INTERIM REPORT 2026

* For identification purpose only

Digital China Holdings Limited
神州數碼控股有限公司*

Stock Code：00861.HK

Incorporated in Bermuda with Limited Liability

神州控股
DC Holdings

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Condensed Consolidated Statement of Profit or Loss

For the six months ended 30 June 2026

The board of directors (the "**Director(s)**" or the "**Board**") of Digital China Holdings Limited（神州數碼控股有限公司*）(the "**Company**" or "**DC Holdings**") is pleased to announce the unaudited condensed consolidated interim results of the Company and its subsidiaries (collectively the "**Group**") for the six months ended 30 June 2026 (the "**Reporting Period**") together with the comparative figures for the corresponding period for 2025 as follows:

		Six months ended 30 June (Unaudited)	
	Notes	**2026** RMB'000	2025 RMB'000
Revenue	3	**6,640,831**	7,865,449
Cost of sales and services		**(5,648,270)**	(6,832,909)
Gross profit		**992,561**	1,032,540
Other income and gains	3	**56,399**	63,780
Selling and distribution expenses		**(391,314)**	(403,865)
Administrative expenses		**(193,906)**	(192,969)
Other expenses, net	4	**(768,057)**	(471,895)
Finance costs	4	**(42,556)**	(88,264)
Share of losses of associates and joint ventures	4	**(13,799)**	(24,867)
Loss before tax	4	**(360,672)**	(85,540)
Income tax credit	5	**71,157**	17,044
Loss for the period		**(289,515)**	(68,496)
Attributable to:			
Equity holders of the parent		**(52,145)**	15,207
Non-controlling interests		**(237,370)**	(83,703)
		(289,515)	(68,496)
(Loss) earnings per share attributable to equity holders of the parent (expressed in RMB per share)	7		
Basic		**(0.0352)**	0.0103
Diluted		**(0.0352)**	0.0102

Condensed Consolidated Statement of Comprehensive Income

For the six months ended 30 June 2026

	Six months ended 30 June (Unaudited)	
	2026	2025
	RMB'000	RMB'000
Loss for the period	**(289,515)**	(68,496)
Other comprehensive (expense) income		
Other comprehensive (expense) income that may be reclassified to profit or loss in subsequent periods:		
Exchange differences arising on translation of financial statements of foreign operations	**(8,797)**	18,302
Share of other comprehensive income of associates	**–**	345
Net other comprehensive (expense) income that may be reclassified to profit or loss in subsequent periods	**(8,797)**	18,647
Other comprehensive income that will not be reclassified to profit or loss in subsequent periods:		
Net fair value changes on financial assets measured at fair value through other comprehensive income	**77**	41
Income tax effect	**(12)**	(6)
Net other comprehensive income that will not be reclassified to profit or loss in subsequent periods	**65**	35
Other comprehensive (expense) income for the period, net of tax	**(8,732)**	18,682
Total comprehensive expense for the period	**(298,247)**	(49,814)
Attributable to:		
Equity holders of the parent	**(53,166)**	27,409
Non-controlling interests	**(245,081)**	(77,223)
	(298,247)	(49,814)

Condensed Consolidated Statement of Financial Position

As at 30 June 2026

	Notes	(Unaudited) 30 June 2026 RMB'000	(Audited) 31 December 2025 RMB'000
Non-current assets			
Property, plant and equipment		**654,109**	675,270
Right-of-use assets		**81,887**	101,181
Investment properties		**4,585,306**	4,585,336
Goodwill		**1,011,104**	1,011,104
Other intangible assets		**183,478**	219,718
Interests in joint ventures		**51,677**	55,823
Interests in associates		**168,216**	173,599
Financial assets at amortised cost		**204,776**	202,721
Financial assets at fair value through other comprehensive income		**285,080**	287,173
Financial assets at fair value through profit or loss		**680**	83,646
Accounts receivable	8	**53,358**	55,264
Finance lease receivables		**7,876**	7,876
Other receivables		**420,000**	420,000
Deferred tax assets		**367,489**	271,778
		8,075,036	8,150,489
Current assets			
Inventories		**1,250,614**	990,162
Completed properties held for sale		**411,878**	439,113
Accounts and bills receivable	8	**2,867,682**	2,952,098
Prepayments, deposits and other receivables		**1,218,979**	1,112,778
Contract assets		**4,701,013**	3,920,476
Financial assets at amortised cost		**–**	10,982
Financial assets at fair value through profit or loss		**216,141**	156,898
Finance lease receivables		**5,549**	5,549
Restricted bank balances		**472,327**	448,418
Cash and cash equivalents		**1,800,154**	3,488,418
		12,944,337	13,524,892
Current liabilities			
Accounts and bills payable	9	**3,225,963**	3,926,026
Other payables and accruals		**1,208,438**	1,358,716
Lease liabilities		**32,678**	42,396
Contract liabilities		**2,244,278**	1,914,077
Tax payable		**76,003**	45,051
Provision		**306,091**	–
Interest-bearing bank and other borrowings		**2,678,307**	2,070,763
Other financial liability	10	**–**	912,155
		9,771,758	10,269,184
Net current assets		**3,172,579**	3,255,708
Total assets less current liabilities		**11,247,615**	11,406,197

Condensed Consolidated Statement of Financial Position

As at 30 June 2026

	Notes	(Unaudited) 30 June 2026 RMB'000	(Audited) 31 December 2025 RMB'000
Non-current liabilities			
Interest-bearing bank and other borrowings		**1,338,740**	1,378,845
Deferred tax liabilities		**530,395**	522,067
Deferred income		**21,524**	23,115
Lease liabilities		**8,447**	17,485
		1,899,106	1,941,512
Net assets		**9,348,509**	9,464,685
Capital and reserves			
Share capital	11	**163,826**	163,826
Reserves		**5,685,648**	5,587,110
Equity attributable to equity holders of the parent		**5,849,474**	5,750,936
Non-controlling interests		**3,499,035**	3,713,749
Total equity		**9,348,509**	9,464,685

Condensed Consolidated Statement of Changes in Equity

As at 30 June 2026

	Attributable to equity holders of the parent												
	Issued capital (Unaudited) RMB'000	Share premium account (Unaudited) RMB'000	Capital reserve (Unaudited) RMB'000	Employee share trust (Unaudited) RMB'000	Employee share-based compensation reserve (Unaudited) RMB'000	Asset revaluation reserve (Unaudited) RMB'000	Investment revaluation reserve (Unaudited) RMB'000	Reserve funds (Unaudited) RMB'000	Exchange fluctuation reserve (Unaudited) RMB'000	Accumulated losses (Unaudited) RMB'000	Total (Unaudited) RMB'000	Non-controlling interests (Unaudited) RMB'000	Total equity (Unaudited) RMB'000
At 1 January 2026	163,826	4,139,709	1,594,815	(837,392)	225,291	610,610	(87,107)	840,769	(209,883)	(689,702)	5,750,936	3,713,749	9,464,685
Loss for the period	-	-	-	-	-	-	-	-	-	(52,145)	(52,145)	(237,370)	(289,515)
Change in fair value on financial assets at fair value through other comprehensive income, net of tax	-	-	-	-	-	-	39	-	-	-	39	26	65
Exchange differences arising on translation of financial statements of foreign operations	-	-	-	-	-	-	-	-	(1,060)	-	(1,060)	(7,737)	(8,797)
Total comprehensive income (expense) for the period	-	-	-	-	-	-	39	-	(1,060)	(52,145)	(53,166)	(245,081)	(298,247)
Share-based compensation	-	-	-	-	4,006	-	-	-	-	-	4,006	158	4,164
Contribution to employee share trusts	-	-	-	(659)	-	-	-	-	-	-	(659)	-	(659)
Deemed acquisition of additional interests in non-wholly-owned subsidiaries	-	-	110,432	-	-	-	-	-	-	-	110,432	(110,432)	-
Partial disposal of equity interest in a subsidiary without loss of control	-	-	78,418	-	-	-	-	-	-	-	78,418	67,406	145,824
Dividends paid to non-controlling shareholders	-	-	-	-	-	-	-	-	-	-	-	(13,619)	(13,619)
Final dividend *(note 6)*	-	-	-	-	-	-	-	-	-	(52,191)	(52,191)	-	(52,191)
Changes in controlling interests in subsidiaries	-	-	11,698	-	-	-	-	-	-	-	11,698	86,854	98,552
At 30 June 2026	163,826	4,139,709	1,795,363	(838,051)	229,297	610,610	(87,068)	840,769	(210,943)	(794,038)	5,849,474	3,499,035	9,348,509

Condensed Consolidated Statement of Changes in Equity

As at 30 June 2026

	Attributable to equity holders of the parent												
	Issued capital (Unaudited) RMB'000	Share premium account (Unaudited) RMB'000	Capital reserve (Unaudited) RMB'000	Employee share trust (Unaudited) RMB'000	Employee share-based compensation reserve (Unaudited) RMB'000	Asset revaluation reserve (Unaudited) RMB'000	Investment revaluation reserve (Unaudited) RMB'000	Reserve funds (Unaudited) RMB'000	Exchange fluctuation reserve (Unaudited) RMB'000	Accumulated losses (Unaudited) RMB'000	Total (Unaudited) RMB'000	Non-controlling interests (Unaudited) RMB'000	Total equity (Unaudited) RMB'000
At 1 January 2025	163,826	4,139,709	1,589,764	(868,213)	251,072	610,610	(221,360)	794,825	(210,023)	(418,779)	5,831,431	3,676,023	9,507,454
Profit (loss) for the period	-	-	-	-	-	-	-	-	-	15,207	15,207	(83,703)	(68,496)
Change in fair value on financial assets at fair value through other comprehensive income, net of tax	-	-	-	-	-	-	29	-	-	-	29	6	35
Exchange differences arising on translation of financial statements of foreign operations	-	-	-	-	-	-	-	-	11,828	-	11,828	6,474	18,302
Share of other comprehensive income of associates	-	-	-	-	-	-	187	-	158	-	345	-	345
Proceeds from disposal of financial assets at fair value through other comprehensive income	-	-	-	-	-	-	175,435	-	-	(175,435)	-	-	-
Total comprehensive (expense) income for the period	-	-	-	-	-	-	175,651	-	11,986	(160,228)	27,409	(77,223)	(49,814)
Share-based compensation	-	-	-	-	4,123	-	-	-	-	-	4,123	-	4,123
Contribution to employee share trusts	-	-	-	(776)	-	-	-	-	-	-	(776)	-	(776)
Vesting of shares under the restricted share award scheme	-	-	-	32,907	(32,907)	-	-	-	-	-	-	-	-
Deregistration of subsidiaries	-	-	-	-	-	-	-	-	-	-	-	(3,104)	(3,104)
Changes in ownership interests in subsidiaries	-	(3,732)	-	-	-	-	-	-	-	-	(3,732)	3,732	-
Final dividend *(note 6)*	-	-	-	-	-	-	-	-	-	(91,590)	(91,590)	-	(91,590)
At 30 June 2025	163,826	4,135,977	1,589,764	(836,082)	222,288	610,610	(45,709)	794,825	(198,037)	(670,597)	5,766,865	3,599,428	9,366,293

Condensed Consolidated Statement of Cash Flows

For the six months ended 30 June 2026

	Six months ended 30 June (Unaudited)	
	2026	2025
	RMB'000	RMB'000
Operating activities		
Increase in inventories	**(300,707)**	(1,660,653)
Decrease in accounts and bills receivable	**32,523**	368
Decrease in accounts and bills payable	**(700,063)**	(291,787)
Decrease in other working capital and adjustments for non-cash transactions	**(620,334)**	(757,624)
Net cash used in operating activities	**(1,588,581)**	(2,709,696)
Investing activities		
Purchases of property, plant and equipment	**(15,247)**	(13,816)
Proceeds from disposal of property, plant and equipment	**1,119**	4,447
Additions to other intangible assets	**(8,951)**	(14,582)
Proceeds from disposal of financial assets at amortised cost	**10,818**	–
Proceeds from disposal of financial assets at fair value through other comprehensive income	**2,170**	290,773
Proceeds from disposal of financial assets at fair value through profit or loss	**725,305**	324,939
Purchase of financial assets at fair value through profit or loss	**(695,044)**	(487,826)
Dividends received from associates	**150**	240
Dividend income received from financial assets at fair value through other comprehensive income	**4,339**	–
Deemed partial disposal of equity interest in associates	**4,420**	3,100
Proceeds from sale of investment properties	**–**	28,830
Proceeds from refund of other financial assets deposits	**–**	22,128
Net cash from investing activities	**29,079**	158,233
Financing activities		
New bank borrowings	**2,300,383**	3,059,588
Repayment of bank borrowings	**(1,726,737)**	(1,596,191)
Interest paid	**(32,585)**	(61,594)
Acquisition of non-controlling interests	**(914,045)**	–
Dividends paid to non-controlling shareholders	**(13,619)**	–
Purchase of shares under the restricted share award scheme	**–**	(776)
Proceeds from employee share purchase plan	**98,552**	–
Proceeds on disposal of partial interest in a subsidiary without losing control	**195,122**	–
Repayment of lease liabilities	**(26,939)**	(35,289)
Liquidation/deregistration of a subsidiary	**–**	(1,103)
Net cash (used in) from financing activities	**(119,868)**	1,364,635

Condensed Consolidated Statement of Cash Flows

For the six months ended 30 June 2026

	Six months ended 30 June (Unaudited)	
	2026	2025
	RMB'000	RMB'000
Net decrease in cash and cash equivalents	**(1,679,370)**	(1,186,828)
Cash and cash equivalents at the beginning of the period	**3,488,418**	3,142,841
Effects of foreign exchange rate changes, net	**(8,894)**	4,390
Cash and cash equivalents at the end of the period	**1,800,154**	1,960,403
Analysis of components of cash and cash equivalents		
Cash and cash equivalents as stated in the condensed consolidated statement of financial position and the condensed consolidated statement of cash flows	**1,800,154**	1,960,403

1. BASIS OF PREPARATION

The condensed consolidated financial statements have been prepared on the historical cost basis except for certain properties and financial instruments, which are measured at fair values, as appropriate.

The presentation basis, accounting policies and computation methods used in the condensed consolidated financial statements are consistent with those followed in the preparation of the Group's annual consolidated financial statements for the year ended 31 December 2025.

Application of amendments to HKFRS Accounting Standards

In the current interim period, the Group has applied, for the first time, the following amendments to HKFRS Accounting Standards issued by the HKICPA which are effective for the Group's financial year beginning 1 January 2026:

Amendments to HKFRS 9 and HKFRS 7	Amendments to the Classification and Measurement of Financial Instruments
Amendments to HKFRS 9 and HKFRS 7	Contracts Referencing Nature-dependent Electricity
Amendments to HKFRS Accounting Standards	Annual Improvements to HKFRS Accounting Standards - Volume 11

The application of the amendments to HKFRS Accounting Standards in the current interim period has had no material impact on the Group's financial performance and positions for the current and prior periods and/or on the disclosures set out in these unaudited condensed consolidated financial statements.

2. SEGMENT INFORMATION

In terms of resource allocation and departmental performance evaluation, relevant information on the categories of goods or services delivered or provided is centrally submitted to the Board of Directors (i.e., the CODM).

Segments information of the three business groups are summarised as follows:

(a) Data Intelligence Services Business segment:Provides a data intelligence decision-making platform and full-stack AI technical services centered on computing power, data, algorithm models and intelligent applications. It offers AI products and solutions for supply chain and other innovative scenarios.

(b) Integrated Supply Chain Services Business segment:Provides data technology-making end-to-end supply chain services, focusing on warehousing, transportation, distribution, reverse logistics and intelligent operations across the entire value chain.

(c) Fintech Services and Others Business segment:This segment mainly comprises the business of Digital China Information Service Group Co., Ltd. (DCITS), an indirect non-wholly-owned subsidiary of the Company and a company listed on the Shenzhen Stock Exchange (stock code: 000555.SZ). It also includes investments, property sales and leasing.

Segment information from the prior period has been re-presented to align with the current period's presentation.

The accounting policies of the operating segments are the same as the Group's accounting policies. Segment results are evaluated based on the reportable segment profit (loss), which is a measure of adjusted profit (loss) before tax. The segment results are measured consistently with the Group's loss before tax except that interest income, finance costs, unallocated corporate income and gains and unallocated corporate expenses are excluded from such measurement. This is the measure reported to the chief operating decision maker for the purposes of resource allocation and performance assessment.

Intersegment sales and transfers are transacted with reference to the selling prices used for sales made to third parties at the then prevailing market prices.

2. SEGMENT INFORMATION (CONTINUED)

The following table presents revenue and results for the Group's operating segments for the six months ended 30 June 2026 and 2025 (Unaudited):

	Data Intelligence Services		Integrated Supply Chain Services		Fintech Services and Others		Eliminations		Total	
	2026	2025	2026	2025	2026	2025	2026	2025	2026	2025
	RMB'000	RMB'000 (Represented)	RMB'000	RMB'000 (Represented)	RMB'000	RMB'000 (Represented)	RMB'000	RMB'000 (Represented)	RMB'000	RMB'000 (Represented)
Segment revenue:										
External	**1,185,288**	2,458,195	**1,162,659**	804,314	**4,292,884**	4,602,940	**–**	–	**6,640,831**	7,865,449
Inter-segment	**8,025**	6,586	**48,917**	15,723	**3,269**	3,286	**(60,211)**	(25,595)	**–**	–
	1,193,313	2,464,781	**1,211,576**	820,037	**4,296,153**	4,606,226	**(60,211)**	(25,595)	**6,640,831**	7,865,449
Segment gross profit	**142,873**	190,439	**168,322**	154,016	**681,366**	688,085			**992,561**	1,032,540
Segment results	**20,443**	1,784	**78,638**	124,192	**(359,341)**	(53,358)			**(260,260)**	72,618
Unallocated										
Interest income									**7,113**	8,520
Income and gains									**(4,661)**	1,080
Unallocated expenses									**(60,308)**	(79,494)
(Loss) profit from operating activities									**(318,116)**	2,724
Finance costs									**(42,556)**	(88,264)
Loss before tax									**(360,672)**	(85,540)

3. REVENUE, OTHER INCOME AND GAINS

Revenue represents revenue arising on the sale of goods after allowances for returns and trade discounts; provision of services, net of value-added tax and government surcharges; and rental income received and receivable from investment properties for the period.

An analysis of the Group's revenue, other income and gains are as follows:

	(Unaudited) Six months ended 30 June	
	2026	2025
	RMB'000	RMB'000
Revenue from contracts with customer within the scope of HKFRS 15		
Disaggregated by major products or service lines:		
Sales of software products business	**10,979**	7,434
Software development and technical service business	**3,148,688**	2,914,169
Supply chain operation and maintenance business	**1,541,638**	950,340
System integration business	**1,094,750**	1,541,447
E-commerce business	**497,248**	2,093,480
Others	**199,477**	215,922
Total revenue from contracts with customers	**6,492,780**	7,722,792
Revenue from other sources		
Rental income from investment properties under operating lease	**145,562**	137,950
Financial services business	**2,489**	4,707
Total revenue from other sources	**148,051**	142,657
Total revenue	**6,640,831**	7,865,449

3. REVENUE, OTHER INCOME AND GAINS (CONTINUED)

(i) Revenue from contracts with customers

Disaggregated of revenue by timing of recognition

	(Unaudited) Six months ended 30 June	
	2026	2025
	RMB'000	RMB'000
Timing of revenue recognition		
At a point in time	**1,802,454**	3,858,283
Over time	**4,690,326**	3,864,509
	6,492,780	7,722,792

(ii) Other income and gains

	(Unaudited) Six months ended 30 June	
	2026	2025
	RMB'000	RMB'000
Other income		
Government grants	**21,996**	38,503
Interest on bank deposits	**7,113**	8,520
Income from wealth management financial products	**8,662**	7,280
Dividend income from financial assets at fair value through other comprehensive income	**4,339**	–
Others	**4,157**	2,097
	46,267	56,400
Gains		
Fair value gains on investment properties	**–**	4,280
Net foreign exchange gain	**5,712**	–
Gain on deemed partial disposal of equity interest in associates	**4,420**	3,100
	10,132	7,380
Total other income and gains	**56,399**	63,780

4. LOSS BEFORE TAX

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

	(Unaudited) Six months ended 30 June	
	2026	2025
	RMB'000	RMB'000
Share of losses of associates	**9,653**	24,644
Share of losses of joint ventures	**4,146**	223
	13,799	24,867
Amount of inventories recognised as an expense	**1,695,608**	3,549,665
Depreciation of property, plant and equipment	**32,378**	30,058
Depreciation of right-of-use assets	**26,346**	36,807
Interest on discounted bills	**6,804**	13,713
Interest on bank loans and other loans	**34,622**	52,037
Interest on lease liabilities	**1,130**	1,687
Interest on other financial liabilities	**–**	20,827

(ii) Other expenses, net

	2026 RMB'000	2025 RMB'000
Research and development costs (excluding amortisation of other intangible assets)	**245,840**	258,242
Amortisation of other intangible assets	**45,191**	46,490
Written down (reversal of written down) of inventories	**40,363**	(5,734)
Impairment of accounts and bills receivable, other receivables and contract assets	**129,857**	141,847
Fair value loss on investment properties	**31**	–
Net foreign exchange loss	**–**	19,129
Fair value loss on financial assets at fair value through profit or loss	**–**	320
Provision for litigation *(Note)*	**304,381**	–
Others	**2,394**	11,601
Other expenses, net	**768,057**	471,895

Note:

As disclosed in the Company's announcement dated 28 June 2026 and the contingent liabilities section under the "Management Discussion and Analysis" chapter of this report, DCITS, an indirect non-wholly-owned subsidiary of the Group, obtained the first-instance judgment in the sales contract dispute case against Beijing Urban Construction Intelligent Control Technology Co., Ltd. ("**UCIC**"). Prior to the date of this report, UCIC as the plaintiff and DCITS as the defendant to the aforesaid case had filed appeals, and the second-instance trial and judgment are pending. In accordance with the relevant requirements under the HKFRS Accounting Standards, the Group has made a provision for the amount of goods consideration (excluding tax) and interest under the aforesaid case.

5. INCOME TAX CREDIT

	(Unaudited) Six months ended 30 June	
	2026	2025
	RMB'000	RMB'000
Current – People's Republic of China ("**PRC**")		
Enterprise income tax ("**EIT**")	**10,190**	8,293
Land appreciation tax ("**LAT**")	**567**	1,026
	10,757	9,319
Current – Outside the PRC	**5,480**	–
Deferred tax	**(87,394)**	(26,363)
Total tax credit for the period	**(71,157)**	(17,044)

(a) PRC EIT represents tax charged on the estimated assessable profits arising in Mainland China. In general, the Group's subsidiaries operating in Mainland China are subject to the PRC EIT rate of 25% except for certain subsidiaries which are entitled to preferential tax rates.

(b) PRC LAT is levied at progressive rates ranging from 30% to 60% on the appreciation of the land value, being the proceeds from sales of properties less deductible expenditures including cost of land use rights, borrowing costs and all property development expenditures.

(c) Hong Kong Profits Tax is charged under the two-tiered profits tax rates regime, the first HK$2 million of profits of qualifying corporation will be taxed at 8.25%, and profits above HK$2 million will be taxed at 16.5%. For the six months ended 30 June 2026 and 2025, Hong Kong profits tax of the qualified entity of the Group is calculated in accordance with the two-tiered profits tax rates regime. The profits of other Group entities in Hong Kong not qualifying for the two-tiered profits tax rates regime will continue to be taxed at the flat rate of 16.5% of the estimated assessable profits.

(d) The share of tax credit attributable to joint ventures of approximately RMB679,000 (six months ended 30 June 2025: tax credit of RMB2,000) and the share of tax charge attributable to the associates of approximately RMB69,000 (six months ended 30 June 2025: tax charge of RMB147,000) are included in "Share of losses of associates and joint ventures", in the condensed consolidated statement of profit or loss.

6. DIVIDENDS

During the six months ended 30 June 2026, the shareholders of the Company ("**Shareholders**") approved the payment of a final dividend of HK3.6 cents per ordinary share of the Company in respect of the year ended 31 December 2025 (six months ended 30 June 2025: a final dividend of HK6.0 cents per ordinary share of the Company in respect of the year ended 31 December 2024) at the annual general meeting of the Company held on 26 June 2026. The final dividend of approximately HK$60,250,000 (equivalent to approximately RMB52,191,000) was paid on 21 July 2026 (six months ended 30 June 2025: approximately HK$100,416,000 (equivalent to approximately RMB91,590,000)).

The Directors of the Company have resolved not to declare any interim dividend for the six months ended 30 June 2026 (six months ended 30 June 2025: Nil).

7. (LOSS) EARNINGS PER SHARE

The calculation of the basic and diluted (loss) earnings per share is based on the (loss) profit for the six months ended 30 June 2026 attributable to equity holders of the parent, and the weighted average number of ordinary shares in issue less shares held under the restricted share award scheme (the "**RSA Scheme**") of 1,481,712,933 (six months ended 30 June 2025:1,479,115,772) during the six months ended 30 June 2026.

The calculation of the diluted (loss) earnings per share is based on the (loss) profit for the six months ended 30 June 2026 attributable to equity holders of the parent with an adjustment on effect of dilutive potential ordinary shares of a subsidiary. The weighted average number of ordinary shares used in the calculation is the number of ordinary shares in issue less shares held under the RSA scheme during the six months ended 30 June 2026 as used in the basic (loss) earnings per share calculation and the weighted average number of ordinary shares assumed to have been issued at no consideration on the deemed exercise of all the dilutive potential ordinary shares related to the Group's share-based incentive schemes into ordinary shares.

The calculations of basic and diluted (loss) earnings per share are based on the following data:

	(Unaudited) Six months ended 30 June	
	2026	2025
	RMB'000	RMB'000
(Loss) earnings		
(Loss) profit for the period attributable to equity holders of the parent, used in the basic (loss) earnings per share calculation	**(52,145)**	15,207
Effect of dilutive potential ordinary shares of a subsidiary	**–**	–
(Loss) earnings for the purpose of diluted (loss) earnings per share	**(52,145)**	15,207

7. (LOSS) EARNINGS PER SHARE (CONTINUED)

	(Unaudited) Number of shares Six months ended 30 June	
	2026	2025
Shares		
Weighted average number of shares in issue less shares held under the RSA Scheme during the period, used in the basic (loss) earnings per share calculation	**1,481,712,933**	1,479,115,772
Effect of dilution potential ordinary shares:		
Share-based incentive schemes	**3,595,770**	6,989,384
Weighted average number of shares during the period used in the diluted (loss) earnings per share calculation	**1,485,308,703**	1,486,105,156

The computation of diluted (loss) earnings per share attributable to equity holders of the parent for the six months ended 30 June 2026 and 2025, does not assume the exercise of the share options issued by the Company as the respective exercise prices of those share options were higher than the respective average market prices for shares.

The computation of diluted loss per share attributable to equity holders of the parent for the six months ended 30 June 2026, did not assume the exercise of the potential ordinary shares under RSA Scheme issued by the Company since it would result in a decrease in loss per share.

8. ACCOUNTS AND BILLS RECEIVABLE

	(Unaudited) 30 June 2026 RMB'000	(Audited) 31 December 2025 RMB'000
Receivables at amortised cost comprise:		
Accounts and bills receivable	**3,927,017**	3,959,865
Less: loss allowance	**(1,005,977)**	(952,503)
Total	**2,921,040**	3,007,362
Analysis by:		
Current portion	**2,867,682**	2,952,098
Non-current portion	**53,358**	55,264
	2,921,040	3,007,362

The Group's trading terms with its customers are mainly on credit, except for new customers, where payment in advance is normally required. The credit period is generally from 15 to 720 days. The Group seeks to maintain strict control over its outstanding receivables and has a credit control department to minimise credit risk.

8. ACCOUNTS AND BILLS RECEIVABLE (CONTINUED)

The following is an aged analysis of accounts and bills receivable net of allowance for impairment of accounts and bills receivable presented based on the invoice date, which approximates the respective revenue recognition dates, at the end of the Reporting Period.

	(Unaudited) 30 June 2026 RMB'000	(Audited) 31 December 2025 RMB'000
Within 30 days	**1,858,901**	1,706,946
31 to 60 days	**113,144**	223,367
61 to 90 days	**115,666**	108,864
91 to 180 days	**341,988**	206,441
181 to 360 days	**152,385**	265,037
Over 360 days	**338,956**	496,707
	2,921,040	3,007,362

Included in the Group's accounts and bills receivable as at 30 June 2026 are amounts due from joint ventures, associates and related companies of the Group of approximately RMB12,226,000 (31 December 2025: RMB13,924,000), RMB525,000 (31 December 2025: RMB495,000) and RMB48,461,000 (31 December 2025: RMB38,802,000), respectively, which are repayable on credit terms similar to those offered to the major customers of the Group.

9. ACCOUNTS AND BILLS PAYABLE

The following is an aged analysis of the accounts and bills payable presented based on the invoice date at the end of the Reporting Period.

	(Unaudited) 30 June 2026 RMB'000	(Audited) 31 December 2025 RMB'000
Within 30 days	**1,874,294**	2,661,341
31 to 60 days	**100,811**	106,202
61 to 90 days	**92,906**	36,030
Over 90 days	**1,157,952**	1,122,453
	3,225,963	3,926,026

The average credit period on purchase of goods is ranging from 30 to 180 days. The Group has financial risk management policies in place to ensure that all payables are settled within the credit timeframe.

As at 30 June 2026, included in the Group's accounts and bills payable are amounts due to joint ventures, associates and related companies of the Group of approximately RMB1,867,000 (31 December 2025: RMB1,204,000), RMB207,892,000 (31 December 2025: RMB60,163,000) and RMB61,210,000 (31 December 2025: RMB233,469,000), respectively, which are repayable on credit terms similar to those obtained from the major suppliers of the Group.

10. OTHER FINANCIAL LIABILITY

Pursuant to the capital contribution from non-controlling shareholders of Shenqi Digital Company Limited ("**Shenqi Digital**") to the condensed consolidated financial statements, a put option had been granted by Digital China Software Co., Ltd. ("**DC Software**") (being an indirect wholly-owned subsidiary of the Company), to Changchun Financial Holdings Group Co., Ltd. ("**Changchun Financial**") and Changchun Jingyue High-Tech Industry Development Zone State-owned Assets Investment Management Co., Ltd. ("**Changchun Jingyue**"), (collectively the "**Investors**").

If any of the triggering events occurs during the period when the investors hold equity interest in Shengqi Digital and before the listing of Shengqi Digital, the investors should be entitled to require the Group to purchase all or part of their equity interest in Shengqi Digital at the put price before 31 March 2026.

The Company would act as a guarantor in favour of the investors to guarantee the performance of such repurchase obligations of DC Software under the supplemental agreement.

The financial liability had been settled in January 2026, resulting in a decrease of RMB 110,432,000 in non-controlling interests.

11. SHARE CAPITAL

	(Unaudited) 30 June 2026 HK$'000	(Audited) 31 December 2025 HK$'000
Authorised:		
2,500,000,000 (31 December 2025: 2,500,000,000) ordinary shares of HK$0.1 (31 December 2025: HK$0.1) each	**250,000**	250,000

	(Unaudited) 30 June 2026 RMB'000	(Audited) 31 December 2025 RMB'000
Issued and fully paid:		
1,673,607,386 (31 December 2025: 1,673,607,386) ordinary shares of HK$0.1 (31 December 2025: HK$0.1) each	**163,826**	163,826

12. COMMITMENTS

	(Unaudited) 30 June 2026 RMB'000	(Audited) 31 December 2025 RMB'000
Contracted, but not provided for, in the unaudited condensed consolidated interim financial statements:		
Land and buildings	**22,171**	25,370
Capital contributions payable to joint ventures	**48,450**	48,450
Capital contributions payable to financial assets at fair value through other comprehensive income	**–**	429
	70,621	74,246

13. RELATED PARTY TRANSACTIONS

(a) Transactions with related parties:

In addition to the transactions and balances detailed elsewhere in these unaudited condensed consolidated interim financial statements, the Group had the following material transactions with related parties:

	Notes	(Unaudited) Six months ended 30 June 2026 RMB'000	2025 RMB'000
Transactions with joint ventures			
Interest income on loans from joint ventures	(v)	**2,317**	2,317
Transactions with associates			
Provision of services to associates	(ii)	**227**	202
Provision of services by associates	(ii)	**159,364**	145,095
Transactions with related companies *(note (vi))*			
Sales of products to related companies	(i)	**4,277**	4,367
Purchases of products from related companies	(iii)	**27,032**	23,235
Provision of services to related companies	(ii)	**173,878**	181,622
Provision of services by related companies	(ii)	**60,433**	27,046
Rental income from related companies	(iv)	**27,780**	31,264

13. RELATED PARTY TRANSACTIONS (CONTINUED)

(a) Transactions with related parties: (Continued)

Notes:

(i) The sales were made with reference to the listed prices and conditions offered to the major customers of the Group.

(ii) The prices for the provision of IT services were determined at rates mutually agreed between the Group and the corresponding related parties.

(iii) The purchases were made at prices mutually agreed between the Group and the corresponding related parties with reference to the listed price and conditions offered by the related parties to their major customers.

(iv) The rental income was determined at rates mutually agreed between the Group and the corresponding related parties with reference to the market rental.

(v) The interest income is calculated with reference to market interest rates and included in revenue from financial service business.

(vi) Digital China Group Co., Ltd. and its subsidiaries are the related companies of the Group, as Mr. GUO Wei, the Chairman and key management personnel of the Company, exert significant influence to Digital China Group Co. Ltd.

(b) Outstanding balances with related parties:

(i) Details of the Group's accounts and bills receivable and accounts and bills payable balances with the joint ventures, associates and related companies as at the end of the Reporting Period are included in Notes 8 and 9 to these unaudited condensed consolidated interim financial statements, respectively.

(ii) Digital China Group Co., Ltd. and its subsidiaries are the related companies of the Group, as Mr. GUO Wei, the Chairman and key management personnel of the Company, exerts significant influence to Digital China Group Co. Ltd.

(c) Compensation of key management personnel:

The remuneration of key management personnel (executive directors and senior management) of the Company during the period was as follows:

	(Unaudited) Six months ended 30 June	
	2026	2025
	RMB'000	RMB'000
Short term employee benefits	**8,348**	8,094
Post-employment benefits	**84**	84
	8,432	8,178

The short term employee benefits and Post-employment benefits presented in the above table represent the total benefits received by the executive directors and senior management from the Group and the Company (including the Group's subsidiary DCITS and other subsidiaries of the Group).

14. EVENTS AFTER THE REPORTING PERIOD

There has been no significant event of the Group after the Reporting Period and up to the date of this interim report.

Management Discussion And Analysis

1. OVERVIEW

In the first half of 2026, the AI industry is accelerating its focus from foundational model capabilities to enterprise-level application deployment. Corporate demand for AI is no longer confined to discrete tools such as model invocation and knowledge solution; while extending into core processes including data governance, process re-engineering, intelligent decision-making and business operations. AI has moved into the real-world business workflows, generating measurable commercial value and becoming the decisive force behind the commercialisation of technology.

Aligned with these industry shifts, the Group is steadfastly advancing its "AI for Process" philosophy and deepening the "Data × AI" strategy to further strengthen AI full-stack capabilities anchored by 「X^{AI}• Supply Chain」, while forging deep integration of data, technology and industry-specific scenarios. On the data intelligence front, our AIDC computing-power services have achieved significant breakthroughs, the Yanyun technology stack continues to evolve, and the AI First FDE delivery model is rapidly penetrating more than ten supply-chain scenarios. Across our integrated supply chain services, we maintain steady penetration in four advantaged sectors including intelligent communications, consumer electronics, fast-moving consumer goods and cosmetics, and durable consumer products. Meanwhile, we are proactively positioning ourselves in the embodied intelligence domain to secure first-mover technological advantages in human–machine collaboration.

During the Reporting Period, the Group's operating revenue was RMB6.641 billion, reflecting a year-on-year decrease of approximately 16%; gross profit was RMB993 million, and gross profit margin recorded a year-on-year increase of 1.82 percentage points. Net loss attributable to the parent was RMB52.15 million, primarily reflecting the provision for litigation arising from contract disputes by DCITS, an indirect non-wholly-owned subsidiary of the Group. If excluding this item and related tax effects, net profit attributable to the parent was approximately RMB36.00 million. During the Reporting Period, the signed but undelivered contracts worth RMB7.484 billion, the newly signed contracts worth RMB6.427 billion, of which AI service-based new contracts worth RMB219 million.

2. ANALYSIS OF PRINCIPAL BUSINESS OPERATIONS

Data Intelligence Services

The data intelligence services segment remains the core pillar of the Group's AI strategy, delivering a full-stack capability built around computing power infrastructure, data intelligence platforms and industry-specific intelligent applications. During the Reporting Period, revenue from this segment was RMB1.185 billion, representing a year-on-year decrease of 52%. The decline was driven by the sharp reduction in revenue recognised from goods due to shift in business model and service delivery during the Reporting Period. Gross profit was RMB143 million, reflecting a year-on-year increase of 4.3 percentage points in gross profit margin; and segment results were RMB20.44 million, representing a year-on-year increase of 1,046%.

At present, the Group has assembled an AI full-stack technology capability spanning the "computing power layer - data algorithm layer - application layer". The computing power business has moved beyond basic operations and maintenance to AIDC full lifecycle services that enable AI workloads to run at scale. The data and algorithm business has continuously upgraded the Yanyun technical path to create a data intelligence decision-enabling platform that connects, governs, models, semanticises and invocates AI, ensuring AI delivers accurate insights. The AI First FDE, as the Group's unified software and AI application delivery model, integrates accumulated product, component and scenario capabilities across the AI + supply chain ecosystem. It enables deep collaboration with frontline operations to co-create authentic scenarios and delivers replicable, industry-grade AI capability packages that translate AI into tangible value.

AI service-based revenue refers to recurring service revenue derived from the AI full-stack capability spanning "computing power layer – data algorithm layer – application layer", characterised by higher value-added content and recurring revenue attributes. During the Reporting Period, AI service-based revenue was RMB39.39 million, representing a year-on-year increase of 52%, propelled primarily by rapid growth in AIDC computing power services and the initial revenue contribution from AI intelligent applications, marking the early emergence of a strategic shift from AIDC services toward platforms and intelligent applications.

Computing Power Foundation: Building AIDC Full Lifecycle Service Capability

Leveraging more than 20 years of IT infrastructure construction, technical services and operation expertise, the Group has established a full lifecycle service ecosystem spanning "construction – maintenance - operation", forming business segments including computing power construction, re-engineering, maintenance, green energy, spare parts warranty and intelligent management. We are among the few domestic computing power providers with AIDC full lifecycle services capabilities.

In computing power construction, we successfully completed the delivery and acceptance of an over RMB400 million AI data centre project in Suzhou, Anhui Province during the Reporting Period, validating our proven delivery capability for ten thousand-card-scale data centre. In response to robust demand in the computing power industry, we have accelerated our computing power re-engineering and recycling business, extending to non-disruptive migration of networks, hardware, data and applications, and more than 30 projects have been completed to date. We also hold a qualified permit for renewable resources recycling capable of providing agile residual computing power services for customers.

In computing power maintenance, we operate service networks anchored at key AIDC sites including Ulanqab, Helingeer, Zhangbei, Langfang and Shaoguan, and maintain long-term, deep collaboration with multiple domestic leading AI server vendors. We deliver scaled computing power maintenance services including computing power maintenance, green energy, spare parts and intelligent management services to over ten computing power centres serving major internet enterprises in Inner Mongolia. The team comprises about 300 on-site, repair and implementation specialists, supporting maintenance for approximately 60,000 servers. During the Reporting Period, we secured a new gigawatt-scale liquid-cooled AIDC maintenance contract with a leading internet client; we also provide high-value-added green-energy offerings such as integrated computing power facilities and liquid-cooling deployments to optimise PUE metrics of data-centres. Furthermore, the "Digital China Zhiliao Intelligent Management Platform" dynamically oversees computing power assets, it performs fault detection, intelligent fault reporting and reuse of expert experience through AI agents, reducing repair duration by 40%, second-visit rates by 20%, and spare parts mismatch rates by 50%.

In computing power operations, we are collaborating with industry, academic and research partners to pioneer heterogeneous resource management, scheduling optimisation and backend services such as token consumption. With the State's "15th Five-Year Plan" designating AIDC computing power infrastructure as a core engine of new quality productive forces, the Group's AIDC computing power service business is well positioned for scaled volume growth.

Data Platform: Yanyun Technology Architecture Forges Core Advantages to AI Implementation

To address the core issues such as dispersed enterprise data, closed existing systems, implicit business rules and the inability of large models to understand real business contexts, the Group has continued to upgrade its data intelligence and decision-making enablement platform centred on "Yanyun DaaS, Yanyun Infinity and Yanyun Cortex", forming a closed-loop technology framework covering "data ingestion – data governance – semantic parsing – intelligent decision-making".

The Group has continued to advance the technological evolution of Yanyun system. Yanyun DaaS targets enterprises' existing systems to achieve access to multi-source heterogeneous data and interface generation. Yanyun Infinity can build a unified foundation of business semantics and data ontology, making data understandable and callable. During the Reporting Period, the Yanyun technology stack was further upgraded with the addition of Yanyun Cortex, which can build an enterprise AI semantic layer and transform data, knowledge, business rules and system capabilities into standard capabilities that large models and intelligent agents can understand, invoke and execute.

With Yanyun as its core technology foundation, "Houxi", the government services AI agent in Zhangzhou City, was successfully selected as a national best practice outcome at the 2026 World Artificial Intelligence Conference (WAIC 2026). The Group has continued to advance the standardisation and replicable promotion of relevant solutions, and has expanded into other provincial, municipal, district and county-level government service scenarios.

Yanyun effectively resolves the core pain points of enterprise-level AI implementation where "data is unusable, systems are unreadable and scenarios are inaccessible", and provides a unified technology foundation for the Group's software products, intelligent agents and scenario-based applications. As AI First FDE projects continue to be delivered and rapidly implemented, the platform's accumulated data models, business ontology, decision rules, knowledge bases and standardised components can be reused across customers and scenarios. Data adaptation for expansion into similar scenarios can already be completed within one week, and delivery costs are expected to continue declining as the business achieves scaled expansion.

Scenario Applications: Pioneering AI First FDE Accelerates Commercial Implementation of AI

The Group pioneered the "AI First FDE" (AI First Forward Deployed Engineer) model to advance enterprise-level AI implementation through a path of "one to three days of scenario diagnosis, one to two weeks of prototype validation, and scaled promotion after validation". The overall delivery cycle has been reduced from several months under traditional models to several weeks, and the time for customers to obtain the first usable result has been reduced by more than 80%.

During the Reporting Period, AI First FDE recorded continued growth in business opportunities on hand, new successful bids and contract conversion. To date, scenario validation has been completed for more than 20 customers; 12 reusable pan-supply chain scenario cases have been delivered; and the average successful bid and contract amount has rapidly risen to the million-RMB level. Customer demands have extended from data governance and business analysis to core areas such as production scheduling, process optimisation, inventory decision-making and channel operations. Some projects have been delivered, launched for trial use or accepted.

Substantive progress was also made in customer repurchases. Following delivery of a phase I data governance project for a tobacco industry enterprise, which integrated equipment and production process data, the Group further advanced a phase II AI business decision-making project during the Reporting Period. The scope of cooperation was extended to material balance, process parameter optimisation, production forecasting and decision support, facilitating the customer's upgrade from data governance to intelligent decision-making. Cooperation with a gas group customer continued to deepen, with a single project amount exceeding RMB3 million, validating the business path of "building trust through initial delivery and achieving continuous incremental purchases through multi-phase expansion".

Other pan-supply chain scenarios were advanced in parallel: a steel manufacturing project extended from risk identification to production scheduling and decision support; a semiconductor warehousing project enhanced batch, inventory ageing and full-process traceability capabilities and was connected to real-time business data; an e-commerce operation project embedded multi-platform data, anomaly identification and action recommendations into daily operations; and a customer operation project supported refined operations through user identification, risk analysis and effectiveness evaluation. Validated product components and industry knowledge are accelerating migration and replication to similar customers and scenarios. Meanwhile, some customers have adopted a commercial cooperation model featuring quarterly subscription combined with outcome-based payment.

Leveraging on more than two decades of supply chain data and operational experience, the Group has established an intelligent application system covering business execution, operational decision-making and customer operations. During the Reporting Period, the Group's intelligent agent cluster, "Xiao Jin", further developed enterprise-level AI Cowork capability, and can invoke enterprise data, knowledge and system tools according to business tasks to collaboratively complete cross-role and cross-system processes. It currently covers more than 300 business process functional modules in supply chain scenarios, and has accumulated over 200 reusable management rules, over 90 standardised components and ontology assets, and 87 supply chain domain Skills. Average monthly token call volume was approximately 50,000 million; across more than 40 visual workbenches, data query efficiency improved by 90% and complex decision-making efficiency improved by 80%.

In the next stage, the Group will accelerate the evolution of AI First FDE from one-off project delivery to productised replication and continuous operation, converting its engineering capabilities and accumulated industry know-how into the quality and sustainability of business growth.

Integrated Supply Chain Services

The Group remains committed to its "Client and Ecosystem" strategy, leveraging its nationwide warehousing and transportation network and cross-border supply chain integration capabilities, provides integrated supply chain services to brand customers and drives intelligent upgrades across the entire operational process through AI technologies. During the Reporting Period, the segment generated revenue of RMB1.163 billion, representing an increase of 45% as compared to the same period last year. Gross profit reached RMB168 million, representing an increase of 9% as compared to the same period last year. Segment results amounted to RMB78.64 million, representing a decrease of 37% as compared to the same period last year. The short-term pressure was mainly attributable to increased investment during the ramp-up period for new customers and new businesses, as well as industry competition.

During the Reporting Period, the Group continued to deepen customer penetration across advantageous industries, including consumer electronics, intelligent communications, fast-moving consumer goods and cosmetics and durable consumer goods. In the intelligent communications industry, the Group continued to secure the national logistics centralized service procurement project of a domestic operator, with an overall scale exceeding RMB700 million. Several brand customers in the intelligent communications and fast-moving consumer goods and cosmetics industries achieved increases in the Group's share of their business. The Group newly secured 10 brand customers, each contributing over RMB1 million in revenue, while its cloud warehouse ecosystem partner network continuing to expand, with business from incremental customers currently in the onboarding and ramp-up stage.

Benefiting from the accelerated localization of the domestic semiconductor industry, the Group's semiconductor import and export business achieved rapid growth in both revenue and profit. With a focus on customs clearance, cross-border transportation and solution design, the Group continued to expand its high-margin cross-border routes and complex customs clearance services, further strengthening its differentiated advantages in the semiconductor supply chain.

In terms of embodied intelligence ecosystem cooperation, during the Reporting Period, the Group officially delivered supply chain AI and autonomous picking vehicle applications to customers, enabling human-machine collaboration, intelligent decision-making and enhanced efficiency across thousand-acre large-scale industrial parks. During WAIC 2026, the Group entered into a strategic cooperation agreement with DAX Robotics（大咖機器人）and took the lead in achieving the world's first autonomous collaborative picking by a cluster of embodied intelligence, with intelligent picking orders accounting for 10% of the total orders at the warehouse. The two parties will collaborate on the opening up of real-world logistics scenarios, technology integration, joint validation and commercialization.

The operational experience and industry insights accumulated through the Group's integrated supply chain services also provide high-quality data assets and operational scenarios for the AI First FDE model of its data intelligence services. Scenario-based data continues to support knowledge accumulation and capability evolution. The full-stack closed loop of "computing power – data – scenarios" formed through the synergy between the two segments is becoming a core competitive barrier underpinning the Group's AI strategy.

Fintech Services and Others

The Group has long been deeply engaged in the fintech sector. Leveraging abundant real-world business scenario data and deep industry insight, the Group has continued to refine and deploy financial AI solutions, providing integrated digital and intelligent transformation services to financial institutions and customers across a broad range of industries. The Group has cumulatively served more than 2,000 financial institutions of various types. During the Reporting Period, the segment generated revenue of RMB4.293 billion, representing a decrease of 7% as compared to the same period last year; gross profit was RMB681 million, representing a decrease of 1% as compared to the same period last year; and segment results recorded a loss of RMB359 million, primarily reflecting the provision for litigation arising from contract disputes.

The Group continued to advance the deep integration of AI into core financial business processes. Building on banking ontology to consolidate the foundation for trustworthy AI decision-making, the Group provided CBOT full-chain services covering consulting, construction, operation and delivery. During the Reporting Period, the Group completed the research and development of more than 30 intelligent solutions across nine major categories, covering over 100 banking business scenarios and delivering over 50 intelligent agents. Their application scope spans the front, middle and back offices of financial institutions, as well as key functions including business, operations and technology, supporting financial institutions in upgrading their business systems and enhancing operational effectiveness.

3. FUTURE OUTLOOK

Looking ahead to the second half of 2026, the national "15th Five-Year Plan" will continue to unleash policy benefits for the industrialization of artificial intelligence and the digital and intelligent transformation of industries, while computing infrastructure development and the implementation of enterprise-level AI applications are both in a period of strong growth. The Group will continue to pursue its "Data × AI" strategy, integrating data intelligence services throughout the core scenarios of its integrated supply chain, fully leveraging its core competitiveness in "data + scenarios", and accelerating the scalable replication and commercialization of its full-stack AI capabilities across "computing power – data – applications" through the AI First FDE model, thereby creating sustainable long-term value for shareholders.

4. STATUS ON THE SETTLEMENT PLANS REGARDING CERTAIN WEALTH MANAGEMENT PRODUCTS PURCHASED BY THE GROUP (THE "WMP")

As of 30 June 2026, the total net book value of the WMP was approximately RMB668 million. Leveraging the acquired right to proactively dispose of the ultimate underlying assets associated with the WMP (which comprise a real estate residential project and a market and commercial complex), the Group is implementing the disposal plans and specific action plans in relation thereto, with the following progress:

- Regarding the real estate residential project (the net book value of which was approximately RMB76 million as of 30 June 2026), benefiting from the court's ruling finalising the restructuring plan, the project is now fully ready for marketing and disposal. However, due to the prevailing economic environment, market prices have declined slightly. The Group is currently pursuing a multi-dimensional marketing strategy to drive the conversion of assets into cash.

- Regarding the market and commercial complex (the net book value of which was approximately RMB592 million as of 30 June 2026), the Group has adopted a strategy of "stable operation and timely disposal". The market section is operating stably. The commercial complex section is currently undergoing divestment into a new corporate entity in accordance with the final restructuring plan approved by the court. The Group is expected to acquire a controlling interest in this new corporate entity, so as to ensure efficient control of the disposal process. The asset divestiture is progressing smoothly, and a well-known professional institution has been engaged to carry out operational and brand promotion activities, with a view to accelerating the recovery of funds while enhancing asset value.

The Group will continue to push forward the implementation of the action plans and the Company will make further announcement(s) as and when appropriate in the event of any material development.

5. RECONCILIATION OF NON-HKFRS ACCOUNTING STANDARDS MEASURES TO THE NEAREST HKFRS ACCOUNTING STANDARDS MEASURES

To supplement our consolidated results which are prepared and presented in accordance with HKFRS Accounting Standards, we also use adjusted EBITDA and adjusted net loss as additional financial measures, which are not required by, or presented in accordance with HKFRS Accounting Standards. We believe that these Non-HKFRS Accounting Standards measures facilitate comparisons of operating performance from period to period and company to company by eliminating potential impacts of items that our management does not consider to be indicative of our operating performance such as certain non-cash or one-off items and certain impact of investment transactions. The use of these Non-HKFRS Accounting Standards measures has limitations as an analytical tool, and one should not consider them in isolation from, or as a substitute for analysis of, our results of operations or financial conditions as reported under HKFRS Accounting Standards. In addition, these Non-HKFRS Accounting Standards measures may be defined differently from similar terms used by other companies.

Adjusted net loss represents loss (Non-HKFRS Accounting Standards) for the period adjusted for (i) certain non cash or one-off items, consisting of share-based compensation expenses, provision for litigation and certain impairment reversal (provision); (ii) net gains or losses from certain investments; (iii) fair value changes of investment properties; and (iv) related income tax effects.

Adjusted EBITDA represents adjusted net profit (Non-HKFRS Accounting Standards) for the period adjusted for (i) Gain on deemed partial disposal of equity interest in associates, fair value changes of investment properties, certain items in other income and gains, certain items in other expenses, net, finance costs, share of losses of associates and joint ventures and income tax expenses; and (ii) certain non-cash or one-off items, consisting of share-based compensation expenses, amortisation of intangible assets, depreciation of property, plant and equipment, depreciation of right-of-use assets and certain impairment reversal (provision).

The following tables set forth the reconciliations of our Non-HKFRS Accounting Standards measures for the periods ended 30 June, 2026 and 2025, to the nearest measures prepared in accordance with HKFRS Accounting Standards.

	(Unaudited) Six months ended 30 June	
	2026	2025
	RMB'000	RMB'000
Loss for the period	**(289,515)**	(68,496)
Adjusted for:		
Share-based payments	**4,164**	4,123
Provision for litigation	**304,381**	–
Gain on deemed partial disposal of equity interest in associates	**(4,420)**	(3,100)
Net losses on investees *(Note (i))*	**12,005**	24,445
Fair value loss (gain) of investment properties	**31**	(4,280)
Income tax effects on Non-HKFRS adjustments	**(76,103)**	1,070
Adjusted net loss (Non-HKFRS Accounting Standards measures)	**(49,457)**	(46,238)
Income tax expenses not adjusted for adjusted net profit	**4,946**	(18,114)
Share of profits of investments accounted for using the equity method not adjusted for adjusted net profit	**5,955**	422
Interest on bank deposits	**(7,113)**	(8,520)
Finance costs	**42,556**	88,264
Amortisation of intangible assets	**45,191**	46,490
Depreciation of property, plant and equipment and right-of-use assets	**58,724**	66,865
Adjusted EBITDA (Non-HKFRS Accounting Standards measures)	**100,802**	129,169

Note (i) Mainly include fair value changes related to certain investments, gains or losses on deregistration or disposal of investees or subsidiaries, dilution gains or losses, and certain share of profits or losses of investments accounted for using the equity method.

CAPITAL EXPENDITURE, LIQUIDITY AND FINANCIAL RESOURCES

The Group mainly finances its operations with internally-generated cash flows, bank borrowings and banking facilities.

The Group had total assets of approximately RMB21,019 million as at 30 June 2026 which were financed by total liabilities of approximately RMB11,671 million, non-controlling interests of approximately RMB3,499 million and equity attributable to equity holders of the parent of approximately RMB5,849 million. The Group's current ratio as at 30 June 2026 was 1.32 as compared to 1.32 as at 31 December 2025.

During the six months ended 30 June 2026, capital expenditure of approximately RMB24 million was incurred mainly for the additions of property, plant and equipment and other intangible assets.

As at 30 June 2026, the Group had cash and cash equivalents of approximately RMB1,800 million, of which approximately RMB1,622 million were denominated in RMB.

The gearing ratio, being aggregate borrowings of the Group as a ratio of equity attributable to equity holders of the parent was 0.69 at 30 June 2026 (as at 31 December 2025: 0.60). The computation of the said ratio was based on the total interest-bearing bank and other borrowings of approximately RMB4,017 million (31 December 2025: approximately RMB3,450 million) and equity attributable to equity holders of the parent of approximately RMB5,849 million (31 December 2025: approximately RMB5,751 million).

As at 30 June 2026, the interest-bearing bank and other borrowings of the Group were shown as follows:

	RMB'000
Current	
Interest-bearing bank borrowings, unsecured	**2,128,996**
Interest-bearing bank borrowings, secured	**505,811**
Other borrowings	**43,500**
	2,678,307
Non-current	
Interest-bearing bank borrowings, secured	**1,320,440**
Interest-bearing bank borrowings, unsecured	**18,300**
	1,338,740
Total	**4,017,047**

Certain of the Group's bank borrowings of:

1. Approximately RMB1,600 million extended by financial institutions to certain subsidiaries of the Group were secured by mortgages over the Group's buildings, investment properties and land use rights with an aggregate carrying amount of approximately RMB3,421 million as at 30 June 2026; and

2. Approximately RMB170 million extended by financial institutions to certain subsidiaries of the Group were secured by pledge of 32,921,000 issued shares of DCITS, directly held by a wholly-owned subsidiary of the Company, with an aggregate fair value of approximately RMB339 million as at 30 June 2026.

Included in the Group's current and non-current bank borrowings of approximately RMB137 million and RMB1,339 million respectively are long-term loans repayable between 2026 and 2037. As at 30 June 2026, approximately RMB2,080 million and RMB1,937 million of the Group's bank borrowing were charged at fixed interest rates and floating interest rates, respectively.

The total available bank credit facilities for the Group as at 30 June 2026 amounted to approximately RMB13,862 million, of which approximately RMB2,676 million were in long-term loan facilities and approximately RMB11,186 million were in trade lines, short-term loans and cash advance. As at 30 June 2026, the total amount drawn down by the Group was approximately RMB1,914 million in long-term loan facilities and approximately RMB3,603 million in trade lines, short-term loans and cash advance.

Under the normal course of business, the Group has issued performance bonds to some customers for potential claims of non-performance in order to satisfy the specific requirements of these customers. As no material claims had been made by the customers under such performance bonds in the past, the management considers that the possibility of realisation of any actual material liabilities arising from such performance bonds is remote.

CONTINGENT LIABILITIES

Patent Infringement Lawsuit Against Digital China Jinxin (Beijing) Technology Co., Ltd.

In March 2016, Shenzhen Yihua Computer Co., Ltd. (hereinafter referred to as "**Yihua**") initiated legal proceedings against Oki Electric Industry (Shenzhen) Co., Ltd. (hereinafter referred to as "**OKI**") and Digital China Jinxin (Beijing) Technology Co., Ltd. (hereinafter referred to as "**DC Jinxin**"), a wholly-owned subsidiary of DCITS, in a patent infringement dispute. Yihua alleged that the defendants had violated its proprietary rights by infringing upon five utility patents. The patent numbers involved in the five cases are ZL201420112570.5, ZL201210385756.3, ZL201420060123.X, ZL200910108145.2, and ZL201420020564.7. Pursuant to the alleged infringements, Yihua sought judicial relief, demanding that OKI desist from the manufacturing, marketing, and promising sales of the products in question, while DC Jinxin was enjoined from selling and promising the sale of such products. Additionally, Yihua claimed monetary compensation for economic losses and reasonable expenses incurred in the protection of its rights, totaling RMB7 million from both OKI and DC Jinxin.

In January 2019, the Shenzhen Intermediate People's Court of Guangdong Province issued the first-instance judgment for the five cases, ordering OKI to desist from the production and sale of the infringing products and compensate RMB4.4 million. The judgement also ordered DC Jinxin to halt the sales and not to promise sales of such products and to compensate Yihua RMB1 million. The judgment dismissed all other claims advanced by Yihua.

OKI and DC Jinxin filed an appeal against the first-instance judgment. In December 2020, the Supreme People's Court rendered a civil ruling, which held that the five cases had failed to scrutinize the "OEM Supply Agreement" between OKI and Yihua. The Supreme People's Court determined that the initial factual findings were unclear and affected the infringement assessment. Consequently, it vacated the first-instance judgment and ordered a retrial. Yihua withdrew the litigations in November 2023.

However, in December 2023, Yihua filed a legal action with the Shenzhen Intermediate People's Court against OKI and DC Jinxin again, alleging infringement of its five previously identified invention patents. Yihua sought an injunction requiring OKI to desist from the production and sale of the infringing products and DC Jinxin to halt the sales and not to promise sales of such products. Additionally, Yihua demanded compensation from OKI and DC Jinxin for economic losses and reasonable expenses associated with efforts to mitigate the infringement, totaling RMB275.3 million.

On 29 August 2024, Yihua withdrew its claim for infringement damages against DC Jinxin and clarified that only OKI would bear the compensation liability. DC Jinxin is only responsible for ceasing the infringement.

As at 30 June 2026, the case has not yet been adjudicated. Based on the advice from the legal advisor, no material loss will be borne by DC Jinxin.

Dispute over Sales Contract between Digital China System Integration Services Co., Ltd. and Beijing Urban Construction Intelligent Control Technology Co., Ltd.

In June 2025, Beijing Urban Construction Intelligent Control Technology Co., Ltd. ("**UCIC**") instituted legal proceedings against Digital China System Integration Services Co., Ltd. ("**DC System Integration**"), a wholly-owned subsidiary of DCITS, in the Third Intermediate People's Court of Beijing and the People's Court of Shunyi District, Beijing.

UCIC claimed that it entered into procurement contracts with DC System Integration in December 2023 and January 2024, with contract amounts of RMB333.6 million and RMB42.7 million respectively, totalling RMB376.3 million. UCIC alleged that it had delivered the goods in accordance with the contract, but DC System Integration failed to make payment accordingly.

UCIC requested the court to order DC System Integration to pay the contract sum of RMB376.3 million under the relevant procurement contracts, liquidated damages for overdue payment of RMB36.5 million, legal fees of RMB500,000 and other expenses, and sought an order that DCITS be held jointly and severally liable for the aforesaid debts.

UCIC applied to the courts for property preservation in the aggregate amount of RMB413.3 million. As at 30 June 2026, bank accounts of DCITS with an aggregate balance of RMB413.3 million had been frozen.

In June 2026, the Third Intermediate People's Court of Beijing rendered its first-instance judgment; in July 2026, the People's Court of Shunyi District, Beijing rendered its first-instance judgment. In the cases before the Third Intermediate People's Court of Beijing, both DC System Integration and UCIC have filed appeals. In the cases before the People's Court of Shunyi District, Beijing, both DC System Integration and UCIC have filed appeals. All the aforesaid cases are pending second-instance hearing and judgment.

As a result, the Company recognised provision of RMB304.4 million for the Reporting Period in accordance with the relevant requirements under HKFRS Accounting Standards.

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

COMMITMENTS

As at 30 June 2026, the Group had the following commitments:

	RMB'000
Contracted, but not provided for, in the condensed consolidated financial statements:	
Land and buildings	22,171
Capital contributions payable to joint ventures	48,450
	70,621

FOREIGN CURRENCY EXPOSURE

The Group is exposed to foreign exchange risk arising from net monetary liabilities in currencies other than the functional currencies of approximately RMB273,872,000 as at 30 June 2026 (31 December 2025: RMB240,384,000).

The Group currently does not have a foreign exchange hedging policy. However, the management of the Group monitors foreign exchange exposure and will consider hedging significant foreign exchange should the need arise.

SIGNIFICANT INVESTMENTS, MATERIAL ACQUISITIONS AND DISPOSALS OF SUBSIDIARIES, ASSOCIATES AND JOINT VENTURES

Reference is made to the announcements of the Company dated 15 September 2020, 14 January 2026 and 16 January 2026 in relation to, among others, the grant by DC Software, and exercise by Changchun Financial and Changchun Jingyue of put options ("**Put Options**") in Shenqi Digital. As Shenqi Digital was not listed before 31 December 2025, the Investors were entitled under the relevant agreement to exercise, and did separately exercise, their respective Put Options on 14 January 2026 and 16 January 2026 respectively, pursuant to which DC Software was required to purchase all of the equity interests respectively held by the Investors in Shenqi Digital at an aggregated consideration of 914 million. As at 30 June 2026, the relevant share transfers had been completed. For further information about the exercise of the Put Options, please refer to the announcements of the Company dated 14 January 2026 and 16 January 2026.

As set out in the announcements of the Company dated 30 January 2026 and 30 March 2026, DC Software, an indirect wholly-owned subsidiary of the Company, disposed of an aggregate of 11,364,026 DCITS shares during the Reporting Period, representing approximately 1.16% of the entire share capital of DCITS, at an aggregated consideration of 195 million. Following the disposal of the abovementioned DCITS shares, DCITS remains as a subsidiary of the Company. For further information about the said disposal of DCITS shares, please refer to the announcements of the Company dated 9 December 2025, 11 January 2026, 30 January 2026 and 30 March 2026.

As disclosed in the announcement of the Company dated 27 April 2026, DCITS proposed to conduct a non-public issuance of not more than 195,154,887 DCITS shares to not more than 35 specific target subscribers (the "**Private Placement**"). The issue and allotment of a maximum of 195,154,887 DCITS shares pursuant to the Private Placement will result in a reduction of the Company's percentage of equity interest in DCITS by approximately 6.44%, and therefore constituted a deemed disposal of the Company. The Private Placement also constituted a major transaction of the Company pursuant to the Listing Rules and was subject to, among others, shareholders' approval. A special general meeting was held on 24 June 2026 where Shareholders considered and did approve, among others, the Private Placement and the transactions and other matters contemplated thereunder. For further details, please refer to the announcements of the Company dated 27 April 2026 and 24 June 2026, and the circular of the Company dated 21 May 2026.

Save as disclosed above, there was no other significant investment and material acquisition or disposal of subsidiaries, associates and joint ventures during the six months ended 30 June 2026.

EVENTS AFTER THE REPORTING PERIOD

There has been no significant event of the Group after the Reporting Period and up to the date of this report.

HUMAN RESOURCES AND REMUNERATION POLICY

As at 30 June 2026, the Group had 23,319 (30 June 2025: 20,254) full-time employees, of whom 1,202 were full-time employees other than those of DCITS (30 June 2025: 1,085). The majority of these employees work in the PRC. The Group offers remuneration packages in line with industry practice. Employees' remuneration includes basic salaries and bonuses. The Group has recorded an increase by 11.11% in staff costs of approximately RMB2,261 million for the six months ended 30 June 2026 as compared to approximately RMB2,035 million for the corresponding period of the last financial year. In order to attract and retain a high caliber of capable and motivated workforce, the Company offers share-based incentive schemes to staff based on the individual performance and the achievements of the Company's targets. The Group is committed to providing its staff with various in-house and external training and development programs.

The remuneration of the directors and senior management of the Group are determined with reference to the economic situation, the market condition, the responsibilities and duties assumed by each director and senior management member as well as their individual performance.

UPDATE ON THE USE OF PROCEEDS FROM THE RIGHTS ISSUE

In September 2017, the Company completed a rights issue (the "**Rights Issue**") and raised funds of approximately RMB1,149 million. The table below set out the use of net proceeds (the "**Net Proceeds**") from the Rights Issue:

Intended use of the net proceeds from the Rights Issue	Net proceeds RMB'million	Utilised amount as at 1 January 2026 RMB'million	Actual application during the six months ended 30 June 2026 RMB'million	Un-utilised amount as at 30 June 2026 RMB'million	Expected to be utilised by 30 June 2027 RMB'million
(i) Financing the Healthcare Big Data Investment or any other potential investments and acquisitions as and when any suitable opportunity is identified	664	(454)	–	210	210
(ii) Repayment of debt and interest expenses					
(a) Repayment of principal and interest expenses to Bank of Jiangsu Co., Ltd. (江蘇銀行股份有限公司) due in October 2017	160	(160)	–	–	–
(b) Repayment of principal and interest expenses to Western Securities Co., Ltd. (西部證券股份有限公司) due in October 2017	250	(250)	–	–	–
(iii) General working capital purposes	75	(75)	–	–	–
Total	1,149	(939)	–	210	210

The Company does not have any intention to change the purposes of the Net Proceeds as set out in the rights issue prospectus dated 23 August 2017, and will gradually utilise the un-utilised amount of the Net Proceeds in accordance with the intended purpose mentioned above. As at 30 June 2026, an aggregate of approximately RMB939 million of the Net Proceeds has been utilised.

As at 30 June 2026, the un-utilised Net Proceeds from the Rights Issue amounted to approximately RMB210 million. During the Reporting Period, due to the slow pace of macroeconomic recovery, the investment atmosphere was relatively sluggish, and the management of the Company became more cautious in investing in mergers and acquisitions. Therefore, the un-utilised Net Proceeds had not been utilised in full as at 30 June 2026.

Given the lingering market uncertainties and the time required for the restoration of investment confidence, it is expected that the un-utilised Net Proceeds would not be fully utilised by 31 December 2026. All of such un-utilised Net Proceeds will be utilised for financing the Healthcare Big Data Investment or any other potential investments and acquisitions as and when any suitable opportunity is identified. It is expected that the un-utilised Net Proceeds will be fully utilised by 30 June 2027.

For further details of the Rights Issue, please refer to the announcements dated 21 July 2017, 24 August 2017 and 15 September 2017, the rights issue prospectus dated 23 August 2017 and the annual report for the year ended 31 December 2017 and 31 December 2018 and 31 December 2019, 31 December 2020, 31 December 2021, 31 December 2022, 31 December 2023, 31 December 2024 and 31 December 2025 of the Company.

INTERIM DIVIDEND

The Board has resolved not to declare any interim dividend for the six months ended 30 June 2026 (for the six months ended 30 June 2025: Nil).

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

As at 30 June 2026, the interests and short positions of each Director and chief executive of the Company and their associates in the shares (the "**Shares**"), underlying Shares and debentures of the Company and any of its associated corporations (within the meaning of Part XV of the Securities and Futures Ordinance (the "**SFO**")) which were required to be notified to the Company and The Stock Exchange of Hong Kong Limited (the "**Stock Exchange**") pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests and short positions which the Directors and chief executive of the Company were taken or deemed to have taken under such provisions of the SFO), or which were required to be and are recorded in the register required to be kept by the Company pursuant to Section 352 of Part XV of the SFO, or which were required to be notified to the Company and the Stock Exchange pursuant to the "Model Code for Securities Transactions by Directors of Listed Issuers" contained in Appendix C3 to the Rules Governing the Listing of Securities in the Stock Exchange (the "**Listing Rule(s)**") (the "**Model Code**") adopted by the Company were as follows:

Name of Directors	Capacity	Personal interests	Corporate interests	Number of outstanding share options	Total *(Note 1)*	Approximate percentage of aggregate interests (%) *(Note 5)*
GUO Wei	Beneficial owner and interests of controlled corporations	107,996,707	88,876,857 *(Note 2)*	54,000,000 *(Note 3)*	250,873,564	14.99
LIN Yang	Beneficial owner	3,571,734	–	1,332,000 *(Note 3)*	4,903,734	0.29
LIU Yun, John	Beneficial owner	100,000 *(Note 4)*	–	1,332,000 *(Note 3)*	1,432,000	0.09
KING William	Beneficial owner	100,000 *(Note 4)*	–	1,332,000 *(Note 3)*	1,432,000	0.09

Notes:

1. All of the interests disclosed herein represent long position in the Shares.

2. Pursuant to a Form 3A – Director/Chief Executive Notice – Interests in Shares of Listed Corporation filed by Mr. GUO Wei on 21 May 2026, these Shares represent Shares held by Kosalaki Investments Limited ("**KIL**"). Mr. GUO Wei is the sole shareholder and a director of KIL.

3. Representing 54,000,000 share options that were granted to Mr. GUO Wei and 1,332,000 share options that were granted to each of Mr. LIN Yang, Dr. LIU Yun, John and Mr. KING William on 13 July 2020 which remained outstanding as at 30 June 2026. These share options are exercisable from the date of satisfaction of certain conditions stated in the offer letter dated 13 July 2020 to 12 July 2028 at an exercise price of HK$6.60 per Share for subscription of Shares.

4. On 2 June 2020, 100,000 shares were granted to each of Dr. LIU Yun, John and Mr. KING William under the restricted share award scheme of the Company and were vested in January 2021 pursuant to the terms and conditions of the scheme.

5. The approximate percentage of interests is based on the aggregate nominal value of the Shares/underlying Shares comprising the interests held as a percentage of the aggregate nominal value of all the issued share capital of the Company of the same class immediately after the relevant event and as recorded in the register maintained under Section 352 of the SFO.

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

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

As at 30 June 2026, pursuant to Form 2 – Corporate Substantial Shareholders Notice filed by the respective shareholders and to the best knowledge of the Directors, the following persons or corporations, not being a Director or chief executive of the Company, had the following interests and short positions in the Shares and underlying shares 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 required to be recorded in the register required to be kept under Section 336 of Part XV of the SFO:

Name	Capacity	Number of Shares *(Note 1)*	Approximate percentage of aggregate interests (%) *(Note 8)*
Kosalaki Investments Limited	Beneficial owner	88,876,857 *(Note 2)*	5.31
Dragon City International Investment Limited ("**Dragon City**")	Beneficial owner	114,444,622	6.84
YIP Chi Yu ("**Ms. Yip**")	Interest of a controlled corporation/Interest of spouse	114,444,622/104,203 *(Note 3)*	6.84
HUANG Shaokang ("**Mr. Huang**")	Beneficial owner/ Interest of spouse	104,203/114,444,622 (Note 4)	6.84
Guangzhou City Infrastructure Investment Group Limited* (廣州市城市建設投資集團有限公司) ("**GZ Infrastructure**")	Interests of controlled corporations	331,201,928 *(Note 5(a))*	19.80
Guangzhou City Investment Co., Ltd.* (廣州市城投投資有限公司)("**GZ Investment**")	Interests of controlled corporations	331,201,928 *(Note 5(b))*	19.80
Guangzhou City Investment Jiapeng Industry Investment Fund Management Co., Ltd.* (廣州城投佳朋產業投資基金管理有限公司) ("**GZ Jiapeng**")	Interest of a controlled corporation	299,760,000 *(Note 5(c))*	17.92
Guangzhou City Investment Jiazi Investment Partnership (Limited Partnership)* (廣州城投甲子投資合夥企業(有限合夥)) ("**GZ Jiazi**")	Beneficial owner	299,760,000 *(Note 5(d))*	17.92
Guangzhou Radio Group Co., Ltd.* (廣州無線電集團有限公司) ("**Guangzhou Radio Group**")	Interests of controlled corporations	181,120,250 *(Note 6)*	10.83
GRG Banking Equipment Co., Ltd.* (廣州廣電運通金融電子股份有限公司) ("**GRG Banking Corp.**")	Interests of controlled corporations	181,120,250 *(Note 7)*	10.83
Law Debenture Trust (Asia) Limited as Trustee of Digital China Holdings Limited's Restricted Share Award Scheme Trust	Trustee	184,352,900	11.02
China New Century Co., Ltd.* (中國新紀元有限公司)	Interests of controlled corporation	101,800,000	6.08
Digital China Group Co., Ltd.* (神州數碼集團股份有限公司)("**DCG**")	Beneficial owner/Interest of controlled Corporations	21,660,000/233,692,000 *(Note 8)*	15.26

Notes:

1. All of the interests disclosed herein represent long position in the Shares.

2. Mr. GUO Wei, a director of the Company, is the sole shareholder and a director of KIL. The Shares registered in the name of KIL was also disclosed as the interest of Mr. Guo in the section headed "Directors' and chief executive's interests and short positions in shares, underlying shares and debentures" above.

3. Dragon City is controlled by Ms. Yip and Mr. Huang is the spouse of Ms. Yip. By virtue of the SFO, Ms. Yip was deemed to be interested in the Shares in which Dragon City and Mr. Huang was interested.

4. Mr. Huang is the spouse of Ms. Yip. By virtue of the SFO, Mr. Huang was deemed to be interested in the Shares in which Ms. Yip was interested.

5. (a) Pursuant to a Form 2 – Corporate Substantial Shareholders Notice filed by GZ Infrastructure, on 28 January 2021, GZ Infrastructure was interested in 331,201,928 Shares in aggregate, of which, 299,760,000 Shares were held by GZ Jiazi and 31,441,928 shares were held by Suitong Hong Kong Company Limited*（穗通（香港）有限公司）("**Suitong HK**"). GZ Jiazi is owned as to 99.96% by GZ Investment and 0.04% by GZ Jiapeng, which is in turn wholly-owned by GZ Investment. Suitong HK is also wholly-owned by GZ Investment. GZ Investment is 80% owned by GZ Infrastructure and 20% owned by Guangzhou Industry Investment Fund Management Co. Ltd.*（廣州產業投資基金管理有限公司）("**GZ Industry Fund**") which is wholly-owned by GZ Infrastructure. By virtue of the SFO, GZ Infrastructure was deemed to be interested in the Shares in which GZ Jiazi and Suitong HK were interested.

   (b) Pursuant to a Form 2 – Corporate Substantial Shareholders Notice filed by GZ Investment, on 28 January 2021, GZ Investment was interested in 331,201,928 Shares in aggregate, of which, 299,760,000 Shares were held by GZ Jiazi and 31,441,928 Shares were held by Suitong HK. By virtue of the SFO, GZ Investment was deemed to be interested in the Shares in which GZ Jiazi and Suitong HK were interested.

   (c) Pursuant to a Form 2 – Corporate Substantial Shareholders Notice filed by GZ Jiapeng, on 28 January 2021, GZ Jiapeng was interested in the Shares in which GZ Jiazi was interested by virtue of the SFO.

   (d) Pursuant to a Form 2 – Corporate Substantial Shareholders Notice filed by GZ Jiazi, on 28 January 2021, GZ Jiazi was beneficially interested in 299,760,000 Shares.

6. Pursuant to a Form 2 – Corporate Substantial Shareholders Notice filed by Guangzhou Radio Group, on 16 February 2021, GRG Banking Corp., a company listed on The Shenzhen Stock Exchange, owned as to 52.96% by Guangzhou Radio Group, was interested in 181,120,250 Shares.

7. Pursuant to a Form 2 – Corporate Substantial Shareholders Notice filed by GRG Banking Corp. on 16 February 2021, GRG Banking Corp. was interested in 181,120,250 Shares of which 7,078,000 Shares were held by GRG Banking Equipment (HK) Co., Limited（廣電運通國際有限公司）which is wholly-owned by GRG Banking Corp.

8. Pursuant to a Form 2 – Corporate Substantial Shareholders Notice filed by DCG on 21 May 2026, DCG was interested in 255,352,000 Shares in aggregate, of which 233,692,000 shares were interests of controlled corporations, which includes (i) 86,487,000 shares were held by Digital China Technology Limited ("**DCT**"); (ii) 128,535,000 shares were held by Digital China (HK) Limited ("**DCHK**"); and (iii) 18,670,000 shares were held by Beijing Digital China Smart Life Technology Co., Ltd.*（北京神州數碼智慧生活科技有限公司）("**DCSLT**"). Each of DCT, DCHK and DCSLT is an indirect wholly-owned subsidiary of DCG.

9. The approximate percentage of interests is based on the aggregate nominal value of the Shares/underlying shares comprising the interests held as a percentage of the aggregate nominal value of all the issued share capital of the Company of the same class immediately after the relevant event and as recorded in the register maintained under Section 336 of the SFO.

* The English name of the company is a direct transliteration of its Chinese registered name.

Save as disclosed above, as at 30 June 2026, the Company had not been notified by any persons and corporations who had interests or short positions in Shares or underlying Shares which were required to be disclosed to the Company pursuant to Divisions 2 and 3 of Part XV of the SFO, or which were required to be recorded in the register required to be kept under Section 336 of Part XV of the SFO.

SHARE-BASED INCENTIVE SCHEMES

(A) SHARE OPTION SCHEME

The share option scheme of the Company was adopted on 15 August 2011 (the "**2011 Share Option Scheme**").

The 2011 Share Option Scheme seeks to recognise and acknowledge the contributions or potential contributions made or to be made by the qualified persons to the Group, to motivate the qualified persons to optimise their performance and efficiency for the benefit of the Group, and to maintain or attract business relationships with the qualified persons whose contributions are or may be beneficial to the growth of the Group.

The 2011 Share Option Scheme has a life span of ten years and has expired on 14 August 2021. Since then, no further share options can be granted under the same. However, the period during which an option may be exercised in accordance with the terms of the 2011 Share Option Scheme shall be the period set out in the relevant offer letter, provided that such period must expire on the date falling on the tenth anniversary of the offer date.

The following table shows the movements in the Company's share options granted under the 2011 Share Option Scheme according to dates of grant during the six months ended 30 June 2026:

	Number of share options											
Grantee	Outstanding as at 1/1/2026	Granted during the period	Exercised during the period	Cancelled during the period	Lapsed during the period	Outstanding as at 30/06/2026	Exercise price per share HK$	Closing price immediately before the date of grant HK$	Weighted average closing price of shares immediately before the date of share options being exercised during the period HK$	Date of grant	Exercisable Period	Notes
Directors												
GUO Wei	54,000,000	-	-	-	-	54,000,000	6.60	6.54	-	13/7/2020	(ii)	(iii)
LIN Yang	1,332,000	-	-	-	-	1,332,000	6.60	6.54	-	13/7/2020	(ii)	(iii)
LIU Yun, John	1,332,000	-	-	-	-	1,332,000	6.60	6.54	-	13/7/2020	(ii)	(iii)
KING William	1,332,000	-	-	-	-	1,332,000	6.60	6.54	-	13/7/2020	(ii)	(iii)
Other employees	1,000,000	-	-	-	(1,000,000)	-	4.818	4.87	-	21/5/2018	21/5/2019–20/5/2026	(i)
Other employees	3,147,600	-	-	-	-	3,147,600	4.32	4.26	-	28/3/2019	28/3/2020–27/3/2027	(i)
Other employees	2,000,000	-	-	-	-	2,000,000	4.04	3.95	-	2/9/2019	2/9/2020–1/9/2027	(i)
Other employees	3,145,000	-	-	-	-	3,145,000	4.17	4.16	-	27/4/2020	27/4/2021–26/4/2028	(i)
Other employees	1,239,000	-	-	-	(50,000)	1,189,000	4.48	4.27	-	11/6/2020	11/6/2021–10/6/2028	(i)
Other employees	6,064,000	-	-	-	-	6,064,000	6.60	6.54	-	13/7/2020	(ii)	(iii)
Other employees	1,302,000	-	-	-	-	1,302,000	6.60	6.54	-	13/7/2020	13/7/2021–12/7/2028	(i)
Other employees	3,280,000	-	-	-	(70,000)	3,210,000	5.44	5.37	-	31/3/2021	31/3/2022–30/3/2029	(i)
Other participants	1,000,000	-	-	-	-	1,000,000	5.44	5.37	-	31/3/2021	(iv)	(iv), (vi)
Other employees	4,143,000	-	-	-	(100,000)	4,043,000	4.48	4.10	-	28/7/2021	28/7/2022–27/7/2029	(i)
Other participants	1,000,000	-	-	-	-	1,000,000	4.48	4.10	-	28/7/2021	(v)	(v), (vi)
In aggregate	85,316,600	-	-	-	(1,220,000)	84,096,600						
Exercisable at the end of the period						83,091,600						
Weighted average exercise price (HK$)	6.129	-	-	-	4.812	6.148						

The following table shows the movements in the Company's share options granted under the 2011 Share Option Scheme (by each class of grantees) during the six months ended 30 June 2026:

	Number of share options					
Class of grantees	**Outstanding as at 1 January 2026**	**Granted during the period**	**Exercised during the period**	**Cancelled during the period**	**Lapsed during the period**	**Outstanding as at 30 June 2026**
Directors	57,996,000	–	–	–	–	57,996,000
Other employees	25,320,600	–	–	–	(1,220,000)	24,100,600
Sub-total	83,316,600	–	–	–	(1,220,000)	82,096,600
Other participants *(Note (vi))*	2,000,000	–	–	–	–	2,000,000
Total	85,316,600	–	–	–	(1,220,000)	84,096,600

Notes:

(i) The options granted under the 2011 Share Option Scheme are subject to a vesting period of five years with 20% becoming exercisable on the first anniversary, 20% on the second anniversary, 20% on the third anniversary, 20% on the fourth anniversary and 20% on the fifth anniversary of the respective dates of grant.

(ii) Exercisable period is from the date of satisfaction of certain conditions to 12 July 2028. For details of the conditions please refer to Note (iii).

(iii) The vesting and exercise of the share options shall be conditional upon the Group's audited net profit after tax (before share-based payment expenses) and deduction of net profit after tax attributable to non-controlling interests achieving certain levels, as well as satisfaction of, among others, certain performance conditions (including, among others, levels of key performance indicators, profit performance target(s) and/or individual results performance target etc.) for the year ended 31 December 2020, 2021 and 2022 as set out in relevant grant letters (if any). As certain of the conditions had been satisfied, the relevant portion of the share options was vested on the respective relevant dates.

(iv) The vesting and exercise of the share options shall be conditional upon satisfaction of, among others, certain performance targets (including, among others, levels of key performance indicators, profit performance target(s) and/or individual results performance target etc.) as set out in the respective grant letters. Therefore, exercisable period is from the date of satisfaction of these conditions to 30 March 2029.

(v) The vesting and exercise of the share options shall be conditional upon satisfaction of, among others, certain performance targets (including, among others, levels of key performance indicators, profit performance target(s) and/or individual results performance target etc.) as set out in the respective grant letters. Therefore, exercisable period is from the date of satisfaction of these conditions to 27 July 2029.

(vi) Other participants mean service providers who provide services to the Group.

As at 1 January 2026 and 30 June 2026, no share option was available for grant under 2011 Share Option Scheme.

Share options granted to the participants under the 2011 Share Option Scheme do not confer rights on the grantees to dividends or to vote at general meetings.

No share option expense was recognised during the six months ended 30 June 2026, (six months ended 30 June 2025: Nil).

(B) RESTRICTED SHARE AWARD SCHEME ("RSA Scheme")

The RSA Scheme was adopted on 28 March 2011 for the purpose of rewarding and motivating, among others, directors (including executive and non-executive) and employees or consultants of the Company and its subsidiaries (the "**Participants**") with the shares of the Company. The RSA Scheme is intended to attract and retain the best available personnel, and encourage and motivate the Participants to work towards enhancing the value of the Group and the Company's shares by aligning their interests with those of the shareholders of the Company. The RSA Scheme shall be valid and effective from the date of adoption until termination by the board of directors in accordance with the rules constituting the RSA Scheme.

Pursuant to the RSA Scheme, existing shares of the Company will be purchased by the trustee of the RSA Scheme from the market at the prevailing market price or at price within a specified price range out of cash contributed by the Group and be held in trust for the relevant Participants until such shares are vested with the relevant Participants in accordance with the provisions of the RSA Scheme. The shares of the Company granted under the RSA Scheme and held by the trustee until vesting are referred to as the restricted share units ("**RSUs**") and each RSU shall represent one ordinary share of the Company.

Neither the Participants nor the trustee may exercise any of the voting rights in respect of any RSUs that have not yet been vested.

The Company shall comply with the relevant Listing Rules when granting the RSUs. If awards are made to the directors or substantial shareholders of the Group, such awards shall constitute connected transaction under Chapter 14A of the Listing Rules and the Company shall comply with the relevant requirements under the Listing Rules.

There was no RSUs being granted during the six months ended 30 June 2026 (six months ended 30 June 2025: Nil).

During the six months ended 30 June 2026, the Group recognised expenses of RMB1,467,000 (six months ended 30 June 2025: RMB4,123,000) in relation to RSUs granted by the Company under the RSA Scheme in the unaudited condensed consolidated statement of profit or loss.

DISCLOSURE OF DIRECTORS' INFORMATION PURSUANT TO RULE 13.51B(1) OF THE LISTING RULES

Changes in the information of Directors required to be disclosed under Rule 13.51B(1) of the Listing Rules are set out as below:

Name of Director	Details of changes
LIU Jun Qiang	Retired as a non-executive Director with effect from the conclusion of the annual general meeting of the Company held on 26 June 2026

COMPLIANCE WITH THE MODEL CODE

The Company has adopted the Model Code as its code of conduct for Directors' securities transactions. Having made specific enquiry with the Directors, all of the Directors confirmed that they have complied with the required standards as set out in the Model Code throughout the six months ended 30 June 2026.

REVIEW BY AUDIT COMMITTEE

The Audit Committee currently comprises three independent non-executive Directors, namely Mr. CHAN Wai Hong, Michael (who is the Chairman of the Audit Committee), Mr. KING William and Dr. LI Jing. The Audit Committee has reviewed the unaudited condensed consolidated interim results of the Group for the six months ended 30 June 2026 and this interim report, and have discussed with the senior management of the Company on their respective findings, the accounting treatment, principles and practices adopted by the Group, legal and regulatory compliance, as well as other auditing, internal control, risk management and financial reporting matters. The Audit Committee did not have any disagreement on the accounting treatment adopted by the Group in its unaudited condensed consolidated interim results of the Group for the six months ended 30 June 2026.

CORPORATE GOVERNANCE

The Company has complied with the code provisions (the "**Code Provision(s)**") contained in Part 2 of Appendix C1 set out in the "Corporate Governance Code" (the "**Code**") to the Listing Rules throughout the six months ended 30 June 2026, except the following deviations from certain Code Provisions with considered reasons as given below:

Code Provision C.2.1 *stipulates that the roles of chairman and chief executive should be separate and should not be performed by the same individual. The division of responsibilities between the chairman and chief executive should be clearly established and set out in writing.*

Mr. GUO Wei, the Chairman of the Board has been taking up the dual role as Chairman of the Board and Chief Executive Officer of the Company since 8 June 2018. Mr. GUO Wei has extensive experience in business strategic development and management and is responsible for overseeing the whole business, strategic development and management of the Group. The Board believes that the dual role of Mr. GUO Wei will enable the consistency between the setting up and the implementation of the business strategy and benefit the Group and the Shareholders as a whole.

Code Provision B.2.2 *stipulates that every director, including those appointed for a specific term, should be subject to retirement by rotation at least once every three years.*

Under the amended and restated bye-laws of the Company adopted on 28 June 2023, at each annual general meeting one-third of the Directors for the time being or, if their number is not three or a multiple of three, the number nearest to one-third shall retire from office, save that the Chairman of the Board and the Managing Director shall not, whilst holding such office, be subject to retirement by rotation. Therefore, Mr. GUO Wei, the Chairman of the Board, shall not be subject to retirement by rotation. Given the existing number of Directors, not less than one-third of the Directors are subject to retirement by rotation at each annual general meeting, by which each Director (other than the Chairman of the Board) will retire by rotation once every three years at the minimum.

Code Provision C.3.3 *stipulates that directors should clearly understand delegation arrangements in place. Listed company should have formal letters of appointment for directors setting out the key terms and conditions of their appointment.*

The Company has not entered into any written letter of appointment with any of its non-executive Directors or independent non- executive Directors and their terms of office are not subject to a fixed term of service. However, the Board recognises that (i) the relevant Directors have already been subject to the laws and regulations applicable to directors of a company listed on the Stock Exchange, including the Listing Rules as well as the fiduciary duties to act in the best interests of the Company and its Shareholders; (ii) all of them are well established in their professions and/or currently hold or have held directorships in other listed companies; and (iii) the current arrangement has been adopted by the Company for years and has proved to be effective. Therefore, the Board considers that the relevant Directors are able to carry out their duties in a responsible and effective manner under the current arrangement.

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

During the six months ended 30 June 2026, neither the Company nor any of its subsidiaries had purchased, sold or redeemed any of the Company's listed securities.

SUFFICIENCY OF PUBLIC FLOAT

Based on information that is publicly available to the Company and within the knowledge of the Directors, the Company has maintained a sufficient public float as required under the Listing Rules during the six months ended 30 June 2026.

By Order of the Board
GUO Wei
Chairman and Chief Executive Officer

Hong Kong, 28 August 2026

Website: www.dcholdings.com