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**CHINA UNICOM (HONG KONG) LIMITED**  
**中國聯合網絡通信(香港)股份有限公司**

*(Incorporated in Hong Kong with limited liability)*

**(Stock Code: 762)**

**2025 ANNUAL RESULTS ANNOUNCEMENT  
AND CLOSURE OF REGISTER OF MEMBERS**

**Highlights:**

- In 2025, operating revenue reached RMB392.2 billion. Profit before income tax was RMB25.5 billion.
- Free cashflow<sup>1</sup> reached RMB36.0 billion, up by 28.5% year-on-year.
- Capital expenditure was RMB54.2 billion, and the ratio of capital expenditure to service revenue decreased to 16%. Looking ahead to 2026, capital expenditure is expected to be approximately RMB50 billion, of which investment in computing power will account for more than 35%.
- The Board of Directors proposed a final dividend of RMB0.1329 per share (pre-tax). Together with the interim dividend of RMB0.2841 per share (pre-tax) already paid, the full-year dividend reached RMB0.417 per share (pre-tax), representing a year-on-year increase of 3.1%, and the dividend payout ratio increasing to 61.3%.

## CHAIRMAN’S STATEMENT

Dear Shareholders,

Concluding the “14th Five-Year Plan” and planning for the “15th Five-Year Plan”, the Company adhered to the keynote of “Preserve and Innovate, Steady and Far-Reaching”. Focusing on the four core arenas of “connectivity”, “computing power”, “service”, and “security”, we made solid strides in high-quality development.

### OVERALL RESULTS

**Achieving stability with preservation.** Operating revenue reached RMB392.2 billion. Profit before income tax was RMB25.5 billion. Return on equity<sup>2</sup> reached 5.7%, and free cash flow<sup>1</sup> reached RMB36.0 billion, representing a year-on-year increase of 28.5%. **Seeking long-term growth through innovation.** Seizing opportunities from the new round of technological and industrial innovation, the Company implemented “AI+” initiatives. Revenue contribution from strategic emerging industries reached over 86%. The computing power business revenue<sup>3</sup> ratio reached over 15%, representing an increase of 1.1 percentage points over the previous year. AI revenue<sup>4</sup> grew by over 140% year-on-year. International business revenue reached RMB13.6 billion, representing year-on-year growth of over 9%. The Company’s capital expenditure (CAPEX) for the full year was RMB54.2 billion, with the ratio of CAPEX to service revenue declining to 16%. By deepening co-build co-share and building an ultra-lean network, about RMB1.35 billion in operating costs were saved annually, enhancing investment efficiency. The CAPEX for 2026 is expected to be approximately RMB50 billion, of which investment in computing power will account for more than 35%.

The Company’s achievement of these decent results would not have been possible without the long-term trust of our customers and shareholders, nor the full support of the society. These results are attributable to our proactive efforts and pursuit of excellence across four core arenas.

### ENHANCING THE BREADTH AND DEPTH OF “CONNECTIVITY”

As the foundation of the Company, “connectivity” serves as the “stabiliser” for our overall revenue and profit. We improved network coverage, enhanced network quality, and extended connectivity from mobile and broadband networks to Internet of Things (IoT), Internet of Vehicles (IoV) and Industrial Internet, as well as driving evolution towards low-altitude intelligent Internet and satellite Internet to meet the demand for high-speed, ubiquitous, intelligent, efficient, stable and reliable connectivity.

**Enhancing network capabilities.** We implemented the “Signal Upgrade” and “Broadband Upgrade” initiatives and bolstered efforts in network co-build, co-share, co-maintain and co-optimize. Our mobile network population coverage rate exceeded 99%, and the network experience in key scenarios were recognised by customers. 5G-A base stations were deployed in more than 330 cities. We promoted gigabit broadband capacity expansion and 10-gigabit broadband upgrade, with nearly 90% of our broadband ports being gigabit-ready. Pre-commercial trials of 10-gigabit optical fibre networks have been launched in more than 100 cities. We also made deployments in frontier fields such as 6G and quantum communications, and launched quantum-secure leased lines.

**Expanding connectivity scenarios.** The Company’s total connectivity subscriber scale<sup>5</sup> exceeded 1.2 billion, representing an increase of 110 million from the previous year. We insisted on the integrated development of broadband and mobile services, achieving a net addition of over 20 million subscribers. The integrated business penetration rate exceeded 78% with the ARPU of integrated packages remaining at over RMB100. We accelerated scenario-oriented transformation. The number of IoT connections exceeded 700 million, and we consolidated our leading advantage in the IoV market. 5G private network revenue reached RMB12.3 billion, representing year-on-year growth of over 50%. Seizing opportunities in the low-altitude economy, we built a low-altitude intelligent network that integrates communication, sensing, navigation, and computing. We obtained the operating permit for satellite mobile communication services and promoted the scale development of satellite direct-to-device applications.

In the future, with “connectivity” as our foundation, we will iteratively upgrade communication technologies, precisely and efficiently build network infrastructure, and enhance the breadth, depth, and precision of our coverage. We will improve the robustness of connectivity, deepen scale-based value operation, and build unobstructed information “arteries” and “neurons” for economic and social development.

## **PROVIDING FASTER AND MORE PRECISE “COMPUTING POWER”**

“Computing power” unleashes the Company’s innovation momentum and is the “booster” for revenue growth. We strengthened computing-network as well as cloud-network integration, bolstered the tiered deployment, orchestration and allocation of computing power resources, enhanced the competitiveness of Unicom Cloud, and supported the R&D and application of Big Data and artificial intelligence, seizing new industry opportunities with new technological capabilities.

**Building intelligent computing clusters.** Data centre revenue was RMB28.1 billion, representing an increase of 8.5% year-on-year. We strengthened resource buildout at the “Eastern Data, Western Computing” hub nodes and green computing-power coordination demonstration provinces. The number of standard cabinets<sup>6</sup> exceeded 1.10 million, and seven 100 MW-grade AIDC campuses have been built. The utilisation rate of cabinets exceeded 72%, and the scale of intelligent computing reached 45 EFLOPS. We accelerated the construction of the new “Eight Vertical and Eight Horizontal” backbone optical fibre cable network, adding more than 9,000 kilometres to achieve the interconnection of computing power hub nodes and serve coordinated regional development.

**Upgrading Unicom Cloud.** We accelerated the evolution of Unicom Cloud towards AI cloud, deepened hyperscale intelligent cloud-native implementations, enhanced centralised orchestration and allocation capabilities, and built a new computing power business model of “applications + models + resources”, supporting the construction of government clouds for over 180 provinces and municipalities, empowering the digital and intelligent transformation of nearly 400,000 corporate customers, establishing the brand image of “AI Smart Select Unicom Cloud”. Unicom Cloud revenue<sup>7</sup> increased by 5.2% year-on-year.

**Open digital intelligence platform.** The Company constructed national AI application pilot bases and launched the UniAI Wanxiang data engineering platform, the UniAI MaaS platform, and the UniAI Wanwu intelligent agent platform. With these platforms, it formed over 400 TB of high-quality datasets, offered over 140 mainstream models, and gathered more than 10,000 developers to help customers rapidly build intelligent agent applications.

In the future, focusing on “computing power”, we will build out our computing power infrastructure in a moderately advance manner, and enhance the integrated operations of our computing power service platform. We will use new algorithms and technologies to promote the integrated development of cloud, network, edge, and terminals, making computing power accessible on demand like water and electricity, thereby creating a core engine for new quality productivity.

## OFFERING MORE TAILORED AND REFINED SERVICES

“Services” expands the scale value of the Company and serves as an “accelerator” for revenue growth. We emphasised an application-oriented approach, relying on our centralised product R&D capabilities and localised fulfilment and operation teams to promote the integrated innovation of digital technologies such as 5G and AI. We created differentiated products and high-quality services, enhanced customer perception, and strengthened our brand influence and industry leadership.

**Facilitating digital consumption.** We enriched our cloud-AI products, which served over 300 million users with revenue increasing by more than 11% year-on-year. We promoted innovation in eSIM applications, benefiting nearly 3 million users. We created the smart home hub “UniBOX Tongtong” to provide a new experience of digital smart living. We launched a customer service AI agent, with smart customer service ratio reaching over 85%.

**Serving new industrialisation.** We upgraded the “5G + Industrial Internet” product system. The Gewu Industrial Internet Platform was consecutively named as a national Class A cross-industry and cross-domain platform, supporting the unified management and collaborative operation of over ten thousand embodied intelligence robots. We strengthened integrated IoV operation, serving over 95 million vehicles and facilitating the overseas expansion of new energy vehicles.

**Empowering digital government.** We iterated key products such as economic development platform, AI call centre (AICC), and “Labour Connect” smart governance platform to help enhance the government’s economic regulation, administrative services, and labour governance.

**Accelerating international development.** We enhanced the capacity of Asia-Pacific, Asia-Americas, and Asia-Africa-Europe backbone channels. We promoted the internationalisation of our smart home products. We implemented benchmark projects such as smart manufacturing in ASEAN, smart warehousing in the Middle East, smart mining in Africa, and smart ports in Europe, facilitating the high-quality joint construction of the “Belt and Road” initiative.

**Reshaping brand system.** We demonstrated the strength of our corporate brands “China Unicom” and “UniCom”, enhanced the recognition of our customer brands “Unicom Smart Home”, “Unicom WO Pai”, and “Unicom Smart Business”, and elevated the value of our product brands “Unicom Cloud”, “UniAI”, “Unicom Yunxi”, “Unicom Gewu”, and “Unicom Mogong”.

In the future, we will be service-oriented. Focusing on scenario-based and personalised customer needs, we will strengthen product innovation and deepen intelligent operations. We aim to accurately identify, rapidly understand, and efficiently satisfy demand, achieving “one enterprise, one policy” and “one person, one screen, one privilege”, in order to act as a service provider that reaches thousands of households and penetrates various industries.

## **BUILDING MORE ROBUST AND STRONGER “SECURITY”**

“Security” manifests the Company’s mission and responsibility. It is the “support” of the Company’s steady and long-term growth. We adhered to bottom-line and worst-case scenario thinking, safeguarded national security, and enhanced industrial chain resilience, so as to ensure the Company’s stable operations, showing commitment to “top national priority” and our “corporate duty”.

**Strengthening our technological power.** We promoted AI-powered security as well as the security of AI, achieving deep integration of artificial intelligence and data security, and was the first and only enterprise to pass the highest-level accreditation of the national Data Security Maturity Model (DSMM).

**Activating product momentum.** The Company built a network security product system around its “Mogong” security operation service platform, providing customised solutions and creating a growth driver for its security business. We launched the Unicom Security Guardian, which served 210 million users and offered peace of mind in communication and safeguarded property security.

**Fostering a prosperous industrial ecosystem.** Establishing an integrated development platform for the cybersecurity industry, we joined hands with more than 300 cybersecurity enterprises to form an industrial development paradigm led by central state-owned enterprises with support from large, medium, and small enterprises.

**Ensuring communications security.** We successfully completed major communication support tasks for the Fourth Plenary Session of the 20th CPC Central Committee, the Two Sessions, the 80th anniversary of the victory of the War of Resistance, the Harbin Asian Winter Games, and the 15th National Games. These efforts reinforced and demonstrated our leading support capabilities and sharpened our brand as a “Model Central State-owned Enterprise” for major event support.

In the future, we will use “security” as our shield, implement a holistic view of national security, adhere to the security bottom line, reinforce the safety defense line, and enhance technological advancement and reliability. We will transform our security capabilities into security value that is perceivable by customers and safeguard the high-quality development of the economy and society.

## **ACTIVELY FULFILLING CORPORATE SOCIAL RESPONSIBILITY**

The Company was recognised as “Most Committed to ESG in China” by FinanceAsia and was awarded the “Sustainable Asia Award” at the “15th Asian Excellence Awards 2025” organised by Corporate Governance Asia. Adhering to green development, the Company promoted the application of energy-saving technologies. Energy consumption per unit of data traffic decreased by 12.9% year-on-year and the power usage effectiveness (PUE) of our data centres improved by 5% year-on-year. We engaged in public welfare services, sending over 50 billion public welfare SMSs and emergency messages during the year. We also promoted the construction of digital villages and empowered the upgrade of the agricultural industry, implementing over 2,500 benchmark projects. Corporate governance was improved, and the Company was named “Most Honored Telecom Company” by Extel (formerly Institutional Investor) for ten consecutive years.

## **SHAREHOLDER RETURNS**

The Company attaches great importance to shareholder returns. While achieving steady growth in operating results, the Company is committed to sharing the fruits of development with shareholders. The Board of Directors proposed a final dividend<sup>8</sup> of RMB0.1329 per share (pre-tax). Together with the interim dividend of RMB0.2841 per share (pre-tax) already paid, the total dividend for 2025 will be RMB0.417 per share (pre-tax), representing a year-on-year increase of 3.1%, with the dividend payout ratio increasing to 61.3%.

## OUTLOOK

There is an ancient Chinese saying: “Concluding and commencing constitute change. Streaming and flowing lead the way.” The Two Sessions concluded recently have brought significant development opportunities for the information and communications industry, instilling confidence in the Company’s high-quality development during the “15th Five-Year Plan” period. In 2026, the Company will remain committed to its founding aspiration and mission, and adhere to the keynote of “Preserve and Innovate, Steady and Far-reaching”, focusing on the core arenas of “connectivity”, “computing power”, “service” and “security”. It will pursue a differentiated development path in order to promote new achievements in its high-quality development, creating greater value for shareholders, customers and the society.

Finally, on behalf of the Board of Directors, I would like to express my sincere gratitude to all shareholders, customers and all sectors of society for their long-standing care and support for the Company, and to all employees for their continuous efforts and contributions!

**Dong Xin**

*Chairman and Chief Executive Officer*

Hong Kong, 19 March 2026

*Note 1:* Free cash flow represents operating cash flow less capital expenditure. However, it is a non-GAAP financial measure which does not have a standardised meaning and therefore may not be comparable to similar measures presented by other companies.

*Note 2:* Return on equity(ROE) = Profit attributable to equity shareholders of the Company during the period/  
Average balance of equity attributable to equity shareholders of the Company at the beginning and end of the period.

*Note 3:* Computing power business revenue = computing service revenue + data centre revenue. Computing power business revenue ratio = computing power business revenue/service revenue.

*Note 4:* AI revenue mainly includes revenue from intelligent computing services, model and agent applications, data services and related businesses.

*Note 5:* Total connectivity subscriber scale = aggregate number of mobile billing subscribers + aggregate number of fixed-line broadband subscribers + aggregate number of fixed-line local access subscribers + aggregate number of Internet-of-things terminal connections + aggregate number of networking leased line subscribers.

*Note 6:* Number of standard cabinets is calculated based on 2.5 kW per cabinet.

*Note 7:* Unicom Cloud revenue includes revenue from cloud IDC, cloud resources, cloud platform, cloud service, cloud integration, cloud interconnection, cloud security, etc. generated from integrated innovative solutions.

*Note 8:* The proposed 2025 final dividend is subject to approval at the annual general meeting of the Company.

## GROUP RESULTS

China Unicom (Hong Kong) Limited (the “Company”) is pleased to announce the audited consolidated results of the Company and its subsidiaries (the “Group”) for the year ended 31 December 2025 which were extracted from the audited consolidated financial statements of the Group as set out in the Company’s 2025 annual report.

### CONSOLIDATED STATEMENT OF INCOME

(All amounts in Renminbi (“RMB”) millions, except per share data)

	Note	Year ended 31 December	
		2025	2024
Revenue	5	392,223	389,589
Interconnection charges		(11,035)	(11,224)
Depreciation and amortisation		(80,831)	(83,392)
Network, operation and support expenses		(65,226)	(64,320)
Employee benefit expenses		(66,551)	(64,931)
Costs of telecommunications products sold		(42,937)	(42,466)
Other operating expenses		(107,052)	(107,223)
Finance costs		(1,276)	(1,784)
Interest income		1,771	1,981
Share of net profit of associates		2,668	2,592
Share of net profit of joint ventures		1,487	1,481
Other income — net		2,212	4,951
<b>Profit before income tax</b>		25,453	25,254
Income tax expenses	6	(4,543)	(4,521)
<b>Profit for the year</b>		<u>20,910</u>	<u>20,733</u>
<b>Profit attributable to:</b>			
Equity shareholders of the Company		20,816	20,613
Non-controlling interests		94	120
<b>Profit for the year</b>		<u>20,910</u>	<u>20,733</u>
<b>Earnings per share for profit attributable to equity shareholders of the Company during the year:</b>			
Basic earnings per share (RMB)	7	<u>0.68</u>	<u>0.67</u>
Diluted earnings per share (RMB)	7	<u>0.68</u>	<u>0.67</u>

**CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**  
**(All amounts in RMB millions)**

	<b>Year ended 31 December</b>	
	<b>2025</b>	<b>2024</b>
<b>Profit for the year</b>	20,910	20,733
<b>Other comprehensive (expense) income</b>		
<b>Items that will not be reclassified to statement of income:</b>		
Changes in fair value of financial assets measured at fair value through other comprehensive income (“FVOCI”) (non-recycling)	(59)	165
Tax effect on changes in fair value of financial assets measured at FVOCI (non-recycling)	(2)	(7)
Changes in fair value of financial assets measured at FVOCI, net of tax (non-recycling)	(61)	158
Others	13	(33)
	(48)	125
<b>Items that may be reclassified subsequently to statement of income:</b>		
Changes in fair value of financial assets measured at FVOCI, net of tax (recycling)	(19)	14
Currency translation differences	(195)	124
	(214)	138
<b>Other comprehensive (expense) income for the year, net of tax</b>	(262)	263
<b>Total comprehensive income for the year</b>	<b>20,648</b>	<b>20,996</b>
<b>Total comprehensive income attributable to:</b>		
Equity shareholders of the Company	20,554	20,875
Non-controlling interests	94	121
<b>Total comprehensive income for the year</b>	<b>20,648</b>	<b>20,996</b>

**CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**(All amounts in RMB millions)**

	<u>Note</u>	<u>As at 31 December</u>	
		<u>2025</u>	<u>2024</u> (Re-presented)
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment		345,611	351,530
Right-of-use assets		38,665	47,522
Goodwill		2,771	2,771
Interest in associates		45,792	45,058
Interest in joint ventures		12,640	11,453
Deferred income tax assets		1,541	1,256
Contract assets		446	77
Contract costs		7,942	8,868
Financial assets measured at fair value		5,132	4,667
Long-term bank deposits		15,580	15,185
Other assets		24,539	24,050
		<u>500,659</u>	<u>512,437</u>
<b>Current assets</b>			
Inventories		2,431	2,463
Contract assets		650	283
Accounts receivable	8	65,994	58,874
Prepayments and other current assets		31,671	33,324
Financial assets measured at fair value		21,398	9,150
Short-term bank deposits and restricted deposits		21,706	26,226
Cash and cash equivalents		25,109	28,480
		<u>168,959</u>	<u>158,800</u>
<b>Total assets</b>		<u><u>669,618</u></u>	<u><u>671,237</u></u>

		<b>As at 31 December</b>	
	<u>Note</u>	<u>2025</u>	<u>2024</u>
			(Re-presented)
<b>EQUITY</b>			
<b>Equity attributable to equity shareholders of the Company</b>			
Share capital		254,056	254,056
Reserves		(8,297)	(10,378)
Retained profits			
— Proposed final dividend	9	4,066	4,779
— Others		118,457	112,588
		<u>368,282</u>	<u>361,045</u>
<b>Non-controlling interests</b>		<u>2,585</u>	<u>2,525</u>
<b>Total equity</b>		<u><u>370,867</u></u>	<u><u>363,570</u></u>
<b>LIABILITIES</b>			
<b>Non-current liabilities</b>			
Long-term loans		3,928	2,128
Lease liabilities		16,135	24,222
Deferred income tax liabilities		2,745	1,306
Deferred revenue		8,025	8,229
Other obligations		928	1,110
		<u>31,761</u>	<u>36,995</u>

		<b>As at 31 December</b>	
	<u>Note</u>	<u>2025</u>	<u>2024</u>
			<b>(Re-presented)</b>
<b>Current liabilities</b>			
Short-term bank loans		966	711
Current portion of long-term loans		589	727
Lease liabilities		12,469	13,419
Accounts payable and accrued liabilities	10	187,088	188,162
Bills payable		13,579	15,484
Taxes payable		2,405	2,683
Current portion of other obligations		2,509	2,495
Contract liabilities		47,018	46,765
Advances from customers		367	226
		<u>266,990</u>	<u>270,672</u>
<b>Total liabilities</b>		<u>298,751</u>	<u>307,667</u>
<b>Total equity and liabilities</b>		<u>669,618</u>	<u>671,237</u>
<b>Net current liabilities</b>		<u>(98,031)</u>	<u>(111,872)</u>
<b>Total assets less current liabilities</b>		<u>402,628</u>	<u>400,565</u>

## **NOTES (ALL amounts in RMB millions unless otherwise stated)**

### **1. ORGANISATION AND PRINCIPAL ACTIVITIES**

China Unicom (Hong Kong) Limited (the “Company”) was incorporated as a limited liability company in the Hong Kong Special Administrative Region (“Hong Kong”), the People’s Republic of China (the “PRC”) on 8 February 2000. The principal activity of the Company is investment holding. The principal activities of the Company’s subsidiaries are the provision of comprehensive telecommunications services. The Company and its subsidiaries are hereinafter referred to as the “Group”. The address of the Company’s registered office is 75th Floor, The Center, 99 Queen’s Road Central, Hong Kong.

The shares of the Company were listed on The Stock Exchange of Hong Kong Limited (“SEHK”) on 22 June 2000.

The substantial shareholders of the Company are China Unicom (BVI) Limited (“Unicom BVI”) and China Unicom Group Corporation (BVI) Limited (“Unicom Group BVI”). The majority of equity interests in Unicom BVI is owned by China United Network Communications Limited (hereinafter referred to as “A Share Company”), a joint stock company incorporated in the PRC on 31 December 2001, with its A shares listed on the Shanghai Stock Exchange on 9 October 2002.

The directors of the Company consider Unicom BVI and China United Network Communications Group Company Limited (a state-owned enterprise established in the PRC, hereinafter referred to as “Unicom Group”) as the immediate holding company and ultimate holding company, respectively.

### **2. STATEMENT OF COMPLIANCE**

The consolidated financial statements have been prepared in accordance with HKFRS Accounting Standards issued by the Hong Kong Institute of Certified Public Accountants (the “HKICPA”), which collective term includes all applicable individual Hong Kong Financial Reporting Standards (“HKFRSs”), Hong Kong Accounting Standards (“HKASs”) and Interpretations issued by the HKICPA. The consolidated financial statements also comply with the applicable disclosure provisions of the Rules Governing the Listing of Securities on the SEHK (the “Listing Rules”) and the Hong Kong Companies Ordinance.

The financial information relating to the financial years ended 31 December 2025 and 2024 included in this preliminary announcement of annual results does not constitute the Company’s statutory annual consolidated financial statements for those financial years but is derived from those financial statements. Further information relating to these statutory financial statements required to be disclosed in accordance with section 436 of the Companies Ordinance is as follows:

The Company has delivered the financial statements for the year ended 31 December 2024 to the Registrar of Companies as required by section 662(3) of, and Part 3 of Schedule 6 to, the Companies Ordinance and will deliver the financial statements for the year ended 31 December 2025 in due course.

The Company’s auditor has reported on those financial statements. The auditor’s reports were unqualified; did not include a reference to any matters to which the auditor drew attention by way of emphasis without qualifying its report; and did not contain a statement under section 406(2), 407(2) or (3) of the Companies Ordinance.

### 3. BASIS OF PREPARATION

The consolidated financial statements have been prepared under the historical cost basis, except for certain financial instruments that are measured at fair values at the end of each reporting period.

#### (a) Going Concern Assumption

As at 31 December 2025, current liabilities of the Group exceeded current assets by approximately RMB98.0 billion (2024: approximately RMB111.9 billion). Considering the current economic conditions and taking into account of the Group's expected capital expenditure in the foreseeable future, management has comprehensively considered the Group's available sources of funds as follows:

- The Group's continuous net cash inflows from operating activities;
- Approximately RMB204.9 billion of revolving banking facilities of which approximately RMB199.2 billion was unutilised as at 31 December 2025; and
- Other available sources of financing from domestic banks and other financial institutions in view of the Group's good credit history.

In addition, the Group believes that it has the ability to raise funds from short, medium and long-term perspectives and maintain reasonable financing costs through appropriate financing portfolio.

Based on the above considerations, the Board of Directors is of the opinion that the Group has sufficient funds to meet its working capital commitments, expected capital expenditure and debt obligations. As a result, the consolidated financial statements of the Group for the year ended 31 December 2025 have been prepared on a going concern basis.

#### (b) Accounting Standards Amendments

- (i) In the current year, the Group has applied the following amendments to an HKFRS Accounting Standard as issued by HKICPA for the first time, which are mandatorily effective for the Group's financial year beginning on 1 January 2025 for the preparation of the consolidated financial statements:
  - Amendments to HKAS 21, "Lack of Exchangeability"

The application of the above amendment has had no material effect on the Group's financial positions and performance for the current and prior periods and/or on the disclosures set out in these consolidated financial statements.

(ii) New standard and Amendments to HKFRS Accounting Standards in issue but not yet effective:

The HKICPA has issued a number of new and amendments to HKFRS Accounting Standards which are not yet effective for the year ended 31 December 2025 and which have not been early adopted in these consolidated financial statements.

	<b>Effective for accounting periods beginning on or after</b>
Amendments to HKAS 21, “Translation to a Hyperinflationary Presentation Currency”	1 January 2027
Amendments to HKFRS 9 and HKFRS 7, “Amendments to the Classification and Measurement of Financial Instruments”	1 January 2026
Amendments to HKFRS 9 and HKFRS 7, “Contracts Referencing Nature-dependent Electricity”	1 January 2026
Amendments to HKFRS 10 and HKAS 28, “Sale or Contribution of Assets between an Investor and its Associate or Joint Venture”	to be determined
Amendments to HKFRS Accounting Standards, “Annual Improvements to HKFRS Accounting Standards — Volume 11”	1 January 2026
HKFRS 18, “Presentation and Disclosure in Financial Statements”	1 January 2027

The Group has not applied any new standard and amendments to HKFRS Accounting Standards that is not yet effective for the current accounting period. The Group is assessing the impact of such new standard and amendments to standards, and will adopt the relevant new standard and amendments in the subsequent periods as required. Except for the new HKFRS Accounting Standard mentioned below, the Group anticipates that the application of all other amendments to HKFRS Accounting Standards will have no material impact on the consolidated financial statements in the foreseeable future.

*HKFRS 18, “Presentation and Disclosure in Financial Statements”*

HKFRS 18, “Presentation and Disclosure in Financial Statements”, which sets out requirements on presentation and disclosures in financial statements, will replace HKAS 1, “Presentation of Financial Statements”. This new HKFRS Accounting Standard, while carrying forward many of the requirements in HKAS 1, introduces new requirements to present specified categories and defined subtotals in the statement of profit or loss; provide disclosures on management-defined performance measures in the notes to the financial statements and improve aggregation and disaggregation of information to be disclosed in the financial statements. In addition, some HKAS 1 paragraphs have been moved to HKAS 8, “Accounting Policies, Changes in Accounting Estimates and Errors” and HKFRS 7, “Financial Instruments: Disclosures”. Minor amendments to HKAS 7, “Statement of Cash Flows” and HKAS 33, “Earnings per Share” are also made.

HKFRS 18 and amendments to other standards, will be effective for annual periods beginning on or after 1 January 2027, with early application permitted. The application of the new standard is expected to affect the presentation of the statement of profit or loss and disclosures in the future financial statements. The Group is in the process of assessing the detailed impact of HKFRS 18 on the Group’s consolidated financial statements.

**(c) Re-Presentation of Certain Items in Consolidated Statement of Financial Position**

For the year ended 31 December 2025, to better align the financial information with the A Share Company, the Group has re-presented certain line items in its consolidated statement of financial position. Comparative figures in the consolidated statement of financial position have also been re-presented to conform to the presentation for the year. Such re-presentation did not have any impact on the Group's total amount of non-current/current assets, non-current/current liabilities, total equity as at 31 December 2024, and the profit or loss, total comprehensive income and cash flows for the year ended 31 December 2024.

**4. SEGMENT INFORMATION**

The executive directors of the Company have been identified as the CODM. Operating segments are identified on the basis of internal reports that the CODM reviews regularly in allocating resources to segments and in assessing their performances.

The CODM makes resources allocation decisions based on internal management functions and assesses the Group's business performance as one integrated business instead of by separate business lines or geographical regions. Accordingly, the Group has only one operating segment and therefore, no segment information is presented.

The Group primarily operates in Mainland China and accordingly, no geographic information is presented. No revenue from a single customer accounted for 10 percent or more of the Group's revenue in all periods presented.

**5. REVENUE**

Revenue from telecommunications services are subject to value-added tax ("VAT") at VAT rates applicable to various telecommunications services. The VAT rates for basic telecommunications services and value-added telecommunications services are 9% and 6%, respectively, while VAT rate for sales of telecommunications products is 13%. Basic telecommunications services include business activities for the provision of voice services, and transmission lines usage and associated services etc. Value-added telecommunications services include business activities for the provision of short message service and multimedia message service, broadband and mobile data services, and data and internet application services etc. VAT is excluded from the revenue.

	<u>2025</u>	<u>2024</u>
Total service revenue	347,738	345,975
Sales of telecommunications products	<u>44,485</u>	<u>43,614</u>
Total	<u><u>392,223</u></u>	<u><u>389,589</u></u>

## 6. TAXATION

Hong Kong profits tax has been provided at the rate of 16.5% (2024: 16.5%) on the estimated assessable profits for the year. Taxation on profits outside Hong Kong has been calculated on the estimated assessable profits for the year at the rates of taxation prevailing in the jurisdictions in which the Group operates. The Company's subsidiaries operate mainly in Mainland China and the applicable statutory enterprise income tax rate is 25% (2024: 25%). Taxation for certain subsidiaries in Mainland China was calculated at a preferential tax rate of 15% (2024: 15%).

	<u>2025</u>	<u>2024</u>
Provision for estimated profits for the year		
— Hong Kong profits tax	54	72
— Mainland China and other jurisdictions income tax	3,287	4,090
Under tax provision in respect of prior years	<u>28</u>	<u>72</u>
	<u>3,369</u>	<u>4,234</u>
Deferred taxation	<u>1,174</u>	<u>287</u>
Income tax expenses	<u><u>4,543</u></u>	<u><u>4,521</u></u>

## 7. EARNINGS PER SHARE

Basic earnings per share for the years ended 31 December 2025 and 2024 were computed by dividing the profit attributable to equity shareholders of the Company by the weighted average number of ordinary shares outstanding during the years.

Diluted earnings per share for the years ended 31 December 2025 and 2024 were computed by dividing the profit attributable to equity shareholders of the Company by the weighted average number of ordinary shares outstanding during the years, after adjusting for the effects of the dilutive potential ordinary shares. There were no dilutive potential ordinary shares for the years ended 31 December 2025 and 2024.

The following table sets forth the computation of basic and diluted earnings per share:

	<u>2025</u>	<u>2024</u>
Numerator (in RMB millions):		
Profit attributable to equity shareholders of the Company used in computing basic/diluted earnings per share	<u>20,816</u>	<u>20,613</u>
Denominator (in millions):		
Number of ordinary shares outstanding used in computing basic/diluted earnings per share	<u>30,598</u>	<u>30,598</u>
Basic/Diluted earnings per share (in RMB)	<u><u>0.68</u></u>	<u><u>0.67</u></u>

## 8. ACCOUNTS RECEIVABLE

The aging analysis of accounts receivable, based on the billing date and net of credit loss allowance, is as follows:

	<u>2025</u>	<u>2024</u> (Re-presented)
Within one month	18,253	17,641
More than one month but not more than three months	10,991	10,561
More than three months but not more than one year	23,750	22,357
More than one year	<u>13,000</u>	<u>8,315</u>
	<u>65,994</u>	<u>58,874</u>

The normal credit period granted by the Group to individual subscribers and general corporate customers is thirty days from the date of billing unless they meet certain specified credit assessment criteria. For major corporate customers, the credit period granted by the Group is based on the service contract terms, normally not exceeding one year.

There is no significant concentration of credit risk with respect to customers receivables, as the Group has a large number of customers.

## 9. DIVIDENDS

At the annual general meeting held on 30 May 2024, the shareholders of the Company approved the payment of a final dividend of RMB0.1336 per ordinary share for the year ended 31 December 2023, totalling approximately RMB4,088 million which has been reflected as a reduction of retained profits for the year ended 31 December 2024.

At a meeting held on 15 August 2024, the Board of Directors of the Company declared the payment of 2024 interim dividend of RMB0.2481 per ordinary share to the shareholders totalling approximately RMB7,591 million.

At the annual general meeting held on 29 May 2025, the shareholders of the Company approved the payment of a final dividend of RMB0.1562 per ordinary share for the year ended 31 December 2024, totalling approximately RMB4,779 million which has been reflected as a reduction of retained profits for the year ended 31 December 2025.

At a meeting held on 12 August 2025, the Board of Directors of the Company declared the payment of 2025 interim dividend of RMB0.2841 per ordinary share to the shareholders totalling approximately RMB8,693 million. At a meeting held on 19 March 2026, the Board of Directors of the Company proposed the payment of a final dividend of RMB0.1329 per ordinary share to the shareholders for the year ended 31 December 2025 totalling approximately RMB4,066 million. The proposed dividend has not been reflected as a dividend payable in the consolidated financial statements as at 31 December 2025, but will be reflected in the consolidated financial statements for the year ending 31 December 2026.

	<u>2025</u>	<u>2024</u>
Declared and paid interim dividend:		
RMB0.2841 (2024: RMB0.2481) per ordinary share by the Company	8,693	7,591
Proposed/paid final dividend:		
RMB0.1329 (2024: RMB0.1562) per ordinary share by the Company	<u>4,066</u>	<u>4,779</u>
	<u>12,759</u>	<u>12,370</u>

Pursuant to the PRC enterprise income tax law, a 10% withholding income tax is levied on dividends declared on or after 1 January 2008 by foreign investment enterprises to their foreign enterprise shareholders unless the enterprise investor is deemed as a PRC Tax Resident Enterprise (“TRE”). On 11 November 2010, the Company obtained an approval from the State Taxation Administration of the PRC, pursuant to which the Company qualifies as a PRC TRE from 1 January 2008. Therefore, as at 31 December 2025, the Company’s subsidiaries in the PRC did not accrue for withholding tax on dividends distributed to the Company and there has been no deferred tax liability accrued in the Group’s consolidated financial statements for the undistributed profits of the Company’s subsidiaries in the PRC.

For the Company’s non-PRC TRE shareholders (including HKSCC Nominees Limited), the Company would distribute dividends after deducting the amount of enterprise income tax payable by these non-PRC TRE shareholders thereon and reclassify the related dividend payable to withholding tax payable upon the declaration of such dividends. The requirement to withholding tax does not apply to the Company’s shareholders appearing as individuals in its share register.

## 10. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

The aging analysis of accounts payable and accrued liabilities based on the billing date is as follows:

	<u>2025</u>	<u>2024</u>
		(Re-presented)
Less than six months	150,945	146,919
Six months to one year	13,606	16,940
More than one year	<u>22,537</u>	<u>24,303</u>
	<u>187,088</u>	<u>188,162</u>

## 11. NON-ADJUSTING EVENT AFTER THE REPORTING PERIOD

### (a) Proposed final dividend

After the date of the statement of financial position, the Board of Directors proposed a final dividend for the year of 2025. For details, please refer to Note 9.

### (b) Adjustments to the Scope of Application of VAT Categories for Telecommunications Services

In January 2026, The Ministry of Finance and the State Taxation Administration of the People's Republic of China issued the "Announcement on Matters Relating to the Specific Scope of Value-Added Tax Categories" (Announcement of the Ministry of Finance and the State Taxation Administration No. 9 of 2026) (《關於增值稅徵稅具體範圍有關事項的公告》(財政部 稅務總局公告 2026 年第 9 號)), which stipulates that starting from 1 January 2026, within the territory of the People's Republic of China, the tax categories applicable to business activities involving the provision of mobile data services, SMS and MMS services, and Internet broadband access services through the use of fixed-line networks, mobile networks, satellites and the Internet, is adjusted from value-added telecommunications services to basic telecommunications services, and the corresponding VAT rate adjusted from 6% to 9%. This adjustment to the scope of application of tax categories will have an impact on the revenue and profit of the Company.

## BUSINESS OVERVIEW

In 2025, China Unicom adhered to the principle of seeking progress while maintaining stability and promoting stability through progress, earnestly fulfilled its economic, political, and social responsibilities, and actively exerted its influence in technological innovation, industrial control, and security support. The pace of high-quality development increasingly stepped up, achieving a sound conclusion to the “14th Five-Year” and laying a solid foundation for a good start to the “15th Five-Year”.

**The connectivity business achieved steady development. Firstly, the Company made every effort to stabilise operations and promote development, achieving positive progress in coordinating effective quality enhancement and reasonable quantity growth.** The total number of connectivity subscribers continued to increase, with the scale of mobile and broadband subscribers reaching a historical high. Mobile billing subscriber scale exceeded 357 million, with a cumulative net increase of 13.32 million. Fixed-line broadband subscriber scale exceeded 129 million, with a cumulative net increase of 7.61 million. **Secondly, the Company drove integrated development through breakthroughs in broadband and solidified the foundation for sustainable development.** Through the implementation pathway of “expanding the scale of broadband, adding new elements via integration, promoting development via integration, and enhancing value via integration”, the Company implemented precise strategic adjustments. The subscriber quality continued to improve, and the subscriber structure was continuously optimised. The penetration rate of integrated business increased to 78.3%, and the value of new mobile and broadband subscribers was better than last year. **Thirdly, the Company penetrated family integration business through product innovation and created a second revenue growth curve.** The Company actively seized opportunities in artificial intelligence development, deepened “AI + product innovation”, strengthened multi-application integration and multi-scenario integration, and accelerated the cloudification and intelligent upgrade of smart home products. It focused on core smart home portals and control hubs, and rolled out various deeply customised terminal products such as “UniBOX Tongtong”. The development of Cloud-AI products such as Unicom Cloud Drive, Unicom UHD, Unicom Home Monitoring, and Cloud-AI handsets/computers accelerated, with Cloud-AI products users exceeding 300 million, gradually forming a new momentum for revenue growth. **The Company accelerated the integration of “terminal, network, cloud, intelligence and security”, achieving continuous breakthroughs in the Internet of Things (IoT) business.** The scale of IoT connections reached 720 million, with an increase of 98.33 million. Expansion in the new energy vehicle market achieved significant results, capturing over a 65% share of new connections.

**Computing power business grew in scale. Firstly, the Company built intelligent computing clusters.** It strengthened resource buildout at the “Eastern Data, Western Computing” hub nodes and green computing-power coordination demonstration provinces. The number of standard cabinets<sup>1</sup> exceeded 1.10 million, and seven 100 MW-grade AIDC campuses have been built. The scale of intelligent computing reached 45 EFLOPS. The Company accelerated the construction of the new “Eight Vertical and Eight Horizontal” backbone optical fibre cable network, adding more than 9,000 kilometres to achieve the interconnection of computing power hub nodes and serve coordinated regional development. **Secondly, the Company upgraded Unicom Cloud.** It accelerated the evolution of Unicom Cloud towards AI cloud, deepened hyperscale intelligent cloud-native implementations, enhanced centralised orchestration and allocation capabilities, and built a new computing power business model of “applications + models + resources”, supporting the construction of government clouds for over 180 provinces and municipalities, empowering the digital and intelligent transformation of nearly 400,000 corporate customers, establishing the brand image of “AI Smart Select Unicom Cloud”. **Thirdly, the Company opened digital intelligence platform.** The Company constructed national AI application pilot bases and launched the UniAI Wanxiang data engineering platform, the UniAI MaaS platform, and the UniAI Wanwu intelligent agent platform. With these platforms, it formed over 400 TB of high-quality datasets, offered over 140 mainstream models, and gathered more than 10,000 developers to help customers rapidly build intelligent agent applications.

**Customer service quality was further enhanced. Firstly, the Company deepened convenient services to convey “Unicom warmth”.** The Company implemented the requirement of the Ministry of Industry and Information Technology to “let the achievements of information and communications development benefit people more extensively and effectively”, rolled out the “ten things” of heart-warming services, and carried out activities such as “clear pricing and worry-free usage” to enhance service standards. **The 10010 hotline launched warm service campaigns** and optimised processes to deliver precise services. The Company successfully completed communication support with dedicated personnel during major events such as the “Two Sessions” and the “Asian Winter Games”, while providing exclusive services for seniors and “Double Support” groups. **Business outlets comprehensively deepened service transformation**, improved processing efficiency, shortened waiting times, constructed a new smart service ecosystem, and provided senior-friendly and anti-fraud services. **The China Unicom APP continued to expand its service scenarios**, strengthened the transparent display of tariffs and service guidance, with monthly active users exceeding 110 million. **The Company enhanced the experience of government and enterprise customers to empower their digital transformation.** Serving new industrialisation, the Company served more than 9,000 5G factories, and revenue from 5G private network projects reached RMB12.3 billion with a year-on-year growth of 51%. Empowering digital government, the Company iterated the economic development platform, effectively assisting the scientific macroeconomic decision-making for more than 20 ministries and commissions and more than 20 provinces. **Secondly, the Company innovated intelligent services and shaped “Unicom Intelligence”.** The Company launched the “Tongtong Customer Service AI Agent”, serving 177 scenarios with multi-modal interaction. This initiative drove the upgrade of services from “standardised responses” to “personalised dialogue”, achieving more intuitive information inquiries, more convenient transaction processing, and faster problem resolution.

**Security business capabilities were continuously strengthened. Firstly, the Company enhanced security capabilities.** The Company established a full-stack AI security protection system and was the first and only enterprise to pass the highest-level accreditation of the national Data Security Maturity Model (DSMM), with its data security management capabilities reaching the leading level in China. **Secondly, the Company constructed a secure ecosystem.** Relying on the “Mogong” security operation service platform, the Company implemented over 200 security projects. “Security Hub”, as the first domestic cybersecurity product market platform, has served more than 27,000 customers.

**Network connectivity capability continued to improve. Firstly, the Company deepened co-build co-share**, with the number of 5G mid-band base stations exceeding 1.54 million and that of low-band base stations in service exceeding 1 million, significantly improving deep coverage in key scenarios. **Secondly, broadband coverage continued to improve**, with the number of broadband ports exceeding 280 million and the overall urban residential coverage rate exceeding 96%. The proportion of 10G PON increased by 4.5pp to 86%. Preliminary deployment of Broadband Network Cores (BNC) was completed in 20 cities in 14 provinces with advanced network architecture, leading to a significantly enhanced capability for integrated business innovation. **Thirdly, the integrated deployment of new intelligent computing infrastructure has initially taken shape.** AIDC underwent intelligent transformation and renewal, with the number of standard cabinets exceeding 1.1 million. Large-scale campuses covered the eight major national hub nodes, and 31 provincial capitals and key cities were equipped with resources of over a thousand cabinets. The scale of intelligent computing reached 45 EFLOPS, effectively ensuring the development of the intelligent computing business, with backbone cloud pools covering 252 cities. **Fourthly, resource supply effectively supported market development.** The Company supported the upgrade of 5G-A capabilities, with 5G-A carrier aggregation rolled out in all cities nationwide, and RedCap launched at scale in over 300 cities. The Company ensured the reconstruction of the broadband integration system in Southern China and coverage of various market segments, with the resource penetration rate of newly delivered residential communities reaching 95.8%. Cloud-AI products achieved the four 10 million development goals and completed the resource deployment nationwide to meet the needs of rapid business growth. **Fifthly, the cybersecurity foundation continued to be strengthened.** The new “Eight Vertical and Eight Horizontal” backbone optical cable network added over 9,000 kilometres of lit fibre, and the coverage of the 400G backbone transmission network continued to be strengthened. The Company completed the critical task of ultra-lean network construction, fully concluding the construction of aggregation zones in Northern China, while the completion rate in Southern China reached 75%, resulting in annualised OPEX savings of RMB1.35 billion, and further strengthening network security and stability.

*Note 1:* Number of standard cabinets is calculated based on 2.5 kW per cabinet.

## **FINANCIAL OVERVIEW**

### **I. OVERVIEW**

In 2025, the Company pursued progress while maintaining stability and promoting stability through progress, achieving steady revenue growth, continuously enhancing profitability, and optimising its development structure. Total operating revenue was RMB392.22 billion in 2025, up by 0.7% year-on-year. Service revenue reached RMB347.74 billion, up by 0.5% year-on-year. The profit attributable to equity shareholders of the Company was RMB20.82 billion, up by 1.0% year-on-year.

In 2025, the Company's net cash inflow from operating activities was RMB90.17 billion. Capital expenditure was RMB54.15 billion. Liabilities-to-assets ratio was 44.6% as at 31 December 2025.

### **II. OPERATING REVENUE**

In 2025, the Company's operating revenue was RMB392.22 billion, up by 0.7% year-on-year, of which, service revenue was RMB347.74 billion, up by 0.5% year-on-year.

### III. OPERATING COSTS

In 2025, operating costs of the Company amounted to RMB373.63 billion, basically unchanged year-on-year.

The table below sets forth the items of the Company's operating costs and the changes in their respective percentage of the operating revenue for the years of 2025 and 2024:

(RMB in billions)	2025		2024	
	Total amount	As a percentage of operating revenue	Total amount	As a percentage of operating revenue
<b>Operating costs</b>	373.63	95.3%	373.56	95.9%
Include: Interconnection charges	11.04	2.8%	11.22	2.9%
Depreciation and amortisation	80.83	20.6%	83.39	21.4%
Network, operation and support expenses	65.23	16.6%	64.32	16.5%
Employee benefit expenses	66.55	17.0%	64.93	16.7%
Costs of telecommunications products sold	42.94	10.9%	42.47	10.9%
Selling and marketing expenses	37.41	9.6%	36.98	9.5%
General and administrative expenses	5.00	1.3%	5.12	1.3%
Other operating expenses	64.63	16.5%	65.13	16.7%

#### 1. Interconnection charges

The interconnection charges were RMB11.04 billion in 2025, down by 1.7% year-on-year and, as a percentage of operating revenue, decreased from 2.9% in 2024 to 2.8% in 2025.

#### 2. Depreciation and amortisation

Mainly benefiting from precise investment, deepened network “co-build co-share”, development of a simplified network, and the adjustment of the depreciation period for 4G wireless-related equipment in recent years, depreciation and amortisation charges were RMB80.83 billion in 2025, down by 3.1% year-on-year and, as a percentage of operating revenue, decreased from 21.4% in 2024 to 20.6% in 2025.

### **3. Network, operation and support expenses**

The Company has focused on improving network operation efficiency, with further enhancement in resource utilisation, network, operation and support expenses were RMB65.23 billion in 2025, up by 1.4% year-on-year and, as a percentage of operating revenue, increased from 16.5% in 2024 to 16.6% in 2025.

### **4. Employee benefit expenses**

Employee benefit expenses were RMB66.55 billion in 2025, up by 2.5% year-on-year and, as a percentage of operating revenue, increased from 16.7% in 2024 to 17.0% in 2025.

### **5. Cost of telecommunications products sold**

Costs of telecommunications products sold were RMB42.94 billion and revenue from sales of telecommunications products were RMB44.48 billion in 2025. Gross profit on sales of telecommunications products was RMB1.54 billion.

### **6. Selling and marketing expenses**

The Company has continuously optimised the marketing costs, selling and marketing expenses were RMB37.41 billion in 2025, up by 1.2% year-on-year and, as a percentage of operating revenue increased from 9.5% in 2024 to 9.6% in 2025.

### **7. General and administrative expenses<sup>1</sup>**

The Company has advanced quality improvement and efficiency enhancement in depth, and strengthened lean management, general and administrative expenses were RMB5.00 billion in 2025, down by 2.3% year-on-year and, as a percentage of operating revenue basically unchanged.

### **8. Other operating expenses**

Other operating expenses were RMB64.63 billion in 2025, down by 0.8% year-on-year and, as a percentage of operating revenue, decreased from 16.7% in 2024 to 16.5% in 2025.

## IV. EARNINGS

(RMB in billions)	2025	2024	Change
	Total amount	Total amount	
Operating profit	18.59	16.03	16.0%
Net finance gains	0.50	0.20	151.5%
Share of net profit of associates	2.67	2.59	3.0%
Share of net profit of joint ventures	1.49	1.48	0.4%
Other income-net	2.21	4.95	-55.3%
Profit before income tax	25.45	25.25	0.8%
Income tax expenses	4.54	4.52	0.5%
Profit attributable to equity shareholders of the Company	<u>20.82</u>	<u>20.61</u>	<u>1.0%</u>

### 1. Profit before income tax

In 2025, the Company focused on the primary task of high-quality development, and achieved steady growth in its operating performance, profit before income tax was RMB25.45 billion, up by 0.8% year-on-year.

### 2. Income tax expenses

In 2025, the Company's income tax expenses was RMB4.54 billion and the effective tax rate was 17.8%.

### 3. The profit attributable to equity shareholders of the Company

In 2025, the profit attributable to equity shareholders of the Company was RMB20.82 billion, up by 1.0% year-on-year. Basic earnings per share were RMB0.680, up by 1.0% year-on-year.

### 4. EBITDA<sup>2</sup>

In 2025, the Company's EBITDA was RMB99.42 billion, and the EBITDA as a percentage of service revenue was 28.6%.

## V. CAPITAL EXPENDITURE AND CASH FLOW

In 2025, the Company made moderate, precise and efficient investments, capital expenditure of the Company totaled RMB54.15 billion. The Company's net cash inflow from operating activities in 2025 was RMB90.17 billion. Free cash flow<sup>3</sup> was RMB36.02 billion after deducting capital expenditure for the year, up by 28.5% year-on-year.

## **VI. BALANCE SHEET**

The Company's total assets changed from RMB671.24 billion as at 31 December 2024 to RMB669.62 billion as at 31 December 2025. Total liabilities changed from RMB307.67 billion as at 31 December 2024 to RMB298.75 billion as at 31 December 2025. The liabilities-to-assets ratio was 44.6% as at 31 December 2025, down by 1.2 percentage point compared to last year. The Company's interest-bearing borrowings were RMB5.48 billion. The debt-to-capitalisation ratio decreased from 10.2% as at 31 December 2024 to 8.4% as at 31 December 2025. The net debt-to-capitalisation ratio was 2.2% as at 31 December 2025.

*Note 1:* General and administrative expenses excludes staff costs and depreciation.

*Note 2:* EBITDA represents profit for the year before finance costs, interest income, shares of net profit of associates, share of net profit of joint ventures, other income-net, income tax expense, depreciation and amortisation. As the telecommunications business is a capital intensive industry, capital expenditure and finance costs may have a significant impact on the net profit of the companies with similar operating results. Therefore, the Company believes that EBITDA may be helpful in analysing the operating results of a telecommunications service operator like the Company. However, it is a non-GAAP financial measure which does not have a standardised meaning and therefore may not be comparable to similar measures presented by other companies.

*Note 3:* Free cash flow represents operating cash flow less capital expenditure. However, it is a non-GAAP financial measure which does not have a standardised meaning and therefore may not be comparable to similar measures presented by other companies.

## **AUDIT COMMITTEE AND EXTERNAL AUDITOR**

The Audit Committee, together with the management and the auditor of the Company, Deloitte Touche Tohmatsu, have reviewed the accounting principles and practices adopted by the Group, and discussed internal control and financial reporting matters, including the review of the audited consolidated financial statements for the financial year ended 31 December 2025.

The figures in respect of the Group's consolidated results for the year ended 31 December 2025 as set out in this announcement have been agreed by the Company's auditor, Deloitte Touche Tohmatsu, to the amounts set out in the Company's audited consolidated financial statements for the year ended 31 December 2025. The work performed by Deloitte Touche Tohmatsu in this respect did not constitute an assurance engagement and consequently no assurance has been expressed by Deloitte Touche Tohmatsu on this announcement.

## **COMPLIANCE WITH CORPORATE GOVERNANCE CODE**

The Board is committed to maintaining high standards of corporate governance and recognises that good governance is vital for the long-term success and sustainability of the Company's business. The Company has complied with the principles and the code provisions in Part 2 of the Corporate Governance Code as set out in Appendix C1 to the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "Listing Rules") for the year ended 31 December 2025, except for the following:

The roles and responsibilities of the Chairman and the Chief Executive Officer of the Company were performed by the same individual for year ended 31 December 2025. The Company considers that, as all major decisions are made by the Board and relevant Board Committees after discussion, through supervision by the Board and the independent non-executive Directors together with effective internal control mechanism, the Company has achieved a balance of power and authority. In addition, the same individual performing the roles of the Chairman and the Chief Executive Officer can enhance the Company's efficiency in decision-making and execution, effectively capturing business opportunities. In addition, Mr. Chen Zhongyue, the then Chairman of the Company, was unable to attend the annual general meeting of the Company convened on 29 May 2025 due to other important work arrangement. The Company attaches high regards on the annual general meeting which provides an opportunity for direct communication between the Board and the shareholders of the Company. Therefore, Mr. Chen Zhongyue, the then Chairman of the Company has appointed another executive Director to chair the said annual general meeting and answer the questions raised by the shareholders.

## **MODEL CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS**

The Company has adopted the "Model Code for Securities Transactions by Directors of Listed Issuers" (the "Model Code"), as set out in Appendix C3 to the Listing Rules to govern securities transactions by directors. Further to the specific enquiries made by the Company to the directors, all directors have confirmed their compliance with the Model Code for the year ended 31 December 2025.

## **REPURCHASE, SALE OR REDEMPTION OF LISTED SECURITIES OF THE COMPANY**

For the year ended 31 December 2025, neither the Company nor any of its subsidiaries had repurchased, sold or redeemed any of the Company's listed securities (including sale of treasury shares). As at 31 December 2025, the Company did not hold any treasury shares.

## **ANNUAL GENERAL MEETING**

The annual general meeting of the Company will be held on 26 May 2026 (the “AGM”). Notice of AGM will be published on the Company’s website at [www.chinaunicom.com.hk](http://www.chinaunicom.com.hk) and the website of The Stock Exchange of Hong Kong Limited (the “Hong Kong Stock Exchange”) at [www.hkexnews.hk](http://www.hkexnews.hk) and (where applicable) will be dispatched to shareholders of the Company (the “Shareholders”) in due course.

## **FINAL DIVIDEND**

The Board proposed to pay a final dividend of RMB0.1329 per share (pre-tax) (the “2025 Final Dividend”), with an aggregate amount of approximately RMB4.066 billion, to the Shareholders. If approved by Shareholders at the AGM, the 2025 Final Dividend is expected to be paid in Hong Kong dollars on or about 24 June 2026 to those members registered in the Company’s register of members as at 5 June 2026 (the “Final Dividend Record Date”).

## **CLOSURE OF REGISTER OF MEMBERS**

For the purpose of ascertaining the Shareholders’ rights to attend and vote at the AGM (and any adjournment thereof), and entitlement to the 2025 Final Dividend, the register of members of the Company will be closed. Details of such closures are set out below:

- (1) For ascertaining the Shareholders’ rights to attend and vote at the AGM (and any adjournment thereof):

Latest time to lodge transfer documents for registration	4:30 p.m. of 15 May 2026
Closure of register of members	From 18 May 2026 to 26 May 2026
Record date	18 May 2026

- (2) For ascertaining the Shareholders’ entitlement to the 2025 Final Dividend:

Latest time to lodge transfer documents for registration	4:30 p.m. of 4 June 2026
Closure of register of members	5 June 2026
Final Dividend Record date	5 June 2026

During the above closure periods, no transfer of shares will be registered. To be eligible to attend and vote at the AGM, and to qualify for the 2025 Final Dividend, all transfers, accompanied by the relevant certificates, must be lodged with the Company’s Share Registrar, Computershare Hong Kong Investor Services Limited, at Shops 1712–1716, 17th Floor, Hopewell Centre, 183 Queen’s Road East, Wan Chai, Hong Kong, by no later than the aforementioned latest times.

## **WITHHOLDING AND PAYMENT OF ENTERPRISE INCOME TAX FOR NON-RESIDENT ENTERPRISES IN RESPECT OF 2025 FINAL DIVIDEND**

Pursuant to (i) the “Notice Regarding Matters on Determination of Tax Residence Status of Chinese-controlled Offshore Incorporated Enterprises under Rules of Effective Management” (the “Notice”) issued by the State Taxation Administration of the People’s Republic of China (the “STA”); (ii) the “Enterprise Income Tax Law of the People’s Republic of China” (the “Enterprise Income Tax Law”) and the “Detailed Rules for the Implementation of the Enterprise Income Tax Law of the People’s Republic of China” (the “Implementation Rules”); and (iii) information obtained from the STA, the Company is required to withhold and pay enterprise income tax when it pays the 2025 Final Dividend to its non-resident enterprise Shareholders. The enterprise income tax is 10% on the amount of dividend paid to non-resident enterprise Shareholders (the “Enterprise Income Tax”), and the withholding and payment obligation lies with the Company.

As a result of the foregoing, in respect of any Shareholders whose names appear on the Company’s register of members on the Final Dividend Record Date and who are not individuals (including HKSCC Nominees Limited, other custodians, corporate nominees and trustees such as securities companies and banks, and other entities or organisations), the Company will distribute the 2025 Final Dividend payable to them after deducting the amount of Enterprise Income Tax payable on such dividend. Investors who invest in the shares in the Company listed on the Main Board of the Hong Kong Stock Exchange through the Shanghai Stock Exchange or Shenzhen Stock Exchange (the Shanghai-Hong Kong Stock Connect or Shenzhen-Hong Kong Stock Connect investors) are investors who hold shares through HKSCC Nominees Limited, and in accordance with the above requirements, the Company will pay to HKSCC Nominees Limited the amount of the 2025 Final Dividend after deducting the amount of Enterprise Income Tax payable on such dividend.

In respect of any Shareholders whose names appear on the Company’s register of members on the Final Dividend Record Date and who are individual Shareholders, there will be no deduction of Enterprise Income Tax from the dividend that such Shareholder is entitled to.

Shareholders who are not individual Shareholders listed on the Company’s register of members and who (i) are resident enterprises of the People’s Republic of China (the “PRC”) (as defined in the Enterprise Income Tax Law), or (ii) are enterprises deemed to be resident enterprises of the PRC in accordance with the Notice, and who, in each case, do not desire to have the Company withhold Enterprise Income Tax from their 2025 Final Dividend, should lodge with the Company’s Share Registrar, Computershare Hong Kong Investor Services Limited, at Shops 1712–1716, 17th Floor, Hopewell Centre, 183 Queen’s Road East, Wan Chai, Hong Kong, at or before 4:30 p.m. of 4 June 2026, and present the documents from such Shareholder’s governing tax authority within the territory of the PRC confirming that the Company is not required to withhold and pay Enterprise Income Tax in respect of the dividend that such Shareholder is entitled to.

If anyone would like to change the identity of the holders in the register of members, please enquire about the relevant procedures with the nominees or trustees. The Company will withhold for payment of the Enterprise Income Tax for its non-resident enterprise Shareholders strictly in accordance with the relevant laws and requirements of the relevant government agencies and adhere strictly to the information set out in the Company's register of members on the Final Dividend Record Date. The Company assumes no liability whatsoever in respect of and will not entertain any claims, arising from any delay in, or inaccurate determination of, the status of the shareholders, or any disputes over the mechanism of withholding and payment of Enterprise Income Tax.

## **PUBLICATION OF RESULTS ANNOUNCEMENT AND ANNUAL REPORT**

The 2025 annual results announcement is published on the Company's website at [www.chinaunicom.com.hk](http://www.chinaunicom.com.hk) and the website of the Hong Kong Stock Exchange at [www.hkexnews.hk](http://www.hkexnews.hk). The 2025 annual report will be available on the websites of the Hong Kong Stock Exchange and the Company, and (where applicable) will be dispatched to the Shareholders in due course.

## **FORWARD-LOOKING STATEMENTS**

Certain statements contained in this announcement may be viewed as "forward-looking statements". Such forward-looking statements are subject to known and unknown risks, uncertainties and other factors, which may cause the actual performance, financial condition or results of operations of the Company to be materially different from any future performance, financial condition or results of operations implied by such forward-looking statements. In addition, we do not intend to update these forward-looking statements. Neither the Company nor the directors, employees or agents of the Company assume any liabilities in the event that any of the forward-looking statements does not materialise or turns out to be incorrect.

By order of the Board  
**China Unicom (Hong Kong) Limited**  
**Dong Xin**  
*Chairman and Chief Executive Officer*

Hong Kong, 19 March 2026

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

Executive directors:

Dong Xin, Jian Qin, Tang Yongbo and Li Yuzhuo

Independent non-executive directors:

Cheung Wing Lam Linus, Chung Shui Ming Timpson,  
Law Fan Chiu Fun Fanny and Fan Chun Wah Andrew