2012年期間,陸續收到瀘州市財政局撥付的二道溪污水處理廠建設資金補助4,862.00萬元,本公司按照該項目資產預計使用期限攤銷,將政府補助款轉至其他收益;

V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF MAJOR ITEMS (Continued)

29. Deferred income (Continued)

(2) Government grant projects (Continued)

Note 4: According to the Notice of the Finance Department of Sichuan Province on the Issuance of the 2018 Budget of Special Funds for Projects under the Three-Year Promotion Plan for the Construction of Urban Wastewater and Township Garbage Treatment Facilities (C.C.T [2018] No. 6), the Notice of the Finance Bureau of Luzhou City on the Issuance of the 2018 Provincial Budget of Special Funds for Projects under the Three-Year Promotion Plan for the Construction of Urban Wastewater and Township Garbage Treatment Facilities (L.S.C.Z [2018] No. 28), and the Notice of the Finance Department of Sichuan Province on the Issuance of the 2020 Budget of the Second Batch of Provincial Special Funds for Township Construction and Development (C.C.J [2020] No. 191), the Company successively received grants of RMB22.21 million from the Urban Management and Administrative Law Enforcement Bureau of Luzhou City for the construction of Erdaoxi Wastewater Treatment Project (Phase III) during the period from 2018 to 2020, and the Company has amortised the government grants over the estimated useful life of the assets of the project and transferred such grants to other income;

五、合併財務報表主要項目註釋(續)

29. 遞延收益(續)

(2) 政府補助項目(續)

註4: 根據四川省財政廳《關於下達2018年城鎮污水城鄉垃圾處理設施建設三年推進方案項目專項資金預算的通知》(川財投[2018]6號)、瀘州市財政局《關於下達省級2018年城鎮污水城鄉垃圾處理設施建設三年推進方案項目專項資金預算的通知》(瀘市財綜[2018]28號)、四川省財政廳《關於下達2020年第二批省級城鄉建設發展專項資金預算的通知》(川財建[2020]191號),本公司於2018年至2020年期間,陸續收到瀘州市城市管理和行政執法局撥付的二道溪三期污水處理項目建設資金補助2,221.00萬元,本公司按照該項目資產預計使用期限攤銷,將政府補助款轉至其他收益;

V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF MAJOR ITEMS (Continued)

五、合併財務報表主要項目註釋(續)

29. Deferred income (Continued)

29. 遞延收益(續)

(2) Government grant projects (Continued)

(2) 政府補助項目(續)

Note 5: According to the Notice of the Finance Bureau of Luzhou City on the Issuance of the Grant of Special Funds for the Technological Transformation Project for External Sewage Interception Pipelines of Yaerdang Wastewater Treatment Plant issued by the Finance Bureau of Luzhou City in 2010, the Company received the special grant of RMB27,525,500 from the Finance Bureau of Luzhou City for the technological transformation project for external sewage interception pipelines of Yaerdang Wastewater Treatment Plant in July 2011, and the Company has amortised the government grants over the estimated useful life of the assets of the project and transferred such grants to other income;

Note 6: According to the Notice on the Issuance of the 2013 Central Infrastructure Investment Budget (Funding) for the Project of Prevention and Control of Water Pollution in Key River Basins issued by the Finance Bureau of Luzhou City (L.S.C.T [2013] No. 76), the Company successively received grants of RMB22.80 million from the Finance Bureau of Luzhou City for the construction of Erdaoxi Wastewater Treatment Plant (Phase II) and the Supporting Pipeline Network during the period from 2014 to 2016, and the Company has amortised the government grants over the estimated useful life of the assets of the project and transferred such grants to other income;

註5: 根據瀘州市財政局2010年發佈的《瀘州市財政局關於下達鴨兒凼污水處理廠廠外截污幹管技改工程專項補助資金的通知》,本公司於2011年7月收到瀘州市財政局撥付的鴨兒凼污水處理廠廠外截污幹管技改工程專項補助款2,752.55萬元,本公司按照該項目資產預計使用期限攤銷,將政府補助款轉至其他收益;

註6: 根據瀘州市財政局發佈的《關於下達2013年重點流域水污染治理項目中央基建投資預算(撥款)的通知》(瀘市財投[2013]76號),本公司於2014年至2016年期間,陸續收到瀘州市財政局撥付的二道溪污水處理廠二期工程及配套管網建設資金補助2,280.00萬元,本公司按照該項目資產預計使用期限攤銷,將政府補助款轉至其他收益;

V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF MAJOR ITEMS (Continued)

五、合併財務報表主要項目註釋(續)

29. Deferred income (Continued)

29. 遞延收益(續)

(2) Government grant projects (Continued)

(2) 政府補助項目(續)

Note 7: According to the Notice on the Issuance of the 2021 Budget of the Second Batch of Provincial Special Funds for Township Construction and Development issued by the Finance Department of Sichuan Province and the Housing and Urban-Rural Construction Department of Sichuan Province (C.C.J [2021] No. 92), the Request for Instructions on Allocating the 2021 Budget of the Second Batch of Provincial Special Funds for Township Construction and Development issued by the Finance Bureau of Luzhou City, the Housing and Urban-Rural Construction Bureau of Luzhou City and the Urban Management and Administrative Law Enforcement Bureau of Luzhou City (L.S.C [2021] No. 112), and the approval for the request from the leaders of the municipal government of Luzhou City, the Company received the grant of RMB10 million from the Urban Management and Administrative Law Enforcement Bureau of Luzhou City for the construction of Naxi Wastewater Treatment Plant (Phase III) on 19 November 2021, and the Company has amortised the government grants over the estimated useful life of the assets of the project and transferred such grants to other income;

註7: 根據四川省財政廳、四川省住房和城鄉建設廳《關於下達2021年第二批省級城鄉建設發展專項資金預算的通知》(川財建[2021]92號)、瀘州市財政局瀘州市住房和城鄉建設局、瀘州市城市管理行政執法局《關於分配2021年第二批省級城鄉建設發展專項資金預算的請示》(瀘市財[2021]112號)及瀘州市政府領導對該請示的批復,本公司於2021年11月19日收到瀘州市城市管理行政執法局撥付的納溪污水處理廠三期工程建設補助資金1,000.00萬元,本公司按照該項目資產預計使用期限攤銷,將政府補助款轉至其他收益;

V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF MAJOR ITEMS (Continued)

五、合併財務報表主要項目註釋(續)

29. Deferred income (Continued)

29. 遞延收益(續)

(2) Government grant projects (Continued)

(2) 政府補助項目(續)

Note 8: According to the Minutes of the Meeting for Considering the Issues Regarding the Rectification and Construction of Sewage Interception Pipelines of Jiangyang Wastewater Treatment Company Within A Time Limit and the Construction of Erdaoxi Wastewater Treatment Plant issued by the Finance Bureau of Luzhou City (L.S.F.Y [2008] No. 23), the Company successively received the grants of RMB30.2177 million from the Finance Bureau of Luzhou City for the internal technological transformation of Yaerdang Wastewater Treatment Plant during the period from 2012 to 2013, and the Company has amortised the government grants over the estimated useful life of the assets of the project and transferred such grants to other income;

註8： 根據瀘州市財政局《研究江陽污水處理公司限期整治及截污幹管建設和二道溪污水處理廠建設問題會議紀要》(瀘市府閱[2008]23號)，本公司於2012至2013年期間，陸續收到瀘州市財政局撥付的鴨兒凼污水處理廠廠內技改補助3,021.77萬元，本公司按照該項目資產預計使用期限攤銷，將政府補助款轉至其他收益；

Note 9: According to the Approval from the Development and Reform Commission of Sichuan Province for the Feasibility Study Report of the Transformation Project of Urban Water Supply Pipelines in Luzhou City (C.F.G.T.Z [2012] No. 1251), the Company successively received the grants of RMB6.8 million from the Finance Bureau of Luzhou City for the transformation project of urban water supply pipelines in Luzhou City during the period from 2015 to 2016; Lu County Branch successively received the grants of RMB10.158 million from the Finance Bureau of Luzhou City according to the pipeline transformation agreement entered into with the People's Government of Lu County during the period from 2014 to 2022; and the Company and Lu County Branch have amortised the government grants over the estimated useful life of the assets of the project and transferred such grants to other income;

註9： 根據《四川省發展和改革委員會關於瀘州市城市供水管網改造工程可行性研究報告的批復》(川發改投資[2012]1251號)，本公司於2015年至2016年期間，陸續收到瀘州市財政局撥付的瀘州市城市供水管網改造工程補貼專項資金680.00萬元；瀘縣分公司根據與瀘縣人民政府簽訂的管網改造合同在2014年至2022年期間，陸續收到瀘州市財政局補助款1,015.80萬元；本公司及瀘縣分公司按照該項目資產預計使用期限攤銷，將政府補助款轉至其他收益；

V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF MAJOR ITEMS (Continued)

五、合併財務報表主要項目註釋(續)

29. Deferred income (Continued)

29. 遞延收益(續)

(2) Government grant projects (Continued)

(2) 政府補助項目(續)

Note 10: According to the Agreement of Monetary Compensation for Urban Housing Demolition and Relocation entered into between Jiangnan Water and the Command Department for the Land Collection and Demolition and Relocation of the Shaqian Area of Jiangyang District of Luzhou City on 22 February 2013 and the Tap Water Pipeline Relocation Agreement entered into between Jiangnan Water and the Unified Land Collection and Consolidation Center of Luzhou City on 8 March 2013, Jiangnan Water successively received the compensation for relocation of RMB13.8261 million during the period from 2013 to 2014. Jiangnan Water has transferred the grants to deferred income and the government grants to other income over the estimated useful life of the assets; in 2020, the Company will absorb and merge with Jiangnan Water and continue the treatment accordingly;

註10:根據2013年2月22日江南水業與瀘州市江陽區沙茜片區征地拆遷指揮部簽訂的《城市房屋拆遷貨幣補償協議書》、2013年3月8日與瀘州市土地統征和整理中心簽訂的《自來水管道搬遷協議》、江南水業於2013年至2014年期間,陸續收到搬遷補償款共計1,382.61萬元,江南水業將補助轉入遞延收益,按照資產預計使用期限將政府補助款轉至其他收益;2020年本公司吸收合併江南水業,相應延續處理;

Note 11: According to the Notice on the Issuance of the 2009 Budget (Funding) of Central Budgetary Infrastructure Expenditure for the Construction of Water Supply Facilities in Poor Counties and Counties with Severe Water Shortage with Expanded Domestic Needs issued by the Finance Bureau of Luzhou City on 15 June 2009 (L.S.C.T [2009] No. 50), from 2010 to 2011, the Company successively received the special grants of RMB8 million from the Finance Bureau of Luzhou City for the construction of water supply facilities in poor counties and counties with severe water shortage, and the Company has amortised the government grants over the estimated useful life of the assets of the project and transferred such grants to other income;

註11:根據瀘州市財政局2009年6月15日下達的《關於下達2009年貧困縣及嚴重缺水縣城供水設施建設擴大內需中央預算內基建支出預算(撥款)的通知》(瀘市財投〔2009〕50號),本公司於2010至2011年期間,陸續收到瀘州市財政局撥付的貧困縣及嚴重缺水縣城供水設施建設專項資金補助800.00萬元,本公司按照該項目資產預計使用期限攤銷,將政府補助款轉至其他收益;

V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF MAJOR ITEMS (Continued)

29. Deferred income (Continued)

(2) Government grant projects (Continued)

Note 12: Xinglu Water received the grants of RMB3.5 million for land premiums of Qiancao Second Water Plant from Luzhou City Xinglu Investment Group Co., Ltd. in June 2014 and Xinglu Water has amortised the government grants over the estimated useful life of the assets of the project and transferred such grants to other income;

Note 13: According to the Agreement on Relocation of Pipelines for the Construction of the Park Avenue Project entered into between Hejiang Water and Unified Land Collection Service Office of Hejiang County, the pipelines at the avenue of the park in Hejiang will be relocated due to needs for municipal construction, and Hejiang Water received the compensation for the relocation of RMB2.78 million from the Finance Bureau of Hejiang County in February 2015. Hejiang Water has transferred the grants to deferred income and the government grants to other income over the estimated useful life of the assets;

Note 14: According to the Notice on the Issuance of the 2022 Municipal Science and Technology Program Project (L.S.K.R [2022] No. 124) issued by the Bureau of Science, Technology and Talent of Luzhou City (瀘州市科學技術和人才工作局), the Company received RMB150,000 in funding for the municipal science and technology program project in 2022, which is required to apply for acceptance and is included in other income in a lump sum after acceptance;

五、合併財務報表主要項目註釋(續)

29. 遞延收益(續)

(2) 政府補助項目(續)

註12:興瀘水務於2014年6月收到瀘州市興瀘投資集團有限公司撥付的茜草二水廠征地補助款350.00萬元,興瀘水務按照該項目資產預計使用期限攤銷,將政府補助款轉至其他收益;

註13:根據合江水業與合江縣統一徵用土地服務辦公室簽訂的《園區大道工程建設杆管線搬遷協議》,因市政建設需要,對合江園區大道的杆管線進行搬遷,合江水業於2015年2月收到合江縣財政局支付的搬遷補償款項278.00萬元,合江水業將補助轉入遞延收益,按照資產預計使用期限將政府補助款轉至其他收益;

註14:根據瀘州市科學技術和人才工作局文件《關於下達2022年市級科技計劃項目的通知》(瀘市科人[2022]124號),本公司於2022年收到市級科技計劃項目資金15萬元,該項目按要求需要申請驗收,驗收後一次性計入其他收益;

V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF MAJOR ITEMS (Continued)

五、合併財務報表主要項目註釋(續)

29. Deferred income (Continued)

29. 遞延收益(續)

(2) Government grant projects (Continued)

(2) 政府補助項目(續)

Note 15: According to the Notice of Decomposition and Issuance of the Project Preliminary Work Incentive 2022 Provincial Budgetary Capital Construction Investment Plan (L.S.F.G.Z [2022] No. 427) issued by the Development and Reform Commission of Luzhou City, the Company received RMB500,000 in 2022 from the provincial budgetary capital construction investment plan (preliminary work incentive funds) for the Luzhou urban domestic wastewater treatment plant expansion and sludge disposal project, which has been completed and was amortised over the estimated useful life of the project assets, and the government grants were transferred to other income.

註15:根據瀘州市發展和改革委員會《關於分解下達項目前期工作激勵2022年省預算內基本建設投資計劃的通知》(瀘市發改重[2022]427號),本公司於2022年收到50萬元瀘州市城市生活污水處理廠擴建及污泥處置項目省預算內基本建設投資計劃(前期工作激勵資金),該工程已完工,按照該項目資產的預計使用期限攤銷,將政府補助款轉至其他收益。

Note 16: According to the Notice on the Approval of 2025 Projects for Serving Enterprise Technological Innovation Activities (L.S.K.X [2025] No. 29) issued by the Luzhou Association for Science and Technology on 15 July 2025, the Company received a grant of RMB30,000 from the Luzhou Association for Science and Technology on 1 August 2025. This grant will be recognised in full as other income upon application for and completion of the acceptance inspection as required under the project.

註16:根據瀘州市科學技術協會文件2025年7月15日下達的《關於下達2025年服務企業技術創新活動項目立項的通知》(瀘市科協[2025]29號),本公司於2025年8月1日收到瀘州市科學技術協會撥款3萬元,該項目按要求申請驗收之後,一次性計入其他收益。

V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF MAJOR ITEMS (Continued)

29. Deferred income (Continued)

(2) Government grant projects (Continued)

Note 17: According to the Notice on the Issuance of the 2025 First Batch of Provincial-level Financial Special Fund Budget for Urban and Rural Construction Development (C.C.J [2025] No. 69) issued by the Department of Finance of Sichuan Province and the Department of Housing and Urban-Rural Development of Sichuan Province, the Company received a grant of RMB2.2095 million from the Housing and Urban-Rural Development Bureau of Hejiang County in succession from 11 May 2026. It is expected that after the project reaches its intended usable condition in 2027, the subsidies will be amortised over the estimated useful life of the project assets, and the government grants were transferred to other income.

五、合併財務報表主要項目註釋(續)

29. 遞延收益(續)

(2) 政府補助項目(續)

註17:根據四川省財政廳、四川省住房和城鄉建設廳《關於下達2025年第一批省級財政城鄉建設發展專項資金預算的通知》(川財建[2025]69號),本公司於2026年5月11日陸續收到合江縣住房和城鄉建設局補助款220.95萬元;該項目預計2027年達到預計可使用狀態後,按照該項目資產預計使用期限攤銷,將政府補助款轉至其他收益。

From 1 January 2026 To 30 June 2026 (Unless Otherwise Expressly Stated, Amounts Are Denominated In RMB)

V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF MAJOR ITEMS (Continued)

五、合併財務報表主要項目註釋(續)

30. Share capital

30. 股本

Items	項目	Opening balance 期初餘額	Change for the period (+, −) 本期變動增減(+、-) Issue of new shares 發行新股	Bonus issue 送股	Conversion from reserve 公積金轉股	Others 其他	Subtotal 小計	Closing balance 期末餘額
Total number of shares	股份總數	859,710,000.00						859,710,000.00

31. Capital reserve

31. 資本公積

Items	項目	Opening balance 期初餘額	Increase for the period 本期增加	Decrease for the period 本期減少	Closing balance 期末餘額
Share premium	股本溢價	418,174,747.31			418,174,747.31
Other capital reserve	其他資本公積	2,272,467.04			2,272,467.04
Total	合計	420,447,214.35			420,447,214.35

V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF MAJOR ITEMS (Continued)

五、合併財務報表主要項目註釋(續)

32. Other comprehensive income

32. 其他綜合收益

Items	項目	Opening balance 期初餘額	Amount incurred in the current period 本期發生額: Amount before income tax for the period 本期所得稅前發生額	Less: Amount included in other comprehensive income in previous period transferred to profit or loss in current period 減:前期計入其他綜合收益當期轉入損益	Less: Included in other comprehensive income in the previous period and transferred in retained earnings in current period 減:前期計入其他綜合收益當期轉入留存收益	Less: income tax expense 減:所得稅費用	Attributable to parent after tax 稅後歸屬於母公司	Attributable to minority interest after tax 稅後歸屬於少數股東	**Closing balance 期末餘額**
I. Other comprehensive income that cannot be subsequently reclassified into profit or loss	一、以後不能重分類進損益的其他綜合收益								
Including: Changes in remeasurement of defined benefit plans	其中:重新計量設定受益計劃變動額								
Other comprehensive income that cannot be transferred to profit or loss under equity method	權益法下不能轉損益的其他綜合收益								
Changes in fair value of investments in other equity instruments	其他權益工具投資公允價值變動	-42,239.76							**-42,239.76**
Changes in fair value of the enterprise's own credit risk	企業自身信用風險公允價值變動								
Others	其他								
II. Other comprehensive income that will be subsequently reclassified into profit or loss	二、以後將重分類進損益的其他綜合收益								
Total other comprehensive income	其他綜合收益合計	-42,239.76							**-42,239.76**

From 1 January 2026 To 30 June 2026 (Unless Otherwise Expressly Stated, Amounts Are Denominated In RMB)

V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF MAJOR ITEMS (Continued)

五、合併財務報表主要項目註釋(續)

33. Special reserve 33. 專項儲備

Item	項目	Opening balance 期初餘額	Increase for the period 本期增加	Decrease for the period 本期減少	Closing balance 期末餘額
Safe production fee	安全生產經費	7,141,391.77	35,668.81	1,239,122.88	5,937,937.70

34. Surplus reserve 34. 盈餘公積

Items	項目	Opening balance 期初餘額	Increase for the period 本期增加	Decrease for the period 本期減少	Closing balance 期末餘額
Statutory surplus reserve	法定盈餘公積	77,889,078.36			77,889,078.36
Discretionary surplus reserve	任意盈餘公積	148,392.19			148,392.19
Others	其他	10,837.70			10,837.70
Total	合計	78,048,308.25			78,048,308.25

From 1 January 2026 To 30 June 2026 (Unless Otherwise Expressly Stated, Amounts Are Denominated In RMB)

V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF MAJOR ITEMS (Continued)

五、合併財務報表主要項目註釋（續）

35. Undistributed profits

35. 未分配利潤

Items	項目	January to June 2026 2026年1-6月	2025 2025年度
Balance at the end of the previous year	**上年期末金額**	**1,637,191,570.85**	1,562,387,015.57
Balance at the beginning of the year	本年期初金額	**1,637,191,570.85**	1,562,387,015.57
Add: Net profit attributable to the owners of the parent in current year	加：本年歸屬於母公司股東的淨利潤	**64,938,598.55**	109,192,955.28
Transfer from other comprehensive income	其他綜合收益轉入		
Less: Appropriation of statutory surplus reserve	減：提取法定盈餘公積		
Dividends payable on ordinary shares*	應付普通股股利*	**34,388,400.00**	34,388,400.00
Balance at the end of the year	**本年期末金額**	**1,667,741,769.40**	1,637,191,570.85

The profit distribution of 2024 was considered and approved at the 2024 annual general meeting convened on 27 June 2025, pursuant to which a cash dividend of RMB0.04 (tax inclusive) per share was distributed to all shareholders in July 2025, and the total cash dividend distributed amounted to RMB34,388,400.00 (tax inclusive) calculated based on the total number of share capital, being 859,710,000.00 shares.

2024年度利潤分配已經2025年6月27日召開的2024年度股東大會審議通過，以總股本859,710,000.00股為基數，向全體股東每股派發現金紅利人民幣0.04元（含稅），共派發現金紅利人民幣34,388,400.00元（含稅），已於2025年7月分派實施。

The profit distribution of 2025 was considered and approved at the 2025 annual general meeting convened on 26 June 2026, pursuant to which a cash dividend of RMB0.04 (tax inclusive) per share was distributed to all shareholders in July 2026, and the total cash dividend distributed amounted to RMB34,388,400.00 (tax inclusive) calculated based on the total number of share capital, being 859,710,000.00 shares.

2025年度利潤分配已經2026年6月26日召開的2025年度股東大會審議通過，以總股本859,710,000.00股為基數，向全體股東每股派發現金紅利人民幣0.04元（含稅），共派發現金紅利人民幣34,388,400.00元（含稅），已於2026年7月分派實施。

From 1 January 2026 To 30 June 2026 (Unless Otherwise Expressly Stated, Amounts Are Denominated In RMB)

V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF MAJOR ITEMS (Continued)

五、合併財務報表主要項目註釋(續)

36. Operating revenue and costs

36. 營業收入、營業成本

(1) Particulars of operating revenue and operating costs

(1) 營業收入和營業成本情況

Items	項目	Amount incurred in the current period 本期發生額 Revenue 收入	Costs 成本	Amount incurred in the previous period 上期發生額 Revenue 收入	Costs 成本
Principal operations	主營業務	567,160,209.39	373,062,579.41	613,161,300.69	418,828,507.24
Other operations	其他業務	8,231,748.55	5,244,023.72	2,197,294.53	1,043,060.88
Total	**合計**	575,391,957.94	378,306,603.13	615,358,595.22	419,871,568.12

(2) Particulars of revenue from contracts

(2) 合同產生的收入的情況

Categories of contract	合同分類	Revenue amount incurred in the period 本期收入發生額
By categories of product	按商品類型分類	575,391,957.94
Including: Water supply business	其中:供水業務	177,237,621.86
Wastewater treatment business	污水處理業務	351,466,206.62
Engineering business	工程業務	38,456,380.91
Others	其他	8,231,748.55
By operating regions	按經營地區分類	575,391,957.94
Including: Within Sichuan Province	其中:四川省內	575,391,957.94
Outside Sichuan Province	四川省外	

V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF MAJOR ITEMS (Continued)

五、合併財務報表主要項目註釋（續）

36. Operating revenue and costs (Continued)

36. 營業收入、營業成本（續）

(3) Information related to the performance of contractual obligations

Revenue from the sale of tap water is recognised when the Group transmits tap water to customers and the customers have accepted the tap water at the relevant rates, and is subject to regulation and periodic review by local government authorities, and the recoverability of the related receivables is reasonably assured. According to the relevant water supply contracts and franchising agreements, the Group shall provide customers with tap water that meets the quality requirements for tap water supply as stipulated by the relevant government authorities. Payment of the transaction price for tap water sales is made when the customer accepts the tap water and settlement is normally made within one month in accordance with the relevant sales agreement, with some customers paying in advance.

(3) 與履約義務相關的信息

自來水銷售收入在本集團向客戶傳輸自來水且客戶已按相關費率接受自來水時確認，並受地方政府機關監管及定期審查，相關應收款的可回收性有合理保證。根據相關自來水供應合同及特許經營協議，本集團須向用戶提供符合有關政府部門規定的自來水供應質量要求的自來水。自來水銷售交易價格的支付在客戶接受自來水且通常根據相關銷售協議在一個月內結算時完成，部分客戶會提前支付。

V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF MAJOR ITEMS (Continued)

五、合併財務報表主要項目註釋（續）

36. Operating revenue and costs (Continued)

36. 營業收入、營業成本（續）

(3) Information related to the performance of contractual obligations (Continued)

(3) 與履約義務相關的信息（續）

Revenues from wastewater treatment operation services are recognised at the point of wastewater treatment and are based on monthly wastewater treatment readings at the relevant rates, which are regulated by the local government and reviewed periodically, and the collectability of the related receivables is reasonably assured. Where the service franchising arrangement guarantees the Group's minimum wastewater treatment capacity, the Group recognises revenue from wastewater treatment operation services based on the higher of the actual wastewater treatment capacity and the guaranteed minimum wastewater treatment capacity, less the amount attributable to the guaranteed minimum wastewater treatment capacity. According to the relevant franchising agreement, the Group shall ensure that the treated wastewater complies with the pollutant discharge standards stipulated by the relevant government authorities. Payment of the transaction price for wastewater treatment operation services is subject to a three-month credit period following treatment and is typically completed upon settlement within three to six months following treatment.

污水處理營運服務收入在污水處理時點確認，按每月污水處理量讀數按相關費率確認，地方政府對此加以規範並進行定期審查，相關應收款的可回收性有合理保證。服務特許經營安排保證集團最低污水處理量之情況下，本集團根據實際污水處理量和保證最低污水處理量間中的較高者扣除屬於保證最低污水處理量的數額，確認污水處理營運服務收入。根據相關特許經營協議，本集團須確保所處理的污水符合相關政府部門規定的污染物排放標準。污水處理運營服務交易價格的支付在污水處理後有三個月信用期，且通常在污水處理後三到六月內結算時完成。

V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF MAJOR ITEMS (Continued)

五、合併財務報表主要項目註釋(續)

36. Operating revenue and costs (Continued)

36. 營業收入、營業成本(續)

(3) Information related to the performance of contractual obligations (Continued)

Revenues from the provision of installation services are derived from fixed-price contracts with customers, such as real estate developers and water customers. This type of contract is signed prior to the commencement of services. Under the terms of the contract, the Group is required to perform installation services at the customer's specific location. Before the implementation of network connection of tap water, customers are unable to obtain and consume the economic benefits brought by the Company's performance while fulfilling the contract of Xinglu Water; it is also impossible to control the goods or services under construction during the performance process, so the revenue is recognised at the point of completion and acceptance. These construction contracts include payment schedules that require milestone payments during installation once certain specified milestones have been reached, and typically require the customer to make advance payments prior to the commencement of installation services and incur contract liabilities until revenue recognition for a particular contract exceeds its advance deposit. According to the relevant agreements with customers, the Group shall provide repair services in case of quality problems. Contract assets, net of contract liabilities relating to the same contract, are recognised in the period in which the installation services are performed and represent the Group's rights to receive remuneration for the services as they depend on the Group's future performance in the specified phase of the contract. When such rights become unconditional, the contract asset is transferred to receivables and, unless time has elapsed, is treated as an unconditional payment for the contractual period.

(3) 與履約義務相關的信息(續)

提供安裝服務的收入來自與客戶簽訂的固定價格合同,例如房地產商和自來水用戶。此類合同在開始提供服務前簽訂。根據合同條款,本集團需在客戶特定地點履行安裝服務,在未實現自來水入網通水前,客戶無法在興瀘水務履約的同時即取得並消耗公司履約所帶來的經濟利益;也無法控制履約過程中在建的商品或服務,因此於完工並通過竣工驗收時點確認收入。這些建築合同包括付款安排表,一旦達到某些特定的階段,就需要在安裝期間進行階段付款,且通常要求客戶在安裝服務開始前提前付款,會產生合同負債直到某一合同的收入確認超過其預存款。根據與客戶簽訂的相關協議,如有質量問題本集團須提供維修服務。合同資產(扣除與同一合同有關的合同負債)於進行安裝服務的期間確認,代表本集團獲得服務報酬的權利,因為該等權利取決於本集團未來履行合同中指定階段的表現。當這種權利成為無條件時,合同資產轉為應收款,除非時間已經過去,否則作為無條件支付的合同階段。

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V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF MAJOR ITEMS (Continued)

五、合併財務報表主要項目註釋（續）

36. Operating revenue and costs (Continued)

36. 營業收入、營業成本（續）

(3) Information related to the performance of contractual obligations (Continued)

(3) 與履約義務相關的信息（續）

As of 30 June 2026, the total transaction price allocated by the Group to the remaining performance obligations (unsatisfied or partially unsatisfied) of the installation services amounted to RMB28,259,200 (2025: RMB29,204,700) (including tax), which will be recognised as revenue in the next one to two years.

截至2026年6月30日，集團分配給安裝服務剩餘履約義務（未滿足或部分未滿足）的交易價格總額為2,825.92萬元（2025年為2,920.47萬元）（含稅），將於未來一到兩年內確認為收入。

37. Tax and surcharges

37. 稅金及附加

Items	項目	**Amount incurred in the current period 本期發生額**	Amount incurred in the previous period 上期發生額
Water resource tax	水資源稅	**8,004,046.84**	8,299,730.88
City maintenance and construction tax	城市維護建設稅	**496,692.15**	1,224,282.09
Educational surcharges	教育費附加	**244,097.85**	336,230.57
Local educational surcharges	地方教育費附加	**164,546.00**	224,153.74
Real estate tax	房產稅	**4,108,894.71**	4,087,699.66
Land use tax	土地使用稅	**4,063,849.27**	3,515,812.24
Stamp tax	印花稅	**164,245.80**	173,191.17
Others	其他	**142,145.72**	114,844.41
Total	**合計**	**17,388,518.34**	17,975,944.76

From 1 January 2026 To 30 June 2026 (Unless Otherwise Expressly Stated, Amounts Are Denominated In RMB)

V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF MAJOR ITEMS (Continued)

五、合併財務報表主要項目註釋(續)

38. Sales expenses

38. 銷售費用

Items	項目	Amount incurred in the current period 本期發生額	Amount incurred in the previous period 上期發生額
Employee compensation	職工薪酬	**5,942,263.18**	6,742,730.87
Labour costs	勞務費用	**2,284,870.69**	1,400,988.45
Depreciation and amortisation	折舊及攤銷	**103,653.82**	93,984.42
Office expenses	辦公費	**570,111.61**	624,224.58
Others	其他	**353,455.50**	954,716.64
Total	**合計**	**9,254,354.80**	9,816,644.96

39. Management expenses

39. 管理費用

Items	項目	Amount incurred in the current period 本期發生額	Amount incurred in the previous period 上期發生額
Employee compensation	職工薪酬	**38,810,975.43**	35,527,582.37
Labour costs	勞務費用	**764,123.63**	923,364.07
Business entertainment expenses	業務招待費	**189,040.85**	320,143.62
Travel expenses	差旅費	**145,220.99**	233,371.95
Office expenses	辦公費	**765,573.00**	539,575.26
Promotion costs	宣傳費	**235,053.79**	336,429.00
Depreciation and amortisation	折舊及攤銷	**3,447,541.43**	2,932,342.06
Intermediary organ fees	中介機構費	**3,110,550.03**	1,117,079.38
Others	其他	**3,300,003.74**	2,812,728.25
Total	**合計**	**50,768,082.89**	44,742,615.96

From 1 January 2026 To 30 June 2026 (Unless Otherwise Expressly Stated, Amounts Are Denominated In RMB)

V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF MAJOR ITEMS (Continued)

五、合併財務報表主要項目註釋（續）

40. Research and development expenses 40. 研發費用

Items	項目	Amount incurred in the current period 本期發生額	Amount incurred in the previous period 上期發生額
Staff wages	職工薪酬	**983,938.78**	
Power charges	動力費	**756,639.32**	
Direct material costs	直接材料費	**142,472.77**	
Depreciation and amortisation	折舊與攤銷	**2,336.97**	
Total	**合計**	**1,885,387.84**	

41. Financial expenses 41. 財務費用

Items	項目	Amount incurred in the current period 本期發生額	Amount incurred in the previous period 上期發生額
Interest expenses	利息費用	**39,813,848.78**	45,989,512.97
Less: Interest income	減：利息收入	**828,511.89**	1,872,155.19
Add: Exchange loss	加：匯兑損失	**48,760.09**	20,088.18
Add: Other expenses	加：其他支出	**118,503.76**	54,888.29
Total	**合計**	**39,152,600.74**	44,192,334.25

42. Other income 42. 其他收益

(1) Breakdown of other income *(1) 其他收益明細*

Sources of other income	產生其他收益的來源	Amount incurred in the current period 本期發生額	Amount incurred in the previous period 上期發生額
Tax deduction	稅費減免	**1,095,368.57**	1,766,083.01
Government grants transferred from deferred income	遞延收益轉入的政府補助	**13,445,206.79**	13,546,641.37
Others government grants related to general activities	其他與日常活動相關的政府補貼	**15,530,745.89**	13,807,079.94
Total	**合計**	**30,071,321.25**	29,119,804.32

From 1 January 2026 To 30 June 2026 (Unless Otherwise Expressly Stated, Amounts Are Denominated In RMB)

V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF MAJOR ITEMS (Continued)

五、合併財務報表主要項目註釋(續)

42. Other income (Continued)

42. 其他收益(續)

(2) Breakdown of government grants

(2) 政府補助明細

Items	項目	In the current period 本期	In the previous period 上期	Sources and references 來源和依據	Related to assets/ related to revenue 與資產相關/收益相關
Total direct credit	**直接計入合計**	**16,626,114.46**	15,573,162.95		
Including:	其中：				
Tax reduction	稅費減免	**1,095,368.57**	1,765,380.51		Related to revenue 與收益相關
Incremental grant for sludge disposal cost	污泥處置增量成本補助款	**14,197,500.00**	13,776,600.00	Note 1 註1	Related to revenue 與收益相關
Industrial project completion and production achievement incentive	工業項目竣工達產激勵	**1,000,000.00**			Related to revenue 與收益相關
Other sporadic grants	其他零星補助	**333,245.89**	31,182.44		Related to revenue 與收益相關
Transfer of deferred income	**遞延收益轉入**	**13,445,206.79**	13,546,641.37		
Including:	其中：				
Compensation for the occupation and relocation of certain water supply assets in the Zhangwan Industrial Park	張灣工業園區部分給水管資產佔用搬遷補償	**45,554.70**	45,554.70		Related to assets 與資產相關
Grants for the construction of Erdaoxi Project (Phase III)	二道溪三期項目建設資金補助	**645,031.62**	645,031.62		Related to assets 與資產相關
Grants for external pipeline networks of Yaerdang Wastewater Treatment Plant	鴨兒凼污水處理廠廠外管網補助	**688,138.02**	688,138.02		Related to assets 與資產相關
Grants for internal technological transformation of Yaerdang Wastewater Treatment Plant	鴨兒凼污水處理廠廠內技改補助	**237,662.58**	237,662.58		Related to assets 與資產相關
Government subsidy for upgrading and expanding the capacity of Yaerdang	鴨兒凼提升擴容政府補助	**1,941,520.02**	1,941,520.02		Related to assets 與資產相關
Grants for the construction of Erdaoxi Wastewater Treatment Plant	二道溪污水處理廠建設資金補助	**937,576.68**	937,576.68		Related to assets 與資產相關
Grants for the construction of Erdaoxi Project (Phase II)	二道溪二期項目建設資金補助	**925,185.36**	925,185.36		Related to assets 與資產相關
Central fund grant for Naxi Project (Phase III)	納溪三期中央資金補助	**282,233.34**	282,233.34		Related to assets 與資產相關

From 1 January 2026 To 30 June 2026 (Unless Otherwise Expressly Stated, Amounts Are Denominated In RMB)

V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF MAJOR ITEMS (Continued)

五、合併財務報表主要項目註釋(續)

42. Other income (Continued)

42. 其他收益(續)

(2) Breakdown of government grants (Continued)

(2) 政府補助明細(續)

Items	項目	In the current period 本期	In the previous period 上期	Sources and references 來源和依據	Related to assets/ related to revenue 與資產相關╱收益相關
Subsidy for Urban Water Supply Network Project	城市供水管網工程補助	406,698.39	508,132.97		Related to assets 與資產相關
Jiangnan Shawan Land Compensation	江南沙灣土地補償	195,590.38	195,590.38		Related to assets 與資產相關
Grant for Luzhou City Urban Area Household Meter Renovation Project (Phase I)	瀘州市主城區自來水戶表改造工程(一期)補助	6,827,515.68	6,827,515.68		Related to assets 與資產相關
Grants for the construction of water supply facilities in poor counties and counties with severe water shortage	貧困縣及嚴重缺水縣城供水設施建設補助	200,000.00	200,000.00		Related to assets 與資產相關
Land compensation for Qiancao No. 2 Water Treatment Plant	茜草二水廠土地補償款	87,500.00	87,500.00		Related to assets 與資產相關
Special subsidy funds for the preliminary work of the Chengnan Project (Phase II)	城南二期項目前期工作專項補助資金	25,000.02	25,000.02		Related to assets 與資產相關
Total	**合計**	30,071,321.25	29,119,804.32		

Note 1: Pursuant to the Reply Opinion on the Application of Xinglu Wastewater Treatment Company for Wastewater Treatment Operating Funds (L.S.C.C [2021] No. 104) issued by Luzhou Municipal Finance Bureau and the letter received by Luzhou Municipal People's Government Office, it was approved that the incremental disposal cost to be received by Xinglu Wastewater for the current period, and 65% of the approved amount was allocated, being RMB14,197,500.

註1： 根據瀘州市財政局《關於興瀘污水公司申請污水處理運營資金的回復意見》(瀘市財城[2021]104號)、瀘州市人民政府辦公室收文處理箋，核定興瀘污水本期應收到的處置增量成本，並按該核定金額的65%予以補貼，即1,419.75萬元。

From 1 January 2026 To 30 June 2026 (Unless Otherwise Expressly Stated, Amounts Are Denominated In RMB)

V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF MAJOR ITEMS (Continued)
五、合併財務報表主要項目註釋(續)

43. Impairment loss on credit 43. 信用減值損失

Items	項目	Amount incurred in the current period 本期發生額	Amount incurred in the previous period 上期發生額
Loss of bad debts of accounts receivable	應收賬款壞賬損失	**-11,697,126.60**	-15,245,182.82
Loss of bad debts of other receivables	其他應收款壞賬損失	**-8,142,937.30**	1,837,035.83
Total	**合計**	**-19,840,063.90**	-13,408,146.99

44. Gains on disposal of assets 44. 資產處置收益

Item	項目	Amount incurred in the current year 本年發生額	Amount incurred in the previous year 上年發生額
Gains on disposal of fixed assets	固定資產處置收益	**-3,658.74**	1,567.25

45. Non-operating income 45. 營業外收入

Items	項目	Amount incurred in the current period 本期發生額	Amount incurred in the previous period 上期發生額
Gain from scrapping of non-current assets	非流動資產毀損報廢利得	**16,057.36**	5,016.17
Penalty income	罰款收入	**54,970.22**	430,400.64
Default compensation income	違約賠償收入	**1,156,661.42**	912,937.30
Others	其他	**69,402.98**	163,187.62
Total	**合計**	**1,297,091.98**	1,511,541.73

From 1 January 2026 To 30 June 2026 (Unless Otherwise Expressly Stated, Amounts Are Denominated In RMB)

V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF MAJOR ITEMS (Continued) 五、合併財務報表主要項目註釋（續）

46. Non-operating expenses 46. 營業外支出

Items	項目	Amount for the current period 本期金額	Amount for the previous period 上期金額
Loss on retirement of non-current assets	非流動資產報廢損失	**116,440.18**	
Public donation expenses	公益性捐贈支出		34,000.00
Fines and other compensation expenses	罰款及其他賠償支出	**51,385.97**	83,318.99
Late payment	滯納金	**24,985.54**	611,679.95
Others	其他	**148,588.46**	151,829.21
Total	**合計**	**341,400.15**	880,828.15

47. Income tax expense 47. 所得稅費用

(1) Income tax expense *(1) 所得稅費用*

Items	項目	Amount incurred in the current period 本期發生額	Amount incurred in the previous period 上期發生額
Current income tax expense calculated in accordance with the Tax Law and related regulations	按稅法及相關規定計算的當期所得稅費用	**22,280,839.87**	25,167,203.38
Deferred income tax expenses	遞延所得稅費用	**-3,304,133.80**	-2,307,344.63
Total	**合計**	**18,976,706.07**	22,859,858.75

From 1 January 2026 To 30 June 2026 (Unless Otherwise Expressly Stated, Amounts Are Denominated In RMB)

V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF MAJOR ITEMS (Continued)

五、合併財務報表主要項目註釋(續)

47. Income tax expense (Continued)

47. 所得税費用(續)

(2) Adjustment process of accounting profit and income tax expenses

(2) 會計利潤與所得税費用調整過程

Items	項目	Amount incurred in the current period 本期發生額
Combined total profit for the current year	本年合併利潤總額	89,819,700.64
Income tax expense calculated at statutory/applicable tax rates	按法定/適用税率計算的所得税費用	13,472,955.10
Effect of application of different tax rate to subsidiaries	子公司適用不同税率的影響	-32,060.95
Adjustment to income tax in previous period	調整以前期間所得税的影響	-841,092.40
Effect of non-taxable income	非應税收入的影響	-10,749,639.33
Effect of non-deductible cost, expense and loss	不可抵扣的成本、費用和損失的影響	11,481,587.19
Effect of utilisation of deductible losses unrecognised as deferred income tax assets in previous period	使用前期未確認遞延所得税資產的可抵扣虧損的影響	
Effect of deductible temporary difference or deductible loss unrecognised as deferred income tax assets in the current year	本年未確認遞延所得税資產的可抵扣暫時性差異或可抵扣虧損的影響	5,644,956.46
Change in the opening balance of deferred income tax assets/liabilities due to tax rate adjustment	税率調整導致期初遞延所得税資產/負債餘額的變化	
Others	其他	
Income tax expenses	所得税費用	18,976,706.07

From 1 January 2026 To 30 June 2026 (Unless Otherwise Expressly Stated, Amounts Are Denominated In RMB)

V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF MAJOR ITEMS (Continued)

五、合併財務報表主要項目註釋（續）

48. Items of cash flows statement

48. 現金流量表項目

(1) *Cash related to operating activities*

(1) *與經營活動有關的現金*

① *Other cash received related to operating activities*

① *收到的其他與經營活動有關的現金*

Items	項目	**Amount incurred in the current period 本期發生額**	Amount incurred in the previous period 上期發生額
Funds received in relation to government grants	收到政府相關款項	**19,657.278.93**	23,884,782.28
Provisional receipts and advances	暫收與代墊款項	**28.432.811.75**	13,010,835.25
Collateral	保證金	**2,915,637.92**	5,744,748.02
Bank interest income	銀行利息收入	**1,087,258.27**	1,649,683.79
Others	其他	**1,027,261.82**	2,101,772.50
Total	**合計**	**53,120,248.69**	46,391,821.84

② *Other cash paid related to operating activities*

② *支付的其他與經營活動有關的現金*

Items	項目	**Amount incurred in the current period 本期發生額**	Amount incurred in the previous period 上期發生額
Collateral	保證金	**14,612,031.45**	12,320,312.97
Advances	代墊款	**276,312.26**	3,719,894.18
Brokerage fee	中介費	**3,251,488.94**	3,001,751.84
Property management fee	物管費	**1,395,770.78**	2,430,583.98
Office expenses	辦公費	**825,454.09**	633,252.50
Telecommunication fees	通訊費	**262,310.01**	289,718.47
Others	其他	**4,816,513.96**	6,835,935.61
Total	**合計**	**25,439,881.49**	29,231,449.55

V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF MAJOR ITEMS (Continued)

五、合併財務報表主要項目註釋(續)

48. Items of cash flows statement (Continued)

48. 現金流量表項目(續)

(2) Cash related to financing activities

(2) 與籌資活動有關的現金

① *Other cash received related to financing activities*

① *收到的其他與籌資活動有關的現金*

Item	項目	Amount incurred in the current period 本期發生額	Amount incurred in the previous period 上期發生額
Borrowings received from minority shareholder	收到少數股東借款	315,000.00	
Total	**合計**	**315,000.00**	

② *Other cash paid related to financing activities*

② *支付的其他與籌資活動有關的現金*

Item	項目	Amount incurred in the current period 本期發生額	Amount incurred in the previous period 上期發生額
Repayment to minority shareholder	歸還少數股東借款	525,000.00	2,765,042.54
Total	**合計**	**525,000.00**	2,765,042.54

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V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF MAJOR ITEMS (Continued)

五、合併財務報表主要項目註釋(續)

49. Supplementary information to cash flows statement

49. 現金流量表補充資料

Items	項目	Amount for the current period 本期金額	Amount for the previous period 上期金額
1. Reconciliation of net profit to cash flows from operating activities:	**1. 將淨利潤調節為經營活動現金流量:**		
Net profit	淨利潤	70,842,994.57	72,243,566.58
Add: Impairment loss on assets	加:資產減值損失		
Impairment loss on credit	信用減值損失	19,840,063.90	13,408,146.99
Depreciation of fixed assets, depletion of oil and gas assets and depreciation of productive biological assets	固定資產折舊、油氣資產折耗、生產性生物資產折舊	131,110,491.63	144,572,588.10
Depreciation of right-of-use assets	使用權資產折舊	20,338.74	18,395.98
Amortisation of intangible assets	無形資產攤銷	33,692,335.06	32,249,534.84
Amortisation of long-term deferred expenses	長期待攤費用攤銷	15,733,830.46	14,384,466.38
Loss on disposal of fixed assets, intangible assets and other long-term assets (Gain denoted in "-")	處置固定資產、無形資產和其他長期資產的損失(收益以「-」填列)	3,658.74	-1,567.25
Loss on retirement of fixed assets (Gain denoted in "-")	固定資產報廢損失(收益以「-」填列)	100,382.82	-5,016.17
Loss on change in fair value (Gain denoted in "-")	公允價值變動損失(收益以「-」填列)		
Financial expenses (Gain denoted in "-")	財務費用(收益以「-」填列)	39,813,848.78	45,989,512.97
Investment loss (Gain denoted in "-")	投資損失(收益以「-」填列)		
Decrease in deferred income tax assets (Increase denoted in "-")	遞延所得稅資產的減少(增加以「-」填列)	-3,115,452.73	-2,119,084.30
Increase in deferred income tax liabilities (Decrease denoted in "-")	遞延所得稅負債的增加(減少以「-」填列)	-188,681.07	-188,260.33

From 1 January 2026 To 30 June 2026 (Unless Otherwise Expressly Stated, Amounts Are Denominated In RMB)

V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF MAJOR ITEMS (Continued)

五、合併財務報表主要項目註釋(續)

49. Supplementary information to cash flows statement (Continued)

49. 現金流量表補充資料(續)

Items	項目	Amount for the current period 本期金額	Amount for the previous period 上期金額
Decrease in inventories (Increase denoted in "-")	存貨的減少(增加以「-」填列)	**-3,038,379.42**	-6,297,157.49
Decrease in operating receivables (Increase denoted in "-")	經營性應收項目的減少(增加以「-」填列)	**-57,498,421.22**	-32,398,241.68
Increase in operating payables (Decrease denoted in "-")	經營性應付項目的增加(減少以「-」填列)	**-1,930,522.45**	-9,450,790.38
Others	其他		
Net cash flows from operating activities	經營活動產生的現金流量淨額	**245,386,487.81**	272,406,094.24
2. Net movement in cash and cash equivalents:	**2. 現金及現金等價物淨變動情況:**		
Closing balance of cash	現金的期末餘額	**449,083,400.55**	605,985,936.27
Less: Opening balance of cash	減:現金的期初餘額	**605,985,936.27**	447,179,187.90
Add: Closing balance of cash equivalents	加:現金等價物的期末餘額		
Less: Opening balance of cash equivalents	減:現金等價物的期初餘額		
Net increase in cash and cash equivalents	**現金及現金等價物淨增加額**	**-156,902,535.72**	158,806,748.37

V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF MAJOR ITEMS (Continued)

五、合併財務報表主要項目註釋（續）

49. Supplementary information to cash flows statement (Continued)

49. 現金流量表補充資料（續）

(1) Cash and cash equivalents

(1) 現金和現金等價物

Items	項目	Closing balance 期末餘額	Balance in the previous year 上年餘額
Cash	現金	**449,081,400.55**	605,983,936.27
Including: Cash on hand	其中：庫存現金		
Bank deposits that are readily available for payment	可隨時用於支付的銀行存款	**449,081,400.55**	605,983,936.27
Other monetary funds that are readily available for payment	可隨時用於支付的其他貨幣資金		
Cash equivalents	現金等價物		
Including: Bond investments due within three months	其中：三個月內到期的債券投資		
Cash and cash equivalents balance at the end of the period	期末現金和現金等價物餘額	**449,081,400.55**	605,983,936.27

From 1 January 2026 To 30 June 2026 (Unless Otherwise Expressly Stated, Amounts Are Denominated In RMB)

V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF MAJOR ITEMS (Continued)

五、合併財務報表主要項目註釋(續)

50. Assets with limited ownership or use rights

50. 所有權或使用權受到限制的資產

Items 項目	Closing book value 期末賬面價值	Reason for limitation 受限原因
Monetary funds 貨幣資金	**2,000.00**	ETC collateral, business freezes ETC保證金、業務凍結
Long-term equity investment in the parent company 母公司長期股權投資	**117,000,000.00**	Pledge of equity interest held in Fanxing Environmental to guarantee the Company's bank loans – Note (2) 以所持繁星環保股權為本公司銀行貸款提供質押擔保－註(2)
Intangible assets 無形資產	**606,154,221.52**	Loans secured by pledge of tap water and wastewater tariff rights – Note (1)/(3)/(4)/(5) 以自來水收費權及污水處理費收費權質押貸款－註(1)/(3)/(4)/(5)
Total 合計	**723,156,221.52**	

(1) On 25 April 2018, the Company and Luzhou Rural Commercial Bank Co., Ltd. executed a loan contract in the amount of RMB207 million, which was used for the construction of water supply infrastructure in Jiangyang District, Luzhou City. The loan has a term of 9 years and is secured by the right to charge for the whole area safe water supply project in Jiangyang District, Luzhou City.

(1) 本公司於2018年4月25日和瀘州農村商業銀行股份有限公司簽立金額為人民幣20,700萬元借款合同,用於瀘州市江陽區城鎮供水基礎設施建設。借款期限9年,以瀘州市江陽區全域安全供水項目收費權作為質押。

V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF MAJOR ITEMS (Continued)

50. Assets with limited ownership or use rights (Continued)

(2) On 16 August 2019, the Company executed a loan contract with Industrial and Commercial Bank of China Limited Luzhou Branch in the amount of RMB70 million for the repayment of the previous merger and acquisition transactions paid with its own working capital. The loan period is 7 years, with joint and several liability guarantees provided by Luzhou Xinglu Wastewater Treatment Co., Ltd. At the same time, Water Headquarters will hold its 92.5% equity in Luzhou Fanxing Environmental Development Co., Ltd. to provide a pledge guarantee.

(3) On 17 July 2020, Chengdu Qingbaijiang Xinglu Water Co., Ltd. and Industrial and Commercial Bank of China Limited Qingbaijiang Sub-Branch executed a fixed asset loan contract in the amount of RMB138.8 million, the purpose of the loan under this contract is for the project construction of "European Industrial City Wastewater Purification Plant Project PPP", the term of the loan under this contract is 15 years. Qingbaijiang Water uses the income receivable from the "European Industrial City Wastewater Treatment Plant Project PPP Project" of Xinglu Water as a pledge guarantee for the next 15 years.

五、合併財務報表主要項目註釋（續）

50. 所有權或使用權受到限制的資產（續）

(2) 本公司於2019年8月16日和中國工商銀行股份有限公司瀘州分行簽立金額為人民幣7,000萬元並購借款合同，用於歸還前期用自有營運資金支付的並購交易款。借款期限7年，由瀘州市興瀘污水處理有限公司提供連帶責任擔保，同時水務本部將其持有的瀘州市繁星環保發展有限公司92.5%的股權提供質押擔保。

(3) 2020年7月17日，成都市青白江興瀘水務有限公司與中國工商銀行股份有限公司青白江支行簽訂金額為13880萬元的固定資產借款合同，本合同項下借款用途為：「歐洲產業城污水淨化廠工程PPP項目」項目建設，本合同項下的借款期限為15年，青白江水務以興瀘水務「歐洲產業城污水淨化廠工程PPP項目」未來15年的應收污水處理服務費等收入作為質押擔保。

V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF MAJOR ITEMS (Continued)

50. Assets with limited ownership or use rights (Continued)

(4) On 18 January 2021, Dechang Xinglu Water Co., Ltd. entered into a fixed-asset loan agreement with Dechang Branch of Liangshan Rural Commercial Bank Co., Ltd. for an amount of RMB50 million. This loan is designated for the "Wastewater Treatment Plant and Supporting Pipeline Network (Phase I) Project" under the Dechang County Industrial Concentration Zone Wastewater Treatment and Infrastructure Construction PPP Project. The loan bears a floating interest rate: LPR plus 123 basis points. From the interest commencement date until full repayment of principal and interest under this contract, the rate shall be adjusted annually based on the LPR rate in effect on the business day preceding the interest adjustment date, plus/minus the aforementioned basis points. The interest rate adjustment date shall be the corresponding date of the adjustment month following the interest commencement date. If no corresponding date exists in the adjustment month, the last day of that month shall serve as the interest adjustment date (currently applying an annual interest rate of 5.53%). The loan term is 15 years. Dechang Water used the revenue from government viability gap subsidy, user fee revenue and operation and maintenance service fee for the full cycle from December 2035 under the Dechang County Industrial Concentration Area Sewage Treatment and Infrastructure Construction PPP Project Contract as a pledge, with Luzhou Xinglu Water (Group) Co., Ltd. assuming joint and several guarantee obligations.

五、合併財務報表主要項目註釋(續)

50. 所有權或使用權受到限制的資產(續)

(4) 德昌縣興瀘水務公司於2021年1月18日和涼山農村商業銀行股份有限公司德昌支行簽立金額為人民幣5000萬元項目固定資產借款合同，本借款用於德昌縣工業集中區污水處理暨基礎設施建設PPP項目「污水處理廠及配套管網(一期)工程」，借款利率為浮動利率：即LPR利率加123基點，並自起息日起至本合同項下本息全部償清之日止，每12個月根據利率調整日前一個工作日執行的LPR利率以及上述加/減基點數調整一次。利率調整日為起息日在調整當月的對應日，當月無對應日，則當月最後一日為利息調整日(執行年利率5.53%)，借款期限15年，德昌水務公司以《德昌縣工業集中區污水處理暨基礎設施建設PPP項目合同》項下至2035年12月全周期政府可行性缺口補貼收入、使用者付費收入、運營維護服務費收入作為質押，由瀘州市興瀘水務(集團)股份有限公司承擔連帶保證責任。

V. NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS OF MAJOR ITEMS (Continued)

五、合併財務報表主要項目註釋(續)

50. Assets with limited ownership or use rights (Continued)

50. 所有權或使用權受到限制的資產(續)

(5) On 18 December 2023, Jingyan Wasterwater borrowed RMB75 million from Industrial and Commercial Bank of China Limited Jingyan Branch with a term of 15 years; Jingyan Wastewater pledged the concession rights of the Jingyan No. 2 Sewage Treatment Plant.

(5) 井研污水公司於2023年12月18日向中國工商銀行股份有限公司井研支行借入人民幣7,500萬元,借款期限十五年,井研污水以井研縣第二污水處理廠特許經營權作為質押。

51. Monetary items in foreign currencies

51. 外幣貨幣性項目

Items	項目	Closing balance of foreign currency 期末外幣餘額	Translation rate 折算匯率	Closing balance denominated in RMB 期末折算人民幣餘額
Monetary funds	貨幣資金			
Including: HKD	其中:港幣	1,394,575.96	0.86855	1,211,258.95

VI. CHANGE IN SCOPE OF CONSOLIDATION

六、合併範圍的變化

There are no changes in the period.

本期無變化。

From 1 January 2026 To 30 June 2026 (Unless Otherwise Expressly Stated, Amounts Are Denominated In RMB)

VII. INTERESTS IN OTHER ENTITIES 七、在其他主體中的權益

1. Interests in subsidiaries 1. 在子公司中的權益

(1) Composition of enterprise group *(1) 企業集團的構成*

Name of subsidiary 子公司名稱	Principal place of business 主要經營地	Place of registration 註冊地	Category of legal person 法人類別	Registered capital (RMB'0000) 註冊資本(萬元)	Business nature 業務性質	Shareholding percentage (%) 持股比例(%) Direct 直接	Indirect 間接	Method for acquisition 取得方式
Hejiang Water 合江水業	Luzhou, Sichuan 四川瀘州	Luzhou, Sichuan 四川瀘州	Limited liability company 有限責任公司	11,693.95	Water supply 供水	79.83		Business combination not under common control 非同一控制下企業合併
Nanjiao Water 南郊水業	Luzhou, Sichuan 四川瀘州	Luzhou, Sichuan 四川瀘州	Limited liability company 有限責任公司	976.60	Water supply 供水	99.53		Business combination not under common control 非同一控制下企業合併
Beijiao Water 北郊水業	Luzhou, Sichuan 四川瀘州	Luzhou, Sichuan 四川瀘州	Limited liability company 有限責任公司	4,390.94	Water supply 供水	98.41		Business combination not under common control 非同一控制下企業合併
Sitong Engineering 四通工程	Luzhou, Sichuan 四川瀘州	Luzhou, Sichuan 四川瀘州	Limited liability company 有限責任公司	4,001.00	Construction work 工程施工	100.00		Business combination not under common control 非同一控制下企業合併
Zhihui Technology 智慧科技	Luzhou, Sichuan 四川瀘州	Luzhou, Sichuan 四川瀘州	Limited liability company 有限責任公司	500.00	R&D and sales of software 軟件研發銷售		35.00	Establishment 設立
Sitong Design 四通設計	Luzhou, Sichuan 四川瀘州	Luzhou, Sichuan 四川瀘州	Limited liability company 有限責任公司	50.00	Technology services 技術服務	99.82		Business combination not under common control 非同一控制下企業合併
Weiyuan Water 威遠水務	Neijiang, Sichuan 四川內江	Neijiang, Sichuan 四川內江	Limited liability company 有限責任公司	2,260.00	Water supply 供水	60.00		Business combination not under common control 非同一控制下企業合併
Xingxu Water 興敘水業	Luzhou, Sichuan 四川瀘州	Luzhou, Sichuan 四川瀘州	Limited liability company 有限責任公司	1,000.00	Water supply 供水	60.00		Establishment 設立
Xinglu Wastewater 興瀘污水	Luzhou, Sichuan 四川瀘州	Luzhou, Sichuan 四川瀘州	Limited liability company 有限責任公司	26,840.82	Wastewater treatment 污水處理	98.00		Transfer 劃撥
Xinghe Water Governance 興合水環境	Luzhou, Sichuan 四川瀘州	Luzhou, Sichuan 四川瀘州	Limited liability company 有限責任公司	6,000.00	Wastewater treatment 污水處理		51.00	Establishment 設立
Fanxing Environmental 繁星環保	Luzhou, Sichuan 四川瀘州	Luzhou, Sichuan 四川瀘州	Limited liability company 有限責任公司	11,994.64	Wastewater treatment 污水處理	92.50		Business combination not under common control 非同一控制下企業合併
Yongxing Water Governance 永星水環境	Luzhou, Sichuan 四川瀘州	Luzhou, Sichuan 四川瀘州	Limited liability company 有限責任公司	1,000.00	Wastewater treatment 污水處理		55.00	Establishment 設立
Xingjia Environmental 興嘉環保	Leshan, Sichuan 四川樂山	Leshan, Sichuan 四川樂山	Limited liability company 有限責任公司	3,840.41	Wastewater treatment 污水處理	96.00		Establishment 設立
Leibo Water 雷波水務	Liangshan, Sichuan 四川涼山	Liangshan, Sichuan 四川涼山	Limited liability company 有限責任公司	6,000.00	Water supply 供水	50.98		Establishment 設立
Dechang Water 德昌水務	Liangshan, Sichuan 四川涼山	Liangshan, Sichuan 四川涼山	Limited liability company 有限責任公司	1,773.91	Water supply 供水	88.00		Establishment 設立

From 1 January 2026 To 30 June 2026 (Unless Otherwise Expressly Stated, Amounts Are Denominated In RMB)

VII. INTERESTS IN OTHER ENTITIES (Continued)
七、在其他主體中的權益(續)

1. Interests in subsidiaries (Continued)
1. 在子公司中的權益(續)

(1) Composition of enterprise group (Continued)
(1) 企業集團的構成(續)

Name of subsidiary 子公司名稱	Principal place of business 主要經營地	Place of registration 註冊地	Category of legal person 法人類別	Registered capital (RMB'0000) 註冊資本(萬元)	Business nature 業務性質	Shareholding percentage (%) 持股比例(%) Direct 直接	Indirect 間接	Method for acquisition 取得方式
Qingbaijiang Water 青白江水務	Chengdu, Sichuan 四川成都	Chengdu, Sichuan 四川成都	Limited liability company 有限責任公司	3,471.14	Water supply 供水	99.90		Establishment 設立
Xinggang Environmental 興港環保	Luzhou, Sichuan 四川瀘州	Luzhou, Sichuan 四川瀘州	Limited liability company 有限責任公司	3,000.00	Wastewater treatment 污水處理		65.00	Establishment 設立
Jingyan Wastewater 井研污水	Leshan, Sichuan 四川樂山	Leshan, Sichuan 四川樂山	Limited liability company 有限責任公司	3,000.00	Wastewater treatment 污水處理	100.00		Establishment 設立
Water Quality Testing 水質檢測	Luzhou, Sichuan 四川瀘州	Luzhou, Sichuan 四川瀘州	Limited liability company 有限責任公司	300.00	Others 其他	100.00		Establishment 設立

* On 22 January 2020, Sitong Engineering, a wholly owned subsidiary of Xinglu Water, established Zhihui Technology together with Jiangyang Huakong Habitat Water Supply Technology Service Co., Ltd. ("Jiangyang Huakong"), Suzhou Huakong Qingyuan System Technology Co., Ltd. ("Suzhou Huakong") and Fuzhou Beikong Zerun Holding Investment Partnership (Limited Partnership) ("Fuzhou Beikong"). Zhihui Technology has a registered capital of RMB5,000,000, of which: Sitong Engineering has contributed RMB1.7500 million to hold 35.00% equity interest in Zhihui Technology. Sitong Engineering entered into a unified action agreement with Suzhou Huakong (which holds 25% equity interest in Zhihui Technology) and Fuzhou Beikong (which holds 10% equity interest in Zhihui Technology). The agreement enables Sitong Engineering to take control of Zhihui Technology and bring it into the scope of consolidation from 2020.

* 2020年1月22日,興瀘水務的全資子公司四通工程與江陽華控人居供水技術服務有限公司(以下簡稱「江陽華控」)、蘇州華控清源系統科技股份有限公司(以下簡稱「蘇州華控」)和福州北控澤潤控股投資合夥企業(有限合夥)(以下簡稱「福州北控」)共同成立智慧科技。智慧科技註冊資本500.00萬元,其中:四通工程出資175.00萬元,持有35.00%股權;四通工程與蘇州華控(持股智慧科技25%股權)和福州北控(持股智慧科技10%股權)簽訂一致行動協議書,能夠實現對智慧科技的控制,並自2020年將其納入合併範圍。

From 1 January 2026 To 30 June 2026 (Unless Otherwise Expressly Stated, Amounts Are Denominated In RMB)

VII. INTERESTS IN OTHER ENTITIES (Continued)

七、在其他主體中的權益(續)

1. Interests in subsidiaries (Continued)

1. 在子公司中的權益(續)

(2) Significant non-wholly owned subsidiaries

(2) 重要的非全資子公司

Name of subsidiary	子公司名稱	Percentage of minority interest (%) 少數股東持股比例(%)	Gain or loss attributable to minority interests for the period 本期歸屬於少數股東的損益	Dividends paid to minority interests for the period 本期向少數股東宣告分派的股利	Closing balance of minority interests 期末少數股東權益餘額
Xinglu Wastewater	興瀘污水	2.00	2,253,853.53	1,200,000.00	29,275,328.36
Xinghe Water Governance	興合水環境	49.00	3,572,023.79		31,912,409.91
Xinggang Environmental	興港環保	35.00	-227,107.38		10,284,863.20
Fanxing Environmental	繁星環保	7.50	241,883.91		16,204,945.39
Zhihui Technology	智慧科技	65.00	159,147.09		4,066,802.94
Hejiang Water	合江水業	20.17	-1,310,892.68		37,989,289.19
Xingxu Water	興敘水業	40.00	-113,367.78		4,949,415.69
Dechang Water	德昌水務	12.00	-250,956.42		1,256,866.37
Weiyuan Water	威遠水務	40.00	2,071,728.07	8,000,000.00	49,705,387.88
Leibo Water	雷波水務	49.02	-595,999.91		15,545,748.86

(3) Key financial information of significant non-wholly owned subsidiaries

(3) 重要非全資子公司的主要財務信息

		Closing balance 期末餘額					
Name of subsidiary	子公司名稱	Current assets 流動資產	Non-current assets 非流動資產	Total assets 資產合計	Current liabilities 流動負債	Non-current liabilities 非流動負債	Total liabilities 負債合計
Xinglu Wastewater	興瀘污水	806,248,912.30	1,792,043,527.44	2,598,292,439.74	292,805,312.34	815,378,692.56	1,108,184,004.90
Xinghe Water Governance	興合水環境	109,549,739.06	124,318,280.00	233,868,019.06	107,366,344.30		107,366,344.30
Xinggang Environmental	興港環保	16,017,826.88	135,486,327.85	151,504,154.73	42,939,296.19	79,179,535.13	122,118,831.32
Fanxing Environmental	繁星環保	185,293,021.99	288,143,724.16	473,436,746.15	275,135,482.57	3,154,351.33	278,289,833.90
Zhihui Technology	智慧科技	9,477,504.05	340,053.06	9,817,557.11	3,560,937.21		3,560,937.21
Hejiang Water	合江水業	37,520,131.24	392,367,522.75	429,887,653.99	115,157,978.84	126,765,020.42	241,922,999.26
Xingxu Water	興敘水業	3,359,495.82	12,598,185.16	15,957,680.98	3,584,141.76		3,584,141.76
Dechang Water	德昌水務	19,809,173.83	73,161,306.52	92,970,480.35	46,340,676.23	36,155,917.71	82,496,593.94
Weiyuan Water	威遠水務	62,308,828.58	111,160,491.01	173,469,319.59	33,343,378.85		33,343,378.85
Leibo Water	雷波水務	20,876,138.74	43,545,071.08	64,421,209.82	30,254,314.76	2,568,496.42	32,822,811.18

From 1 January 2026 To 30 June 2026 (Unless Otherwise Expressly Stated, Amounts Are Denominated In RMB)

VII. INTERESTS IN OTHER ENTITIES (Continued)

七、在其他主體中的權益（續）

1. Interests in subsidiaries (Continued)

1. 在子公司中的權益（續）

(3) *Key financial information of significant non-wholly owned subsidiaries (Continued)*

(3) *重要非全資子公司的主要財務信息（續）*

(Continued)

（續表）

Name of subsidiary	子公司名稱	Opening balance 年初餘額 Current assets 流動資產	Non-current assets 非流動資產	Total assets 資產合計	Current liabilities 流動負債	Non-current liabilities 非流動負債	Total liabilities 負債合計
Xinglu Wastewater	興瀘污水	869,691,588.82	1,913,430,280.66	2,783,121,869.48	501,988,648.84	843,717,462.48	1,345,706,111.32
Xinghe Water Governance	興合水環境	88,051,059.40	128,680,580.45	216,731,639.85	100,503,257.56		100,503,257.56
Fanxing Environmental	繁星環保	168,626,478.21	293,007,235.93	461,633,714.14	260,313,891.91	9,398,028.78	269,711,920.69
Zhihui Technology	智慧科技	8,697,220.22	336,684.40	9,033,904.62	3,022,126.40		3,022,126.40
Hejiang Water	合江水業	29,392,740.49	400,984,155.41	430,376,895.90	111,307,948.96	124,601,094.16	235,909,043.12
Xingxu Water	興敘水業	2,994,333.56	12,872,059.41	15,866,392.97	3,209,434.29		3,209,434.29
Weiyuan Water	威遠水務	77,551,618.69	109,876,435.95	187,428,054.64	32,394,862.91		32,394,862.91
Leibo Water	雷波水務	13,144,703.68	45,114,755.20	58,259,458.88	25,392,129.50	39,455.27	25,431,584.77

(Continued)

（續表）

Name of subsidiary	子公司名稱	Amount incurred in the current period 本期發生額 Operating income 經營收入	Net profit 淨利潤	Total comprehensive income 綜合收益總額	Cash flow from operating activities 經營活動現金流量
Xinglu Wastewater	興瀘污水	280,741,323.53	112,692,676.68	112,692,676.68	165,869,286.53
Xinghe Water Governance	興合水環境	21,008,664.50	10,273,292.47	10,273,292.47	29,864,889.42
Xinggang Environmental	興港環保	8,722,647.20	-648,878.24	-648,878.24	4,007,815.49
Fanxing Environmental	繁星環保	39,830,012.05	3,225,118.80	3,225,118.80	1,048,162.78
Zhihui Technology	智慧科技	3,217,713.60	244,841.68	244,841.68	-1,145,429.30
Hejiang Water	合江水業	16,275,319.82	-6,499,220.01	-6,499,220.01	12,467,740.14
Xingxu Water	興敘水業	1,171,011.40	-283,419.46	-283,419.46	174,261.68
Dechang Water	德昌水務	4,387,807.17	-2,091,303.53	-2,091,303.53	-2,883,180.80
Weiyuan Water	威遠水務	27,553,826.33	5,179,320.17	5,179,320.17	12,115,453.62
Leibo Water	雷波水務	3,458,769.43	-1,216,326.35	-1,216,326.35	8,099,730.85

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VII. INTERESTS IN OTHER ENTITIES (Continued)

七、在其他主體中的權益(續)

1. Interests in subsidiaries (Continued)

1. 在子公司中的權益(續)

(3) *Key financial information of significant non-wholly owned subsidiaries (Continued)*

(3) *重要非全資子公司的主要財務信息(續)*

(Continued)

(續表)

		Amount incurred in the previous period 上期發生額			
Name of subsidiary	子公司名稱	Operating income 經營收入	Net profit 淨利潤	Total comprehensive income 綜合收益總額	Cash flow from operating activities 經營活動現金流量
Xinglu Wastewater	興瀘污水	278,876,757.40	98,685,578.72	98,685,578.72	174,107,897.27
Xinghe Water Governance	興合水環境	17,293,931.49	213,939.54	213,939.54	10,195,376.33
Fanxing Environmental	繁星環保	46,730,329.92	5,238,311.88	5,238,311.88	-4,169,208.73
Zhihui Technology	智慧科技	1,121,318.63	-29,560.09	-29,560.09	295,674.56
Hejiang Water	合江水業	17,170,422.02	-7,820,076.13	-7,820,076.13	4,873,307.32
Xingxu Water	興敘水業	1,282,282.35	-165,692.44	-165,692.44	-975,695.43
Dechang Water	德昌水務	4,400,444.26	-1,249,038.25	-1,249,038.25	-1,904,769.67
Weiyuan Water	威遠水務	25,500,451.24	2,601,968.65	2,601,968.65	13,322,302.73
Leibo Water	雷波水務	3,869,284.65	-736,703.92	-736,703.92	-124,878.75

VIII. GOVERNMENT GRANTS

For details, see Note V. 29. Deferred income to these Financial Statements and Note V. 42. Other income to these Financial Statements.

八、政府補助

詳見本財務報表附註五、29.遞延收益與本財務報表附註五、42.其他收益所述。

IX. RISKS RELATING TO FINANCIAL INSTRUMENTS

Major financial instruments of the Group include (among others) loans, receivables, payables. Detailed descriptions of these financial instruments are set out in Note V. Notes to the Consolidated Financial Statements of Major Items set out below the risks associated with such financial instruments and the risk management policies adopted by the Group to mitigate such risks. The management of the Group manages and monitors such risk exposures to ensure that such risks are contained within a prescribed scope.

九、與金融工具相關風險

本集團的主要金融工具包括借款、應收款項、應付款項等,各項金融工具的詳細情況說明見本附註五、合併財務報表主要項目註釋。與這些金融工具有關的風險,以及本集團為降低這些風險所採取的風險管理政策如下所述。本集團管理層對這些風險敞口進行管理和監控以確保將上述風險控制在限定的範圍之內。

1. Objective and Policies of Risk Management

The Group engages in risk management with the aim of achieving an appropriate balance between risk and return, where the negative effects of risks against the Group's operating results are minimised, with a view to maximising the benefits of shareholders and other stakeholders. Based on such objective of risk management, the underlying strategy of the Group's risk management is to ascertain and analyse all types of risk exposures of the Group, establish appropriate risk tolerance thresholds, carry out risk management procedures and perform risk monitoring on all kinds of risks in a timely and reliable manner, thus containing risk exposures within a prescribed scope.

1. 各類風險管理目標和政策

本集團進行風險管理的目標是在風險和收益之間取得適當的平衡,將風險對本集團經營業績的負面影響降低到最低水平,使股東及其它權益投資者的利益最大化。基於該風險管理目標,本集團風險管理的基本策略是確定和分析本集團所面臨的各種風險,建立適當的風險承受底線並進行風險管理,並及時可靠地對各種風險進行監督,將風險控制在限定的範圍之內。

IX. RISKS RELATING TO FINANCIAL INSTRUMENTS (Continued)

1. Objective and Policies of Risk Management (Continued)

(1) *Market risk*

1) *Interest rate risk*

The Group's interest rate risk arises from interest-bearing debt such as bank borrowings. Financial liabilities with floating interest rates expose the Group to cash flow interest rate risk and financial liabilities with fixed interest rates expose the Group to fair value interest rate risk. The Group determines the relative proportion of fixed rate and variable rate contracts based on prevailing market conditions. As of the end of the period, the Group's interest-bearing debts were mainly RMB-denominated fixed-rate borrowing contracts and floating-rate borrowing contracts, as described in the items "V.17. Short-term borrowings", "V.23. Non-current liabilities due within one year", "V.25. Long-term borrowings" and "V.27. Long-term payables" in this note.

九、與金融工具相關風險(續)

1. 各類風險管理目標和政策(續)

(1) *市場風險*

1) *利率風險*

本集團的利率風險產生於銀行借款等帶息債務。浮動利率的金融負債使本集團面臨現金流量利率風險,固定利率的金融負債使本集團面臨公允價值利率風險。本集團根據當時的市場環境來決定固定利率及浮動利率合同的相對比例。截止本期末,本集團的帶息債務主要為人民幣計價的固定利率借款合同和浮動利率借款合同,詳見本附註「五、17.短期借款」、「五、23.一年內到期的非流動負債」、「五、25.長期借款」、「五、27.長期應付款」項目的說明。

IX. RISKS RELATING TO FINANCIAL INSTRUMENTS (Continued)

1. Objective and Policies of Risk Management (Continued)

(1) Market risk (Continued)

2) Price risk

The Group's revenue is calculated on the basis of the unit price agreed between the customer's actual usage or guaranteed volume and the relevant government departmental agreement and is derived from revenue from the sale of tap water and service charges for the provision of sewage treatment, etc. Although the Group is eligible to apply for unit price adjustments under the relevant agreements, government departments may exercise discretionary or restrictive powers not to increase or even to reduce the unit prices. In addition, the Group provides construction and installation services and purchases raw materials for production at market prices, which may be affected by market fluctuations.

九、與金融工具相關風險（續）

1. 各類風險管理目標和政策（續）

(1) 市場風險（續）

2) 價格風險

本集團收入按照客戶實際用量或保底量與政府部門相關協議同意的單價進行計算，來源於自來水的銷售收入及提供污水處理等收取的服務費。雖然本集團按照相關協議有資格申請對單價進行調整，但政府部門可行使酌情決定權或限制權，不上漲，甚至下調單價。此外，本集團提供建築安裝服務以及以市場價格採購生產所需原料，價格可能受到市場波動的影響。

IX. RISKS RELATING TO FINANCIAL INSTRUMENTS (Continued)

九、與金融工具相關風險(續)

1. Objective and Policies of Risk Management (Continued)

1. 各類風險管理目標和政策(續)

(2) Credit risk

(2) 信用風險

As at the end of the period, the largest credit risk exposure that might induce financial loss of the Group was mainly attributable to contractual counterparty's non-performance of its obligations which could lead to losses in financial assets of the Group, particularly, the carrying amount of financial assets recognised in the balance sheet.

於本期末,可能引起本集團財務損失的最大信用風險敞口主要來自於合同另一方未能履行義務而導致本集團金融資產產生的損失,具體為資產負債表中已確認的金融資產的賬面金額。

In order to mitigate credit risk, the Group carried out monitoring procedures to ensure necessary measures are adopted to recover overdue debts. Besides, the Group reviews the recoverability of individual receivables at each balance sheet date, to ensure that sufficient provisions for bad debts have been made for irrecoverable amounts. As such, the management of the Group believes the credit risk assumed by the Group has been significantly reduced.

為降低信用風險,本集團執行監控程序以確保採取必要的措施回收過期債權。此外,本集團於每個資產負債表日審核每一單項應收款的回收情況,以確保就無法回收的款項計提充分的壞賬準備。因此,本集團管理層認為本集團所承擔的信用風險已經大為降低。

The Group places its liquidity in banks with relatively high credit ratings, therefore, the credit risk with respect to liquidity is low.

本集團的流動資金存放在信用評級較高的銀行,故流動資金的信用風險較低。

The Group's major customers are government departments and state-owned enterprises, and the Group has adopted the necessary policies to ensure that all sales customers have a good credit history and therefore the credit risk on receivables is relatively low. At the end of the period, the Group had no other significant credit risk exposure against its top five customers.

本集團的主要客戶為政府部門和國有企業,同時本集團也採用了必要的政策確保所有銷售客戶均具有良好的信用記錄,故應收賬款的信用風險較低。期末,本集團針對前五名客戶並無其他重大信用風險。

From 1 January 2026 To 30 June 2026 (Unless Otherwise Expressly Stated, Amounts Are Denominated In RMB)

IX. RISKS RELATING TO FINANCIAL INSTRUMENTS (Continued)

九、與金融工具相關風險(續)

1. Objective and Policies of Risk Management (Continued)

1. 各類風險管理目標和政策(續)

(3) Liquidity risk

(3) 流動風險

Liquidity risk is the risk that the Group is unable to discharge its financial obligations when due. The Group manages its liquidity risk to ensure that it has adequate liquidity to serve the debts as they fall due, thus avoiding unacceptable loss or damage to the reputation of the Group. Analysis on liability structure and maturity is carried out on a regular basis by the Group to ensure adequate liquidity. The management of the Group monitors the utilisation of bank loans to ensure that the borrowing agreements are complied with. Meanwhile, in order to minimise liquidity risk, the Group negotiates with financial institutions to maintain certain facilities.

流動風險為本集團在到期日無法履行其財務義務的風險。本集團管理流動性風險的方法是確保有足夠的資金流動性來履行到期債務,而不至於造成不可接受的損失或對企業信譽造成損害。本集團定期分析負債結構和期限,以確保有充裕的資金。本集團管理層對銀行借款的使用情況進行監控並確保遵守借款協議。同時與金融機構進行融資磋商,以保持一定的授信額度,減低流動性風險。

An analysis of the Group's financial liabilities held at the end of the period, based on the maturity of the undiscounted residual contractual obligations, is as follows:

期末本集團持有的金融負債按未折現剩餘合同義務的到期期限分析如下:

Items	項目	Within 1 year 一年以內	1 to 2 years 一到二年	2 to 5 years 二到五年	Over 5 years 五年以上	Total 合計
Financial liabilities	**金融負債**					
Short-term borrowings	短期借款	527,306,213.85				527,306,213.85
Accounts payable	應付帳款	261,856,316.21				261,856,316.21
Other payables	其他應付款	273,304,218.59				273,304,218.59
Employee remunerations payable	應付職工薪酬	45,931,486.65				45,931,486.65
Non-current liabilities due within one year	一年內到期的非流動負債	485,447,848.69				485,447,848.69
Long-term borrowings	長期借款	455,222,625.62	164,101,890.85	363,908,704.48	510,275,250.87	1,493,508,471.82
Long-term payables	長期應付款		28,419,511.09	81,368,791.59	1,063,223,724.32	1,173,012,027.00
Total	**合計**	2,049,068,709.61	192,521,401.94	445,277,496.07	1,573,498,975.19	4,260,366,582.81

From 1 January 2026 To 30 June 2026 (Unless Otherwise Expressly Stated, Amounts Are Denominated In RMB)

IX. RISKS RELATING TO FINANCIAL INSTRUMENTS (Continued)

九、與金融工具相關風險(續)

1. Objective and Policies of Risk Management (Continued)

1. 各類風險管理目標和政策(續)

(3) Liquidity risk (Continued)

(3) 流動風險(續)

At the end of the period, the financial assets held by the Group are analysed as follows based on the ageing of the accounts receivable:

期末本集團持有的金融資產,按照已經發生的賬齡分析如下:

Items	項目	Within 1 year 一年以內	1 to 2 years 一到二年	2 to 5 years 二到五年	Over 5 years 五年以上	Total 合計
Financial assets	**金融資產**					
Monetary funds	貨幣資金	449,081,400.55				449,081,400.55
Accounts receivable	應收賬款	465,172,396.23	291,662,055.03	192,964,912.73	26,302,691.86	976,102,055.85
Other receivables	其他應收款	2,325,582.09	1,468,869.91	72,954,686.55	8,235,334.84	84,984,473.39
Total	**合計**	916,579,378.87	293,130,924.94	265,919,599.28	34,538,026.70	1,510,167,929.79

The above financial assets have no fixed maturity date and may be redeemed at any time to repay the debt. As of the end of the period, the credit limit of the Group was RMB2,820.00 million.

以上金融資產未有固定到期日,可能隨時收回以償還債務。截止期末,本集團授信額度為282,000.00萬元。

IX. RISKS RELATING TO FINANCIAL INSTRUMENTS (Continued)

九、與金融工具相關風險(續)

2. Capital Management

The primary objective of the Group's capital management is to ensure the Group's ability to continue as a going concern and to maintain healthy capital ratios to support business development and maximise shareholder value.

The Group manages the capital structure and makes adjustment in accordance with changes in economic conditions and the risk characteristics of underlying assets. In order to maintain or adjust the capital structure, the Group may adjust the profit distribution to shareholders, return capital to shareholders or issue new shares. The Group is not subject to external mandatory capital requirements. There were no changes in capital management objectives, policies or procedures from January to June 2026.

The Group manages capital using a leverage ratio, which is defined as the ratio of net liabilities to capital plus net liabilities. Net liabilities include all borrowings, accounts payable and other payables, net of cash at bank and on hand. Capital represents shareholders' equity and the Group's leverage ratio as at the balance sheet date is as follows:

2. 資本管理

本集團資本管理的主要目標是確保本集團持續經營的能力,並保持健康的資本比率,以支持業務發展並使股東價值最大化。

本集團根據經濟形勢以及相關資產的風險特徵的變化管理資本結構並對其進行調整。為維持或調整資本結構,本集團可以調整對股東的利潤分配、向股東歸還資本或發行新股。本集團不受外部強制性資本要求約束。2026年1-6月資本管理目標、政策或程序未發生變化。

本集團採用槓桿比率來管理資本,槓桿比率是指淨負債和資本加淨負債的比率。淨負債包括所有借款款項、應付帳款以及其他應付款等抵減貨幣資金後的淨額。資本指股東權益,本集團於資產負債表日的槓桿比率如下:

From 1 January 2026 To 30 June 2026 (Unless Otherwise Expressly Stated, Amounts Are Denominated In RMB)

IX. RISKS RELATING TO FINANCIAL INSTRUMENTS (Continued)

九、與金融工具相關風險(續)

2. Capital Management (Continued)

2. 資本管理(續)

Items	項目	**As at the end of the period 期末**	As at the beginning of the period 期初
Short-term borrowings	短期借款	**527,306,213.85**	483,255,473.60
Accounts payable	應付帳款	**261,856,316.21**	387,065,396.64
Contract liabilities	合同負債	**208,345,425.63**	196,267,752.52
Employee remunerations payable	應付職工薪酬	**45,931,486.65**	53,642,229.18
Taxes payable	應交稅費	**31,248,011.20**	24,396,240.86
Other payables	其他應付款	**238,915,818.59**	215,242,349.67
Non-current liabilities due within one year	一年內到期的非流動負債	**485,447,848.69**	407,077,554.05
Other current liabilities	其他流動負債	**3,982,872.42**	3,553,740.16
Long-term borrowings	長期借款	**905,530,286.90**	1,266,466,125.32
Lease liabilities	租賃負債	**40,096.42**	39,455.27
Long-term payables	長期應付款	**780,843,648.36**	780,843,648.36
Less: Monetary funds	減:貨幣資金	**449,083,400.55**	605,985,936.27
Net liabilities	淨負債	**3,040,364,624.37**	3,211,864,029.36
Shareholders' equity	股東權益	**3,239,747,751.47**	3,213,745,966.80
Capital and net liabilities	資本和淨負債	**6,280,112,375.84**	6,425,609,996.16
Leverage ratio	槓桿比率	**48.41%**	49.99%

X. DISCLOSURE OF FAIR VALUE

十、公允價值的披露

1. Fair value of assets and liabilities measured at fair value as at the end of the period

1. 以公允價值計量的資產和負債的期末公允價值

Items	項目	Level 1 Fair value measurement 第一層次公允價值計量	Level 2 Fair value measurement 第二層次公允價值計量	Level 3 Fair value measurement 第三層次公允價值計量	Total 合計
		Fair value as at the end of the period 期末公允價值			
I. Fair value measurement on a recurring basis	一、持續的公允價值計量				
Including: Investments in other equity instruments	其中：其他權益工具投資			80,466.75	80,466.75
Total assets measured at fair value on a recurring basis	持續以公允價值計量的資產總額			80,466.75	80,466.75

2. Valuation techniques and qualitative and quantitative information for level 1 items measured on and not on a recurring basis: None.

2. 持續和非持續第一層次公允價值計量項目，採用的估值技術和重要參數的定性定量信息：無。

3. Valuation techniques and qualitative and quantitative information for level 2 items measured on and not on a recurring basis: None.

3. 持續和非持續第二層次公允價值計量項目，採用的估值技術和重要參數的定性定量信息：無。

4. Valuation techniques and qualitative and quantitative information for level 3 items measures on and not on a recurring basis: Insignificance.

4. 持續和非持續第三層次公允價值計量項目，採用的估值技術和重要參數的定性定量信息：不重要。

5. Recurring level 3 fair value measurements, reconciliation between opening and closing book values and sensitivity analysis of unobservable parameters: None.

5. 持續的第三層次公允價值計量項目，期初與期末賬面價值間的調節信息及不可觀察參數敏感性分析：無。

6. Ongoing fair value measurements, transfers between levels occurred during the period: During the period, for ongoing fair value measurements, the Group did not have any transfers between level 1 and level 2, or transfers in or out to level 3.

6. 持續的公允價值計量項目，本期內發生各層級之間的轉換：本期，對於持續的公允價值計量項目，本集團沒有在第一層級及第二層級之間的轉換，也沒有轉入或轉出到第三層級的情況。

7. Valuation technical changes that occurred during the period and the reasons for the changes: None.

7. 本期內發生的估值技術變更及變更原因：無。

XI. RELATED PARTIES AND RELATED PARTY TRANSACTIONS

十一、關聯方及關聯交易

(1) Relationship with related parties

(一)關聯方關係

1. Particulars of the Company's parent company

1. 本公司的母公司情況

Name of the parent company 母公司名稱	Place of registration 註冊地	Nature of business 業務性質	Registered capital 註冊資本	The parent company's ratio of shareholding in the Company (%) 母公司對本公司的持股比例(%)	The parent company's percentage of voting rights in the Company (%) 母公司對本公司的表決權比例(%)
Luzhou City Xinglu Assets Management Co., Ltd. 瀘州市興瀘資產管理有限公司	Luzhou City, Sichuan Province 四川省瀘州市	Investment and assets management 投資與資產管理	RMB1,031,500,000 103,150萬元	59.52	59.52

Ultimate controller of the Company: Luzhou State-owned Assets Supervision and Administration Commission.

本公司最終控制方：瀘州市國有資產監督管理委員會。

2. Particulars of the Company's subsidiaries

2. 本公司的子公司情況

For details of the subsidiaries, see "Note VII. 1.(1) Composition of enterprise group".

子公司情況詳見本附註「七、1.(1)企業集團的構成」相關內容。

XI. RELATED PARTIES AND RELATED PARTY TRANSACTIONS (Continued)
十一、關聯方及關聯交易(續)

(1) Relationship with related parties (Continued)
(一)關聯方關係(續)

3. Other related parties
3. 其他關聯方情況

Name of other related parties 其他關聯方名稱	Relationship with the Company 與本公司關係
Luzhou City Xinglu Investment Group Co., Ltd 瀘州市興瀘投資集團有限公司	Controlled by the same ultimate controller 受同一最終控制方控制
Luzhou Xinglu Property Management Co., Ltd. 瀘州興瀘物業管理有限公司	Controlled by the same ultimate controller 受同一最終控制方控制
Luzhou Xinglu Jutai Construction Company Limited 瀘州興瀘居泰建設有限公司	Controlled by the same ultimate controller 受同一最終控制方控制
Luzhou Xinglu Environmental Organic Treatment Co., Ltd. 瀘州興瀘環境有機處理有限公司	Controlled by the same ultimate controller 受同一最終控制方控制
Luzhou Xinglu Environmental Logistics Co., Ltd. 瀘州興瀘環境物流有限公司	Controlled by the same ultimate controller 受同一最終控制方控制
Luzhou Xinglu Environment Technology Co., Ltd. 瀘州興瀘環境科技有限公司	Controlled by the same ultimate controller 受同一最終控制方控制
Luzhou Xinglu Industrial Development Co., Ltd. 瀘州市興瀘實業發展有限公司	Controlled by the same ultimate controller 受同一最終控制方控制
Luzhou Xinglu Environmental Protection Development Co., Ltd. 瀘州市興瀘環保發展有限公司	Controlled by the same ultimate controller 受同一最終控制方控制
Luzhou Jiangnan New District Construction and Investment Co., Ltd. 瀘州市江南新區建設投資有限責任公司	Controlled by the same ultimate controller 受同一最終控制方控制
Luzhou Public Transportation Group Co., Ltd. 瀘州市公共交通集團有限公司	Controlled by the same ultimate controller 受同一最終控制方控制
Luzhou Naxi Xingran Gas Co., Ltd. 瀘州納溪興燃燃氣有限公司	Controlled by the same ultimate controller 受同一最終控制方控制
Luzhou Jiaotou Group Asset Operating Management Co., Ltd. 瀘州交投集團資產經營管理有限公司	Controlled by the same ultimate controller 受同一最終控制方控制
Luzhou China Resources Xinglu Gas Co., Ltd. 瀘州華潤興瀘燃氣有限公司	Controlled by the same ultimate controller 受同一最終控制方控制

XI. RELATED PARTIES AND RELATED PARTY TRANSACTIONS (Continued)
十一、關聯方及關聯交易(續)

(1) Relationship with related parties (Continued)
(一)關聯方關係(續)

3. Other related parties (Continued)
3. 其他關聯方情況(續)

Name of other related parties 其他關聯方名稱	Relationship with the Company 與本公司關係
Hejiang Xingyan Natural Gas Co., Ltd 合江縣星焰天然氣有限公司	Controlled by the same ultimate controller 受同一最終控制方控制
Luzhou Jiaotou Group Automobile Service Co., Ltd. 瀘州交投集團汽車服務有限公司	Controlled by the same ultimate controller 受同一最終控制方控制
Luzhou Yaoba Ancient Town Tourism Development and Investment Co., Ltd. 瀘州市堯壩古鎮旅遊開發投資有限責任公司	Controlled by the same ultimate controller 受同一最終控制方控制
Liangshan Prefecture Xingyuande Environmental Co., Ltd. 凉山州興園德環保有限公司	Controlled by the same ultimate controller 受同一最終控制方控制
Luzhou Lingang Industrial Development Co., Ltd 瀘州臨港產業管理有限公司	Controlled by the same ultimate controller 受同一最終控制方控制
Luzhou Parking Lot Infrastructure Construction Investment Co., Ltd. 瀘州市停車場基礎建設投資有限公司	Controlled by the same ultimate controller 受同一最終控制方控制
Luzhou City Infrastructure Investment Co., Ltd. 瀘州市基礎建設投資有限公司	Controlled by the same ultimate controller 受同一最終控制方控制
Luzhou Kaiyuan Grain Co., Ltd. 瀘州開元糧食有限責任公司	Controlled by the same ultimate controller 受同一最終控制方控制
Luzhou Lingang Industrial Construction Co., Ltd. 瀘州臨港產業建設有限公司	Materially influenced by the same ultimate controller 受同一最終控制方重大影響
Luzhou Lingang Investments Group Co., Ltd. 瀘州臨港投資集團有限公司	Materially influenced by the same ultimate controller 受同一最終控制方重大影響
Luzhou Lingang Industrial Development Co., Ltd. 瀘州臨港產業開發有限公司	Materially influenced by the same ultimate controller 受同一最終控制方重大影響
Luzhou Aviation Development Investment Group Co., Ltd. 瀘州航空發展投資集團有限公司	Materially influenced by the same ultimate controller 受同一最終控制方重大影響
Luzhou Laojiao Co., Ltd. 瀘州老窖股份有限公司	Controlled by the third largest shareholder of the Company 受本公司第三大股東控制
Luzhou Zhiyuan Real Estate Development Co., Ltd 瀘州致遠房地產開發有限公司	Other related parties 其他關聯方

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XI. RELATED PARTIES AND RELATED PARTY TRANSACTIONS (Continued)
十一、關聯方及關聯交易(續)

(2) Related party transactions
(二)關聯交易

1. *Related party transactions for the purchase and sale of goods, provision and receipt of labour services*
1. *購銷商品、提供和接受勞務的關聯交易*

(1) Purchase of goods/receipt of labour services

(1) 採購商品/接受勞務

Related party 關聯方	Particulars of related party transactions 關聯交易內容	Amount incurred in the current period 本期發生額	Amount incurred in the previous period 上期發生額
Luzhou Xinglu Environmental Protection Development Co., Ltd. 瀘州市興瀘環保發展有限公司	Sludge disposal fees 污泥處置費	11,322,588.54	12,550,055.81
Luzhou Xinglu Property Management Co., Ltd. 瀘州興瀘物業管理有限公司	Property fees and others 物業費及其他	2,924,488.81	2,609,898.54
Luzhou Xinglu Environment Technology Co., Ltd. 瀘州興瀘環境科技有限公司	Expenses for the safe transfer and disposal of hazardous waste 危險廢物安全轉移處置費用	198,133.06	11,261.67
Luzhou China Resources Xinglu Gas Co., Ltd. 瀘州華潤興瀘燃氣有限公司	Gas bills 燃氣費	123,795.36	8,674.34
Luzhou Xinglu Industrial Development Co., Ltd. 瀘州市興瀘實業發展有限公司	Data collection and exchange middle platform operation and maintenance fees 數據採集交換中台運維費	32,641.51	56,890.00
Luzhou Naxi Xingran Gas Co., Ltd. 瀘州納溪興燃燃氣有限公司	Gas bills 燃氣費	5,056.62	7,547.48
Hejiang Xingyan Natural Gas Co., Ltd 合江縣星焰天然氣有限公司	Gas bills 燃氣費	17,712.36	
Luzhou Jiaotou Group Automobile Service Co., Ltd. 瀘州交投集團汽車服務有限公司	Automobile rental 租車費	8,256.88	
Luzhou Yaoba Ancient Town Tourism Development and Investment Co., Ltd. 瀘州市堯壩古鎮旅遊開發投資有限責任公司	Purchase of teaching books 教學購書	22,680.00	
Total	**合計**	14,655,353.14	15,244,327.84

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XI. RELATED PARTIES AND RELATED PARTY TRANSACTIONS (Continued)
十一、關聯方及關聯交易(續)

(2) Related party transactions (Continued)
(二)關聯交易(續)

1. Related party transactions for the purchase and sale of goods, provision and receipt of labour services (Continued)

1. 購銷商品、提供和接受勞務的關聯交易(續)

(2) Sales of goods/provision of services

(2) 銷售商品/提供勞務

Related party 關聯方	Particulars of related party transactions 關聯交易內容	**Amount incurred in the current period 本期發生額**	Amount incurred in the previous period 上期發生額
Luzhou Lingang Industrial Construction Co., Ltd. 瀘州臨港產業建設有限公司	Others 其他	**6,275.04**	
Luzhou Xinglu Property Management Co., Ltd. 瀘州興瀘物業管理有限公司	Others 其他	**2,830.19**	
Luzhou Jiangnan New District Construction and Investment Co., Ltd. 瀘州市江南新區建設投資有限責任公司	Others 其他	**2,596.73**	808.02
Luzhou China Resources Xinglu Gas Co., Ltd. 瀘州華潤興瀘燃氣有限公司	Others 其他	**796.12**	
Luzhou Public Transportation Group Co., Ltd. 瀘州市公共交通集團有限公司	Others 其他	**733.94**	937.57
Luzhou Xinglu Environmental Organic Treatment Co., Ltd. 瀘州興瀘環境有機處理有限公司	Others 其他	**730.09**	
Liangshan Prefecture Xingyuande Environmental Co., Ltd. 凉山州興園德環保有限公司	Others 其他	**603.78**	
Luzhou Lingang Industrial Development Co., Ltd. 瀘州臨港產業管理有限公司	Others 其他		3,924.58
Luzhou Laojiao Co., Ltd. 瀘州老窖股份有限公司	Others 其他		11,290.08
Total	**合計**	**14,565.89**	16,960.25

XI. RELATED PARTIES AND RELATED PARTY TRANSACTIONS (Continued) 十一、關聯方及關聯交易(續)

(2) Related party transactions (Continued) (二)關聯交易(續)

2. Related party guarantees 2. 關聯擔保情況

(1) As guarantor (1) 作為擔保方

The Company and the Company's subsidiaries provide guarantees to each other and the corresponding guarantee information as of the end of the period is as follows:

本公司和本公司之子公司之間互為提供擔保，截止期末，相應擔保信息如下：

Guarantor 擔保方	Guarantee 被擔保方	Guaranteed balance (RMB'0000) 擔保餘額(萬元)
The Company and its subsidiaries 本公司及子公司	Subsidiaries 子公司	17,068.52
Subsidiaries 子公司	The Company 本公司	35,303.52

3. Related party leases 3. 關聯租賃情況

Related party 關聯方	Particulars of related party transaction 關聯交易內容	**Amount incurred in the current period 本期發生額**	Amount incurred in the previous period 上期發生額
Luzhou City Xinglu Assets Management Co., Ltd. 瀘州市興瀘資產管理有限公司	Housing lease 房屋租賃	**149,490.00**	298,980.00

4. Directors, Supervisors and major senior executives emoluments 4. 董事、監事及主要高級管理人員的酬金

Emolument of the key executives	關鍵管理人員薪酬	**Amount incurred in the current period (RMB'0000) 本期發生額(萬元)**	Amount incurred in the previous period (RMB'0000) 上期發生額(萬元)
Total of emoluments	薪酬合計	**103.38**	177.70

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XI. RELATED PARTIES AND RELATED PARTY TRANSACTIONS (Continued)
十一、關聯方及關聯交易(續)

(3) Receivables from and payables to related parties
(三)關聯方應收應付餘額

1. Receivables
1. 應收項目

Name of items 項目名稱	Related party 關聯方	Closing balance 期末餘額 Book balance 賬面餘額	Closing balance 期末餘額 Provision for bad debts 壞賬準備	Opening balance 期初餘額 Book balance 賬面餘額	Opening balance 期初餘額 Provision for bad debts 壞賬準備
Prepayment 預付款項	Luzhou China Resources Xinglu Gas Co., Ltd. 瀘州華潤興瀘燃氣有限公司	12,441.69		6,294.45	
Total of prepayment 預付款項合計		12,441.69		6,294.45	
Accounts receivable 應收賬款	Luzhou Lingang Investments Group Co., Ltd. 瀘州臨港投資集團有限公司	1,805,408.00	279,897.66	1,805,408.00	139,948.83
Accounts receivable 應收賬款	Luzhou City Xinglu Assets Management Co., Ltd. 瀘州市興瀘資產管理有限公司	888,066.00	177,613.20	888,066.00	88,806.60
Accounts receivable 應收賬款	Luzhou Xinglu Environmental Organic Treatment Co., Ltd. 瀘州興瀘環境有機處理有限公司	6,184.82	3,092.41	6,184.82	1,236.96
Accounts receivable 應收賬款	Hejiang Xingyan Natural Gas Co., Ltd 合江縣星焰天然氣有限公司	5,607.65	2,803.83	5,607.65	1,121.53
Accounts receivable 應收賬款	Luzhou Xinglu Property Management Co., Ltd. 瀘州興瀘物業管理有限公司	3,000.00	150.00		
Total of accounts receivable 應收賬款合計		2,708,266.47	463,557.10	2,705,266.47	231,113.92
Other receivables 其他應收款	Luzhou City Xinglu Investment Group Co., Ltd. 瀘州市興瀘投資集團有限公司	91,000.00	29,750.00	102,000.00	10,200.00
Total of other receivables 其他應收款合計		91,000.00	29,750.00	102,000.00	10,200.00

From 1 January 2026 To 30 June 2026 (Unless Otherwise Expressly Stated, Amounts Are Denominated In RMB)

XI. RELATED PARTIES AND RELATED PARTY TRANSACTIONS (Continued)

十一、關聯方及關聯交易(續)

(3) Receivables from and payables to related parties (Continued)

(三)關聯方應收應付餘額(續)

2. Payables

2. 應付項目

Name of items 項目名稱	Related party 關聯方	Closing book balance 期末賬面餘額	Opening book balance 期初賬面餘額
Accounts payable 應付帳款	Luzhou Xinglu Property Management Co., Ltd. 瀘州興瀘物業管理有限公司	665,679.16	805,977.72
Accounts payable 應付帳款	Luzhou Xinglu Environmental Technology Co., Ltd. 瀘州興瀘環境科技有限公司	9,112.28	195,774.82
Accounts payable 應付帳款	Luzhou City Xinglu Assets Management Co., Ltd. 瀘州市興瀘資產管理有限公司	298,980.00	149,490.00
Accounts payable 應付帳款	Luzhou Xinglu Environmental Protection Development Co., Ltd. 瀘州市興瀘環保發展有限公司	5,645,584.60	4,650,429.60
Total of accounts payable **應付帳款合計**		**6,619,356.04**	5,801,672.14
Contract liabilities 合同負債	Luzhou Parking Infrastructure Investment Co., Ltd. 瀘州市停車場基礎建設投資有限公司	44,896.89	14,510.62
Contract liabilities 合同負債	Luzhou City Infrastructure Investment Co., Ltd. 瀘州市基礎建設投資有限公司	13,627.60	
Contract liabilities 合同負債	Luzhou Naxi Xingran Gas Co., Ltd. 瀘州納溪興燃燃氣有限公司	9,433.96	9,433.96
Contract liabilities 合同負債	Luzhou Xinglu Environmental Technology Co., Ltd. 瀘州興瀘環境科技有限公司	4,970.02	4,970.02
Contract liabilities 合同負債	Luzhou Jiaotou Group Asset Operating Management Co., Ltd. 瀘州交投集團資產經營管理有限公司	576.08	576.08
Contract liabilities 合同負債	Luzhou Aviation Development Investment Group Co., Ltd. 瀘州航空發展投資集團有限公司	564.46	564.46
Total of contract liabilities **合同負債合計**		**74,069.01**	35,025.16

From 1 January 2026 To 30 June 2026 (Unless Otherwise Expressly Stated, Amounts Are Denominated In RMB)

XI. RELATED PARTIES AND RELATED PARTY TRANSACTIONS (Continued)

十一、關聯方及關聯交易(續)

(3) Receivables from and payables to related parties (Continued)

(三)關聯方應收應付餘額(續)

2. Payables (Continued)

2. 應付項目(續)

Name of items 項目名稱	Related party 關聯方	Closing book balance 期末賬面餘額	Opening book balance 期初賬面餘額
Other payables 其他應付款	Luzhou Xinglu Property Management Co., Ltd. 瀘州興瀘物業管理有限公司	2,479,946.99	1,594,946.99
Other payables 其他應付款	Luzhou Xinglu Environmental Protection Development Co., Ltd. 瀘州市興瀘環保發展有限公司	1,190,370.88	1,000,000.00
Other payables 其他應付款	Luzhou Lingang Investments Group Co., Ltd. 瀘州臨港投資集團有限公司	874,880.59	874,880.59
Other payables 其他應付款	Luzhou Lingang Industrial Development Co., Ltd. 瀘州臨港產業開發有限公司	665,412.90	665,412.90
Other payables 其他應付款	Luzhou Zhiyuan Real Estate Development Co., Ltd 瀘州致遠房地產開發有限公司	157,744.00	157,744.00
Other payables 其他應付款	Luzhou Xinglu Environment Technology Co., Ltd. 瀘州興瀘環境科技有限公司	35,000.00	20,000.00
Other payables 其他應付款	Luzhou Xinglu Jutai Construction Company Limited 瀘州興瀘居泰建設有限公司	15,303.28	15,303.28
Other payables 其他應付款	Luzhou Xinglu Environmental Logistics Co., Ltd. 瀘州興瀘環境物流有限公司	10,915.90	10,915.90
Other payables 其他應付款	Luzhou Xinglu Industrial Development Co., Ltd. 瀘州市興瀘實業發展有限公司	9,400.00	9,400.00
Other payables 其他應付款	Luzhou Kaiyuan Grain Co., Ltd. 瀘州開元糧食有限責任公司	3,000.00	
Other payables 其他應付款	Hejiang Xingyan Natural Gas Co., Ltd 合江縣星焰天然氣有限公司		2,500.00
Total of other payables 其他應付款合計		5,441,974.54	4,351,103.66

XII. CONTINGENCIES

十二、或有事項

As of 30 June 2026, franchising fees etc. are used as collateral for loans. Please refer to "Note V. 50. Assets with limited ownership or use rights" for details.

截至2026年6月30日,特許收費經營權等被用於借款質押。詳見「附註五、50.所有權或使用權受到限制的資產」之相關說明。

As of 30 June 2026, the Group is also involved in a number of minor litigation in the course of its day-to-day operations. However, the Group believes that any liabilities arising from these minor litigation subjects will not have a material adverse effect on the financial position or operating results of the Group.

截至2026年6月30日,本集團涉及一些日常經營中的金額較小的訴訟,但本集團相信任何因這些標的小的訴訟引致的負債都不會對本集團的財務狀況或經營成果構成重大不利影響。

In addition to the above, the Group had no material contingencies to disclose.

除上述事項外,本集團無其他需要披露的重大或有事項。

XIII. COMMITMENTS

十三、承諾事項

As of 30 June 2026, the Group had no material commitments.

截至2026年6月30日,本集團無重大承諾事項。

XIV. SUBSEQUENT EVENTS AFTER THE BALANCE SHEET DATE

十四、資產負債表日後事項

As of the date of this report, there are no significant post balance sheet events for the Company.

截至本報告出具日,本公司無重大資產負債表日後事項。

XV. OTHER IMPORTANT MATTERS

1. Employee benefits

(1) *Contributions to short-term employee benefits and defined contribution pension schemes*

Salaries, annual bonuses, paid annual leave, contributions to defined contribution pension schemes and the cost of non-monetary benefits are accrued over the period in which the staff member provides the relevant service. Any delay in payment or settlement would have a material impact. These amounts are stated at present value.

(2) *The Group's defined contribution pension schemes comprise a social security scheme and an annuity scheme.*

1) *Social basic pensions*

In accordance with the relevant Chinese regulations, the Group's employees participate in the basic pension plan set up and administered by local authorities of Ministry of Human Resources and Social Security. Payments of premiums on the basic pensions are contributed to the local social insurance agencies according to the bases and percentage prescribed by the relevant local authorities. The above contributions to the social basic pension are credited to profit or loss for the period on an accrual basis, and the Company will not be able to apply the sums so paid. When employees retire, the relevant local authorities are obliged to pay the basic pensions to them.

十五、其他重要事項

1. 職工福利

(1) *短期職工福利及界定退休金供款計劃的供款*

工資、年度獎金、有薪年假、界定退休金供款計劃的供款及非貨幣福利的成本均在職工提供相關服務的期間內計提。如延遲支付或結算會構成重大影響，該等金額按現值列賬。

(2) *本集團的界定退休金供款計劃包括社會養老保險金計劃和年金計劃。*

1) *社會基本養老保險*

按照中國有關法規，本集團職工參加了由當地勞動和社會保障部門組織實施的社會基本養老保險。本集團以當地規定的社會基本養老保險繳納基數和比例，向當地社會基本養老保險經辦機構繳納養老保險費。上述繳納的社會基本養老保險按照權責發生制原則計入當期損益，公司將不能動用該等已繳納的款項。職工退休後，各地勞動及社會保障部門有責任向已退休職工支付社會基本養老金。

XV. OTHER IMPORTANT MATTERS (Continued)

1. Employee benefits (Continued)

(2) The Group's defined contribution pension schemes comprise a social security scheme and an annuity scheme. (Continued)

2) Annuity plans

As of 30 June 2026, the Group had not yet established enterprise annuity or implemented annuity plans.

2. Segment information

(1) Basis of determination of reportable segments and accounting policies: The Group determines operating segments based on internal organisational structure, management requirements and internal reporting systems, and determines reportable segments based on operating segments. For management purposes, the Group has identified three reportable segments based on the types of services and products and the scale of development of each business segment as follows.

Inter-segment transfer transactions are measured on the basis of actual transaction prices. Segment revenue and segment expenses are determined based on the actual revenue and expenses of each segment. Segment assets or liabilities are allocated to operating segments on the basis of assets used in the ordinary activities of those segments or liabilities incurred that are attributable to those operating segments.

十五、其他重要事項(續)

1. 職工福利(續)

(2) 本集團的界定退休金供款計劃包括社會養老保險金計劃和年金計劃。(續)

2) 年金計劃

截至2026年6月30日,本集團尚未建立企業年金和實施年金計劃。

2. 分部信息

(1) 報告分部的確定依據與會計政策:本集團以內部組織結構、管理要求、內部報告制度為依據確定經營分部,以經營分部為基礎確定報告分部。基於管理的目的,本集團根據服務和產品的類別及各業務分部的發展規模劃分了如下三個報告分部。

分部間轉移交易以實際交易價格為基礎計量。分部收入和分部費用按各分部的實際收入和費用確定。分部資產或負債按經營分部日常活動中使用的可歸屬於該經營分部的資產或產生的可歸屬於該經營分部的負債分配。

From 1 January 2026 To 30 June 2026 (Unless Otherwise Expressly Stated, Amounts Are Denominated In RMB)

XV. OTHER IMPORTANT MATTERS (Continued) 十五、其他重要事項(續)

2. Segment information (Continued) 2. 分部信息(續)

(2) Financial information of reporting segments (2) 報告分部的財務信息

1) Segment financial information of the current period 1) 本期分部財務信息

Items	項目	Tap water 自來水	Wastewater 污水	Others 其他	Offset 抵銷	Total 合計
Operating revenue	營業收入	219,543,448.44	352,714,867.75	3,133,641.75		575,391,957.94
Including: Revenue from external transactions	其中:對外交易收入	219,543,448.44	352,714,867.75	3,133,641.75		575,391,957.94
Revenue from intra-segment transactions	分部間交易收入					
Operating cost	營業成本	182,271,391.70	193,427,166.99	2,608,044.44		378,306,603.13
Expenses for the period	期間費用	61,440,567.60	39,475,884.94	143,973.73		101,060,426.27
Operating profit	營業利潤	13,367,563.65	134,032,139.74	264,305.42	-58,800,000.00	88,864,008.81
Total assets	資產總額	4,276,877,103.30	3,272,707,017.26	13,653,515.25	-671,495,358.25	6,891,742,277.56
Total liabilities	負債總額	2,196,892,013.63	1,479,360,063.48	3,576,033.21		3,679,828,110.32
Construction in progress, fixed assets and intangible assets incurred during the period	本期發生的在建工程、固定資產和無形資產	78,706,094.52	19,703,448.59	31,637.00		98,441,180.11
Significant non-cash expenses such as depreciation and amortisation	折舊及攤銷等重大的非付現費用	100,632,787.28	79,804,813.02	42,962.86		180,480,563.16

From 1 January 2026 To 30 June 2026 (Unless Otherwise Expressly Stated, Amounts Are Denominated In RMB)

XV. OTHER IMPORTANT MATTERS (Continued)

十五、其他重要事項(續)

2. Segment information (Continued)

2. 分部信息(續)

(2) Financial information of reporting segments (Continued)

(2) 報告分部的財務信息(續)

2) Segment financial information of the previous period

2) 上期分部財務信息

Items	項目	Tap water 自來水	Wastewater 污水	Others 其他	Offset 抵銷	Total 合計
Operating revenue	營業收入	257,537,405.44	357,605,186.24	216,003.54		615,358,595.22
Including: Revenue from external transactions	其中：對外交易收入	257,537,405.44	357,605,186.24	216,003.54		615,358,595.22
Revenue from intra-segment transactions	分部間交易收入					
Operating cost	營業成本	213,472,864.68	206,282,286.17	116,417.27		419,871,568.12
Expenses for the period	期間費用	62,033,141.08	36,555,124.06	163,330.03		98,751,595.17
Operating profit	營業利潤	19,330,001.65	124,199,725.03	-57,014.93	-49,000,000.00	94,472,711.75
Total assets	資產總額	4,499,428,347.93	3,511,414,516.95	15,517,632.90	-765,627,635.00	7,260,732,862.78
Total liabilities	負債總額	2,352,407,843.57	1,835,919,408.14	2,888,251.53	-91,382,276.75	4,099,833,226.49
Construction in progress, fixed assets and intangible assets incurred during the period	本期發生的在建工程、固定資產和無形資產	17,280,437.14	231,037,583.46	30,000.00		248,348,020.60
Significant non-cash expenses such as depreciation and amortisation	折舊及攤銷等重大的非付現費用	115,685,936.79	75,420,411.65	43,326.15		191,149,674.59

3. Other material transactions and matters affecting investors' decisions: None.

3. 其他對投資者決策有影響的重要交易和事項：無。

From 1 January 2026 To 30 June 2026 (Unless Otherwise Expressly Stated, Amounts Are Denominated In RMB)

XVI. NOTES TO MAJOR ITEMS IN THE PARENT COMPANY'S FINANCIAL STATEMENTS

十六、母公司財務報表主要項目註釋

1. Accounts receivable

1. 應收賬款

(1) Accounts receivable as shown by provision for bad debts

(1) 應收賬款按壞賬計提方法分類列示

Category	類別	Closing balance 期末餘額				
		Book balance 賬面餘額		Provision for bad debts 壞賬準備		
		Amount 金額	Proportion (%) 比例(%)	Amount 金額	Provision proportion (%) 計提比例(%)	Book value 賬面價值
Separate provision for bad debts	按單項計提壞賬準備	2,196,600.00	0.80	2,196,600.00	100.00	
Provision for bad debts on a group basis	按組合計提壞賬準備	272,371,737.45	99.20	65,404,132.42	24.01	206,967,605.03
Including: Combination by ageing	其中:按賬齡組合	260,833,612.19	95.00	65,404,132.42	25.08	195,429,479.77
Combination of related parties in the scope	合併範圍關聯方組合	11,538,125.26	4.20			11,538,125.26
Total	**合計**	274,568,337.45	100.00	67,600,732.42		206,967,605.03

(Continued)

(續表)

Category	類別	Opening balance 期初餘額				
		Book balance 賬面餘額		Provision for bad debts 壞賬準備		
		Amount 金額	Proportion (%) 比例(%)	Amount 金額	Provision proportion (%) 計提比例(%)	Book value 賬面價值
Separate provision for bad debts	按單項計提壞賬準備	2,196,600.00	0.82	2,196,600.00	100.00	
Provision for bad debts on a group basis	按組合計提壞賬準備	267,150,044.44	99.18	62,379,644.35	23.35	204,770,400.09
Including: Combination by ageing	其中:按賬齡組合	255,611,919.18	94.90	62,379,644.35	24.40	193,232,274.83
Combination of related parties in the scope	合併範圍關聯方組合	11,538,125.26	4.28			11,538,125.26
Total	**合計**	269,346,644.44	100.00	64,576,244.35		204,770,400.09

From 1 January 2026 To 30 June 2026 (Unless Otherwise Expressly Stated, Amounts Are Denominated In RMB)

XVI. NOTES TO MAJOR ITEMS IN THE PARENT COMPANY'S FINANCIAL STATEMENTS (Continued)

十六、母公司財務報表主要項目註釋(續)

1. Accounts receivable (Continued)

1. 應收賬款(續)

(1) Accounts receivable as shown by provision for bad debts (Continued)

(1) 應收賬款按壞賬計提方法分類列示(續)

1) Separate provision for bad debts for accounts receivable

1) 按單項計提應收賬款壞賬準備

Name	名稱	Closing balance 期末餘額 Book balance 賬面餘額	Provision for bad debts 壞賬準備	Provision Proportion (%) 計提比例(%)	Reasons for provision 計提理由
Luxian Youhao Real Estate Co., Ltd.	瀘縣友豪置業有限公司	2,196,600.00	2,196,600.00	100.00	Not expected to be recovered 預計無法收回

2) Provision for bad debts of accounts receivables on an ageing group basis

2) 按賬齡組合計提應收賬款壞賬準備

Ageing	賬齡	Closing balance 期末餘額 Book balance 賬面餘額	Provision for bad debts 壞賬準備	Provision proportion (%) 計提比例(%)
Within 1 year (inclusive)	1年以內(含1年)	83,723,077.22	4,186,153.87	5.00
1 to 2 years	1-2年	89,941,871.91	8,994,187.20	10.00
2 to 3 years	2-3年	22,666,211.85	4,533,242.37	20.00
3 to 4 years	3-4年	24,789,534.92	12,394,767.46	50.00
4 to 5 years	4-5年	22,085,673.86	17,668,539.09	80.00
Over 5 years	5年以上	17,627,242.43	17,627,242.43	100.00
Total	**合計**	260,833,612.19	65,404,132.42	

From 1 January 2026 To 30 June 2026 (Unless Otherwise Expressly Stated, Amounts Are Denominated In RMB)

XVI. NOTES TO MAJOR ITEMS IN THE PARENT COMPANY'S FINANCIAL STATEMENTS (Continued)

十六、母公司財務報表主要項目註釋(續)

1. Accounts receivable (Continued)

1. 應收賬款(續)

(2) The ageing analysis of accounts receivable based on the transaction date is as follows

(2) 根據交易日期的應收賬款賬齡分析如下

Ageing	賬齡	Closing balance 期末餘額
Within 1 year (inclusive)	1年以內(含1年)	83,723,077.22
1 to 2 years	1-2年	90,113,227.20
2 to 3 years	2-3年	23,792,425.97
3 to 4 years	3-4年	32,511,665.02
4 to 5 years	4-5年	24,604,099.61
Over 5 years	5年以上	19,823,842.43
Total	**合計**	**274,568,337.45**

(3) Provision for bad debts for accounts receivable in the current period

(3) 本期應收賬款壞賬準備情況

			Changes during the current period 本期變動金額				
Category	類別	Opening balance 期初餘額	Provision 計提	Recoveries or reversals 收回或轉回	Write-off or charge off 轉銷或核銷	Others 其他	Closing balance 期末餘額
Provision for bad debts	壞賬準備	64,576,244.35	3,024,488.07				67,600,732.42

From 1 January 2026 To 30 June 2026 (Unless Otherwise Expressly Stated, Amounts Are Denominated In RMB)

XVI. NOTES TO MAJOR ITEMS IN THE PARENT COMPANY'S FINANCIAL STATEMENTS (Continued)

十六、母公司財務報表主要項目註釋（續）

1. Accounts receivable (Continued)

1. 應收賬款（續）

(4) Accounts receivable of top 5 closing balance by debtor

The total top five accounts receivable by debtor as at the end of the period amounted to RMB201,036,386.51, accounting for 73.22% of the total closing balance of accounts receivable. A provision for bad debts of RMB45,945,094.33 in total was made as at the end of the period.

(4) 按欠款方歸集的期末餘額前五名的應收賬款情況

本期按欠款方歸集的期末餘額前五名應收賬款匯總金額201,036,386.51元，佔應收賬款期末餘額合計數的比例73.22%，相應計提的壞賬準備期末餘額匯總金額45,945,094.33元。

2. Other receivables

2. 其他應收款

Items	項目	Closing balance 期末餘額	Opening balance 期初餘額
Other accounts receivable	其他收賬款	106,806,911.22	106,587,095.27
Less: Provision for bad debts	減：壞賬準備	47,308,886.04	39,135,977.10
Total	**合計**	59,498,025.18	67,451,118.17

(1) Classification of other receivables by nature of the amount

(1) 其他應收款按款項性質分類

Nature of the amount	款項性質	Closing balance 期末餘額	Opening balance 期初餘額
Financial subsidies	財政補貼款項	71,701,943.53	74,701,943.53
Transactions with related parties within the scope of consolidation	合併範圍內關聯方往來款	31,357,768.11	28,489,483.46
Withholding payment	代扣代繳款	828,668.94	718,000.00
Deposits and guarantees	押金、保證金	112,366.74	80,400.00
Others	其他	2,806,163.90	2,597,268.28
Total	**合計**	106,806,911.22	106,587,095.27

From 1 January 2026 To 30 June 2026 (Unless Otherwise Expressly Stated, Amounts Are Denominated In RMB)

XVI. NOTES TO MAJOR ITEMS IN THE PARENT COMPANY'S FINANCIAL STATEMENTS (Continued)

十六、母公司財務報表主要項目註釋(續)

2. Other receivables (Continued)

2. 其他應收款(續)

(2) Provision for bad debts of other receivables

(2) 其他應收款壞賬準備計提情況

Provision for bad debts	壞賬準備	First stage 第一階段 Expected credit loss in the next 12 months 未來12個月預期信用損失	Second stage 第二階段 Expected credit loss in the lifetime (without credit impairment) 整個存續期預期信用損失(未發生信用減值)	Third stage 第三階段 Expected credit loss in the lifetime (with credit impairment) 整個存續期預期信用損失(已發生信用減值)	Total 合計
Balance as at 1 January 2026	2026年1月1日餘額	43,579.12	38,848,454.82	243,943.16	39,135,977.10
Provision in the current year	本年計提	17,454.17	8,098,454.77	57,000.00	8,172,908.94
Reversal in the current year	本年轉回				
Write-off in the current year	本年轉銷				
Charge-off in the current year	本年核銷				
Other changes	其他變動				
Balance as at 30 June 2026	2026年6月30日餘額	61,033.29	46,946,909.59	300,943.16	47,308,886.04

(3) Other receivables presented by ageing

(3) 其他應收款按賬齡列示

Ageing	賬齡	Closing balance 期末餘額
Within 1 year (inclusive)	1年以內(含1年)	1,668,664.83
1 to 2 years	1-2年	2,360,245.13
2 to 3 years	2-3年	1,289,902.60
3 to 4 years	3-4年	56,513,494.57
4 to 5 years	4-5年	38,643,529.20
Over 5 years	5年以上	6,331,074.89
Total	**合計**	106,806,911.22

XVI. NOTES TO MAJOR ITEMS IN THE PARENT COMPANY'S FINANCIAL STATEMENTS (Continued)

十六、母公司財務報表主要項目註釋(續)

2. Other receivables (Continued)

2. 其他應收款(續)

(4) Provision for bad debts for other receivables

(4) 其他應收款壞賬準備情況

Category	類別	Opening balance 期初餘額	Changes during the current period 本期變動金額 Provision 計提	Recoveries or reversals 收回或轉回	Write-off or charge off 轉銷或核銷	Others 其他	Closing balance 期末餘額
Provision for bad debts	壞賬準備	39,135,977.10	8,172,908.94				47,308,886.04

(5) Other receivables of top 5 closing balances by debtor

The total top five other receivables by debtor as at the end of the period amounted to RMB74,152,088.80, accounting for 69.43% of the total closing balance of other receivables. A provision for bad debts of RMB47,114,054.82 in total was made as at the end of the period.

(5) 按欠款方歸集的期末餘額前五名的其他應收款情況

本期按欠款方歸集的期末餘額前五名其他應收款匯總金額為74,152,088.80元,佔其他應收款期末餘額合計數的比例為69.43%,相應計提壞賬準備期末餘額匯總金額47,114,054.82元。

From 1 January 2026 To 30 June 2026 (Unless Otherwise Expressly Stated, Amounts Are Denominated In RMB)

XVI. NOTES TO MAJOR ITEMS IN THE PARENT COMPANY'S FINANCIAL STATEMENTS (Continued)
十六、母公司財務報表主要項目註釋(續)

3. Long-term equity investment
3. 長期股權投資

(1) Classification of long-term equity investments
(1) 長期股權投資分類

Entity invested	被投資單位	Opening balance (Book value) 年初餘額(賬面價值)	Change in the current year 本年增減變動								Closing balance (Book value) 年末餘額(賬面價值)	Closing balance of provision for impairment 減值準備年末餘額
			Increase in investment 追加投資	Reduction in investment 減少投資	Gains or losses on investments recognised under the equity method 權益法下確認的投資損益	Adjustment of other comprehensive income 其他綜合收益調整	Change in other equities 其他權益變動	Declared cash dividends or profits 宣告發放現金股利或利潤	Provision for impairment 計提減值準備	Others 其他		
I. Joint ventures: None.	一、合營企業:無。											
II. Associates: None.	二、聯營企業:無。											
III. Subsidiaries	三、子公司											
Luzhou Xinglu Water (Group) Beijiao Water Co., Ltd.	瀘州市興瀘水務(集團)北郊水業有限公司	100,537,417.79									100,537,417.79	
Luzhou Xinglu Water (Group) Hejiang Water Co., Ltd.	瀘州市興瀘水務(集團)合江水業有限公司	94,072,759.54									94,072,759.54	
Luzhou Sitong Tap Water Engineering Co., Ltd.	瀘州市四通自來水工程有限公司	6,343,534.06	3,800,000.00								10,143,534.06	
Luzhou Nanjiao Water Co., Ltd.	瀘州市南郊水業有限公司	20,311,312.96									20,311,312.96	
Luzhou Sitong Water Supply and Drainage Engineering Design Co., Ltd.	瀘州市四通給排水工程設計有限公司	969,729.13									969,729.13	
Luzhou Xinglu Wastewater Treatment Co., Ltd.	瀘州市興瀘污水處理有限公司	442,199,192.98									442,199,192.98	
Xinglu Water (Group) Weiyuan Qingxi Water Co., Ltd.	興瀘水務(集團)威遠清溪水務有限公司	55,160,000.00									55,160,000.00	
Luzhou Xinglu Water (Group) Xingxu Water Co., Ltd.	瀘州市興瀘水務(集團)興敘水業有限公司	6,000,000.00									6,000,000.00	
Luzhou Fanxing Environmental Development Co., Ltd..	瀘州市繁星環保發展有限公司	117,000,000.00									117,000,000.00	

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XVI. NOTES TO MAJOR ITEMS IN THE PARENT COMPANY'S FINANCIAL STATEMENTS (Continued)

十六、母公司財務報表主要項目註釋(續)

3. Long-term equity investment (Continued)

3. 長期股權投資(續)

(1) Classification of long-term equity investments (Continued)

(1) 長期股權投資分類(續)

Entity invested	被投資單位	Opening balance (Book value) 年初餘額(賬面價值)	Change in the current year 本年增減變動								Closing balance (Book value) 年末餘額(賬面價值)	Closing balance of provision for impairment 減值準備年末餘額
			Increase in investment 追加投資	Reduction in investment 減少投資	Gains or losses on investments recognised under the equity method 權益法下確認的投資損益	Adjustment of other comprehensive income 其他綜合收益調整	Change in other equities 其他權益變動	Declared cash dividends or profits 宣告發放現金股利或利潤	Provision for impairment 計提減值準備	Others 其他		
Leshan Xinglu Water Xingjia Environmental Protection Technology Co., Ltd.	樂山市興瀘水務興嘉環保科技有限公司	36,483,900.00									36,483,900.00	
Leibo Xinglu Water Co., Ltd.	雷波縣興瀘水務有限公司	20,502,000.00									20,502,000.00	
Chengdu Qingbaijiang Xinglu Water Co., Ltd.	成都市青白江興瀘水務有限公司	34,676,700.00									34,676,700.00	
Dechang Xinglu Water Co., Ltd.	德昌縣興瀘水務有限公司	15,610,364.00									15,610,364.00	
Leshan Jingyan Xinglu Wastewater Treatment Co., Ltd.	樂山井研興瀘污水處理有限公司	30,000,000.00									30,000,000.00	
Luzhou Xinglu Water Quality Testing Co., Ltd.	瀘州市興瀘水質檢測有限公司	3,000,000.00									3,000,000.00	
Subtotal	**小計**	982,866,910.46	3,800,000.00								986,666,910.46	
Total	**合計**	982,866,910.46	3,800,000.00								986,666,910.46	

From 1 January 2026 To 30 June 2026 (Unless Otherwise Expressly Stated, Amounts Are Denominated In RMB)

XVI. NOTES TO MAJOR ITEMS IN THE PARENT COMPANY'S FINANCIAL STATEMENTS (Continued)

十六、母公司財務報表主要項目註釋（續）

4. Operating revenue and operating cost

4. 營業收入、營業成本

(1) Particulars of operating revenue and operating costs

(1) 營業收入和營業成本情況

Items	項目	Amount incurred in the current period 本期發生額 Revenue 收入	Cost 成本	Amount incurred in the previous period 上期發生額 Revenue 收入	Cost 成本
Principal operations	主營業務	166,801,345.86	150,576,541.60	201,508,483.29	176,302,301.55
Other operations	其他業務	1,557,906.20	636,599.46	1,293,566.81	256,589.96
Total	**合計**	168,359,252.06	151,213,141.06	202,802,050.10	176,558,891.51

(2) Particulars of revenue from contracts

(2) 合同產生的收入的情況

Categories of contract	合同分類	Amount incurred in the current period 本期收入發生額
By categories of product	**按商品類型分類**	168,359,252.06
Including: Water supply business	其中：供水業務	133,311,755.17
Engineering business	工程業務	33,489,590.69
Others	其他	1,557,906.20
By operating regions	**按經營地區分類**	168,359,252.06
Including: Within Sichuan Province	其中：四川省內	168,359,252.06
Outside Sichuan Province	四川省外	

From 1 January 2026 To 30 June 2026 (Unless Otherwise Expressly Stated, Amounts Are Denominated In RMB)

XVI. NOTES TO MAJOR ITEMS IN THE PARENT COMPANY'S FINANCIAL STATEMENTS (Continued)

十六、母公司財務報表主要項目註釋（續）

5. Income from investment

5. 投資收益

Items	項目	Amount incurred in the current period 本期發生額	Amount incurred in the previous period 上期發生額
Income from long-term equity investments accounted under the cost method	成本法核算的長期股權投資收益	71,664,262.20	56,728,524.40
Income from long-term equity investments accounted under the equity method	權益法核算的長期股權投資收益		
Investment income from the disposal of long-term equity investments	處置長期股權投資資產生的投資收益		
Total	**合計**	71,664,262.20	56,728,524.40

XVII. SUPPLEMENTARY INFORMATION OF FINANCIAL REPORT

十七、財務報表補充資料

1. Return on net asset and earnings per share

1. 淨資產收益率及每股收益

Profits during the reporting period	報告期利潤	Weighted average return on net assets (%) 加權平均淨資產收益率(%)	Earnings per share (RMB/share) 每股收益（元／股） Basic earnings per share 基本每股收益	Diluted earnings per share 稀釋每股收益
Net profit attributable to ordinary shareholders of the parent company	歸屬於母公司普通股股東的淨利潤	2.14	0.08	0.08

Luzhou Xinglu Water (Group) Co., Ltd.
26 August 2026

瀘州市興瀘水務（集團）股份有限公司
2026年8月26日

瀘州市興瀘水務（集團）股份有限公司
LUZHOU XINGLU WATER (GROUP) CO., LTD.*

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