Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.

神州控股
DC Holdings
DIGITAL CHINA HOLDINGS LIMITED
(神 州 數 碼 控 股 有 限 公 司*)
(*Incorporated in Bermuda with limited liability*)
(Stock Code: 00861)

ANNOUNCEMENT IN RELATION TO
THE UNAUDITED CONSOLIDATED FINANCIAL RESULTS OF
DIGITAL CHINA INFORMATION SERVICE GROUP COMPANY LTD.*
FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2026

This announcement is made by Digital China Holdings Limited (神州數碼控股有限公司*) (the "**Company**") pursuant to Rule 13.09 and Rule 13.10B of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited and the inside information provisions under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the laws of Hong Kong).

The board of directors of the Company (the "**Board**") hereby notifies that the unaudited consolidated financial results of 神州數碼信息服務集團股份有限公司 (Digital China Information Service Group Company Ltd.*) ("**DCITS**") and its subsidiaries for the nine months ended 30 September 2026 (the "**Results**") has been released on 29 October 2026. DCITS is the Company's 38.61% non-wholly-owned subsidiary, the shares of which are listed on The Shenzhen Stock Exchange.

The following is a summary of the Results together with the comparative figures of DCITS and its subsidiaries for the previous corresponding financial period:

Digital China Information Service Group Company Ltd. *
Summary of the unaudited consolidated financial results
For the nine months ended 30 September 2026

Summary

During the first three quarters, DCITS recorded operating revenue of RMB 6.579 billion. The net loss attributable to equity shareholders of DCITS was RMB 298 million, primarily due to the provision for litigation arising from the sales contract dispute case with Beijing Urban Construction Intelligent Control Technology Co., Ltd. The net loss excluding gains or losses was RMB 73 million, representing a year-on-year improvement of 42.75%.

DCITS's FinTech business maintained stable development, with the financial industry segment contributing operating revenue of RMB 2.827 billion during the reporting period, of which financial software and services revenue accounted for RMB 2.517 billion. The financial industry segment secured contract values totaling RMB 3.426 billion, including RMB 2.943 billion from financial software and services contracts.

In the third quarter, DCITS promoted the deep integration of AI with financial business processes, providing support for financial institutions to upgrade their business systems and enhance operational efficiency. In the core business systems domain, DCITS successfully signed a next-generation core business system construction project with a bank in Liaoning, leveraging its mature core application system overall solution to facilitate the client's core system upgrade. The enterprise-level microservices platform and Enterprise Service Bus (ESB) continued to maintain market leadership, securing contracts with several banks, the People’s Insurance Company of China(PICC) and other clients. The treasury and cash management product line focused on expanding banks' corporate channels and upgrading services, signing contracts with clients such as Inner Mongolia Rural Commercial Bank and Harbin Bank. DCITS's digital finance product line is dedicated to promoting the digital transformation of bank channels and payment systems. The electronic channel product line secured the TMF development platform project from Huishang Bank; the payment product line won digital RMB system construction and development projects from Beibu Gulf Bank and Bank of Ningbo; and the counter product line secured the counter system project from Shangrao Bank. In data business, AI+ business scenarios continued to be implemented, including corporate banking projects for a joint-stock bank and a leading city commercial bank, a comprehensive risk multi-agent project for a joint-stock bank, a look-through supervision project for a joint-stock bank, and a regulatory anti-money laundering project for a joint-stock bank. The asset and liability management product line continued to achieve breakthroughs, signing an overall management accounting project with Zhejiang Rural Credit Union, while also establishing collaboration with GAC-SOFINCO in budget management within the auto finance sector.

Unaudited consolidated financial results
For the nine months ended 30 September 2026

	Nine months ended 30 September 2026	Nine months ended 30 September 2025
	(unaudited)	(unaudited)
	RMB'000	RMB'000
Revenue	6,579,014	8,673,273
Net loss attributable to shareholders of the listed company	(298,237)	(106,798)
Basic losses per share (RMB/share)	(0.3084)	(0.1111)
Diluted losses per share (RMB/share)	(0.3084)	(0.1111)

Please refer to the full text of the Results attached to this announcement for details.

Shareholders and investors of the Company are reminded that the information above relates to the financial information of the Company's 38.61% non-wholly-owned subsidiary, DCITS, rather than that of the Company. The financial information in this announcement is based on preliminary financial data of DCITS, has not been audited nor reviewed by its auditors.

Shareholders and potential investors of the Company are advised to exercise caution when dealing in the shares of the Company.

By order of the Board
Digital China Holdings Limited
(神州數碼控股有限公司*)
GUO Wei
Chairman and Chief Executive Officer

Hong Kong, 29 October 2026

As at the date of this announcement, the Board comprises nine Directors, namely:

Executive Directors: Mr. GUO Wei (Chairman and Chief Executive Officer), Mr. LIN Yang (Vice Chairman) and Mr. CAI Yinghua (President and Chief Operating Officer)

Non-executive Director: Ms. CONG Shan

Independent Non-executive Directors: Dr. LIU Yun, John, Mr. KING William, Dr. GUO Song, Mr. CHAN Wai Hong, Michael and Dr. LI Jing

Website: www.dcholdings.com
**For identification purpose only*

Hereinbelow is a reproduction of the announcement made by DCITS pursuant to the relevant listing rules of The Shenzhen Stock Exchange. In case of any discrepancy, the Chinese version shall prevail.

(Note: Unless otherwise specified, the following currencies are in RMB.)

Securities code: 000555 Securities abbreviation: DCITS Announcement no: 2026-095

Digital China Information Service Group Company Ltd.

2026 Third Quarterly Report

The Company and the Board of Directors of the Company guarantee that the contents of this quarterly report disclosed are true, accurate, and complete without any false representations, misleading statements or material omissions.

Important information contained:

1. The Board of Directors and the Directors, the senior management of the Company warrant that the contents of this quarterly report are true, accurate and complete without any false representations, misleading statements or material omissions, of which they bear individual and joint legal liabilities.
2. The person-in-charge of the Company, the person-in-charge of accounting operations and the head of the accounting department (head of accounting), declare that the financial statements in this quarterly report are true, accurate and complete.
3. Whether the third quarterly report is audited
   □ Yes √ No

I. MAIN FINANCIAL INFORMATION

I. Principal accounting figures and financial indicators

Whether the Company has made retrospective adjustment to or restatement of the accounting data of prior years

□ Yes √ No

	For the reporting period	Increase/decrease in the reporting period compared with the corresponding period of last year	From the beginning of the year to the end of the reporting period	Increase/decrease from the beginning of the year to the end of the reporting period compared with the corresponding period of last year
Operating revenue (RMB)	2,453,515,838.35	-42.27%	6,579,013,758.65	-24.15%
Net profit attributable to shareholders of the listed company (RMB)	-15,312,726.67	-46.98%	-298,236,830.77	-179.25%
Net profit excluding extraordinary gain or loss items attributable to shareholders of the listed company (RMB)	-5,360,614.69	82.73%	-73,425,386.12	42.75%
Net cash flows from operating activities (RMB)	—	—	-1,717,524,187.34	-32.66%
Basic earnings per share (RMB/share)	-0.0158	-46.30%	-0.3084	-177.59%
Diluted earnings per share (RMB/share)	-0.0158	-46.30%	-0.3084	-177.59%
Weighted average return on net assets	-0.28%	-0.09%	-5.34%	-3.43%
	As at the reporting period ended	As at the last year ended	Increase/decrease as at the reporting period ended compared with the last year ended	
Total assets (RMB)	12,777,633,223.51	12,525,575,558.10	2.01%	
Total owners' equity attributable to shareholders of the listed company (RMB)	5,452,436,130.61	5,688,129,419.01	-4.14%	

II. Items and amounts of extraordinary gain or loss

√ Applicable □ N/A

Unit: RMB

Item	Amount for the reporting period	Amount from the beginning of the year to the end of the reporting period	Notes
Gain/loss from the disposal of non-current assets (including written-off portions for which asset impairment provision has been made)	-64,569.08	-953,898.90	

Item	Amount for the reporting period	Amount from the beginning of the year to the end of the reporting period	Notes
Government grants included in current period's profit and loss (other than government grants closely related to the normal operation of the Company, conformed to the requirements of national policies, obtained under established criteria, and have a continuous impact on the Company's profit or loss)	755,634.00	1,113,841.49	
Gain/loss from the fair value change in financial assets and financial liabilities held by non-financial entities and gain/loss from the disposal of financial assets and financial liabilities, other than effective hedging activities related to the Company's normal operating business	5,973,103.14	14,518,844.87	
Reversal of provision for impairment of receivables that have been individually tested for impairment	4,939,623.29	12,725,392.67	
Non-operating income and expenses other than the above	-21,481,836.73	-325,656,150.34	
Gain on Disposal of Long-term Equity Investments	768,579.16	768,579.16	
Less: Effect of income tax	446,915.09	-73,350,929.29	
Effect of minority interests (after tax)	395,730.67	678,982.89	
Total	-9,952,111.98	-224,811,444.65	--

Details of other profit and loss items that meet the definition of extraordinary gain or loss:

□ Applicable √ N/A

The Company has not classified any profit and loss items that meet the definition of extraordinary gain or loss.

An explanatory statement should be made in respect of extraordinary gain or loss items defined under the "Explanatory Announcement No. 1 for Information Disclosure by Public Issuers of Securities – Extraordinary Gain or Loss Items" classified as recurring profit or loss items by the Company

□ Applicable √ N/A

For the reporting period, the Company has not classified any extraordinary gain or loss items as defined under or set out in the "Explanatory Announcement No. 1 for Information Disclosure by Public Issuers of Securities – Extraordinary Gain or Loss Items" as recurring profit or loss items.

III. Changes in major accounting items and financial indicators during the reporting period and reasons therefor

√ Applicable □ N/A

(I) Reasons for change in the balance sheet items:

Item	Closing balance (RMB)	Opening balance (RMB)	Percentage change	Note
Cash and bank balances	1,381,882,194.87	2,812,695,272.14	-50.87%	1
Financial assets held for trading	445,130,967.86	102,382,052.57	334.77%	2
Other receivables	241,716,261.53	161,566,932.09	49.61%	3

Item	Closing balance (RMB)	Opening balance (RMB)	Percentage change	Note
Inventories	3,778,355,862.27	2,525,431,517.22	49.61%	4
Non-current assets due within one year	135,582,200.53	94,660,779.68	43.23%	5
Long-term receivables	35,463,322.44	55,263,609.93	-35.83%	6
Right-of use asset	6,141,368.14	13,388,380.48	-54.13%	7
Development expenditure	21,808,870.63	32,415,018.43	-32.72%	8
Long-term prepaid expenses	2,277,622.49	3,681,806.16	-38.14%	9
Deferred tax assets	302,775,630.11	194,372,426.41	55.77%	10
Short-term borrowings	1,651,574,929.76	1,057,486,582.09	56.18%	11
Bills payables	1,087,884,038.75	1,623,900,704.35	-33.01%	12
Contract liabilities	1,742,047,413.09	1,152,312,042.71	51.18%	13
Taxes payable	80,433,750.29	141,170,001.39	-43.02%	14
Other payables	275,048,825.11	144,078,019.82	90.90%	15
Non-current liabilities due within one year	4,656,535.47	23,667,394.68	-80.33%	16
Long-term borrowings		29,600,000.00	-100.00%	17
Lease liabilities	1,654,269.82	4,362,392.87	-62.08%	18
Estimated liabilities	324,810,396.71	23,320,764.99	1,292.79%	19
Deferred tax liabilities	851,019.86	1,398,826.05	-39.16%	20
Treasury stock	46,037,293.65	150,263,322.53	-69.36%	21
Minority shareholder's interest	-4,291,772.81	89,297,394.61	-104.81%	22

1. The closing balance of cash and bank equivalents decreased by 50.87% as compared to the opening balance, which was mainly attributable to the cash payments for the purchase of goods and receipt of services during the period;

2. The closing balance of financial assets held for trading increased by 334.77% as compared to the opening balance, which was mainly attributable to the purchase of wealth management products during the period;

3. The closing balance of other receivables increased by 49.61% as compared to the opening balance, which was mainly attributable to the advance payments made on behalf of procurement during the period;

4. The closing balance of inventories increased by 49.61% as compared to the opening balance, which was mainly attributable to the increase in construction in progress during the period;

5. The closing balance of non-current assets due within one year increased by 43.23% as compared to the opening balance, which was mainly attributable to the reclassification of large-denomination certificates of deposit during the period;

6. The closing balance of long-term receivables decreased by 35.83% as compared to the opening balance, which was mainly attributable to the collection of customer payments during the period;

7. The closing balance of right-of-use assets decreased by 54.13% as compared to the opening balance, which was mainly attributable

to the depreciation recognized during the period;

8. The closing balance of development expenditure decreased by 32.72% as compared to the opening balance, which was mainly attributable to the completion and transfer of capitalized development projects to intangible assets during the period;

9. The closing balance of long-term prepaid expenses decreased by 38.14% as compared to the opening balance, which was mainly attributable to the amortization of renovation costs during the period;

10. The closing balance of deferred tax assets increased by 55.77% as compared to the opening balance, which was mainly attributable to the increase in provisions for estimated liabilities during the period;

11. The closing balance of short-term borrowings increased by 56.18% as compared to the opening balance, which was mainly attributable to the acquisition of short-term borrowings during the period;

12. The closing balance of bills payables decreased by 33.01% as compared to the opening balance, which was mainly attributable to the payment of bills upon maturity during the period;

13. The closing balance of contract liabilities increased by 51.18% as compared to the opening balance, which was mainly attributable to the advance receipts from customers during the period;

14. The closing balance of taxes payable decreased by 43.02% as compared to the opening balance, which was mainly attributable to the payment of taxes during the period;

15. The closing balance of other payables increased by 90.90% as compared to the opening balance, which was mainly attributable to the collection of customer payments on behalf during the period;

16. The closing balance of non-current liabilities due within one year decreased by 80.33% as compared to the opening balance, which was mainly attributable to the repayment of long-term borrowings due within one year during the period;

17. The closing balance of long-term borrowings decreased by 100.00% as compared to the opening balance, which was mainly attributable to the repayment of borrowings during the period;

18. The closing balance of lease liabilities decreased by 62.08% as compared to the opening balance, which was mainly attributable to the rental payments made during the period;

19. The closing balance of estimated liabilities increased by 1,292.79% as compared to the opening balance, which was mainly attributable to the provisions for estimated liabilities arising from litigation during the period;

20. The closing balance of deferred tax liabilities decreased by 39.16% as compared to the opening balance, which was mainly attributable to the reversal of taxable temporary differences resulting from the depreciation of right-of-use assets during the period;

21. The closing balance of treasury stock decreased by 69.36% as compared to the opening balance, which was mainly attributable to the transfer of treasury stock to the employee stock ownership plan account during the period;

22. The closing balance of minority shareholder's interest decreased by 104.81% as compared to the opening balance, which was mainly attributable to the decrease in minority shareholder's interest resulting from losses during the period.

(II) Reasons for changes in income statement items:

Item	Amount for the current period (RMB)	Amount for the corresponding period of last year (RMB)	Percentage change	Note
Financial expenses	-1,549,618.51	43,998,618.16	-103.52%	23
Other income	28,926,003.43	42,606,926.90	-32.11%	24
Gains on changes in fair value (loss indicated by “-”)	3,611,070.38	-136,209.96	2,751.11%	25
Asset impairment loss (loss indicated by “-”)	-67,594,627.42	-43,997,963.18	53.63%	26

Item	Amount for the current period (RMB)	Amount for the corresponding period of last year (RMB)	Percentage change	Note
Non-operating income	9,195,828.41	13,169,774.09	-30.17%	27
Non-operating expenses	335,805,877.65	14,653,336.97	2,191.67%	28
Income tax expenses	-99,870,423.61	-48,574,488.08	-105.60%	29

23. Finance expenses decreased by 103.52% as compared to the corresponding period of the prior year, which was mainly attributable to the decrease in interest expenses during the period;

24. Other income decreased by 32.11% as compared to the corresponding period of the prior year, which was mainly attributable to the decrease in government grants received during the period;

25. Gains on changes in fair value increased by 2,751.11% as compared to the corresponding period of the prior year, which was mainly attributable to the impact of exchange rate fluctuations on the fair value of wealth management products during the period;

26. Asset impairment losses increased by 53.63% as compared to the corresponding period of the prior year, which was mainly attributable to the increase in provisions for inventory write-downs during the period;

27. Non-operating income decreased by 30.17% as compared to the corresponding period of the prior year, which was mainly attributable to the decrease in compensation income during the period;

28. Non-operating expenses increased by 2,191.67% as compared to the corresponding period of the prior year, which was mainly attributable to the increase in provisions for estimated liabilities arising from litigation during the period;

29. Income tax expense decreased by 105.60% as compared to the corresponding period of the prior year, which was mainly attributable to the decrease in deferred tax provision during the period;

(III) Reasons for change in cash flow statement items:

Item	Amount for the current period (RMB)	Amount for the corresponding period of last year (RMB)	Percentage change	Note
Net cash flows from operating activities	-1,717,524,187.34	-1,294,683,120.73	-32.66%	30
Net cash flows from investing activities	-334,201,970.19	-130,961,630.14	-155.19%	31
Net cash flows from financing activities	610,471,766.33	1,373,557,685.14	-55.56%	32
Effect on cash and cash equivalents due to change in foreign currency exchange rate	1,939,461.45	-246,386.74	887.16%	33

30. Net cash flows from operating activities decreased by 32.66% compared to the corresponding period of last year, which was mainly attributable to the decrease in cash received from sales of goods and rendering of services during the period;

31. Net cash flows from investing activities decreased by 155.19% compared to the corresponding period of last year, which was mainly attributable to the decrease in cash recovered from investments exceeding the cash paid during the period;

32. Net cash flows from financing activities decreased by 55.56% compared to the corresponding period of last year, which was mainly attributable to the decrease in cash received from borrowings during the period;

33. Effect on cash and cash equivalents due to change in foreign currency exchange rate increased by 887.16% compared to the corresponding period of last year, which was mainly attributable to the exchange rate fluctuations in the external financial market during the period.

II. SHAREHOLDERS INFORMATION

I. Total number of ordinary shareholders, number of preferential shareholders with restored voting rights and particulars of shareholdings of the top 10 shareholders

Unit: Share

Total number of ordinary shareholders as at the end of the reporting period	100,144	Total number of preferential shareholders with restored voting rights as at the end of the reporting period (if any)	0

Particulars of shareholding of the top 10 shareholders (excluding shares lent through refinancing)						
Name of shareholder	Nature of shareholder	Percentage of shareholding	Number of shares held	Number of shares held subject to trading moratorium	Pledged, marked or frozen	
					Status of shares	Number
Digital China Software Limited (神州數碼軟件有限公司) ("DCSL")	Domestic non-state-owned legal person	38.61%	376,776,084	0	Pledged	38,321,000
Kunshan Shenchang Technology Co., Ltd. (崑山市申昌科技有限公司) ("Shenchang Technology")	State-owned legal person	3.62%	35,300,080	0	N/A	0
Hong Kong Securities Clearing Company Limited	Foreign legal person	1.08%	10,527,967	0	N/A	0
Digital China Information Service Group Company Ltd. - 2026 Employee Stock Ownership Plan	Other	1.00%	9,748,000	0	N/A	0
China Construction Bank Corporation - Huabao CSI FinTech Theme Exchange-Traded Fund (ETF) (中國建設銀行股份有限公司- 華寶中證金融科技主題交易型開放式指數證券投資基金)	Other	0.87%	8,487,017	0	N/A	0
China Ping An Bank Corporation - Guotai CSI All Share Software Exchange-Traded Fund (ETF) (平安銀行股份有限公司 – 國泰中證全指軟件交易型開放式指數證券投資基金)	Other	0.50%	4,860,900	0	N/A	0
Zhang Wangbin (張王斌)	Domestic natural person	0.41%	4,000,000	0	N/A	0
Cheng Yanyun (程艷云)	Domestic natural person	0.34%	3,332,500	0	N/A	0
Wu Donghua (吳冬華)	Domestic natural person	0.34%	3,300,000	0	N/A	0

Name of shareholder	Nature of shareholder	Percentage of shareholding	Number of shares held	Number of shares held subject to trading moratorium	Pledged, marked or frozen	
					Status of shares	Number
Chen Bin (陳斌)	Domestic natural person	0.31%	3,000,000	0	N/A	0

Particulars of shareholdings of the top 10 shareholders not subject to trading moratorium (excluding shares lent through refinancing and executive lock-up shares)			
Name of shareholder	Number of shares held not subject to trading moratorium	Class and number of shares	
		Class of shares	Number
DCSL	376,776,084	RMB ordinary shares	376,776,084
Shenchang Technology	35,300,080	RMB ordinary shares	35,300,080
Hong Kong Securities Clearing Company Limited	10,527,967	RMB ordinary shares	10,527,967
Digital China Information Service Group Company Ltd. - 2026 Employee Stock Ownership Plan	9,748,000	RMB ordinary shares	9,748,000
China Construction Bank Corporation - Huabao CSI FinTech Theme Exchange-Traded Fund (ETF) (中國建設銀行股份有限公司- 華寶中證金融科技主題交易型開放式指數證券投資基金)	8,487,017	RMB ordinary shares	8,487,017
China Ping An Bank Corporation - Guotai CSI All Share Software Exchange-Traded Fund (ETF) (平安銀行股份有限公司 – 國泰中證全指軟件交易型開放式指數證券投資基金)	4,860,900	RMB ordinary shares	4,860,900
Zhang Wangbin (張王斌)	4,000,000	RMB ordinary shares	4,000,000
Cheng Yanyun (程艷云)	3,332,500	RMB ordinary shares	3,332,500
Wu Donghua (吳冬華)	3,300,000	RMB ordinary shares	3,300,000
Chen Bin (陳斌)	3,000,000	RMB ordinary shares	3,000,000
Description of connected relationships or concerted party relationships among the aforesaid shareholders	The Company is unaware of whether other shareholders have related relationships or whether they are persons acting in concert except for Digital China Information Service Group Company Ltd. - 2026 Employee Stock Ownership Plan and spousal relationship between Wu Donghua and Cheng Yanyun.		
Description of participation in margin trading by any of the top 10 shareholders (if any)	The 4,000,000 shares under the Zhang Wangbin are all held in credit securities accounts.		

Participation of shareholders holding more than 5% of shares, the top 10 shareholders and the top 10 shareholders of unrestricted tradable shares in refinancing transactions

□ Applicable √ N/A

Change from the previous period in the top 10 shareholders and top 10 shareholders of unrestricted tradable shares due to securities

lending/returning in the refinancing transactions

□ Applicable √ N/A

II. Special Note on Repurchase Account

At the end of the reporting period, the Company held 5,111,464 shares through securities repurchase account, accounting for 0.52% of the total share capital of the Company. These shares are not listed in the "Particulars of shareholding of the top 10 shareholders" above.

III. Total number of preferential shareholders and particulars of shareholding of the top 10 preferential shareholders

□ Applicable √ N/A

III. OTHER SIGNIFICANT EVENTS

√ Applicable □ N/A

(I) Company operations during the reporting period

During the first three quarters, the Company achieved operating revenue of RMB 6.579 billion. The net loss attributable to equity shareholders of the Company was RMB 298 million, primarily due to the provision for expected liabilities arising from the sales contract dispute case with Beijing Urban Construction Intelligent Control Technology Co., Ltd. The net loss after deducting non-recurring gains and losses was RMB 73 million, representing a year-on-year loss reduction of 42.75%.

The Company's FinTech business maintained stable development. During the reporting period, the financial industry segment achieved operating revenue of RMB 2.827 billion, of which financial software and services revenue amounted to RMB 2.517 billion, representing a year-on-year increase of 2.02%. The financial industry segment secured contract values totaling RMB 3.426 billion, of which financial software and services contracts amounted to RMB 2.943 billion, representing a year-on-year increase of 4.87%.

In the third quarter, the Company promoted the deep integration of AI with financial business processes, providing support for financial institutions to upgrade their business systems and enhance operational efficiency. In the core business systems domain, leveraging its mature core application system overall solution, the Company successfully signed a next-generation core business system construction project with a bank in Liaoning, facilitating its core system upgrade. The enterprise-level microservices platform and Enterprise Service Bus (ESB) continued to maintain market leadership, securing contracts from clients including Bank of Hunan, Hankou Bank, Longjiang Bank, Bank of Lanzhou, and PICC. The treasury and cash management product line focused on expanding banks' corporate channels and upgrading services, signing contracts with clients such as Inner Mongolia Rural Commercial Bank and Harbin Bank. The Company's digital finance product line is dedicated to promoting the digital transformation of bank channels and payment systems. The electronic channel product line secured the TMF development platform project from Huishang Bank; the payment product line won digital RMB system construction and development projects from Beibu Gulf Bank and Bank of Ningbo; and the counter product line secured the counter system project from Shangrao Bank. In data business, AI+ business scenarios continued to be implemented, including corporate banking projects for a joint-stock bank and a leading city commercial bank, a comprehensive risk multi-agent project for a joint-stock bank, a look-through supervision project for a joint-stock bank, and a regulatory anti-money laundering project for a joint-stock bank. The asset and liability management product line continued to achieve breakthroughs, signing an overall management accounting project with Zhejiang Rural Credit Union, while also establishing cooperation with GAC Mitsubishi Motors Finance in budget management within the auto finance sector.

(II) Matters concerning the Company's 2026 Issuance of Shares to Specific Targets during the Reporting Period

1. On 3 August 2026, the Company disclosed the "Announcement on the Acceptance of the Application for Issuance of Shares

to Specific Targets by the Shenzhen Stock Exchange". The Shenzhen Stock Exchange, in accordance with relevant regulations, reviewed the application documents submitted by the Company for the issuance of shares to specific targets and, deeming the application documents complete, decided to accept the application. For details, please refer to the relevant announcements disclosed by the Company in Securities Times and巨潮資訊網(www.cninfo.com.cn).

2. On 8 September 2026, the Company disclosed the "Reply to the Review Inquiry Letter Regarding the Application of Digital China Information Service Group Co., Ltd. for Issuance of Shares to Specific Targets" and other related announcements. For details, please refer to the relevant announcements disclosed by the Company in Securities Times and巨潮資訊網(www.cninfo.com.cn).

3. The Company's issuance of shares to specific targets is currently in progress. This matter is subject to the review and approval of the Shenzhen Stock Exchange and the registration approval of the China Securities Regulatory Commission (CSRC) before it can be formally implemented. The final issuance plan shall be subject to the plan approved for registration by the CSRC.

(III) Matters concerning the Equity Transfer of the Company's Wholly-Owned Subsidiary

1. The 6th Extraordinary Meeting of the Tenth Board of Directors held on 14 August 2026 formed a resolution, deliberating and approving the "Proposal on the Transfer of Partial Equity of a Controlled Subsidiary by a Wholly-Owned Subsidiary", agreeing that the Company's wholly-owned subsidiary, Beijing Zhongnong Xinda Information Technology Co., Ltd., would transfer its 22.22% equity in its controlled subsidiary, Beijing Qishuo Jiye Technology Co., Ltd. ("Qishuo Technology"), to Beijing Xiangshuo Investment Management Center (Limited Partnership) for RMB 1 million.

2. On 3 September 2026, the Company disclosed the "Announcement on the Progress of the Transfer of Partial Equity of a Controlled Subsidiary by a Wholly-Owned Subsidiary and the Completion of Industrial and Commercial Registration Changes", The Company has received the full consideration for this equity transfer; Qishuo Technology, in accordance with the "Equity Transfer Agreement" has completed the relevant equity registration and industrial and commercial filing procedures, and has obtained the shareholder register reissued by Beijing Equity Registration and Management Center Co., Ltd. Upon completion of this equity transfer, the Company's shareholding ratio in Qishuo Technology is 18.5890%, and Qishuo Technology is no longer included in the Company's consolidated financial statements.

For the above details, please refer to the relevant announcements disclosed by the Company in Securities Times and巨潮資訊網(www.cninfo.com.cn).

(IV) Matters concerning the Company's Capital Reduction and Withdrawal from a Controlled Subsidiary

1. The 7th Extraordinary Meeting of the Tenth Board of Directors held on 22 September 2026 formed a resolution, deliberating and approving the "Proposal on Capital Reduction and Withdrawal from a Controlled Subsidiary", agreeing that the Company's controlled subsidiary, Yangling Agricultural Cloud Service Co., Ltd., would withdraw from its controlled subsidiary, Shenzhou Vision (Xi'an) Technology Development Co., Ltd., by means of a targeted capital reduction, and authorizing the Company's management or its authorized persons to handle the specific matters of this capital reduction, including but not limited to signing relevant agreements and handling industrial and commercial changes. For details, please refer to the relevant announcements disclosed by the Company in Securities Times and巨潮資訊網(www.cninfo.com.cn).

2. As of now, the Company is continuously advancing the various work of this capital reduction matter.

(V) Matters concerning the Company's Litigation Cases

On 26 June and 4 August 2026, the Company disclosed the "Announcement on the Status of Cumulative Litigation and Arbitration Cases" and the "Announcement on the Progress of the Company's Litigation Cases", involving the sales contract dispute cases between the Company, Digital China System Integration Services Co., Ltd. ("DC System Integration"), and Beijing Urban Construction Intelligent Control Technology Co., Ltd. ("UCIC"). For details, please refer to the relevant announcements disclosed by the Company in Securities Times and巨潮資訊網(www.cninfo.com.cn).

In June 2026, the Beijing Third Intermediate People's Court rendered a first-instance judgment; in July 2026, the Beijing Shunyi

District People's Court rendered a first-instance judgment. Currently, in the case before the Beijing Third Intermediate People's Court, the Company's controlled subsidiary DC System Integration, UCIC, and a third party have all filed appeals; in the case before the Beijing Shunyi District People's Court, DC System Integration and UCIC have filed appeals. As of now, the aforementioned cases are pending second-instance trial or judgment. The Company will actively respond, properly handle, and closely monitor the actual progress of the aforementioned cases, effectively safeguarding the legitimate rights and interests of the Company and its shareholders.

IV. FINANCIAL STATEMENTS

I. Financial statements

1. Consolidated balance sheet

Prepared by: Digital China Information Service Group Company Ltd.

30 September 2026

Unit: RMB

Item	Closing balance	Opening balance
Current assets:		
Cash and bank balances	1,381,882,194.87	2,812,695,272.14
Balances with other financial institution		
Loan to banks		
Financial assets held for trading	445,130,967.86	102,382,052.57
Derivative financial assets		
Bills receivable	74,085,368.07	60,504,128.13
Trade receivables	1,800,451,182.58	1,966,801,509.52
Receivables financing		
Prepayments	113,047,099.18	127,975,034.22
Premium receivable		
Receivables from reinsurers		
Reinsurance contract reserves receivable		
Other receivables	241,716,261.53	161,566,932.09
Of which: Interest receivable		
Dividend receivable		
Purchase of repo financial assets		
Inventories	3,778,355,862.27	2,525,431,517.22
Of which: Data resources		
Contract assets	2,553,783,581.44	2,366,201,864.25
Assets classified as held-for-sale		
Non-current assets due within one year	135,582,200.53	94,660,779.68

Item	Closing balance	Opening balance
Other current assets	55,791,794.88	67,572,875.65
Total current assets	10,579,826,513.21	10,285,791,965.47
Non-current assets:		
Disbursement of loans and advances		
Debt investments		
Other debt investments		
Long-term receivables	35,463,322.44	55,263,609.93
Long-term equity investments	17,689,509.07	20,984,312.67
Other investments in equity instruments	131,709,505.27	130,776,392.62
Other non-current financial assets	670,000.00	
Investment properties	10,503,196.15	10,757,762.05
Fixed assets	382,093,161.99	388,386,681.96
Construction in progress		
Productive biological assets		
Oil & gas assets		
Right of use assets	6,141,368.14	13,388,380.48
Intangible assets	151,391,190.82	173,930,421.22
Of which: Data resources		
Development expenses	21,808,870.63	32,415,018.43
Of which: Data resources		
Goodwill	929,462,182.52	929,462,182.52
Long-term prepaid expenses	2,277,622.49	3,681,806.16
Deferred tax assets	302,775,630.11	194,372,426.41
Other non-current assets	205,821,150.67	286,364,598.18
Total non-current assets	2,197,806,710.30	2,239,783,592.63
Total assets	12,777,633,223.51	12,525,575,558.10
Current liabilities:		
Short-term borrowings	1,651,574,929.76	1,057,486,582.09
Borrowings from central bank		

Item	Closing balance	Opening balance
Placements from banks and other financial institutions		
Financial liabilities held for trading		
Derivative financial liabilities		
Bills payables	1,087,884,038.75	1,623,900,704.35
Trade payables	1,738,277,444.08	2,011,402,933.06
Receipt in advance		
Contract liabilities	1,742,047,413.09	1,152,312,042.71
Funds from selling and repurchasing financial assets		
Customer bank deposits and amounts due to banks and other financial institutions		
Funds from securities agency		
Funds from securities underwriters		
Staff remuneration payable	392,125,776.99	502,803,859.02
Taxes payable	80,433,750.29	141,170,001.39
Other payables	275,048,825.11	144,078,019.82
Of which: Interest payable		
Dividend payable		
Fees and commission payable		
Due to reinsurers		
Liabilities classified as held-for-sale		
Non-current liabilities due within one year	4,656,535.47	23,667,394.68
Other current liabilities	13,464,995.35	10,857,927.37
Total current liabilities	6,985,513,708.89	6,667,679,464.49
Non-current liabilities:		
Reserves for insurance contracts		
Long-term borrowings		29,600,000.00
Bonds payables		
Of which: preferential shares		
perpetual notes		

Item	Closing balance	Opening balance
Lease liabilities	1,654,269.82	4,362,392.87
Long-term payables		
Long-term staff remuneration payable		
Estimated liabilities	324,810,396.71	23,320,764.99
Deferred income	16,659,470.43	21,787,296.08
Deferred tax liabilities	851,019.86	1,398,826.05
Other non-current liabilities		
Total non-current liabilities	343,975,156.82	80,469,279.99
Total liabilities	7,329,488,865.71	6,748,148,744.48
Owners' equity:		
Share capital	975,774,437.00	975,774,437.00
Other equity instruments		
Of which: preferential shares		
perpetual notes		
Capital reserve	2,317,490,486.31	2,330,702,466.33
Less: Treasury stock	46,037,293.65	150,263,322.53
Other comprehensive income	49,565,022.36	68,328,899.12
Special reserve		
Surplus reserve	53,828,240.15	53,828,240.15
General risk provisions		
Retained profits	2,101,815,238.44	2,409,758,698.94
Total owners' equity attributable to parent company	5,452,436,130.61	5,688,129,419.01
Minority shareholder's interest	-4,291,772.81	89,297,394.61
Total owners' equity	5,448,144,357.80	5,777,426,813.62
Total liabilities and owners' equity	12,777,633,223.51	12,525,575,558.10

Legal representative: Xu Qichang | Person-in-charge of accounting operations: Liu Weigang | Head of accounting department: Wang Chenxu

2. Consolidated income statement

Unit: RMB

Item	Amount for the current period	Amount for the previous period
1. Total operating revenue	6,579,013,758.65	8,673,272,847.89
Of which: Operating revenue	6,579,013,758.65	8,673,272,847.89
Interest income		
Earned premium		
Fees and commission income		
2. Total operating cost	6,552,497,764.84	8,673,601,683.71
Of which: Operating cost	5,668,742,766.33	7,674,811,631.48
Interest expenses		
Fees and commission expenses		
Surrenders		
Net amount of compensation payout		
Net amount of reserves for insurance liabilities		
Policyholder dividends expenses		
Expenses for reinsurance accepted		
Taxes and surcharges	27,573,927.89	33,843,707.94
Selling expenses	297,352,669.23	327,732,407.19
Administrative expenses	200,775,129.36	191,686,882.65
Research and development expenses	359,602,890.54	401,528,436.29
Financial expenses	-1,549,618.51	43,998,618.16
Of which: Interest expenses	22,978,227.09	52,217,516.74
Interest income	10,240,851.58	12,875,239.56
Add: Other income	28,926,003.43	42,606,926.90
Investment income (loss indicated by “-”)	11,927,766.24	9,403,664.36
Of which: Investment income from associates and joint ventures	-3,294,803.60	-740,477.43
Gains on derecognition of financial assets measured at amortized cost	-233,783.81	
Exchange gains (loss indicated by “-”)		
Gains on net exposure hedging (loss indicated by		

Item	Amount for the current period	Amount for the previous period
“-”)		
Gains from change in fair value (loss indicated by “-”)	3,611,070.38	-136,209.96
Credit impairment loss (loss indicated by “-”)	-171,501,450.32	-224,147,490.93
Asset impairment loss (loss indicated by “-”)	-67,594,627.42	-43,997,963.18
Gains from the disposal of assets (loss indicated by “-”)		
3. Operating profit (loss indicated by “-”)	-168,115,243.88	-216,599,908.63
Add: Non-operating income	9,195,828.41	13,169,774.09
Less: Non-operating expenses	335,805,877.65	14,653,336.97
4. Total profit (total loss indicated by “-”)	-494,725,293.12	-218,083,471.51
Less: Income tax expenses	-99,870,423.61	-48,574,488.08
5. Net profit (net loss indicated by “-”)	-394,854,869.51	-169,508,983.43
(I) Analysed by continuity		
1. Net profit from continuing operations (loss indicated by “-”)	-394,854,869.51	-169,508,983.43
2. Net profit from discontinued operations (loss indicated by “-”)		
(II) Analysed by ownership		
1. Net profit attributable to owners of the parent company	-298,236,830.77	-106,798,001.90
2. Minority interests	-96,618,038.74	-62,710,981.53
6. Net amount of other comprehensive income after taxation	-18,763,876.79	4,437,753.34
Net amount of other comprehensive income after taxation attributable to owners of the parent company	-18,763,876.79	4,437,753.34
(I) Other comprehensive income which cannot be reclassified as profit or loss	82,041.56	72,760.35
1. Changes in the re-measurement of defined benefit plans		
2. Other comprehensive income under equity method which cannot be recorded in profit and loss		
3. Change in fair value of other investments in equity instruments	82,041.56	72,760.35
4. Change in fair value of inherent credit risks		
5. Others		
(II) Other comprehensive income which will be reclassified as profit or loss	-18,845,918.35	4,364,992.99

Item	Amount for the current period	Amount for the previous period
1. Other comprehensive income under equity method which will be recorded in profit and loss		
2. Change in fair value of other debt investments		
3. Reclassification of financial assets included in other comprehensive income		
4. Credit loss for other debt investments		
5. Cash flow hedging reserve		
6. Differences arising from foreign currency translation	-18,845,918.35	4,364,992.99
7. Others		
Net amount of other comprehensive income after taxation attributable to minority shareholders		
7. Total comprehensive income	-413,618,746.30	-165,071,230.09
Total comprehensive income attributable to owners of the parent company	-317,000,707.56	-102,360,248.56
Total comprehensive income attributable to minority shareholders	-96,618,038.74	-62,710,981.53
8. Earnings per share:		
(I) Basic earnings per share	-0.3084	-0.1111
(II) Diluted earnings per share	-0.3084	-0.1111

For business combinations under common control occurred during the current period, the net profit realized by the acquiree prior to the combination was Nil, and the net profit realized by the acquiree in the previous period was Nil.

Legal representative: Xu Qichang　　Person-in-charge of accounting operations: Liu Weigang　　Head of accounting department: Wang Chenxu

3. Consolidated cash flow statement

Unit: RMB

Item	Amount for the current period	Amount for the previous period
1. Cash flow from operating activities:		
Cash received from sales of goods and rendering of services	7,628,435,339.25	9,453,096,044.67
Net increase in customer bank deposits and amounts due to other financial institutions		
Net increase in borrowings from central bank		
Net increase in placements from other financial institutions		
Cash received in premiums under original insurance contracts		

Item	Amount for the current period	Amount for the previous period
Net cash received from reinsurance business		
Net increase of policyholder deposits and investment funds		
Cash received from interests, fees and commissions		
Net increase in placements from banks and other financial institutions		
Net increase in repurchase business capital		
Net cash received for customer brokerage deposits		
Tax rebates received	2,134,681.39	2,113,674.54
Other cash received in connection with operating activities	68,898,931.73	110,095,202.48
Sub-total of cash inflow from operating activities	7,699,468,952.37	9,565,304,921.69
Cash paid for purchase of goods and rendering of services	5,566,677,266.30	6,941,294,357.71
Net increase in customer loans and advances		
Net increase in deposits with central bank and other financial institutions		
Cash paid for original insurance contract claims		
Net increase in loans to banks and other financial institutions		
Interest, fees and commissions paid		
Cash paid for policyholder dividend		
Cash paid to and for employees	3,307,208,033.74	2,959,392,521.96
Taxes paid	241,231,186.10	223,733,088.56
Other cash paid in connection with operating activities	301,876,653.57	735,568,074.19
Sub-total of cash outflow from operating activities	9,416,993,139.71	10,859,988,042.42
Net cash flow from operating activities	-1,717,524,187.34	-1,294,683,120.73
2. Cash flow from investing activities:		
Cash received from disposal of investments		
Cash received on obtaining investment income	10,852,230.36	4,555,897.93
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	2,069,602.66	1,629,406.69
Net cash received from disposal of subsidiaries and other business units		
Other cash received in connection with investing activities	2,465,849,105.41	2,861,191,030.97
Sub-total of cash inflow from investing activities	2,478,770,938.43	2,867,376,335.59

Item	Amount for the current period	Amount for the previous period
Cash paid for purchase and construction of fixed assets, intangible assets and other long-term assets	43,992,346.21	36,538,026.30
Cash paid for acquisition of investments	712,770.00	
Net increase in pledge loans		
Net cash paid for acquisition of subsidiaries and other business units		
Other cash paid in connection with investing activities	2,768,267,792.41	2,961,799,939.43
Sub-total of cash outflow from investing activities	2,812,972,908.62	2,998,337,965.73
Net cash flow from investing activities	-334,201,970.19	-130,961,630.14
3. Cash flow from financing activities:		
Cash received from investments	98,552,348.00	
Of which: Cash received from investments in a subsidiary by minority shareholders	68.00	
Cash received on drawdown of loans	1,595,838,626.19	2,765,954,206.82
Other cash received in connection with financing activities		
Sub-total of cash inflow from financing activities	1,694,390,974.19	2,765,954,206.82
Cash paid for repayment of borrowings	1,036,776,143.56	1,333,211,618.46
Cash paid for dividend or profit distribution or interest payment	39,013,493.27	50,687,075.43
Of which: Dividend and profit paid to minority shareholders by a subsidiary	7,680,000.00	
Other cash paid in connection with financing activities	8,129,571.03	8,497,827.79
Sub-total of cash outflow from financing activities	1,083,919,207.86	1,392,396,521.68
Net cash flows from financing activities	610,471,766.33	1,373,557,685.14
4. Effect on cash and cash equivalents due to change in foreign currency exchange rate	1,939,461.45	-246,386.74
5. Net increase in cash and cash equivalents	-1,439,314,929.75	-52,333,452.47
Add: Balance of cash and cash equivalents at the beginning of the period	2,371,605,560.07	1,994,157,723.20
6. Balance of cash and cash equivalents at the end of the period	932,290,630.32	1,941,824,270.73

II. Adjustments to financial statements at the beginning of the year upon initial application of new accounting standards or interpretation of standards since 2026

□ Applicable √ N/A

III. Audit report

Whether the third quarterly report is audited

□ Yes √ No

The third quarterly report of the Company is unaudited.

The Board of Digital China Information Service Group Company Ltd.

29 October 2026