



Xin Point Holdings Limited 信邦控股有限公司

(Incorporated in the Cayman Islands with limited liability)

Stock Code : 1571



2026

INTERIM REPORT



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CORPORATE INFORMATION

BOARD OF DIRECTORS

Executive directors

Mr. Ma Xiaoming (*Chairman*)
Mr. Meng Jun
Mr. Zhang Yumin
Mr. Liu Jun
Mr. He Xiaolu
Mr. Jiang Wei

Independent non-executive directors

Mr. Tang Chi Wai
Mr. Gan Weimin
Prof. Cao Lixin

COMPANY SECRETARY

Mr. Au Wai Keung, *FCCA*

AUDITOR

Ernst & Young
Certified Public Accountants
Registered Public Interest Entity Auditor
27/F, One Taikoo Place
979 King's Road
Quarry Bay, Hong Kong

LEGAL ADVISOR

Chiu & Partners
40/F, Jardine House
1 Connaught Place
Central, Hong Kong

PRINCIPAL SHARE REGISTRAR

Conyers Trust Company (Cayman) Limited
Cricket Square, Hutchins Drive
P.O. Box 2681, Grand Cayman
KY1-1111
Cayman Islands

HONG KONG SHARE REGISTRAR

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

PRINCIPAL PLACE OF BUSINESS IN HONG KONG

Unit 1503, 15/F, and Unit 2108, 21/F,
Midas Plaza
1 Tai Yau Street, San Po Kong
Kowloon
Hong Kong

REGISTERED OFFICE

Cricket Square
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P.O. Box 2681
Grand Cayman KY1-1111
Cayman Islands

STOCK CODE

Listed on the Main Board of The Stock Exchange of
Hong Kong Limited under the stock code 1571

WEBSITE

<http://www.xinpoint.com>

FINANCIAL HIGHLIGHTS

- The board (the "**Board**") of directors (the "**Directors**", each a "**Director**") of Xin Point Holdings Limited (the "**Company**") is pleased to present the unaudited condensed consolidated financial statements of the Company and its subsidiaries (the "**Group**" or "**Xin Point**") for the six months ended 30 June 2026 ("**1H 2026**" or the "**Reporting Period**").
- The Group recorded an unaudited revenue of approximately RMB1,459.4 million for 1H 2026, representing a decrease of approximately 6.3% compared to the same period of the previous year (six months ended 30 June 2025 ("**1H 2025**"): approximately RMB1,557.2 million).
- The Group recorded an unaudited profit attributable to the owners of the Company of approximately RMB213.5 million for 1H 2026, which was approximately 11.7% lower than that of the corresponding period in 2025 (1H 2025: approximately RMB241.7 million). The Group also recorded a decrease in consolidated net profit in 1H 2026.
- The basic and diluted earnings per share for 1H 2026 were approximately RMB21.3 cents and RMB21.2 cents, respectively. (1H 2025: RMB24.1 cents).
- Net cash flows from operating activities for 1H 2026 were approximately RMB461.1 million (1H 2025: approximately RMB503.3 million).
- The Directors recommended the payment of an interim dividend of HK15.0 cents per share for 1H 2026 (1H 2025: HK20.0 cents).
- In this report, "we", "us", "our" and "Xin Point" refer to the Company and where the context otherwise requires, the Group.

MANAGEMENT DISCUSSION AND ANALYSIS

MARKET REVIEW

In the first half of 2026, the global automotive industry continued to operate in a complex and uneven market environment. While certain major markets showed signs of resilience, overall industry growth remained constrained by macroeconomic uncertainty, trade policy developments, affordability concerns, financing costs, geopolitical risks and the ongoing restructuring of global supply chains. The pace of electrification also continued to vary significantly by region, with China maintaining its global leadership in new energy vehicle (“NEV”) adoption, Europe recording a recovery in battery electric vehicle (“BEV”) registrations, and the United States showing a more mixed performance amid policy and affordability challenges.

According to a market research firm’s forecast assumptions published in June 2026, the global light vehicle sales forecast for 2026 was revised to approximately 89.4 million units, compared with the earlier April 2026 forecast of approximately 90.5 million units. The downward revision mainly reflected weaker assumptions for the China domestic market, together with continuing uncertainties surrounding trade dynamics and policy developments, including those relating to the United States-Mexico-Canada Agreement (“USMCA”).

In the United States, the automotive market remained relatively stable but cautious during the first half of 2026. Based on available industry data and market indicators, the pace of new-vehicle sales remained broadly stable during the first half of 2026 amid ongoing economic and policy uncertainties, while total new-vehicle sales for the period were lower than those recorded in the corresponding period in 2025. Affordability remained a key constraint, as elevated vehicle prices, financing costs and uncertainty over trade and industrial policies continued to influence consumer purchasing decisions.

China’s automotive market remained highly competitive in the first half of 2026. NEVs continued to be the primary growth driver of the market, supported by a mature local supply chain, strong domestic brands, rapid product launches and continued consumer acceptance of electrified vehicles. China’s NEV market continued to expand in the first half of 2026, with industry data indicating that output and sales both exceeded 7 million units, reaching approximately 7.438 million units and 7.446 million units, respectively. NEV sales accounted for close to half of total new vehicle sales during the period, reflecting the continued structural shift of the Chinese automotive market toward electrification.

However, the Chinese market also showed signs of pressure. Competition among domestic automotive brands further intensified, particularly in NEVs and intelligent vehicles, while price competition remained prominent. Traditional joint venture brands continued to face challenges from the rapid rise of domestic brands, especially in the NEV segment. These developments continued to reshape the customer and product mix of automotive component suppliers operating in China.

In Europe, the automotive market recorded an improvement in the first half of 2026. The European Union (“EU”) new car market showed signs of improvement in the first half of 2026, with available industry data indicating a 5.7% year-to-date increase in new car registrations, supported by stronger performance in June and continued demand for electrified vehicles. BEVs accounted for 20.7% of the EU market during the period, compared with 15.6% in the corresponding period of 2025, reflecting renewed momentum in Europe’s electrification transition. However, the market continued to face challenges from cost inflation, regional economic divergence, consumer affordability and changing subsidy arrangements.

Overall, the first half of 2026 was characterised by a moderate global automotive recovery, persistent regional divergence and accelerating structural changes in vehicle technologies. Demand for NEVs, hybrid vehicles, intelligent cockpits, ambient lighting, functional decorative components and high-quality interior and exterior trim components continued to support long-term opportunities for suppliers with strong process technologies, quality capabilities and global delivery networks.

BUSINESS REVIEW

During the Reporting Period, Xin Point continued to focus on strengthening operational resilience, enhancing production efficiency, improving product mix and supporting customers’ regionalised supply chain strategies. The Group’s production footprint across China, Mexico and Malaysia provides flexibility to respond to changes in customer sourcing preferences, tariff arrangements and logistics requirements.

The Group continued to benefit from its long-standing relationships with major original equipment manufacturers and tier-one suppliers, as well as its accumulated expertise in surface treatment technologies, including electroplating, spray painting, assembly and related automotive decorative component processes. As vehicle interiors and exteriors continue to evolve toward higher-quality design, personalisation, intelligent cockpit functions and ambient-lighting-related applications, the Group remains well positioned to capture opportunities arising from the upgrading of automotive decorative components.

For the Reporting Period, the Group recorded revenue of approximately RMB1,459.4 million, representing a decrease of approximately 6.3% as compared with approximately RMB1,557.2 million for the six months ended 30 June 2025 ("1H 2025"). The decrease in revenue was mainly attributable to the lower number of projects secured during the COVID-19 period, which continued to affect the number of projects entering mass production during the Reporting Period. In addition, elevated petroleum prices driven by geopolitical factors led certain customers to reduce or delay their orders, thereby adversely affecting the Group's revenue. Despite the uncertain macroeconomic and trade environment, the Group continued to exercise prudence in managing order delivery, production allocation and cost structure.

The Group's gross profit for the Reporting Period amounted to approximately RMB490.6 million, representing an increase of approximately 0.9% as compared with approximately RMB486.0 million for 1H 2025. Gross profit margin was approximately 33.6% for the Reporting Period, compared with approximately 31.2% for 1H 2025. The improvement in gross profit margin was mainly attributable to the Group's continued cost control and automation initiatives, optimisation of product mix, improved production yield and utilisation rate, and effective management of raw material, labour and overhead costs.

The Group continued to implement cost control and automation initiatives during the Reporting Period. Management remained focused on reducing manual labour dependency, improving production yield, optimising workflow and enhancing utilisation of existing production facilities. At the same time, the Group continued to monitor the potential effects of tariff policies, exchange rate fluctuations, customer order adjustments and regional demand patterns on its production and delivery arrangements.

PRODUCTION CAPACITY AND UTILISATION RATE

As disclosed in the Group's final results announcement for the year ended 31 December 2025 ("FY2025"), the Group's annualised electroplating production capacity was approximately 3.0 million sq.m. as at 31 December 2025, following the retirement of two outdated electroplating production lines in Huizhou, China during 2025. As at 30 June 2026, the Group's annualised electroplating production capacity remained at approximately 3.0 million sq.m.

The new hexavalent chromium-free electroplating line installed at the Group's Jiujiang production base continued to undergo trial operation during the Reporting Period. The Group's Malaysia production facility was also preparing for mass production in 2026 in accordance with the Group's overseas capacity expansion plan. These production facilities are expected to enhance the Group's ability to support customers' regional sourcing requirements and strengthen the Group's global delivery capabilities.

The utilisation rate of the Group's electroplating production facilities was approximately 83.3% for 1H 2026, as compared with approximately 83.0% for 1H 2025. The slight increase was mainly attributable to the retirement of outdated equipment with relatively low utilisation rates, certain production line adjustments and improved utilisation of overseas production capacity.

For spray painting production facilities, the utilisation rate was approximately 69.0% for 1H 2026, as compared with approximately 65.1% for 1H 2025. The increase was mainly attributable to the recovery in market demand for spray-painted parts from the Group's customers, changes in customer demand and project launch schedules, as well as improved utilisation of the Group's Mexico and Jiujiang production bases.

MANAGEMENT DISCUSSION AND ANALYSIS

PRODUCTION YIELD

The Group continued to focus on quality control, production automation and process optimisation during the Reporting Period.

The average production yield for electroplating operations was approximately 93.6% for 1H 2026, compared with approximately 93.2% for 1H 2025. The average production yield for spray painting operations was approximately 95.7% for 1H 2026, compared with approximately 94.1% for 1H 2025.

The improvements in production yield were mainly attributable to the continued advancement of automation, optimisation of production processes, improvement in the operating efficiency of overseas production bases and strengthening of quality control management. The Group will continue to improve production processes and strengthen quality management in order to maintain a stable yield level across different production bases.

ORDER BOOK

As at 30 June 2026, the Group's backlog orders in aggregate amounted to approximately RMB10.26 billion, which are scheduled to be delivered from the second half of 2026 through the end of 2030.

As disclosed in the Group's FY2025 final results announcement, the Group had made a conservative estimate of its order book and pipeline, which were expected to total approximately RMB9.95 billion over the five years from 2026 to 2030. During the Reporting Period, the Group continued to maintain a stable order book supported by its existing customer base, overseas production capacity footprint and project opportunities related to NEVs, hybrid vehicles, intelligent cockpits and automotive decorative components.

The Group will continue to manage its order structure prudently, focusing on customers and projects with reasonable profitability, payment terms and long-term cooperation potential. The Group will also actively pursue new project opportunities related to NEVs, hybrid vehicles, ambient lighting, intelligent cockpits and higher value-added surface treatment products.

OUTLOOK

Looking ahead to the second half of 2026, the global automotive market is expected to remain subject to a number of uncertainties, including macroeconomic conditions, interest rate trends, consumer affordability, tariff and trade policy developments, geopolitical tensions, raw material price volatility, logistics costs and supply chain restructuring.

Although the global light vehicle market is expected to remain broadly resilient, overall growth is likely to be moderate. Based on recent revisions to industry forecasts, global light vehicle sales in 2026 are expected to reach approximately 89.4 million units, reflecting a more cautious market outlook compared with earlier projections.

In North America, demand is expected to remain cautious but relatively stable. Policy uncertainty, including developments relating to tariffs and the USMCA framework, may continue to affect sourcing decisions and regional production allocation. The Group will closely monitor customer requirements and continue to leverage its Mexico production base to support customers in the North American market.

In China, NEVs are expected to remain the major growth driver of the automotive market. However, intense price competition, rapid product cycles and the continued shift in market share toward domestic brands may create both opportunities and challenges for automotive component suppliers. The Group will continue to strengthen cooperation with customers in NEVs, hybrid vehicles and intelligent cockpit-related projects, while maintaining prudent cost and capacity management.

In Europe, the recovery in vehicle registrations and the growth in BEV market share in the first half of 2026 suggest improving market momentum. Nevertheless, the market remains sensitive to changes in subsidies, regulatory requirements, energy costs and consumer purchasing power. The Group remains cautiously optimistic about opportunities in Europe, particularly in higher value-added decorative components and electrified vehicle platforms.

The Group believes that the long-term trend toward electrification, intelligent vehicles, interior upgrades, ambient lighting and premium decorative components remains intact. In response to these trends, Xin Point will continue to invest in surface treatment technologies, automation, quality control and regionalised production capabilities. The Group will also continue to optimise its product mix, enhance operating efficiency and strengthen its global delivery network in order to capture opportunities arising from the transformation of the automotive industry.

REVENUE

The Group's revenue decreased by approximately RMB97.7 million or approximately 6.3% to approximately RMB1,459.4 million for 1H 2026, compared with approximately RMB1,557.2 million for 1H 2025.

The decrease in revenue was mainly attributable to the lower number of projects secured during the COVID-19 period, which continued to affect the number of projects entering mass production during the Reporting Period. In addition, elevated petroleum prices driven by geopolitical factors affected the purchasing sentiment and order planning of certain customers, resulting in the reduction or delay of certain orders and thereby contributing to the decrease in the Group's revenue during the Reporting Period. During the Reporting Period, the automotive industry continued to experience regional divergence. China remained highly competitive, with rapid NEV sales growth and continued pressure on traditional joint venture brands. North America remained affected by affordability concerns and policy uncertainty, while Europe recorded an improvement in registrations and electrified vehicle demand.

Revenue from China amounted to approximately RMB425.6 million for 1H 2026, representing a decrease of approximately 19.1% compared with approximately RMB526.2 million for 1H 2025.

Revenue from North America amounted to approximately RMB788.3 million for 1H 2026, representing an increase of approximately 0.7% compared with approximately RMB783.1 million for 1H 2025.

Revenue from Europe amounted to approximately RMB162.1 million for 1H 2026, representing an increase of approximately 5.1% compared with approximately RMB154.3 million for 1H 2025.

Revenue from other countries amounted to approximately RMB83.4 million for 1H 2026, representing a decrease of approximately 10.9% compared with approximately RMB93.6 million for 1H 2025.

As the Group's product mix continues to move from simple electroplating products to more complex surface treatment, spray painting, assembly and higher value-added decorative components, the Group recorded an average selling price of approximately RMB9.51 per unit for 1H 2026, compared with approximately RMB8.97 per unit for 1H 2025.

MANAGEMENT DISCUSSION AND ANALYSIS

Revenue by geographic segment:

	Six months ended 30 June 2026		Six months ended 30 June 2025	
	RMB'000	%	RMB'000	%
China	425,613	29%	526,204	34%
North America	788,295	54%	783,052	50%
Europe	162,129	11%	154,318	10%
Others	83,410	6%	93,611	6%
Total	1,459,447	100%	1,557,185	100%

COST OF SALES

The Group's cost of sales amounted to approximately RMB968.8 million for 1H 2026, representing a decrease of approximately 9.6% compared with approximately RMB1,071.2 million for 1H 2025.

The change in cost of sales was mainly due to the combined effects of the following:

- Direct materials** amounted to approximately RMB299.9 million for 1H 2026, compared with approximately RMB313.8 million for 1H 2025. The decrease was mainly attributable to the decrease in sales volume, changes in product mix and improved raw material consumption efficiency. Commodity prices remained subject to macroeconomic conditions, but the Group continued to manage material usage through process optimisation and automation;
- Staff costs** amounted to approximately RMB279.2 million for 1H 2026, compared with approximately RMB300.9 million for 1H 2025. The decrease was mainly attributable to the Group's continued automation initiatives, improved production efficiency and prudent control of labour costs, partially offset by changes in wage levels and production allocation among China, Mexico and Malaysia; and
- Overheads** amounted to approximately RMB389.7 million for 1H 2026, compared with approximately RMB456.5 million for 1H 2025. The decrease was mainly attributable to the Group's cost control measures, improved utilisation of production facilities, lower production-related overheads and continued optimisation of production processes.

Cost of sales:

	Six months ended 30 June 2026		Six months ended 30 June 2025	
	RMB'000	%	RMB'000	%
Direct materials	299,946	31.0%	313,766	29.3%
Staff costs	279,209	28.8%	300,854	28.1%
Overheads	389,651	40.2%	456,533	42.6%
Total	968,806	100.0%	1,071,153	100.0%

GROSS PROFIT

The Group recorded gross profit of approximately RMB490.6 million for 1H 2026, compared with approximately RMB486.0 million for 1H 2025. Gross profit margin was approximately 33.6% for 1H 2026, compared with approximately 31.2% for 1H 2025.

The increase in gross profit and gross profit margin was mainly attributable to the combined effects of:

- i. optimisation of product mix, including the contribution from spray painting, assembly and higher value-added decorative component products;
- ii. improved production yield and utilisation of production facilities in China and Mexico;
- iii. continued automation initiatives and improvement in production efficiency;
- iv. effective control of staff costs, raw material costs and factory overheads; and
- v. prudent management of tariff-related costs, customer order adjustments and production allocation.

The Group will continue to enhance production automation, optimise workflow and strengthen cost control in order to improve profitability and operational efficiency.

OTHER INCOME AND GAINS

Other income and gains mainly represented bank interest income, income from the sale of scraps and testing fee income. Other income and gains amounted to approximately RMB34.6 million for 1H 2026, compared with approximately RMB51.3 million for 1H 2025. The decrease was primarily due to the significant decrease in net foreign exchange gains in 1H 2026.

SELLING AND DISTRIBUTION EXPENSES

Selling and distribution expenses amounted to approximately RMB45.4 million for 1H 2026, compared with approximately RMB49.2 million for 1H 2025, representing a decrease of approximately 7.8%. The decrease was mainly due to tighter control on business development expenses during the Reporting Period.

ADMINISTRATIVE EXPENSES

Administrative expenses amounted to approximately RMB212.7 million for 1H 2026, compared with approximately RMB196.0 million for 1H 2025, representing an increase of approximately 8.6%.

The increase was mainly attributable to the combined effects of the following:

- i. there was a slight increase in research and development expenses by approximately RMB3.3 million;
- ii. net foreign exchange losses of approximately RMB17.8 million were recorded (1H 2025: foreign exchange gains of approximately RMB17.7 million accounted for as other income and gains) mainly due to the exchange fluctuations between the Mexican peso and the United States dollar.

PROFIT ATTRIBUTABLE TO OWNERS OF THE COMPANY

Profit attributable to owners of the Company for the Reporting Period amounted to approximately RMB213.5 million, compared with approximately RMB241.7 million for 1H 2025, representing a decrease of approximately 11.7%.

MANAGEMENT DISCUSSION AND ANALYSIS

The decrease was mainly attributable to the combined effects of:

- i. a decrease in revenue for 1H 2026 as compared with 1H 2025;
- ii. changes in gross profit and gross profit margin due to product mix, production utilisation and cost structure;
- iii. a decrease in other income and gains, including the significant decrease in net foreign exchange gains during the Reporting Period;
- iv. an increase in administrative expenses, including net foreign exchange losses; and
- v. an increase in income tax expenses.

Overall, basic earnings per share attributable to owners of the Company for 1H 2026 was approximately RMB21.3 cents, compared with approximately RMB24.1 cents for 1H 2025.

TOTAL COMPREHENSIVE INCOME

Total comprehensive income for the Reporting Period attributable to owners of the Company was approximately RMB171.5 million, compared with approximately RMB330.8 million for 1H 2025. This comprised:

- (a) profit for the Reporting Period attributable to owners of the Company of approximately RMB213.5 million, compared with approximately RMB241.7 million for 1H 2025; and
- (b) other comprehensive loss for the Reporting Period of approximately RMB42.1 million, compared with other comprehensive income of approximately RMB89.1 million for 1H 2025, which included unrealised fair value gain of listed equity investment at fair value through other comprehensive income of approximately RMB11.8 million, compared with a gain of approximately RMB17.4 million for 1H 2025.

LIQUIDITY AND FINANCIAL RESOURCES

For the Reporting Period, the Group's net cash inflow from operating activities amounted to approximately RMB461.1 million, as compared with approximately RMB503.3 million for 1H 2025.

As at 30 June 2026, the Group had cash and cash equivalents of approximately RMB1,310.2 million, compared with approximately RMB1,074.6 million as at 31 December 2025.

As at 30 June 2026, the Group had no bank borrowings. The gearing ratio, being total bank borrowings divided by total equity, was not applicable as at 30 June 2026.

The Group maintained a conservative treasury policy and continued to monitor its liquidity position closely. The Board believes that the Group's existing cash resources, operating cash inflow and available banking facilities are sufficient to meet its current working capital and capital expenditure requirements.

INTERIM DIVIDEND

The Board resolved to pay an interim dividend of HK\$0.15 per ordinary share of the Company ("**Share(s)**") for 1H 2026 (1H 2025: HK\$0.20 per Share).

The interim dividend will be distributed on or around 23 October 2026 to shareholders of the Company (the "**Shareholders**") whose names appear on the register of members of the Company as at the close of business on 2 October 2026.

CLOSURE OF REGISTER OF MEMBERS

The register of members of the Company will be closed from 28 September 2026 to 2 October 2026, both days inclusive, during which period no transfer of Shares will be registered. In order to qualify for the interim dividend expected to be paid on or around 23 October 2026, all transfers of Shares accompanied by the relevant share certificates and transfer forms must be lodged with the Company's branch share register in Hong Kong, Computershare Hong Kong Investor Services Limited, at Shops 1712-1716, 17th Floor, Hopewell Centre, 183 Queen's Road East, Wanchai, Hong Kong, for registration no later than 4:30 p.m. on 25 September 2026.

SHARE-BASED PAYMENTS

(a) Employee share option schemes

The Company has adopted two employee share option schemes, namely, the 2017 Share Option Scheme and the 2025 Share Option Scheme (both as defined below).

(i) The 2017 Share Option Scheme

A share option scheme (the "2017 Share Option Scheme") was adopted by written resolutions passed by the then Shareholders on 5 June 2017. Under the 2017 Share Option Scheme, the Directors may grant options to subscribe for the Shares to eligible participants, including without limitation, employees and directors of the Company and its subsidiaries.

Details of the movement in the share options granted under the 2017 Share Option Scheme during 1H 2026 are set out below:

	Outstanding options as at 1 January 2026	Options granted during the Reporting Period (Note 4)	Options exercised during the Reporting Period (Note 1)	Options lapsed or cancelled during the Reporting Period (Note 1)	Outstanding options as at 30 June 2026 (Note 2)	Date of grant	Exercise price (HK\$ per share)	Weighted average closing price of the Shares immediately before the date on which the options were exercised (HK\$)	Exercise period	Vesting period
Directors										
Mr. Ma Xiaoming	—	—	—	—	—	14 August 2018	3.45	—	from the respective vesting dates to 13 August 2028	Note 3
Mr. Meng Jun	—	—	—	—	—	14 August 2018	3.45	—	from the respective vesting dates to 13 August 2028	Note 3
Mr. Zhang Yumin	107,000	—	(107,000)	—	—	14 August 2018	3.45	4.41	from the respective vesting dates to 13 August 2028	Note 3
Mr. Liu Jun	107,000	—	(107,000)	—	—	14 August 2018	3.45	4.41	from the respective vesting dates to 13 August 2028	Note 3
Mr. He Xiaolu	—	—	—	—	—	14 August 2018	3.45	—	from the respective vesting dates to 13 August 2028	Note 3
Mr. Jiang Wei	38,000	—	—	—	38,000	14 August 2018	3.45	—	from the respective vesting dates to 13 August 2028	Note 3
Employees	10,615,000	—	(4,236,000)	(206,000)	6,173,000	14 August 2018	3.45	4.41	from the respective vesting dates to 13 August 2028	Note 3
Total	<u>10,867,000</u>	<u>—</u>	<u>(4,450,000)</u>	<u>(206,000)</u>	<u>6,211,000</u>					

MANAGEMENT DISCUSSION AND ANALYSIS

Notes:

- During 1H 2026, 4,450,000 share options were exercised, 206,000 share options lapsed and no share options were cancelled.
- As at 30 June 2026, there were a total of 6,211,000 outstanding share options, of which all of the share options were vested.
- Subject to individual annual performance target(s) and operational performance target(s) of the Group, the share options were vested in three tranches: 30% of the share options were vested on 26 April 2022; 30% of the share options were vested on 24 April 2023; and 40% of the share options were vested on 29 April 2024. The vesting period of the share options shall be from the date of grant to their respective vesting dates.
- As at 1 January 2026 and 30 June 2026, the total number of share options available for grant under the 2017 Share Option Scheme was 88,381,000 and 88,587,000 respectively. However, as disclosed in the circular of the Company dated 22 May 2025, after the adoption of the 2025 Share Option Scheme and 2025 Share Award Scheme (both as defined below) on 18 June 2025, the Company would not grant further options to subscribe for Shares under the 2017 Share Option Scheme.

(ii) The 2025 Share Option Scheme

A share option scheme (the “**2025 Share Option Scheme**”) was adopted by the Company on 18 June 2025 as passed by the Shareholders in an extraordinary general meeting held on 18 June 2025 (“**EGM**”). In respect of the 2025 Share Option Scheme, the Board may, at its discretion, grant options to any eligible participants to subscribe for Shares, subject to the terms and conditions stipulated in its rules. The exercise price must be in compliance with the requirements under the Rules (“**Listing Rules**”) Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (“**Stock Exchange**”) and the rules of the 2025 Share Option Scheme.

Details of the movement in the share options granted under the 2025 Share Option Scheme during 1H 2026 are set out below:

Category of participants	Options held as at 1 January 2026	Options granted during the Reporting Period (Note 3)	Options exercised during the Reporting Period (Note 1)	Options lapsed or cancelled during the Reporting Period (Note 1)	Options held as at 30 June 2026 (Note 2)	Date of grant	Vesting period	Exercise period	Exercise price (HK\$ per share)
Directors									
Mr. Ma Xiaoming	53,000	—	—	—	53,000	2 December 2025	Note 4	from 2 December 2026 to 1 December 2035	3.921
Mr. Meng Jun	43,000	—	—	—	43,000	2 December 2025	Note 4	from 2 December 2026 to 1 December 2035	3.921
Mr. Zhang Yumin	45,000	—	—	—	45,000	2 December 2025	Note 4	from 2 December 2026 to 1 December 2035	3.921
Mr. Liu Jun	45,000	—	—	—	45,000	2 December 2025	Note 4	from 2 December 2026 to 1 December 2035	3.921
Mr. He Xiaolu	40,000	—	—	—	40,000	2 December 2025	Note 4	from 2 December 2026 to 1 December 2035	3.921
Mr. Jiang Wei	16,000	—	—	—	16,000	2 December 2025	Note 4	from 2 December 2026 to 1 December 2035	3.921
Employees	11,695,000	—	—	(1,071,000)	10,624,000	2 December 2025	Note 4	from 2 December 2026 to 1 December 2035	3.921
Total	11,937,000	—	—	(1,071,000)	10,866,000	2 December 2025	Note 4	from 2 December 2026 to 1 December 2035	3.921

Notes:

1. During 1H 2026, no share options were exercised, 1,071,000 share options lapsed and no share options were cancelled.
2. As at 30 June 2026, there were a total of 10,866,000 outstanding share options, of which all of share options remain unvested.
3. During 1H 2026, no share options were granted. As at 1 January 2026 and 30 June 2026, the total number of share options available for grant under the 2025 Share Option Scheme and the 2025 Share Award Scheme was 88,353,500 and 89,424,500 respectively.
4. The vesting period of the share options shall be from the date of grant to 1 December 2026.

(b) Employee share award scheme

An employee share award scheme (the “**2025 Share Award Scheme**”) was adopted by the Company on 18 June 2025 as passed by the Shareholders in the EGM and is administered by an independent trustee appointed by the Company. The vesting period of the awarded shares shall be determined by the Board pursuant to the rules of the 2025 Share Award Scheme.

No share awards were granted, cancelled, lapsed/forfeited, or vested under the 2025 Share Award Scheme since the adoption of the 2025 Share Award Scheme and during the Reporting Period. No awarded shares under the 2025 Share Award Scheme were outstanding as at 1 January 2026, 30 June 2026 and as at the date of this report.

The 2025 Share Award Scheme was adopted on 18 June 2025. As at 1 January 2026 and 30 June 2026, the total number of share awards available for grant under the 2025 Share Award Scheme and share options available for grant under the 2025 Share Option Scheme was 88,353,500 and 89,424,500 respectively. The total number of Shares that may be issued in respect of options and awards granted under all schemes of the Company during the six months ended 30 June 2026 divided by the weighted average number of Shares (excluding treasury Shares) in issue for the six months ended 30 June 2026 was nil.

CAPITAL STRUCTURE

As at 30 June 2026, the issued share capital of the Company was approximately RMB88.0 million, equivalent to HK\$100.8 million and divided into 1,008,107,000 Shares of HK\$0.1 each (31 December 2025: approximately RMB87.6 million, equivalent to HK\$100.4 million and divided into 1,003,657,000 Shares of HK\$0.1 each).

SIGNIFICANT INVESTMENTS

During the Reporting Period, the Group did not hold any significant investments.

FUTURE PLANS FOR MATERIAL INVESTMENTS AND CAPITAL ASSETS

During the Reporting Period, the principal capital expenditures of the Group were attributable to the additions of equipment at its existing production facilities. As part of the Group's future strategies, the Group's planned capital expenditures for its business operations will be primarily related to the construction and commencement of operations of its new production facilities. The Group anticipates that its capital expenditures will be financed by cash generated from its operations.

Save as disclosed above, there are no other plans for material investments and capital assets as at the date of this report.

MANAGEMENT DISCUSSION AND ANALYSIS

MATERIAL ACQUISITIONS AND DISPOSALS OF SUBSIDIARIES, ASSOCIATES AND JOINT VENTURES

During the Reporting Period, the Group did not have any material acquisitions and disposals of subsidiaries, associates and joint ventures.

PLEDGE OF ASSETS

As at 30 June 2026, certain right-of-use assets with a net book value in aggregate of approximately RMB1.4 million were pledged to financial institutions to secure general banking facilities (31 December 2025: RMB12.8 million).

EXPOSURE TO FOREIGN EXCHANGE RISK

Certain assets of the Group are denominated in foreign currencies such as U.S. dollars, Euros and Hong Kong dollars. The Group has not implemented any foreign currency hedging policy at the moment. However, continuous monitoring on the exposure to foreign exchange risk is being carried out by the management.

TREASURY POLICIES

The Group adopts a conservative approach towards its treasury policies. The Group strives to reduce exposure to credit risk by performing ongoing credit evaluation of the financial conditions of its clients.

To manage liquidity risk, the Board closely monitors the Group's liquidity position to ensure that the liquidity structure of the Group's assets, liabilities and commitments can meet its funding requirements.

SUBSEQUENT EVENTS AFTER THE REPORTING PERIOD

Reference is made to the voluntary announcement of the Company dated 18 June 2026 in relation to media reports relating to recent vehicle recall made by one of the customers of the Group (the "**Customer**") in June 2026, involving certain components supplied by the Group which may relate to such recall (the "**Incident**").

Subsequent to the Reporting Period, the Group received a legal letter from the Customer alleging that the Group should be liable in connection with the Incident. The Group has responded to the Customer, disputing the allegation and reserving all rights in relation to the Incident. As at the date of this report, no legal proceedings have been commenced against the Group in relation to the Incident. The cause of the Incident, the attribution of liability, the potential compensation amount involved (if any) and the impact of the Incident on the financial position and operating results of the Group remain subject to further review and assessment.

The Group will continue to monitor the development of the Incident closely and communicate with the Customer. The Company will issue further announcement(s) as and when appropriate and will take appropriate measures to safeguard the interests of the Company and its Shareholders as a whole. The above disclosure does not constitute, and shall not be construed as, an admission of any liability or obligation by the Group regarding the Incident.

CAPITAL COMMITMENT AND CONTINGENT LIABILITIES

Capital commitments of the Group as at 30 June 2026 and 31 December 2025 were approximately RMB176.8 million and approximately RMB166.2 million, respectively, which were both attributable to the construction and acquisition of our new production bases and facilities. As at 30 June 2026 and 31 December 2025, the Group did not have any significant contingent liabilities. Please refer to the paragraph headed "Subsequent Events After the Reporting Period" for details of the Incident involving vehicle recall made by a customer of the Group and the subsequent development thereof.

INTERIM CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the six months ended 30 June 2026

	Notes	Six months ended 30 June	
		2026 RMB'000 (Unaudited)	2025 RMB'000 (Unaudited)
REVENUE	3	1,459,447	1,557,185
Cost of sales		(968,806)	(1,071,153)
Gross profit		490,641	486,032
Other income and gains		34,560	51,271
Selling and distribution expenses		(45,399)	(49,225)
Administrative expenses		(212,712)	(195,955)
Finance costs		(500)	(1,917)
Share of profit of an associate		215	1,083
Share of loss of a joint venture		—	(488)
PROFIT BEFORE TAX	4	266,805	290,801
Income tax expense	5	(54,629)	(49,815)
PROFIT FOR THE PERIOD		212,176	240,986
Attributable to:			
Owners of the parent		213,544	241,716
Non-controlling interests		(1,368)	(730)
		212,176	240,986
OTHER COMPREHENSIVE INCOME/(LOSS)			
Other comprehensive income/(loss) that may be reclassified to profit or loss in subsequent periods:			
Exchange differences on translation of foreign operations		(53,885)	71,721
Other comprehensive income/(loss) that will not be reclassified to profit or loss in subsequent periods:			
Changes in fair value of a financial asset at fair value through other comprehensive income		11,793	17,382
OTHER COMPREHENSIVE INCOME/(LOSS) FOR THE PERIOD		(42,092)	89,103
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD		170,084	330,089
Attributable to:			
Owners of the parent		171,452	330,819
Non-controlling interests		(1,368)	(730)
		170,084	330,089
EARNINGS PER SHARE ATTRIBUTABLE TO ORDINARY EQUITY HOLDERS OF THE PARENT			
— Basic	7	RMB21.3 cents	RMB24.1 cents
— Diluted	7	RMB21.2 cents	RMB24.1 cents

INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

30 June 2026

	Notes	30 June 2026 RMB'000 (Unaudited)	31 December 2025 RMB'000 (Audited)
NON-CURRENT ASSETS			
Property, plant and equipment	10	1,833,243	1,822,960
Right-of-use assets		50,881	69,088
Investment in an associate		10,232	10,017
Financial asset at fair value through other comprehensive income		1,408	13,409
Prepayments and deposits		136,148	142,235
Deferred tax assets		15,922	14,293
Total non-current assets		2,047,834	2,072,002
CURRENT ASSETS			
Inventories		443,116	456,850
Trade and bills receivables	8	663,244	685,864
Prepayments, deposits and other receivables		191,280	163,863
Tax recoverable		4,449	4,971
Pledged bank deposit		1,370	3,497
Cash and cash equivalents		1,310,224	1,074,637
Total current assets		2,613,683	2,389,682
CURRENT LIABILITIES			
Trade payables	9	385,275	350,014
Other payables and accruals		274,472	284,233
Lease liabilities		15,006	28,319
Tax payable		116,315	105,259
Dividend payable		261,681	—
Total current liabilities		1,052,749	767,825
NET CURRENT ASSETS		1,560,934	1,621,857
TOTAL ASSETS LESS CURRENT LIABILITIES		3,608,768	3,693,859

INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

30 June 2026

	Notes	30 June 2026 RMB'000 (Unaudited)	31 December 2025 RMB'000 (Audited)
NON-CURRENT LIABILITIES			
Deferred tax liabilities		215	9
Lease liabilities		4,010	11,899
Total non-current liabilities		4,225	11,908
Net assets		3,604,543	3,681,951
EQUITY			
Equity attributable to owners of the parent			
Issued capital	11	87,974	87,556
Reserves		3,526,416	3,602,874
		3,614,390	3,690,430
Non-controlling interests		(9,847)	(8,479)
Total equity		3,604,543	3,681,951

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the six months ended 30 June 2026

		Attributable to owners of the parent										
		Fair value reserve of a financial asset at fair value										
		Issued capital	Share option reserve	through other comprehensive income	Capital reserve	Merger reserve	Exchange fluctuation reserve	Surplus reserve	Retained profits	Total	Non-controlling interests	Total equity
Notes	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	
At 1 January 2026		87,556	19,587	(19,214)	581,567	828	147,507	190,942	2,681,657	3,690,430	(8,479)	3,681,951
Profit for the period		—	—	—	—	—	—	—	213,544	213,544	(1,368)	212,176
Other comprehensive income for the period:												
Changes in fair value of a financial asset at fair value through other comprehensive income		—	—	11,793	—	—	—	—	—	11,793	—	11,793
Exchange differences on translation of foreign operations		—	—	—	—	—	(53,885)	—	—	(53,885)	—	(53,885)
Total comprehensive income for the period		—	—	11,793	—	—	(53,885)	—	213,544	171,452	(1,368)	170,084
Issue of shares upon the exercise of share options	11	418	(7,736)	—	20,645	—	—	—	—	13,327	—	13,327
Release of reserve upon derecognition		—	—	5,814	—	—	—	—	(5,814)	—	—	—
Final 2025 dividend	6	—	—	—	—	—	—	—	(265,325)	(265,325)	—	(265,325)
Equity-settled share option arrangement		—	4,506	—	—	—	—	—	—	4,506	—	4,506
Transfer of share option reserve upon the forfeiture of share options		—	(1,116)	—	—	—	—	—	1,116	—	—	—
At 30 June 2026 (unaudited)		87,974	15,241	(1,607)	602,212	828	93,622	190,942	2,625,178	3,614,390	(9,847)	3,604,543

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the six months ended 30 June 2026

		Attributable to owners of the parent										
		Fair value reserve of a financial asset at fair value										
		Issued capital	Share option reserve	through other comprehensive income	Capital reserve	Merger reserve	Exchange fluctuation reserve	Surplus reserve	Retained profits	Total	Non-controlling interests	Total equity
Notes	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000
At 1 January 2025		87,485	21,012	(37,421)	577,892	828	30,124	187,657	2,620,842	3,488,419	(6,309)	3,482,110
Profit for the period		—	—	—	—	—	—	—	241,716	241,716	(730)	240,986
Other comprehensive income for the period:												
Changes in fair value of a financial asset at fair value through other comprehensive income		—	—	17,382	—	—	—	—	—	17,382	—	17,382
Exchange differences on translation of foreign operations		—	—	—	—	—	71,721	—	—	71,721	—	71,721
Total comprehensive income for the period		—	—	17,382	—	—	71,721	—	241,716	330,819	(730)	330,089
Issue of shares upon the exercise of share options	11	21	(394)	—	1,108	—	—	—	—	735	—	735
Final 2024 dividend	6	—	—	—	—	—	—	—	(280,050)	(280,050)	—	(280,050)
Transfer of share option reserve upon the forfeiture of share options		—	(614)	—	—	—	—	—	614	—	—	—
At 30 June 2025 (unaudited)		87,506	20,004	(20,039)	579,000	828	101,845	187,657	2,583,122	3,539,923	(7,039)	3,532,884

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For the six months ended 30 June 2026

	Six months ended 30 June	
	2026 RMB'000 (Unaudited)	2025 RMB'000 (Unaudited)
Net cash flows from operating activities	461,093	503,314
Purchases of items of property, plant and equipment	(181,184)	(143,785)
Proceed from disposal of a financial asset at fair value through other comprehensive income	23,794	—
Deposits paid for purchase of items of property, plant and equipment	(19,012)	(39,005)
Proceeds from disposal of items of property, plant and equipment	1,057	2,077
Investment in a joint venture	—	—
Net cash flows used in investing activities	(175,345)	(180,713)
Repayment of bank loans	—	(51,377)
Interest paid	—	(494)
Principal portion of lease payments	(10,796)	(16,006)
Proceeds from issue of shares upon exercise of share options	13,327	735
Net cash flows from/(used in) financing activities	2,531	(67,142)
NET INCREASE IN CASH AND CASH EQUIVALENTS	288,279	255,459
Cash and cash equivalents at beginning of period	1,074,637	780,876
Effect of foreign exchange rate changes, net	(52,692)	(5,116)
CASH AND CASH EQUIVALENTS AT END OF PERIOD	1,310,224	1,031,219

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION

For the six months ended 30 June 2026

1. CORPORATE INFORMATION

Xin Point Holdings Limited (the “Company”) was incorporated in the Cayman Islands as an exempted company with limited liability under the Companies Law (2010 Revision) of the Cayman Islands and its shares are listed on the Main Board of The Stock Exchange of Hong Kong Limited. The registered office address of the Company is Cricket Square, Hutchins Drive, P.O. Box 2681, Grand Cayman, KY1-1111, Cayman Islands. The principal place of business of the Company in Hong Kong is Units 1503 and 2108, Midas Plaza, 1 Tai Yau Street, San Po Kong, Kowloon, Hong Kong.

During the Reporting Period, the Company and its subsidiaries (collectively referred to as the “Group”) were principally engaged in the manufacture and sale of automotive and electronic components.

2.1 BASIS OF PREPARATION

The interim condensed consolidated financial information for the six months ended 30 June 2026 has been prepared in accordance with the applicable disclosure requirements of the Rules Governing the Listing of Securities on the Stock Exchange and Hong Kong Accounting Standard 34 “Interim Financial Reporting” (“HKAS 34”) as issued by the Hong Kong Institute of Certified Public Accountants.

The interim condensed consolidated financial information does not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the Group’s annual consolidated financial statements for the year ended 31 December 2025.

2.2 CHANGES IN ACCOUNTING POLICIES AND DISCLOSURES

The accounting policies adopted in the preparation of the interim condensed consolidated financial information are consistent with those applied in the preparation of the Group’s annual consolidated financial statements for the year ended 31 December 2025, except for the adoption of the following amended Hong Kong Financial Reporting Standards (“HKFRS”) Accounting Standards for the first time for the current period’s financial information.

Amendments to HKFRS 9 and HKFRS 7	<i>Amendments to the Classification and Measurement of Financial Instruments</i>
Amendments to HKFRS 9 and HKFRS 7	<i>Contracts Referencing Nature-dependent Electricity</i>
<i>Annual Improvements to HKFRS Accounting Standards - Volume 11</i>	Amendments to HKFRS 1, HKFRS 7, HKFRS 9, HKFRS 10 and HKAS 7

The nature and impact of the amended HKFRS Accounting Standards are described below:

- (a) Amendments to HKFRS 9 and HKFRS 7 *Amendments to the Classification and Measurement of Financial Instruments* clarify that a financial asset is derecognised when the entity’s rights to the contractual cash flows expire or are transferred, while a financial liability is derecognised on the settlement date. The amendments introduce an accounting policy option to derecognise a financial liability that is settled through an electronic payment system before the settlement date if specified criteria are met. The amendments clarify how to assess the contractual cash flow characteristics of financial assets with environmental, social and governance and other similar contingent features. Moreover, the amendments clarify the requirements for classifying financial assets with non-recourse features and contractually linked instruments. The amendments also include additional disclosures for investments in equity instruments designated at fair value through other comprehensive income and financial instruments with contingent features. Since the Group’s accounting policy for the derecognition of financial assets and liabilities in prior years aligned with the amendments and the Group did not have the financial assets that were addressed by the amendments, the amendments did not have any impact on the interim condensed consolidated financial information.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION

For the six months ended 30 June 2026

2.2 CHANGES IN ACCOUNTING POLICIES AND DISCLOSURES *(continued)*

- (b) Amendments to HKFRS 9 and HKFRS 7 *Contracts Referencing Nature-dependent Electricity* clarify the application of the “own-use” requirements for in-scope contracts and amend the designation requirements for a hedged item in a cash flow hedging relationship for in-scope contracts. The amendments also include additional disclosures that enable users of financial statements to understand the effects these contracts have on an entity’s financial performance and future cash flows. As the Group did not have any contracts that are in the scope of the amendments, the amendments did not have any impact on the interim condensed consolidated financial information.
- (c) *Annual Improvements to HKFRS Accounting Standards* – Volume 11 set out narrow scope amendments to HKFRS 1, HKFRS 7 (and the accompanying *Guidance on implementing HKFRS 7*), HKFRS 9, HKFRS 10 and HKAS 7. The amendments include clarifications, simplifications, corrections or changes to improve consistency in the corresponding HKFRS Accounting Standards. The amendments did not have any impact on the interim condensed consolidated financial information.

3. REVENUE

An analysis of revenue is as follows:

	Six months ended 30 June	
	2026 RMB'000 (Unaudited)	2025 RMB'000 (Unaudited)
Revenue from contracts with customers		
Sale of automotive components	1,459,447	1,557,185

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION

For the six months ended 30 June 2026

3. REVENUE *(continued)*

Disaggregated revenue information for revenue from contracts with customers

	Six months ended 30 June	
	2026 RMB'000 (Unaudited)	2025 RMB'000 (Unaudited)
Type of goods		
Sale of goods	1,459,447	1,557,185
Total	1,459,447	1,557,185
Geographical markets		
China	425,613	526,204
North America	788,295	783,052
Europe	162,129	154,318
Other countries	83,410	93,611
Total	1,459,447	1,557,185
Timing of revenue recognition		
Goods transferred at a point in time	1,459,447	1,557,185
Total	1,459,447	1,557,185
Revenue from contracts with customers		
External customers	1,459,447	1,557,185
Total	1,459,447	1,557,185

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION

For the six months ended 30 June 2026

4. PROFIT BEFORE TAX

The Group's profit before tax is arrived at after charging/(crediting):

	Six months ended 30 June	
	2026 RMB'000 (Unaudited)	2025 RMB'000 (Unaudited)
Cost of inventories sold	968,806	1,071,153
Depreciation of property, plant and equipment	200,594	112,199
Depreciation of right-of-use assets	10,363	15,637
Impairment of trade and bills receivables	473	1,551
Write-down/(reversal of write-down) of inventories to net realisable value	(319)	287
Gain on disposal of items of property, plant and equipment, net*	(120)	(939)
Foreign exchange differences, net*	17,794	(17,666)

* These gains are included in "Other income and gains" and the losses are included in "Administrative expenses", as appropriate, in the interim condensed consolidated statement of profit or loss and other comprehensive income.

5. INCOME TAX EXPENSE

Hong Kong profits tax has been provided at the rate of 16.5% (six months ended 30 June 2025: 16.5%) on the estimated assessable profits arising in Hong Kong during the period, except for one subsidiary of the Group which is a qualifying entity under the two-tiered profits tax rates regime. The first HK\$2,000,000 (six months ended 30 June 2025: HK\$2,000,000) of assessable profits of this subsidiary are taxed at 8.25% (six months ended 30 June 2025: 8.25%) and the remaining assessable profits are taxed at 16.5% (six months ended 30 June 2025: 16.5%). Taxes on profits assessable elsewhere have been calculated at the rates of tax prevailing in the jurisdictions in which the Group operates, except for two subsidiaries of the Group which qualified as High and New Technology Enterprise in Chinese Mainland and a lower corporate income tax rate of 15% (six months ended 30 June 2025: 15%) has been applied for the period.

	Six months ended 30 June	
	2026 RMB'000 (Unaudited)	2025 RMB'000 (Unaudited)
Current:		
Charge for the period		
Hong Kong	16,244	19,358
Elsewhere	39,834	30,163
Underprovision/(overprovision) in prior years	607	(116)
Deferred	(2,056)	410
Total tax charge for the period	54,629	49,815

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION

For the six months ended 30 June 2026

6. DIVIDENDS

	Six months ended 30 June	
	2026 RMB'000 (Unaudited)	2025 RMB'000 (Unaudited)
2025 final dividend declared - HK\$0.30 (2024 final dividend declared: HK\$0.30) per ordinary share	<u>265,325</u>	<u>280,050</u>

On 27 August 2026, the board of directors declared an interim dividend of HK\$0.15 (six months ended 30 June 2025: HK\$0.20) per ordinary share, amounting to a total of approximately RMB129,622,000 (six months ended 30 June 2025: RMB184,056,000).

7. EARNINGS PER SHARE ATTRIBUTABLE TO ORDINARY EQUITY HOLDERS OF THE PARENT

Basic earnings per share are calculated by dividing the profit attributable to the ordinary equity holders of the parent by the weighted average number of shares outstanding during the six months ended 30 June 2026 and 2025 respectively.

The calculations of the diluted earnings per share amount for the six months ended 30 June 2026 and 2025 are based on the profit attributable to the ordinary equity holders of the parent and the total of (i) the weighted average number of ordinary shares as used in the basic earnings per share calculation, and (ii) the weighted average number of ordinary shares assumed to have been issued at no consideration on the deemed exercise of all dilutive potential ordinary shares into ordinary shares.

	Six months ended 30 June	
	2026 RMB'000 (Unaudited)	2025 RMB'000 (Unaudited)
Profit for the period attributable to the ordinary equity holders of the parent for the purpose of basic and diluted earnings per share calculation	<u>213,544</u>	<u>241,716</u>

	Number of shares	
	2026	2025
Weighted average number of ordinary shares outstanding during the period used in the basic earnings per share calculation	1,004,419,155	1,002,920,182
Effect of dilution - weighted average number of ordinary shares:		
Share options	<u>1,661,817</u>	<u>1,607,217</u>
Weighted average number of ordinary shares outstanding during the period used in the diluted earnings per share calculation	<u>1,006,080,972</u>	<u>1,004,527,399</u>

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION

For the six months ended 30 June 2026

8. TRADE AND BILLS RECEIVABLES

An ageing analysis of the trade and bills receivables as at the end of each reporting period, based on the invoice date and net of provision, is as follows:

	30 June 2026 RMB'000 (Unaudited)	31 December 2025 RMB'000 (Audited)
Within 1 month	378,659	291,422
1 to 2 months	140,593	230,007
2 to 3 months	116,109	117,018
Over 3 months	27,883	47,417
	663,244	685,864

The Group's trading terms with its customers are mainly on credit. The credit period is generally one to four months. The Group seeks to maintain strict control over its outstanding receivables and has a credit control department to minimise credit risk. Overdue balances are reviewed regularly by senior management. In view of the aforementioned and the fact that the Group's trade and bills receivables relate to a large number of customers, there is no significant concentration of credit risk. The Group does not hold any collateral or other credit enhancements over its trade and bills receivable balances. Trade and bills receivables are non-interest-bearing.

9. TRADE PAYABLES

An ageing analysis of the trade payables as at the end of each reporting period, based on the invoice date, is as follows:

	30 June 2026 RMB'000 (Unaudited)	31 December 2025 RMB'000 (Audited)
Within 1 month	230,235	194,743
1 to 2 months	43,966	44,865
2 to 3 months	26,212	17,133
Over 3 months	84,862	93,273
	385,275	350,014

Trade payables are non-interest-bearing and are normally settled on terms of 30 to 60 days.

Included in trade payables is an amount due to an associate of RMB6,049,000 (31 December 2025: RMB7,502,000), which is unsecured, interest-free and repayable on demand.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION

For the six months ended 30 June 2026

10. PROPERTY, PLANT AND EQUIPMENT

During the six months ended 30 June 2026, the Group acquired items of property, plant and equipment at costs of RMB212,709,000 (six months ended 30 June 2025: RMB182,790,000).

Items of property, plant and equipment with an aggregate net book value of RMB5,310,000 (six months ended 30 June 2025: RMB10,343,000) were disposed of by the Group during the six months ended 30 June 2026.

In addition, there was no impairment for items of property, plant and equipment (six months ended 30 June 2025: Nil) for six months ended 30 June 2026.

11. ISSUED CAPITAL

	Number of shares	Nominal value of ordinary shares in HK\$'000	Nominal value of ordinary shares in RMB'000
Authorised:			
At 30 June 2026 and 31 December 2025	20,000,000,000	2,000,000	1,737,619
	Number of shares in issue	Share capital RMB'000	
Issued and fully paid:			
At 1 January 2025, 31 December 2025 and 1 January 2026	1,003,657,000	87,556	
Share options exercised (note)	4,450,000	418	
At 30 June 2026	1,008,107,000	87,974	

Note: During the six months ended 30 June 2026, 4,450,000 share options (six months ended 30 June 2025: 229,000) were exercised at the exercise price of HK\$3.45 (six months ended 30 June 2025: HK\$3.45) per share, resulting in the issue of 4,450,000 (six months ended 30 June 2025: 229,000) new ordinary shares of HK\$0.1 each for a total cash consideration of HK\$15,353,000 (RMB13,327,000).

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION

For the six months ended 30 June 2026

12. COMMITMENTS

The Group had the following capital commitments at the end of the Reporting Period:

	30 June 2026 RMB'000 (Unaudited)	31 December 2025 RMB'000 (Audited)
Contracted but not provided for: Plant and equipment	176,800	166,179

13. RELATED PARTY TRANSACTIONS

(a) The Group had the following transactions with a related party during the period:

	Notes	Six months ended 30 June	
		2026 RMB'000 (Unaudited)	2025 RMB'000 (Unaudited)
Purchase of tooling: Wuxi JingXing Precision Mould Company Limited	(i), (ii)	10,290	14,560

Notes:

- (i) The transactions were conducted in accordance with the terms and conditions mutually agreed by both parties.
- (ii) Wuxi JingXing Precision Mould Company Limited is an associate of the Group.

(b) Compensation of key management personnel of the Group:

	Six months ended 30 June	
	2026 RMB'000 (Unaudited)	2025 RMB'000 (Unaudited)
Short term employee benefits	15,692	15,052
Post-employment benefits	372	335
Total compensation paid to key management personnel	16,064	15,387

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION

For the six months ended 30 June 2026

14. FINANCIAL INSTRUMENTS BY CATEGORY

The carrying amounts of each of the categories of financial instruments as at the end of each of the reporting periods are as follows:

As at 30 June 2026

Financial assets

	Financial asset at fair value through other comprehensive income	Financial assets at amortised cost	Total
	Equity investment RMB'000 (Unaudited)	RMB'000 (Unaudited)	RMB'000 (Unaudited)
Trade and bills receivables	—	663,244	663,244
Financial assets included in prepayments, deposits and other receivables	—	10,857	10,857
Financial asset at fair value through other comprehensive income	1,408	—	1,408
Pledged bank deposits	—	1,370	1,370
Cash and cash equivalents	—	1,310,224	1,310,224
	<u>1,408</u>	<u>1,985,695</u>	<u>1,987,103</u>

Financial liabilities

	Financial liabilities at amortised cost RMB'000 (Unaudited)
Trade payables	385,275
Financial liabilities included in other payables and accruals	29,402
Lease liabilities	19,016
Dividend payable	261,681
	<u>695,374</u>

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION

For the six months ended 30 June 2026

14. FINANCIAL INSTRUMENTS BY CATEGORY *(continued)*

As at 31 December 2025

Financial assets

	Financial asset at fair value through other comprehensive income Equity investment RMB'000 (Audited)	Financial assets at amortised cost RMB'000 (Audited)	Total RMB'000 (Audited)
Trade and bills receivables	—	685,864	685,864
Financial assets included in prepayments, deposits and other receivables	—	32,510	32,510
Financial asset at fair value through other comprehensive income	13,409	—	13,409
Pledged bank deposit	—	3,497	3,497
Cash and cash equivalents	—	1,074,637	1,074,637
	<u>13,409</u>	<u>1,796,508</u>	<u>1,809,917</u>

Financial liabilities

	Financial liabilities at amortised cost RMB'000 (Audited)
Trade payables	350,014
Financial liabilities included in other payables and accruals	45,458
Lease liabilities	40,218
	<u>435,690</u>

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION

For the six months ended 30 June 2026

15. FAIR VALUE AND FAIR VALUE HIERARCHY OF FINANCIAL INSTRUMENTS

The carrying amounts and fair values of the Group's financial instruments, other than those with carrying amounts that reasonably approximate to fair values, are as follows:

	Carrying amounts		Fair values	
	30 June 2026 RMB'000 (Unaudited)	31 December 2025 RMB'000 (Audited)	30 June 2026 RMB'000 (Unaudited)	31 December 2025 RMB'000 (Audited)
Financial asset				
Financial asset at fair value through other comprehensive income	<u>1,408</u>	<u>13,409</u>	<u>1,408</u>	<u>13,409</u>

Management has assessed that the fair values of cash and cash equivalents, trade and bills receivables, trade payables, financial assets included in prepayments, deposits and other receivables, financial liabilities included in other payables and accruals, and dividend payable approximate to their carrying amounts were largely due to the short term maturities of these instruments.

The fair values of the financial assets and liabilities are included in the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale. The following methods and assumptions were used to estimate the fair values:

The fair value of a financial asset at fair value through other comprehensive income is based on quoted market prices.

The fair values of other financial assets and financial liabilities carried at amortised cost are approximated to their carrying amounts.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION

For the six months ended 30 June 2026

15. FAIR VALUE AND FAIR VALUE HIERARCHY OF FINANCIAL INSTRUMENTS *(continued)*

Fair value hierarchy

The following table illustrates the fair value measurement hierarchy of the Group's financial instruments:

Assets measured at fair value:

As at 30 June 2026

	Fair value measurement using			Total RMB'000 (Unaudited)
	Quoted prices in active markets (Level 1) RMB'000 (Unaudited)	Significant observable inputs (Level 2) RMB'000 (Unaudited)	Significant unobservable inputs (Level 3) RMB'000 (Unaudited)	
Financial asset at fair value through other comprehensive income	<u>1,408</u>	<u>—</u>	<u>—</u>	<u>1,408</u>

As at 31 December 2025

	Fair value measurement using			Total RMB'000 (Audited)
	Quoted prices in active markets (Level 1) RMB'000 (Audited)	Significant observable inputs (Level 2) RMB'000 (Audited)	Significant unobservable inputs (Level 3) RMB'000 (Audited)	
Financial asset at fair value through other comprehensive income	<u>13,409</u>	<u>—</u>	<u>—</u>	<u>13,409</u>

During the six months ended 30 June 2026, there were no transfers of fair value measurement between Level 1 and Level 2 and no transfers into or out of Level 3 for both financial assets and financial liabilities (31 December 2025: Nil).

16. APPROVAL OF THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

The interim condensed consolidated financial statements were approved and authorised for issue by the board of directors on 27 August 2026.

OTHER INFORMATION

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

As at 30 June 2026, the interests or short positions of the Directors and chief executive of the Company in the shares, underlying shares or debentures of the Company or any of the associated corporations, within the meaning of Part XV of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong) (the "SFO"), which (a) 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 and short positions which they are taken or deemed to have under such provisions of the SFO); or (b) were required, pursuant to section 352 of the SFO, to be recorded in the register referred to therein; or (c) were required to be notified to the Company and the Stock Exchange pursuant to the Model Code for Securities Transactions by Directors of Listed Issuers (the "Model Code") as set out in Appendix C3 to the Listing Rules are as follows:

Long positions in the Shares and underlying Shares:

Name of Directors	Capacity and nature of interest	Total number of Shares and underlying Shares	Approximate percentage of the total issued share capital of the Company (%)
Mr. Ma Xiaoming ("Mr. Ma")	Interest of controlled corporation	737,186,750 (Note 1)	
	Beneficial owner	14,388,000 (Note 2)	
	Total	751,574,750	74.55
Mr. Meng Jun	Beneficial owner	525,000 (Note 3)	0.05
Mr. Zhang Yumin	Beneficial owner	552,000 (Note 4)	0.05
Mr. Liu Jun	Beneficial owner	152,000 (Note 5)	0.02
Mr. He Xiaolu	Beneficial owner	136,000 (Note 6)	0.01
Mr. Jiang Wei	Beneficial owner	54,000 (Note 7)	0.01

Long positions in the shares of associated corporation:

Name of Director	Name of associated corporation	Percentage of interest (%)
Mr. Ma	Green Pinnacle Holdings Limited ("Green Pinnacle") (Note 1)	100

OTHER INFORMATION

Notes:

1. The 737,186,750 Shares are beneficially held by Green Pinnacle which is wholly owned by Mealth (PTC) Limited ("**Mealth PTC**"). Both Green Pinnacle and the Shares owned by it form part of the trust assets of the Mealth Discretionary Trust, which was established by Mr. Ma as settlor and whose trustee is Mealth PTC. The Mealth Discretionary Trust is a discretionary trust and its discretionary objects include Mr. Ma, Mr. Ma's family members, certain Directors, namely, Mr. He Xiaolu, Mr. Meng Jun, Mr. Liu Jun and Mr. Zhang Yumin and the other beneficiaries. By virtue of the SFO, Mr. Ma is deemed to be interested in the 737,186,750 Shares and the shares in Green Pinnacle held by Mealth PTC in his capacity of settlor of the Mealth Discretionary Trust.
2. Among the 14,388,000 Shares and underlying Shares, 14,335,000 Shares are beneficially held by Mr. Ma. The remaining 53,000 underlying Shares represent the maximum number of Shares which may be allotted and issued to Mr. Ma upon the exercise of the Share Options granted to him under the 2025 Share Option Scheme.
3. Among the 525,000 Shares and underlying Shares, 482,000 Shares are beneficially held by Mr. Meng Jun. The remaining 43,000 underlying Shares represent the maximum number of Shares which may be allotted and issued to Mr. Meng Jun upon the exercise of the Share Options granted to him under the 2025 Share Option Scheme.
4. Among the 552,000 Shares and underlying Shares, 507,000 Shares are beneficially held by Mr. Zhang Yumin. The remaining 45,000 underlying Shares represent the maximum number of Shares which may be allotted and issued to Mr. Zhang Yumin upon the exercise of the Share Options granted to him under the 2025 Share Option Scheme.
5. Among the 152,000 Shares and underlying Shares, 107,000 Shares are beneficially held by Mr. Liu Jun. The remaining 45,000 underlying Shares represent the maximum number of Shares which may be allotted and issued to Mr. Liu Jun upon the exercise of the Share Options granted to him under the 2025 Share Option Scheme.
6. Among the 136,000 Shares and underlying Shares, 96,000 Shares are beneficially held by Mr. He Xiaolu. The remaining 40,000 underlying Shares represent the maximum number of Shares which may be allotted and issued to Mr. He Xiaolu upon the exercise of the Share Options granted to him under the 2025 Share Option Scheme.
7. Among the 54,000 underlying Shares, 38,000 and 16,000 underlying Shares represent the maximum number of Shares which may be allotted and issued to Mr. Jiang Wei upon the exercise of the Share Options granted to him under the 2017 Share Option Scheme and 2025 Share Option Scheme respectively.

Save as disclosed above and to the best knowledge, information and belief of the Directors, as at 30 June 2026, none of the Directors or the chief executive of the Company had any interests or short positions in the shares, underlying shares or debentures of the Company or any of its associated corporations (within the meaning of Part XV of the SFO) which (a) 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 and short positions which they are taken or deemed to have under such provisions of the SFO); or (b) were required, pursuant to section 352 of the SFO, to be recorded in the register referred to therein; or (c) were required to be notified to the Company and the Stock Exchange pursuant to the Model Code.

DIRECTORS' RIGHTS TO ACQUIRE SHARES OR DEBENTURES

During the Reporting Period, none of the Company, any of its subsidiaries and associated corporations was a party to any arrangement to enable the Directors and the chief executive of the Company (including their respective close associates) to acquire benefits by means of the acquisition of the shares or underlying shares in, or debentures of, the Company or any of its associated corporations.

SUBSTANTIAL SHAREHOLDERS' INTERESTS IN THE SHARES AND UNDERLYING SHARES OF THE COMPANY

As at 30 June 2026, so far as are known to the Board, the following persons or parties (other than any Directors or chief executive of the Company) held interests or short position in the Shares and underlying Shares of the Company which fall to be disclosed to the Company under the provisions of Divisions 2 and 3 of Part XV of the SFO, or as recorded in the register required to be kept by the Company pursuant to Section 336 of the SFO:

Long positions in the Shares and underlying Shares:

Name of Shareholders	Capacity and nature of Interest	Total number of Shares and underlying Shares	Approximate percentage of the total issued share capital of the Company (%)
Green Pinnacle (Note 1)	Beneficial owner	737,186,750	73.13
Mealth PTC (Note 1)	Interest of a controlled corporation and trustee	737,186,750	73.13
Zhu Junhua (Note 2)	Interest of spouse	751,574,750	74.55

Notes:

- 737,186,750 Shares are beneficially held by Green Pinnacle, which is wholly owned by Mealth PTC. Both Green Pinnacle and the Shares owned by it form part of the trust assets of the Mealth Discretionary Trust, which was established by Mr. Ma as settlor and whose trustee is Mealth PTC. By virtue of the SFO, Mealth PTC is deemed to be interested in the 737,186,750 Shares held by Green Pinnacle.
- Ms. Zhu Junhua is the spouse of Mr. Ma and accordingly she is deemed to be interested in the aggregate of 751,574,750 Shares and underlying Shares in which Mr. Ma is interested by virtue of the SFO.

Save as disclosed above, as at 30 June 2026, the Directors were not aware that any persons/entities (other than any Directors or chief executive of the Company) had an interest or short position in the Shares or underlying shares of the Company which would fall to be disclosed to the Company under the provisions of Divisions 2 and 3 of Part XV of the SFO, or which had recorded in the register required to be kept by the Company pursuant to section 336 of the SFO.

OTHER INFORMATION

EMPLOYEES AND REMUNERATION POLICIES

As at 30 June 2026, the Group had 4,775 employees (31 December 2025: 5,118 employees, 30 June 2025: 5,201 employees) among which 3,812, 8, 18, 1, 10, 869, 55, 2 staff members were employed in Chinese Mainland, Hong Kong, the U.S., Japan, Germany, Mexico, Malaysia and United Arab Emirates, respectively. The remuneration and staff costs for the Reporting Period were approximately RMB395.9 million (1H 2025: approximately RMB417.5 million).

The salaries of the Group's employees largely depend on their type and level of work as well as their length of service with the Group. They receive social welfare benefits and other benefits including social insurance. As required by the relevant laws and regulations on social insurance in relevant jurisdictions, the Company participates in the social insurance schemes operated by the relevant local government authorities which include retirement pension, medical insurance, unemployment insurance, industrial injuries insurance and maternity insurance in the countries where the Group operates.

The Directors and senior management of the Company receive compensation in the form of salaries, benefits in kind and/or discretionary bonuses relating to the performance of the Group. The Company also reimburses them for expenses which are necessarily and reasonably incurred for providing services to the Company or executing their functions in relation to its operations. The Company regularly reviews and determines the remuneration and compensation packages of the Directors and senior management.

Further, the remuneration committee of the Board reviews the remuneration and compensation packages of the Directors and senior management with reference to salaries paid by comparable companies, time commitment and responsibilities of the Directors and senior management and performance of the Group.

PURCHASE, SALE OR REDEMPTION OF LISTED SECURITIES

The Company or any of its subsidiaries did not purchase, sell or redeem any of the Company's listed securities (including sale of treasury shares) during the Reporting Period.

As at 30 June 2026, the Company did not hold any treasury shares.

COMPLIANCE WITH THE CG CODE

The Board and the Company's management are committed to maintaining high standards of corporate governance. The Board firmly believes that conducting the Group's business in a transparent and responsible manner and following good corporate governance practices serve the Group's long-term interests and those of the Shareholders. The Board considers that the Company has complied with all the code provisions of the Corporate Governance Code (the "CG Code") as contained in Part 2 of Appendix C1 to the Listing Rules for the Reporting Period.

COMPLIANCE WITH THE MODEL CODE

The Company has adopted the Model Code as set out in Appendix C3 to the Listing Rules as its own code of conduct for dealing in securities of the Company by the Directors. In response to a specific enquiry made by the Company, all Directors confirmed that they had complied with the Model Code for the Reporting Period.

REVIEW BY AUDIT COMMITTEE

The Company has established an audit committee of the Board (the "Audit Committee") with written terms of reference in compliance with the CG Code. The Audit Committee comprises all three independent non-executive Directors, namely Mr. Tang Chi Wai (committee chairman), Mr. Gan Weimin and Prof. Cao Lixin. The Audit Committee has reviewed the Group's unaudited interim condensed consolidated financial information for 1H 2026. Based on such review and discussions with the management, the Audit Committee was satisfied that the financial information was prepared in accordance with applicable accounting standards and fairly presented the Group's financial position and results for 1H 2026.