



# 中國高精密自動化集團有限公司

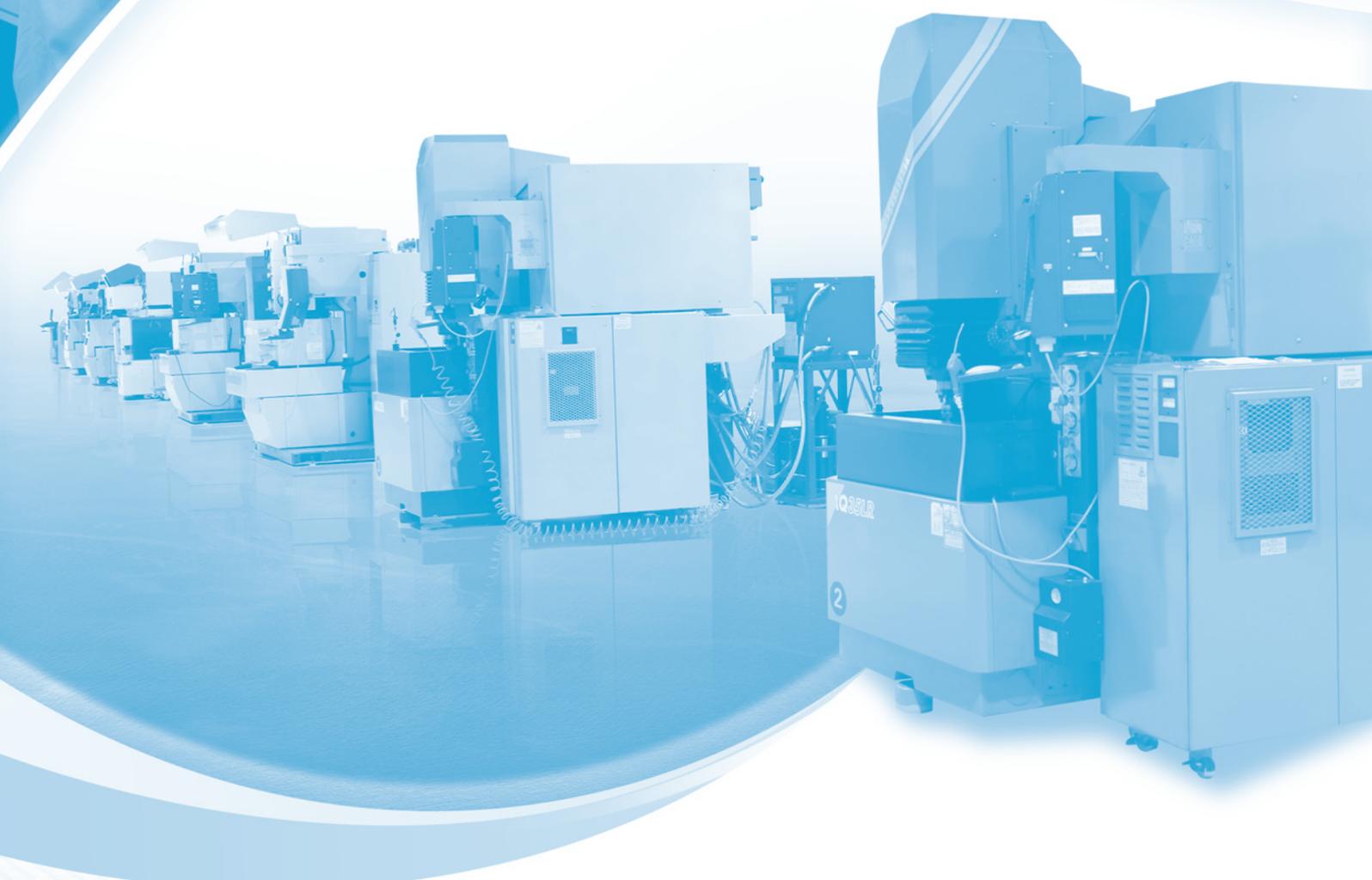
## CHINA HIGH PRECISION AUTOMATION GROUP LIMITED

(Incorporated in the Cayman Islands with limited liability)  
Stock Code: 591



# 2025/2026

## INTERIM REPORT





## HIGHLIGHTS

Revenue of the Group for the six months ended 31 December 2025 amounted to approximately RMB85,480,000, representing a decrease of approximately 26.5% as compared to that of approximately RMB116,273,000 for the corresponding period in 2024;

Profit from operations for the six months ended 31 December 2025 amounted to approximately RMB3,802,000, as compared to that of approximately RMB15,824,000 for the corresponding period in 2024;

Net profit attributable to owners of the Company for the six months ended 31 December 2025 amounted to approximately RMB3,788,000, as compared to that of approximately RMB15,810,000 for the corresponding period in 2024;

Both basic and diluted earnings per share were RMB0.37 cents for the six months ended 31 December 2025;

Shareholders' equity amounted to approximately RMB1,713,939,000 as at 31 December 2025;

The Board did not recommend the payment of any interim dividend for the six months ended 31 December 2025 (six months ended 31 December 2024: Nil).

# Corporate Information

## BOARD OF DIRECTORS

### Executive Directors

Mr. Wong Fun Chung (*Chairman and Chief Executive Officer*)  
Mr. Zou Chong  
Mr. Su Fang Zhong  
Mr. Cheung Chuen

### Independent Non-executive Directors

Mr. Chan Yuk Hiu, Taylor  
Ms. Ji Qin Zhi  
Dr. Hu Guo Qing  
Dr. Huang Shizhen

### AUDIT COMMITTEE

Mr. Chan Yuk Hiu, Taylor (*Chairman*)  
Ms. Ji Qin Zhi  
Dr. Hu Guo Qing  
Dr. Huang Shizhen

### REMUNERATION COMMITTEE

Mr. Chan Yuk Hiu, Taylor (*Chairman*)  
Ms. Ji Qin Zhi  
Dr. Hu Guo Qing  
Dr. Huang Shizhen

### NOMINATION COMMITTEE

Mr. Chan Yuk Hiu, Taylor (*Chairman*)  
Ms. Ji Qin Zhi  
Dr. Hu Guo Qing  
Dr. Huang Shizhen

### COMPANY SECRETARY

Mr. Cheung Chuen, *CPA, AICPA*

### AUTHORISED REPRESENTATIVES

Mr. Cheung Chuen  
Mr. Wong Fun Chung

### REGISTERED OFFICE

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

### PRINCIPAL PLACE OF BUSINESS IN CHINA

16 Xing Ye West Road,  
Mawei Hi-Tech Development Zone,  
Fuzhou 350015,  
The PRC

## HEADQUARTERS AND PRINCIPAL PLACE OF BUSINESS IN HONG KONG

Room 703, Jubilee Centre, 18  
Fenwick Street, Wanchai,  
Hong Kong

### COMPANY'S WEBSITE

[www.chpag.cn](http://www.chpag.cn)

### AUDITOR

CROWE (HK) CPA LIMITED  
*Certified Public Accountants and Registered Public Interest  
Entity Auditor*

### LEGAL ADVISERS

*As to Hong Kong Laws*  
Loeb & Loeb LLP

*As to PRC Laws*  
Fujian Hantan Law Firm

### PRINCIPAL SHARE REGISTRAR AND TRANSFER OFFICE

Suntera (Cayman) Limited  
Suite 3204, Unit 2A, Block 3,  
Building D, P.O. Box 1586, Gardenia Court,  
Camana Bay,  
Grand Cayman KY1-1110,  
Cayman Islands

### HONG KONG BRANCH SHARE REGISTRAR AND TRANSFER OFFICE

Tricor Investor Services Limited  
17/F, Far East Finance Centre,  
16 Harcourt Road,  
Hong Kong

### PRINCIPAL BANKERS

Industrial and Commercial Bank of China Limited  
China Construction Bank Corporation  
China Everbright Bank Co., Ltd.  
Fujian Haixia Bank Co., Ltd.

### STOCK CODE

591

## Condensed Consolidated Statement of Profit or Loss

For the six months ended 31 December 2025  
(Expressed in Renminbi Yuan)

### RESULTS

The board (the “Board”) of directors (the “Directors”) of China High Precision Automation Group Limited (the “Company”) herein presents the unaudited condensed consolidated results of the Company and its subsidiaries (collectively, the “Group”) for the six months ended 31 December 2025 (the “Period”) together with the comparative figures for the corresponding period in 2024 and the relevant explanatory notes as follows:

	Note	Six months ended 31 December	
		2025 RMB'000 (Unaudited)	2024 RMB'000 (Unaudited)
<b>Revenue</b>	3	<b>85,480</b>	116,273
Cost of sales and services rendered		<b>(59,596)</b>	(70,794)
<b>Gross profit</b>		<b>25,884</b>	45,479
Other income	4	<b>5,437</b>	1,263
Other (loss)/gain, net	4	<b>(1,757)</b>	456
Distribution expenses		<b>(1,667)</b>	(1,841)
Administrative expenses		<b>(24,859)</b>	(29,533)
Reversal of write-down on inventories		<b>764</b>	—
<b>Profit from operations</b>		<b>3,802</b>	15,824
Finance costs — Interest on lease liabilities		<b>(14)</b>	(14)
<b>Profit before taxation</b>	5	<b>3,788</b>	15,810
Income tax expense	6	—	—
<b>Profit for the period attributable to owners of the Company</b>		<b>3,788</b>	15,810
<b>Earnings per share</b>			
— Basic and diluted (RMB cents per share)	7	<b>0.37</b>	1.52

# Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income

For the six months ended 31 December 2025  
(Expressed in Renminbi Yuan)

	Six months ended 31 December	
	2025 RMB'000 (Unaudited)	2024 RMB'000 (Unaudited)
<b>Profit for the period</b>	<b>3,788</b>	15,810
<b>Other comprehensive (expense)/income for the period, net of tax</b>		
<b>Items that will not be subsequently reclassified to profit or loss:</b>		
Exchange difference arising on translation	(10,315)	(4,709)
<b>Items that may be subsequently reclassified to profit or loss:</b>		
Exchange difference arising on translation of foreign operations	10,304	4,624
<b>Other comprehensive expense for the period</b>	<b>(11)</b>	(85)
<b>Total comprehensive income for the period attributable to owners of the Company</b>	<b>3,777</b>	15,725

## Condensed Consolidated Statement of Financial Position

As at 31 December 2025  
(Expressed in Renminbi Yuan)

	Note	As at 31 December 2025 RMB'000 (Unaudited)	As at 30 June 2025 RMB'000 (Audited)
<b>Non-current assets</b>			
Property, plant and equipment	9	155,105	166,809
Right-of-use assets		7,024	6,481
Investment properties		26,682	26,682
Financial assets at fair value through other comprehensive income ("FVTOCI")	10	38,892	38,892
Deferred tax assets		11,572	11,572
		<b>239,275</b>	250,436
<b>Current assets</b>			
Inventories		17,374	16,530
Trade and other receivables	11	79,280	80,734
Bank balances and cash		1,475,848	1,456,416
		<b>1,572,502</b>	1,553,680
<b>Current liabilities</b>			
Trade and other payables	12	78,492	77,002
Lease liabilities		454	147
Provision for warranties		447	583
		<b>79,393</b>	77,732
<b>Net current assets</b>		<b>1,493,109</b>	1,475,948
<b>Total assets less current liabilities</b>		<b>1,732,384</b>	1,726,384
<b>Non-current liabilities</b>			
Lease liabilities		370	—
Deferred tax liabilities		18,075	18,075
		<b>18,445</b>	18,075
<b>NET ASSETS</b>		<b>1,713,939</b>	1,708,309
<b>CAPITAL AND RESERVES</b>			
Share capital		91,360	91,360
Reserves		1,622,579	1,616,949
<b>TOTAL EQUITY</b>		<b>1,713,939</b>	1,708,309

## Condensed Consolidated Statement of Changes in Equity

For the six months ended 31 December 2025 — unaudited  
(Expressed in Renminbi Yuan)

	Attributable to owners of the Company									
	Share capital	Share premium	Surplus reserve	Other reserve	Revaluation reserve	FVOCI reserve	Exchange reserve	Share-based Payment reserve	Retained profits	Total
	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000
<b>Balance at 1 July 2024</b>	91,360	941,077	181,790	2,982	2,986	857	(19,113)	—	488,749	1,690,688
<b>Changes in equity for the year ended 30 June 2025:</b>										
Profit for the year	—	—	—	—	—	—	—	—	17,445	17,445
Exchange differences arising on translation	—	—	—	—	—	—	(190)	—	—	(190)
Fair value change on financial assets at FVTOCI	—	—	—	—	—	253	—	—	—	253
Total comprehensive income/ (expense) for the year	—	—	—	—	—	253	(190)	—	17,445	17,508
Transfer to surplus reserve	—	—	1,032	—	—	—	—	—	(1,032)	—
Share-based Payment expenses	—	—	—	—	—	—	—	113	—	113
<b>Balance at 30 June 2025 and 1 July 2025</b>	<b>91,360</b>	<b>941,077</b>	<b>182,822</b>	<b>2,982</b>	<b>2,986</b>	<b>1,110</b>	<b>(19,303)</b>	<b>113</b>	<b>505,162</b>	<b>1,708,309</b>
<b>Changes in equity for the six months ended 31 December 2025:</b>										
Profit for the Period	—	—	—	—	—	—	—	—	3,788	3,788
Exchange differences arising on translation	—	—	—	—	—	—	(11)	—	—	(11)
Total comprehensive (expense)/income for the period	—	—	—	—	—	—	(11)	—	3,788	3,777
Share-based Payment expenses	—	—	—	—	—	—	—	1,853	—	1,853
<b>Balance at 31 December 2025</b>	<b>91,360</b>	<b>941,077</b>	<b>182,822</b>	<b>2,982</b>	<b>2,986</b>	<b>1,110</b>	<b>(19,314)</b>	<b>1,966</b>	<b>508,950</b>	<b>1,713,939</b>

## Condensed Consolidated Statement of Cash Flows

For the six months ended 31 December 2025  
(Expressed in Renminbi Yuan)

	Six months ended 31 December	
	2025 RMB'000 (Unaudited)	2024 RMB'000 (Unaudited)
Cash generated from operations	14,613	23,299
Income taxes paid	—	—
<b>Net cash generated from operating activities</b>	<b>14,613</b>	23,299
<b>Net cash generated from investing activities</b>	<b>270</b>	1,247
<b>Net cash generated from/(used in) financing activities</b>	<b>4,549</b>	(570)
<b>Net increase in cash and cash equivalents</b>	<b>19,432</b>	23,976
<b>Cash and cash equivalents at beginning of the period</b>	<b>1,456,416</b>	1,417,002
<b>Cash and cash equivalents at end of the period, represented by bank balances and cash</b>	<b>1,475,848</b>	1,440,978

# Notes to the Unaudited Interim Financial Report

(Expressed in Renminbi Yuan unless otherwise indicated)

## 1. BASIS OF PREPARATION

This interim financial report has been prepared in accordance with the applicable disclosure provisions of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited, including compliance with Hong Kong Accounting Standard (“HKAS”) 34, Interim financial reporting, issued by the Hong Kong Institute of Certified Public Accountants (“HKICPA”). It was authorised for issue on 27 February 2026.

The interim financial report has been prepared in accordance with the same accounting policies adopted in the 2025 annual financial statements, except for the accounting policy changes that are expected to be reflected in the 2026 annual financial statements. Details of these changes in accounting policies are set out in note 2.

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

This interim financial report contains condensed consolidated financial statements and selected explanatory notes. The notes include an explanation of events and transactions that are significant to an understanding of the changes in financial position and performance of the Group since the 2025 annual financial statements. The condensed consolidated interim financial report and notes thereon do not include all of the information required for a full set of financial statements prepared in accordance with applicable Hong Kong Financial Reporting Standards (“HKFRSs”).

The financial information relating to the financial year ended 30 June 2025 that is included in the interim financial report as being previously reported information does not constitute the Company’s statutory financial statements for that financial year but is derived from those financial statements. Statutory financial statements for the year ended 30 June 2025 are available from the Company’s registered office. The auditors have expressed a true and fair view on those financial statements in their report dated 30 September 2025.

## 2. CHANGES IN ACCOUNTING POLICIES

The HKICPA has issued a number of new standards, amendments and interpretations that are first effective, available for early adoption or not yet mandatorily effective for the current accounting period of the Group. Of these, the following developments may be relevant to the Group:

Amendments to HKFRS 9 and HKFRS 7	Amendments to the Classification and Measurement of Financial Instruments
Amendments to HKFRS 9 and HKFRS 7	Contracts Referencing Nature-dependent Electricity
Amendments to HKFRS 10 and HKAS 28	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture
Amendments to HKFRS Accounting Standards	Annual Improvements to HKFRS Accounting Standards — Volume 11
Amendments to HKAS 21	Lack of Exchangeability
HKFRS 18	Presentation and Disclosure in Financial Statements
HKFRS 19	Subsidiaries without Public Accountability: Disclosures

These new standards and amendments are not expected to have a material impact on the Group in the current or future reporting periods and on foreseeable future transactions.

## Notes to the Unaudited Interim Financial Report

(Expressed in Renminbi Yuan unless otherwise indicated)

### 3. REVENUE

Disaggregation of the Group's revenue from contracts with customers for the six months ended 31 December 2025 and 2024 is as follows:

		Six months ended 31 December	
		2025	2024
		RMB'000	RMB'000
		(Unaudited)	(Unaudited)
Types of goods and services	Segments		
Sales of automation instrument and technology products	Automation instrument and technology products	75,916	108,345
Consigned processing services on automation instrument and technology products	Automation instrument and technology products	9,561	7,928
Sales of horological instruments	Horological instruments	3	—
		<b>85,480</b>	<b>116,273</b>

During the Period, all the revenue from contracts with customers was recognised at a point in time and was mainly arisen in the People's Republic of China (the "PRC").

### 4. OTHER INCOME AND OTHER (LOSS)/GAIN, NET

		Six months ended 31 December	
		2025	2024
		RMB'000	RMB'000
		(Unaudited)	(Unaudited)
Other income			
Bank interest income		363	1,130
Rental income		471	52
Government grants		632	101
Reversal of provision for PRC medical insurance		2,044	—
Reversal of provision for PRC housing provident fund		1,745	—
Reversal of/(provision for) warranties recognised		135	(20)
Service income		47	—
		<b>5,437</b>	<b>1,263</b>
Other (loss)/gain, net			
Net foreign exchange (loss)/gain		(1,757)	102
Gain on disposal of property, plant and equipment, net		—	354
		<b>(1,757)</b>	<b>456</b>

## Notes to the Unaudited Interim Financial Report

(Expressed in Renminbi Yuan unless otherwise indicated)

### 5. PROFIT BEFORE TAXATION

Profit before taxation has been arrived at after charging/(crediting):

	Six months ended 31 December	
	2025 RMB'000 (Unaudited)	2024 RMB'000 (Unaudited)
(a) Staff costs:		
Contributions to defined contribution retirement plans	1,563	1,252
Salaries, wages and other benefits	17,587	16,879
Share-based payment expenses — share options	739	—
	<b>19,889</b>	<b>18,131</b>

The Group operates a Mandatory Provident Fund Scheme for all qualifying employees in Hong Kong. The assets of the schemes are held separately from those of the Group, in funds under the control of trustees. The retirement benefits scheme contributions charged to profit or loss represent contributions paid or payable by the Group to the scheme at 5% of each of the employees' monthly relevant income capped at HK\$30,000 per month.

The employees employed in the PRC are members of the state-managed retirement benefit schemes operated by the PRC government. The subsidiary established in the PRC is required to contribute a certain percentage of their basic payroll to the retirement benefit schemes to fund the benefits.

The Group had no forfeited contributions under the Defined Contribution Scheme and the MPF Scheme which may be used to reduce the existing level of contributions during the Period (2024: Nil). There were also no forfeited contributions available to reduce future contributions at the end of the Period (2024: Nil).

The Group has no other material obligation for the payment of pension benefits associated with the two schemes beyond the annual contributions described above.

	Six months ended 31 December	
	2025 RMB'000 (Unaudited)	2024 RMB'000 (Unaudited)
(b) Other items:		
Depreciation of property, plant and equipment	11,797	11,306
Depreciation of right-of-use assets	377	367
Research and development costs recognised as expense	1,808	1,793
Lease payments not included in the measurement of lease liabilities	—	6
Cost of sales and services rendered	<b>59,596</b>	<b>70,794</b>

# Notes to the Unaudited Interim Financial Report

(Expressed in Renminbi Yuan unless otherwise indicated)

## 6. INCOME TAX EXPENSE

	Six months ended 31 December	
	2025 RMB'000 (Unaudited)	2024 RMB'000 (Unaudited)
<b>Current tax — the PRC</b>		
Provision for the period	—	—
<b>Deferred tax</b>	—	—
	—	—

Under the two-tiered profits tax rates regime of Hong Kong Profits Tax, the first HK\$2 million of profits of the qualifying group entity will be taxed at 8.25%, and profits above HK\$2 million will be taxed at 16.5%. The profits of group entities not qualifying for the two-tiered profits tax rates regime will continue to be taxed at a flat rate of 16.5%.

No provision for taxation in Hong Kong has been made for both periods as the Group does not have assessable profits in Hong Kong.

Pursuant to rules and regulations of the Cayman Islands, the Group is not subject to any income tax in the Cayman Islands.

Pursuant to the income tax rules and regulations of the PRC, a recognised Advanced and New Technology Enterprise (“ANTE”) that meets the conditions according to the Notice on Issuance of the Administrative Measures governing the Recognition of Advanced and New Technology Enterprises issued on 14 April 2008 is entitled to a reduced income tax rate of 15%. An indirect wholly-owned subsidiary of the Company, Fujian Wide Plus Precision Instrument Co., Ltd. (“Fujian Wide Plus”) was recognised as an ANTE as approved by the relevant authorities. No provision for taxation in the PRC has been made as Fujian Wide Plus sustained a tax loss for the Period.

From 1 January 2008, non-resident enterprises without an establishment or place of business in the PRC or which have an establishment or place of business in the PRC but whose relevant income is not effectively connected with the establishment or a place of business in the PRC, will be subject to withholding tax at the rate of 10% (unless reduced by treaty) on various types of passive income such as dividends derived from sources within the PRC. As Fujian Wide Plus is directly and wholly held by a Hong Kong incorporated subsidiary, a rate of 5% is applicable to the calculation of this withholding tax under the double tax arrangement between Hong Kong and the PRC. Deferred tax liabilities have been recognised for undistributed retained profits of Fujian Wide Plus earned since 1 January 2008 till 30 June 2009 to the extent that the profits are likely to be distributed in the foreseeable future.

# Notes to the Unaudited Interim Financial Report

(Expressed in Renminbi Yuan unless otherwise indicated)

## 7. EARNINGS PER SHARE

### (a) Basic earnings per share

The calculation of basic earnings per share is based on the profit attributable to owners of the Company of approximately RMB3,788,000 (unaudited) (six months ended 31 December 2024: RMB15,810,000 (unaudited)) and the weighted average number of 1,037,500,000 ordinary shares (unaudited) (six months ended 31 December 2024: 1,037,500,000 ordinary shares (unaudited)) in issue during the Period.

### (b) Diluted earnings per share

The calculation of diluted earnings per share is based on the profit attributable to owners of the Company of approximately RMB3,788,000 (unaudited) (six months ended 31 December 2024: RMB15,810,000 (unaudited)) and weighted average number of ordinary shares in issue adjusted for the potential dilutive effects caused by the share options. For the Period, the computation of diluted earnings per share did not assume the exercise of share options because the share options were out-of-the-money and therefore had an anti-dilutive effect. Therefore, the diluted earnings per share is the same as the basic earnings per share.

## 8. SEGMENT REPORTING

The following is an analysis of the Group's revenue and results by operating and reportable segments under HKFRS 8 "Operating Segments" ("HKFRS 8"), based on information reported to the Company's executive directors, being the chief operating decision maker (the "CODM"), for the purposes of resource allocation and assessment of segment performance, which focuses on types of goods delivered. The Group's operating and reportable segments under HKFRS 8 are as follows:

<i>Automation instrument and technology products:</i>	the manufacturing and selling of and provision of consigned processing services on intelligent display instruments, flow accumulate instruments, pressure transmitters and logging control instruments
<i>Horological instruments:</i>	the manufacturing and selling of multi-functional all-plastic quartz watch movements

### (a) Segment results, assets and liabilities

For the purposes of monitoring segment performances and allocating resources between segments:

- all assets are allocated to reportable segments other than financial assets at FVTOCI, investment properties, deferred tax assets, cash and cash equivalents and other corporate assets;
- all liabilities are allocated to reportable segments other than deferred tax liabilities and other corporate liabilities; and
- Segment results represent the profit or loss of each segment without allocation of bank interest income, unallocated corporate income, unallocated corporate expenses, change in fair value on investment properties, unallocated finance costs and income tax expenses. This is the measure reported to the CODM for the purpose of resource allocation and performance assessment.

## Notes to the Unaudited Interim Financial Report

(Expressed in Renminbi Yuan unless otherwise indicated)

### 8. SEGMENT REPORTING (continued)

#### (a) Segment results, assets and liabilities (continued)

For the six months ended 31 December	Automation instrument and technology products		Horological instruments		Total	
	2025	2024	2025	2024	2025	2024
	RMB'000 (Unaudited)	RMB'000 (Unaudited)	RMB'000 (Unaudited)	RMB'000 (Unaudited)	RMB'000 (Unaudited)	RMB'000 (Unaudited)
Reportable segment revenue	85,477	116,273	3	—	85,480	116,273
Reportable segment profit/(loss) (adjusted profit/(loss) from operations)	6,002	26,118	2	(3,730)	6,004	22,388

	Automation instrument and technology products		Horological instruments		Total	
	At 31 December 2025	At 30 June 2025	At 31 December 2025	At 30 June 2025	At 31 December 2025	At 30 June 2025
	RMB'000 (Unaudited)	RMB'000 (Audited)	RMB'000 (Unaudited)	RMB'000 (Audited)	RMB'000 (Unaudited)	RMB'000 (Audited)
Reportable segment assets	229,224	239,674	2,618	2,618	231,842	242,292
Addition to non-current segment assets during the six months ended 31 December 2025/year	93	513	—	—	93	513
Reportable segment liabilities	22,331	24,799	—	—	22,331	24,799

#### (b) Reconciliations of reportable segment revenues, profit or loss, assets and liabilities

	Six months ended 31 December	
	2025 RMB'000 (Unaudited)	2024 RMB'000 (Unaudited)
<b>Revenue</b>		
Reportable segment revenue	85,480	116,273
Revenue	85,480	116,273

## Notes to the Unaudited Interim Financial Report

(Expressed in Renminbi Yuan unless otherwise indicated)

### 8. SEGMENT REPORTING *(continued)*

#### (b) Reconciliations of reportable segment revenues, profit or loss, assets and liabilities *(continued)*

	Six months ended 31 December	
	2025 RMB'000 (Unaudited)	2024 RMB'000 (Unaudited)
<b>Profit or loss</b>		
Reportable segment profit	6,004	22,388
Unallocated head office and corporate expenses	(2,216)	(6,578)
Profit before taxation	3,788	15,810
	At 31 December 2025 RMB'000 (Unaudited)	At 30 June 2025 RMB'000 (Audited)
<b>Assets</b>		
Reportable segment assets	231,842	242,292
Unallocated head office and corporate assets		
— Investment properties	26,682	26,682
— Financial assets at FVTOCI	38,892	38,892
— Deferred tax assets	11,572	11,572
— Bank and cash balances	1,475,848	1,456,416
— Other corporate assets	26,941	28,262
Consolidated total assets	1,811,777	1,804,116

## Notes to the Unaudited Interim Financial Report

(Expressed in Renminbi Yuan unless otherwise indicated)

### 8. SEGMENT REPORTING *(continued)*

#### (b) Reconciliations of reportable segment revenues, profit or loss, assets and liabilities *(continued)*

	At 31 December 2025 RMB'000 (Unaudited)	At 30 June 2025 RMB'000 (Audited)
<b>Liabilities</b>		
Reportable segment liabilities	22,331	24,799
Unallocated head office and corporate liabilities		
— Deferred tax liabilities	18,075	18,075
— Other corporate liabilities		
— Amount due to a related party	22,809	18,003
— Other payables and accruals	31,803	34,930
	75,507	71,008
Consolidated total liabilities	97,838	95,807

### 9. PROPERTY, PLANT AND EQUIPMENT

During the Period, the Group acquired items of property, plant and equipment amounting to approximately RMB93,000 (unaudited) (six months ended 31 December 2024: RMB591,000 (unaudited)).

### 10. FINANCIAL ASSETS AT FVTOCI

	2025 RMB'000 (Unaudited)	2025 RMB'000 (Audited)
Unlisted equity investments:		
At beginning of the period/year	38,892	38,595
Fair value changes	—	297
At end of the period/year	38,892	38,892

The abovementioned unlisted investments are not held for trading, instead, they are held for long-term strategic purposes. The directors of the Company have elected to designate these unlisted investments at FVTOCI as they believe that recognising short-term fluctuations in the investments' fair value in profit or loss would not be consistent with the Group's strategy of holding the investments for long-term purposes and realising their performance potential in the long run.

## Notes to the Unaudited Interim Financial Report

(Expressed in Renminbi Yuan unless otherwise indicated)

### 11. TRADE AND OTHER RECEIVABLES

Included in trade and other receivables are trade receivables with the following ageing analysis, based on billing date, net of allowance:

	At 31 December 2025 RMB'000 (Unaudited)	At 30 June 2025 RMB'000 (Audited)
0–60 days	27,046	31,130
61–120 days	23,035	24,755
121–180 days	25,299	21,810
	<b>75,380</b>	77,695

The Group generally grants credit periods ranging from 120 days to 180 days from the date of billing to its customers. No interest or collateral is charged on the trade receivables.

### 12. TRADE AND OTHER PAYABLES

	At 31 December 2025 RMB'000 (Unaudited)	At 30 June 2025 RMB'000 (Audited)
Trade payables	18,307	19,452
Other payables and accruals	37,376	39,547
Amount due to a related party (note)	22,809	18,003
	<b>78,492</b>	77,002

Note: The amount represents temporary fund advanced from Mr. Wong Shek, the son of Mr. Wong Fun Chung, who is the chairman of the Board, an executive Director and the chief executive officer of the Company. The amount is unsecured, interest-free and repayable on demand.

## Notes to the Unaudited Interim Financial Report

(Expressed in Renminbi Yuan unless otherwise indicated)

### 12. TRADE AND OTHER PAYABLES *(continued)*

As of the end of the Period, the ageing analysis of trade payables, based on the invoice date, is as follows.

	<b>At 31 December 2025 RMB'000 (Unaudited)</b>	At 30 June 2025 RMB'000 (Audited)
0–30 days	10,484	9,299
31–90 days	6,804	9,273
91–180 days	105	220
Over 180 days	914	660
	<b>18,307</b>	19,452

The credit periods granted by various suppliers are generally 120 days. All of the trade and other payables are expected to be settled within one year.

### 13. DIVIDENDS

No dividend was paid or proposed for ordinary shareholders of the Company for the six months ended 31 December 2025 and 2024, nor has any dividend been proposed since the end of the Period.

### 14. OPERATING LEASES ARRANGEMENTS

#### The Group as lessor

The investment properties held by the Group for rental purposes have committed lessee for 1 to 5 years (2024: 1 year). Undiscounted lease payment receivable on leases are as follows:

	<b>At 31 December 2025 RMB'000 (Unaudited)</b>	At 30 June 2025 RMB'000 (Audited)
Within 1 year	973	971
More than 1 year but within 2 years	966	966
More than 2 years but within 5 years	3,041	3,017
More than 5 years	—	507
	<b>4,980</b>	5,461

## Notes to the Unaudited Interim Financial Report

(Expressed in Renminbi Yuan unless otherwise indicated)

### 15. RELATED PARTY TRANSACTIONS

In addition to those related party transactions and balances disclosed elsewhere in the consolidated financial statements, the Group has the following transaction with its related parties.

#### Key management personnel remuneration

Remuneration for key management personnel of the Group, including amounts paid to the Directors is as follows:

	Six months ended 31 December	
	2025 RMB'000 (Unaudited)	2024 RMB'000 (Unaudited)
Short-term employee benefits	1,625	1,654
Contribution to retirement benefit schemes	14	13
Share-based payment expenses — share options	1,113	—
	<b>2,752</b>	1,667

# Management Discussion and Analysis

## MARKET AND BUSINESS REVIEW

As at 31 December 2025, the principal business of the Group continues to be research and development, manufacture and sale of automation instruments. In light of the impact of multiple factors including insufficient market demand due to delay in the commencement of large-scale projects in the PRC (particularly those in the petroleum and petrochemical industries), intensified industry competition and decreased supply chain stability, the automation instruments market players have continued to face notable pressure in market expansion.

In response to multiple market adversities, while continuing to maintain principal business as cornerstone, our Group built a differentiated product system revolving around three key directions, namely (i) research and development innovation, (ii) product upgrade and (iii) market expansion, to meet diverse market needs of the automation instruments market. Our Group maintained a sustained, steady and healthy business development by vigorously advancing the domestic substitution of our flagship products in downstream applications through various means, including direct replacement with existing products and replacement with modified products.

## SEGMENT INFORMATION

The Group has the following two business segments.

### Automation instrument and technology products

During the Period, revenue derived from the sales of high precision industrial automation instrument and technology products amounted to approximately RMB85,477,000 (six months ended 31 December 2024: approximately RMB116,273,000), representing approximately 100.0% (six months ended 31 December 2024: 100.0%) of the Group's total turnover. The Group continued to focus on the production and expansion of high precision industrial automation instrument and technology products, and to manage its inventory levels and its distribution network. Reportable segment profit of this business segment was approximately RMB6,002,000 for the Period as compared to that of approximately RMB26,118,000 for the corresponding period in 2024.

### Horological instruments

Revenue derived from the sales of horological instruments amounted to approximately RMB3,000 (six months ended 31 December 2024: nil) due to insufficient market demand as a result of intense market competition under stagnant global economy. This business segment recorded reportable segment profit of approximately RMB2,000 for the Period as compared to that of a loss of approximately RMB3,730,000 for the corresponding period in 2024.

## MANUFACTURING FACILITIES

The Group has large-scale production facilities located at Lot No. 15, Kuaian Road, Mawei Science and Technology Park, Fuzhou (福州馬尾科技園區快安大道15號地) and Long Men Village, Kuaian Technology Park, Fuzhou Economic and Technological Development Zone (福州經濟技術開發區快安科技園龍門村) in the PRC, covering a total site area of approximately 47,665 square meters.

The Group had no material expansion plan during the Period. In light of the instability of the global market, the Directors will proceed with the future developments cautiously.

# Management Discussion and Analysis

## PROSPECTS

The State has formulated an overall plan for the self-reliance and controllability of the instrumentation industry from a strategic perspective, precisely selecting high-end instruments for key support, and promoting the development of discrete industrial automation and the upgrade of sensor technology. As a leading domestic enterprise in the industrial automatic control system device manufacturing industry. Our Group aims to drive our own growth and expansion by leveraging policy support and seizing market opportunities as the industry's inherent momentum continues to unfold, with particular focus on construction sectors such as aerospace and petrochemicals, as well as infrastructure fields such as urban utility networks for power, gas, water supply and other utilities.

## FINANCIAL REVIEW

### Revenue

Revenue of the Group amounted to approximately RMB85,480,000 for the Period (six months ended 31 December 2024: approximately RMB116,273,000), representing a decrease of approximately 26.5% as compared to that of the corresponding period in 2024. The decrease is mainly due to the decrease in sales of industrial automation instrument products to petroleum and petrochemical industries in light of project delay, partially offset by the slight increase in the consigned processing services on automation instrument and technology products. Amidst global economic uncertainty, the Group is still adversely affected by sluggish economic growth which continues to present diverse challenges for industrial automation instruments.

### Gross profit and profit from operations

During the Period, the Group's gross profit and profit from operations amounted to approximately RMB25,884,000 (six months ended 31 December 2024: approximately RMB45,479,000) and approximately RMB3,802,000 (six months ended 31 December 2024: approximately RMB15,824,000) respectively. The decrease in gross profit is mainly due to the decrease in sales of industrial automation instrument products.

The segment of automation instrument and technology products recorded a gross profit of approximately RMB25,892,000 for the Period (six months ended 31 December 2024: approximately RMB45,479,000). The decrease is mainly due to the decrease in sales of industrial automation instrument products.

The segment of horological instruments recorded a gross loss of approximately RMB8,000 during the Period due to decrease in market demand as a result of intense market competition under stagnant global economy. The Group adjusts the selling prices from time to time, if necessary, to maintain its market share in an intensely price competitive market.

Accordingly, during the Period, the Group recorded a profit from operations.

# Management Discussion and Analysis

## Profit attributable to owners of the Company

The profit attributable to owners of the Company for the Period was approximately RMB3,788,000, as compared to a profit of approximately RMB15,810,000 for the corresponding period in 2024. It was mainly due to decrease in sales of industrial automation instrument products and increase in net foreign exchange loss, partially offset by (i) the increase in other income primarily in connection with the reversal of provision for PRC medical insurance and housing provident fund and (ii) the reversal of write-down on inventories of approximately RMB764,000.

## Earnings per share

Both the basic and diluted earnings per share for the Period were RMB0.37 cents (six months ended 31 December 2024: both earnings RMB1.52 cents).

## Capital Structure, Liquidity and Financial Resources

The Group has adopted a prudent financial management approach towards its funding and treasury policies and obligations. The Group had maintained a healthy liquidity position throughout the Period. To manage liquidity risks, the Board closely monitors the Group's liquidity position to ensure that the liquidity structure of the Group's assets, liabilities and commitments can meet its funding requirements from time to time.

During the Period, the Group's working capital requirement was principally financed by its internal resources.

As at 31 December 2025, the Group had cash and cash equivalents, net current assets and total assets less current liabilities of approximately RMB1,475,848,000 (30 June 2025: approximately RMB1,456,416,000), approximately RMB1,493,109,000 (30 June 2025: approximately RMB1,475,948,000) and approximately RMB1,732,384,000 (30 June 2025: approximately RMB1,726,384,000) respectively.

## Borrowings

As at 31 December 2025, the Group had no bank borrowings (30 June 2025: Nil).

## Equity

Total equity attributable to owners of the Company as at 31 December 2025 increased by approximately RMB5,630,000 to approximately RMB1,713,939,000 (30 June 2025: approximately RMB1,708,309,000).

## Gearing ratio

The gearing ratio (calculated as the ratio of total liabilities divided by total equity) of the Group as at 31 December 2025 was approximately 0.06 (30 June 2025: approximately 0.06).

## Management Discussion and Analysis

### USE OF PROCEEDS FROM THE PLACING AND THE PUBLIC OFFER

The Company's shares were listed on the Main Board of The Stock Exchange of Hong Kong Limited (the "Stock Exchange") with a total of 287,500,000 offer shares (including shares issued as a result of the exercise of the over-allotment option), and the net proceeds from the placing and the public offer amounted to approximately HK\$1,043,000,000. The following table sets forth the status of the updated intended utilisation of net proceeds in accordance with the announcement dated 17 February 2025 (the "Announcement"), utilised net proceeds up to 30 June 2025, utilised net proceeds from 1 July 2025 to 31 December 2025 and unutilised net proceeds as of 31 December 2025:

	Updated intended utilisation of net proceeds as disclosed in the Announcement HK\$ million	Utilised net proceeds up to 30 June 2025 HK\$ million	Net proceeds utilised for the six months ended 31 December 2025 HK\$ million	Net proceeds unutilised as of 31 December 2025 HK\$ million	Expected timeline for utilising the unutilised net proceeds
Establishment of production facilities for new products	652	652	—	—	N/A
Research and development efforts	238	214	2	22	By end of 2030
Network development and sales support services	45	45	—	—	N/A
Information system development	4	4	—	—	N/A
General working capital	104	104	—	—	N/A
<b>Total</b>	<b>1,043</b>	<b>1,019</b>	<b>2</b>	<b>22</b>	

The remaining balance of the net proceeds has been placed in the short-term deposits with financial institutions.

### SIGNIFICANT INVESTMENTS

The Group held no significant investment during the Period.

### ACQUISITION AND DISPOSAL OF SUBSIDIARIES, ASSOCIATES AND JOINT VENTURES

There was no material acquisition or disposal of subsidiaries, associates and joint ventures by the Group during the Period.

### EMPLOYEES AND SHARE OPTION SCHEME

As at 31 December 2025 the Group employed a total of 449 employees (30 June 2025: 445). It is the Group's policy to review its employees' pay levels and performance bonus system regularly to ensure the competitiveness of the Group's remuneration package within the relevant industry. During the Period, the employment cost (excluding Directors' emoluments) amounted to approximately RMB19,889,000 (six months ended 31 December 2024: approximately RMB18,131,000). In recognition of the contributions of our Directors and employees and to incentivise them to further promote our development, our Company adopted a share option scheme (the "Scheme") on 13 February 2025. On 20 June 2025, a total of 33,474,000 share options were granted to certain eligible participants under the Scheme. No option has been vested, exercised, cancelled or lapsed during the Period.

Training activities are provided to staff, which included new employees orientation, technical training, professional skill enhancement training, safety training, external classes, regular voluntary firemen training, training seminars and expat training.

# Management Discussion and Analysis

## CHARGE ON ASSETS

As at 31 December 2025, the Group did not have any charges on its assets (30 June 2025: Nil).

## FUTURE PLANS FOR MATERIAL INVESTMENTS OR CAPITAL ASSETS AND EXPECTED SOURCES OF FUNDING

The Group had no future plans for material investments or capital assets as at 31 December 2025.

The Group will continue to monitor the industry developments closely and review its business expansion plans regularly, so as to take necessary measures in the Group's best interests.

## EXPOSURE TO FLUCTUATIONS IN EXCHANGE RATES

The Group has foreign currency risk as certain financial assets and liabilities are denominated in foreign currencies primarily in United States dollars and Hong Kong dollars. The Group does not expect any appreciation or depreciation of the Renminbi Yuan against foreign currency which might materially affects the Group's result of operations. The Group did not use any financial instruments to hedge its exposure to currency risk during the Period and will continue to closely monitor such risk exposures from time to time.

## CAPITAL COMMITMENT

As at 31 December 2025, the Group had no capital expenditure contracted for but not provided in the interim financial report (30 June 2025: Nil).

## CONTINGENT LIABILITIES

As at 31 December 2025, the Group did not have any material contingent liabilities (30 June 2025: Nil).

## DIVIDENDS

The Board does not recommend the payment of any interim dividend for the six months ended 31 December 2025 (six months ended 31 December 2024: Nil).

## EVENTS AFTER THE SIX MONTHS ENDED 31 DECEMBER 2025

Save as disclosed above, there was no important events affecting the Group which have occurred during the period from 1 January 2026 to the date of this report.

## Other Information

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

As at 31 December 2025, the interests and short positions of the Directors and chief executive of the Company in the shares, underlying shares and debentures of the Company or any of its associated corporations (within the meaning of Part XV of the Securities and Futures Ordinance (the "SFO")) which were required (a) to be notified to the Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests and short positions which they were deemed or taken to have under such provisions of the SFO), or (b) to be and were entered into the register required to be kept by the Company pursuant to section 352 of the SFO, or (c) as otherwise notified to the Company and the Stock Exchange pursuant to the Model Code for Securities Transactions by Directors of Listed Issuers (the "Model Code") as set out in Appendix C3 to the Rules Governing the Listing of Securities on the Stock Exchange (the "Listing Rules") were as follows:

Long positions in the ordinary shares of the Company:

Directors	Number of ordinary shares held, capacity and nature of interest			Approximate percentage of the issued share capital of the Company <sup>(Note 1)</sup>
	Directly held interest	Through controlled corporation	Total	
Mr. Wong Fun Chung ("Mr. Wong")	343,979,082 <sup>(Note 2)</sup>	39,824,704 <sup>(Note 3)</sup>	383,803,786	36.99%
Mr. Zou Chong	6,000,000 <sup>(Note 4)</sup>	—	6,000,000	0.58%
Mr. Su Fang Zhong	6,000,000 <sup>(Note 4)</sup>	—	6,000,000	0.58%
Mr. Cheung Chuen	3,000,000 <sup>(Note 4)</sup>	—	3,000,000	0.29%
Dr. Hu Guo Qing	300,000 <sup>(Note 4)</sup>	—	300,000	0.03%
Ms. Ji Qin Zhi	300,000 <sup>(Note 4)</sup>	—	300,000	0.03%
Mr. Chan Yuk Hiu, Taylor	300,000 <sup>(Note 4)</sup>	—	300,000	0.03%
Dr. Huang Shizhen	200,000 <sup>(Note 4)</sup>	—	200,000	0.02%

Notes:

- As at 31 December 2025, the total number of issued shares of the Company was 1,037,500,000.
- These interests include 1,037,000 share options of the Company held by Mr. Wong, the details of which are set out in the section headed "Share Option Scheme" below.
- 39,824,704 shares were held by Fortune Plus Holdings Limited, a company incorporated in the British Virgin Islands and is owned as to 66.6% by Mr. Wong. Therefore Mr. Wong is deemed to be interested in these shares under the SFO.
- These interests represent the Company's outstanding options held by the Directors, the details of which are set out in the section headed "Share Option Scheme" below.

## Other Information

Save as disclosed above and the section headed “Share Option Scheme” below, as at 31 December 2025, so far as is known to any Directors or chief executive of the Company, none of the Directors or the chief executive of the Company or their respective associates had any interests or short positions in the shares or underlying shares or debentures of the Company or any of its associated corporations (within the meaning of Part XV of the SFO) which were required (a) to be notified to the Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests and short positions which they were deemed or taken to have under such provisions of the SFO), or (b) to be entered into the register required to be kept by the Company pursuant to section 352 of the SFO, or (c) as otherwise to be notified to the Company and the Stock Exchange pursuant to the Model Code.

### **SUBSTANTIAL SHAREHOLDERS’ INTERESTS AND SHORT POSITIONS IN THE SHARES AND UNDERLYING SHARES OF THE COMPANY**

As at 31 December 2025, according to the register of members kept by the Company pursuant to section 336 of the SFO and so far as is known to, or can be ascertained after reasonable enquiry by the Directors, the following person(s)/entity(ies) (other than the Directors or chief executive of the Company as disclosed under the heading “Directors’ and chief executive’s interests and short positions in shares, underlying shares and debentures of the Company or any associated corporations” above) had an interests or short positions in the shares, underlying shares and debentures of the Company and its associated corporation (within the meaning of Part XV of the SFO) which would fall to be disclosed to the Company and the Stock Exchange pursuant to Divisions 2 and 3 of Part XV of the SFO, or be directly and indirectly interested in 5% or more of the nominal value of any class of share capital carrying rights to vote on all circumstances at general meetings of the Company:

As at 31 December 2025, the Directors have not been notified by any person who had interests or short positions in the shares or underlying shares of the Company as recorded in the register required to be kept by the Company pursuant to section 336 of the SFO.

### **SHARE OPTION SCHEME**

The Company adopted the share option scheme (the “Scheme”) on 13 February 2025, the principal terms of which are set out in note 27 to the 2025 annual financial statements. During the Period, no share option was granted, vested, exercised, cancelled or lapsed.

On 20 June 2025, the Company granted 33,474,000 share options under the Scheme, representing approximately 3.23% of the total issued share capital (excluding treasury shares) of the Company as at the date of this report. The total number of the share options available for grant under the Scheme was 70,276,000 as at 1 July 2025 and 31 December 2025, representing approximately 6.77% of the issued Shares (excluding treasury shares) on the respective dates. As no options were granted during the six months ended 31 December 2025 under the Scheme and therefore the disclosure requirement under Rule 17.07(3) of the Listing Rules is not applicable.

## Other Information

The following table disclosed details of the Company's outstanding options held by the Directors and an associate of a Director and substantial shareholder and certain employees of the Group under the Scheme during the Period:

Names of grantees	As at 1 July 2025	Options granted during the Period	Options exercised during the Period	Options cancelled during the Period	Options lapsed during the Period	Options held at 31 December 2025	Exercise price (HK\$)	Date of grant	Vesting period	Exercise period
<b>Executive Director and substantial shareholder</b>										
Mr. Wong Fun Chung	1,037,000	—	—	—	—	1,037,000	0.255	20 June 2025	Vest on the first anniversary of the date of grant	Exercisable from 20 June 2026 to 19 June 2030
<b>Executive Directors</b>										
Mr. Zou Chong	6,000,000	—	—	—	—	6,000,000	0.255	20 June 2025	Vest on the first anniversary of the date of grant	Exercisable from 20 June 2026 to 19 June 2030
Mr. Su Fang Zhong	6,000,000	—	—	—	—	6,000,000	0.255	20 June 2025	Vest on the first anniversary of the date of grant	Exercisable from 20 June 2026 to 19 June 2030
Mr. Cheung Chuen	3,000,000	—	—	—	—	3,000,000	0.255	20 June 2025	Vest on the first anniversary of the date of grant	Exercisable from 20 June 2026 to 19 June 2030
<b>Independent non-executive Directors</b>										
Dr. Hu Guo Qing	300,000	—	—	—	—	300,000	0.255	20 June 2025	Vest on the first anniversary of the date of grant	Exercisable from 20 June 2026 to 19 June 2030
Ms. Ji Qin Zhi	300,000	—	—	—	—	300,000	0.255	20 June 2025	Vest on the first anniversary of the date of grant	Exercisable from 20 June 2026 to 19 June 2030
Mr. Chan Yuk Hiu, Taylor	300,000	—	—	—	—	300,000	0.255	20 June 2025	Vest on the first anniversary of the date of grant	Exercisable from 20 June 2026 to 19 June 2030
Dr. Huang Shizhen	200,000	—	—	—	—	200,000	0.255	20 June 2025	Vest on the first anniversary of the date of grant	Exercisable from 20 June 2026 to 19 June 2030
<b>Associate of a Director and substantial shareholder</b>										
Mr. Wong Shek	1,037,000	—	—	—	—	1,037,000	0.255	20 June 2025	Vest on the first anniversary of the date of grant	Exercisable from 20 June 2026 to 19 June 2030
<b>Other employees</b>										
	15,300,000	—	—	—	—	15,300,000	0.255	20 June 2025	Vest on the first anniversary of the date of grant	Exercisable from 20 June 2026 to 19 June 2030
	33,474,000	—	—	—	—	33,474,000				

Note:

The exercise price represented the highest of (i) the closing price of HK\$0.255 per Share as stated in the daily quotations sheet issued by the Stock Exchange on the date of grant; (ii) the average closing price of HK\$0.2414 per Share as stated in the daily quotations sheets issued by the Stock Exchange for the five business days immediately preceding the date of grant; and (iii) the nominal value of the Share of HK\$0.001. The closing price on the date immediately before the options were granted (i.e. 19 June 2025) was HK\$0.241 per Share.

### DIRECTORS' RIGHTS TO ACQUIRE SHARES OR DEBT SECURITIES

Save as disclosed under the sections headed "Directors' and chief executive's interests and short positions in shares, underlying shares and debentures of the Company or any associated corporations" and "Share Option Scheme" above, at no time during the Period were rights to acquire benefits by means of the acquisition of shares in or debentures of the Company granted to any Directors or their respective associates (as defined in the Listing Rules), or were any such rights exercised by them, or was the Company, its holding company or any of its subsidiaries and fellow subsidiaries a party to any arrangement to enable the Directors or their respective associates (as defined in the Listing Rules) to acquire such rights in any other body corporate.

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

Neither the Company nor any of its subsidiaries has purchased, sold or redeemed any of the Company's listed securities during the Period.

### **CORPORATE GOVERNANCE**

The Company has complied with all material code provisions stipulated in the Corporate Governance Code (the "CG Code") contained in Appendix C1 to the Listing Rules during the Period, except for the deviation from code provisions C.2.1 and D.1.2 of the CG Code as described below.

#### **Code Provision C.2.1**

Code provision C.2.1 of the CG Code stipulates that the roles of chairman and chief executive should be separate and should not be performed by the same individual. Mr. Wong Fun Chung is the Chairman and the Chief Executive Officer of the Company. Such deviation from code provision C.2.1 of the CG Code is deemed appropriate as it is considered to be more efficient to have one single person as the Chairman as well as to discharge the executive functions of a chief executive officer, and it provides the Group with strong and consistent leadership in the development and execution of long term business strategies. The Board believes that the balance of power and authority is adequately ensured by the operations of the Board which comprises highly experienced individuals. There are three independent non-executive Directors in the Board. All of them possess adequate independence and therefore the Board considers the Company has achieved balance and provided sufficient protection of its interests.

#### **Code Provision D.1.2**

According to Code Provision D.1.2 of the CG Code, the management shall provide all members of the Board with monthly updates on the Company's performance, position and prospects. During the Period, instead of monthly updates, the management has provided to the Board half-yearly updates containing consolidated financial statements with summaries of key events and outlook of the Group for the pertaining period for review and discussion in the Board meetings concerned. In addition, the management will provide to the Board with updates in a timely manner if there are material events affecting the performance, position and prospects of the Company. Accordingly, it is considered that the purpose of providing regular updates on the Company's performance, position and prospects can be achieved.

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

The Company has adopted the Model Code as the required standard for securities transactions by the Directors.

Having made specific enquiries of all Directors, all Directors confirmed to the Company that they have complied with the Model Code for the Period.

### **DIRECTORS' INTEREST IN COMPETING BUSINESS**

During the Period, none of the Directors or the substantial shareholders of the Company, or any of their respective associates (as defined in the Listing Rules) had any material interest in a business that competes or may compete with the business of the Group.

## Other Information

### REMUNERATION COMMITTEE

As at 31 December 2025 and the date of this report, the remuneration committee of the Board (the “Remuneration Committee”) comprises four independent non-executive Directors, namely Dr. Hu Guo Qing, Ms. Ji Qin Zhi, Dr. Huang Shizhen and Mr. Chan Yuk Hiu, Taylor. Mr. Chan Yuk Hiu, Taylor is the chairman of the Remuneration Committee. The Remuneration Committee is primarily responsible for, among other things, making recommendations to the Board on the remuneration packages of the Directors and senior management of the Company and on the establishment of a formal and transparent procedure for developing policy on such remuneration.

### NOMINATION COMMITTEE

The Group has established a nomination committee (the “Nomination Committee”) since 2008 with written terms of reference which are in compliance with the CG Code. The primary duties of the Nomination Committee are, among other things, to review the structure, size, composition and diversity of the Board at least annually and make recommendations on any proposed changes to the Board to complement the Company’s corporate strategy, to make recommendations to the Board on appointment or re- appointment of Directors and succession planning for the Directors, and to review the board diversity policy of the Company as appropriate. As at 31 December 2025 and the date of this report, the Nomination Committee comprises four independent non-executive Directors, namely, Dr. Hu Guo Qing, Ms. Ji Qin Zhi, Dr. Huang Shizhen and Mr. Chan Yuk Hiu, Taylor. Mr. Chan Yuk Hiu, Taylor is the chairman of the Nomination Committee.

### AUDIT COMMITTEE

The Board has established an audit committee (the “Audit Committee”) since 2008 with written terms of reference which are in compliance with the CG Code. The primary duties of the Audit Committee are, among other things, to assist the Board in providing an independent view of the effectiveness of the Group’s financial reporting system, internal control and risk management system, to review and monitor the audit process, to review the Company’s financial information, and to perform other duties and responsibilities as assigned by the Board. As at 31 December 2025 and the date of this report, the Audit Committee comprises four independent non-executive Directors, namely, Dr. Hu Guo Qing, Ms. Ji Qin Zhi, Dr. Huang Shizhen and Mr. Chan Yuk Hiu, Taylor. Mr. Chan Yuk Hiu, Taylor is the chairman of the Audit Committee.

### REVIEW OF INTERIM RESULTS

The Audit Committee has reviewed, with the management, the unaudited interim results and this report for the six months ended 31 December 2025, the accounting principles and practices adopted by the Group and discussed internal control and financial reporting matters. The Audit Committee considered that the preparation of the unaudited consolidated interim financial statements of the Group for the six months ended 31 December 2025 are in compliance with the relevant accounting standards, rules and regulations and that appropriate disclosures have been made.

### PUBLICATION OF THE INTERIM RESULTS AND INTERIM FINANCIAL REPORT

The Company’s unaudited interim results announcement and this interim report have been published on the websites of Hong Kong Exchanges and Clearing Limited at [www.hkexnews.hk](http://www.hkexnews.hk) and the Company at [www.chpag.cn](http://www.chpag.cn).

By order of the Board  
**China High Precision Automation Group Limited**  
**Wong Fun Chung**  
*Chairman*

Hong Kong, 27 February 2026