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## 2. Key Financial Information

Indicate by tick mark whether there is any retrospectively restated datum in the table below.

Yes  No

Reason for retrospective restatement:

Change to accounting policies

	H1 2023	H1 2022		Change (%)
		Before	Restated	Restated
Operating revenue (RMB)	10,472,061,171.94	16,895,470,276.81	16,895,470,276.81	-38.02%
Net profit attributable to the listed company's shareholders (RMB)	-193,240,232.33	172,818,438.83	173,266,442.52	-211.53%
Net profit attributable to the listed company's shareholders before exceptional gains and losses (RMB)	-891,594,370.41	-742,356,181.71	-741,908,178.02	-20.18%
Net cash generated from/used in operating activities (RMB)	-201,550,105.24	-421,259,506.73	-421,259,506.73	52.16%
Basic earnings per share (RMB/share)	-0.0803	0.0718	0.0720	-211.53%
Diluted earnings per share (RMB/share)	-0.0803	0.0718	0.0720	-211.53%
Weighted average return on equity (%)	-2.55%	1.87%	1.87%	-4.42%
	30 June 2023	31 December 2022		Change (%)
		Before	Restated	Restated
Total assets (RMB)	38,925,419,822.05	38,016,368,073.05	38,027,575,163.66	2.36%
Equity attributable to the listed company's shareholders (RMB)	7,522,168,237.68	764,039,9721.99	7,641,975,956.16	-1.57%

Reason for change to accounting policies and correction of accounting errors:

On 30 November 2022, the Ministry of Finance issued Interpretation No. 16 for the Accounting Standards for Business Enterprises, which stipulates the “accounting treatments for deferred income taxes associated with assets and liabilities arising from a single transaction to which the initial recognition exemption does not apply”, effective for the Company as of 1 January 2023. For lease liabilities and right-of-use assets recognised at the beginning of the earliest period of financial statement presentation in which the provision is first implemented that give rise to taxable temporary differences and deductible temporary differences as a result of a single transaction to which the provision applies, the Company has adjusted the cumulative effect to retained earnings at the beginning of the earliest period of financial statement presentation and other relevant financial statement items in accordance with the said provision and Accounting Standard No. 18 for Business Enterprises—Income Tax.

## 3. Shareholders and Their Holdings as at the End of the Reporting Period

Unit: share

Number of ordinary shareholders	85,260	Number of preferred shareholders with resumed voting rights (if any)	0			
Top 10 shareholders						
Name of shareholder	Nature of shareholder	Shareholding percentage	Number of shares	Restricted shares	Shares in pledge, marked or frozen	
					Status	Shares
OVERSEAS CHINESE TOWN HOLDINGS COMPANY	State-owned legal person	21.75%	523,746,932	0		
CITIC SECURITIES BROKERAGE (HONG KONG) CO., LTD.	Foreign legal person	7.48%	180,001,110	0		
WANG JINGFENG	Domestic natural person	4.15%	100,000,000	0		
GUOYUAN SECURITIES BROKER (HK) CO., LTD.	Foreign legal person	2.45%	58,927,225	0		
HOLY TIME GROUP LIMITED	Foreign legal person	2.38%	57,289,100	0		
GAOLING FUND,L.P.	Foreign legal person	2.19%	52,801,250	0		
NAM NGAI	Foreign natural person	0.96%	23,000,000	0		
CHINA MERCHANTS SECURITIES (HK) LIMITED	State-owned legal person	0.80%	19,314,220	0		
BOCOM INTERNATIONAL SECURITIES LIMITED	Foreign legal person	0.78%	18,896,037	0		
ZHANG SUFEN	Domestic natural person	0.55%	13,360,000	0		
Related or acting-in-concert parties among shareholders above	Happy Bloom Investment Limited, a wholly-owned subsidiary of the Company's first majority shareholder Overseas Chinese Town Holdings Company (OCT Group), holds 180,001,110 and 18,360,000 ordinary shares in the Company respectively through CITIC Securities Brokerage (Hong Kong) Co., Ltd. and China Merchants Securities (HK) Limited. Happy Bloom Investment Limited and OCT Group are parties acting in concert. Other than that, it is unknown whether the other shareholders are related parties or acting-in-concert parties or not.					
Shareholders conducting margin trading (if any)	Wang Jingfeng holds 100,000,000 A-shares in the Company through his securities account for customer credit trading guarantee in Guotai Junan Securities Co., Ltd.					

#### 4. Change of Controlling Shareholder or Actual Controller in Reporting Period

Change of the controlling shareholder in the Reporting Period:

Applicable  Not applicable

The controlling shareholder remained the same in the Reporting Period.

Change of the actual controller in the Reporting Period:

Applicable  Not applicable

The actual controller remained the same in the Reporting Period.

#### 5. Number of Preferred Shareholders and Shareholdings of Top 10 of Them

Applicable  Not applicable

No preferred shareholders in the Reporting Period.

## 6. Outstanding Bonds at the Date when this Report Was Authorized for Issue

√ Applicable □ Not applicable

### (1) Basic Information of Bonds

Name	Abbr.	Code	Issue date	Due date	Bonds balance (RMB'0,000)	Coupon rate
Privately placed corporate bonds in 2021 of Konka Group Co., Ltd (Tranche I)	21 Konka 01	114894	8 January 2021	8 January 2024	100,000.00	4.46%
Privately placed corporate bonds in 2021 of Konka Group Co., Ltd (Tranche II)	21 Konka 02	133003	21 May 2021	21 May 2024	50,000.00	4.00%
Privately placed corporate bonds in 2021 of Konka Group Co., Ltd (Tranche III)	21 Konka 03	133040	9 July 2021	9 July 2024	80,000.00	3.95%
Corporate bonds publicly offered to professional investors in 2022 of Konka Group Co., Ltd. (Tranche I) (Variety I)	22 Konka 01	149987	14 July 2022	14 July 2025	120,000.00	3.23%
Privately placed corporate bonds offered to professional investors in 2022 of Konka Group Co., Ltd (Tranche I) (Variety I)	22 Konka 03	133306	8 September 2022	8 September 2025	60,000.00	3.30%
Privately placed corporate bonds offered to professional investors in 2022 of Konka Group Co., Ltd (Tranche II)	22 Konka 05	133333	18 October 2022	18 October 2025	60,000.00	3.50%

### (2) Financial Indicators as at the End of the Reporting Period

Item	30 June 2023	31 December 2022
Debt/asset ratio	78.93%	77.74%
	H1 2023	H1 2022
EBITDA-to-interest cover (times)	0.89	1.72

### Part III Significant Events

During the Reporting Period, the Company focused on the core businesses of "Consumer Electronics + Semiconductor", adhered to professional platform-based operation, implemented lean management, advocated long-term value and worked to improve its financial results. Also, efforts were made to strengthen competitiveness in the market and accelerate the transformation from "Konka Electronics" to "Konka Technology". The Company, during the Reporting Period, promoted business restructuring by optimising part of non-core business which failed to coordinate with the main business and had low gross margin. The scale of the industry trade business dropped significantly year-on-year, resulting in a certain decrease of the Company's operating revenue. Affected by the following factors, the Company recorded a net loss attributable to its shareholders in the first half of 2023:

(I) The gross margin of the colour TV business declined year-on-year, due to shrunken industry scale, increased cost of the supply chain, the product sales structure in the adjustment phase.

1. The domestic scale of the colour TV industry kept decreasing. The recovery of the domestic scale of the colour TV industry in the first half of 2023 did not meet expectations. Due to the decreased market scale, both the revenue and total gross margin of the Company's colour TV business in China fell year-on-year in the first half of 2023.

2. The increased cost of the upstream supply chain led to a decrease in the Company's gross margin

in the colour TV OEM business: The first half of 2023 witnessed an increase in the income scale of the Company's colour TV OEM business. Nevertheless, the orders delivered in the period suffered from decreased gross margin, due to the increased cost of the upstream supply chain, which resulted in a decrease in the total gross margin of the Company's OEM business.

3. The product sales structure of colour TVs is in the adjustment phase. In order to keep up with market demands, for the colour TV business, the Company is gradually adjusting its product planning and sales strategies toward highly frequent demands, such as big screens, high fresh rates, and new display technologies. (Big screens are bigger than 65 inches (inclusive). High fresh rates exceed 120Hz (inclusive). Examples of new display technologies are Micro LEDs and Mini LEDs.) Even so, the sales scale and total gross margin of the colour TV business were influenced, as new colour TV products were in the introduction phase and marketing strategies were in the adjustment phase in the first half of 2023.

(II) The Company's semiconductor business was still at the initial phase of industrialisation during the Reporting Period. In other words, the output did not meet the requirements in scale and benefits, which affected the Company's overall operating profit.

(III) Income was gained from the Company's projects in the industrial parks in Shangrao City, Jiangxi Province, Shaoxing City, Zhejiang Province, and Yibin City, Sichuan Province in the first half of 2023. The Company reduced its business in industrial parks in this period, in combination of its development strategies and the macro-economic environment. Therefore, the relevant income decreased year-on-year.

The Board of Directors  
Konka Group Co., Ltd.  
25 August 2023