Qingda Oriental Group Co., Ltd.*

清大東方集團股份有限公司

(Formerly known as Shanghai Qingpu Fire-Fighting Equipment Co., Ltd.)*

(a joint stock limited company incorporated in the People's Republic of China)

(Stock Code: 8115)

INTERIM REPORT 2026

* *For identification purpose only*

CHARACTERISTICS OF GEM OF THE STOCK EXCHANGE OF HONG KONG LIMITED

GEM has been positioned as a market designed to accommodate small and mid-sized companies to which a higher investment risk may be attached than other companies listed on the Stock Exchange. Prospective investors should be aware of the potential risks of investing in such companies and should make the decision to invest only after due and careful consideration.

Given that the companies listed on GEM are generally small and mid-sized companies, there is a risk that securities traded on GEM may be more susceptible to high market volatility than securities traded on the Main Board of the Stock Exchange and no assurance is given that there will be a liquid market in the securities traded on GEM.

This report, for which the directors (the "Directors") of Qingda Oriental Group Co., Ltd. (the "Company", together with its subsidiaries, the "Group") collectively and individually accept full responsibility, includes particulars given in compliance with the Rules Governing the Listing of Securities on GEM of the Stock Exchange (the "GEM Listing Rules") for the purpose of giving information with regard to the Company. The Directors, having made all reasonable enquiries, confirm that to the best of their knowledge and belief the information contained in this report is accurate and complete in all material respects and not misleading or deceptive, and there are no other matters the omission of which would make any statement herein or this report misleading.

CORPORATE INFORMATION

BOARD OF DIRECTORS

Executive Directors

Mr. Zhou Jin Hui
Mr. Shi Hui Xing
Mr. Zhou Guo Ping

Independent Non-Executive Directors

Mr. Song Zi Zhang
Mr. Wang Guo Zhong
Ms. Zhu Yi Juan

AUDIT COMMITTEE

Ms. Zhu Yi Juan
Mr. Song Zi Zhang
Mr. Wang Guo Zhong

AUTHORISED REPRESENTATIVE

Mr. Chan Chi Wai Benny
Mr. Shi Hui Xing

COMPANY SECRETARY

Mr. Chan Chi Wai Benny

AUDITORS

ZSZH (HK) Fuson CPA Limited

PRINCIPAL BANKERS

China Construction Bank Huaxin Sub-branch

H SHARE SHARE REGISTRAR AND TRANSFER OFFICE

Computershare Hong Kong Investor Services Limited
46th Floor, Hopewell Centre
183 Queen's Road East
Wanchai, Hong Kong

REGISTERED OFFICE

1988 Jihe Road
Hua Xin Town
Qingpu District, Shanghai
People's Republic of China

PRINCIPAL PLACE OF BUSINESS IN HONG KONG

Unit 2605, Island Place Tower
510 King's Road
North Point Hong Kong

STOCK CODE

8115

INTERIM RESULTS (UNAUDITED)

The Board of Directors (the "Board") of Qingda Oriental Group Co., Ltd. (the "Company", together with its subsidiaries, collectively the "Group") is pleased to announce the unaudited consolidated results of the Group for the six months ended 30 June 2026. For the six months ended 30 June 2026, the unaudited revenue was approximately RMB113,795,000, representing an increase of approximately RMB69,295,000 or approximately 156% as compared with that of the same period in 2025. Loss attributable to owners of the Company was approximately RMB482,182,000 for the six months ended 30 June 2026 representing an increase of approximately RMB481,764,000 for the corresponding period in 2025.

The unaudited condensed consolidated financial statements of the Group for the three months and six months ended 30 June 2026 together with the unaudited comparative figures for the corresponding periods in 2025 are as follows:

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS

		Unaudited Three months ended 30 June		Unaudited Six months ended 30 June	
		2026	2025	**2026**	2025
	Notes	***RMB'000***	*RMB'000*	***RMB'000***	*RMB'000*
Revenue	*4*	**51,346**	25,042	**113,795**	44,500
Cost of sales		**(25,551)**	(18,308)	**(53,815)**	(32,195)
Gross profit		**25,795**	6,734	**59,980**	12,305
Other income and gains or loss, net	*4*	**(494,109)**	501	**(493,285)**	994
Selling and distribution expenses		**(1,749)**	(873)	**(3,384)**	(1,946)
Administrative expenses		**(18,681)**	(5,930)	**(37,949)**	(8,866)
Finance costs		**(1,431)**	(280)	**(2,288)**	(339)
Reversal of provision/(provision) for expected credit loss ("ECL")		**213**	(541)	**213**	(541)
(Loss)/profit before tax	*5*	**(489,962)**	(389)	**(476,713)**	1,607
Income tax (expenses)/credit	*6*	**494**	636	**(786)**	326
(Loss)/profit for the period		**(489,468)**	247	**(477,499)**	1,933
(Loss)/profit attributable to:					
Owners of the Company		**(489,448)**	(1,417)	**(482,182)**	(418)
Non-controlling interests		**(20)**	1,664	**4,683**	2,351
		(489,468)	247	**(477,499)**	1,933
Loss per share attributable to owners of the Company	*8*				
— Basic *(RMB cent(s))*		**(227.20)**	(0.76)	**(224.63)**	(0.22)
— Diluted *(RMB cent(s))*		**(227.20)**	(0.76)	**(224.63)**	(0.22)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	Unaudited Three months ended 30 June		Unaudited Six months ended 30 June	
	2026	2025	**2026**	2025
	RMB'000	*RMB'000*	***RMB'000***	*RMB'000*
(LOSS)/PROFIT FOR THE PERIOD	**(489,468)**	247	**(477,499)**	1,933
OTHER COMPREHENSIVE INCOME FOR THE PERIOD, NET OF TAX	**–**	–	**–**	–
TOTAL COMPREHENSIVE (EXPENSE)/INCOME FOR THE PERIOD	**(489,468)**	247	**(477,499)**	1,933
Total comprehensive (expense)/ income attributable to:				
Owners of the Company	**(489,468)**	(1,417)	**(482,182)**	(418)
Non-controlling interests	**(20)**	1,664	**4,683**	2,351
	(490,501)	247	**(477,499)**	1,933

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Notes	**Unaudited as at 30 June 2026** *RMB'000*	Audited as at 31 December 2025 *RMB'000*
NON-CURRENT ASSETS			
Property, plant and equipment	*9*	**56,830**	17,087
Investment properties		**7,000**	7,000
Right-of-use assets		**3,518**	475
Goodwill	*10*	**2,320**	2,320
Intangible assets		**34,602**	–
Other receivables		**3,625**	88,625
Term deposits		**20,928**	20,854
Total non-current assets		**128,823**	136,361
CURRENT ASSETS			
Inventories		**12,670**	8,935
Trade receivables and contract assets	*11*	**23,763**	22,913
Prepayments, deposits and other receivables		**9,073**	2,374
Cash and cash equivalents		**85,127**	38,317
Total current assets		**130,633**	72,539
CURRENT LIABILITIES			
Trade payables	*12*	**15,589**	9,080
Other payables and accruals		**39,076**	5,955
Contract liabilities		**6,050**	–
Amount due to immediate holding company		**906**	906
Amounts due to non-controlling shareholders of subsidiaries	*14*	**41**	41
Lease liabilities		**8,462**	645
Tax payables		**999**	1,498
Total current liabilities		**71,123**	18,125
NET CURRENT ASSETS		**59,510**	54,414
TOTAL ASSETS LESS CURRENT LIABILITIES		**188,333**	190,775

	Notes	**Unaudited as at 30 June 2026** *RMB'000*	Audited as at 31 December 2025 *RMB'000*
NON-CURRENT LIABILITIES			
Convertible bonds	*13*	**68,587**	–
Lease liabilities		**11,219**	291
Deferred tax liabilities		**26,750**	9,723
Total non-current liabilities		**106,556**	10,014
Net assets		**81,777**	180,761
EQUITY			
Equity attributable to owners of the Company			
Share capital		**21,543**	18,743
Reserves		**31,032**	133,197
		52,575	151,940
Non-controlling interests		**29,202**	28,821
Total equity		**81,777**	180,761

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Attributable to owners of the Company										
	Share capital	Share premium*	Capital reserves*	Statutory reserve fund*	Discretionary common reserve fund*	Convertible bonds equity reserve*	Asset revaluation reserve*	Retained profits*	Sub-total	Non-controlling interests	Total equity
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*
Six months ended 30 June 2026											
Balance at 1 January 2026	**18,743**	**10,910**	**47,512**	**11,573**	**1,500**	**–**	**4,085**	**57,617**	**151,940**	**28,821**	**180,761**
(Loss)/profit for the period and total comprehensive income for the period	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**(482,182)**	**(482,182)**	**4,683**	**(477,499)**
Issue of shares	**2,800**	**129,169**	**–**	**–**	**–**	**–**	**–**	**–**	**131,969**	**–**	**131,969**
Recognition of equity component upon issuance of convertible bonds	**–**	**–**	**–**	**–**	**–**	**250,255**	**–**	**–**	**250,255**	**–**	**250,255**
Fair value of land use right granted by shareholder and non-controlling interests	**–**	**–**	**593**	**–**	**–**	**–**	**–**	**–**	**593**	**682**	**1,275**
Acquisition of non-controlling interest	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**116**	**116**
Dividends paid to non-controlling interests	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**(5,100)**	**(5,100)**
Transfer (from) to statutory reserve fund	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**
As at 30 June 2026	**21,543**	**140,079**	**48,105**	**11,573**	**1,500**	**250,255**	**4,085**	**(424,565)**	**52,575**	**29,202**	**81,777**
Six months ended 30 June 2025											
Balance at 1 January 2025	18,743	10,910	46,121	11,573	1,500	–	–	61,693	150,540	23,403	173,943
(Loss)/profit for the period and total comprehensive income for the period	–	–	–	–	–	–	–	(418)	(418)	2,351	1,933
Fair value of property and land use right granted by shareholder and non-controlling interests	–	–	492	–	–	–	–	–	492	428	960
As at 30 June 2025	18,743	10,910	46,613	11,573	1,500	–	–	61,275	150,614	26,182	176,796

* These reserve accounts comprise the consolidated reserves of approximately RMB31,032,000 (30 June 2025: RMB131,871,000) in the unaudited condensed consolidated statement of financial position.

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	Unaudited Six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
Net cash flows generated from/(used in) operating activities	**30,348**	(3,102)
Net cash flows used in investing activities	**(571)**	(1,177)
Net cash flows generated from/(used in) financing activities	**17,033**	(6,169)
Net change in cash and cash equivalents	**46,810**	(10,448)
Cash and cash equivalents at beginning of period	**38,317**	148,426
Cash and cash equivalents at end of period	**85,127**	137,978

Notes:

1. GENERAL

Shanghai Qingpu Fire-Fighting Equipment Factory was transformed into a joint stock limited liability company in the People's Republic of China (the "PRC") on 1 December 2000 and was renamed as Shanghai Qingpu Fire-Fighting Equipment Co., Ltd. ("上海青浦消防器材股份有限公司"). The Company subsequently changed its name into Qingda Oriental Group Co., Ltd. ("清大東方集團股份有限公司") (the "**Company**" together with its subsidiaries, the "Group"). The registered office of the Company is located at No. 1988, Jihe Road, Hua Xin Town, Qingpu District, Shanghai, the PRC and its principal place of business in Hong Kong is situated at Unit 2605, Island Place Tower, 510 King's Road, North Point, Hong Kong.

The Company's H shares are listed on the GEM of The Stock Exchange of Hong Kong Limited (the "Stock Exchange").

During the period, the Group was involved in the following principal activities:

- manufacture and sale of pressure vessels (including fire-fighting equipment products and pressure vessels products);
- sales of marine fire-fighting equipment and provision of related installation and inspection services;
- provision of fire technology inspection services;
- manufacture and sales of aquarium products;
- trading of other products;
- lease of office building and industrial properties; and
- provision of fire safety training services.

In the opinion of the directors (the "Directors") of the Company, the Company's immediate holding company is 聯城消防集團股份有限公司 (literally translated as "Liancheng Fire-Fighting Group Joint Stock Co., Ltd", "Liancheng"), a limited liability company established in the PRC, and the ultimate holding company is 聯城清大消防科技集團股份有限公司 (literally translated as "Liancheng Qingda Fire-Fighting Technology Group Company Limited", "Liancheng Qingda"), a limited liability company established in the PRC.

2.1 BASIS OF PREPARATION

The unaudited condensed consolidated financial statements of the Group have been prepared in accordance with International Accounting Standard ("IAS") No. 34 "Interim Financial Reporting" issued by the International Accounting Standards Board ("IASB") and the Rules Governing the Listing of Securities on the GEM ("GEM Listing Rules") of the Stock Exchange. The financial information has been prepared under the historical convention, except for investment properties and financial assets at fair value through profit or loss, which is measured at fair value.

2.2 CHANGES IN ACCOUNTING POLICIES AND DISCLOSURES

Other than the adoption of the accounting policies and the revised IFRS Accounting Standard as below, the accounting policies adopted are consistent with those followed in the preparation of the Group's annual financial statements for the year ended 31 December 2025.

During the current period, the Group has adopted, for the first time, the following revised standards and interpretations (the "new and revised IFRSs") published by the IASB:

Amendments to IFRS 9 and IFRS 7	Amendments to the Classification and Measurement of Financial Instruments
Amendments to IFRS 9 and IFRS 7	Contracts Referencing Nature-dependent Electricity
Amendments to IFRS Accounting Standards	Annual Improvements to IFRS Accounting Standards — Volume 11

These amendments did not have any significant impact on the Group's unaudited condensed consolidated financial statements.

2.3 ISSUED BUT NOT YET EFFECTIVE IFRS ACCOUNTING STANDARDS

The Group does not early adopt the following new and revised IFRS Accounting Standards, that have been issued but are not yet effective, in these unaudited condensed consolidated financial statements:

		Effective for accounting periods beginning on or after
Amendments to IFRS 10 and IAS 28	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	To be determined
IFRS 18	Presentation and Disclosure in Financial Statements	On or after 1 January 2027

Except for the new and amendments to IFRS Accounting Standards mentioned below, the Group does not expect any other standards issued by the IASB, but are yet to be effective, to have a material impact on the Group.

IFRS 18 Presentation and Disclosure in Financial Statements

IFRS 18 Presentation and Disclosure in Financial Statements, which sets out requirements on presentation and disclosures in financial statements, will replace IAS 1 Presentation of Financial Statements. This new IFRS Accounting Standard, while carrying forward many of the requirements in IAS 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 (MPMs) in the notes to the financial statements and improve aggregation and disaggregation of information to be disclosed in the financial statements. In addition, some IAS 1 paragraphs have been moved to IAS 8 Accounting Policies, Changes in Accounting Estimates and Errors (the title of which will be changed to Basis of Preparation of Financial Statements upon effective of IFRS 18) and IFRS 7. Minor amendments to IAS 7 Statement of Cash Flows and IAS 33 Earnings per Share are also made.

IFRS 18, and amendments to other standards, will be effective for annual periods beginning on or after 1 January 2027, with early application permitted. IFRS 18 requires retrospective application with specific transition provisions. The application of the new standard is not expected to have significant impact on the financial performance and positions of the Group in terms of recognition and measurement. However, it is expected to affect the structure and presentation of the consolidated statement of profit or loss.

3. OPERATING SEGMENT INFORMATION

For management purposes, the Group is organised into business units based on their products and services and has seven reportable operating segments as follows:

(i) Fire-fighting equipment segment — manufacture and sale of pressure vessels (including fire-fighting equipment products and pressure vessels products);

(ii) Aquarium products segment — manufacture and sale of aquarium products;

(iii) Marine fire-fighting equipment segment — sales of marine fire-fighting equipment and provision of related installation services;

(iv) Inspection services segment — provision of fire technology inspection services and marine fire-fighting equipment inspection services;

(v) Property investment segment — investment and lease of office building and industrial properties for rental income purpose;

(vi) Trading segment — trading of other products; and

(vii) Fire safety training segment — provision of fire safety training services.

Management monitors the results of the Group's operating segments separately for the purpose of making decisions about resources allocation and performance assessment. Segment performance is evaluated based on reportable segment profit, which is a measure of adjusted profit before tax. The adjusted profit before tax is measured consistently with the Group's profit before tax except that interest income, government grant, realised gains on financial assets at fair value through profit or loss and finance costs (other than interest on lease liabilities) as well as head office and corporate expenses are excluded from such measurement.

Segment assets exclude cash and cash equivalents, deferred tax assets and corporate assets as these assets are managed on a group basis.

Segment liabilities exclude amounts due to immediate holding company, non-controlling interests, secured interest-bearing bank borrowings, tax payables and deferred tax liabilities as these liabilities are managed on a group basis.

Six months ended 30 June 2026 (Unaudited)

	Fire-fighting equipment *RMB'000*	Aquarium products *RMB'000*	Marine fire-fighting equipment *RMB'000*	Inspection services *RMB'000*	Property investment *RMB'000*	Trading *RMB'000*	Fire safety training *RMB'000*	Total *RMB'000*
Segment revenue								
Sales/Services provided to external customers	8,226	22,627	9,644	1,031	–	–	67,940	109,468
Gross rental income	–	–	–	–	4,327	–	–	4,327
Total segment revenue	8,226	22,627	9,644	1,031	4,327	–	67,940	113,795
Segments results	(20)	8,297	(3,414)	1,256	3,875	–	8,747	18,741
Interest income								288
Impairment loss on goodwill								(458,476)
Impairment loss on property, plant and equipment								(16,541)
Impairment loss on rights-of-use assets								(4,849)
Impairment loss on intangible assets								(14,529)
Government grant								306
Corporate and unallocated income								635
Corporate and unallocated expenses								(2,288)
Loss before tax								(476,713)
Segment assets	13,761	30,195	7,043	424	22,519	–	140,937	214,879
Unallocated assets								44,577
Total assets								259,456
Segment liabilities	1,774	1,917	5,097	19	1,871	–	83,341	94,019
Unallocated liabilities								83,660
Total liabilities								177,679
Other segment information								
Capital expenditure*	306	1,468	–	–	–	–	2,483	4,257
Reversal of provision for ECL allowance on trade receivables	–	–	–	–	–	–	(213)	(213)
Depreciation and amortisation	142	1,452	–	5	171	–	5,950	7,720

* *Capital expenditure consists of additions to property, plant and equipment and right-of-use assets.*

Six months ended 30 June 2025 (Unaudited)

	Fire-fighting equipment *RMB'000*	Aquarium products *RMB'000*	Marine fire-fighting equipment *RMB'000*	Inspection services *RMB'000*	Property investment *RMB'000*	Trading *RMB'000*	Total *RMB'000*
Segment revenue:							
Sales/Services provided to external customers	16,759	15,655	6,883	1,413	–	–	40,710
Gross rental income	–	–	–	–	3,790	–	3,790
	16,759	15,655	6,883	1,413	3,790	–	44,500
Segments results	(1,657)	1,935	327	(364)	1,692	–	1,933
Reconciliation:							
Interest income							690
Realised gains on financial assets at fair value through profit or loss							125
Finance costs (other than interest on lease liabilities)							(328)
Corporate and unallocated income							200
Corporate and unallocated expenses							(1,013)
Profit before tax							1,607
Capital expenditure*	39	1,042	–	–	–	–	1,081
Depreciation and amortisation	121	761	–	75	–	–	957
(Reversal of provision)/Provision for ECL allowance on trade receivable	(245)	30	756	–	–	–	541

As at 30 June 2025 (unaudited)

	Fire-fighting equipment	Aquarium products	Marine fire-fighting equipment	Inspection services	Property investment	Trading	Total
Segment assets	11,920	33,979	4,625	770	6,274	–	57,568
Unallocated assets							137,977
Total assets							195,545
Segment liabilities	3,651	2,324	1,826	535	1,372	–	9,708
Unallocated liabilities							9,041
Total liabilities							18,749

* *Capital expenditure consists of additions to property, plant and equipment*

Information about major customers

Revenue from customers contributing over 10% of the total revenue are as follows:

	Unaudited Three months ended 30 June		**Unaudited Six months ended 30 June**	
	2026	2025	**2026**	2025
	RMB'000	*RMB'000*	***RMB'000***	*RMB'000*
Customer A*	**8,286**	7,798	**17,537**	15,595
Customer B**	**1,084**	6,152	**5,407**	12,304
	9,370	13,950	**22,944**	27,899

* *Revenue from aquarium products segment.*
** *Revenue from fire-fighting equipment segment.*

Geographical information

(a) Revenue from external customers

	Unaudited Three months ended 30 June		**Unaudited Six months ended 30 June**	
	2026	2025	**2026**	2025
	RMB'000	*RMB'000*	***RMB'000***	*RMB'000*
PRC	**49,559**	15,930	**106,266**	28,145
European Union	**1,609**	9,112	**6,430**	16,355
Other countries	**178**	–	**1,099**	–
	51,346	25,042	**113,795**	44,500

(b) Non-current assets

The Group operates principally in the PRC. Over 90% of the Group's assets are located in the PRC. Accordingly, no further geographical information of non-current assets was disclosed.

4. REVENUE, OTHER INCOME AND GAINS

An analysis of the Group's revenue is as follows:

	Unaudited Three months ended 30 June		Unaudited Six months ended 30 June	
	2026 ***RMB'000***	2025 *RMB'000*	**2026** ***RMB'000***	2025 *RMB'000*
Revenue from contracts with customers:				
Sales of pressure vessels	**2,160**	10,052	**8,226**	16,759
Sales of aquarium products	**11,960**	8,494	**22,627**	15,655
Sales of marine fire-fighting equipment	**4,412**	3,936	**9,644**	6,883
Inspection service fees	**645**	646	**1,031**	1,413
Tuition fees	**30,768**	–	**67,666**	–
Licensing income	**113**	–	**274**	–
	50,058	23,128	**109,468**	40,710
Revenue from other sources:				
Gross rental income	**1,288**	1,914	**4,327**	3,790
	51,346	25,042	**113,795**	44,500

Set out below is the disaggregation of the Group's revenue from contracts with customers:

	For the three months ended 30 June		For the six months ended 30 June	
	2026	2025	**2026**	2025
	RMB'000	*RMB'000*	***RMB'000***	*RMB'000*
Type of goods or services				
Sales of goods	**18,532**	22,482	**40,497**	39,297
Inspection services	**645**	646	**1,031**	–
Tuition fees	**30,768**	–	**67,666**	1,413
Licensing income	**113**	–	**274**	–
	50,058	23,128	**109,468**	40,710
Geographical markets				
PRC	**48,271**	14,016	**101,939**	24,355
European Union	**1,609**	9,112	**6,430**	16,355
Other countries	**178**	–	**1,099**	–
	50,058	23,128	**109,468**	40,710
Timing of revenue recognition				
Goods transferred at a point in time	**18,532**	22,482	**40,497**	39,297
Services transferred over time	**31,526**	646	**68,971**	1,413
	50,058	23,128	**109,468**	40,710
Revenue from contracts with customers				
External customers	**49,945**	23,128	**109,468**	40,710
Other income and gains or loss, net				
Impairment loss on goodwill	**(458,476)**	–	**(458,476)**	–
Impairment loss on property, plant and equipment	**(16,541)**	–	**(16,541)**	–
Impairment loss on rights-of-use assets	**(4,849)**	–	**(4,849)**	–
Impairment loss on intangible assets	**(14,529)**	–	**(14,529)**	–
Interest income	**222**	670	**288**	690
Realised gains on financial assets at fair value through profit or loss	**117**	(265)	**117**	125
Government grant	**63**	–	**306**	–
Exchange gain/(loss), net	**(269)**	44	**(128)**	105
Others	**153**	52	**527**	74
Total other income and gains or loss, net	**(494,109)**	501	**(493,285)**	994

5. PROFIT BEFORE TAX

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

	Unaudited Three months ended 30 June		Unaudited Six months ended 30 June	
	2026	2025	**2026**	2025
	RMB'000	*RMB'000*	***RMB'000***	*RMB'000*
Depreciation on right-of-use assets	**2,729**	83	**5,669**	166
Amortisation of intangible assets	**55**	47	**116**	93
Depreciation on property, plant and equipment	**1,462**	349	**1,935**	698
Interest on lease liabilities included in financial costs	**226**	6	**457**	11
Staff costs (excluding Directors' emoluments)	**16,118**	2,181	**28,864**	4,362
Auditor's remuneration	**65**	99	**135**	198
Realised gains on financial assets at fair value through profit or loss	**117**	265	**117**	125
(Reversal of)/provision for ECL allowance on trade receivables	**(213)**	541	**(213)**	541

6. INCOME TAX EXPENSES

No provision for Hong Kong profits tax has been made as the Group had no assessable profits arising in Hong Kong during the six months ended 30 June 2026 (six months ended 30 June 2025: Nil).

According to the Announcement of the State Administration of Taxation on Issues Relating to Implementation of Inclusive Income Tax Relief Policy for Small Low-profit Enterprises, a lower corporate income tax ("CIT") rate is applicable to small scale enterprises with low profitability that meet certain conditions, pursuant to which, (i) the first RMB1,000,000 of assessable profits (the "1st Assessable Profits") of these subsidiaries are effectively taxable at 5% (i.e. 20% CIT rate on 25% of the 1st Assessable Profits) (six months ended 30 June 2025: 5% (i.e. 20% CIT rate on 25% of the 1st Assessable Profits)); and (ii) the remaining assessable profits not over RMB3,000,000 (the "Remaining Assessable Profits") are effectively taxable at 5% (i.e. 20% CIT rate on the 25% of the Remaining Assessable Profits) (six months ended 30 June 2025: 5% (i.e. 20% CIT rate on 25% of the Remaining Assessable Profits)). Certain of the Company's subsidiaries have been designated as small scale enterprises. The CIT for other companies in the Group is calculated at a rate of 25% (six months ended 30 June 2025: 25%) on the estimated assessable profits for the six months ended 30 June 2026.

	Unaudited Three months ended 30 June		Unaudited Six months ended 30 June	
	2026	2025	**2026**	2025
	RMB'000	*RMB'000*	***RMB'000***	*RMB'000*
Current tax —				
PRC Provision for the period	**(847)**	(347)	**(1,174)**	(473)
Deferred tax	**1,341**	983	**388**	799
Total tax charge for the period	**494**	636	**(786)**	326

7. DIVIDEND

No dividend has been paid or declared by the Company during the six months ended 30 June 2026 (six months ended 30 June 2025: Nil).

8. LOSS PER SHARE

For the three months ended 30 June 2026

The calculation of basic loss per share for the three months ended 30 June 2026 was based on the loss attributable to ordinary equity holders of the Company of approximately RMB489,448,000 (three months ended 30 June 2025: approximately RMB1,417,000) and the weighted average number of ordinary shares in issue during the period of 215,430,000 (three months ended 30 June 2025: 187,430,000).

For the three months ended 30 June 2026, the Group incurred a loss attributable to ordinary equity holders of the Company. The assumed conversion of the convertible bonds would have decreased loss per share and was therefore anti-dilutive. Accordingly, the convertible bonds were excluded from the calculation of diluted loss per share. Diluted loss per share was therefore the same as basic loss per share.

For the three months ended 30 June 2025, the Group had no potential ordinary shares in issue. Accordingly, diluted loss per share was the same as basic loss per share for that period.

For the six months ended 30 June 2026

The calculation of basic loss per share for the six months ended 30 June 2026 was based on the loss attributable to ordinary equity holders of the Company of approximately RMB482,182,000 (six months ended 30 June 2025: approximately RMB418,000) and the weighted average number of ordinary shares in issue during the period of 214,657,000 (six months ended 30 June 2025: 187,430,000).

For the six months ended 30 June 2026, the Group incurred a loss attributable to ordinary equity holders of the Company. The assumed conversion of the convertible bonds would have decreased loss per share and was therefore anti-dilutive. Accordingly, the convertible bonds were excluded from the calculation of diluted loss per share. Diluted loss per share was therefore the same as basic loss per share.

For the six months ended 30 June 2025, the Group had no potential ordinary shares in issue. Accordingly, diluted loss per share was the same as basic loss per share for that period.

9. PROPERTY, PLANT AND EQUIPMENT

Additions to property, plant and equipment amounted to approximately RMB2,053,000 for the six months ended 30 June 2026 (six months ended 30 June 2025: RMB1,292,000).

No property, plant and equipment were pledged as at 30 June 2026 and as at 31 December 2025.

10. GOODWILL

Details of the movements of the Group's goodwill are set out below:

	Unaudited 30 June 2026 *RMB'000*	Audited 31 December 2025 *RMB'000*
At cost		
As at 1 January	**4,211**	4,211
Acquisition of Target Group *(Note 17)*	**458,476**	–
As at 30 June/31 December	**462,687**	4,211
Accumulated impairment		
As at 1 January	**1,891**	1,891
Addition during the period/year *(Note 17)*	**458,476**	–
As at 30 June/31 December	**460,367**	1,891
	2,320	2,320

The Group's goodwill is mainly attributable to the following CGUs:

Name	**Reportable operating segments**	**Unaudited 30 June 2026** *RMB'000*	Audited 31 December 2025 *RMB'000*
Shanghai An Hang Marine Fire-Fighting Equipment Co., Limited	Marine fire-fighting equipment segment	**2,320**	2,320
Qingda Oriental Fire Fighting Technology Group Co., Ltd.,	Fire safety training segment	**–**	N/A
		2,320	2,320

Shanghai An Hang Marine Fire-Fighting Equipment Co., Limited

Goodwill acquired through business combination prior 2016 has been allocated to the cash generating unit of the marine fire-fighting equipment segment (the "Marine CGU").

The goodwill in connection with the Marine CGU arose from the acquisition of Shanghai An Hang, representing the difference between the Company's consideration transferred and fair value of Shanghai An Hang's identifiable net assets acquired on the completion date (i.e. 1 February 2016).

As at 30 June 2026, the management estimated the recoverable amount of the Marine CGU is higher than its corresponding carrying amount and consequently, no impairment loss on goodwill was recognised for the six-month ended 30 June 2026.

Qingda Oriental Fire Fighting Technology Group Co., Ltd.

Goodwill arising from the business combination completed on 5 January 2026 has been allocated to the cash-generating unit of the fire safety training segment (the "Fire Safety CGU").

The goodwill arose from the acquisition of Qingda Oriental Fire Fighting Technology Group Co., Ltd. ("Qingda Oriental Fire Fighting") on 5 January 2026. It represented the excess of the consideration transferred over the fair value of the identifiable net assets acquired as at the completion date.

During the reporting period, management assessed the recoverable amount of the fire safety training business operating segment, being the CGU to which the goodwill was allocated. As the recoverable amount was lower than the carrying amount of the Fire Safety CGU, the entire provisional goodwill of RMB458,476,000 arising from the Acquisition was impaired and recognised as an impairment loss in the unaudited condensed consolidated statement of profit or loss and other comprehensive income for the six months ended 30 June 2026. Further details of the Acquisition are set out in Note 17.

11. TRADE RECEIVABLES AND CONTRACT ASSETS

	Unaudited 30 June 2026 *RMB'000*	Audited 31 December 2025 *RMB'000*
Trade receivables	**18,195**	25,206
Less: Allowance for credit losses	**(2,293)**	(2,293)
	15,902	22,913
Contract assets	**7,861**	–
	23,763	22,913

The Group's trading terms with its customers are mainly on credit, except for new customers, where payment in advance is normally required. The credit period is generally two to three months, extending up to half year for major customers. Each customer has a maximum credit limit. The Group seeks to maintain strict control over its outstanding receivables in order to minimise credit risk. Overdue balances are reviewed regularly by senior management. Trade receivables are non-interest-bearing.

As at 30 June 2026, the Group had significant concentration of credit risk as 59% (31 December 2025: no significant concentration of credit risk) of the total gross trade receivables were made up by the Group's five largest outstanding balances.

An aged analysis of the trade receivables based on the invoice date, is as follows:

	Unaudited 30 June 2026 *RMB'000*	Audited 31 December 2025 *RMB'000*
Within 1 month	**5,851**	16,730
1 to 2 months	**3,833**	1,321
2 to 3 months	**3,928**	2,725
3 to 6 months	**1,405**	1,545
6 to 12 months	**1,364**	552
1 to 2 years	**1,814**	40
	18,195	22,913

12. TRADE PAYABLES

An aged analysis of the trade payables based on the invoice date, is as follows:

	Unaudited 30 June 2026 *RMB'000*	Audited 31 December 2025 *RMB'000*
Within 1 month	**1,990**	2,529
1 to 2 months	**1,039**	570
2 to 3 months	**3,440**	913
Over 3 months	**9,120**	5,068
	15,589	9,080

13. CONVERTIBLE BONDS

The Convertible Bond is zero coupon and does not bear interest. The conversion price is RMB1.0 per share (the "Conversion Share"), subject to adjustments in accordance with the terms and conditions of the Convertible Bond. The Conversion Shares will in all respects rank pari passu with the H Shares in issue on the relevant conversion date. A total of 85,000,000 Conversion Shares will be issued if the Convertible Bond is fully converted.

The Convertible Bond is considered as a compound instrument with (i) liability component and (ii) equity component, the conversion feature.

The directors of the Company estimated that the fair value of the Convertible Bond as at completion date is approximately RMB321,781,000. The Convertible Bond comprises of i) liability component amounted to approximately RMB67,075,000 and ii) equity component of approximately RMB250,255,000, net of deferred tax.

14. DUE TO IMMEDIATE HOLDING COMPANY

Amount due to immediate holding company is unsecured, interest-free and has no fixed terms of repayment.

As at 30 June 2026 and 31 December 2025, the immediate holding company, Liancheng, has undertaken to provide to the Company with an unsecured interest-free shareholder's loan facility in the sum of not exceeding RMB50 million (the "Facility") for the period expiring on 30 May 2027. None of the Facility has been drawn down as at 30 June 2026 and 31 December 2025.

15. COMMITMENTS

Save as these detailed in Note 16(c), the Group did not have any significant commitment as at 30 June 2026 (31 December 2025: Nil).

16. RELATED PARTY TRANSACTIONS

Saves as disclosed elsewhere in these condensed consolidated financial statements, the Group had the following transactions and balances with related parties during the period:

(a) Compensation of key management personnel of the Group during the period was as follows:

	Unaudited Three months ended 30 June		**Unaudited Six months ended 30 June**	
	2026	2025	**2026**	2025
	RMB'000	*RMB'000*	***RMB'000***	*RMB'000*
Fees:				
Independent non-executive directors	**23**	45	**45**	45
	23	45	**45**	45
Other emoluments:				
Salaries, allowances and benefits in kind	**41**	81	**81**	162
Pension scheme contributions	**4**	8	**8**	15
	45	89	**89**	177
	68	134	**134**	222

(b) During the period ended 30 June 2026 and 2025, the substantial shareholder of the Company and a non-controlling interest granted a land use right to a subsidiary of the Company at nil consideration.

17. ACQUISITION OF SUBSIDIARIES

During the year ended 31 December 2024, 清大東方教育科技集團有限公司 (Qingda Oriental Education Technology Group Co., Ltd., a limited liability company incorporated in PRC, the "Vendor") and the Company entered into the sale and purchase agreement (together with the supplementary agreements, the "Sale and Purchase Agreements"), pursuant to which, the Vendor has conditionally agreed to sell, and the Company has conditionally agreed to acquire (i) the entire equity interests in 清大東方消防科技集團有限公司 (Qingda Oriental Fire Fighting Technology Group Co., Ltd., a limited liability company incorporated in the PRC, a wholly-owned subsidiary of the Vendor, the "Target Company"); and (ii) 10% of the total equity interests in the target subsidiaries (together with the "Target Company", the "Target Group", which are principally engaged in fire safety training business) held by the Vendor at the total consideration of RMB200 million (subject to adjustment), which will be satisfied as to (i) RMB28 million by the allotment and issue of the 28,000,000 consideration shares (the "Consideration Shares") to the Vendor or its nominee(s); (ii) RMB85 million by the issue of the convertible bond (the "Convertible Bond") by the Company to the Vendor or its nominee(s); and (iii) RMB87 million by cash (the "Acquisition"). The Acquisition was completed on 5 January 2026.

Details of the above are set out in the Company's announcements dated 8 December 2024, 30 May 2025, 5 June 2025, 30 June 2025 and 5 January 2026 and the circular of the Company dated 30 May 2025.

The Acquisition has been accounted for as an acquisition of a business using the acquisition method. During the reporting period, the provisional purchase price allocation for the business combination of the Target Group had been performed and the purchase price allocation for the Acquisition remained provisional. The Group may revise the provisional fair values of the identifiable assets acquired and liabilities assumed during the measurement period if additional information becomes available about facts and circumstances that existed at the acquisition date. The purchase price allocation will be finalised within the 12-month measurement period permitted under IFRS 3.

The provisional fair values of the consideration transferred, identifiable assets acquired and liabilities assumed at the acquisition date are as follows:

	RMB'000
Consideration transferred, determined on a provisional basis:	
Cash consideration	87,000
Consideration shares	131,969
Convertible bonds	321,781
	540,750
Assets acquired and liabilities recognised at the date of acquisition, determined on a provisional basis:	
Property, plant and equipment	53,390
Rights-of-use assets	16,400
Contract assets	4,170
Trade receivables	6,780
Deposits, prepayments and other receivables	9,473
Inventories	1,907
Cash and bank balances	21,212
Trade payables	(9,023)
Other payables and accruals	(32,003)
Contract liabilities	(3,654)
Lease liabilities	(23,338)
Provision for taxation	(1,696)
Total identifiable net assets acquired	43,618
Fair value adjustments on total identifiable net assets acquired	51,696
Deferred tax liabilities on fair value adjustments	(12,924)
Fair value of net identifiable assets acquired	82,390
Goodwill arising on acquisition, determined on a provisional basis:	
Consideration transferred	540,750
Non-controlling interest	116
Fair value of net identifiable assets acquired	(82,390)
Goodwill arising on acquisition	458,476
Net cash outflow arising from the acquisition:	
Cash consideration paid	87,000
Less: Cash and bank balances acquired	(21,212)
	65,788

The acquisition-date fair value measurement of the Consideration Shares and Convertible Bonds, in accordance with IFRS 3, resulted in the total consideration transferred being significantly higher than their contractual issue price and principal amount under the Sale and Purchase Agreements. After taking into account the fair value of the identifiable net assets acquired and non-controlling interests, provisional goodwill of approximately RMB458,476,000 was recognised on the Acquisition.

For impairment-testing purposes, the goodwill was allocated to the fire safety training business operating segment. Based on management's assessment, the recoverable amount of the relevant CGUs was lower than their carrying amount which was mainly attributable to the Target Group's underperformance for the projected cash inflow for the coming years as expected. Accordingly, an impairment loss of RMB494,395,000 was recognized during the period. This comprised the full impairment of the provisional goodwill of RMB458,476,000 and a further impairment of RMB35,919,000 in respect of the other assets of the relevant CGUs. The further impairment loss was allocated to property, plant and equipment, right-of-use assets and intangible assets in the amounts of RMB16,541,000, RMB4,849,000 and RMB14,529,000, respectively.

18. CONTINGENT LIABILITIES

As at 30 June 2026, the Group did not have material contingent liabilities.

BUSINESS AND FINANCIAL REVIEW

Revenue

For the six months ended 30 June 2026, the Group recorded revenue of approximately RMB113,795,000 (six months ended 30 June 2025: approximately RMB44,500,000), representing an increase of approximately 156% over the corresponding period of last year. The increase in revenue was mainly due to the increase in provision of fire safety training services.

Cost of sales and gross profit

For the six months ended 30 June 2026, the Group's cost of sales amounted to approximately RMB53,815,000 (six months ended 30 June 2025: approximately RMB32,195,000), representing an increase of approximately 67%. The increase in cost of sales was mainly due to the increase in revenue. The main components of cost of sales for the Group are cost of trading products, raw materials which mainly consist of steel and aluminum, labour cost, teachers' salaries and lease costs for school campuses.

For the six months ended 30 June 2026, the Group's gross profit amounted to approximately RMB59,980,000 (six months ended 30 June 2025: approximately RMB12,305,000). The gross profit ratio was 53% for the six months ended 30 June 2026 (six months ended 30 June 2025: 28%). The increase in gross profit ratio was mainly due to increase in provision of fire safety training services which has a higher profit margin.

Other income and gains or loss, net

For the six months ended 30 June 2026, the Group's other income and gains or loss, net amounted to loss approximately RMB493,285,000 (six months ended 30 June 2025: approximately RMB994,000 gain), representing a turnaround from gain in the corresponding period of last year. The turnaround in other income and gains or loss, net was mainly due to impairment of goodwill, intangible assets, right-of-use assets and property, plant and equipment.

Selling and distribution expenses

For the six months ended 30 June 2026, the Group's selling and distribution expenses amounted to approximately RMB3,384,000 (six months ended 30 June 2025: approximately RMB1,946,000), representing an increase of approximately 74% over the corresponding period of last year. The increase in selling and distributing expenses was mainly due to the increase in staff cost and transportation cost as a result of the increase in sales of aquarium products during the six months ended 30 June 2026.

Administrative expenses

For the six months ended 30 June 2026, the Group's administrative expenses amounted to approximately RMB37,949,000 (six months ended 30 June 2025: approximately RMB8,866,000), representing an increase of approximately 328% over the corresponding period of last year. The increase in administrative expenses was mainly due to the increase in provision of fire safety training services.

Finance costs

For the six months ended 30 June 2026, the Group's finance costs amounted to approximately RMB2,288,000 (six months ended 30 June 2025: approximately RMB339,000). The finance costs mainly comprise bank charges and interest expenses on lease liabilities.

Non-controlling interests

For the six months ended 30 June 2026, the Group's profit for the period attributable to non-controlling interests amounted to approximately RMB4,682,000 (six months ended 30 June 2025: approximately RMB2,351,000). The increase was mainly attributable to the increase in profits of certain non-wholly-owned subsidiaries for the six months ended 30 June 2026 as compared with the corresponding period of last year.

Loss/profit for the period

For the six months ended 30 June 2026, the Group's loss for the period amounted to approximately RMB477,499,000 (six months ended 30 June 2025: profit approximately RMB1,933,000), representing a turnaround from profit in the corresponding period of last year. The turnaround was primarily attributable to the impairment of goodwill for the six months ended 30 June 2026.

Income tax

Pursuant to the relevant PRC tax regulations, the normal Corporate Income Tax ("CIT") rate is 25%.

According to the Announcement of the State Administration of Taxation on Issues Relating to Implementation of Inclusive Income Tax Relief Policy for Small Low-profit Enterprises, a lower corporate income tax ("CIT") rate is applicable to small scale enterprises with low profitability that meet certain conditions, pursuant to which, (i) the first RMB1,000,000 of assessable profits (the "1st Assessable Profits") of these subsidiaries are effectively taxable at 5% (i.e. 20% CIT rate on 25% of the 1st Assessable Profits) (six months ended 30 June 2025: 5% (i.e. 20% CIT rate on 25% of the 1st Assessable Profits)); and (ii) the remaining assessable profits not over RMB3,000,000 (the "Remaining Assessable Profits") are effectively taxable at 5% (i.e. 20% CIT rate on 25% of the Remaining Assessable Profits) (six months ended 30 June 2025: 5% (i.e. 20% CIT rate on 25% of the Remaining Assessable Profits)). Certain of the Company's subsidiaries have been designated as a small scale enterprise.

Net current assets

As at 30 June 2026, the Group had current assets of approximately RMB130,633,000, based on which, the current ratio was 1.84 (31 December 2025: 4.0). The decrease in current ratio was due to the increase in current liabilities. The current liabilities were increased from RMB18,125,000 as at 31 December 2025 to RMB71,123,000 as at 30 June 2026 mainly attributable to the increase in other payable and accruals, trade payables and lease liabilities. Current assets as at 30 June 2026 mainly comprise inventories of approximately RMB12,670,000 (31 December 2025: RMB8,935,000), trade receivables and contract assets of approximately RMB23,763,000 (31 December 2025: RMB22,913,000), prepayments, deposits and other receivables of approximately RMB9,073,000 (31 December 2025: RMB2,374,000) and cash and bank deposits of approximately RMB85,127,000 (31 December 2025: RMB38,317,000). The inventories turnover days for the period was 36.3 days (31 December 2025: 49.6 days). The turnover days was decreased because of the increase in provision of fire safety training services which has low level of inventories. Trade receivables and contract assets were increased to RMB23,763,000 (31 December 2025: RMB22,913,000). As at 30 June 2026, the Group had significant concentration of credit risk as 59% (31 December 2025: no significant concentration of credit risk) of the total gross trade receivables were made up by the Group's five largest outstanding balances. Current liabilities mainly comprise trade payables of RMB15,589,000 (31 December 2025: RMB9,080,000) and other payables and accruals of approximately RMB39,076,000 (31 December 2025: RMB5,955,000).

Borrowings

There was no outstanding bank borrowings as at 30 June 2026 (31 December 2025: Nil).

Gearing ratio

The Group's gearing ratio as at 30 June 2026 was 217.3% (31 December 2025: 15.6%), which was expressed as a percentage of the total liabilities divided by the total equity. The increase was mainly due to issue of convertible bonds and increase in lease liabilities and other payables and accruals.

Capital structure and financial resources

As at 30 June 2026, the total number of issued shares of the Company was 215,430,000.

On 5 January 2026, the Company has allotted and issued 28,000,000 H Shares.

As at 30 June 2026, the Group had net assets of approximately RMB81,777,000 (31 December 2025: RMB180,761,000). The Group's operations are financed principally by internal resources, interest bearing bank borrowings and shareholders' equity.

As at 30 June 2026 and 31 December 2025, the immediate holding company, Liancheng, has undertaken to provide to the Company with an unsecured interest-free shareholder's loan facility in the sum of not exceeding RMB50 million (the "Facility") for the period expiring on 30 May 2027. None of the Facility has been drawn down as at 30 June 2026 and 31 December 2025.

Significant investments and material acquisitions and disposals

During the six months ended 30 June 2026 except for the Acquisition completed on 5 January 2026, the Group did not have any material acquisitions and disposals of assets.

Charges on assets of the Group

The Group did not pledge any of its assets as at 30 June 2026.

BUSINESS REVIEW

The Group's financial performance for the six months ended 30 June 2026 (the "Period") was characterised by a substantial expansion in revenue and gross profit following the completion of the acquisition of 清大東方消防科技集團有限公司 (Qingda Oriental Fire Fighting Technology Group Co., Ltd. (the "Fire Training Group"), offset by a one-off, non-cash impairment losses on goodwill arising from the accounting treatment of the said acquisition. During the Period, the Group recorded a total revenue of approximately RMB113,795,000, representing a significant increase of approximately 156% as compared to approximately RMB44,500,000 for the corresponding period in 2025. Gross profit increased substantially from approximately RMB12,305,000 to approximately RMB59,980,000, with the gross profit margin improving markedly from approximately 28% to approximately 53%, primarily attributable to the consolidation of the higher-margin fire safety training services business. The Group recorded a loss for the Period of approximately RMB477,499,000 (2025: profit of approximately RMB1,933,000), of which loss attributable to owners of the Company amounted to approximately RMB482,182,000 (2025: loss of approximately RMB418,000). Basic loss per share amounted to RMB224.63 cents (2025: RMB0.22 cents).

The substantial increase in revenue was primarily attributable to the successful completion of the acquisition of the Fire Training Group on 5 January 2026. Since the completion date, the Fire Training Group has become a wholly-owned subsidiary of the Company, and its financial results have been consolidated into the Group's accounts. During the Period, the provision of fire safety training services segment performed excellently, contributing approximately RMB67,940,000 to the Group's revenue. The completion of this acquisition marks a strategic evolution of the Group from a primary focus on equipment manufacturing toward a diversified structure integrating fire-fighting equipment and fire safety training services.

Meanwhile, the Group's original business remained stable, recording a turnover of approximately RMB45,855,000 during the Period. Since the strategic transition to an outsourcing model in late 2025 — following the expiration of certain manufacturing licenses — the Group has successfully reduced administrative and environmental compliance costs, enhanced production flexibility, and concentrated its resources more effectively on product development and quality assurance.

Notwithstanding the strong operating performance, the Group recorded a loss for the Period, which was mainly attributable to a one-off, non-cash impairment losses on goodwill, intangible assets, right-of-use assets, property, plant and equipment of approximately RMB494 million recognised in "other income and gains or loss, net" during the Period. Such goodwill arose from the acquisition of the Fire Training Group, which was accounted for as a business combination using the acquisition method in accordance with the applicable accounting standards, details of which are set out in note 17 of notes to financial statements. Under the relevant accounting standards, the consideration transferred in a business combination is required to be measured at fair value as at the acquisition date (i.e. the completion date). The consideration for the acquisition comprised (i) cash consideration of RMB87 million; (ii) 28,000,000 consideration shares; and (iii) the convertible bond in the principal amount of RMB85 million, the fair values of the latter two of which were determined with reference to the market price of the Company's shares. As a result of the substantial increase in the market price of the Company's shares between the date of the sale and purchase agreements on 8 December 2024, at which time the total consideration was agreed at RMB200 million, and the completion date on 5 January 2026, the fair value of the consideration transferred as at the acquisition date amounted to approximately RMB541 million, comprising cash consideration of RMB87.0 million, consideration shares of approximately RMB132 million and the convertible bond of approximately RMB322 million. As the fair value of the consideration transferred significantly exceeded the provisional fair value of the identifiable net assets of the Fire Training Group acquired, a substantial amount of provisional goodwill was initially recognised.

Following the impairment assessment performed by the Group with reference to the recoverable amount of the relevant cash-generating unit in accordance with the applicable accounting standards, an impairment losses on goodwill, intangible assets, right-of-use assets, property, plant and equipment of approximately RMB494 million was recognised during the Period, details of which are set out in note 4 and 17 of notes to financial statements. Such impairment losses: (i) is a one-off, non-cash accounting charge which does not have any impact on the Group's cash flows, business operations or working capital sufficiency; (ii) arose principally from the mandatory acquisition-date fair value measurement requirements under the applicable accounting standards, pursuant to which the significant appreciation in the Company's share price up to the completion date increased the fair value of the share-based consideration and, correspondingly, the amount of goodwill initially recognised, notwithstanding that the total consideration agreed between the parties remained RMB200 million; and (iii) does not affect contribution from the business performance of the Fire Training Group, which has in fact delivered excellent results since its consolidation into the Group. The purchase price allocation for the business combination is provisional and will be finalised within the 12-month measurement period permitted by the relevant accounting standards.

Excluding the aforesaid one-off, non-cash impairment losses on goodwill, intangible assets, right-of-use assets, property, plant and equipment, the Group would have recorded a profit before tax of approximately RMB17.5 million for the Period, as compared to a profit before tax of approximately RMB1.6 million for the corresponding period in 2025, demonstrating the strong underlying profitability of the Group's enlarged business.

To better reflect the Group's new positioning as a comprehensive provider of fire safety technology and services, the Company completed the legal procedures for the change of company name during the first quarter of 2026. The Chinese and English names of the Company have been officially changed to 清大東方集團股份有限公司 and "Qingda Oriental Group Co., Ltd." respectively, with the relevant registration certificates issued by the Shanghai Municipal Administration for Market Regulation on 17 March 2026 and the Registrar of Companies in Hong Kong on 31 March 2026.

Going concern

The Directors have assessed the Group's ability to continue as a going concern and are satisfied that adequate resources exist to support operations for the foreseeable future.

While the Group recorded a loss of approximately RMB477.5 million for the Period, this was primarily due to a one-off, non-cash impairment of approximately RMB494 million. Excluding this item, the Group generated a profit before tax of approximately RMB17.5 million. As at 30 June 2026, the Group held cash and cash equivalents of approximately RMB85 million, had no bank borrowings, and an undrawn RMB50 million shareholder's loan facility from its immediate holding company. The Directors consider it appropriate to prepare the interim financial information on a going concern basis.

PROSPECTS

Looking ahead to the remainder of 2026, the Group will focus on the seamless integration of the Fire Training Group to realize synergies between the existing business and the newly acquired training services, thereby further enhancing profitability. With the official effectiveness of the change of company name, Qingda Oriental Group is well-positioned to capture market opportunities in the fire safety sector with a refreshed brand image and a broader strategic vision.

The Group remains committed to achieving sustainable growth through the following strategies:

1. Integrated Service Offerings: Delivering comprehensive fire safety solutions that combine high-quality equipment supply with professional fire training and education to enhance market competitiveness.

2. Organic Expansion and Innovation: Strengthening market leadership in core business areas and deepening the cost and efficiency advantages brought by the outsourced production model.

3. Strategic Resource Consolidation: Continuously evaluating the business portfolio and optimizing resource allocation to maximize operational efficiency and overall returns for Shareholders.

While optimistic about future developments, the Group remains vigilant regarding the unstable global economy and broader macroeconomic challenges. Specifically, ongoing worldwide petroleum issues are exerting upward pressure on manufacturing and logistics costs across the industry. Coupled with general fluctuations in raw material prices and rising labour costs, these factors present continuous operational headwinds. However, the Board believes that with the Group's robust financial position — as evidenced by the resilient underlying profitability of the Group's enlarged business during the Period after excluding the one-off, non-cash impairment losses on goodwill, intangible assets, right-of-use assets, property, plant and equipment — and prudent risk management strategies, we possess the necessary resilience to navigate these challenges and create significant long-term value for our Shareholders.

DIRECTORS' AND SUPERVISORS' INTERESTS AND SHORT POSITIONS IN SHARES, UNDERLYING SHARES AND DEBENTURES

As at 30 June 2026, the interests and short positions of the Directors and supervisors of the Company in the shares, underlying shares and debentures of the Company and its associated corporations (within the meaning of Part XV of the Securities and Futures Ordinance (the "SFO")) as recorded in the register required to be kept under Section 352 of the SFO or as otherwise notified to the Company and the Stock Exchange pursuant to the minimum standards of dealing by directors as referred to in Rule 5.46 of the Rules Governing the Listing of Securities on the GEM (the "GEM Listing Rules") of the Stock Exchange, were as follows:

Long positions in domestic shares of the Company

Name	Capacity	Number of domestic shares	Approximate percentage of total issued domestic shares	Approximate percentage of total issued share capital
Mr. Zhou Jinhui ("Mr. Zhou")	Held by controlled corporation	131,870,000 *(Notes 1, 2)*	100%	61.21%

Long positions in H shares and underlying H shares of the Company

Name	Capacity	H shares held	Principal amount of Convertible Bond held *(RMB)*	Underlying H shares on full conversion	Total H shares and underlying H shares	Approximate percentage of total issued share capital
Mr. Zhou	Held by controlled corporation	9,000,000	28,000,000	28,000,000	37,000,000 *(Note 2)*	17.18%

Notes:

1. All represent domestic shares of the Company.

2. Liancheng holds 131,870,000 domestic shares of the Company. Liancheng (HK), a wholly-owned subsidiary of Liancheng, is interested in 37,000,000 H shares and underlying H shares of the Company, comprising (i) 9,000,000 issued H shares, being 1,300,000 H shares held prior to completion of the acquisition of the 清大東方消防科技集團有限公司 (Qingda Oriental Fire-Fighting Technology Group Co., Ltd*) (the "Target Group") and 7,700,000 consideration H shares retained by it; and (ii) 28,000,000 underlying H shares in respect of the Convertible Bond in the principal amount of RMB28,000,000 retained by it (see Note 4). Immediately upon completion of the acquisition of the Target Group on 5 January 2026, Liancheng (HK) was interested in 114,300,000 H shares and underlying H shares, comprising 29,300,000 issued H shares (being the 1,300,000 H shares then held and the 28,000,000 consideration H shares allotted and issued to it as the nominee of 清大東方教育科技集團有限公司 (Qingda Oriental Education Technology Group Co., Ltd.*) (the "Vendor") pursuant to the sale and purchase agreements dated 8 December 2024 (as supplemented)) and 85,000,000 underlying H shares under the Convertible Bond then issued to it in full. On 16 January 2026, Liancheng (HK) disposed of an aggregate of 77,300,000 such interests, being 20,300,000 H shares and the Convertible Bond in the principal amount of RMB57,000,000, by way of private sales to independent third parties (except Mr. Zhou Zheling, the son of Mr. Zhou Jinhui, the chairman and an executive director of the Company (see Note 6)), following which its interest reduced to 37,000,000 H shares and underlying H shares. Liancheng Qingda owns 80% of Liancheng, and Liancheng is owned as to 80% by Liancheng Qingda and 20% by Mr. Zhou. Accordingly, each of Liancheng, Liancheng Qingda and Mr. Zhou is deemed to be interested in the 37,000,000 H shares and underlying H shares held by Liancheng (HK) in addition to the 131,870,000 domestic shares.

Save as disclosed above, as at 30 June 2026, none of the Directors and supervisors of the Company has any interests and short positions in the shares, underlying shares and debentures of the Company and its associated corporations (within the meaning of Part XV of the SFO) as recorded in the register required to be kept under Section 352 of the SFO or as otherwise notified to the Company and the Stock Exchange pursuant to the minimum standards of dealing by directors as referred to in Rule 5.46 of the GEM Listing Rules.

SUBSTANTIAL SHAREHOLDERS' AND OTHER PERSONS' INTERESTS AND SHORT POSITIONS IN SHARES, UNDERLYING SHARES AND DEBENTURES

As at 30 June 2026, the register of substantial shareholders maintained by the Company pursuant to Section 336 of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong) (the "SFO") shows that the following persons had notified the Company of relevant interests and short positions in the shares and underlying shares of the Company:

Long positions in domestic shares of the Company

Name	Capacity	Number of domestic shares	Approximate percentage of total issued domestic shares	Approximate percentage of total issued share capital
Liancheng Fire-Fighting Group Company Limited ("Liancheng") *(Note 3)*	Beneficial owner	131,870,000 *(Note 1)*	100%	61.21%
Liancheng Qingda Fire-Fighting Technology Group Company Limited ("Liancheng Qingda")	Held by controlled corporation	131,870,000 *(Notes 1, 2)*	100%	61.21%
Mr. Zhou Jinhui ("Mr. Zhou")	Held by controlled corporation	131,870,000 *(Notes 1, 2)*	100%	61.21%

Long positions in H shares and underlying H shares of the Company

Name	Capacity	Number of H shares/ underlying H shares *(Note 4)*	Approximate percentage of total issued H shares	Approximate percentage of total issued share capital
Liancheng Fire Protection Group (Hong Kong) Company Limited ("Liancheng (HK)")	Beneficial owner	37,000,000 *(Note 2)*	44.28%	17.18%
Liancheng	Held by controlled corporation	37,000,000 *(Note 2)*	44.28%	17.18%
Liancheng Qingda	Held by controlled corporation	37,000,000 *(Note 2)*	44.28%	17.18%
Mr. Zhou	Held by controlled corporation	37,000,000 *(Note 2)*	44.28%	17.18%

Name	Capacity	Number of H shares/ underlying H shares *(Note 4)*	Approximate percentage of total issued H shares	Approximate percentage of total issued share capital
Hong Kong Fire-Fighting Educational Training Limited (香港消防教育培訓有限公司)	Beneficial owner	16,200,000 *(Note 4)*	19.39%	7.52%
Mr. Rao Jianbo *(Note 5)*	Beneficial owner	15,000,000	17.95%	6.96%
China Safety Education Limited (中國安全教育有限公司)	Beneficial owner	13,800,000 *(Note 4)*	16.51%	6.40%
China Fire-Fighting Education Limited (中國消防教育有限公司)	Beneficial owner	10,800,000 *(Note 4)*	12.92%	5.01%
China Fire-Fighting Safety Coaching Limited (中國消防安全技能培訓有限公司)	Beneficial owner	10,800,000 *(Note 4)*	12.92%	5.01%
Mr. Wang Ruiyun *(Note 5)*	Beneficial owner	5,084,000	6.08%	2.36%

Notes:

1. All represent domestic shares of the Company.

2. Liancheng holds 131,870,000 domestic shares of the Company. Liancheng (HK), a wholly-owned subsidiary of Liancheng, is interested in 37,000,000 H shares and underlying H shares of the Company, comprising (i) 9,000,000 issued H shares, being 1,300,000 H shares held prior to completion of the acquisition of the 清大東方消防科技集團有限公司 (Qingda Oriental Fire-Fighting Technology Group Co., Ltd*) (the "Target Group") and 7,700,000 consideration H shares retained by it; and (ii) 28,000,000 underlying H shares in respect of the Convertible Bond in the principal amount of RMB28,000,000 retained by it (see Note 4). Immediately upon completion of the acquisition of the Target Group on 5 January 2026, Liancheng (HK) was interested in 114,300,000 H shares and underlying H shares, comprising 29,300,000 issued H shares (being the 1,300,000 H shares then held and the 28,000,000 consideration H shares allotted and issued to it as the nominee of 清大東方教育科技集團有限公司 (Qingda Oriental Education Technology Group Co., Ltd.*) (the "Vendor") pursuant to the sale and purchase agreements dated 8 December 2024 (as supplemented)) and 85,000,000 underlying H shares under the Convertible Bond then issued to it in full. On 16 January 2026, Liancheng (HK) disposed of an aggregate of 77,300,000 such interests, being 20,300,000 H shares and the Convertible Bond in the principal amount of RMB57,000,000, by way of private sales to independent third parties (except Mr. Zhou Zheling, the son of Mr. Zhou Jinhui, the chairman and an executive director of the Company (see Note 6)), following which its interest reduced to 37,000,000 H shares and underlying H shares. Liancheng Qingda owns 80% of Liancheng, and Liancheng is owned as to 80% by Liancheng Qingda and 20% by Mr. Zhou. Accordingly, each of Liancheng, Liancheng Qingda and Mr. Zhou is deemed to be interested in the 37,000,000 H shares and underlying H shares held by Liancheng (HK) in addition to the 131,870,000 domestic shares.

3. On 12 January 2017, the board of directors of the Company was notified that an aggregate of 131,870,000 domestic shares of the Company (the "Pledged Shares") held by Liancheng had been pledged in favour of an independent third party (the "Lender") as security for a loan of RMB198,000,000 provided by the Lender to Liancheng. The Pledged Shares will be released if Liancheng makes a partial repayment amounting to RMB63,000,000 to the Lender. Relevant share pledge registration procedures have been completed with China Securities Depository and Clearing Corporation Limited. As at 30 June 2026, the Pledged Shares represent approximately 61.21% of the total issued share capital and 100% of the domestic shares of the Company.

4. On 5 January 2026, upon completion of the acquisition of the Target Group, the Company issued a convertible bond in the principal amount of RMB85,000,000 (the "Convertible Bond") to Liancheng (HK) as the nominee of the Vendor. The Convertible Bond carries an initial conversion price of RMB1.00 per H share (subject to adjustments pursuant to its terms and conditions) and is convertible into H shares during the conversion period commencing on the third anniversary of the date of issue (i.e. 5 January 2029) up to and including the date which is five business days prior to the maturity date; conversion is subject to restrictions that no conversion shall trigger a mandatory offer obligation under the Takeovers Code or result in less than 25% (or the minimum prescribed percentage under the GEM Listing Rules) of the total issued shares being held by the public. The Convertible Bond is unlisted and is transferable in whole or in part (in a minimum principal amount of RMB1,000) with the approval of the Company. The rights attaching to the Convertible Bond constitute interests in underlying shares for the purposes of Part XV of the SFO. On 16 January 2026, Liancheng (HK) sold the Convertible Bond in the aggregate principal amount of RMB57,000,000, together with 20,300,000 H shares, by way of private sales to the following parties (each of which is, to the best of the directors' knowledge, information and belief, an independent third party (except Mr. Zhou Zheling, the son of Mr. Zhou Jinhui, the chairman and an executive director of the Company (see Note 6)), and retained the Convertible Bond in the principal amount of RMB28,000,000 and 7,700,000 H shares. Based on the register of holders of the Convertible Bond maintained by the Company and the register of shareholders of the Company, as at 30 June 2026 the Convertible Bond remained wholly unconverted and the relevant holdings were as follows:

Holder	**H shares held**	**Principal amount of Convertible Bond held** *(RMB)*	**Underlying H shares on full conversion**	**Total H shares and underlying H shares**	**Approximate percentage of total issued share capital**
Liancheng (HK) *(see Note 2)*	7,700,000	28,000,000	28,000,000	37,000,000 *(Note 7)*	17.18%
Hong Kong Fire-Fighting Educational Training Limited (香港消防教育培訓有限公司)	1,200,000	15,000,000	15,000,000	16,200,000	7.52%
China Safety Education Limited (中國安全教育有限公司)	3,800,000	10,000,000	10,000,000	13,800,000	6.40%
China Fire-Fighting Education Limited (中國消防教育有限公司)	800,000	10,000,000	10,000,000	10,800,000	5.01%
China Fire-Fighting Safety Coaching Limited (中國消防安全技能培訓有限公司)	800,000	10,000,000	10,000,000	10,800,000	5.01%

Holder	H shares held	Principal amount of Convertible Bond held *(RMB)*	Underlying H shares on full conversion	Total H shares and underlying H shares	Approximate percentage of total issued share capital
Hong Kong Fire-Fighting Education Limited (香港消防教育有限公司)	900,000	3,000,000	3,000,000	3,900,000	1.81%
China Fire-Fighting Technology Limited (中國消防科技有限公司)	900,000	3,000,000	3,000,000	3,900,000	1.81%
China Vocational Coaching Limited (中國職業技能培訓有限公司)	900,000	3,000,000	3,000,000	3,900,000	1.81%
China Fire-Fighting Coaching Limited (中國消防培訓有限公司)	900,000	3,000,000	3,000,000	3,900,000	1.81%
Hong Kong Technology Investment Limited (香港科技投資有限公司)	3,900,000	–	–	3,900,000	1.81%
Hong Kong Venture Investment Limited (香港創業投資有限公司)	3,900,000	–	–	3,900,000	1.81%
Mr. Zhou Zheling (周哲淩) *(Note 6)*	2,300,000	–	–	2,300,000	1.07%
Total	**28,000,000**	**85,000,000**	**85,000,000**		

Only persons whose interests represent 5% or more of a class of voting shares of the Company are included in the table of long positions above.

5. To the best of the directors' knowledge, information and belief, having made all reasonable enquiries, each of Mr. Rao Jianbo and Mr. Wang Ruiyun is an independent third party not connected with the Company, the Vendor or their respective connected persons; their interests in the H shares of the Company were acquired on-market.

6. Mr. Zhou Zheling is the son of Mr. Zhou Jinhui, the chairman and an executive director of the Company. Mr. Zhou Zheling holds 2,300,000 H shares, representing approximately 2.75% of the issued H shares and approximately 1.07% of the total issued share capital of the Company, which is below the 5% notifiable threshold under Part XV of the SFO.

7. Include 1,300,000 H shares held prior to completion.

Save as disclosed above, as at 30 June 2026, the directors of the Company were not aware of any other person (other than the directors, supervisors or chief executives of the Company) who had an interest or short position in the shares or underlying shares of the Company which would fall to be disclosed to the Company under the provisions of Divisions 2 and 3 of Part XV of the SFO, or which were recorded in the register required to be kept by the Company under Section 336 of the SFO.

DIRECTORS' AND SUPERVISORS' INTERESTS IN CONTRACTS

To the best knowledge of the Board, except for those disclosed in note 16, no contracts of significance in relation to the Company's business to which the Company was a party and in which any person who were Directors or supervisors of the Company during the six months ended 30 June 2026 had a material interest, whether directly or indirectly, subsisted at 30 June 2026 or at any time during the six months ended 30 June 2026.

EMPLOYEES

As at 30 June 2026, the Group had 709 employees (30 June 2025: 95 employees). Remuneration is determined by reference to market terms and the performance, qualifications, and experience of individual employee. Other benefits include contributions to retirement scheme.

Under relevant local government regulations, the Company is required to make contributions to a defined contribution retirement scheme for all qualified employees in the PRC. The Company has, in compliance with relevant local government regulations, made payment for such scheme during the period. The Company has no obligation for the payment of other retirement and non-retirement benefits of employees other than the contributions described above.

The Company has not experienced any significant labour disputes or strikes which have led to the disruption of its normal business operations. The Directors consider that the Company's relationship with its employees to be good.

PURCHASE, SALE OR REDEMPTION OF THE COMPANY'S LISTED SECURITIES

During the six months ended 30 June 2026, the Company and its subsidiaries did not purchase, sell or redeem any of the Company's listed securities.

DIVIDENDS

The Board does not recommend the payment of interim dividend for the six months ended 30 June 2026 (six months ended 30 June 2025: Nil).

CORPORATE GOVERNANCE

Pursuant to Rule 18.44(2) and Appendix 15 of the GEM Listing Rules, the Company wishes to state that it has complied with all code provisions set out in the Code on Corporate Governance Practices (the "Code") contained in the Appendix 15 of the GEM Listing Rules during the period.

(1) Corporate Governance Practices

The Company is committed to promote good corporate governance, with the objectives of (i) the maintenance of responsible decision making; (ii) the improvement in transparency and disclosure of information to shareholders; (iii) the continuance in respect of the rights of shareholders and the recognition of the legitimate interests of the shareholders; and (iv) the improvement in management of risk and the enhancement of performance by the Company. The Company has applied in Appendix 15 of the GEM Listing Rules with these objectives in mind.

(2) Directors' Securities Transactions

The Company has adopted a code of conduct regarding directors' securities transactions on terms no less exacting than the required standard of dealings as set out in Rules 5.48 to 5.67 of the GEM Listing Rules. Having made specific enquiry of the directors of the Company, all directors have complied with the required standard of dealings and code of conduct regarding securities transactions by directors.

AUDIT COMMITTEE

The Company has established an audit committee (the "Audit Committee") with written terms of reference in compliance with GEM Listing Rules. The primary duties of the Audit Committee are to review and supervise the financial reporting process and internal controls of the Group and to provide advice to the Directors of the Company.

The Audit Committee comprises three independent non-executive directors of the Company, namely Ms. Zhu Yi Juan, Mr. Wang Guo Zhong and Mr. Song Zi Zhang.

The Audit Committee has reviewed the Group's unaudited financial statements for the six months ended 30 June 2026.

By order of the Board
Qingda Oriental Group Co., Ltd.
Zhou Jin Hui
Chairman

Shanghai, 21 August 2026

As at the date of this report, the executive Directors are Mr. Zhou Jin Hui, Mr. Shi Hui Xing and Mr. Zhou Guo Ping; and the independent non-executive Directors are Mr. Wang Guo Zhong, Ms. Zhu Yi Juan and Mr. Song Zi Zhang.

This report remain on the "Latest Company Announcements" page of GEM website at www.hkgem.com for at least 7 days from the date of its posting and on the website of the Company at www.qingdaoriental.com.