

Seeyond Holdings Ltd.

(Incorporated in the Cayman Islands with limited liability)

(Stock Code:2665)

(Warrant Code:2673)

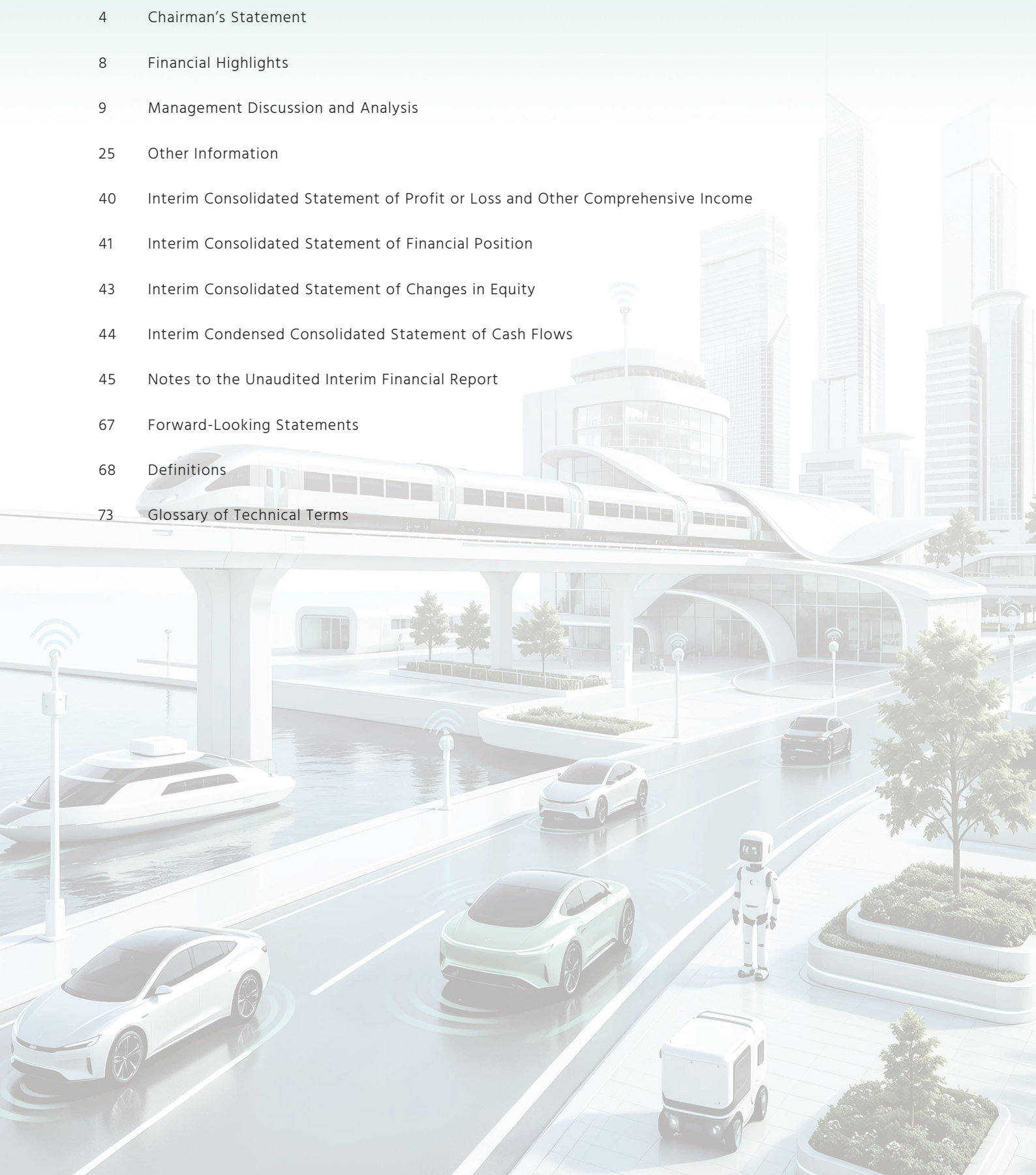
2026

INTERIM REPORT



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CORPORATE INFORMATION

BOARD OF DIRECTORS

Executive Directors

Dr. Bao Junwei (鮑君威)
Dr. Li Yimin (李義民)

Independent Non-executive Directors

Dr. Chen Changling (陳長齡)
Dr. Costas John Spanos
Dr. Maximilian Ibel

Audit Committee

Dr. Chen Changling (*Chairperson*)
Dr. Costas John Spanos
Dr. Maximilian Ibel

Remuneration Committee

Dr. Maximilian Ibel (*Chairperson*)
Dr. Li Yimin
Dr. Costas John Spanos

Nomination Committee

Dr. Bao Junwei (*Chairperson*)
Dr. Chen Changling
Dr. Costas John Spanos

ESG Committee

Dr. Costas John Spanos (*Chairperson*)
Dr. Chen Changling
Dr. Maximilian Ibel

AUTHORIZED REPRESENTATIVES

Dr. Bao Junwei
Ms. Pau So Yi (鮑素怡)(ACG HKACG)
(*appointed on May 15, 2026*)
Mr. Lee Leong Yin (李亮賢)(FCG HKFCG)
(*resigned on May 15, 2026*)

REGISTERED OFFICE

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JOINT COMPANY SECRETARIES

Mr. Yao Yuan (姚遠)
Ms. Pau So Yi (鮑素怡)(ACG HKACG)
(*appointed on May 15, 2026*)
Mr. Lee Leong Yin (李亮賢)(FCG HKFCG)
(*resigned on May 15, 2026*)

STOCK CODES

Stock code: 02665
Warrant code: 02673

COMPANY WEBSITE

www.seyond.com

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CORPORATE INFORMATION

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Public Interest Entity Auditor registered in accordance
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PRINCIPAL BANKS

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CHAIRMAN'S STATEMENT

Dear Shareholders,

On behalf of the Board, I am pleased to present the interim report of the Group for the six months ended 30 June 2026.

The first half of 2026 marked the Group's first full interim reporting period following its listing and the convergence of two important stages in its development. On one hand, the Group's multi-year investment in core technology R&D, product platform development, global customer acquisition, scaled manufacturing and commercialization capabilities are increasingly translating into tangible business results with greater efficiency. On the other hand, as artificial intelligence progressively expands from the digital environment into the real physical world, the Group, building on the continuous success of its established strategy, further advances its long-term strategic positioning and fully embraces the era of Physical AI.

During the Reporting Period, the Group further accelerated its commercial execution and scaled deliveries. Our core ADAS business continued to expand, with new customers and new vehicle models entering mass production and delivery, the upgraded Robin E series and other new products commencing large-scale deliveries, and the robotics and other products and solutions businesses maintaining rapid growth. This momentum has structurally diversified our product, customer, and application mix. At the same time, the expansion of our business scale progressively translated into improvements in gross profit and overall operating efficiency. Consequently, we view the first half of 2026 as both a pivotal period where the financial and operational benefits of our established strategy further materialized, and an important milestone as the Group opened up its next-stage product boundaries, application boundaries and long-term growth opportunities.

DELIVERING ON OUR ESTABLISHED STRATEGY: SCALE, BUSINESS MIX AND PROFITABILITY IMPROVED IN TANDEM

During the Reporting Period, the Group recorded product sales volume of approximately 450,900 units, representing a year-on-year increase of 364.8%, and revenue of approximately US\$138.7 million, representing a year-on-year increase of 127.9%. LiDAR shipments in the first half of the year exceeded the level recorded for the full year of 2025. Meanwhile, the Group recorded gross profit of approximately US\$15.5 million, representing a year-on-year increase of 152.0%, and an overall gross margin of 11.2%, up 1.1 percentage points year on year.

The rapid expansion in scale also began to translate into more visible operating leverage. During the Reporting Period, the Group's sales and marketing, administrative and R&D expenses amounted to approximately US\$40.0 million in aggregate, representing a year-on-year increase of approximately 19.2%, significantly below the rate of revenue growth. As a percentage of revenue, these three core operating expense categories decreased from approximately 55.2% in the corresponding period of 2025 to approximately 28.9%. The Group's prior investments in R&D, products, organization and commercialization infrastructure are increasingly being absorbed by a larger business scale, with growth in sales volume further translating into simultaneous improvements in revenue, gross profit and operating efficiency.

CHAIRMAN'S STATEMENT

CONTINUED EXPANSION OF THE ADAS CORE BUSINESS, WITH HIGHER-LEVEL INTELLIGENT DRIVING INITIATIVES ADVANCING IN PARALLEL

ADAS remained the foundation of the Group's commercial deliveries at scale. In the first half of 2026, sales volume of the Group's ADAS products reached approximately 416,300 units, representing a year-on-year increase of 346.0%. In terms of customers and programs, relevant new vehicle programs under ONVO, a brand of NIO, as well as AION, Trumpchi and HYPTEC, brands under GAC Group, successively commenced mass production and delivery during the Reporting Period; across the Group's customer portfolio, a cumulative total of seven new vehicle models entered mass production and delivery. Customer programs secured in earlier periods continued to progress from design-win stage into SOP and scaled delivery.

At the product level, the Falcon series continued to serve intelligent driving applications with demanding requirements for long-range detection, high resolution and reliable perception, while the Robin series ramped up rapidly and became an important driver of the Group's sales volume growth. Specifically, the upgraded Robin E series, which adopts a SPAD-based semi-solid-state solution, commenced large-scale deliveries during the Reporting Period, further demonstrating the continued conversion of the Group's new technologies and product platforms from R&D validation into scaled commercialization.

At the same time, the Group continued to develop products and technologies for higher-level intelligent driving requirements. The product platform for high-performance L3/L4 applications has been launched and is undergoing industrialization development. During the Reporting Period, it secured multiple design wins for mass-production vehicle programs. The platform offers an effective detection range of 300 meters and supports ultra-high angular resolution with up to 1,000-line-class scanning, enabling it to better address partners' requirements for precise environmental perception, complex object recognition and system safety in higher-level autonomous driving scenarios. The ongoing ramp-up of current ADAS programs and development of a pipeline of next-generation programs are advancing in parallel, building a more diversified product and program foundation for the Group's continued growth.

FURTHER DIVERSIFICATION OF GROWTH DRIVERS

In parallel with the rapid growth of our core ADAS business, the Group further accelerated the commercialization of its robotics and other products and solutions businesses. During the Reporting Period, sales volume of robotics and other products reached approximately 34,600 units, representing a year-on-year increase of 842.9%, while revenue from the solutions business also maintained rapid growth. The Group's sources of revenue and gross profit became further more diversified. The growth of these businesses demonstrates that the perception technologies, products and engineering capabilities established by the Group in ADAS business are generating tangible commercial value across a broader range of Physical AI applications.

The Group's customer profile also became increasingly diversified. During the Reporting Period, revenue from the Group's largest customer increased by approximately 110.0% year on year, while its share of the Group's revenue declined from 84.9% in the corresponding period of 2025 to 78.2%. Revenue from other customers amounted to approximately US\$30.3 million, representing a year-on-year increase of 228.2%. The decline in the revenue contribution from the largest customer was mainly attributable to faster growth in revenue from other customers and other business categories. The Group is developing a more diversified customer base, revenue sources and application portfolio, enhancing the resilience of its long-term growth.

CHAIRMAN'S STATEMENT

FURTHER STRATEGIC EVOLUTION: FULLY EMBRACING PHYSICAL AI

As artificial intelligence progressively expands from processing information in digital environments to perceiving, understanding and interacting with the real physical world, diverse applications across intelligent vehicles, smart spaces and embodied intelligence are emerging rapidly. Intelligent vehicles, robots, autonomous equipment and smart spaces that can continuously perceive their surroundings, understand scenarios and respond in the real world will generate broader and increasingly differentiated requirements for environmental perception.

Building on the continued success of our established strategy, we will further advance our long-term strategic positioning, with the goal of becoming a specialist provider of perception products and solutions for Physical AI, while continuing to build professional perception capabilities for the Physical AI era. This strategic evolution also seeks to replicate and extend the Group's core capabilities already validated in ADAS applications with demanding requirements for high performance, high reliability and large-scale mass production into a broader range of Physical AI applications.

The Group has established a comprehensive and diversified LiDAR product portfolio comprising our Falcon, Robin and fully solid-state Hummingbird platforms, covering different performance, cost, form factor and application requirements. Leveraging our core perception technologies, automotive-grade R&D and quality capabilities, large-scale manufacturing and stable delivery capabilities, accumulated expertise in software and algorithms, system integration experience, and global customer service capabilities, the Group has a solid foundation to further broaden the scope of its perception products and solutions.

Looking ahead, LiDAR will continue to serve as an important core technology and product foundation for the Group. To address perception requirements across different Physical AI applications, the Group will progressively expand into a more diversified range of sensors needed by its partners, while continuing to strengthen its capabilities in multi-sensor coordination, data fusion, perception software and scenario-specific solutions. The problems the Group seeks to solve will also progressively expand from providing LiDAR products tailored to customer requirements to providing more comprehensive, reliable and professional environmental perception capabilities for Physical AI systems.

CONTINUED R&D INVESTMENT TO ADDRESS NEXT-STAGE MARKET NEEDS

Technological innovation has always been the foundation of the Group's development. During the Reporting Period, the Group's R&D expenses amounted to approximately US\$21.7 million, representing a year-on-year increase of 18.1%. While revenue grew rapidly, R&D expenses as a percentage of revenue decreased from approximately 30.1% in the corresponding period of 2025 to approximately 15.6%. As the Group expands the scale of commercialization, it continues to increase its investment in technology while improving the commercial conversion efficiency of its R&D investment.

During the Reporting Period, the upgraded Robin E series officially commenced large-scale deliveries, while the next-generation product platform for high-performance L3/L4 applications was launched and secured multiple program design wins. Subsequent to the Reporting Period, in July 2026, the Group's fully solid-state Hummingbird D1 also officially commenced large-scale deliveries. The Group will continue to develop more LiDAR products to address differentiated requirements across Physical AI applications in terms of detection range, field of view, resolution, form factor, power consumption, cost, reliability and installation methods, while further advancing R&D in other perception sensors, multi-sensor fusion technologies, perception software, algorithms and system solutions.

CHAIRMAN'S STATEMENT

OUTLOOK: EXISTING GROWTH CONTINUES TO MATERIALIZE, WITH NEW GROWTH OPPORTUNITIES OPENING UP

Looking ahead to the second half of 2026, the Group will continue to support the ramp-up of existing programs and support more of its partners' design-win programs as they enter mass production and delivery. We will also continue to capture new customers and partnership opportunities, further expanding our product shipment and revenue base, while continuously improving operating quality through product design optimization, procurement synergies, enhanced manufacturing efficiency and economies of scale.

Over the medium to long term, the Group will continuously enrich its portfolio of perception products for Physical AI, continue to develop LiDAR products tailored to different application requirements, and progressively expand into other perception sensors and multi-sensor fusion capabilities. Across intelligent vehicles, smart spaces, embodied intelligence and more Physical AI applications, the Group will continue to expand its product boundaries, application boundaries and long-term addressable market.

We believe that the growth potential of the Group's existing businesses remains substantial, while the Physical AI era is further opening up new long-term opportunities. The Group will remain committed to technological innovation, commercialization at scale and high-quality operations, creating long-term value for customers, shareholders and other stakeholders.

On behalf of the Board, I would like to express my sincere gratitude to our shareholders and investors for their continued trust and support, and to our customers, partners and employees for their contributions to the Group's development.

Yours Sincerely,

Dr. Bao Junwei

Chairman of the Board

FINANCIAL HIGHLIGHTS

CONSOLIDATED STATEMENT OF PROFIT OR LOSS

	For the six months ended June 30,		
	2026 (Unaudited)	2025 (Unaudited)	Change (%)
(US\$ in thousands, except for percentages)			
Revenue	138,743	60,876	127.9
Gross profit	15,491	6,148	152.0
Loss for the period	(25,104)	(32,669)	(23.2)
Non-IFRS Measure	(1,277)	5,080	N/A
Adjusted net loss	(26,381)	(27,589)	(4.4)

Note: Please refer to section headed "Non-IFRS Measure" in this interim report for more details.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	At June 30, 2026 (Unaudited)	At December 31, 2025 (Audited)	Change (%)
(US\$ in thousands, except for percentages)			
Total current assets	255,657	227,535	12.4
Total non-current assets	41,452	36,514	13.5
Total assets	297,109	264,049	12.5
Total liabilities	275,388	218,882	25.8
Total equity	21,721	45,167	(51.9)

MANAGEMENT DISCUSSION AND ANALYSIS

I. MARKET AND INDUSTRY OVERVIEW

In the first half of 2026, the commercialisation of LiDAR continued to expand globally. According to Automotive ADAS 2026 published by Yole Group (Note 1), global passenger-vehicle LiDAR shipments reached approximately 3.7 million units in 2025, including approximately 3.1 million units of long-range ADAS LiDAR. This represented significant growth compared with approximately 1.6 million units of global passenger-vehicle LiDAR shipments in 2024. Yole Group also noted that the global automotive LiDAR market exceeded US\$1 billion for the first time in 2025. Meanwhile, regulatory frameworks for autonomous driving continued to advance globally. In June 2026, World Forum for Harmonization of Vehicle Regulations of the United Nations Economic Commission for Europe approved the first global regulatory framework permitting fully automated driving systems, further supporting the progression of higher-level autonomous driving technologies towards more standardised commercial deployment.

Industry activities related to Physical AI also remained robust. PitchBook (Note 2) data showed that global venture capital investment in Robotics & Physical AI reached approximately US\$16.3 billion across 492 transactions in the first quarter of 2026, setting a new quarterly record. According to Interact Analysis (Note 3), annual global mobile robot shipments exceeded 200,000 units in 2025, while Counterpoint Research (Note 4) reported approximately 16,000 new humanoid robot installations worldwide in the same year. Continued growth in both capital investment and terminal deployment reflects the ongoing commercialisation of Physical AI-related applications, including robotics and autonomous systems.

As Physical AI applications extend beyond intelligent vehicles to robots, autonomous equipment and intelligent spaces, the requirements of different applications are becoming more diverse in terms of detection range, resolution, field of view, near-field perception, size, power consumption, reliability, cost and system integration. Such systems typically combine different perception hardware, perception algorithms and software capabilities to acquire and process information from the physical world, driving perception products and solutions beyond standalone hardware towards broader sensor combinations, data fusion and system-level perception capabilities.

Notes:

1. "Yole Group" refers to a market research and consulting institution for the semiconductor and high-tech sectors;
2. "PitchBook" refers to a global private-capital markets data and analytics platform;
3. "Interact Analysis" refers to an industry research institution focused on intelligent automation;
4. "Counterpoint Research" refers to a global high-technology market-research firm.

II. BUSINESS REVIEW

1. Overall Business Performance: Existing Strategy Entering a Phase of Accelerated Delivery

In the first half of 2026, the Group's sustained investments in core technologies, product platforms, customer development, scaled manufacturing and commercialisation continued to translate into operating results. During the Reporting Period, the Group recorded product sales volume of 450,900 units, representing an increase of 364.8% from 97,000 units in the corresponding period of 2025. Revenue was approximately US\$138.7 million, representing a year-on-year increase of approximately 127.9%, with gross profit reaching approximately US\$15.5 million, up 152.0% year-on-year, and the gross profit margin increased from approximately 10.1% in the corresponding period of 2025 to approximately 11.2%.

MANAGEMENT DISCUSSION AND ANALYSIS

Growth during the Reporting Period was primarily driven by continued ramp-up of existing mass-production programmes, commercial deliveries to new customers and of new vehicle models, increased scale of the Robin series, and rapid growth in robotics and other products and solutions. ADAS products continued to account for the substantial majority of sales volume and revenue of the Group, while robotics and other products, solutions and services grew at a faster pace, further diversifying the Group's revenue and gross profit sources.

While rapidly expanding its business scale, the Group continued to invest in R&D and market development. During the Reporting Period, the Group's three core operating expense categories – sales and marketing, general and administrative, and R&D – amounted to approximately US\$40.0 million in aggregate, representing year-on-year growth of approximately 19.2%, significantly below the growth rate of revenue. Considering the proportion of the revenue, these expenses decreased from approximately 55.2% in the corresponding period of 2025 to approximately 28.9% in the Reporting Period. The operating leverage arising from a larger revenue base gradually became more evident, providing a foundation for the Group to improve overall operating efficiency while continuing to invest in next-generation products and technologies.

2. Continued Expansion of the Core ADAS Business, with Current Mass Production Advancing Alongside the Next Generation of L3/L4 Programmes

The ADAS product business continued to serve as the core foundation of the Group's large-scale commercial sales. During the Reporting Period, ADAS product sales volume reached 416,300 units, representing a year-on-year increase of 346.0%.

In terms of customers and programmes, during the first half of 2026, the Group further expanded its mass-production portfolio and customer coverage, with new vehicle programmes under NIO's ONVO brand and across GAC Group's AION, GAC Trumpchi and HYPTEC brands commencing mass-production deliveries. In total, seven new vehicle models across the Group's customer portfolio entered mass production and delivery during the Reporting Period. Subsequent to the Reporting Period, a further two new vehicle models entered mass production and delivery in July 2026. As existing customer collaborations continued to advance, more programmes progressed from project nomination to SOP and scaled delivery. While expanding its customer base, the Group continued to strengthen its automotive-grade R&D, quality management, scaled manufacturing and reliable delivery capabilities to support the delivery requirements of different customers and vehicle programmes.

In terms of products, the Falcon series continued to address intelligent-driving applications requiring high standards of long detection range, high resolution and high reliability. The Robin series grew rapidly and became an important contributor to the expansion of ADAS product sales volume. Upgraded Robin E Series, a semi-solid-state product based on a SPAD solution, commenced large-scale deliveries during the Reporting Period, further broadening the Group's product offerings for large-scale intelligent-driving applications.

While continuing to meet current mass-production demand for ADAS, the Group is also actively positioning itself for conditional automation ("L3") and high-level automation ("L4") applications. Its product platform for high-performance L3/L4 requirements has been launched and is currently in the industrialisation development phase. During the Reporting Period, it secured multiple mass-production design wins and is expected to achieve production readiness within the year. The platform offers an effective detection range of 300 metres and ultra-high angular resolution with support for more than 1,000 scan lines, and is designed to address customers' increasing requirements for fine-grained environmental perception, complex object recognition and system safety in more advanced autonomous-driving scenarios. The concurrent advancement of current mass production and next-generation programme pipelines provides a more diversified product and customer foundation for the continued development of the Group's automotive business.

MANAGEMENT DISCUSSION AND ANALYSIS

As the delivery scale of ADAS products continues to increase, the Group will continue to improve the unit economics of the relevant products through product design optimisation, procurement synergies, enhanced production efficiency and other cost-optimisation measures.

3. Increasingly Diversified Growth Structure, with Physical AI-related Businesses Making a More Meaningful Commercial Contribution

In addition to the ADAS business, the Group's robotics and other products business maintained rapid growth momentum during the Reporting Period. Sales volume of the relevant products reached 34,600 units, representing a year-on-year increase of 842.9%, and has become an important new source of revenue and gross profit for the Group.

The solutions business also continued to grow rapidly. By integrating perception hardware, software, system integration and scenario-specific adaptation capabilities, this business provides customers with more comprehensive perception solutions for intelligent transportation, intelligent infrastructure and other application scenarios.

During the Reporting Period, the Group's largest customer ("Customer A") contributed revenue of approximately US\$108.5 million, representing a year-on-year increase of 110.0%, while its share of the Group's revenue decreased from 84.9% in the corresponding period of 2025 to 78.2%. Revenue from customers other than Customer A amounted to approximately US\$30.3 million in aggregate, representing a year-on-year increase of 228.2%. Accordingly, the decrease in the revenue contribution from the Customer A was primarily attributable to faster growth in revenue from other customers and business categories, rather than a contraction in the core customer business. Continued customer expansion across autonomous driving, robotics, scene intelligence and solutions is establishing a broader revenue base and commercialisation foundation for the Group.

4. Continued Conversion of Long-term R&D and Product Investments, with a More Complete Product Portfolio Taking Shape

The Group continues to enhance its product platforms around different performance, cost and application requirements. The Group has now established a comprehensive and diversified LiDAR product portfolio comprising the Falcon, Robin and fully solid-state Hummingbird platforms, covering the full spectrum of performance specifications, both analog and digital architectures, and semi-solid-state and solid-state configurations. Continued iteration across multiple product platforms enables the Group to offer flexible and well-matched product options for different vehicle models, levels of autonomous driving, and applications such as robotics and scene intelligence.

During the Reporting Period, Upgraded Robin E Series commenced large-scale deliveries, marking a further step in the scaled commercialisation of the Group's SPAD-based solution. The product platform for high-performance L3/L4 applications has also been launched, and secured multiple mass-production design wins. Subsequent to the Reporting Period, in July 2026, the Group's fully solid-state Hummingbird D1 commenced large-scale deliveries, further enhancing the Group's product positioning from semi-solid-state to fully solid-state solutions and from current mass-production applications to next-generation higher-level applications.

The Group also continues to develop new LiDAR products for different Physical AI scenarios to address the differentiated requirements of various end applications in terms of detection range, field of view, near-field blind zones, resolution, size, power consumption, cost, reliability and installation requirements. Going forward, the Group will further enrich its product portfolio in response to market and customer needs and continue to convert R&D achievements into mass-produced products, project nominations and commercial revenue.

MANAGEMENT DISCUSSION AND ANALYSIS

During the Reporting Period, the Group's R&D expenses amounted to approximately US\$21.7 million, representing a year-on-year increase of 18.1%, while R&D expenses as a percentage of revenue decreased from approximately 30.1% in the corresponding period of 2025 to approximately 15.6%. The absolute amount of R&D investment continued to increase alongside rapid revenue growth, reflecting the Group's continued allocation of resources to next-generation product and technology development while accelerating commercialisation.

5. Fully Embracing Physical AI on the Basis of Proven Existing Capabilities

As artificial intelligence increasingly extends from digital environments into the physical world, the Group views Physical AI as a broader long-term market framework. Based on its existing business practices, the Group primarily categorises Physical AI into several dimensions: "intelligent vehicles", "scene intelligence", "embodied intelligence" and other Physical AI applications. "Intelligent vehicles" encompass ADAS and higher levels of automated driving, including L3 and L4, as well as application forms such as Robotaxi and Robotruck, and represent an important area of Physical AI in which the Group has already achieved large-scale commercial deliveries; "scene intelligence" covers a diverse range of settings, including transportation, campuses, industrial environments, home environments and public-service settings; and "embodied intelligence" includes transportation robots, industrial robots, service robots, humanoid robots and other autonomous intelligent equipment.

On this basis, the Group is further upgrading its long-term strategic positioning and is committed to becoming a professional provider of perception products and solutions for Physical AI. The Group's core perception technologies, product platforms, automotive-grade R&D and quality capabilities, scaled manufacturing and reliable delivery capabilities, software and algorithms, system integration capabilities and global customer service experience accumulated in the intelligent-vehicle sector provide an important foundation for expansion into a broader range of Physical AI applications.

Going forward, the Group will continue to regard LiDAR as an important core technology and product foundation, while gradually expanding into a diverse range of sensors required for Physical AI applications and continuing to strengthen its capabilities in multi-sensor coordination, data fusion, perception software and scenario-specific solutions. By extending from standalone sensor products to a broader sensor portfolio and fused perception capabilities, the Group aims to more comprehensively serve the needs of Physical AI systems in acquiring, understanding and applying information from the physical world.

As a global company, the Group will continue to leverage its R&D, sales, technical support, customer service and commercialisation capabilities established across different countries and regions to advance product validation, project nominations, mass-production delivery and solution collaborations with customers worldwide across intelligent vehicles, robotics, autonomous equipment and intelligent spaces, while continuously enhancing its responsiveness and delivery capabilities across different markets and application scenarios.

MANAGEMENT DISCUSSION AND ANALYSIS

6. Outlook

Looking ahead to the second half of 2026, the Group will continue to drive business growth around existing customer programmes and delivery plans. In ADAS, the Group will continue to support the ramp-up of existing programmes and the commencement of mass production by capturing more new customers and of vehicle models, while advancing the subsequent development and commercialisation of newly secured design wins for its next-generation products. The commencement of large-scale deliveries of Hummingbird D1 in July 2026 is also expected to further enrich the Group's product offerings. In robotics, scene intelligence and other Physical AI applications, the Group will continue to support increased procurement and deliveries from customers and programmes that have entered the commercial stage, while expanding into more application scenarios and solutions with clear commercial value and the potential for scalable replication.

Based on current customer plans, order status and delivery schedules, the Group continues to expect its total LiDAR shipment volume for the full year of 2026 to increase by approximately 200% compared with 2025. This outlook may change depending on customers' production schedules, execution of plans and overall market conditions.

In terms of products and R&D, the Group will continue to advance the development and commercialisation of new LiDAR products, multi-perception sensors, multi-sensor fusion, perception software, algorithms and system solutions, while accelerating the conversion of R&D achievements into customer programmes and mass-production revenue. In operations, the Group will continue to improve its cost structure through product design optimisation, procurement synergies, enhanced manufacturing efficiency and economies of scale, enabling growth in business scale to translate more effectively into higher gross profit and improved overall operating quality.

Over the medium to long term, the Group will continue to build on its existing businesses that have achieved scaled commercialisation, and extend its technologies, products, quality capabilities and mass-production capabilities that have been validated under demanding requirements into intelligent vehicles, scene intelligence, embodied intelligence and a broader range of Physical AI applications. The Group will also progressively expand from LiDAR into a more comprehensive portfolio of perception products and multi-sensor fusion solutions. We believe that the Group's existing businesses continue to offer substantial growth potential, while the development of Physical AI will further expand the Group's product boundaries, application boundaries and long-term addressable market.

MANAGEMENT DISCUSSION AND ANALYSIS

III. FINANCIAL INFORMATION

FINANCIAL REVIEW

The following table sets forth the comparative figures for the six months ended June 30, 2026 and 2025:

	For the six months ended June 30,	
	2026 (Unaudited) (US\$ in thousands)	2025 (Unaudited) (US\$ in thousands)
Revenue	138,743	60,876
Cost of sales	(123,252)	(54,728)
Gross profit	15,491	6,148
Other income	580	2,715
Other gains and losses	(1,238)	(605)
Selling and marketing expenses	(7,641)	(4,799)
Administrative expenses	(10,742)	(10,437)
R&D expenses	(21,655)	(18,339)
Reversal of impairment losses on financial assets	148	23
Fair value changes of financial liabilities at fair value through profit or loss ("FVTPL")	1,835	(1,280)
Professional fees and expenses related to De-SPAC Transaction	–	(3,287)
Finance costs	(1,840)	(2,805)
Loss before tax	(25,062)	(32,666)
Income tax expense	(42)	(3)
Loss for the period	(25,104)	(32,669)
Exchange differences arising on translation of foreign operations	818	254
Total comprehensive income for the period	(24,286)	(32,415)
Loss per share (US\$)		
– Basic and diluted	(0.02)	(0.14)

MANAGEMENT DISCUSSION AND ANALYSIS

1. Revenue

Revenue by Business Line

We generate revenue from sales of (i) products for ADAS and for robotics and others, (ii) Solutions, and (iii) Services and others. Our total revenue was US\$138.7 million for the six months ended June 30, 2026, representing an increase of 127.9% from US\$60.9 million for the same period of 2025.

The year-on-year increase was mainly attributable to the growth in product sales in the first half of 2026. Benefiting from mass production and delivery of designated projects on hand as well as continued acquisition of new customers, we recorded rapid and steady growth in product shipments.

Concurrently, backed by deep insights into application scenarios and forward-looking product strategy, our products and solutions are widely deployed in intelligent vehicles, autonomous driving, broad robotics, intelligent transportation, smart ports, intelligent shipping, smart railway, smart mining and other sectors. We have established in-depth partnerships with numerous leading enterprises worldwide, which has also driven significant growth in our revenue.

The following table sets forth a breakdown of our revenue by business line, both in absolute amounts and as percentages of total revenue for the six months ended June 30, 2026 and 2025.

	Six Months Ended June 30,			
	2026		2025	
	US\$	%	US\$	%
(US\$ in thousands, except for percentages)				
Products				
For ADAS	115,809	83.5	54,633	89.8
For robotics and others	18,246	13.1	5,346	8.8
Solutions	4,410	3.2	748	1.2
Services and others	278	0.2	149	0.2
Total	138,743	100.0	60,876	100.0

2. Cost of sales

Our cost of sales was US\$123.3 million for the six months ended June 30, 2026, representing an increase of 125.2% from US\$54.7 million for the same period of 2025, in line with the growth in revenue. By business line, cost of products increased by 124.3%, cost of solutions increased by 250.4%, and cost of services and others increased by 83.9%.

MANAGEMENT DISCUSSION AND ANALYSIS

3. Gross profit and gross margin

We recorded a gross profit of US\$15.5 million for the first half of 2026, representing a rise of 152.0% against US\$6.1 million recorded in the corresponding period of 2025. Gross profit margin improved steadily from 10.1% to 11.2% for the first half of 2026.

Our overall gross profit was primarily impacted by shifts in the sales mix across various product categories. The uptick in the overall gross profit was mainly attributable to favorable changes in sales mix, represented by an increasing proportion of sales generated from higher-margin products, coupled with continuous cost optimisation initiatives.

4. Other income

Our other income decreased by 78.6% to US\$0.6 million for the first half of 2026 from US\$2.7 million for the same period of 2025, which was mainly due to the decrease in government grants in the first half of 2026.

5. Selling and marketing expenses

Our selling and marketing expenses primarily consist of (i) payroll and employee benefits for sales and marketing staff, including share-based compensation, wages, bonuses, employee benefits and others; (ii) marketing promotion expenses to advertise our solutions; and (iii) other expenses used in sales and marketing activities including office suppliers and others.

Our selling and marketing expenses were US\$7.6 million for the first half of 2026, representing an increase of 59.2% compared with US\$4.8 million recorded in the corresponding period of 2025. The increase was primarily due to the increase in payroll and employee benefit expenses, which were mainly attributable to (i) the increase in the number of sales and marketing personnel which led salary expenses to increase by US\$1.8 million, and (ii) the increase in marketing promotion expenses by US\$0.7 million.

6. Administrative expenses

Our administrative expenses primarily consist of (i) payroll and employee benefits for administrative staff, including share-based compensation, wages, bonuses, employee benefits and others; (ii) facilities expenses in relation to rent, management fees, repair and maintenance fees, and utilities of the facilities we use, and depreciation; (iii) professional service related to various corporate activities; (iv) office expenses for general office supplies; (v) severance expense; and (vi) other expenses used in administrative activities including insurance expenses, IT and software expense.

Our administrative expenses amounted to US\$10.7 million for the first half of 2026, representing a modest increase of 2.9% compared with US\$10.4 million recorded in the corresponding period of 2025. All categories of administrative expenses remained under control and stable, with no material fluctuations during the Reporting Period.

MANAGEMENT DISCUSSION AND ANALYSIS

7. R&D expenses

Our R&D expenses primarily consist of (i) payroll and employee benefits for research and development staff, including share-based compensation, wages, bonuses, employee benefits and others; (ii) materials consumed in R&D activities; (iii) consultancy fee for professional services from third-party technical consultants; (iv) depreciation and amortization; and (v) other expenses used in R&D activities including expenses related to our intellectual properties, travel and entertainment, and IT and software expenses.

Our R&D expenses were US\$21.7 million for the first half of 2026, representing an increase of 18.1% compared with US\$18.3 million recorded in the corresponding period of 2025. The rise was mainly attributable to expanded R&D headcount, together with higher expenditure on product iterations, prototype testing and technical validation for new LiDAR platforms, to support our ongoing technology development and product pipeline rollout.

8. Fair value changes of financial liabilities at FVTPL

Our fair value changes of financial liabilities at FVTPL include (i) fair value changes of redeemable convertible preferred shares; (ii) fair value changes of listed warrant liabilities; (iii) fair value changes of promoter warrant liabilities; and (iv) fair value changes of redeemable preferred equity. Our fair value changes swung from a loss to a gain in the Reporting Period, mainly driven by changes in fair value of listed warrant liabilities.

9. Finance costs

Finance costs decreased by 34.4% from US\$2.8 million for the six months ended June 30, 2025 to US\$1.8 million for the six months ended June 30, 2026, which was primarily due to the decrease in the interest expenses incurred from long term payables.

10. Loss for the period

As a result of the foregoing, our loss for the period decreased by 23.2% from US\$32.7 million for the six months ended June 30, 2025 to US\$25.1 million for the six months ended June 30, 2026.

11. Non-IFRS measure

Our consolidated financial information was prepared in accordance with IFRS Accounting Standards. To supplement our consolidated results which were prepared and presented in accordance with IFRS Accounting Standards, we use adjusted net loss (Non-IFRS measure) as an additional financial measure, which is not required by, or presented in accordance with IFRS Accounting Standards. We believe that the measure facilitates comparisons of operating performance from period to period and company to company by eliminating the potential impact of items, such as certain non-cash items. The use of the Non-IFRS measure has limitations as an analytical tool, and you should not consider them in isolation from, as a substitute for, analysis of, or superior to, our results of operations or financial condition as reported under IFRS Accounting Standards. In addition, the Non-IFRS measure may be defined differently from similar terms used by other companies, and may not be comparable to other similarly titled measures used by other companies. We define adjusted net loss (Non-IFRS measure) as loss for the period adjusted by adding back fair value changes of financial instruments at FVTPL, share-based compensation and professional fees and expenses related to De-SPAC Transaction. Our share-based payment expenses are non-cash in nature and do not result in cash outflow, and the adjustments have been consistently made during the Reporting Period. We also exclude professional fees and expenses related to De-SPAC Transaction.

MANAGEMENT DISCUSSION AND ANALYSIS

The following table reconciles our adjusted net loss (Non-IFRS measure) for the periods presented with the most directly comparable financial measure calculated and presented in accordance with IFRS Accounting Standards, which is loss for the periods:

	For the six months ended June 30,	
	2026 (Unaudited) (US\$ in thousands)	2025 (Unaudited) (US\$ in thousands)
Reconciliation of net loss to adjusted net loss (Non-IFRS measure):		
Loss for the period	(25,104)	(32,669)
Add:		
Fair value changes of financial liabilities at FVTPL	(1,835)	1,280
Share-based compensation	558	513
Professional fees and expenses related to De-SPAC Transaction	–	3,287
Adjusted net loss (Non-IFRS measure)	(26,381)	(27,589)

LIQUIDITY AND CAPITAL RESOURCES

We monitor and maintain a level of liquidity deemed adequate to finance our operations and mitigate the effects of fluctuations in cash flows. As of June 30, 2026, we had US\$111.5 million in cash and cash equivalents and restricted bank balances, as compared to US\$119.5 million as of December 31, 2025. The Group continued to adopt a prudent funding and treasury policy to manage its liquidity needs. The objective is to maintain adequate funds for financing working capital and capture investment opportunities as and when they become available.

INDEBTEDNESS AND FINANCIAL RATIOS

1. Borrowings

The amount of our borrowings is adjusted based on our operation and capital expenditure need. Our balance for borrowing was US\$95.0 million as of June 30, 2026, of which nil was secured and guaranteed. Our bank borrowings were primarily used to fund our working capital requirements.

As of June 30, 2026, we had utilized facilities in the amount of US\$95.0 million, and committed unutilized banking facilities of US\$48.3 million, which can be drawn down without being restricted by any loan covenants.

2. Lease liabilities

Our lease liabilities are in relation to properties that we lease primarily for our office premises and production facilities. As of June 30, 2026, we recognised total lease liabilities, including current and non-current lease liabilities of US\$4.7 million, as compared to that of US\$5.6 million as of December 31, 2025, due to the fact that the remaining lease terms shortened.

MANAGEMENT DISCUSSION AND ANALYSIS

3. Trade and other payables

Our trade and other payables arise from payment obligations during our regular course of business. Our trade and other payables further increased from US\$107.3 million as of December 31, 2025 to US\$134.2 million as of June 30, 2026, primarily due to an extension of the payment period and the growth in business volume.

4. Financial Ratios

As of June 30, 2026, our current ratio (calculated as current assets divided by current liabilities as of the same date) was 1.0 (As of December 31, 2025: 1.1).

As of June 30, 2026, the Group's gearing ratio (equals total liabilities divided by total assets, in percentage) was 92.7% (As of December 31, 2025: 82.9%).

5. Treasury Policy

The Group adheres to a prudent treasury policy, with core objectives of maintaining a strong balance sheet, ensuring sufficient liquidity, and optimizing funding costs. If our cash requirements exceed the liquidity we hold at the time, our Company may seek credit facilities and external borrowings or issue securities as it considers necessary and appropriate.

6. Pledge of assets

As of June 30, 2026, we had pledged certain of bank deposits as security for the bank acceptance bills and bank guarantees (As of December 31, 2025, we had pledged a wholly-owned subsidiary, Tudatong (Chongqing) Co., Ltd.'s shares and certain of bank deposits as security for the Group's borrowings and bank acceptance bills).

CONTINGENT LIABILITIES

The Group was involved in several patent infringement lawsuits filed by Hesai Technology Co., Ltd. (上海禾賽科技有限公司) and its affiliates (collectively, the "Hesai Group") in the Ningbo and Hangzhou Intermediate People's Courts. As disclosed in the Company's voluntary announcements dated July 14, 2026 and September 18, 2026, of the four Ningbo cases, a first-instance judgment was rendered in one, ordering the Group to pay compensation of RMB400,000, and the remaining three cases have been dismissed or withdrawn. Both parties have appealed against the case in which the first-instance judgment was rendered, and such judgment has not yet become effective or enforceable. The Hangzhou cases have since been concluded by way of the plaintiff's withdrawal, as permitted by the rulings of the Hangzhou Intermediate People's Court. As the likelihood of an outflow of economic benefits is considered not probable, no contingent liability was recognised as at June 30, 2026. The Group will closely monitor the progress and recognise a liability when probable and reasonably estimable.

CAPITAL COMMITMENTS

We have no capital commitment as of June 30, 2026 (As of December 31, 2025: Nil).

PROPERTY, PLANT AND EQUIPMENT

Details of the movements in the property, plant and equipment of the Group during the Reporting Period are set out in Note 13 to the consolidated financial statements.

MANAGEMENT DISCUSSION AND ANALYSIS

FUTURE PLANS FOR MATERIAL INVESTMENTS OR CAPITAL ASSETS AND EXPECTED FUNDING

The Group has no plans for material investments or capital assets as at June 30, 2026.

SIGNIFICANT INVESTMENTS HELD

The Group did not make or hold any significant investments with a value of 5% or more of the total assets of the Group for the Reporting Period.

MATERIAL ACQUISITIONS AND DISPOSALS OF SUBSIDIARIES, ASSOCIATES AND JOINT VENTURES

The Group did not have any material acquisitions or disposals of subsidiaries, consolidated affiliated entities, associated companies or joint ventures for the Reporting Period.

FOREIGN EXCHANGE RISK

Foreign exchange risk arises when future commercial transactions or recognised assets and liabilities are denominated in a currency that is not the respective functional currency of our subsidiaries. Our functional currency outside Chinese Mainland is US\$ whereas the functional currency of the subsidiaries operating in Chinese Mainland is RMB. We manage our foreign exchange risk by performing regular reviews of our Group's net foreign exchange exposures and trying to minimize these exposures through natural hedges, wherever possible. For the Reporting Period, we have not employed long-term contracts, currency borrowings, or other mechanisms to hedge these foreign exchange risks, leaving us reliant on the natural alignment of our operations to manage exposure.

CAPITAL EXPENDITURES

Our principal capital expenditures primarily consist of payments for property and equipment and intangible assets. The following table sets forth our capital expenditures for the periods indicated.

	For the six months ended June 30,	
	2026 (Unaudited) (US\$ in thousands)	2025 (Unaudited) (US\$ in thousands)
Purchase of property and equipment	9,600	2,982
Purchase of intangible assets	1,091	107
Total	10,691	3,089

MANAGEMENT DISCUSSION AND ANALYSIS

MATERIAL LITIGATION

References are made to the Company's De-SPAC Circular and the voluntary announcement of the Company dated December 18, 2025. On October 29, 2025, prior to the Listing Date, we received notifications regarding a total of four patent infringement lawsuits filed against us by Hesai Group at the Ningbo Intermediate People's Court in Zhejiang Province (the "Ningbo Intermediate Court"), China. These include one invention patent and three utility model patents. The lawsuits target our Robin series solutions, requesting the court to order us to immediately cease infringing the involved patents and compensate for total infringement damages of RMB19.8 million. Further, on December 18, 2025, we received civil complaints and relevant litigation materials regarding two intellectual property claims served by the Hangzhou Intermediate People's Court of Zhejiang Province (the "Hangzhou Intermediate Court"). These additional claims filed against us by Hesai Group include one invention patent and one utility model patent, also targeting our Robin series solutions, requesting the court to order us to immediately cease infringing the involved patents and compensate for total infringement damages of RMB20.0 million. Further details of the above lawsuits and the latest developments thereof are set out in the Company's voluntary announcements dated July 14, 2026 and September 18, 2026. As of the date of this report, among the four Ningbo lawsuits, three have been dismissed or withdrawn, and a first-instance judgment has been rendered by the Ningbo Intermediate Court in the remaining one. In respect of such judgment, both the Company and Hesai Group have filed appeals with the Supreme People's Court, and the case is currently pending appeal. As the first-instance judgment has not yet become effective, it has not had any impact on the Company's production and sales activities. In respect of the two Hangzhou lawsuits, each of the patents at issue in the two cases has been declared invalid in its entirety by the China National Intellectual Property Administration. The plaintiff subsequently applied to the Hangzhou Intermediate Court to withdraw the actions, and the Hangzhou Intermediate Court has issued civil rulings permitting the withdrawal of the actions in both cases. The relevant litigation proceedings in respect of the two Hangzhou lawsuits have therefore been concluded.

As of the date of this report, the above lawsuits have not had any material adverse effect on the Company's daily operations, including R&D, production and sales. The Company has not received any injunction prohibiting the production and sale of our Robin series products or the use of our technologies. Other than the Ningbo case in which a first-instance judgment has been rendered and has not yet become effective as both parties have appealed, the remaining cases (being the three Ningbo cases that have been dismissed or withdrawn and the two Hangzhou cases that have been concluded by way of withdrawal as permitted by the rulings of the Hangzhou Intermediate Court) have not resulted in any cash outflow on the part of the Company. In respect of the Ningbo case in which a first-instance judgment has been rendered, the Company will assess the financial impact based on the progress of the appellate proceedings, and the Board is of the view that this case will not have a material adverse effect on the Company's financial position.

Save as disclosed above, the Company has not been involved in any other material litigation, arbitration and/or legal proceedings. Furthermore, our Directors are not aware of any other material litigation, arbitration and/or legal proceedings, whether pending or threatened, against the Company.

MANAGEMENT DISCUSSION AND ANALYSIS

EMPLOYEE AND REMUNERATION POLICIES

As of June 30, 2026, the Group had a total of 708 full-time employees (as of December 31, 2025: 649 full-time employees). The total employee remuneration expenses during the Reporting Period, including share-based compensation expenses, were US\$29.4 million, as compared to US\$25.1 million for the six months ended June 30, 2025.

Our employees' remuneration mainly comprises salaries, bonuses, social security contributions and other employee benefits. We participate in housing fund and various employee social security schemes organised by applicable local municipal and provincial governments, including housing, pension, medical, maternity, work-related injury and unemployment benefit plans, under which we make contributions at specified percentages of the salaries of our employees. During the Reporting Period, there was no forfeiture of contributions under the defined contribution plans of the Group, and there were no forfeited contributions had been used by the Group to reduce the existing level of contributions.

We maintain high standards in recruitment with strict procedures to ensure the quality of new hires and provide specialized training tailored to the needs of our employees in different departments. We also conduct periodic performance reviews for our employees, and their remuneration is performance based. We have also adopted the 2016 Share Incentive Plan and the Post-Listing Share Incentive Plan. Please see the hereunder section headed "EMPLOYEE INCENTIVE PLANS" for details.

KEY FINANCIAL INDICATORS

The following table sets forth certain of our key financial ratios as of the dates and for the periods indicated.

	For the period ended June 30,	
	2026	2025
Profitability ratios		
Gross profit margin ¹	11.2%	10.1%
Net loss for the period margin ²	-18.1%	-53.7%
Adjusted net loss margin ³	-19.0%	-45.3%
	As at June 30, 2026	As at December 31, 2025
Liquidity ratio		
Current ratio ⁴	1.0	1.1

¹ The calculation of gross profit margin is based on gross profit or loss divided by revenue for the periods indicated and multiplied by 100.0%.

² The calculation of net loss for the period margin is based on net loss for the period divided by revenue for the period indicated and multiplied by 100.0%.

³ The calculation of adjusted net loss margin, a non-IFRS measure, is based on adjusted net loss divided by revenue for the periods indicated and multiplied by 100.0%.

⁴ The calculation of current ratio is based on current assets divided by current liabilities.

MANAGEMENT DISCUSSION AND ANALYSIS

PRINCIPAL RISKS AND UNCERTAINTIES

Our business is subject to a number of risks, including risks that may prevent us from achieving our business objectives or may adversely affect our business, financial condition, results of operations, cash flows, and prospects. Below is a summary of certain principal risks and uncertainties facing the Group, some of which are beyond its control.

Risks Related to the Group's Business and Industry

- We rely substantially on a single customer, being NIO, and there can be no assurance that we will be able to maintain our relationship with NIO and secure orders for our products. Our long-term framework procurement agreements with NIO do not guarantee any sales orders from NIO.
- Emergence of camera-based solutions may adversely affect market adoption of LiDAR and our business.
- We are an early stage company with a history of losses and net operating cash outflow, which are expected to continue in the near future as we rapidly grow our business.
- Our limited operating history may make it difficult to predict our future prospects and the risks and challenges we may encounter in the rapidly evolving LiDAR solutions market.
- The proper functioning of our automotive and non-automotive LiDAR solutions is essential to our business. The complexity of our products could result in unforeseen delays or expenses from undetected defects, errors or reliability issues in our hardware or software which could reduce the market adoption of our products, damage our reputation with current or prospective customers, expose us to product liability and other claims and thereby adversely affect our operating costs.
- The markets in which we compete are characterized by rapid technological changes, requiring us to continue to develop new products and product innovations, and could adversely affect market adoption of our products.
- Our customers have substantial negotiating power, exacting product standards and potentially competitive internal solutions.
- The period of time from a "design win" to implementation is long and we are subject to the risks of cancellation or postponement of the contract or unsuccessful implementation.

MANAGEMENT DISCUSSION AND ANALYSIS

- Because our customers typically place purchase orders on a project or per model basis, we expect our results of operations to fluctuate as the need by our customers fluctuate from period to period, which could materially affect our business operation, financial conditions and prospects.
- As LiDARs are new in most of the markets we are seeking to enter, forecasts of market growth may not also be accurate.
- Growth of our business will partially depend on the recognition of our brand. Our brand and reputation could be harmed by safety concerns regarding our solutions or the solutions of our competitors.
- We are subject to risks relating to litigation and disputes, which could adversely affect our business, results of operations, financial condition and prospects.
- We rely, in part, on patents, unpatented proprietary know-how, trade secrets and contractual restrictions to protect our intellectual property and other proprietary rights. Failure to adequately obtain, maintain, enforce and protect our intellectual property and other proprietary rights may undermine our competitive position and could materially and adversely affect our business, prospects, results of operations or financial condition.
- We may from time to time be subject to claims or threatened claims initiated by third parties for alleged infringement, misappropriation or other violation of their proprietary technology or other intellectual property rights, which could be time-consuming and costly and result in significant legal liability or require us to cease using certain technology or other intellectual property rights, which could harm our business. In addition to patented technology, we rely on our unpatented proprietary technology, trade secrets, processes and know-how, which could also subject us to operational risks.
- We are subject to compliance risks with respect to the ever-evolving U.S. export control restrictions and other investment restrictions.

OTHER INFORMATION

COMPLIANCE WITH RELEVANT LAWS AND REGULATIONS

As far as the Board and management are aware, the Group has complied in all material aspects with the relevant laws and regulations that have a significant impact on the business and operation of the Group. During the Reporting Period, there was no material breach of, or non-compliance with, applicable laws and regulations by the Group.

INTERIM DIVIDEND

The Board does not recommend to declare any interim dividend of the Company for the Reporting Period. There is no arrangement under which a Shareholder has waived or agreed to waive any dividend.

RESERVES

As of June 30, 2026, the Company did not have any distributable reserves.

RELATED PARTY TRANSACTIONS AND CONNECTED TRANSACTIONS

During the six months ended June 30, 2026, the entities within the Group had no transactions with related parties who are not members of the Group. Details of related party transactions during the Reporting Period have been disclosed in Note 26 to the consolidated financial statements. None of the related party transactions disclosed in Note 26 to the consolidated financial statements constitute connected transactions or continuing connected transactions under Chapter 14A of the Listing Rules which are required to comply with the relevant reporting, announcement or independent Shareholders' approval requirements. The Company confirms that it has complied with the disclosure requirements in accordance with Chapter 14A of the Listing Rules (if applicable).

There are no continuing connected transactions under Chapter 14A of the Listing Rules of the Group during the Reporting Period.

PRE-EMPTIVE RIGHTS

Following the De-SPAC Transaction, all special rights granted to the Pre-Listing Investors, including, among other rights, preemptive rights, are terminated on the Listing Date.

There are no provisions for pre-emptive rights under the laws of the Cayman Islands which would oblige the Company to offer new Shares on a pro-rata basis to the existing Shareholders.

CHANGES IN INFORMATION OF DIRECTORS

Subsequent to the publication of the Company's 2025 annual report and up to the Latest Practicable Date, there are no changes in the information of Directors which shall be subject to disclosure according to paragraphs (a) to (e) and (g) under Rule 13.51(2) of the Listing Rules shall be disclosed in accordance with Rule 13.51B(1) of the Listing Rules.

OTHER INFORMATION

PERMITTED INDEMNITY PROVISION AND DIRECTORS' AND OFFICERS' LIABILITY INSURANCE

A permitted indemnity provision (as defined in the Companies Ordinance (Chapter 622 of the Laws of Hong Kong)) in relation to the directors' and officers' liability insurance is currently in force and was in force during the six months ended June 30, 2026. The Company has arranged appropriate directors' liability insurance coverage for the Directors of the Group during the six months ended June 30, 2026.

SHARE CAPITAL AND SHARES ISSUED

Details of movements in the share capital of the Company for the six months ended June 30, 2026 and details of the Shares issued during the six months ended June 30, 2026 are set out in Note 22 to the consolidated financial statements.

DEBENTURE ISSUED

During the Reporting Period, the Group did not issue any debentures.

PURCHASE, SALE OR REDEMPTION OF LISTED SECURITIES OF THE COMPANY

During the Reporting Period, the Company repurchased a total of 1,127,500 Shares on the Stock Exchange at an aggregate consideration of approximately US\$0.64 million.

The total number of treasury Shares (as defined under the Listing Rules) is 1,127,500 as at June 30, 2026. For the six months ended June 30, 2026, there is no on-market sales of treasury shares. The Company intends to use the treasury shares, including but not limited to cancellation, sale or transfer (which include transfer pursuant to employee incentive plans or as consideration in transactions, where applicable) of treasury shares in compliance with the Listing Rules and applicable rules and regulations, based on market conditions that may arise from time-to-time.

Save as disclosed above, neither the Company nor any of its subsidiaries purchased, sold or redeemed any of the Company's listed securities (including sale of treasury shares) during the six months ended June 30, 2026.

EQUITY-LINKED AGREEMENT

Warrants

The Company has issued Listed Warrants (Warrant Code: 2673) and the Promoter Warrants in connection with the De-SPAC Transaction, and are subsisting as at June 30, 2026. As at June 30, 2026, there were 50,050,000 Listed Warrants constituted by the Listed Warrant Instrument and 40,000,000 Promoter Warrants constituted by the Promoter Warrant Agreement in issue and outstanding. Each Listed Warrant is exercisable for no more than 0.425 of a Share. Accordingly, as at June 30, 2026, the maximum number of Shares which may be issued upon the full exercise of the Listed Warrants is 21,271,250 Shares.

OTHER INFORMATION

During the exercise period for the Listed Warrants, the holder for the time being of each Listed Warrant shall have the right, by way of exercise of the exercise right attaching to such Listed Warrant, at any time during the exercise period for the Listed Warrants, to exercise on a cashless basis such Listed Warrants at a price per share equal to HK\$11.50 (subject to any adjustments). In accordance with the terms of the Listed Warrants, all Listed Warrants shall become exercisable upon the commencement of the exercise period for the Listed Warrants, commencing on January 9, 2026, which is 30 days after the Closing Date, and terminating at 5:00 p.m., Hong Kong time, on the date that is five years after the Closing Date (being December 10, 2030) (both days inclusive). Further details of the Listed Warrants are set out in the De-SPAC Circular and the announcement of the Company dated January 8, 2026.

The terms of the Promoter Warrants are identical to those of the Listed Warrants (including with respect to the warrant exercise and redemption provisions), save for that the Promoter Warrants (i) will not be listed, and (ii) are not exercisable until 12 months after the Closing as required by the Listing Rules. During the exercise period for the Promoter Warrants, the holder for the time being of each Promoter Warrant shall have the right, by way of exercise of the exercise right attaching to such Promoter Warrant, at any time during the exercise period for the Promoter Warrants, to exercise on a cashless basis such Promoter Warrants at a price per share equal to HK\$11.50 (subject to any adjustments). In accordance with the terms of the Promoter Warrants, all Promoter Warrants shall become exercisable upon the commencement of the exercise period for the Promoter Warrants, commencing on December 10, 2026, and terminating at 5:00 p.m., Hong Kong time, on the date that is five years after the Closing Date (being December 10, 2030) (both days inclusive).

Options

Details of the 2016 Share Incentive Plan and the Post-Listing Share Incentive Plan are set out in the section headed "EMPLOYEE INCENTIVE PLANS" in this interim report.

USE OF PROCEEDS FROM DE-SPAC TRANSACTION, PIPE INVESTMENT AND PERMITTED EQUITY FINANCING

After deducting commissions and expenses payable in connection with the De-SPAC Transaction, the net proceeds which the Company has received from the De-SPAC Transaction was approximately HK\$976.91 million.

The gross proceeds from the Permitted Equity Financing and the PIPE Investment were HK\$486.87 million and HK\$556.86 million respectively. The net proceeds from the Permitted Equity Financing and the PIPE Investment, after the deduction of the fees and expenses was approximately HK\$420.05 million and HK\$556.86 million respectively.

It is intended that all of the above net proceeds shall be applied on a pro rata basis in accordance with the purposes as set out below.

OTHER INFORMATION

Purpose	Amount of net proceeds allocated (HK\$ million)	Percentage of total amounts of net proceeds (%)	Net proceeds unutilized as of January 1, 2026 (HK\$ million)	Net proceeds utilized during the Reporting Period (HK\$ million)	Net proceeds unutilized as at June 30, 2026 (HK\$ million)	Expected timelines for net proceeds to be utilized by
Research and development of new LiDAR architectures, hardware and software upgrades	586.15	60	505.57	112.59	392.98	December 2027
– upgrading and iterating existing 1,550 nm LiDAR solutions, to further improve the perception capabilities and cost-effectiveness of our solutions	244.23	25	181.49	8.68	172.81	December 2027
– developing and further commercializing 905 nm LiDAR solutions to address the market trends and the demand of a broader range of potential customers	341.92	35	324.08	103.91	220.17	December 2027
Upgrade of existing production lines	195.38	20	185.80	82.74	103.06	December 2027
– upgrade of existing production lines in Deqing	97.69	10	96.67	17.43	79.24	December 2027
– upgrade of existing production lines of our 905 nm LiDAR solutions in Pinghu to improve automation rate	97.69	10	89.13	65.31	23.82	December 2027
Global expansion	97.69	10	84.93	84.93	–	December 2027
General corporate purposes⁽¹⁾	97.69	10	18.35	18.35	–	December 2027
Total	976.91	100	794.65	298.61	496.04	

Note:

(1) For general corporate purposes, which may include working capital needs and potential strategic investments and acquisitions.

Please refer to the section headed “Future Plans and Use of Proceeds – USE OF PROCEEDS” in the De-SPAC Circular for further information.

To the extent that the above net proceeds have not been immediately utilized, the unutilized balance has been placed in short-term interest bearing accounts at licensed commercial banks and/or other authorized financial institutions (as defined under the SFO or applicable laws and regulations in other jurisdictions). There has been no change in the intended use of the above net proceeds as previously disclosed in the De-SPAC Circular, and the Group will apply the remaining balance in the manner set out in the De-SPAC Circular.

OTHER INFORMATION

DIRECTORS' RIGHTS TO ACQUIRE SHARES OR DEBENTURES

Save as disclosed in this interim report, at no time during the Reporting Period was the Company or any of its subsidiaries, fellow subsidiaries or its holding companies a party to any arrangements to enable the Directors to acquire benefits by means of the acquisition of Shares in, or debentures of the Company or any other body corporate; and none of the Directors, or any of their spouse or children under the age of 18, had any right to subscribe for equity or debt securities of the Company or any other body corporate, or had exercised any such right.

CONTINUING DISCLOSURE OBLIGATIONS PURSUANT TO THE LISTING RULES

The Company does not have any disclosure obligations under Rules 13.20, 13.21 and 13.22 of the Listing Rules.

All references above to other sections, reports or notes in this interim report form part of this interim report.

SIGNIFICANT EVENTS AFTER THE REPORTING PERIOD

Save as disclosed above, there were no other material and important events affecting the Group that had occurred after June 30, 2026 and up to the date of this report.

CORPORATE GOVERNANCE PRACTICES

The Board is committed to maintaining high corporate governance standards. The Board believes that high corporate governance standards are essential in providing a framework for the Company to safeguard the interests of Shareholders, enhance corporate value, formulate its business strategies and policies, and enhance its transparency and accountability.

The Company has adopted the principles and code provisions of the Corporate Governance Code on the Stock Exchange as its own code of corporate governance.

During the Reporting Period, the Company has complied with all the applicable code provisions of the CG Code, save as disclosed in the paragraph headed "Chairman and Chief Executive Officer".

Chairman and Chief Executive Officer

Pursuant to code provision C.2.1 of the CG Code, companies listed on the Stock Exchange are expected to comply with, but may choose to deviate from the requirement that the roles of chairman and chief executive should be separate and should not be performed by the same individual. The Company does not have separate Chairman of the Board and chief executive officer and Dr. Bao Junwei ("**Dr. Bao**"), the Chairman of the Board and chief executive officer of the Company, currently performs these two roles.

The Board believes that, in view of Dr. Bao's experience, personal profile and roles in the Company as mentioned above, Dr. Bao is the Director best suited to identify strategic opportunities and focus of the Board due to his extensive understanding of the business as the chief executive officer of the Company. The Board also believes that the combined role of Chairman of the Board and chief executive officer can promote the effective execution of strategic initiatives and facilitate the flow of information between management and the Board. The Board will continue to review and consider splitting the roles of Chairman of the Board and the chief executive officer at a time when it is appropriate by taking into account the circumstances of the Group as a whole. The Group aims to implement a high standard of corporate governance, which is crucial to safeguard the interests of the Shareholders.

OTHER INFORMATION

COMPLIANCE WITH MODEL CODE

The Company has devised its own code of conduct regarding Directors' dealings in the Company's securities (the **"Code of Conduct"**) on terms no less exacting than the Model Code for Securities Transactions by Directors of Listed Issuers (the **"Model Code"**) as set out in Appendix C3 to the Listing Rules. Specific enquiries have been made of all the Directors and all the Directors have confirmed that they have complied with the Code of Conduct during the Reporting Period.

The Company has also established written guidelines (the **"Employees Written Guidelines"**) no less exacting than the Model Code for securities transactions by employees who, because of such office or employment, are likely to possess inside information in relation to the Company or its securities. No incident of non-compliance of the Employees Written Guidelines by the employees during the Reporting Period.

REVIEW OF INTERIM RESULTS AND INTERIM REPORT

The Audit Committee currently consists of three independent non-executive Directors, namely Dr. Chen Changling, Dr. Costas John Spanos and Dr. Maximilian Ibel. Dr. Chen Changling is the chairperson of the Audit Committee and possesses the appropriate qualifications for accounting or related financial management expertise as required under Rules 3.10(2) and 3.21 of the Listing Rules. The primary duties of the Audit Committee are to assist the Board by providing an independent view of the effectiveness of the financial reporting system, internal control and risk management systems of the Group, overseeing the audit process and performing other duties and responsibilities assigned by the Board.

The Audit Committee has reviewed the unaudited interim condensed consolidated financial statements of the Group for the Reporting Period and this interim report.

DIRECTORS' AND CHIEF EXECUTIVE'S INTERESTS AND/OR SHORT POSITIONS IN THE SHARES, UNDERLYING SHARES OR DEBENTURES OF THE COMPANY OR ANY OF ITS ASSOCIATED CORPORATIONS

As of June 30, 2026, so far as the Directors are aware, the interests and/or short positions (as applicable) of the Directors or chief executives of the Company in the Shares, underlying Shares and debentures of the Company or 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 they were taken or deemed to have under such provisions of the SFO) or which were required under Section 352 of the SFO to be entered in the register referred to therein, or which will be required to be notified to the Company and the Stock Exchange under the Model Code, were as follows:

OTHER INFORMATION

Interest in Shares and underlying Shares

Name	Title	Capacity/Nature of Interest	Number of Shares interested ⁽¹⁾	Approximate percentage of shareholding in the total issued Shares interested ⁽²⁾
Dr. Bao	Chairman of the Board, Executive Director, president and chief executive officer	Interest in controlled corporation ⁽³⁾⁽⁴⁾	172,154,993 (L)	13.14%
		Interest held through voting powers entrusted by other persons ⁽⁵⁾	14,165,256 (L)	1.08%
		Beneficial owner ⁽⁶⁾	57,050,359 (L)	4.36%
Dr. Li Yimin	Executive Director	Beneficial owner ⁽⁷⁾	29,552,600 (L)	2.26%

Notes:

- (1) This refers to the number of Shares held as of June 30, 2026. The letter "L" denotes the person's long position in the Shares.
- (2) The approximate percentage of shareholding in the total issued Shares as of June 30, 2026 is calculated based on the total number of 1,309,705,434 Shares (including 1,127,500 treasury shares).
- (3) High Altos Limited is wholly-owned by Dr. Bao. Therefore, Dr. Bao is deemed to be interested in the Shares held by High Altos Limited under the SFO.
- (4) Dr. Bao is the manager of Phthalo Blue LLC. Therefore, Dr. Bao is deemed to be interested in the Shares held by Phthalo Blue LLC under the SFO.
- (5) Dr. Bao is entitled to exercise the voting rights of the Shares held by Proxy Shareholders pursuant to the Voting Proxy Agreements. For details of the Voting Proxy Agreements, see "Relationship with the Single Largest Group of Shareholders of the Company" in the De-SPAC Circular. Therefore, Dr. Bao is deemed to be interested in the Shares held by Proxy Shareholders under the SFO.
- (6) Dr. Bao has been granted such number of options to subscribe for an aggregate of 57,050,359 Shares, pursuant to the options granted to him under the 2016 Share Incentive Plan. Please see the hereunder section headed "EMPLOYEE INCENTIVE PLANS" and the section headed "Appendix VII – Statutory and General Information – E. Employee Incentive Plans" in the De-SPAC Circular for details.
- (7) Dr. Li Yimin holds 22,953,996 Shares. In addition, Dr. Li Yimin has been granted such number of options to subscribe for an aggregate of 6,598,604 Shares, pursuant to the options granted to him under the 2016 Share Incentive Plan. Please see the hereunder section headed "EMPLOYEE INCENTIVE PLANS" and the section headed "Appendix VII – Statutory and General Information – E. Employee Incentive Plans" in the De-SPAC Circular for details.

OTHER INFORMATION

Save as disclosed above, as at June 30, 2026, to the knowledge of the Directors of the Company, none of the Directors or chief executives of the Company had any interests or short positions or interest in debentures in any 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 Hong Kong Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests or short positions which they were taken or deemed to have under such provisions of the SFO), or which were required, pursuant to section 352 of the SFO, to be entered into the register referred to therein, or which were required, pursuant to the Model Code, to be notified to the Company and the Hong Kong Stock Exchange.

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

As of June 30, 2026, so far as the Directors are aware, the following persons have interests or short positions in the Shares or underlying Shares which would fall to be disclosed to the Company under the provisions of Divisions 2 and 3 of Part XV of the SFO, or, which were recorded in the register required to be kept by the Company under section 336 of the SFO, were as follows:

Name of Shareholder	Capacity/Nature of Interest	Number of Shares interested ⁽¹⁾	Approximate percentage of shareholding in the total issued
			Shares interested ⁽²⁾
Dr. Bao	Interest in controlled corporation ⁽³⁾⁽⁴⁾	172,154,993 (L)	13.14%
	Interest held through voting powers entrusted by other persons ⁽⁵⁾	14,165,256 (L)	1.08%
	Beneficial owner ⁽⁶⁾	57,050,359 (L)	4.36%
High Altos Limited	Beneficial owner ⁽³⁾	62,446,921 (L)	4.77%
Phthalo Blue LLC	Beneficial owner ⁽⁴⁾	109,708,072 (L)	8.38%
Honour Key Limited	Beneficial owner ⁽⁷⁾	124,323,359 (L)	9.49%
Eve One L.P.	Interest in controlled corporation ⁽⁷⁾	124,323,359 (L)	9.49%
NIO Capital LLC	Interest in controlled corporation ⁽⁷⁾	124,323,359 (L)	9.49%
NIO Capital Partners LLC	Interest in controlled corporation ⁽⁷⁾	124,323,359 (L)	9.49%
Ease Win Enterprises Limited	Interest in controlled corporation ⁽⁷⁾⁽⁸⁾	148,132,947 (L)	11.31%
Epic Investment International Ltd.	Interest in controlled corporation ⁽⁷⁾⁽⁸⁾	148,132,947 (L)	11.31%
Mr. Zhu Yan	Interest in controlled corporation ⁽⁷⁾⁽⁸⁾	148,132,947 (L)	11.31%
Mr. Li Bin	Interest in controlled corporation ⁽⁷⁾⁽⁸⁾	148,132,947 (L)	11.31%

OTHER INFORMATION

Notes:

- (1) *This refers to the number of Shares held as of June 30, 2026. The letter "L" denotes the person's long position in the Shares.*
- (2) *The approximate percentage of shareholding in the total issued Shares as of June 30, 2026 is calculated based on the total number of 1,309,705,434 (including 1,127,500 treasury shares) Shares.*
- (3) *High Altos Limited is wholly-owned by Dr. Bao. Therefore, Dr. Bao is deemed to be interested in the Shares held by High Altos Limited under the SFO.*
- (4) *Dr. Bao is the manager of Phthalo Blue LLC. Therefore, Dr. Bao is deemed to be interested in the Shares held by Phthalo Blue LLC under the SFO.*
- (5) *Dr. Bao is entitled to exercise the voting rights of the Shares held by Proxy Shareholders pursuant to the Voting Proxy Agreements. For details of the Voting Proxy Agreements, see "Relationship with the Single Largest Group of Shareholders of the Company" in the De-SPAC Circular. Therefore, Dr. Bao is deemed to be interested in the Shares held by Proxy Shareholders under the SFO.*
- (6) *Dr. Bao is entitled to receive up to 57,050,359 Shares, pursuant to the options granted to him under the 2016 Share Incentive Plan. Please see the hereunder section headed "EMPLOYEE INCENTIVE PLANS" and the section headed "Appendix VII – Statutory and General Information – E. Employee Incentive Plans" in the De-SPAC Circular for details.*
- (7) *Honour Key Limited is owned as to 99% by Eve One L.P. The general partner of Eve One L.P. is NIO Capital LLC, the voting power of which is ultimately held in equal split by Mr. Li Bin and Mr. Zhu Yan, a former non-executive Director of the Company. NIO Capital LLC is wholly owned by NIO Capital Partners LLC, which is owned as to 50% by Ease Win Enterprises Limited and 50% by Epic Investment International Ltd.. Therefore, each of Mr. Li Bin, Mr. Zhu Yan, NIO Capital LLC, Eve One L.P., NIO Capital Partners LLC and Ease Win Enterprises Limited is deemed to be interested in the Shares held by Honour Key Limited under the SFO.*
- (8) *Glory Summer Worldwide Limited is the beneficial owner of 23,809,588 Shares, representing approximately 1.82% of the total issued share capital of the Company. Glory Summer Worldwide Limited is owned as to 100% by NIO Capital Opportunity Fund L.P. The general partner of NIO Capital Opportunity Fund L.P. is NIO Capital II LLC, the voting power of which is ultimately held as to 35%, 35% and 30% by Mr. Li Bin, Mr. Zhu Yan, a former non-executive Director of the Company, and an employee incentive platform (of which none of the persons hold controlling stake), respectively. NIO Capital II LLC is owned as to 35% by Ease Win Enterprises Limited and 35% by Epic Investment International Ltd. Therefore, each of Mr. Li Bin and Mr. Zhu Yan is deemed to be interested in the Shares held by Glory Summer Worldwide Limited under the SFO.*

Save as disclosed above, as of June 30, 2026, the Directors are not aware of any other person who have any interest and/or short positions in the Shares or underlying Shares which would fall to be disclosed to the Company pursuant to the provisions of Divisions 2 and 3 of Part XV of the SFO, or, which were recorded in the register required to be kept by the Company under section 336 of the SFO.

OTHER INFORMATION

EMPLOYEE INCENTIVE PLANS

1. 2016 Share Incentive Plan

The 2016 Share Incentive Plan was adopted on November 20, 2016. No further grant of any share awards under the 2016 Share Incentive Plan will be made after the Listing Date.

Purpose

The purpose of the 2016 Share Incentive Plan is to attract and retain the best available personnel, to provide additional incentives to employees, directors and consultants and to promote the success of the Company's business.

Eligible Participants

Any employee, director or consultant of the Company or a parent or a subsidiary of the Company shall be eligible to participate in the 2016 Share Incentive Plan.

Number of Shares Available for Issue

As at June 30, 2026, the maximum aggregate number of Shares that the Company is authorized to issue pursuant to options or RSUs granted thereunder is 113,925,857, representing approximately 8.71% of the total issued Shares (excluding treasury shares). The number of options and Awards available for grant under the Plan was nil at both the beginning and the end of the Reporting Period. No options or Awards have been granted under the Plan since the Listing Date and up to the date of this interim report. Accordingly, the number of Shares that may be issued in respect of options and Awards granted under the Plan during the Reporting Period divided by the weighted average number of Shares in issue for the Reporting Period is 0%.

Performance Targets

The exercising conditions under the 2016 Share Incentive Plan include specified performance targets, such as the achievement of certain R&D programs and the achievement of certain sales revenue.

Accounting Standard and Policy

For the accounting standard and policy adopted in respect of calculation of the fair value of options and awards, please refer to the note 24 of the financial statements.

Individual Limit

There is no maximum entitlement of each participant under the 2016 Share Incentive Plan.

Exercise Period

The exercise period shall commence on the date on which the relevant Option is vested and end on the tenth anniversary of the date of the grant, subject to the terms of the award agreement executed between the Company and the grantee.

OTHER INFORMATION

Vesting Schedule

Unless otherwise determined by the Board at its sole discretion, the awarded shares shall vest in accordance with the award notice, provided that the selected employee remains at all times after the reference date and on the relevant vesting dates (if applicable) an eligible person.

Amount Payable on Application or Acceptance of the Share Award

Subject to the provision of the 2016 Share Incentive Plan, the consideration to be paid for the Shares to be issued upon exercise or purchase of an Award including the method of payment shall be determined by the scheme administrator. Nil consideration was required to be paid by the grantees for the application or acceptance of the Share Award under the 2016 Share Incentive Plan.

Remaining Life of the Plan

As at the Latest Practicable Date, the remaining life of the 2016 Share Incentive Plan is about two months.

Details of the movement of the options and RSUs, which shall be satisfied by new Shares issued and to be issued by the Company, granted to grantees who are Directors, substantial shareholders, employees of the Company and other grantees under the 2016 Share Incentive Plan during the Reporting Period are as follows:

Name	Date of grant	Number of Shares underlying the options ^(v)					Outstanding as at June 30, 2026	Vesting Period	Expiry date	Exercise Period	Exercise price per Share (HK\$) ⁽ⁱⁱⁱ⁾
		Outstanding	Granted	Lapsed	Cancelled	Exercised					
		as at	during the	during the	during the	during the					
		January 1, 2026	Relevant Period	Relevant Period	Relevant Period	Relevant Period					
Executive directors											
Junwei Bao	11/05/2021	57,050,359	-	-	-	-	57,050,359	4 years	11/05/2031	10 years	HK\$0.5
Yimin Li	11/05/2021	6,598,604	-	-	-	-	6,598,604	4 years	11/05/2031	10 years	HK\$0.5
Other employees											
497 other employees ⁽ⁱ⁾	17/08/2017- 25/11/2024	56,390,945	-	966,010	2,727,203	9,193,182	43,504,550	From 1 year to 4 years	17/08/2027- 25/11/2034	10 years	HK\$0.03 – HK\$3.95

Notes:

- None of these grantees is a Director or connected persons of the Company, but senior management are included.
- No option was granted during the Reporting Period.
- The exercise price and the exercise period were determined by the board which may take into account factors like the then market conditions and the competitiveness of the Options and listed in the Share Incentive Agreements.
- Save as disclosed above, none of the grantees were (i) directors, chief executive or substantial Shareholders of the Company, or their respective associates; (ii) participants with options granted and to be granted in excess of the 1% individual limit; (iii) related entity participant or service provider with options and awards granted and to be granted in any 12-month period exceeding 0.1% of the relevant class of Shares in issue as set out in Rule 17.07 of the Listing Rules.
- The number of options represents the number of options after taking into account the corresponding effect of Shares enlarged in the share capital of the Company immediately after the capitalization issue.

OTHER INFORMATION

Name	Date of grant	Number of Shares underlying the RSUs ^(v)					Outstanding as at June 30, 2026	Vesting Period	Exercise Period
		Outstanding as at January 1, 2026	Granted during the Relevant Period	Vested during the Relevant Period	Lapsed during the Relevant Period	Cancelled during the Relevant Period			
22 employees ⁽ⁱ⁾	05/01/2024-13/10/2025	5,816,582	-	1,695,615	-	401,949	3,719,018	Four months to four years	N/A

Notes:

- (i) None of these grantees is a Director or connected persons of the Company, but senior management are included.
- (ii) No RSU was granted during the Reporting Period.
- (iii) These RSUs were granted with nil consideration. Nil purchase price is required to be paid by the grantees for the RSUs granted under the 2016 Share Incentive Plan.
- (iv) Save as disclosed above, none of the grantees were (i) directors, chief executive or substantial Shareholders of the Company, or their respective associates; (ii) participants with options granted and to be granted in excess of the 1% individual limit; (iii) related entity participant or service provider with options and awards granted and to be granted in any 12-month period exceeding 0.1% of the relevant class of Shares in issue as set out in Rule 17.07 of the Listing Rules.
- (v) The number of RSUs represents the number of RSUs after taking into account the corresponding effect of Shares enlarged in the share capital of the Company immediately after the Capitalization Issue.

2. Post-Listing Share Incentive Plan

The Post-Listing Share Incentive Plan was adopted on December 20, 2024 and took effect upon December 10, 2025, which is the Listing Date.

Purpose

The purposes of the Post-Listing Share Incentive Plan are to align the interests of eligible persons with those of the Company through ownership of the Shares, dividends and other distribution paid on the Shares and/or the increase in value of the Shares, and to encourage and retain eligible persons to make contributions to the long-term growth and profits of the Group.

OTHER INFORMATION

Eligible Participants

Any individual, being (i) an employee or director (including executive Directors, non-executive Directors and independent non-executive Directors) of the Company or of holding companies, fellow subsidiaries or associated companies of the Company; or (ii) who provides services to the Group on a continuing or recurring basis in its ordinary and usual course of business which are in the interests of the long-term development of the Group, whom the Board or the scheme administrator considers, in their sole discretion, to have contributed or will contribute to the Group.

Number of Shares Available for Issue

The maximum number of Shares which may be issued pursuant to the Awards granted and to be granted under the Post-Listing Share Incentive Plan, when aggregated with the number of Shares which may be issued pursuant to other awards schemes of the Company, shall not exceed 5% of the Company Shares in issue as at the date of the Listing (excluding treasury shares of the Company) (the "Scheme Limit"), being 64,940,831 Shares, representing approximately 4.96% of the issued Shares (excluding treasury Shares, if any) as at the date of this interim report. Furthermore, the total number of Shares which may be issued pursuant to the Awards granted and to be granted to Service Providers under the Post-Listing Share Incentive Plan shall not exceed 0.5% of the Shares in issue as at the date of the Listing (excluding treasury shares of the Company) (the "Service Providers Limit"), being 6,494,083 Shares, representing approximately 0.50% of the issued Shares (excluding treasury Shares, if any) as at the date of this interim report. For the avoidance of doubt, the Service Providers Limit is within and is subject to the Scheme Limit and that any Shares which would have been issued pursuant to Awards which have lapsed in accordance with the terms of the scheme rules will not be regarded as utilized for the purpose of calculating the Scheme Limit or the Service Providers Limit.

As at January 1, 2026 and June 30, 2026, the number of options and Awards available for grant under the Scheme Limit are 64,940,831, and that under the Service Providers Limit are 6,494,083.

The number of Shares that may be issued in respect of options and Awards granted under the Post-Listing Share Incentive Plan during the Reporting Period divided by the weighted average number of Shares in issue for the Reporting Period is nil, as no options or awards were granted during the Reporting Period.

Maximum entitlement of a grantee

The total number of the Shares issued and to be issued upon the vesting or exercise of Awards granted and to be granted under the Post-Listing Share Incentive Plan and other awards schemes of the Company to each selected participant (excluding Awards lapsed in accordance with the Post-Listing Share Incentive Plan) in any 12-month period up to (and including) the date of the latest grant shall not exceed 1% of the total number of the Shares in issue as at the time of the proposed grant (excluding treasury shares of the Company).

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Any grant of Awards must be approved by the Shareholders where:

- (i) any grant of Awards (but excluding grant of options) to any director (other than an independent non-executive Director or chief executive of the Company) would result in the Shares issued and to be issued in respect of all Awards granted (excluding Awards lapsed in accordance with the terms of the Post-Listing Share Incentive Plan) to such person in the 12-month period up to and including the date of such grant representing in aggregate over 0.1% of the total number of Shares in issue at the time of the proposed grant (excluding treasury Shares); or
- (ii) any grant of Awards to an independent non-executive Director or substantial shareholder of the Company or any of their respective associates would result in the number of the Shares issued and to be issued in respect of all Awards granted (excluding Awards lapsed in accordance with the terms of the Post-Listing Share Incentive Plan) to such person in the 12-month period up to and including the date of such grant representing in aggregate over 0.1% of the total number of Shares in issue at the time of the proposed grant (excluding treasury Shares).

Exercise Period of Share Options

The exercise period of any share option granted shall be determined by the Board and, which shall in any event be not longer than 10 years from the grant date. A share option shall lapse automatically (to the extent not already exercised or lapsed) on the expiry of such term. The scheme administrator shall also determine any conditions, if any, that must be satisfied before all or part of a share option may be exercised. Once vested, the vested portion of the share option may be exercised in whole or in any part, at any time, subject to the terms of the Post-Listing Share Incentive Plan and the award agreement.

Vesting Schedule

The award (in form of a restricted share units, share options or other type of shares or other types of awards or benefits authorized to be granted) to be issued to any participant under the Post-Listing Share Incentive Plan shall be subject to the vesting schedule as specified in the award agreement. The vesting period in respect of any Award shall not be less than 12 months from the grant date, except that with respect to a selected participant who is an employee participant, a shorter vesting period may be permitted in circumstances set out below:

- (i) grants as "make whole" Awards to a new employee participant upon joining the Group to replace the share awards such selected participant forfeited when leaving his/her previous employer;
- (ii) grants to an employee participant whose employment is terminated due to death or disability or occurrence of any out of control event;
- (iii) grants of Awards which are subject to the fulfilment of performance-based vesting conditions as stated below, in lieu of time-based vesting criteria;
- (iv) grants of Awards the timing of which is set due to administrative and/or compliance reasons unrelated to the performance of the employee participant, in which case the vesting date may be adjusted to take account of the time from which the Award would have been granted if not for such administrative and/or compliance reasons;

OTHER INFORMATION

- (v) grants of Awards with a mixed vesting schedule such that the Awards may vest evenly over a period of 12 months; or
- (vi) grants of Awards with a total vesting and holding period of more than 12 months.
- (vii) The Board (or the Scheme Administrator) may, in respect of each Award and subject to applicable laws and regulations, determine any performance targets or other criteria as condition(s) to the vesting of Awards.

Amount Payable on Application or Acceptance of the Option or Award

Subject to the provision of the Post-Listing Share Incentive Plan, the consideration to be paid for the Shares to be issued upon exercise or purchase of an Award including the method of payment shall be determined by the Board (or the scheme administrator).

Save as specified in the award agreement otherwise, a selected participant shall have 20 Business Days from the grant date or such other period as otherwise determined by the Company to accept the Award. A selected participant may accept an Award by giving a written notice of acceptance to the Company, together with remittance in favor of the Company of the consideration payable (if any) upon the grant of the Award.

Exercise price of the options

The exercise price in respect of such options, provided that such exercise price must be at least the higher of (a) the closing price of the Shares as stated in the Stock Exchange's daily quotations sheet on the grant date, which must be a Business Day; (b) the average closing price of the Shares as stated in the Stock Exchange's daily quotations sheets for the five Business Days immediately preceding the grant date; and (c) the nominal value of a Share, provided that in the event of fractional prices, the exercise price per Share shall be rounded upwards to the nearest whole cent.

Purchase Price of Awards

The Board (or the Scheme Administrator) may determine the amount payable (if any) on an application or acceptance of an Award and the period(s) within which any such payments must be made.

Remaining Life of the Plan

Unless otherwise terminated by the Board, the Post-Listing Share Incentive Plan shall continue in effect for a term for ten years after the effective date (i.e. December 10, 2025). As at the Latest Practicable Date, the remaining life of the Post-Listing Share Incentive Plan is about nine years and two months.

The Company did not grant any options or Awards under the Post-Listing Share Incentive Plan during the Reporting Period, and there were no outstanding options or unvested Awards at the beginning (January 1, 2026) or at the end (June 30, 2026) of the Reporting Period. Accordingly, no options were exercised and no Awards vested, cancelled or lapsed during the Reporting Period.

INTERIM CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the six months ended June 30, 2026 – unaudited

	Notes	Six months ended 6/30/2026 US\$'000	Six months ended 6/30/2025 US\$'000
Revenue	4	138,743	60,876
Cost of sales		(123,252)	(54,728)
Gross profit		15,491	6,148
Other income	6	580	2,715
Other gains and losses	7	(1,238)	(605)
Selling and marketing expenses		(7,641)	(4,799)
Administrative expenses		(10,742)	(10,437)
Research and development expenses		(21,655)	(18,339)
Reversal of impairment losses on financial assets		148	23
Fair value changes of financial liabilities at fair value through profit or loss ("FVTPL")	23	1,835	(1,280)
Professional fees and expenses related to De-SPAC Transaction		–	(3,287)
Finance costs	8	(1,840)	(2,805)
Loss before tax	9	(25,062)	(32,666)
Income tax expense	10	(42)	(3)
Loss for the period		(25,104)	(32,669)
Other comprehensive income			
Item that may be reclassified subsequently to profit or loss:			
Exchange differences arising on translation of foreign operations		818	254
Total comprehensive income for the period		(24,286)	(32,415)
Loss per share (US\$)			
– Basic and diluted	11	(0.02)	(0.14)

The notes on pages 45 to 66 form part of this interim financial report.

INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION

At June 30, 2026 – unaudited

	Notes	6/30/2026 US\$'000	12/31/2025 US\$'000
NON-CURRENT ASSETS			
Property and equipment	13	35,116	27,647
Right-of-use assets	14	3,354	4,239
Intangible assets		2,455	2,743
Other non-current assets	16	527	1,885
		41,452	36,514
CURRENT ASSETS			
Inventories	15	47,555	25,501
Trade and other receivables and prepayment	16	84,393	68,967
Financial assets at FVTPL	17	9,568	9,906
Receivables at fair value through other comprehensive income ("FVTOCI")	18	2,638	3,678
Restricted bank balances	19	6,068	13,613
Cash and cash equivalents	19	105,435	105,870
		255,657	227,535
CURRENT LIABILITIES			
Trade and other payables	20	134,230	107,255
Borrowings	21	94,959	65,426
Lease liabilities		3,104	3,616
Financial liabilities at FVTPL	23	17,316	19,151
Warranty liabilities		2,646	2,794
Other current liabilities		2,205	3,745
Current taxation		42	–
Contract liabilities		281	429
		254,783	202,416
NET CURRENT ASSETS		874	25,119
TOTAL ASSETS LESS CURRENT LIABILITIES		42,326	61,633

INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION

At June 30, 2026 – unaudited

	Notes	6/30/2026 US\$'000	12/31/2025 US\$'000
NON-CURRENT LIABILITIES			
Long term payables		2,478	1,063
Lease liabilities		1,615	1,977
Financial liabilities at FVTPL	23	14,256	11,379
Warranty liabilities		2,256	2,047
		20,605	16,466
NET ASSETS			
		21,721	45,167
CAPITAL AND RESERVES			
Share capital	22	1,310	1,299
Treasury shares	22	(653)	(15)
Share premium		1,355,763	1,352,958
Reserves		(1,334,699)	(1,309,075)
TOTAL EQUITY			
		21,721	45,167

The notes on pages 45 to 66 form part of this interim financial report.

INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the six months ended June 30, 2026 – unaudited

	Share capital US\$'000	Treasury shares US\$'000	Share premium US\$'000	Other reserve US\$'000	Share-based payments reserve US\$'000	Accumulated losses US\$'000	Total (deficit) equity US\$'000
At January 1, 2025	13	(1)	11,667	(1,089)	6,211	(988,824)	(972,023)
Loss for the period	–	–	–	–	–	(32,669)	(32,669)
Other comprehensive income for the period	–	–	–	254	–	–	254
Total comprehensive income for the period	–	–	–	254	–	(32,669)	(32,415)
Recognition of equity-settled share-based payment expenses (Note 24)	–	–	–	–	513	–	513
Exercise of share options and vesting of early exercised share options (Note 24)	–*	–	71	–	(61)	–	10
At June 30, 2025	13	(1)	11,738	(835)	6,663	(1,021,493)	(1,003,915)
At January 1, 2026	1,299	(15)	1,352,958	(6,735)	14,534	(1,316,874)	45,167
Loss for the period	–	–	–	–	–	(25,104)	(25,104)
Other comprehensive income for the period	–	–	–	818	–	–	818
Total comprehensive income for the period	–	–	–	818	–	(25,104)	(24,286)
Recognition of equity-settled share-based payment expenses (Note 24)	–	–	–	–	558	–	558
Exercise of share options, vesting of RSUs and early exercised share options (Note 24)	11	–	2,805	–	(1,896)	–	920
Repurchase of shares held as treasury shares	–	(638)	–	–	–	–	(638)
At June 30, 2026	1,310	(653)	1,355,763	(5,917)	13,196	(1,341,978)	21,721

* Amount less than US\$1,000.

The notes on pages 45 to 66 form part of this interim financial report.

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For the six months ended June 30, 2026 – unaudited

	Six months ended 6/30/2026 US\$'000	Six months ended 6/30/2025 US\$'000
OPERATING ACTIVITIES		
Cash used in operations	(25,487)	(22,779)
Interest received	452	290
NET CASH USED IN OPERATING ACTIVITIES	(25,035)	(22,489)
INVESTING ACTIVITIES		
Purchase of property and equipment	(9,600)	(2,982)
Purchase of intangible assets	(1,091)	(107)
Received government grants related to assets	589	358
Purchase of financial assets at FVTPL	(9,568)	(1,396)
Withdrawal of financial assets at FVTPL	9,833	998
Withdrawal of restricted bank deposits for bank acceptance bills and borrowings	12,137	–
Placement of restricted bank deposits for bank acceptance bills and borrowings	(4,415)	–
NET CASH USED IN INVESTING ACTIVITIES	(2,115)	(3,129)
FINANCING ACTIVITIES		
Repayment of borrowings	(25,930)	(18,041)
New borrowings raised	53,732	19,195
Repayments of lease liabilities	(1,285)	(1,067)
Interest paid	(1,869)	(1,432)
Payment of accrued issue costs	(150)	(112)
Proceeds from issuance of redeemable preferred equity financing	2,877	4,130
Payments of repurchase of own shares	(638)	–
Receipts arising from net settlement of sale and leaseback transactions	1,882	–
Repayment of sale and leaseback transactions	(2,306)	–
NET CASH FROM FINANCING ACTIVITIES	26,313	2,673
NET DECREASE IN CASH AND CASH EQUIVALENTS	(837)	(22,945)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	105,870	43,010
Effect of foreign exchange rate changes	402	319
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	105,435	20,384

The notes on pages 45 to 66 form part of this interim financial report.

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT

1. GENERAL INFORMATION

Seeyond Holdings Ltd. (the “Company”) was incorporated in the Cayman Islands on November 4, 2016 as an exempted company with limited liability under the laws of the Cayman Islands, and its shares have been listed by way of De-SPAC Transaction on the Main Board of The Stock Exchange of Hong Kong Limited (the “Stock Exchange”) on December 10, 2025. The addresses of the registered office of the Company is 190 Elgin Avenue, George Town, Grand Cayman KY1-9008, Cayman Islands, and principal place of business of the Company is C4-101, Huangshan Zhong’an Sci-tech Innovation City, 23 Shangshan Road, Liyang Town, Tunxi District, Huangshan, Anhui province, PRC.

The Company is an investment holding company. The Company and its subsidiaries (together, the “Group”) are engaged in developing and manufacturing of high-performance LiDAR (Light Detection and Ranging) solutions. The Group’s products can be widely applied in intelligent-driving, robotics, physical AI, smart transportation, smart highway, rail as well as smart mining, etc.

2. BASIS OF PRESENTATION

This interim financial report has been prepared in accordance with the applicable disclosure provisions of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited, including compliance with International Accounting Standard (“IAS”) 34, *Interim financial reporting*, issued by the International Accounting Standards Board (“IASB”). It was authorised for issue on August 20, 2026.

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

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

This interim financial report contains condensed consolidated financial statements and selected explanatory notes. The notes include an explanation of events and transactions that are significant to an understanding of the changes in financial position and performance of the group since the 2025 annual financial statements. The condensed consolidated interim financial statements and the accompanying notes do not include all of the information required for a full set of financial statements prepared in accordance with IFRS Accounting Standards.

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT

3. CHANGES IN ACCOUNTING POLICIES

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

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

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

The amendments cover three main aspects:

- The amendments clarify when a financial asset or a financial liability is recognised and derecognised. They also introduce an optional exception that permits an entity to derecognise a financial liability before the settlement date when the financial liability is settled in cash using an electronic payment system, provided that specific criteria are met.
- For the assessment of whether a financial asset has contractual cash flows that are solely payments of principal and interest on the principal amount outstanding, the amendments clarify the assessment of interest and introduce an additional test for the financial assets with contingent features, for example environmental, social or governance ("ESG")-linked features. The amendments also clarify the difference between financial assets with non-recourse features and contractually linked instruments which may then change the applicable assessments.
- The amendments introduce new disclosures for disposals of investments in equity instruments designated at FVTOCI, and for financial instruments not measured at FVTPL which contain contractual terms that could change the amount of contractual cash flows based on the occurrence or non-occurrence of a contingent event that does not relate directly to changes in basic lending risks and costs.

The amendments do not have a material impact on the Group's consolidated financial statements for the periods presented.

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT

4. REVENUE

(i) Disaggregation of revenue

	Six months ended 6/30/2026 (Unaudited) US\$'000	Six months ended 6/30/2025 (Unaudited) US\$'000
Revenue from:		
Products		
For advanced driving assistance system ("ADAS")	115,809	54,633
For robotics and others	18,246	5,346
	134,055	59,979
Solutions	4,410	748
Services and others	278	149
	138,743	60,876

Timing of revenue recognition for the six months ended June 30, 2026 and 2025 are as follows:

	Six months ended 6/30/2026 (Unaudited) US\$'000	Six months ended 6/30/2025 (Unaudited) US\$'000
Revenue recognised at a point in time	138,505	60,734
Revenue recognised over time	238	142
	138,743	60,876

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT

5. SEGMENT INFORMATION

For the purpose of resource allocation and assessment of segment performance, the chief executive officer ("CEO") of the Company, being the chief operating decision makers, focus and review on the overall results and financial position of the Group as a whole which are prepared based on the same accounting policies set out above. Accordingly, the Group has only one single operating segment and no further analysis of the single segment is presented.

Entity-wide disclosures

Geographical information

The Group's revenue from external customers is presented based on the locations of the end customers which are detailed below:

	Six months ended 6/30/2026 (Unaudited) US\$'000	Six months ended 6/30/2025 (Unaudited) US\$'000
Revenue from external customers		
PRC	130,792	58,300
Others	7,951	2,576
	138,743	60,876

The Group's non-current assets are presented based on the geographic locations of the Company's subsidiaries which are detailed below:

	6/30/2026 (Unaudited) US\$'000	12/31/2025 (Audited) US\$'000
Non-current assets		
PRC	39,350	33,200
Others	1,575	2,007
	40,925	35,207

Note: Non-current assets excluded financial instruments.

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT

5. SEGMENT INFORMATION (CONTINUED)

Entity-wide disclosures (continued)

Information about major customers

Revenue from a customer of the corresponding periods contributing over 10% of the total revenue of the Group are as follows:

	Six months ended 6/30/2026 (Unaudited) US\$'000	Six months ended 6/30/2025 (Unaudited) US\$'000
Customer A	108,482	51,657

6. OTHER INCOME

	Six months ended 6/30/2026 (Unaudited) US\$'000	Six months ended 6/30/2025 (Unaudited) US\$'000
Interest income	452	290
Government grants (note)	128	2,425
	580	2,715

Note: The government grants were mainly unconditional incentives provided by local government authorities in the PRC, including various forms of government financial incentives rewarding the Group's support and contribution for the development of local economies.

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT

7. OTHER GAINS AND LOSSES

	Six months ended 6/30/2026 (Unaudited) US\$'000	Six months ended 6/30/2025 (Unaudited) US\$'000
Net foreign exchange loss	1,235	500
Loss from changes in fair value of financial assets at FVTPL	–	2
Loss related to early termination of leases	17	–
Others	(14)	103
	1,238	605

8. FINANCE COSTS

	Six months ended 6/30/2026 (Unaudited) US\$'000	Six months ended 6/30/2025 (Unaudited) US\$'000
Interest expenses on borrowings	1,756	1,202
Interest expenses on long term payables	–	1,455
Interest expenses on lease liabilities	84	148
	1,840	2,805

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT

9. LOSS BEFORE TAX

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

	Six months ended 6/30/2026 (Unaudited) US\$'000	Six months ended 6/30/2025 (Unaudited) US\$'000
Depreciation of property and equipment	2,777	3,320
Depreciation of right-of-use assets	1,259	1,489
Amortisation of intangible assets	865	656
	4,901	5,465
Capitalised in inventories	(1,954)	(2,048)
	2,947	3,417
Professional fees and expenses related to De-SPAC Transaction	–	3,287
Allowance for inventories (included in cost of sales)	377	605

10. INCOME TAX EXPENSE

	Six months ended 6/30/2026 (Unaudited) US\$'000	Six months ended 6/30/2025 (Unaudited) US\$'000
Current Tax		
Chinese Mainland	42	3
Deferred taxation	–	–
	42	3

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT

11. LOSS PER SHARE

The calculation of basic and diluted loss per share attributable to owners of the Company is based on the following data:

	Six months ended 6/30/2026 (Unaudited)	Six months ended 6/30/2025 (Unaudited)
Loss (US\$'000):		
Loss for the period attributable to owners of the Company	25,104	32,669
Number of shares ('000):		
Weighted average number of ordinary shares for the purpose of basic and diluted loss per share	1,285,316	239,089

The weighted average number of ordinary shares for the purpose of basic loss per share for the six months ended June 30, 2025 has been adjusted retrospectively after taking into impact of capitalisation issue to the existing shareholders of 227,004,069 units of ordinary shares. The early exercise of share options has potential shares of nil and 2,719 as of June 30, 2026 and 2025, respectively.

During the six months ended June 30, 2025, the computation of diluted loss per share does not assume the conversion of the Company's redeemable convertible preferred shares and the effect of share options granted under the 2016 Share Incentive Plan as these would be anti-dilutive.

During the six months ended June 30, 2026, the computation of diluted loss per share does not assume the effect of share options granted under the 2016 Share Incentive Plan, and the Company's Listed Warrants and Promoter Warrants as these would be anti-dilutive.

12. DIVIDENDS

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

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT

13. PROPERTY AND EQUIPMENT

Acquisitions and disposals of owned assets

During the six months ended June 30, 2026, the Group acquired items of property and equipment with a cost of US\$10,117,000 (six months ended June 30, 2025: US\$2,239,000). Items of property and equipment with a net book value of US\$6,000 were disposed during the six months ended June 30, 2026 (six months ended June 30, 2025: US\$220,000), resulting in a loss on disposal of US\$6,000 (six months ended June 30, 2025: loss on disposal of US\$220,000).

Sale and leaseback transactions – seller-lessee

To better manage the Group's capital structure and financing needs, the Group sometimes enters into sale and leaseback arrangements in relation to machinery leases. These legal transfer does not satisfy the requirements of IFRS 15 to be accounted for as a sale of the machinery. During the six months ended June 30, 2026, the Group has raised US\$1,882,000 long-term payable in respect of such sale and leaseback arrangements.

14. RIGHT-OF-USE ASSETS

During the six months ended June 30, 2026, the Group entered into a number of lease agreements for use of offices, and therefore recognised the additions to right-of-use assets of US\$406,000.

15. INVENTORIES

	6/30/2026 (Unaudited) US\$'000	12/31/2025 (Audited) US\$'000
Raw materials	26,048	14,313
Work-in-progress	10	41
Finished goods	21,497	11,147
	47,555	25,501

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT

16. TRADE AND OTHER RECEIVABLES AND PREPAYMENT/OTHER NON-CURRENT ASSETS

	6/30/2026 (Unaudited) US\$'000	12/31/2025 (Audited) US\$'000
Trade receivables	62,433	49,981
Less: Impairment loss allowance for trade receivables	(1,333)	(1,451)
	61,100	48,530
Other receivables and prepayment and other non-current assets		
Prepaid expenses	3,698	4,445
Value added tax receivable	16,418	16,236
Deposits	1,896	1,444
Others	1,808	197
	23,820	22,322
	84,920	70,852
Analysed as:		
Non-current	527	1,885
Current	84,393	68,967
	84,920	70,852

The following is an aged analysis of trade receivables net of allowance for credit losses presented based on the invoice dates.

	6/30/2026 (Unaudited) US\$'000	12/31/2025 (Audited) US\$'000
0 to 6 months	59,576	46,613
6 months to 1 year	632	627
1 to 2 years	650	1,075
Over 2 years	242	215
	61,100	48,530

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT

16. TRADE AND OTHER RECEIVABLES AND PREPAYMENT/OTHER NON-CURRENT ASSETS (CONTINUED)

At June 30, 2026, the Group's trade receivables of US\$8,628,000 (December 31, 2025: US\$8,738,000) are past due. Out of the past due balances, US\$8,180,000 (December 31, 2025: US\$8,125,000) are not considered as in default because the management of the Group, according to the historical settlement pattern, industry practice and the Group's historical actual loss experience, had assessed that the probability of settlement from their customers was high. The remaining past due balances with the amount of US\$448,000 (December 31, 2025: US\$613,000) are considered as in default due to the sign of significant financial difficulty of the issuers, and the Group have recognised full impairment loss allowance on the gross amount.

17. FINANCIAL ASSET AT FVTPL

	6/30/2026 (Unaudited) US\$'000	12/31/2025 (Audited) US\$'000
Equity investments (note)	9,568	9,906

Note: In April and June 2026, the Group made an aggregate equity investment of US\$9,568,000 (2025: US\$9,906,000) in a certain partnership enterprise as a limited partner and has no influence over the operation and this equity investment is accounted for financial assets at FVTPL. As at June 30, 2026, the directors consider that the fair value changes were insignificant.

18. RECEIVABLES AT FVTOCI

	6/30/2026 (Unaudited) US\$'000	12/31/2025 (Audited) US\$'000
Bills receivables	2,638	3,678

During the six months ended June 30, 2026, the fair value change of receivables at FVTOCI was immaterial.

The Group's receivables at FVTOCI were bill receivables with the following maturity:

	6/30/2026 (Unaudited) US\$'000	12/31/2025 (Audited) US\$'000
Within 90 days	2,638	3,678

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT

19. CASH AND CASH EQUIVALENTS/RESTRICTED BANK BALANCES

Cash and cash equivalents

As at June 30, 2026, cash and cash equivalents held by the Group comprised of bank balances and short term bank deposits with an original maturity of three months or less. The bank balances and short term bank deposits carry interest at market rates ranging from nil to 2.90% (December 31, 2025: nil to 3.50%) per annum.

The Group's cash and cash equivalents that are denominated in currency other than the functional currency of the relevant group entities are set out below:

	6/30/2026 (Unaudited) US\$'000	12/31/2025 (Audited) US\$'000
US\$	2,706	15,755
Renminbi ("RMB")	497	517
HK\$	1,540	30,518
	4,743	46,790

Restricted bank balances

As of June 30, 2026, the Group pledged certain of its bank deposits as security for bank acceptance bills and bank guarantees, to withdraw or use under the terms of certain contractual agreements. The pledged bank deposits carry fixed interest rates ranging from nil to 1.20% (December 31, 2025: nil to 3.22%) per annum. The pledged bank deposits will be released upon the maturity of relevant bills and the terms of certain contractual agreements.

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT

20. TRADE AND OTHER PAYABLES

	6/30/2026 (Unaudited) US\$'000	12/31/2025 (Audited) US\$'000
Trade payables	122,645	82,642
Bill payables	4,420	4,293
Other payables		
Salary and bonus payables	1,491	10,977
Accrued legal and professional expenses	127	3,042
Accrued issue cost	19	169
Accrued listing expense	243	2,002
Payables for acquisition of property and equipment	4,001	3,078
Other tax payables	691	894
Interest payables	98	53
Others	495	105
	7,165	20,320
	134,230	107,255

The Group is normally granted a credit period ranging from 30 to 90 days from its creditors.

The following is an aging analysis of trade payables presented based on the invoice dates at the end of each reporting period:

	6/30/2026 (Unaudited) US\$'000	12/31/2025 (Audited) US\$'000
0 – 30 days	68,942	57,418
31 – 180 days	50,547	22,143
181 – 365 days	3,156	3,081
	122,645	82,642

At the end of each reporting period, the Group had bills payable issued by banks with the following maturity.

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT

20. TRADE AND OTHER PAYABLES (CONTINUED)

	6/30/2026 (Unaudited) US\$'000	12/31/2025 (Audited) US\$'000
0 – 180 days	4,420	4,293

21. BORROWINGS

	6/30/2026 (Unaudited) US\$'000	12/31/2025 (Audited) US\$'000
Bank loans	78,920	49,848
Financial institution loans (note a)	16,039	15,578
	94,959	65,426
Unsecured and unguaranteed	94,959	42,848
Secured and guaranteed	–	22,578
	94,959	65,426

Notes:

- (a) On November 26, 2024, the Group entered into a two-year term loan facility agreement in the principal amount of US\$30,000,000. As security for the loan, the Group pledged all of the shares in a wholly-owned subsidiary, Tudatong (Chongqing) Co., Ltd.. On December 19, 2024, US\$15,000,000 was drawn down under the facility. Pursuant to the loan facility agreement, the Group is obliged to prepay the loan, unless otherwise agreed in writing by the lender, if the proposed listing of the Company's shares on the main board of the Stock Exchange (or another exchange approved by the lender) has not been approved by the China Securities Regulatory Commission, the Stock Exchange, or any other relevant regulatory authority by December 19, 2025, which is 12 months from the date of drawdown. On December 10, 2025, the Group has been listed on the Main Board of the Stock Exchange, the maturity date of the loan has been changed to December 18, 2026. The equity pledge in respect of Tudatong (Chongqing) Co., Ltd. securing this facility was released on June 12, 2026.

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT

21. BORROWINGS (CONTINUED)

The exposure of the Group's bank borrowings is as follows:

	6/30/2026 (Unaudited) US\$'000	12/31/2025 (Audited) US\$'000
Fixed-rate borrowings	92,012	62,564
Variable-rate borrowings	2,947	2,862
	94,959	65,426

The range of effective interest rates per annum (which are equal to contractual interest rates) on the Group's bank borrowings are as follows:

	6/30/2026 (Unaudited)	12/31/2025 (Audited)
Fixed-rate borrowings	0.80% to 6.00%	2.60% to 6.25%
Variable-rate borrowings	2.60% to 2.70%	2.80%

The variable-rate borrowings as at June 30, 2026 were denominated in US\$2,947,000 (December 31, 2025: US\$2,862,000) which carried the floating rates at Loan Prime Rate ("LPR") (2025: LPR).

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT

22. SHARE CAPITAL/TREASURY SHARES

Ordinary shares and treasury shares

Ordinary shares of US\$0.001 each:

	Number of shares	Share capital US\$	Presented as US\$'000	Treasury shares US\$	Presented as US\$'000
Issued					
At January 1, 2026	1,298,816,637	1,298,817	1,299	(14,646)	(15)
Exercise of share options, and vesting of RSUs and early exercised share options	10,888,797	10,889	11	–	–
Repurchase of shares held as treasury shares	–	–	–	(637,542)	(638)
At June 30, 2026	1,309,705,434	1,309,706	1,310	(652,188)	(653)
Issued					
At January 1, 2025	13,241,746	13,242	13	(766)	(1)
Exercise of share options and vesting of early exercised share options	45,974	46	–*	–	–
At June 30, 2025	13,287,720	13,288	13	(766)	(1)

* Amount less than US\$1,000.

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT

23. FINANCIAL LIABILITIES AT FVTPL

	6/30/2026 (Unaudited) US\$'000	12/31/2025 (Audited) US\$'000
Current liabilities:		
Listed Warrant Liabilities	287	2,122
Promoter Warrant Liabilities	17,029	17,029
	17,316	19,151
Non-current liabilities:		
Redeemable preferred equity	14,256	11,379
	31,572	30,530

	Redeemable preferred equity US\$'000	Listed Warrant Liabilities US\$'000	Promoter Warrant Liabilities US\$'000	Total US\$'000
Carrying amounts:				
As at January 1, 2026	11,379	2,122	17,029	30,530
Additions during the period	2,877	–	–	2,877
Change in fair value	–	(1,835)	–	(1,835)
As at June 30, 2026	14,256	287	17,029	31,572

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT

24. SHARE-BASED PAYMENT TRANSACTION

Equity-settled share rewards scheme of the Company

Share options

Details of the share options outstanding during the period are as follows:

	Six months ended June 30, 2026		Six months ended June 30, 2025	
	Number of share options	Weighted average exercise price (in US\$)	Number of share options	Weighted average exercise price (in US\$)
Outstanding at beginning of period	134,685,628	0.14	7,208,367	2.68
Forfeited during the period	(3,693,213)	0.45	(87,850)	7.17
Exercised during the period	(9,303,413)	0.10	(45,974)	1.64
Outstanding at the end of the period	121,689,002	0.13	7,074,543	2.64
– The range of exercise prices		0.004-0.508		0.07-9.72
Exercisable at the end of the period	117,913,599	0.12	5,217,742	1.74

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT

24. SHARE-BASED PAYMENT TRANSACTION (CONTINUED)

Equity-settled share rewards scheme of the Company (continued)

RSUs

Details of the RSUs outstanding during the period are as follows:

	Weighted average fair value (in US\$)	Number of RSUs
At January 1, 2026	0.90	5,816,582
Forfeited	0.59	(401,949)
Vested	0.78	(1,695,615)
At June 30, 2026	0.93	3,719,018
At January 1, 2025	4.82	30,000
Granted	17.75	223,082
At June 30, 2025	16.21	253,082

For the six months ended June 30, 2026, the Group's total share-based payment expenses recognised in the consolidated statements of profit or loss and other comprehensive income in relation to share options and RSUs granted by the Company were US\$558,370 (Six months ended June 30, 2025:US\$513,189).

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT

25. FINANCIAL INSTRUMENTS

a. Financial risk management objectives and policies

The Group's major financial instruments include financial liabilities at FVTPL, financial assets at FVTPL, receivables at FVTOCI, trade and other receivables, other non-current assets, cash and cash equivalents, restricted bank balances, trade and other payables, other current liabilities, long term payables and borrowings.

The risks associated with these financial instruments include market risk (currency risk, interest rate risk and other price risk), credit risk and liquidity risk. The policies on how to mitigate these risks are set out below. The management of the Group manages and monitors these exposures to ensure appropriate measures are implemented on a timely and effective manner.

The Group's policies on financial risk management were set out in the annual report and there have been no significant changes in the financial risk management policies for the six months ended June 30, 2026.

b. Fair value measurements of financial instruments

Some of the Group's financial instruments are measured at fair value for financial reporting purposes. The Group's management is responsible for the fair value measurements of assets and liabilities required for financial reporting purposes. The management reports directly to the board of directors for these fair value measurements.

In estimating the fair value, the Group uses market-observable data to the extent it is available. For instruments with significant unobservable inputs under Level 3, the Group will normally engage external valuation experts with the recognised professional qualifications to perform the valuations.

Fair values are categorised into different fair value hierarchy based on the inputs used in the valuation techniques as follows:

- Level 1 fair value measurements are those derived from quoted prices (unadjusted) in active markets for identical assets or liabilities;
- Level 2 fair value measurements are those derived from inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices); and
- Level 3 fair value measurements are those derived from valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable (significant unobservable input).

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT

25. FINANCIAL INSTRUMENTS (CONTINUED)

b. Fair value measurements of financial instruments (continued)

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

	Fair value		Fair value hierarchy
	6/30/2026 US\$'000	12/31/2025 US\$'000	
Financial assets:			
Equity investment	9,568	9,906	Level 2
Bills receivables	2,638	3,678	Level 2
Financial liabilities:			
Redeemable preferred equity	14,256	11,379	Level 2
Listed Warrants	287	2,122	Level 1
Promoter Warrants	17,029	17,029	Level 3

Fair value of redeemable preferred equity which were classified as financial liabilities at FVTPL is affected by the changes in equity value of the Tudatong Pinghu. Fair value of promoter warrants shares which were classified as financial liabilities at FVTPL is affected by the changes in equity value of the Company.

There were no transfers between Level 1, 2 and 3 during the period.

Reconciliation of Level 3 fair value measurements

	Redeemable convertible preferred shares US\$'000
As at January 1, 2025	(982,136)
Loss on fair value change	(1,215)
As at June 30, 2025	(983,351)

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT

25. FINANCIAL INSTRUMENTS (CONTINUED)

b. Fair value measurements of financial instruments (continued)

Reconciliation of Level 3 fair value measurements (continued)

	Promoter Warrants US\$'000
As at January 1, 2026	(17,029)
(Loss) gain on fair value change	–
As at June 30, 2026	(17,029)

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

The directors of the Company consider that the carrying amount of the Group's and the Company's financial liability recorded at amortised cost in the consolidated financial statements approximate to their fair values. Such fair values have been determined in accordance with generally accepted pricing models based on a discounted cash flow analysis.

26. RELATED PARTY DISCLOSURES

Compensation of key management personnel

The remuneration of the directors of the Company and other members of key management of the Group during the period is as follows:

	Six Months ended 6/30/2026 (Unaudited) US\$'000	Six months ended 6/30/2025 (Unaudited) US\$'000
Salaries and other benefits	1,153	982
Retirement benefit scheme contributions	50	49
Share-based payment expenses	(231)	251
	972	1,282

27. CONTINGENCY

On October 29, 2025 and December 17, 2025, the Group was involved in several patent infringement lawsuits. As the likelihood of an outflow of economic benefits is considered not probable, no contingent liability was recognised as at June 30, 2026. The Group will closely monitor the progress of the case and record a liability when it is probable that a liability has been incurred and the amount of the loss can be reasonably estimated.

FORWARD-LOOKING STATEMENTS

FORWARD-LOOKING STATEMENTS

All statements in this report that are not historical fact or that do not relate to present facts or current conditions are forward-looking statements. Such forward-looking statements express the Group's current views, projections, beliefs and expectations with respect to future events as of the date of this report. Such forward-looking statements are based on a number of assumptions and factors beyond the Group's control. As a result, they are subject to significant risks and uncertainties, and actual events or results may differ materially from these forward-looking statements and the forward-looking events discussed in this report might not occur. Such risks and uncertainties include, but are not limited to, those detailed under the heading "RISK FACTORS" in our circular in relation to the De-SPAC Transaction dated December 10, 2025 (republished), annual report published on April 27, 2026 and other announcements and reports made available from time to time on our corporate website, <https://www.seyond.com>, and the website of the Stock Exchange. No representation or warranty is given as to the achievement or reasonableness of, and no reliance should be placed on, any projections, targets, estimates or forecasts contained in this report.

DEFINITIONS

In this interim report, unless the context otherwise requires, the following terms and expressions have the meanings as set forth below.

"2016 Share Incentive Plan"	the share incentive plan adopted on November 20, 2016, the principal terms of which are set out in "Statutory and General Information – E. Employee Incentive Plans" in Appendix VII to the De-SPAC Circular
"Audit Committee"	the audit committee of the Board
"Awards"	the awards to be granted pursuant to the Post-Listing Share Incentive Plan
"Beneficial Owner"	any beneficial owner of the Company
"Board"	the board of Directors of the Company
"Business Combination Agreement"	collectively, the business combination agreement entered into on December 20, 2024 among TechStar, the Company and the Merger Sub and the supplemental agreements thereof dated September 25, 2025 and November 6, 2025, respectively
"Business Day"	a day on which banks in Hong Kong are generally open for normal banking business to the public and which is not a Saturday, Sunday or public holiday in Hong Kong
"CIC"	China Insights Industry Consultancy Limited, a global market research and consulting company
"Closing"	the completion of the De-SPAC Transaction
"Closing Date"	the day on which the Closing occurs
"Companies Ordinance"	Companies Ordinance (Chapter 622 of the Laws of Hong Kong), as amended, supplemented or otherwise modified from time to time
"Company"	Seyond Holdings Ltd. (formerly known as Innovusion Holdings Ltd.), an exempted company with limited liability incorporated in the Cayman Islands on November 4, 2016
"Company Options"	all share options to acquire Company Shares granted under the 2016 Share Incentive Plan, whether or not exercisable and whether or not issued immediately prior to the Effective Time
"Company Shares" or "Shares"	Company Ordinary Shares and Company Preferred Shares
"connected person(s)"	has the meaning ascribed to it under the Listing Rules

DEFINITIONS

“connected transaction(s)”	has the meaning ascribed to it under the Listing Rules
“Controlling Shareholders”	has the meaning ascribed to it under the Listing Rules
“core connected person(s)”	has the meaning ascribed to it under the Listing Rules
“Corporate Governance Code”	the Corporate Governance Code set out in Appendix C1 to the Listing Rules
“De-SPAC Circular”	the republished circular of TechStar dated December 10, 2025
“De-SPAC Transaction”	the transactions contemplated by the Business Combination Agreement, including, among others, the Capital Restructuring, the Merger and the PIPE Investments, resulting in the listing of the Company Shares and Company Listed Warrants on the Stock Exchange subject to obtaining all the necessary approvals
“Director(s)”	the directors of the Company
“Dr. Bao”	Dr. Bao Junwei (鮑君威), chairman of the Board, an executive Director, the president and the chief executive officer of the Company, and one of the Company’s Single Largest Group of Shareholders
“ESG Committee”	the environmental, social, and governance committee of the Board
“Group” or “the Group” or “we” or “us” or “our” or “Seeyond”	the Company and its subsidiaries from time to time
“Hong Kong” or “HK”	the Hong Kong Special Administrative Region of the PRC
“Hong Kong dollars” or “HK dollars” or “HK\$”	Hong Kong dollars, the lawful currency of Hong Kong
“Hong Kong Stock Exchange” or “Stock Exchange”	The Stock Exchange of Hong Kong Limited
“IFRS”	IFRS Accounting Standards, which include standards, amendments and interpretations promulgated by the International Accounting Standards Board and the International Accounting Standards and Interpretation issued by the International Accounting Standards Committee
“Latest Practicable Date”	September 21 2026, being the latest practicable date for ascertaining certain information in this interim report before its publication
“Listed Warrant Instrument”	the Listed Warrant instrument dated November 11, 2025 governing the terms of the warrants

DEFINITIONS

“Listed Warrants”	subscription warrants issued by the Company in consideration of the cancellation of the TechStar Listed Warrants as detailed under the section headed “Letter from TechStar Board – F. The Business Combination Agreement” in the De-SPAC Circular and pursuant to the Listed Warrant Instrument
“Listing”	the listing of the Shares and Listed Warrants on the Stock Exchange
“Listing Date”	December 10, 2025, the date of Listing
“Listing Rules”	the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited, as amended, supplemented or otherwise modified from time to time
“Model Code”	the Model Code for Securities Transaction by Directors of Listed Issuers as set out in Appendix C3 to the Listing Rules
“NIO”	NIO Inc., its subsidiaries and consolidated affiliated entities from time to time
“Nomination Committee”	the nomination committee of the Board
“Ordinary Shares” or “Shares”	the ordinary shares in the share capital of the Company
“Permitted Equity Financing”	the subscription of Company Shares on the Closing Date and concurrently with the Closing by one or more investors pursuant to one or more subscription agreements entered into during the period from the date of the Business Combination Agreement until the Effective Time by and among such investors, the Company and TechStar pursuant to the Business Combination Agreement
“Phthalo Blue LLC”	a limited liability company incorporated in Delaware, the United States, which is wholly held by a trust company under a family trust arrangement for the benefit of Dr. Bao’s family members where Dr. Bao is a trustor of such family trust, as well as the manager of Phthalo Blue LLC
“PIPE Investors”	the independent third-party investors participating in the De-SPAC Transaction
“Post-Listing Share Incentive Plan”	the share incentive plan adopted by the Company on December 20, 2024 which will take effect on the Listing Date, the principal terms of which are set out in “Statutory and General Information – E. Employee Incentive Plans” in Appendix VII to the De-SPAC Circular
“PRC” or “China”	the People’s Republic of China, but for the purposes of this interim report only, except where the context requires, references in this interim report to PRC or China exclude Hong Kong, Macau and Taiwan

DEFINITIONS

“Preferred Shares”	convertible redeemable preferred shares of the Company, all of which were converted into ordinary shares upon Listing
“Pre-Listing Investor(s)”	holders of the Series Seed Preferred Shares, the Series A Preferred Shares, the Series A1 Preferred Shares, the Series B Preferred Shares, the Series B+ Preferred Shares, the Series C Preferred Shares and the Series D Preferred Shares as described in the section headed “History, Development and Corporate Structure of the Target Group – Pre-Listing Investments” in the De-SPAC Circular
“Principal Share Registrar”	Walkers Corporate Limited
“Promoters”	has the meaning ascribed to “SPAC Promoter” under the Listing Rules and, unless the context requires otherwise, refers to CNCB (Hong Kong) Capital Limited, Zero2IPO Consulting Group Co., Ltd. (清科管理顧問集團有限公司), Zero2IPO Capital Limited, Mr. NI Zhengdong, Mr. LI Zhu and Mr. LAU Wai Kit
“Promoter Warrant”	subscription warrants issued by the Company in consideration of the cancellation of the TechStar Promoter Warrants as detailed under the section headed “Letter from TechStar Board – F. The Business Combination Agreement” in the De-SPAC Circular and pursuant to the Promoter Warrant Agreement
“Promoter Warrant Agreement”	the Company Promoter Warrant agreement dated November 11, 2025 executed by the Company, the Promoters and certain other parties
“Proxy Shareholder(s)”	the Company Shareholders who have granted Dr. Bao the voting rights in respect of all of the Company Shares held by them through effective Voting Proxy Agreements, including various Pre-Listing Investors, namely, Rong Shengwen (date of Voting Proxy Agreement: June 16, 2017), The Niu 2001 Revocable Trust (date of Voting Proxy Agreement: June 16, 2017), Jinsong Xiao and Xingrong Zhang (date of Voting Proxy Agreement: February 4, 2018), Yang Zheng (dates of Voting Proxy Agreements: December 27, 2019 and September 29, 2017) and Zhang Wen Qi (dates of Voting Proxy Agreements: December 27, 2019 and February 5, 2018)
“Remuneration Committee”	the remuneration committee of the Board
“Reporting Period”	the period from January 1, 2026 to June 30, 2026
“RMB” or “Renminbi”	Renminbi, the lawful currency of the PRC
“RSUs”	all restricted share units to acquire Company Shares granted under the 2016 Share Incentive Plan

DEFINITIONS

"Securities and Futures Ordinance" or "SFO"	Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong), as amended, supplemented or otherwise modified from time to time
"Shareholders"	the holder of Ordinary Shares
"Single Largest Group of Shareholders"	refers to the single largest group of shareholders of the Company immediately following the completion of the De-SPAC Transaction, including Dr. Bao, High Altos Limited and Phthalo Blue LLC, details of which are set out in the section headed "Relationship with the Single Largest Group of Shareholders of the Successor Company" in the De-SPAC Circular
"subsidiary" or "subsidiaries"	has the meaning ascribed to it in section 15 of the Companies Ordinance
"substantial shareholder"	has the meaning ascribed to it in the Listing Rules
"TechStar"	TechStar Acquisition Corporation, an exempted company incorporated under the laws of the Cayman Islands with limited liability on April 11, 2022
"TechStar Class A Share(s)"	class A ordinary shares in the share capital of TechStar with a par value of HK\$0.0001 each, which will be canceled and exchanged for Shares pursuant to the Merger
"TechStar Listed Warrant Instrument"	the instrument constituting the TechStar Listed Warrants by way of deed poll executed by TechStar on December 23, 2022
"TechStar Listed Warrants"	subscription warrants issued pursuant to the TechStar Listed Warrant Instrument and entitling the holder to purchase one TechStar Class A Share per subscription warrant at the warrant exercise price of HK\$11.50 exercisable on a cashless basis
"treasury shares"	has the meaning ascribed to it under the Listing Rules
"United States", "U.S." or "US"	United States of America, its territories, its possessions and all areas subject to its jurisdiction
"USD" or "US\$"	United States dollars, the lawful currency of the United States
"Voting Proxy Agreement(s)"	the voting proxy agreements entered into between, among others, each of the Proxy Shareholders on one hand and Dr. Bao on the other hand, details of which are set out in "Relationship with the Single Largest Group of Shareholders of the Successor Company" in the De-SPAC Circular
"%"	per cent.

GLOSSARY OF TECHNICAL TERMS

In this report, unless the context otherwise requires, explanations and definitions of certain terms used in this annual report in connection with the Group and its business shall have the meanings set out below. The terms and their meanings may not correspond to standard industry meaning or usage of these terms.

"ADAS"	Advanced Driver Assistance System, ADAS is designed to assist drivers in the operation and safety of vehicles, by utilizing various sensors, cameras, and software algorithms to provide additional functionalities and enhance the driving experience
"ADS"	Automated Driving System, ADS is a hardware and software solution that continuously performs the entire dynamic driving task (DDT) within a defined operational design domain (ODD), adhering to SAE J3016 Levels 3-5 standards for autonomous vehicle operation
"automotive-grade"	standards that a component or product must satisfy to be incorporated into vehicles, which typically requires consistent and reliable level of high performance under varying temperatures, humidity, among other driving conditions, as well as near-zero failure rate and long lifecycles and also require product suppliers to achieve volume production
"automotive-grade LiDAR solutions"	LiDAR solutions that meet automotive-grade quality standards and are specifically designed to be incorporated into vehicles
"design win"	the process of selection by the manufacturer of an assembly of a non-fungible, non-interchangeable component of the assembly
"Image-Grade"	A quality standard for imaging systems requiring high resolution (>12MP), low noise (SNR >40dB), and wide dynamic range (WDR), typically applied in medical diagnostics, autonomous vehicles, and consumer electronics
"LiDAR"	Light Detection and Ranging, a type of sensing technology that uses pulsed laser beams to measure an object's variable distances from the targeted surface in real time
"L2+"	level of driving automation, Level 2+ refers to partial automation that provides combined driver assistance function which exceeds functions of Level 2 solutions and are very close to functions of Level 3 solutions
"mass production"	shipment and delivery of non-prototype products
"OEMs"	Original Equipment Manufacturers, companies that produce parts and components specifically for use in new vehicles

GLOSSARY OF TECHNICAL TERMS

"Physical AI"	physical artificial intelligence
"R&D"	research and development
"resolution" or "resolution of LiDAR"	the minimum interval between scanning beams and is usually indicated by the angular resolution
"SOP"	Start of Production
"SPAD"	single-photon avalanche diode
"V2X"	vehicle-to-everything, a technology enabling vehicles to interact with external traffic environment, including vehicles, infrastructure, pedestrians, and the internet
"Volume production"	the large-scale manufacturing of over 10,000 standardized products through optimized processes to achieve cost efficiency and consistent quality, typically defined by metrics, often validated by industry certifications