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**順風國際清潔能源有限公司**

SHUNFENG INTERNATIONAL CLEAN ENERGY LIMITED

*(Incorporated in the Cayman Islands with limited liability)*

**(Stock Code: 01165)**

## **ANNOUNCEMENT OF INTERIM RESULTS FOR THE SIX MONTHS ENDED 30 JUNE 2025**

The Board is pleased to announce the unaudited interim results of the Group for the six months ended 30 June 2025 together with the comparative figures for the corresponding period in 2024.

These unaudited interim condensed consolidated financial statements have been reviewed by the Company's auditor, Zhonghui Anda CPA Limited, and the Audit Committee, and approved by the Board on 29 August 2025.

### **RESULTS HIGHLIGHTS**

	<b>For the six months ended 30 June 2025 RMB'000 (Unaudited)</b>	<b>For the six months ended 30 June 2024 RMB'000 (Unaudited)</b>	<b>% of Changes</b>
Revenue			
– Solar power generation	<b>67,485</b>	82,875	(18.6%)
Gross profit	<b>13,226</b>	23,693	(44.2%)
Loss for the period	<b>(210,689)</b>	(219,004)	(3.8%)
EBITDA	<b>(11,430)</b>	(11,396)	0.3%
Adjusted EBITDA*	<b>39,472</b>	46,143	(14.5%)
Basic loss per share	<b>RMB(4.13) cents</b>	RMB(4.27) cents	(3.3%)

\* Adjusted EBITDA excluded finance costs, income tax, depreciation and amortisation, net foreign exchange gain/(loss), bank interest income, share of profits of associates, gain on disposal of property, plant and equipment, loss on settlement of mediation, written off of property, plant and equipment, and loss allowance recognised/(reversed) on trade and other receivables, other non-current assets and amounts due from the related parties.

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

For the six months ended 30 June 2025

		Six months ended 30 June	
		2025	2024
	Notes	RMB'000 (unaudited)	RMB'000 (unaudited)
Revenue	3	67,485	82,875
Cost of sales		<u>(54,259)</u>	<u>(59,182)</u>
Gross profit		13,226	23,693
Other income	5	2,443	2,936
Other gains and losses, net	6	(49,021)	(40,245)
Impairment losses recognised under expected credit loss model, net of reversal		(4,058)	(19,202)
Administrative expenses		(26,784)	(29,868)
Share of profits of associates		1,711	962
Finance costs	7	<u>(148,540)</u>	<u>(156,742)</u>
Loss before income tax	8	(211,023)	(218,466)
Income tax credit/(expenses)	9	<u>334</u>	<u>(538)</u>
Loss for the period		<u>(210,689)</u>	<u>(219,004)</u>
<b>Other comprehensive income:</b>			
Items that may be subsequently reclassified to profit or loss:			
Fair value gain on receivables at fair value through other comprehensive income ("FVTOCI")		<u>5</u>	<u>1</u>
Other comprehensive income for the period		<u>5</u>	<u>1</u>
Total comprehensive loss for the period		<u><u>(210,684)</u></u>	<u><u>(219,003)</u></u>

		Six months ended 30 June	
		2025	2024
	Notes	RMB'000	RMB'000
		(unaudited)	(unaudited)
Loss for the period attributable to:			
Owners of the Company		(209,829)	(216,861)
Non-controlling interests		<u>(860)</u>	<u>(2,143)</u>
		<u><b>(210,689)</b></u>	<u><b>(219,004)</b></u>
Total comprehensive loss attributable to:			
Owners of the Company		(209,824)	(216,860)
Non-controlling interests		<u>(860)</u>	<u>(2,143)</u>
		<u><b>(210,684)</b></u>	<u><b>(219,003)</b></u>
Loss per share			
– Basic ( <i>RMB cents</i> )	11	<u><b>(4.13)</b></u>	<u><b>(4.27)</b></u>
– Diluted ( <i>RMB cents</i> )	11	<u><b>(4.13)</b></u>	<u><b>(4.27)</b></u>

# CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 June 2025

		30 June 2025	31 December 2024
	Notes	RMB'000 (unaudited)	RMB'000 (audited)
<b>Non-current assets</b>			
Property, plant and equipment		26,639	25,981
Right-of-use assets		34,726	38,675
Solar power plants		932,138	974,869
Intangible assets		14,807	18,381
Interest in associates		40,809	39,098
Financial assets at fair value through profit or loss (“FVTPL”)		1,000	1,000
Other non-current assets		17,845	17,779
Value-added tax recoverable		18,851	18,551
		<u>1,086,815</u>	<u>1,134,334</u>
<b>Current assets</b>			
Trade and other receivables	12	1,037,566	987,672
Receivables at FVTOCI		693	2,448
Value-added tax recoverable		4,914	6,242
Prepayments to suppliers		2,948	3,335
Amounts due from the related parties		892,947	900,171
Tax recoverables		748	376
Restricted bank deposits		4,609	5,749
Bank balances and cash		3,406	13,077
		<u>1,947,831</u>	<u>1,919,070</u>

		30 June 2025 <i>RMB'000</i> (unaudited)	31 December 2024 <i>RMB'000</i> (audited)
	<i>Notes</i>		
<b>Current liabilities</b>			
Trade and other payables	13	1,171,643	1,080,540
Amounts due to the related parties		1,550,443	1,530,418
Lease liabilities		13,699	13,240
Bank and other borrowings		1,314,815	1,272,228
Convertible bonds		25,079	25,079
Bond payables		585,372	585,372
		<u>4,661,051</u>	<u>4,506,877</u>
<b>Net current liabilities</b>		<u>(2,713,220)</u>	<u>(2,587,807)</u>
<b>Total assets less current liabilities</b>		<u>(1,626,405)</u>	<u>(1,453,473)</u>
<b>Non-current liabilities</b>			
Other payables	13	90,253	—
Bank and other borrowings		303,707	355,268
Lease liabilities		10,007	10,947
Convertible bonds		88,889	88,889
		<u>492,856</u>	<u>455,104</u>
<b>Net liabilities</b>		<u><u>(2,119,261)</u></u>	<u><u>(1,908,577)</u></u>
<b>Capital and reserves</b>			
Share capital		41,641	41,641
Reserves		<u>(2,223,541)</u>	<u>(2,013,717)</u>
Total equity attributable to owners of the Company		<u>(2,181,900)</u>	<u>(1,972,076)</u>
Non-controlling interests		<u>62,639</u>	<u>63,499</u>
<b>Total equity</b>		<u><u>(2,119,261)</u></u>	<u><u>(1,908,577)</u></u>

# NOTES OF THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

*For the six months ended 30 June 2025*

## 1. BASIS OF PREPARATION

These condensed consolidated financial statements have been prepared in accordance with International Accounting Standard 34 “Interim Financial Reporting” issued by the International Accounting Standards Board and the applicable disclosures required by the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

These condensed consolidated financial statements should be read in conjunction with the 2024 annual consolidated financial statements. The accounting policies and methods of computation used in the preparation of these condensed consolidated financial statements are consistent with those used in the annual financial statements for the year ended 31 December 2024.

### 1.1 Going Concern Basis

The Group incurred loss of RMB210,689,000 and RMB219,004,000 respectively for two consecutive period of six months ended 30 June 2025 and 2024, and the Group had net current liabilities of RMB2,713,220,000 and net liabilities of RMB2,119,261,000 as at 30 June 2025 respectively. As at 30 June 2025, the Group had bank and other borrowings, convertible bonds and bond payables totaling RMB1,925,266,000 repayable within one year or on demand. In addition, as at 30 June 2025, the Group had overdue bank and other borrowings and bonds payable of approximately RMB995,423,000 and RMB585,372,000 respectively.

During the six months ended 30 June 2025, there were two freezing orders had been issued in relation to the bond payables:

- Corporate Bond (“**2015 Corporate Bond**”)

Two bondholders of 2015 Corporate Bond initiated an arbitration with the Group through Shanghai Arbitration Commission for the settlement of the outstanding principal and accrued bond interests in arrears. A freezing order (the “**First Freezing Order**”) was issued by the Changzhou Intermediate People’s Court of Jiangsu Province upon the application by the two bondholders and accordingly, the equity interests of certain subsidiaries including 95% equity interest of Xinjiang Tianli Enze Solar Technology Co., Ltd. (新疆天利恩澤太陽能科技有限公司) (“**Xinjiang Tianli**”), 100% equity interest of Jiangsu Shunyang New Energy Industrial Park Development Co., Ltd. (江蘇順陽新能源產業園發展有限公司) (“**Jiangsu Shunyang**”), 100% equity interest of Jiangxi Shunfeng Photovoltaic Investment Co., Ltd. (江西順風光電投資有限公司) (“**Jiangxi Shunfeng**”) and 100% equity interest of Turpan Shunfeng Clean Energy Investments Limited (吐魯番順風清潔能源投資有限公司) (“**Turpan Shunfeng**”) have been put under the First Freezing Order. As at 30 June 2025, the total principal amount of RMB329,909,000 (31 December 2024: RMB329,909,000) and accrued bond interests of RMB158,578,000 (31 December 2024: RMB145,817,000) were recognised in bond payables and trade and other payables, respectively. In May 2024, the Shanghai Arbitration Commission issued a judgment requiring Shunfeng Photovoltaic Investment to repay the principal of the 2015 Corporate Bond of approximately RMB330 million and the corresponding interest to the two bondholders. Due to the failure to fulfill the relevant repayment obligations as per

Judgment, the two bondholders of the 2015 Corporate Bond applied for the enforcement regarding to the outstanding liabilities to the Court and the Court issued an enforcement notice in September 2024.

– Corporate Bond (“**2016 Corporate Bond**”)

On 10 June 2022, a creditor (the “**Creditor**”) of a bondholder of the 2016 Corporate Bond filed a petition with the Changzhou Intermediate People’s Court of Jiangsu Province requesting Shunfeng Photovoltaic Investments, an indirect wholly-owned subsidiary of the Company, to settle the principal amount of RMB142 million of the 2016 Corporate Bond and interests of the 2016 Corporate Bond to the Creditors.

Further, a freezing order (the “**Second Freezing Order**”) was issued by Changzhou Intermediate People’s Court upon the application by the Creditor and accordingly, the equity interests of certain subsidiaries, being Xinjiang Tianli, Hainan Xinsheng New Energy Technology Co. Ltd. (海南州鑫昇新能源科技有限公司) (“**Hainan Xinsheng**”), Yingjisha County Rongxin Tianhe New Energy Co., Ltd (英吉沙縣融信天和新能源有限責任公司) (“**Yingjisha**”), Kezhou Baishide New Energy Development Co., Ltd (克州百事德新能源開發有限公司) (“**Kezhou Baishide**”) and Tongwei Solar Power Qiemo Co., Ltd (通威太陽能且末有限公司) (“**Tongwei**”) have been put under the Second Freezing Order. As at 30 June 2025, the total principal amount of the 2016 Corporate Bond of RMB255,463,000 (31 December 2024: RMB255,463,000) and accrued bond interests of RMB130,732,000 (31 December 2024: RMB120,978,000) were recognised in bond payables and trade and other payables respectively. In April 2023, Changzhou Intermediate People’s Court of Jiangsu Province issued a judgment requiring Shunfeng Photovoltaic Investment to repay the principal of the 2016 Corporate Bond of RMB142 million and the interest of approximately RMB55,198,000 to the Creditor. The Creditor appealed to the High People’s Court of Jiangsu Province. Up to the date of this announcement, the above proceedings have not been completed in the High People’s Court of Jiangsu Province.

Also, subsequent to 30 June 2025, a winding-up petition against the Company (the “**Petition**”) dated 13 February 2025 was filed by the creditor of the other borrowings at the High Court of the Hong Kong Special Administrative Region in connection with the financial obligation of the Company of the outstanding overdue principal amount and accrued interest of HK\$289,100,000 in aggregate. As at 30 June 2025, the total principal amount of RMB157,334,000 (31 December 2024: RMB159,621,000) and accrued interests of RMB122,319,000 (31 December 2024: RMB116,657,000) was recognised in bank and other borrowings and other payables respectively.

However, the Group maintained cash and cash equivalents of approximately RMB3,406,000 as at 30 June 2025 only.

These conditions indicate the existence of a material uncertainty which may cast significant doubt on the Group’s ability to continue as a going concern. Therefore, the Group may be unable to realise its assets and discharge its liabilities in the normal course of business.

In view of such circumstances, the directors of the Company continue to implement a series of plans and measures to improve the Group's liquidity and financial position, which include but not limited to the following:

- (i) completing the possible disposals of the subsidiaries as planned as well as collecting the sale proceeds in accordance with the amount and timing expected by the Company;
- (ii) releasing the First Freezing Order and the Second Freezing Order of certain subsidiaries which are expected to be disposed by the Group; and
- (iii) continuing to negotiate with creditors, banks, financial institutions and bondholders for alternative refinancing and/or extension of the due dates.

The directors of the Company are of the opinion that future cash flow generated from operation together with the financial plans and measures will be sufficient to repay all these liabilities. The directors of the Company are therefore of the opinion that it is appropriate to prepare the consolidated financial statements on a going concern basis. Should the Group be unable to continue as a going concern, adjustments would have to be made to the consolidated financial statements to adjust the value of the Group's assets to their recoverable amounts, to provide for any further liabilities which might arise and to reclassify non-current assets and liabilities as current assets and liabilities, respectively. The effects of these adjustments have not been reflected in the condensed consolidated financial statements.

## **2. APPLICATION OF NEW AND REVISED IFRS ACCOUNTING STANDARDS**

In the current period, the Group has adopted all the new and revised IFRS Accounting Standards issued by the International Accounting Standards Board (“**IASB**”) that are relevant to its operations and effective for its accounting year beginning on 1 January 2025. IFRS Accounting Standards comprise International Financial Reporting Standards (“**IFRS**”); International Accounting Standards (“**IAS**”); and Interpretations. The adoption of these new and revised IFRS Accounting Standards did not result in significant changes to the Group's accounting policies, presentation of the Group's financial statements and amounts reported for the current period and prior years.

The Group has not applied the new and revised IFRS Accounting Standards that have been issued but are not yet effective. The Group has already commenced an assessment of the impact of these new and revised IFRS Accounting Standards but is not yet in a position to state whether these new and revised IFRS Accounting Standards would have a material impact on its results of operations and financial position.



### 3. REVENUE

#### Disaggregation of revenue

##### A. *Disaggregation of revenue from contracts with customers*

	Six months ended 30 June	
	2025 <i>RMB'000</i> (unaudited)	2024 <i>RMB'000</i> (unaudited)
Revenue from sales of electricity		
Types of goods or service		
Sales of electricity	17,751	20,200
Tariff subsidies	49,734	62,675
Total	67,485	82,875
Geographical markets		
Mainland China	67,485	82,875
Timing of revenue recognition		
A point in time	67,485	82,875

#### 4. SEGMENT INFORMATION

Information has been reported to the executive directors, being the chief operating decision maker, for the purposes of resource allocation and assessment of segment performance. The Group's reportable and operating segments for both periods is solar power generation in the PRC only.

##### Segment revenue and results

The following is an analysis of the Group's revenue and results by reportable and operating segment:

	Six months ended 30 June	
	2025 <i>RMB'000</i> (unaudited)	2024 <i>RMB'000</i> (unaudited)
Segment revenue		
External sales	17,751	20,200
Tariff subsidies	49,734	62,675
	<u>67,485</u>	<u>82,875</u>
<b>Segment profit/(loss)</b>	<b>1,177</b>	<b>(29,439)</b>
Unallocated income		
– Bank interest income	17	385
Unallocated expenses		
– Central administration costs	(12,705)	(8,343)
– Net foreign exchange gain/(loss)	40,840	(40,872)
– Finance costs	(148,540)	(156,742)
– Loss from settlement of mediation	(89,413)	–
Loss allowance (recognised)/reversed on amounts due from the related parties and other receivables	(4,110)	15,583
Share of profits of associates	1,711	962
	<u>1,711</u>	<u>962</u>
Loss before income tax	<u>(211,023)</u>	<u>(218,466)</u>

Amounts included in the measure of segment loss:

	Six months ended 30 June	
	2025 <i>RMB'000</i> (unaudited)	2024 <i>RMB'000</i> (unaudited)
Loss allowance reversed/(recognised) on certain trade and other receivables, contract assets and other non-current assets, net	52	(34,785)
	<u>52</u>	<u>(34,785)</u>

## 5. OTHER INCOME

	Six months ended 30 June	
	2025 <i>RMB'000</i> (unaudited)	2024 <i>RMB'000</i> (unaudited)
Bank interest income	17	385
Imputed interest income of accrued revenue on tariff subsidies classified as trade receivables and contract assets ( <i>Note (i)</i> )	2,053	2,449
Others	373	102
	<u>2,443</u>	<u>2,936</u>

*Notes:*

- (i) The imputed interest income is released to other income, as a result of the significant financing component on sales of electricity in the PRC. As the Ministry of Finance does not set out a rigid timetable for the settlement of accrued revenue on tariff subsidies, which is subject to settlement by state grid company upon finalisation of the allocation of funds by relevant government authorities to the state grid company, resulting in the recognition of significant financing component at initial time, and the imputed interest income would be released to other income, accordingly.

## 6. OTHER GAINS AND LOSSES, NET

	Six months ended 30 June	
	2025 <i>RMB'000</i> (unaudited)	2024 <i>RMB'000</i> (unaudited)
Gain on disposal of property, plant and equipment	1	—
Written off of property, plant and equipment	—	(3)
Loss on settlement of mediation	(89,413)	—
Gain on deregistration of a subsidiary	—	1,191
Net foreign exchange gain/(loss)	40,840	(40,872)
Penalty	(228)	(641)
Others	(221)	80
	<u>(49,021)</u>	<u>(40,245)</u>

## 7. FINANCE COSTS

	Six months ended 30 June	
	2025	2024
	<i>RMB'000</i>	<i>RMB'000</i>
	(unaudited)	(unaudited)
Interest on bank and other borrowings	81,376	81,361
Interest on loan from a related company	25,440	25,259
Interest on lease liabilities	472	663
Interest on other payables	1,473	—
Effective interest on convertible bonds	—	8,741
Effective interest on bond payables	22,515	22,640
Effective interest on bond payables to a related company	17,264	18,078
	<u>148,540</u>	<u>156,742</u>

## 8. LOSS BEFORE INCOME TAX

	Six months ended 30 June	
	2025	2024
	<i>RMB'000</i>	<i>RMB'000</i>
	(unaudited)	(unaudited)
Loss before tax has been arrived at after charging:		
Staff costs (including directors' remuneration)	10,956	12,334
Retirement benefit scheme contributions	2,132	1,601
Total staff costs	13,088	13,935
Depreciation of property, plant and equipment	631	649
Depreciation of completed solar power plants	42,899	43,021
Depreciation of right-of-use assets	3,949	3,002
Amortisation of intangible assets	3,574	3,656

## 9. INCOME TAX (CREDIT)/EXPENSES

	Six months ended 30 June	
	2025 <i>RMB'000</i> (unaudited)	2024 <i>RMB'000</i> (unaudited)
PRC Enterprise Income Tax (“EIT”)		
Current period	36	405
(Over)/under provision in prior periods	<u>(370)</u>	<u>133</u>
Income tax (credit)/expense	<u><u>(334)</u></u>	<u><u>538</u></u>

No provision for Hong Kong Profits Tax has been made as the Group’s income neither arises in, nor is derived from Hong Kong for both periods.

Certain subsidiaries of the Group, being enterprises engaged in public infrastructure projects, under the PRC Tax Law and its relevant regulations, are entitled to tax holidays of 3-year full exemption followed by 3-year 50% exemption commencing from their respective years in which their first operating incomes were derived.

Remaining subsidiaries of the Company established in the PRC are subject to PRC EIT rate of 25% for both periods.

## 10. DIVIDEND

No dividends were paid, declared or proposed during the six months ended 30 June 2025 and 2024. The directors have determined that no dividend will be paid in respect of the current interim period.

## 11. LOSS PER SHARE – BASIC AND DILUTED

### (a) Basic loss per share

The calculation of the basic loss per share attributable to owners of the Company is based on the following data:

	Six months ended 30 June	
	2025 <i>RMB'000</i> (unaudited)	2024 <i>RMB'000</i> (unaudited)
Loss for the period attributable to owners of the Company for the purposes of basic loss per share	<u>(209,829)</u>	<u>(216,861)</u>
Weighted average number of ordinary shares for the purpose of basic loss per share	<u>5,082,375,490</u>	<u>5,082,375,490</u>
Loss per share ( <i>RMB cents</i> )	<u>(4.13)</u>	<u>(4.27)</u>

### (b) Diluted loss per share

As the exercise of the Group's outstanding convertible bonds for both periods would be anti-dilutive, diluted loss per share was presented the same as basic loss per share in both periods.

## 12. TRADE AND OTHER RECEIVABLES

	30 June 2025 RMB'000 (unaudited)	31 December 2024 RMB'000 (audited)
Trade receivables	19,173	25,367
Accrued revenue on tariff subsidies ( <i>Note (i)</i> )	891,122	836,896
	<b>910,295</b>	862,263
Less: loss allowance recognised	(13,672)	(11,135)
Total trade receivables and accrued revenue on tariff subsidies	<b>896,623</b>	851,128
Prepaid expenses	267	217
Other receivables		
Amounts due from independent third parties ( <i>Note (ii)</i> )	6,662	5,459
Amounts due from a disposed subsidiary ( <i>Note (ii)</i> )	440	440
Consideration receivables for disposal of subsidiaries in previous years ( <i>Note (iii)</i> )	16,766	16,911
Consideration receivables for disposal of Wushi and Two Target Companies ( <i>Note (iv)</i> )	7,631	7,657
Consideration receivables for disposal of Baoshan Changshan ( <i>Note (v)</i> )	70	70
Security deposits ( <i>Note (vi)</i> )	106,132	103,208
Others ( <i>Note (vii)</i> )	2,975	2,582
Total prepaid expenses and other receivables	<b>140,943</b>	136,544
Total	<b>1,037,566</b>	987,672

Notes:

- (i) The Group's accrued revenue on tariff subsidies are receivables from the state grid company. Generally, trade receivables are due within 30 days from the date of billing, except for collection of the accrued revenue on tariff subsidies, which is subject to settlement by state grid company upon finalisation of the allocation of funds by relevant government authorities to the state grid company. The collection of accrued revenue on tariff subsidies is expected in the normal operating cycle, which may be recovered after twelve months from the reporting date.

In the opinion of the directors of the Company, the revenue recognition of tariff subsidies is proper based on their judgement and taking into account the opinion from the Group's PRC legal advisor, that the Group's operating solar power plants have qualified for registration in the Catalogue, and have met all the relevant requirements and conditions for the registration in the Catalogue. The directors of the Company are confident that the Group's operating solar power plants are able to be registered in the Catalogue in due course and the accrued revenue on tariff subsidies is fully recoverable upon the allocation of funds from the PRC government.

- (ii) All balances due are unsecured, interest-free and repayable on demand. Management of the Company expects the balances would be settled within the next 12 months after the end of the reporting period.
- (iii) As at 30 June 2025, the amount included consideration receivable from the disposal of the subsidiaries amounting to RMB16,766,000, net of loss allowance of RMB27,543,000 (31 December 2024: RMB16,911,000, net of loss allowance of RMB27,398,000). The amount was non-trade in nature, unsecured, interest-free and repayable within one year.
- (iv) As at 30 June 2025, the amount included consideration receivable from the disposal of (i) Wushi Longbai Electricity Investment Co., Ltd (烏什龍柏電力投資有限公司) (“**Wushi**”) and (ii) Hebei Sanlong Electricity Technology Co. Ltd. (河北三龍電力科技有限公司) and Shangyi County Shunneng Photovoltaic Electricity Co., Ltd. (尚義縣順能光伏電力有限公司) (collectively, the “**Two Target Companies**”) amounting to RMB7,631,000, net of loss allowance of RMB62,615,000 (31 December 2024: RMB7,657,000, net of loss allowance of RMB62,590,000).
- (v) As at 30 June 2025, the amount included consideration receivable from the disposal of Baoshan Changshan Shunfeng Shangde New Energy Co., Ltd (保山長山順風尚德新能源有限公司) (“**Baoshan Changshan**”) amounting to RMB70,000, net of loss allowance of RMB180,000 (31 December 2024: RMB70,000, net of loss allowance of RMB180,000).
- (vi) The amount represented securities deposits placed by the Group against the Group’s outstanding corporate bond payables, short term borrowings and short term leases. As at 30 June 2025, loss allowance of RMB951,000 (31 December 2024: RMB3,937,000) was recognised.
- (vii) As at 30 June 2025 and 31 December 2024, balances mainly represented custom deposits and advances to staff for the operational purpose.

The following is an ageing analysis of trade receivables and accrued revenue of tariff subsidies, net of loss allowance, presented based on the electricity transmitted dates, which approximated the respective revenue recognition date, at the end of the reporting period:

	30 June 2025 <i>RMB’000</i> (unaudited)	31 December 2024 <i>RMB’000</i> (audited)
0 to 30 days	12,133	9,110
31 to 60 days	10,090	9,338
61 to 90 days	10,118	10,409
91 to 180 days	27,372	36,726
Over 180 days	836,910	785,545
	<b>896,623</b>	<b>851,128</b>

The Group’s trade receivables and accrued revenue on tariff subsidies from the sales of electricity are mainly receivables from the state grid companies. Generally, trade receivables are due within 30 days from the date of billing, except for collection of the accrued revenue on tariff subsidies which is subject to settlement by state grid companies upon finalisation of the allocation of funds by relevant government authorities to the state grid companies.



### 13. TRADE AND OTHER PAYABLES

	30 June 2025 <i>RMB'000</i> (unaudited)	31 December 2024 <i>RMB'000</i> (audited)
Trade payables	6,492	2,690
Payables for EPC of solar power plants ( <i>Note (i)</i> )	45,752	45,072
Other tax payables	6,359	5,587
Amounts due to independent third parties ( <i>Note (ii)</i> )	96,550	7,136
Interest payables	993,129	908,680
Accrued expenses	13,018	10,975
Accrued payroll and welfare	1,367	1,171
Consideration payable for previous acquisition of subsidiaries ( <i>Note (iii)</i> )	6,849	6,849
Amounts due to a disposed subsidiary ( <i>Note (ii)</i> )	91,092	91,092
Others	1,288	1,288
	<hr/>	<hr/>
	1,261,896	1,080,540
Non-current portion ( <i>Note (ii)</i> )	(90,253)	—
	<hr/>	<hr/>
	<b>1,171,643</b>	<b>1,080,540</b>
	<hr/>	<hr/>

#### Notes:

- (i) Amount represented payables incurred for engineering, procurement and construction (“EPC”) of solar power plants. The amounts would be repayable within twelve months after the end of the reporting period and such amounts were therefore classified as current liabilities at the end of the reporting period.
- (ii) As at 30 June 2025 and 31 December 2024, included in the amounts due to independent third parties of RMB7,136,000 which was non-trade in nature, unsecured, interest-free and repayable on demand, the remaining amount was non-trade in nature, unsecured, carried at interest rate of 8.276% per annum and 50% of the amount are repayable within 1 year and 50% of the amount are repayable on May 2027.
- (iii) The amounts mainly resulted from the Group’s acquisition of subsidiaries with solar power plants in the prior years, which were unsecured, interest-free and repayable on demand.

The credit period on purchases of goods is 0 to 180 days (31 December 2024: 0 to 180 days) and certain suppliers allow longer credit period on a case-by-case basis. The following is an ageing analysis of the trade payables presented based on the invoice date at the end of the reporting period:

	<b>30 June 2025 <i>RMB'000</i> (unaudited)</b>	<b>31 December 2024 <i>RMB'000</i> (audited)</b>
0 to 30 days	—	1,599
31 to 60 days	—	451
61 to 90 days	—	160
91 to 180 days	<b>3,827</b>	480
Over 180 days	<b>2,665</b>	—
	<hr/>	<hr/>
	<b>6,492</b>	2,690
	<hr/> <hr/>	<hr/> <hr/>

## MANAGEMENT DISCUSSION AND ANALYSIS

The Group engages one segment of solar power generation in the PRC during the Period, which are mainly located in Xinjiang, Shandong and Jiangsu in the PRC.

### BUSINESS REVIEW

The Group continues to proactively explore various kinds of clean energy resources with an aim to lay a solid foundation for its development into a global leading supplier which provides low-carbon and energy-saving integrated solutions.

#### Solar Power Generation in the PRC

During the Period, the solar power plants in the PRC owned by the Group generated an aggregate of approximately 88,684MWh.

	For the six months ended 30 June		
	2025	2024	% of Change
	<i>MWh</i>	<i>MWh</i>	
Power generation volume in the PRC	<u>88,684</u>	<u>109,912</u>	<u>(19.3%)</u>

The Group's solar power plants in the PRC realised a total installed capacity of on-grid generation of approximately 256MW as of 30 June 2025.

#### *Geographical information*

During the Period, the top five customers represented approximately 56.2% of the total revenue of the Group, as compared to approximately 59.0% for the corresponding period in 2024. The largest customer accounted for approximately 14.4% of the total revenue of the Group, as compared to approximately 14.5% for the corresponding period in 2024. The largest customer is State Grid Zhejiang Electric Power Co., Ltd. Quzhou Power Supply Company, which is one of the state grid branch companies in the PRC to which the Company sells the electricity.

The sales to PRC-based customers represented 100% of the total revenue of the Group for the Period.

## FINANCIAL REVIEW

### Revenue

#### *Solar power generation in the PRC*

Revenue decreased by RMB15.4 million, or 18.6%, from RMB82.9 million for the corresponding period in 2024 to RMB67.5 million for the Period, primarily due to a 19.3% reduction (equivalent to 21,228 MWh) in the amount of power generated for which revenue is recognized. Power generated totaled 109,912 MWh for the corresponding period in 2024, while power generated totaled 88,684 MWh for the Period.

Further, the solar power plants of the Group which are located in certain provinces or regions in the PRC were affected by the influence of curtailment on energy generation during the Period, resulting in a decrease in power generation. As a result, the revenue from the power generation in the PRC of the Group decreased by approximately RMB43 million and the power generation volume also recorded an estimated loss of approximately 55,000 MWh for the Period.

### Cost of sales

Cost of sales decreased by RMB4.9 million, or 8.3%, from RMB59.2 million for the corresponding period in 2024 to RMB54.3 million for the Period, primarily because the power generation volume in the PRC decreased by 21,228MWh, or 19.3% from 109,912 MWh for the corresponding period in 2024 to 88,684 MWh for the Period.

### Gross profit

Gross profit decreased by RMB10.5 million, or 44.3%, from RMB23.7 million for the corresponding period in 2024 to RMB13.2 million for the Period.

### Other income

Other income decreased by RMB0.5 million, or 17.2%, from RMB2.9 million for the corresponding period in 2024 to RMB2.4 million for the Period, primarily due to the decrease in bank interest income by RMB0.38 million from RMB0.4 million for the corresponding period in 2024 to RMB0.02 million for the Period.

## **Other gains and losses**

Other gains and losses recorded a net loss of RMB49.0 million for the Period, as compared to a net loss of RMB40.2 million recorded for the corresponding period in 2024, which was primarily due to (i) a loss on settlement of mediation of RMB89.4 million recorded for the Period, while there was no such loss recorded for the corresponding period in 2024 and (ii) a net foreign exchange gain of RMB40.8 million recorded for the Period, while a net foreign exchange loss of RMB40.9 million was recorded for the corresponding period in 2024.

## **Impairment losses under expected credit loss model, net of reversal**

An impairment loss under expected credit loss model of RMB4.1 million was recognised for the Period, as compared to an impairment loss under expected credit loss model of RMB19.2 million recognised for the corresponding period in 2024, which was primarily due to (i) a loss allowance reversed on amounts due from the related parties of RMB15.7 million recorded for the corresponding period in 2024, while a loss allowance recognised on amounts due from the related parties of RMB4.2 million was recorded for the Period, and (ii) a loss allowance recognised on other receivables of RMB34.4 million was recorded for the corresponding period in 2024, as compared to a loss allowance reversed on other receivables of RMB0.1 million recorded for the Period.

## **Administrative expenses**

Administrative and general expenses decreased by RMB3.1 million, or 10.4%, from RMB29.9 million for the corresponding period in 2024 to RMB26.8 million for the Period.

## **Share of profits of associates**

Share of profits of associates for the Period increased by RMB0.7 million, or 70%, from RMB1 million for the corresponding period in 2024 to RMB1.7 million for the Period.

## **Finance costs**

Finance costs decreased by RMB8.2 million, or 5.2%, from RMB156.7 million for the corresponding period in 2024 to RMB148.5 million for the Period, which was primarily due to (i) the interest on other payables of RMB1.5 million recorded for the Period, while there was no such interest recorded for the corresponding period in 2024 and (ii) the effective interest on convertible bonds of RMB8.7 million recorded for the corresponding period in 2024, while there was no such interest recorded for the Period.

## **Loss before income tax**

Due to the above reasons, loss before income tax decreased by RMB7.5 million from RMB218.5 million for the corresponding period in 2024 to RMB211.0 million for the Period.

### **Income tax credit/(expense)**

Income tax credit of RMB0.3 million recorded for the Period, while an income tax expense of RMB0.5 million was recorded for the corresponding period in 2024.

### **Loss for the Period**

As a result of the reasons stated above, the loss for the Period decreased by RMB8.3 million from RMB219.0 million for the corresponding period in 2024 to RMB210.7 million for the Period.

### **Trade receivables turnover days**

The trade receivables turnover days as at 30 June 2025 was 2,343.8 days (31 December 2024: 1,814.9 days). The increase in turnover days was primarily due to the decrease of the tariff subsidies to be received by the Group.

### **Trade payables turnover days**

The trade payables turnover days as at 30 June 2025 was 252.1 days (31 December 2024: 38.0 days). Given the established business relationship and the change in the overall market environment, the Group paid to the suppliers in due course based on the credit terms during the Period.

### **Indebtedness, liquidity, gearing ratio and capital structure**

The Group's principal sources of working capital included cash flow from operating activities, bank borrowings and other borrowings. As at 30 June 2025, the Group's current ratio (current assets divided by current liabilities) was 0.42 (31 December 2024: 0.43) and it was in a negative net cash position.

As at 30 June 2025, the Group was in a negative net cash position of RMB3,589.6 million (31 December 2024: a negative net cash position of RMB3,608.6 million), which included cash and cash equivalents of RMB3.4 million (31 December 2024: RMB13.1 million), bank and other borrowings of RMB1,618.5 million (31 December 2024: RMB1,627.5 million), convertible bonds of RMB114.0 million (31 December 2024: RMB114.0 million), bonds payable of RMB585.4 million (31 December 2024: RMB585.4 million), loan from a related company of RMB668.5 million (31 December 2024: RMB678.8 million) and bond payable to a related company of RMB606.6 million (31 December 2024: RMB616.0 million).

The Group's borrowings, cash and bank balances, restricted bank deposits and pledged bank deposits were mainly denominated in RMB and HKD. The Group's net debt to equity ratio (net debt divided by shareholders' equity) increased from -121.2% as at 31 December 2024 to -109.2% as at 30 June 2025.

During the Period, the Group did not enter into any financial instrument for hedging purposes nor did the Group have any currency borrowings and other hedging instruments to hedge against foreign exchange risks (31 December 2024: Nil).

## Contingent liabilities, guarantees and major litigation

### (a) *Contingent liabilities and guarantees*

As at 30 June 2025, the Group did not provide guarantees to independent third parties and related parties (31 December 2024: Nil). As at 30 June 2025, the Group did not have any significant contingent liabilities (at 31 December 2024: Nil).

### (b) *Major litigation*

#### (1) *Litigation in the PRC*

On 10 June 2022, a creditor (the “**Creditor**”) of a bondholder of 2016 Corporate Bond filed a petition with the Changzhou Intermediate People’s Court of Jiangsu Province requesting Shunfeng Photovoltaic Investments, an indirect wholly-owned subsidiary of the Company, to settle the principal amount of RMB142,000,000 of the 2016 Corporate Bond and interest of the 2016 Corporate Bond to the Creditors.

Further, the Second Freezing Order was issued by Changzhou Intermediate People’s Court upon the application by the Creditor and accordingly, the equity interests of certain subsidiaries, being Xinjiang Tianli, Hainan Xinsheng, Yingjisha, Kezhou Baishide and Tongwei have been put under the Second Freezing Order. As at 30 June 2025, the total principal amount of the 2016 Corporate Bond of RMB255,463,000 (31 December 2024: RMB255,463,000) and accrued bond interests of RMB130,732,000 (31 December 2024: RMB120,978,000) were recognised in bond payables and trade and other payables respectively. In April 2023, Changzhou Intermediate People’s Court of Jiangsu Province issued a judgment requiring Shunfeng Photovoltaic Investment to repay the principal of the 2016 Corporate Bond of RMB142,000,000 and the interest of approximately RMB55,198,000 to the Creditor. The Creditor appealed to the High People’s Court of Jiangsu Province. Up to the date of this announcement, the above proceedings have not been completed in the High People’s Court of Jiangsu Province.

(2) *Litigation in Hong Kong*

References are made to the Company's announcements dated 4 July 2022, 25 November 2022, 29 December 2022, 13 June 2023 and 12 January 2024 and the Company's circular (the "**Circular**") dated 26 October 2022, in relation to the Final Sale and Purchase Agreements entered into among Sino Alliance, the Vendor, Xinjiang Pu Xin Cheng Da, Jiangxi Shunfeng, Shunfeng Photovoltaic Investments and the Company on 29 June 2022 and 13 June 2023 respectively. Unless otherwise defined, capitalised terms shall have the meanings as defined in the Circular. On 29 December 2023, the Company, Jiangxi Shunfeng, Shunfeng Photovoltaic Investments and the Vendor (collectively, as the defendants) received a Writ of Summons issued on 29 December 2023 by Sino Alliance (as the plaintiff) in the Court of First Instance of the High Court of the Hong Kong Special Administrative Region, claiming for the difference of loss of Xinjiang Pu Xin Cheng Da from 30 September 2020 to the date of Completion and the change of equity of Xinjiang Pu Xin Cheng Da from 31 December 2021 to the date of Completion, and other relevant costs.

During the Period, the defendants have entered into a mediation agreement with the plaintiff on 22 May 2025. Pursuant to the mediation agreement, the defendants shall pay to the plaintiff the sum of RMB180,505,674.70 and the interest at judgment rate from 26 May 2025 until full payment, which was an order issued by the High Court of the Hong Kong Special Administrative Region Court of First Instance on 26 May 2025 by way of consent summons entering between the defendants and the plaintiff on 22 May 2025.

(3) *Winding-up petition against the Company*

On 13 February 2025, a winding-up petition was filed by True Bold Global Limited against the Company (the "**Petition**") at the High Court of the Hong Kong Special Administrative Region (the "**High Court**") in connection with a financial obligation of the Company in the amount of approximately HK\$289.1 million. The Company is actively negotiating with its creditors on a practicable settlement plan. As at the date of this announcement, no winding-up order has been granted by the High Court to wind-up the Company. For further details, please refer to the announcements of the Company dated 13 February 2025, 19 February 2025, 23 April 2025, 7 May 2025, 21 May 2025, 26 May 2025, 19 June 2025 and 25 August 2025.

Save as disclosed above, as at the date of this announcement, the Group did not have any other material contingent liabilities.



## **Charges on the Group's assets**

At the end of the Period, save for restricted bank deposits and the right-of-use assets, the Group had pledged 100% of its equity interest in Shunfeng Photovoltaic Holdings Limited (31 December 2024: 100% of its equity interest in Shunfeng Photovoltaic Holdings Limited). Meanwhile, 90% to 100% equity interests and related assets of 17 (31 December 2024: 17) subsidiaries of the Group, which operated solar power generation, were also pledged in order to obtain bank and other borrowings.

As at 30 June 2025, the Group had pledged certain trade and other receivables with carrying amounts of RMB986.7 million (31 December 2024: RMB939.9 million) and solar power plants with a carrying amounts of RMB908.7 million (31 December 2024: RMB950.5 million) to various banks and other financial institutions for securing loans and general credit facilities granted to the Group.

As at 30 June 2025, the Group had pledged right-of-use assets and other deposits included in other non-current assets with carrying amounts of RMB17.9 million (31 December 2024: RMB13.5 million).

As at 30 June 2025, the Group pledged restricted bank deposits in an aggregate amount of approximately RMB4.6 million (31 December 2024: RMB5.7 million) to banks to secure banking credit facilities granted to the Group.

Save as disclosed above, as at 30 June 2025 and 31 December 2024, none of the other assets of the Group was pledged in favour of any financial institution.

## **Exposure to the fluctuation in exchange rates**

Certain bank balances and cash, restricted bank deposits and pledged bank deposits, other receivables, other payables and borrowings are denominated in currencies other than RMB, which exposes the Group to foreign exchange risks. The Group currently does not have a foreign currency hedging policy. However, the Directors closely monitor the foreign exchange risk profile and control exchange exposure through arrangements of foreign currency forward contracts, and will consider hedging significant foreign currency exposure should the need arise.

## **Significant investments held and material acquisitions or disposals**

There was no significant investments held and material acquisitions or disposals during the Period.

## **Human resources**

As at 30 June 2025, the Group had 113 employees. The remuneration packages for the existing employees include basic salaries, discretionary bonuses and social security contributions. Pay levels of the employees are commensurate with their responsibilities, performance and contribution.

## **Interim dividend**

The Board has resolved not to declare an interim dividend during the Period.

## **Events subsequent to the Period**

As disclosed in the announcements of the Company dated 31 July 2025 and 27 August 2025 (the “**Update Announcements**”), the Company implemented a series of plans and measures to address the uncertainties regarding going concern underlying the disclaimer of opinion issued by the Company’s auditor on the Group’s consolidated financial statements for the year ended 31 December 2024. Since the end of the Period, the Company has made significant progress in its negotiations with creditors, including, among others, Asia Pacific Resources Development Investment Limited, Peace Link Services Limited, China Minsheng Banking Corp. Ltd., Hong Kong Branch, Sino Alliance Capital Ltd., and Rainbow Fort Investments Limited, regarding arrangements in respect of the overdue debts. In late-August 2025, the Company also formally engaged Fortune Ark Restructuring Limited as its financial advisor in relation to the Company’s debt restructuring plan. For further details, please refer to the Update Announcements.

Save as disclosed above, there were no significant events since the end of the Period and up to the date of this announcement.

## **FUTURE PROSPECT**

Following completion of the previous disposals of solar power plants since 2019 and the Lattice Power Disposal in 2021, the Group will focus on the solar power businesses in the PRC including the development and management of solar power plants.

The Group is also actively considering other ways to raise funds for the Group, including but not limited to alternative refinancing, extension of maturity dates of debts and/or further disposal of the remaining solar power plants, if appropriate, (the “**Proposed Plans**”). Once the Proposed Plans are fully or partly implemented, they are expected to strengthen the financial stability and shareholding and asset structure of the Group and support its long term strategic development. Any Proposed Plan will be subject to compliance with the Listing Rules and, if applicable, the approval of the Hong Kong Stock Exchange.

## **COMPLIANCE WITH THE CORPORATE GOVERNANCE CODE**

The Company has complied with all applicable code provisions under the Corporate Governance Code as set out in Appendix C1 to the Listing Rules for the Period.

## **COMPLIANCE WITH THE MODEL CODE**

The Company has also adopted the Model Code set out in Appendix C3 to the Listing Rules as its code of conduct regarding securities transactions by the Directors. Having made specific enquiry with all Directors, all Directors confirmed that they have complied with the required standards set out in the Model Code and the Company's code of conduct regarding Directors' securities transactions during the Period.

## **REVIEW OF INTERIM FINANCIAL INFORMATION**

The Audit Committee has reviewed and agreed with the management of the Group on the accounting principles, treatment and practices adopted by the Group and discussed with the Directors the internal controls and financial reporting matters, including the review of the interim results and the unaudited condensed consolidated interim financial statements for the Period. The Audit Committee, together with management and the external auditor of the Company, Zhonghui Anda CPA Limited, have reviewed the unaudited interim condensed consolidated financial statements of the Company for the six months ended 30 June 2025. The Audit Committee considered that the interim financial statements for the Period are in compliance with the relevant accounting standards, the requirements of the Hong Kong Stock Exchange and the laws of Hong Kong, and that the Company has made appropriate disclosure thereof.

## **EXTRACT FROM THE REPORT ON REVIEW OF INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**

The following is an extract of the review report on the Group's unaudited interim condensed consolidated financial statements for the Period:

### **“BASIS FOR DISCLAIMER OF CONCLUSION**

As discussed in note 1 to the interim financial information concerning the adoption of the going concern basis on which the interim financial information has been prepared, the Group incurred loss of RMB210,689,000 and RMB219,004,000 respectively for two consecutive period of six months ended 30 June 2025 and 2024, and the Group had net current liabilities of RMB2,713,220,000 and net liabilities of RMB2,119,261,000 as at 30 June 2025. As at 30 June 2025, the Group had bank and other borrowings, convertible bonds and bond payables totaling RMB1,925,266,000 repayable within one year or on demand. In addition, as at 30 June 2025, the Group had overdue bank and other borrowings and bonds payable of approximately RMB995,423,000 and RMB585,372,000 respectively.

Further, two bondholders of a corporate bond initiated an arbitration with the Group through the Shanghai Arbitration Commission for the settlement of the outstanding principal of the corporate bond and accrued bond interests in arrears. A freezing order (the “**First Freezing Order**”) was issued by the Changzhou Intermediate People’s Court of Jiangsu Province upon the application by the two bondholders and accordingly, the equity interests of four subsidiaries have been put under the First Freezing Order. As at 30 June 2025, the total principal amount of the corporate bond of RMB329,909,000 (31 December 2024: RMB329,909,000) and accrued bond interests of RMB158,578,000 (31 December 2024: RMB145,817,000) were recognised in bond payables and trade and other payables, respectively. In May 2024, the Shanghai Arbitration Commission issued a judgment requiring Shunfeng Photovoltaic Investment (China) Company Limited (“**Shunfeng Photovoltaic Investments**”) to repay the principal of the 2015 Corporate Bond of approximately RMB329,909,000 and the corresponding interest to the two bondholders. Due to the failure to fulfill the relevant repayment obligations as per Judgment, the two bondholders of the 2015 Corporate Bond applied for the enforcement regarding to the outstanding liabilities to the Court and the Court issued an enforcement notice in September 2024.

Another freezing order (the “**Second Freezing Order**”) was issued by the Changzhou Intermediate People’s Court of Jiangsu Province upon a creditor (the “**Creditor**”) of a bondholder filed a petition with the Changzhou Intermediate People’s Court of Jiangsu Province requesting Shunfeng Photovoltaic Investments to settle the principal amount of RMB142,000,000 of a corporate bond (the “**2016 Corporate Bond**”) and interests of the 2016 Corporate Bond to the Creditors. Certain interests of subsidiaries of the Group have been put under the Second Freezing Order. As at 30 June 2025, the total principal amount of the 2016 Corporate Bond of RMB255,463,000 (31 December 2024: RMB255,463,000) and accrued bond interests of RMB130,732,000 (31 December 2024: RMB120,978,000) were recognised in bond payables and trade and other payables, respectively. In April 2023, Changzhou Intermediate People’s Court of Jiangsu Province issued a judgment requiring Shunfeng Photovoltaic Investment to settle the principal of the 2016 Corporate Bond of RMB142,000,000 and the interest of approximately RMB55,198,000 to the Creditor. The Creditor appealed to the High People’s Court of Jiangsu Province. Up to the date of this report, the above proceedings have not been completed in the High People’s Court of Jiangsu Province.

Lastly, a winding-up petition against the Company (the “**Petition**”) dated 13 February 2025 was filed by the creditor of the other borrowings at the High Court of the Hong Kong Special Administrative Region in connection with the financial obligation of the Company of the outstanding overdue principal amount and accrued interest of HK\$289,100,000 in aggregate. As at 30 June 2025, the total principal amount of RMB157,334,000 (31 December 2024: RMB159,621,000) and accrued interests of RMB122,319,000 (31 December 2024: RMB116,657,000) was recognised in bank and other borrowings and other payables respectively.

However, the Group maintained cash and cash equivalents of approximately RMB3,406,000 as at 30 June 2025 only.

These conditions indicate the existence of material uncertainties that cast a significant doubt on the Group's ability to continue as a going concern. The directors of the Company are undertaking certain measures to improve the Group's liquidity and financial position which are set out in note 1 to the interim financial information. The interim financial information has been prepared on a going concern basis, the validity of which depends on the outcome of these measures, which are subject to inherent uncertainties, including (i) whether the Group is able to complete the possible disposals of the subsidiaries as planned as well as collecting the sale proceeds in accordance with the amount and timing expected by the Group; (ii) whether the Group is able to release the First Freezing Order and the Second Freezing Order of certain subsidiaries which are expected to be disposed by the Group; and (iii) whether the Group is able to negotiate with creditors, banks, financial institutions and bondholders for alternative refinancing and/or extension of the due dates. We were unable to obtain sufficient appropriate evidence as to the likelihood, or otherwise, of these measures being successful. We considered that the material uncertainties have been adequately disclosed in the interim financial information. In absence of sufficient appropriate evidence of the above, we were unable to ascertain whether the use of the going concern assumption in the preparation of the condensed consolidated financial statements is appropriate.

## **DISCLAIMER OF CONCLUSION**

We do not express a conclusion on the interim financial information of the Group. Because of the significance of the matters described in the Basis for Disclaimer of Conclusion section of our report, we have not been able to obtain sufficient appropriate evidence to provide a basis for a conclusion on the interim financial information.”

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

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

## **SUFFICIENCY OF PUBLIC FLOAT**

Based on the information that is publicly available to the Company and within the knowledge of the Directors, as at the date of this announcement, the Company has maintained the prescribed public float of not less than 25% of the issued Shares as required under the Listing Rules for the Period.

## **PUBLICATION OF INTERIM RESULTS AND INTERIM REPORT**

This interim results announcement containing the relevant information required by the Listing Rules is published on the websites of the Hong Kong Stock Exchange ([www.hkexnews.hk](http://www.hkexnews.hk)) and the Company (<http://www.sfcegroup.com>). The interim report of the Company for the Period containing all the information as required by the Listing Rules will be disseminated to the Shareholders electronically (or in hard copy upon request) and made available for review on the aforementioned websites in due course.

## DEFINITIONS

In this announcement, unless the context otherwise requires, the following terms shall have the following meanings:

“Audit Committee”	the audit committee of the Board
“Board”	the board of director(s) of the Company
“Company”	Shunfeng International Clean Energy Limited
“Corporate Governance Code”	the Corporate Governance Code contained in Appendix C1 to the Listing Rules
“Directors(s)”	the director(s) of the Company
“Group”	the Company and its subsidiaries
“HKD” or “HK\$”	Hong Kong dollars, the lawful currency of Hong Kong
“Hong Kong”	the Hong Kong Special Administrative Region of the PRC
“Hong Kong Stock Exchange”	The Stock Exchange of Hong Kong Limited
“Listing Rules”	the Rules Governing the Listing of Securities on the Hong Kong Stock Exchange
“Model Code”	the Model Code for Securities Transactions by Directors of Listed Issuers contained in Appendix C3 to the Listing Rules
“MW”	megawatt, which equals one million watts
“MWh”	megawatt hour
“Period”	six months ended 30 June 2025
“PRC” or “China”	the People’s Republic of China
“RMB”	Renminbi, the lawful currency of the PRC
“Share(s)”	ordinary share(s) of HK\$0.01 each in the share capital of the Company

“Shareholder(s)”                      shareholder(s) of the Company

“we”, “our” or “us”                      the Company or the Group (as the context requires)

By order of the Board  
**Shunfeng International Clean Energy Limited**  
**Wang Yu**  
*Chairman*

Hong Kong, 29 August 2025

*As at the date of this announcement, the executive Directors are Mr. Wang Yu and Mr. Qiu Bo; and the independent non-executive Directors are Mr. Zhao Yuwen, Mr. Kwong Wai Sun Wilson and Ms. Tse Wan Joyce.*