

Nanjing Putian Telecommunications Co., Ltd.

Annual Report 2024

[April 2025]

Annual Report 2024

Section I Important Notes, Contents and Interpretations

The Board of Directors, Board of Supervisors, directors, supervisors and senior executives of the Company guarantee the truthfulness, accuracy and completeness of the Annual Report, and ensure that there are no false records, misleading statements or major omissions, and they will be held individually and jointly liable for any legal liability that may arise.

Shen Xiaobing, the person in charge of the Company, and Zhang Jie, the person in charge of accounting, and Zhang Jingxia, the person in charge of the accounting firm (accounting supervisor), declare that: they guarantee the truthfulness, accuracy and completeness of the financial statements in the Annual Report. All directors attended the board meeting at which this Annual Report was considered.

This Annual Report contains forward-looking statements concerning future plans such as the Company's business plan. It is important to note that these statements are not intended to constitute a substantive commitment to investors, and investors and related parties should exercise sufficient risk awareness and carefully consider the differences among plans, forecasts, and commitments.

In “Section III Discussion and Analysis of the Management Team”, the Company has provided an analysis of the potential risks that may affect the

Company's development. We encourage investors to review this section carefully.

The Company planed not to distribute cash dividends and bonus shares, or increase its share capital from provident fund.

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Contents of Documents for Future Reference

(I) Financial statements containing the signatures and seals of the person in charge of the Company, the person in charge of accounting work and the person in charge of the accounting firm (accounting supervisor).

(II) The original audit report containing the seal of the accounting firm and the signatures and seals of the certified public accountants.

(III) The originals of all Company documents and announcements publicly disclosed during the reporting period.

Interpretations

Term	means	Interpretation
The Company, Company	means	Nanjing Putian Telecommunications Co., Ltd.
CETC	means	China Electronics Technology Group Corporation
CETC Glarun	means	CETC Glarun Group Co., Ltd.
Southern Telecom	means	Nanjing Southern Telecom Co., Ltd. (a holding subsidiary of the Company)
Putian Telege	means	Nanjing Putian Telege Intelligent Building Ltd. (a holding subsidiary of the Company)
Putian Datang	means	Nanjing Putian Datang Information Electronics Co., Ltd. (a holding subsidiary of the Company)

Section II Company Profile and Main Financial Indicators

I. Company information

Stock abbreviation	NTX B	Stock code	200468
Stock exchange	Shenzhen Stock Exchange		
Chinese name	南京普天通信股份有限公司		
Chinese abbreviation	南京普天		
English abbreviation (if any)	Nanjing Putian Telecommunications Co., Ltd.		
Legal representative	Shen Xiaobing		
Registered address	No.8 Fenghui Avenue, Yuhua Economic Development Zone, Nanjing		
Postal code	210039		
Changes of the Company's registered address	When the Company was established in 1997, its registered address was Building 1 on the west side of Ericsson in Jiangning Economic and Technological Development Zone, Nanjing; In 2003, the registered address of the Company was changed to No.58 Qinhuai Road, Jiangning Economic and Technological Development Zone, Nanjing; In 2021, the registered address of the Company was changed to No.8 Fenghui Avenue, Yuhua Economic Development Zone, Nanjing		
Office address	Putian Technology Pioneer Park, No.8 Fenghui Avenue, Yuhuatai District, Nanjing City, Jiangsu Province		
Postal code	210039		
Website	www.postel.com.cn		
E-mail	securities@postel.com.cn		

II. Contact persons and contact information

	Secretary of the Board of Directors	Securities representative
Name	Li Jing	Dai Yuan
Address	Putian Technology Pioneer Park, No.8 Fenghui Avenue, Yuhuatai District, Nanjing City, Jiangsu Province	Putian Technology Pioneer Park, No.8 Fenghui Avenue, Yuhuatai District, Nanjing City, Jiangsu Province
Tel.	86-25-69675805	86-25-69675865
Fax	86-25-52416518	86-25-52416518
E-mail	lijing@postel.com.cn	daiyuan@postel.com.cn

III. Location of information disclosure and provision

Website of the stock exchange where the Company discloses its annual report	Shenzhen Stock Exchange (http://www.szse.cn)
Names and websites of the media in which the Company discloses its annual report	Securities Times, Shanghai Securities News, CNINFO (http://www.cninfo.com.cn)
Place where the Annual Report of the Company is prepared	Office of the Board of Directors of the Company

IV. Changes in registration

Unified social credit code	91320000134878054G
Changes in the main business of the Company since its listing (if any)	No change
Changes of controlling shareholders (if any)	When the Company was established in 1997, its controlling shareholder was China Post and Telecommunications Industry Corporation (later renamed China Potevio Information Industry Group Corporation and China Potevio Information Industry Group Co., Ltd. successively) In 2005, China Potevio Information Industry Group Corporation transferred all its shares to China Potevio Information Industry Co., Ltd. free of charge, and the Company's controlling shareholder was changed to China Potevio Information Industry Co., Ltd. In 2022, China Potevio Information Industry Co., Ltd. transferred all its shares to CETC Glarun Group Co., Ltd. free of charge, and the Company's controlling shareholder was changed to CETC Glarun Group Co., Ltd.

V. Other relevant information

Accounting firms engaged by the Company

Name of the accounting firm	WUYIGE Certified Public Accountants LLP
Office address of the accounting firm	Room 2206, Floor 22, No.1 Zhichun Road, Haidian District, Beijing
Names of the signing accountants	Wan Fangquan, Guo Zhigang

Sponsor engaged by the Company to perform continuous supervision duties during the reporting period

☐Applicable ☒Not applicable

Financial consultant engaged by the Company to perform continuous supervision duties during the reporting period

☒Applicable ☐Not applicable

Name of financial advisor	Office address of financial advisor	Names of financial advisor sponsors	Period of continuous supervision
Minsheng Securities Co., Ltd.	No. 8 Puming Road, China (Shanghai) Pilot Free Trade Zone	Zhou Junyu, Jia Yezhen	December 27, 2024-December 31, 2025

VI. Main accounting data and financial indicators

Does the Company need to retroactively adjust or restate the accounting data of previous years

☐Yes ☒No

	2024	2023	Increase or decrease in the current year over the previous year	2022
Operating revenue (yuan)	811,670,527.41	818,334,374.30	-0.81%	879,566,048.96
Net profit attributable to shareholders of the listed company (yuan)	11,376,879.14	-16,884,077.62	167.38%	-47,390,545.55
Net profit attributable	-41,338,708.87	-23,157,886.24	-78.51%	-51,234,544.29

to shareholders of the listed company after deducting non-recurring gains and losses (yuan)				
Net cash flow from operating activities (yuan)	-17,196,342.40	-6,017,650.03	-185.77%	-30,726,510.39
Basic earnings per share (yuan/share)	0.05	-0.08	162.50%	-0.22
Diluted earnings per share (yuan/share)	0.05	-0.08	162.50%	-0.22
Weighted average return on net assets	105.34%	-124.58%	229.92%	-114.39%
	By the end of 2024	By the end of 2023	Increase or decrease at the end of the current year compared with the end of the previous year	By the end of 2022
Total assets (yuan)	838,023,763.76	826,241,412.27	1.43%	891,390,055.62
Net assets attributable to shareholders of the listed company (yuan)	14,351,013.02	5,111,258.66	180.77%	21,995,336.28

The lower of the Company's net profit before and after deduction of non-recurring profits and losses for the last three fiscal years is negative, and the audit report for the latest year shows that there is uncertainty about the Company's ability to continue as a going concern

☐Yes ☒No

The lower of the Company's net profit before and after deduction of non-recurring profits and losses is negative

☒Yes ☐No

Item	2024	2023	Remarks
Operating revenue (yuan)	811,670,527.41	818,334,374.30	-
Deducted amount of operating revenue (yuan)	15,106,674.24	14,689,596.38	-
Amount after deduction of operating revenue (yuan)	796,563,853.17	803,644,777.92	-

VII. Differences in accounting data under domestic and overseas accounting standards

1. Differences in net profits and net assets in the financial reports disclosed in accordance with international accounting standards and in accordance with Chinese accounting standards

☐Applicable ☒Not applicable

During the reporting period, there is no difference between the net profit and net assets in the financial reports disclosed in accordance with international accounting standards and Chinese accounting standards.

2. Differences in net profits and net assets in the financial reports disclosed in accordance with overseas accounting standards and in accordance with Chinese accounting standards

☐Applicable ☒Not applicable

During the reporting period, there is no difference between the net profit and net assets in the financial reports disclosed in accordance with overseas accounting standards and Chinese accounting standards.

VIII. Main quarterly financial indicators

Unit: yuan

	Q1	Q2	Q3	Q4
Operating revenue	146,027,739.45	202,958,501.47	157,284,170.42	305,400,116.07
Net profit attributable to shareholders of the listed company	-5,472,992.17	-3,984,818.37	-11,360,904.32	32,195,594.00
Net profit attributable to shareholders of the listed company after deducting non-recurring profits and losses	-5,904,941.84	-5,992,461.81	-11,504,303.34	-17,937,001.88
Net cash flow from operating activities	-135,208,569.59	12,988,558.68	-42,764,098.25	147,787,766.76

Whether the above financial indicators or the sum of them are significantly different from the relevant financial indicators in the quarterly report and semi-annual report disclosed by the Company

☐Yes ☒No

IX. Items and amounts of non-recurring profits and losses

☒Applicable ☐Not applicable

Unit: yuan

Item	Amount in 2024	Amount in 2023	Amount in 2022	Remarks
Profits and losses on disposal of non-current assets (including the write-off part of the provision for impairment of assets)	1,083,098.78	-134,939.44	506,839.52	
Government subsidies included in the current profits and losses (except those closely related to the Company's normal business operations, and those conforming to national policies, enjoyed according to certain standards, and having a continuous impact on the Company's profits and losses)	368,017.41	1,441,162.29	210,513.19	
Reversal of impairment provision for accounts		3,413,067.60		

receivable separately tested for impairment				
Profit and loss of debt restructuring	1,514,624.88	588,868.84		
Other non-operating revenue and expenses other than the above items	-83,850.26	1,049,278.58	2,896,463.54	
Other profit and loss items that comply with the definition of non-recurring profit and loss	50,832,148.02	717,457.47	817,837.09	
Less: Affected amount of revenue tax	804,895.34	224,119.31	160,760.51	
Affected amount of minority shareholders' equity (after tax)	193,555.48	576,967.41	426,894.09	
Total	52,715,588.01	6,273,808.62	3,843,998.74	--

Details of other profit and loss items that comply with the definition of non-recurring profit and loss:

☒Applicable ☐Not applicable

Other profits and losses that meet the definition of non-recurring profits and losses are mainly income generated from the liquidation of subsidiaries.

Explanation of defining the non-recurring profit and loss items listed in the Explanatory Announcement No.1 on Information Disclosure by Companies with Public Securities Offerings - Non-recurring Profits and Losses as recurring profit and loss items

☐Applicable ☒Not applicable

The Company does not define the non-recurring profit and loss items listed in the Explanatory Announcement No.1 on Information Disclosure by Companies with Public Securities Offerings as recurring profit and loss items.

Section III Discussion and Analysis of the Management Team

I. Industry in which the Company operates during the reporting period

According to data released by the Ministry of Industry and Information Technology, the communications industry achieved steady growth in 2024, with high-quality development progressing solidly. The infrastructure of networks such as 5G and gigabit optical networks has been further improved, and the popularization of various applications continues to deepen, laying a solid foundation for promoting the deep integration of the real economy and the digital economy, and injecting strong momentum into the development of a manufacturing powerhouse, a cyber powerhouse, and a digital China.

The communication equipment manufacturing industry is an important foundation of the communication industry. Driven by national policies, the communication equipment manufacturing industry is generally facing good development opportunities; Additionally, the communication equipment manufacturing industry is a fully competitive industry, with a great many of players in fierce competition.

In terms of smart conferencing products, video conferencing will be deeply integrated with AI, VR/AR technologies to achieve high-definition and immersive meeting experiences, with more complete multi-platform integration and mobility. It will especially accelerate penetration in fields such as finance, healthcare, education, and cross-border collaboration, bringing vast development space to the Company's video conferencing products. China is actively promoting the construction of network infrastructure, improving network bandwidth and signal technology to ensure smooth and stable video conferencing. Additionally, cloud computing-related policies encourage integration with various industries, promoting the development of cloud video conferencing, all of which provide solid support for the continued advancement of the video conferencing industry.

In terms of smart cabling products, the expansion of data centers and cloud computing drives the popularization of optical fiber cabling. The rise of smart buildings has prompted integrated cabling systems to incorporate more sensors and control units to achieve building automation. Wireless technologies such as Wi-Fi6 and 5G integration will provide a seamless connection experience. The "East-to-west Computing Resource Transfer Project" optimizes layout, promotes coordinated linkages, and enhances the overall national computing power. Demand for cabling in ultra-large data centers has surged, with high-speed optical fibers and intelligent management systems becoming mainstream, offering new opportunities and broader market demand for the Company's integrated cabling and supporting data center products.

In terms of smart lighting products, with the implementation of the national "carbon emissions peak and carbon neutrality" strategy and the promotion of smart city construction, as well as the rapid development of technologies such as the Internet of Things, big data, and artificial intelligence, smart lighting products will become more intelligent, automated, and personalized. The networking of streetlights has become fundamental urban governance infrastructure with vast market potential. The Company's grid-connected and solar energy streetlight controller products and integrated solutions based on the Internet of Things have promising development prospects.

II. Major business of the Company during the reporting period

As one of the important providers of products and solutions in the field of information and communication in China, the Company has adhered to the strategy of "products + solutions + services" and constantly accelerated product innovation, industrial restructuring, and transformation and upgrading. In accordance with the

development strategy centered on the “3+1” industrial mainline, the Company actively integrates into the industrial segment of the CETC cyber information system, focusing on the development of communication network infrastructure, multimedia communication products and integration business, while continuously strengthening its capabilities in smart lighting products and precision manufacturing business. In the communication network infrastructure business, emphasis is placed on the development of products such as smart cabling and data center equipment rooms, striving to become a mainstream brand in high-reliability system integrated cabling applications; in multimedia communication products and integration business, focus is on sustained R&D investment in the field of multimedia communication and innovation in intelligent applications, with business positioning gradually transitioning to “smart conferencing” to help the Company seize opportunities in the spatial intellectualization industry; in the smart lighting product business, emphasis is placed on developing IoT-based smart lighting systems, solar and grid-connected controllers; in the precision manufacturing business, focus is on promoting a comprehensive upgrade of manufacturing equipment and process technology, gradually improving capabilities in precision sheet metal and precision manufacturing business.

The Company and its subsidiaries mainly operate in sectors such as smart conferencing, smart cabling, and smart lighting. Their key products include multimedia communication and application solutions, integrated smart building solutions, IoT-based grid-connected and solar energy streetlight control systems, etc. These products primarily serve large central enterprises, government bodies, and customers from industries such as finance, electric power, and healthcare.

The subsidiary Southern Telecom mainly offers multimedia communication and application solutions to central enterprises and large and medium industry customers in the fields of government, finance, and medical care; Its subsidiary Telege mainly provides customers with mid-to-high-end integrated cabling and smart building system solutions; the subsidiary Putian Datang mainly provides customers with grid-connected and solar energy streetlight controllers, and IoT-based smart streetlight management and control solutions.

The Company mainly obtains business opportunities by participating in project bidding. It designs, manufactures or purchases equipment required by customers according to project requirements, and is responsible for installation, commissioning and system integration, and realizes profits after deducting cost according to contract prices. The Company's operating performance is mainly affected by the capital expenditure, information technology investments and bidding results of central enterprises, government agencies, financial institutions, customers from the rail traffic industry and other industries, as well as fluctuations in raw material prices and changes in other costs.

III. Analysis of core competitiveness

1. Marketing ability

The Company consistently adopts a market-oriented approach, has established a robust marketing network, and has extensive experience serving sectors including central enterprises, government bodies, and customers from industries such as finance, rail transit, electric power, healthcare, and internet. Moreover, the Company has set up offices in major cities including Beijing, Xi'an, Shanghai, Chengdu, Wuhan, and Shenzhen, assembling localized marketing teams including the sales, technical, and business teams to offer customers professional and in-depth services.

2. Product competitiveness

The Company staunchly adheres to an innovation-driven strategy, systematically intensifying the R&D of novel products to elevate its core competencies. The Company has more than 20 years of rich professional and

technical service experience in the field of smart video conferencing; By virtue of independent R&D, its self-developed products have been widely recognized by industrial customers such as central enterprises, government, financial institutions, and medical institutions. Its smart cabling products are positioned in the high-end market. It provides premium-quality solutions for integrated cabling and intelligent building systems. Exhibiting robust competitive advantages in market sales and product technical standards, these products have emerged as reputable proprietary substitutes for international brands. In the field of smart lighting, the Company has been deeply engaged in developing energy-efficient controller systems, primarily offering customers advanced smart streetlight solutions integrating IoT-based solar energy and grid-connected streetlight controllers. It has established a complete system that encompasses R&D, manufacturing, and large-scale sales.

During the reporting period, the Company filed for 23 new patents, including 9 invention patents and 14 utility model patents, and submitted 20 new software copyrights. It received approval for 20 new patents and secured 19 new software copyrights, participated in drafting 4 national and 2 industry standards. Southern Telecom was recognized as an Innovative Small and Medium-sized Enterprise of Jiangsu Province and received Nanjing's Digital Economy ITSS Certification; Putian Telege was awarded the national-level "SME Giant" title for specialized, refined, characteristic, and innovative enterprises; Putian Datang was recognized as a specialized, refined, characteristic, and innovative SME of Jiangsu Province.

3. Brand influence

The Company, a subsidiary of a state-owned enterprise, operates within the information and communications sector. Southern Telecom offers a series of video conferencing products such as Ruijing and Ruizhi, and enjoys a high reputation in China; Putian Telege has earned the prestigious distinction of being recognized as a famous brand of integrated cabling products in Jiangsu Province, as well as a renowned provincial trademark. Securing the "Top Ten Integrated Cabling Brands" award for 20 consecutive years, Putian Telege underscores its leadership in substituting imports within the industry; Putian Datang holds significant brand influence in the energy-saving control domain.

IV. Analysis of main business

1. Overview

The year 2024 is a critical year for the implementation of the 14th Five-Year Plan, a key year for fully implementing the guiding principles of the Third Plenary Session of the 20th Central Committee of the Communist Party of China, and a year in which the Company continued integrating into CETC Glarun and expanded steadily. Facing multiple challenges such as market competition, the Company strengthened strategic management, continuously enhanced its development strategy, scientifically coordinated various resources, effectively implemented key tasks, and made firm strides in the process of high-quality development. With the goal of becoming stronger and more specialized, the Company grasped industry development trends, optimized industrial layout, promoted synergistic development, and shaped core and comparative advantages; focusing on promoting high-quality development, it adhered to a goal-oriented approach and further refined and deepened reform; using the resolution of practical problems as an opportunity, it promoted the governance of loss-making enterprises, coordinated development and security, and actively prevented and resolved major risks; with an emphasis on consolidating foundations, it accelerated the improvement of management capabilities, strengthened the management closed loop, and focused on solving fundamental problems that restrict the implementation of reform and transformation initiatives.

During the reporting period, the Company achieved operating revenue of 811.6705 million yuan and net profit attributable to shareholders of the Listed Company of 11.3769 million yuan, ceasing to lose and beginning to turn out a profit compared to the same period of the previous year.

Development of main business during the reporting period:

The Company targeted its main responsibility and business direction in the information and communication field, focusing on the industrial lines of “communication network infrastructure, multimedia communication products and integration, smart lighting products,” leveraging the advantages of the CETC platform, optimizing industrial layout, and striving to become a professional supplier in the information and communication field and a professional service provider in high-reliability application fields.

In terms of smart conferencing products, the Company focused on promoting the intelligent upgrade and transformation of two major businesses: video conferencing and conference room integration. The Company accelerated independent product R&D. The Ruijing Information Release System was successfully adapted to multiple projects and put into operation, further enhancing the Company’s customization service capabilities in video conferencing and information release systems. The Company effectively advanced key ongoing projects such as the “PipeChina” and the “Hubei Centralized Control Center.” Additionally, it kept pace with major projects of the financial industry and central state-owned enterprises, achieving breakthroughs in projects of China Post Group and China CITIC Bank, and implemented projects of SINOMACH and Air China.

In terms of smart cabling products, the Company seized the trend of domestic substitution and strived to capture the replacement market of imported products in high-end industries, with key breakthroughs in industries such as finance, airports, and healthcare, resulting in pilot cases such as the MPO pre-terminated cabling project of a command center. The Company actively explored domestic substitution of raw materials and cross-price-tier substitution through research on material performance, improvements in production processes, and optimization of production flows. During the reporting period, the Company completed R&D on projects including the 800G-1.6T optical cabling system, new-generation smart cabling system and integrated cabling management platform, and integrated cabling systems for industrial internet and industry applications. The 400G/800G and MPO pre-terminated products were successfully applied in the renovation project of the intelligent computing center of SINOPEC Geophysical Research Institute and the big data computing center project of INESA. The Company has won the “Top 10 Integrated Cabling Brands” award for 20 consecutive years.

In terms of smart lighting products, the Company made its first breakthrough into the operator market, winning bids for projects such as “Standardized Streetlight Product Procurement of China Tower Anhui Branch” and “Centralized Procurement of Streetlight Controller Products of China Unicom.” It also broke into new areas of the overseas market, working with Lopu to successfully implement smart streetlight projects in Ethiopia and other international businesses. New smart lighting technologies and products filled market gaps in specific segments. The smart lighting monitoring terminal and residential energy storage MPPT controller have entered user trials. The streetlight lighting system energy storage controller successfully passed product acceptance and testing by CECEP and several other clients.

2. Revenue and costs

(1) Composition of operating revenue

Unit: yuan

	2024		2023		Year-on-year increase or decrease
	Amount	Proportion to operating revenue	Amount	Proportion to operating revenue	

Total operating revenue	811,670,527.41	100%	818,334,374.30	100%	-0.81%
Industry					
Communication industry	718,852,729.35	88.56%	717,049,035.96	87.62%	0.25%
Electrical industry	92,817,798.06	11.44%	101,285,338.34	12.38%	-8.36%
Product					
Integrated cabling products - operating revenue	334,845,850.46	41.25%	368,898,076.14	45.08%	-9.23%
Video conferencing products - operating revenue	300,755,072.54	37.05%	253,011,367.56	30.92%	18.87%
Smart electrical products - operating revenue	92,817,798.06	11.44%	101,285,338.34	12.38%	-8.36%
Communication infrastructure products and others - operating revenue	107,049,684.20	13.19%	121,645,917.73	14.87%	-12.00%
Internal offset	-23,797,877.85	-2.93%	-26,506,325.47	-3.24%	10.22%
Region					
China	811,670,527.41	100.00%	818,334,374.30	100.00%	-0.81%
Sales mode					
Direct selling	521,098,366.54	64.20%	477,217,979.91	58.32%	9.20%
Distribution	290,572,160.87	35.80%	341,116,394.39	41.68%	-14.82%

(2) The industries, products, regions and sales modes that account for more than 10% of the Company's operating revenue or operating profit

☒Applicable ☐Not applicable

Unit: yuan

	Operating revenue	Operating cost	Gross profit margin	Operating revenue increased or decreased over the same period of the previous year	Operating costs increased or decreased over the same period of the previous year	Gross profit margin increased or decreased over the same period of the previous year
Industry						
Communication industry	718,852,729.35	562,392,193.50	21.77%	0.25%	3.35%	-2.34%
Electrical industry	92,817,798.06	72,832,536.55	21.53%	-8.36%	-3.54%	-3.92%
Product						
Integrated cabling products - operating revenue	334,845,850.46	267,961,776.54	19.97%	-9.23%	-7.37%	-1.61%
Video	300,755,072.54	234,722,390.99	21.96%	18.87%	28.69%	-5.95%

conferencing products - operating revenue						
Smart electrical products - operating revenue	92,817,798.06	72,832,536.55	21.53%	-8.36%	-3.54%	-3.92%
Communication infrastructure products and others - operating revenue	107,049,684.20	82,169,492.12	23.24%	-12.00%	-15.06%	2.77%
Internal offset	-23,797,877.85	-22,461,466.15	5.62%	10.22%	7.31%	-2.97%
Region						
China	811,670,527.41	635,224,730.05	21.74%	-0.81%	2.51%	-2.53%
Sales mode						
Direct selling	521,098,366.54	405,517,677.46	22.18%	9.20%	13.70%	-3.09%
Distribution	290,572,160.87	229,707,052.59	20.95%	-14.82%	-12.67%	-1.94%

When the statistical range of the Company's main business data is adjusted during the reporting period, the Company's main business data according to the range adjusted at the end of the reporting period in the latest year is

☐Applicable ☒Not applicable

(3) Whether the Company's physical sales revenue is greater than the labor service revenue

☒Yes ☐No

Industry	Item	Unit	2024	2023	Year-on-year increase or decrease
Communication industry	Sales	Yuan	718,852,729.35	717,049,035.96	0.25%
	Production	Yuan	714,080,282.13	682,850,852.71	4.57%
	Inventory	Yuan	87,136,190.30	91,908,637.52	-5.19%
Electrical industry	Sales	Yuan	92,817,798.06	101,285,338.34	-8.36%
	Production	Yuan	91,673,260.78	91,742,061.29	-0.07%
	Inventory	Yuan	0.00	30,790,140.74	-100.00%

Explanation of the reasons why the relevant data changed by more than 30% year-on-year

☒Applicable ☐Not applicable

During the reporting period, the Company transferred its equity in its subsidiary Nanjing Nanman Electrical Co., Ltd. to external parties. Therefore, by the end of the period, the Company had no inventory in the electrical industry.

(4) The performance of major sales contracts and major purchase contracts signed by the Company as of the reporting period

☒Applicable ☐Not applicable

The performance of signed major sales contracts as of the reporting period

☑Applicable ☐Not applicable

Unit: 10,000 yuan

Underlying asset of the Contract	Counter party	Total contract price	Total amount performed	Performed amount of the reporting period	Amount to be performed	Is the performance normal	Explanation of abnormal contract performance	Sales revenue recognized in this period	Cumulative sales revenue recognized	Collection of accounts receivable
2024–2025 centralized procurement of video conferencing equipment by China Oil & Gas Pipeline Network Corporation	China Oil & Gas Pipeline Network Corporation	8,604.37	8,604.37	8,604.37	0	Yes	-	7,582.25	7,614.49	a payment of 78.9876 million yuan has been received.

The performance of signed major sales contracts as of the reporting period

☐Applicable ☑Not applicable

(5) Composition of operating costs

Industry

Unit: yuan

Industry	Item	2024		2023		Year-on-year increase or decrease
		Amount	Proportion to operating costs	Amount	Proportion to operating costs	
Communication industry	Cost of main business - raw material cost (procurement cost)	514,103,961.41	80.93%	487,513,256.43	78.67%	5.45%
Communication industry	Cost of main business - other	33,073,571.90	5.21%	47,878,388.54	7.73%	-30.92%
Communication industry	Cost of other business	14,718,160.19	2.32%	8,788,579.04	1.42%	67.47%
Electrical industry	Cost of main business - raw material cost (procurement cost)	64,559,001.70	10.16%	64,837,890.33	10.46%	-0.43%

Electrical industry	Cost of main business - other	8,273,534.85	1.30%	10,004,446.97	1.61%	-17.30%
Electrical industry	Cost of other business	496,500.00	0.08%	662,547.36	0.11%	-25.06%
Total	Operating cost	635,224,730.05	100.00%	619,685,108.67	100.00%	2.51%

Remarks

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(6) Whether the consolidation scope changed during the reporting period☒Yes ☐No

See the section "Changes in the scope of consolidation" in the notes to the financial statements in the full text of the annual report.

(7) Major changes or adjustments in the business, products or services of the Company during the reporting period☐Applicable ☒Not applicable**(8) Main customers and suppliers**

Main sales customers of the Company

Total sales amount of the top five customers (yuan)	177,360,095.52
Proportion of total sales amount of the top five customers to total annual sales amount	21.85%
Proportion of related party sales of the top five customers' sales to the total annual sales	7.88%

Information of the Company's top 5 customers

No.	Customer name	Sales (yuan)	Proportion to total annual sales
1	China Electronics Technology Group Corporation	63,961,197.30	7.88%
2	China Oil & Gas Pipeline Network Corporation	59,630,586.66	7.35%
3	Customer III	19,700,916.51	2.43%
4	PipeChina United Pipelines Co., Ltd.	18,312,162.83	2.26%
5	Hefei Zhichao Electronic Technology Co., Ltd.	15,755,232.22	1.94%
Total	--	177,360,095.52	21.85%

Other information of major customers

☒Applicable ☐Not applicable

China Oil & Gas Pipeline Network Corporation, PipeChina United Pipelines Co., Ltd., and Hefei Zhichao Electronic Technology Co., Ltd. were newly added to the top five customers list.

Major suppliers of the Company

Total purchase amount of the top 5 suppliers (yuan)	192,407,582.37
Proportion of total purchase amount of the top five suppliers to	30.29%

total annual purchase amount	
Proportion of related party purchase amount in the top 5 suppliers' purchase amount to total annual purchase amount	0.00%

Information of the Company's top 5 suppliers

No.	Name of supplier	Purchase amount (yuan)	Proportion to total annual purchase amount
1	Hefei Digital China Co., Ltd.	56,090,930.17	8.83%
2	Supplier II	52,782,336.08	8.31%
3	Supplier III	34,154,251.78	5.38%
4	HP (Chongqing) Co., Ltd.	24,995,098.43	3.93%
5	Jiangsu DongQiang Cables Co., Ltd.	24,384,965.91	3.84%
Total	--	192,407,582.37	30.29%

Other information of major suppliers

☒Applicable ☐Not applicable

Digital China (Hefei) Co., Ltd., HP (Chongqing) Co., Ltd., and Jiangsu DongQiang Cables Co., Ltd. are among the top 5 new suppliers.

3. Expenses

Unit: yuan

	2024	2023	Year-on-year increase or decrease	Description of major changes
Sales expenses	71,756,768.98	76,487,601.27	-6.19%	
Management expenses	62,275,909.90	61,842,896.59	0.70%	
Financial expenses	10,163,792.27	9,397,594.51	8.15%	
Research and development expenses	34,850,835.24	38,022,112.34	-8.34%	

4. Investment in R&D

☒Applicable ☐Not applicable

Name of main R&D project	Project purpose	Project progress	Goals to be achieved	Expected impact on the future development of the Company
800G-1.6T optical fiber wiring system	Develop new products according to customer and market needs	Project acceptance has been completed	Meet customer needs and enrich the Company's product categories.	Expand the Company's product types and enhance product diversity.
New-generation smart cabling system and integrated cabling management platform 2024	Continually iterate offerings based on demands of customers and the market	Project acceptance has been completed	Enrich product portfolios and improve technical parameters of products	Enhance product performance, improve product competitiveness and promote business growth.
Integrated cabling systems for industrial Internet and industrial	Continually iterate offerings based on demands of customers	Project acceptance has been completed	Meet customer needs and enrich the Company's product	Expand the Company's product types, enhance the Company's product

applications	and the market		categories.	diversity, and promote business growth.
Confidential cabinet	Develop new products according to customer and market needs	Project acceptance has been completed	Meet customer needs and enrich the Company's product categories.	Expand the Company's product types, enhance the Company's product diversity, and promote business growth.
High-grade flame-retardant security monitoring cables and dedicated display wires	Optimize and innovate flame-retardant formula design and cable manufacturing processes	Project acceptance has been completed	Meet customer needs and enrich the Company's product categories.	Enhance product performance, improve product competitiveness and promote business growth.
Smart lighting monitoring terminal	Continually iterate offerings based on demands of customers and the market	Project acceptance has been completed	Meet customer needs and enrich the Company's product categories.	Enhance product performance, improve product competitiveness and promote business growth.
High-power MPPT controller	Continually iterate offerings based on demands of customers and the market	Project acceptance has been completed	Meet customer needs and enrich the Company's product categories.	Enhance product performance, improve product competitiveness and promote business growth.
Ruijing conference management systems	Continually iterate offerings based on demands of customers and the market	Project acceptance has been completed	Meet customer needs and enrich the Company's product categories.	Enhance product performance, improve product competitiveness and promote business growth.
Ruijing IoT integrated control system	Enhance the advantages of video conferencing solutions and independently develop new products	Project acceptance has been completed	Meet customer needs and enrich the Company's product categories.	Enhance product performance, improve product competitiveness and promote business growth.
Ruijing information release system	Enhance the advantages of video conferencing solutions and independently develop new products	Project acceptance has been completed	Meet customer needs and enrich the Company's product categories.	Enhance product performance, improve product competitiveness and promote business growth.

R&D personnel of the Company

	2024	2023	Proportion of change
Number of R&D personnel (unit: person)	287	292	-1.71%
Proportion of R&D personnel	39.70%	37.20%	2.50%
Educational levels of R&D personnel			
Bachelor's	179	178	0.56%
Master's	5	5	0.00%
Doctorate	1	0	100.00%
Below Bachelor's	102	109	-6.42%
Age of R&D personnel			

Under 30	64	66	-3.03%
30 ~ 40	140	141	-0.71%
40 ~ 50	66	65	1.54%
Over 50	17	20	-15.00%

R&D investment of the Company

	2024	2023	Proportion of change
R&D investment amount (yuan)	34,850,835.24	38,022,112.34	-8.34%
Proportion of R&D investment to operating revenue	4.29%	4.65%	-0.36%
Amount of capitalized R&D investment (yuan)	0.00	0.00	0.00%
Proportion of capitalized R&D investment to R&D investment	0.00%	0.00%	0.00%

Causes and impacts of major changes in the composition of R&D personnel in the Company

☐Applicable ☒Not applicable

Reasons for significant changes in the proportion of total R&D investment to operating revenue compared with the previous year

☐Applicable ☒Not applicable

Reasons for the significant change of capitalization rate of R&D investment and an explanation of its reasonability

☐Applicable ☒Not applicable

5. Cash flow

Unit: yuan

Item	2024	2023	Year-on-year increase or decrease
Subtotal of cash inflow from operating activities	785,630,524.06	875,872,365.97	-10.30%
Subtotal of cash outflow from operating activities	802,826,866.46	881,890,016.00	-8.97%
Net cash flow from operating activities	-17,196,342.40	-6,017,650.03	-185.77%
Subtotal of cash inflow from investing activities	108,162,382.81	238,830.00	45,188.44%
Subtotal of cash outflow from investing activities	3,407,560.46	4,226,647.07	-19.38%
Net cash flow from investing activities	104,754,822.35	-3,987,817.07	2,726.87%
Subtotal of cash inflow from financing activities	154,800,000.00	170,538,933.34	-9.23%
Subtotal of cash outflow from financing activities	118,210,811.10	160,740,527.52	-26.46%
Net cash flow from financing activities	36,589,188.90	9,798,405.82	273.42%
Net increase in cash and cash	124,150,384.32	-207,061.28	60,058.28%

equivalents			
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Description of the main influencing factors of major year-on-year changes in relevant data

☒Applicable ☐Not applicable

Net cash flow from operating activities decreased year-on-year, mainly due to slowed payments from certain projects during the reporting period.

Inflows from investing activities increased year-on-year, mainly due to cash received from equity sales of Nanman Electrical and Changle during the reporting period.

Net cash flow from financing activities increased year-on-year, mainly due to decreased payments for debt repayment during the reporting period.

The year-on-year increase in net increase in cash and cash equivalents was mainly due to the combined effect of cash flows from operating activities, investment activities and financing activities.

Explain the reasons for the significant difference between the net cash flow generated from the Company's operating activities during the reporting period and the net profit of the current year

☐Applicable ☒Not applicable

V. Analysis of non-main business

☒Applicable ☐Not applicable

Unit: yuan

	Amount	Proportion to total profits	Reasons	Is it sustainable
Return on investment	52,296,543.73	206.82%	Mainly gains from the equity sale of subsidiaries	No
Non-operating revenue	3,583,432.03	14.17%	Mainly the reversal of long-standing unpaid accounts payable	No
Non-operating expenses	3,667,282.29	14.50%	Disposal of advance payments and payment of penalties	No
Asset impairment loss	-14,428,752.85	-57.06%	Loss of inventory depreciation	No
Credit impairment loss	-7,634,385.51	-30.19%	Provision of expected credit losses for accounts receivable, other receivables and bills receivable according to the new financial instrument standards	No

VI. Analysis of assets and liabilities

1. Significant changes in asset composition

Unit: yuan

	By the end of 2024		Early 2024		Increase or decrease in proportion	Description of major changes
	Amount	Proportion to total assets	Amount	Proportion to total assets		

Monetary capital	292,600,989.80	34.92%	178,290,844.21	21.58%	13.34%	
Accounts receivable	293,535,326.34	35.03%	301,618,359.27	36.50%	-1.47%	
Inventories	87,136,190.30	10.40%	122,698,778.26	14.85%	-4.45%	
Investment real estate	5,547,238.47	0.66%	19,127,078.75	2.31%	-1.65%	
Long-term equity investment	10,412,683.37	1.24%	10,412,689.14	1.26%	-0.02%	
Fixed assets	85,757,024.11	10.23%	93,754,100.19	11.35%	-1.12%	
Construction in progress			5,906.53	0.00%	0.00%	
Right-of-use assets	2,447,793.04	0.29%			0.29%	
Short loan	128,127,987.75	15.29%	69,863,323.93	8.46%	6.83%	
Contract liability	24,794,919.13	2.96%	16,720,781.30	2.02%	0.94%	
Long-term loans	70,000,000.00	8.35%	176,011,976.11	21.30%	-12.95%	
Lease liabilities	840,373.96	0.10%			0.10%	

Overseas assets account for a high proportion

☐Applicable ☒Not applicable

2. Assets and liabilities measured at fair value

☒Applicable ☐Not applicable

Unit: yuan

Item	Opening amount	Profits and losses from changes in fair value in the current period	Changes in cumulative fair value included in equity	Impairment accrued in the current period	Purchase amount in the current period	Sales amount in the current period	Other changes	Closing amount
Financial assets								
4. Other equity instrument investments	741,953.00							741,953.00
Subtotal of financial assets	741,953.00							741,953.00
Financing with	32,347,277.62							34,520,299.04

accounts receivable								
Total of the above items	33,089,230.62							35,262,252.04
Financial liabilities	0.00							0.00

Other changes

Whether there were any significant changes in the measurement attributes of the Company's main assets during the reporting period

☐Yes ☒No

3. Restricted asset rights as of the end of the reporting period

(1) Details

Item	Closing book value	Reasons for restriction
Monetary capital	4,272,925.37	Guarantee deposits
Fixed assets	53,832,794.06	Real estate and land mortgage loans
Intangible assets	5,058,028.44	Real estate and land mortgage loans
Total	63,163,747.87	

(2) Other notes

In addition to the above-mentioned assets whose ownership or right to use are restricted, the Company pledged 33.17 million yuan corresponding to the 96.99% equity of its subsidiary, Nanjing Southern Telecom Co., Ltd., to China Potevio Information Industry Co., Ltd. for the purpose of entrusting the finance company to pay the loan to the Company; The parent company, CLP Guorui Group Co., Ltd., provided a guarantee for the Company's loan to China Electronics Technology Finance Co., Ltd., and the Company pledged the corresponding capital contribution of RMB 8 million to the parent company for the 40% equity interest of its subsidiary, Nanjing Putian Tianji Building Intelligence Co., Ltd.; The Company pledged 4 million yuan of capital contribution corresponding to the 40% equity of its subsidiary, Nanjing Putian Datang Information Electronics Co., Ltd., to CETC Financial Leasing Co., Ltd. for the Company's financial leasing business with CETC Financial Leasing Co., Ltd., and the transfer of the equity of the above-mentioned subsidiaries was restricted before the release of the pledge.

VII. Analysis of investment status

1. Overview

☒Applicable ☐Not applicable

Investment amount in the reporting period (yuan)	Investment amount in the same period of the previous year (yuan)	Amplitude of variation
3,690,761.05	3,508,094.97	5.21%

2. Significant equity investments acquired during the reporting period

☐Applicable ☒Not applicable

3. Major ongoing non-equity investments during the reporting period

☐Applicable ☒Not applicable

4. Investment in financial assets**(1) Securities investment**

☐Applicable ☒Not applicable

There was no securities investment during the reporting period.

(2) Derivatives investment

☐Applicable ☒Not applicable

There was no derivative investment during the reporting period.

5. Use of raised funds

☐Applicable ☒Not applicable

There was no use of the raised funds during the reporting period.

VIII. Sale of major assets and equity**1. Sale of major assets**

☐Applicable ☒Not applicable

The Company did not sell any major assets during the reporting period.

2. Sale of major equity

☒Applicable ☐Not applicable

Counterparty	Equity sold	Date of sale	Transaction price (in 10,000 yuan)	Net profit contributed to the Listed Company by the equity from the beginning of the	Impact of the sale on the Company	Proportion of net profit for the Listed Company from equity sale to total net profit	Pricing principle of equity sale	Whether it is a related-party transaction	Relationship with the counterparty	Whether the equity involved has been fully transferred	Whether implemented as planned; if not, reasons and Company actions taken	Date of disclosure	Disclosure index
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				period to the date of sale (in 10,00 0 yuan)							must be explai ned		
Nanji ng Rail Transi t Syste m Engin eering Co., Ltd.	100% equity in Nanji ng Nanm an Electr ical Co., Ltd.	Dece mber 27, 2024	10,68 2.56	289.1 4	Asset dispos al gains of 44.55 91 millio n yuan recog nized	391.6 6%	Agree ment transf er based on valuat ion	Yes	Same contro lling shareh older	Yes	Yes	Nove mber 29, 2024	On Nove mber 29, 2024, the Comp any disclo sed the “Majo r Asset Sale and Relate d- party Trans action Report (Draft)” on CNIN FO

IX. Analysis of the major companies controlled by the Company and companies in which the Company holds an equity stake

☒Applicable ☐Not applicable

Major subsidiaries, and companies in which the Company holds an equity stake and that contribute more than 10% to the Company's net profit

Unit: yuan

Company name	Type of company	Main business	Registered capital	Total assets	Net assets	Operating revenue	Operating profit	Net profit
Nanjing Southern Telecom Co., Ltd.	Subsidiary	Multimedia communicat ion and application solutions	34.2 million yuan	345,486,36 9.89	112,092,74 9.76	301,150,31 0.64	11,308,014. 83	12,926,508. 17
Nanjing Putian Telege	Subsidiary	Developme nt, production	20 million yuan	276,245,04 3.33	113,267,40 6.84	339,404,63 9.09	22,483,756. 03	20,374,028. 68

Intelligent Building Ltd.		and sales of integrated cabling and intelligent building products						
Nanjing Putian Datang Information Electronics Co., Ltd.	Subsidiary	Research and development, production and sales of grid-connected and solar energy streetlight controllers, and production and processing of electronic products	10 million yuan	47,630,037.93	27,049,789.38	28,072,675.64	1,081,946.52	1,104,067.83

Acquisition and disposal of subsidiaries during the reporting period

☒Applicable ☐Not applicable

Company name	Ways of acquiring and disposing subsidiaries during the reporting period	Impact on overall production, operation and performance
Nanjing Nanman Electrical Co., Ltd.	Equity transfer	Investment gains of 44.5591 million yuan recognized
Nanjing Putian Changle Communication Equipment Co., Ltd.	Equity transfer	Investment gains of 6.273 million yuan recognized

Information of major companies controlled by the Company and companies in which the Company holds an equity stake

X. Structured entities controlled by the Company

☐Applicable ☒Not applicable

XI. Prospects for the future development of the Company

In 2025, the Company will fully implement the decisions and arrangements of the Leading Party Group of CETC and the Party Committee of CETC Glarun. It will closely focus on the overall requirement of high-quality development, strengthen Party building as a driving force, coordinate strategic layout, focus on its main responsibilities and businesses, consolidate its core business, and leverage advantages in smart buildings, integrated cabling, data centers, video conferencing, and smart lighting. It will vigorously promote technological innovation, enhance independent R&D capabilities of core products, expand key industry clients, and unleash development potential. It will optimize existing assets, strengthen recovery of accounts receivable and clearing of inventory debts, strictly control costs and expenses, improve business performance, and enhance internal value, fully boosting the Company's high-quality development to a new level.

(I) Key work of the Company in the year:

1. Consolidate core business and explore emerging markets. Focus on key industries and clients such as central state-owned enterprises, finance, power, and healthcare. Actively participate in international projects and seek new opportunities for market development. The Company gives full play of its proprietary strengths in smart cabling, audio-video integration, and energy-saving control to strengthen and enlarge its existing industry markets while actively seeking new industrial customers such as group companies.
2. Adhere to innovation-driven development and stimulate growth potential. Insist on technology innovation as a driving force. Continue increasing investment in key R&D projects and talent recruitment, actively carry out external cooperation, strive to foster new technologies and products, enhance technological competitiveness, and explore new economic growth points.
3. Strengthen budget management and continuously reduce costs and increase efficiency. Conduct “cost control” based on budgeting, regularly perform variance analysis, and promptly adjust budgets and control measures. Optimize the structural system for receivables management, intensify the “reply as required” and “litigate as required” efforts, and strengthen recovering accounts receivable and clearing inventory debts.
4. Improve asset quality and unlock resource potential. Fully revitalize idle and inefficient assets, open new paths for intensive land use, increase asset income channels, and further improve asset utilization efficiency.

(II) Risks that the Company may face during its development:

1. Risks of technology research and development

Given the rapid pace of technological advancement and product evolution in the communications industry, failing to upgrade or transform its existing products and technology platforms in line with market demands, or if its R&D outputs do not align with these demands, could adversely affect its operations.

Countermeasures: The Company will actively monitor industry trends in technology development and adopt a market-oriented approach to technology development and introduction. It places great importance on the organization, planning, and management of product development, expands new product projects, and strives to maintain its technological leadership in the industry.

2. Risks of market competition

The industry where the Company operates is intensely competitive, with numerous companies competing, particularly as national economic growth has slowed, further intensifying competition. Despite having established a competitive advantage in areas such as brand recognition, technology, quality, and marketing through its long-term business development efforts, failure to adapt to future market changes may cause the Company to lose its current advantage in the highly competitive market.

Countermeasures: The Company will continue to leverage its existing advantages to consolidate traditional markets and actively develop premium customers such as central enterprises, government bodies, and customers from the finance, energy, and airports. It aims to strengthen and expand its social industry market, accelerates industrial transformation and upgrading, and cultivates business in strategic emerging sectors. The Company will also continuously strengthen its cost control, and enhance its production and R&D capabilities to promote the rapid development of new products. Furthermore, the Company will keep a close eye on market trends, grasp market information, adjust sales policies in a timely manner, and maintain its competitive edge in the market.

3. Risks associated with the supply and price fluctuations of raw materials

The main raw materials used in the Company's daily production include iron, copper, steel plates, etc. The stability of the supply and price trends of these materials will significantly influence its future production stability and profitability. Although the Company has smooth and sufficient raw material supply channels, changes in the supply-demand structure for these materials could still potentially lead to supply shortages or fluctuations in price and quality, which may negatively impact its product quality, cost efficiency, and profitability.

Countermeasures: The Company intends to transfer or mitigate the impact of rising raw material costs through innovations in technological processes, optimization of product structures, and deepening collaborations with its customers.

4. Risks of cash flow shortage

The Company's products primarily cater to customers such as central enterprises, government bodies, and customers from rail transit and other industries. Due to lengthy approval processes and extended project completion cycles, the Company's sales repayment cycle is elongated, exerting considerable pressure on its cash flow.

Countermeasures: The Company adheres to budget management for funds, ensuring a dynamic balance between cash payments and collections. The Company classifies and collects long-term accounts receivables, while increasing assessment efforts, implementing reward and punishment measures, urging timely recovery of payments, strengthening inventory management, and enhancing inventory liquidity. If necessary, the Company may obtain some working capital financing from financial institutions.

XII. Reception of research, communication, interviews and other activities during the reporting period

☐Applicable ☒Not applicable

During the reporting period, there were no activities such as reception of research, communication and interviews.

XIII. Formulation and implementation of market value management system and valuation enhancement plan

Has the Company formulated a market value management system?

☐Yes ☒No

Has the Company disclosed a valuation enhancement plan?

☐Yes ☒No

XIV. Implementation of the "Dual Enhancement of Quality and Returns" action plan

Has the Company disclosed the "Dual Enhancement of Quality and Returns" action plan announcement?

☐Yes ☒No

Section IV Corporate Governance

I. Overview of corporate governance

In strict accordance with the requirements of the Company Law, Securities Law, Code of Corporate Governance for Listed Companies, Listing Rules of Shenzhen Stock Exchange and other relevant laws and regulations, the Company has built a "three organizations and one team" governance system composed of the Shareholders' Meeting, the Board of Directors, the Board of Supervisors and the management team, forming a governance structure with clearly-defined rights and responsibilities, separate functions and coordinated operation. The Company has improved the internal control system, strengthened internal and external supervision, and enhanced standardized operation. During the reporting period, the Company adhered to the combination of Party organization construction and corporate governance, operated according to law, earnestly safeguarded the legitimate rights and interests of minority shareholders, and promoted its sustained and healthy development.

1. About shareholders and general meetings of shareholders

The Company has developed the Articles of Association in strict accordance with the Company Law, Guidelines for Articles of Association of Listed Companies and other laws and regulations to ensure that all shareholders enjoy equal rights and assume corresponding obligations according to their shares. The convening, holding and voting of general meetings of shareholders are conducted in accordance with the laws and regulations, and internet voting mode is allowed for all shareholders to ensure that all shareholders have the right to know and make decisions on important matters. The decision-making procedures for related party transactions strictly comply with the laws and regulations and the Articles of Association of the Company, and there are no cases of damage to the interests of the Company and unrelated shareholders.

2. About directors and the Board of Directors

The Company elects directors in strict accordance with the selection procedures stipulated in laws and regulations and the Articles of Association. There are 8 members of the Board of Directors, including 3 independent directors. The number and composition of the Board of Directors comply with laws and regulations. The Board of Directors, independent directors and specialized committees of the Board of Directors shall exercise their functions and powers in accordance with laws and regulations and the Articles of Association of the Company, and safeguard the legitimate rights and interests of the Company and all shareholders. All directors abide by laws and regulations and the relevant provisions of the Articles of Association, perform their duties diligently and cautiously, attend board meetings seriously, and give their opinions on matters discussed to ensure the efficient operation and scientific decision-making of the Board of Directors. The convening and holding of board meetings complies with laws and regulations.

3. Supervisors and the Board of Supervisors

The Company elects supervisors in strict accordance with the selection procedures stipulated in laws and regulations and the Articles of Association. There are 3 members of the Board of Supervisors, including 1 employee supervisor. The number and composition of the Board of Supervisors comply with laws and regulations. The Board of Supervisors operates independently, conscientiously performs its duties, inspects the Company's finance status according to laws, supervises the legal compliance of directors and senior executives

in performing their duties, exercises the functions and powers stipulated in the Articles of Association, and safeguards the legitimate rights and interests of the Company and shareholders.

4. Senior executives and incentives

The Company employs senior executives in strict accordance with legal procedures and the Articles of Association of the Company. There are no cases where controlling shareholders, actual controllers and their related parties interfere with the normal selection procedures of senior executives and directly appoint or dismiss senior executives without the approval of the Shareholders' Meeting and the Board of Directors. The Company has established a mechanism linking remuneration with Company performance and individual performance, and takes the performance evaluation of senior executives as an important basis for remuneration and other incentives of senior executives.

5. Controlling shareholders and their related parties

The controlling shareholder of the Company exercises shareholders' rights and fulfills shareholders' obligations according to laws, and there are no cases where the controlling shareholder and actual controller leverage their control rights to damage the legitimate rights and interests of the Company and other shareholders. The nomination or recommendation of candidates for directors and supervisors by controlling shareholder shall comply with the requirements and procedures stipulated by laws and regulations and the Articles of Association of the Company. Major decisions of the Company are made by the Shareholders' Meeting and the Board of Directors according to laws. The Company is independent of the controlling shareholder and actual controller in terms of personnel, assets, finance, organizations and businesses. They conduct accounting independently, and bear liability and risks independently. For related party transactions, decision-making procedures and information disclosure obligations are strictly performed in accordance with relevant regulations. The Company does not provide guarantee for the controlling shareholder and its affiliated enterprises. The controlling shareholder does not occupy the Company's funds for non-operating purposes.

6. Stakeholders, environmental protection and social responsibilities

The Company respects the legitimate rights of banks and other creditors, employees, customers, suppliers, communities and other stakeholders. While maintaining its development, striving to improve business performance and protecting the interests of shareholders, the Company actively fulfills its social responsibilities, conducts effective exchanges and cooperation with stakeholders to jointly promote the sustained and steady development of the Company and the industry.

7. Information disclosure and transparency

In strict accordance with laws and regulations, self-discipline rules and the Articles of Association, the Company conscientiously fulfills its information disclosure obligations, continuously strengthens the standardization of information disclosure, conducts investor exchanges in accordance with regulations, fully protects shareholders' right to be informed, ensures the transparency of information disclosure, and ensures that all shareholders of the Company can obtain information with equal opportunities.

Is there any significant difference between the actual situation of corporate governance and the laws, administrative regulations and the regulations on the governance of listed companies issued by China Securities Regulatory Commission

☐Yes ☒No

There is no significant difference between the actual situation of corporate governance and the laws, administrative regulations and the regulations on the governance of listed companies issued by China Securities Regulatory Commission.

2. The independence of the Company relative to the controlling shareholder and actual controller in terms of assets, personnel, finance, organizations and business

The Company is independent of and completely separated from the controlling shareholder, actual controller and other related parties in terms of assets, personnel, finance, organizations and business.

1. Assets

The assets owned by the Company are independent and complete, with clear established ownership, and are not occupied or controlled by any directors, supervisors, senior executives, controlling shareholder, actual controller and their related parties.

2. Personnel

The Company has an independent labor and personnel system and an independent workforce; Senior executives are appointed in accordance with regulations, and do not hold other administrative positions except directors and supervisors in the controlling shareholder or enterprises controlled by it.

3. Finance

The Company has an independent financial department, has established an independent financial accounting system and developed financial accounting rules, and developed financial management rules for its branches and subsidiaries. It can make financial decisions independently, without the interference of the controlling shareholder in the use of the Company's funds.

4. Organizations

The Company has established an independent and sound corporate governance structure and internal operation management organizations. The Board of Directors, the Board of Supervisors and other internal organizations operate independently, and there is no mixed operation with the controlling shareholder.

5. Business

The Company has complete business systems including procurement, production, sales and R&D systems. It can make independent decisions and operate independently, and does not need to rely on shareholders and other related parties for production and operation.

III. Horizontal competition

☐Applicable ☒Not applicable

4. Annual general meeting of shareholders and extraordinary general meetings of shareholders held during the reporting period

1. General meeting of shareholders during the Reporting Period

Session	Type	Investor participation ratio	Date of meeting	Date of disclosure	Resolution
2023 annual general meeting of shareholders	Annual general meeting of shareholders	58.06%	May 28, 2024	May 29, 2024	The following proposals were reviewed and

					<p>approved at the meeting:</p> <ol style="list-style-type: none"> 1. Work Report of the Company's Board of Directors for 2023; 2. Work Report of the Company's Board of Supervisors for 2023; 3. The Company's annual final financial accounts report for 2023; 4. The Company's profit distribution plan for 2023; 5. Annual report of the Company for 2023; 6. Proposal on expected routine related party transactions in 2024; 7. Proposal on engaging an accounting firm; 8. Proposal on applying for credit line from financial company 9. Proposal on amending the Articles of Association of the Company; 10. Proposal on amending the Company's Rules of Procedure of the Shareholders' Meeting; 11. Proposal on amending the Company's Rules of Procedure of the Board of Directors;
The first extraordinary general meeting of shareholders in 2024	Extraordinary general meeting of shareholders	57.21%	June 11, 2024	June 12, 2024	<p>The following proposals were reviewed and approved at the meeting:</p> <p>Proposal on the plan to repurchase parts of the</p>

					Company's domestically listed foreign-invested shares (B shares) through centralized competitive bidding transactions.
The 2nd Extraordinary General Meeting of Shareholders in 2024	Extraordinary general meeting of shareholders	62.26%	December 23, 2024	December 24, 2024	<p>The following proposals were reviewed and approved at the meeting:</p> <ol style="list-style-type: none"> 1. Proposal on by-election of Mr. Shen Kejian as a director of the 8th Board of Directors of the Company; 2. Proposal on the Company's current major asset restructuring plan; 3. Proposal on whether the transaction constitutes a major asset restructuring; 4. Proposal on whether the major asset restructuring constitutes a related-party transaction; 5. Proposal on whether the major asset restructuring complies with the relevant laws and regulations; 6. Proposal on the "Major Asset Sale and Related-party Transaction Report of Nanjing Putian Telecommunications Co., Ltd. (Draft)" and its summary; 7. Proposal on signing the agreements related to the major asset restructuring; 8. Proposal on whether the major asset restructuring

					and related-party transaction comply with Article 11 of the Administrative Measures for Major Asset Restructuring of Listed Companies; 9. Proposal on whether the major asset restructuring does not constitute a restructuring listing as stipulated in Article 13 of the Administrative Measures for Major Asset Restructuring of Listed Companies; 10. Proposal on whether the major asset restructuring complies with Article 4 of Regulatory Guidelines No. 9 for Listed Companies—Regulatory Requirements for Planning and Implementing Major Asset Restructuring of Listed Companies; 11. Proposal on whether the parties related to the transaction do not fall under the circumstances prohibiting participation in major asset restructuring of listed companies as stipulated in Article 12 of Regulatory Guidelines No. 7 for Listed Companies—Supervision of Abnormal Trading of Stocks Related to Major Asset Restructuring of
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					<p>Listed Companies and Article 30 of the Self-Regulatory Guidelines No. 8 for Listed Companies of the Shenzhen Stock Exchange—Major Asset Restructuring;</p> <p>12. Proposal on the completeness and compliance of statutory procedures for the major asset restructuring and the validity of submitted legal documents;</p> <p>13. Proposal on the basis for pricing of the major asset restructuring and explanation of its fairness and reasonableness;</p> <p>14. Proposal on the purchase and sale of assets by the Listed Company within twelve months prior to the major asset restructuring;</p> <p>15. Proposal on the independence of the appraisal institution, the reasonableness of appraisal assumptions, the relevance of appraisal methods to appraisal purposes, and the fairness of appraisal pricing;</p> <p>16. Proposal on the fluctuation of the Listed Company's stock price prior to the first disclosure of the major asset restructuring;</p> <p>17. Proposal on approving the</p>
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					audit report, comfort review report, and appraisal report related to the restructuring; 18. Proposal on the dilution of immediate returns due to the major asset restructuring and remedial measures; 19. Proposal on requesting the Shareholders' Meeting to authorize the Board of Directors to handle matters related to the major asset restructuring; 20. Proposal on the non-applicability of Articles 43 and 44 of the Administrative Measures for Major Asset Restructuring of Listed Companies to the major asset restructuring; 21. Proposal on amending the Articles of Association of the Company; 22. Proposal on signing the "Financial Services Agreement" with CETC Finance Co., Ltd.;
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2. The preferred shareholders whose voting rights have been restored requested to convene an extraordinary general meeting of shareholders

☐Applicable ☒Not applicable

V. Information on directors, supervisors and senior executives

1. Basic information

Name	Sex	Age	Post	Service status	Term starts on	Term expires on	Number of shares held at the beginning of the current period (shares)	Number of shares increased in the current period (shares)	Number of shares reduced in the current period (Shares)	Other increases and reductions (shares)	Number of shares held at the end of the current period (shares)	Reasons for the increase or decrease of shares
Shen Xiaobing	Male	46	Chairman of the Board of Directors	In service	November 13, 2024		0	0	0	0	0	
Shen Xiaobing	Male	46	Director	In service	October 18, 2022		0	0	0	0	0	
Jiang Yi	Male	44	Director	In service	March 6, 2023		0	0	0	0	0	
Shen Kejian	Male	46	Director	In service	December 23, 2024		0	0	0	0	0	
Shi Jiandong	Male	51	Director	In service	October 18, 2022		0	0	0	0	0	
Wang Xingyu	Male	46	Director	In service	October 18, 2022		0	0	0	0	0	
Song Tiecheng	Male	57	Independent director	In service	October 18, 2022		0	0	0	0	0	
Gao Jing	Female	56	Independent director	In service	October 18, 2022		0	0	0	0	0	
Huang Linkui	Male	44	Independent director	In service	October 18, 2022		0	0	0	0	0	
Mei Lin	Male	42	Supervisor, Chairman of the Board	In service	October 18, 2022		0	0	0	0	0	

			of Superv isors									
He Hui	Male	39	Superv isor	In service	Octobe r 18, 2022		0	0	0	0	0	
Qiu Huizhe n	Femal e	51	Superv isor	In service	August 23, 2017		0	0	0	0	0	
Jiang Yi	Male	44	Genera l Manag er	Not in service	Februa ry 16, 2023	April 11, 2025	0	0	0	0	0	
Jia Haowe n	Femal e	44	Genera l Manag er	In service	April 11, 2025		0	0	0	0	0	
Jia Haowe n	Femal e	44	Execut ive Deput y Genera l Manag er	Not in service	Octobe r 18, 2022	April 11, 2025	0	0	0	0	0	
Liao Rongc hao	Male	50	Deput y Genera l Manag er, Chief Accou ntant	Not in service	Octobe r 18, 2022	March 3, 2025	0	0	0	0	0	
Zhang Jie	Male	38	CFO	In service	March 3, 2025		0	0	0	0	0	
Li Jing	Femal e	49	Deput y genera l manag er	In service	Octobe r 18, 2022		0	0	0	0	0	
Li Jing	Femal e	49	Secret ary of the Board of Direct ors	In service	August 23, 2017		0	0	0	0	0	
Fu Guoka i	Male	34	Genera l Couns el	In service	Octobe r 18, 2022		0	0	0	0	0	
Wang Jianfen g	Male	50	Deput y genera	In service	March 3, 2025		0	0	0	0	0	

			l manag er									
Li Langpi ng	Male	60	Chair man of the Board of Direct ors	Not in service	Octobe r 18, 2022	Nove mber 12, 2024	0	0	0	0	0	
Li Langpi ng	Male	60	Direct or	Not in service	Octobe r 18, 2022	Nove mber 26, 2024	0	0	0	0	0	
Total	--	--	--	--	--	--	0	0	0	0	0	--

Was there resignation of any directors and supervisors or dismissal of any senior executives during the reporting period?

☒Yes ☐No

During the reporting period, Mr. Li Langping, the former chairman, resigned.

Changes of directors, supervisors and senior executives of the Company

☒Applicable ☐Not applicable

Name	Position	Type	Date	Reason
Shen Xiaobing	Chairman of the Board of Directors	Elected	November 13, 2024	Elected as Chairman by the Board of Directors
Shen Kejian	Director	Elected	December 23, 2024	Elected as a director by a general meeting of shareholders
Jia Haowen	General Manager	Appointed	April 11, 2025	Job transfer
Zhang Jie	CFO	Appointed	March 3, 2025	Job transfer
Wang Jianfeng	Deputy general manager	Appointed	March 3, 2025	Job transfer
Li Langping	Chairman of the Board of Directors	Not in service	November 12, 2024	Retirement
Li Langping	Director	Not in service	November 26, 2024	Retirement
Jiang Yi	General Manager	Not in service	April 11, 2025	Job transfer
Liao Rongchao	Deputy General Manager, Chief Accountant	Not in service	March 3, 2025	Job transfer

2. Service situation

Professional background, main work experience and main responsibilities of current directors, supervisors and senior executives of the Company

Shen Xiaobing, male, born in 1978, holds a bachelor's degree and is an engineer. He started his career in 1997 and worked in various positions, including General Manager of Nanjing Lopu Technology Co., Ltd. and General Manager of Nanjing Lopu Co., Ltd. He is currently serving as Deputy General Manager of CETC Glarun Group Co., Ltd., Chairman of Nanjing Lopu Technology Co., Ltd., Chairman of Nanjing Lopu Co., Ltd., Chairman of Nanjing Rail Transit System Engineering Co., Ltd., Chairman and Secretary of the Party Committee of Nanjing Putian Telecommunications Co., Ltd.

Jiang Yi, male, born in 1980, holds a master's degree in engineering and is a senior engineer. He started his career in 2002, and served successively as a probationer in Department VI, assistant engineer and engineer in Office 602 of Department VI at the 14th Research Institute of China Electronics Technology Group Corporation, and Director of the General Office of the Technical Foundation Department at the 14th Research Institute of China Electronics Technology Group Corporation. Currently serving as the Director of the Enterprise Planning Department of the 14th Research Institute of China Electronics Technology Group Corporation. He is currently serving as a director of Nanjing Putian Telecommunications Co., Ltd.

Shen Kejian, male, born in October 1978, holds a bachelor's degree and is a senior engineer. He started his career in August 2002 and currently serves as Deputy Director of the Science and Technology Department of CETC Glarun Group Co., Ltd., Deputy Director of the Science and Technology Department at the 14th Research Institute of China Electronics Technology Group Corporation, and a director of Nanjing Putian Telecommunications Co., Ltd.

Shi Jiandong, male, born in 1973, holds a master's degree in engineering and is a senior engineer at research fellow level. He started his career in 1996 and worked in various positions in the 14th Research Institute of China Electronics Technology Group Corporation, including assistant engineer and engineer at 302nd Office of the 3rd Department, senior engineer at the 402nd Office of the 4th Department, Deputy Director of Standardization Office of the Technical Foundation Department, Director of the Production Office of the Science and Technology Department, Director of the Scientific Research Office of the Science and Technology Department, Secretary of United Party Branch of the logistics company under the Materials and Equipment Department, Vice Director of the Materials and Equipment Department (concurrently), and Director of General Office (concurrently). He is currently serving as Secretary of the General Party Branch of Structural Technology Research Department in the 14th Research Institute of CETC, and a director of Nanjing Putian Telecommunications Co., Ltd.

Wang Xingyu, male, born in 1978, holds a master's degree in engineering and is a senior engineer. He started his career in 2000, and served successively as assistant engineer of the Materials and Equipment Department, and Vice Director of the Materials and Equipment Department in the 14th Research Institute of China Electronics Technology Group Corporation. He is currently serving as Deputy Secretary of the United Party Branch in the logistics company under the Materials and Equipment Department of the 14th Research Institute of CETC and Vice Director of the Materials and Equipment Department of the 14th Research Institute of CETC, and a director of Nanjing Putian Telecommunications Co., Ltd.

Song Tiecheng, male, born in 1967, holds a doctor's degree in engineering. He started his career in 1992, served successively as teaching assistant, lecturer and associate professor at Southeast University, and is currently a professor of Southeast University and an independent director of Nanjing Putian Telecommunications Co., Ltd.

Gao Jing, female, born in 1968, holds a bachelor's degree, and is a senior accountant and a certified public accountant. She started her career in 1989 and worked in various positions, including accountant and deputy director at AVIC Jincheng Group Co., Ltd., deputy director of AVIC Jincheng Nanjing Engineering Institute of Aircraft System, chief project accountant of AVIC Electromechanical Systems Co., Ltd., Chief Risk Control Officer of Shenzhen Kuang-Chi Cutting-edge Equipment Technology Co., Ltd., CFO of Kuang-Chi Technologies Co., Ltd., Director of the Risk Control Department and Secretary of the Board of Directors of Shenzhen Hymson Laser Intelligent Equipment Co., Ltd. She is currently serving as Vice President of Hymson Laser Technology Group Co., Ltd., a director of Changzhou Hymson Jinyu New Energy Technology Co., Ltd., and an independent director of Nanjing Putian Telecommunications Co., Ltd.

Huang Linkui, male, born in 1980, holds a bachelor's degree. He started his career in 2003 and used to be a partner of Jiangsu Tonganning Law Firm, and is currently a partner of Grandall (Nanjing) Law Firm and an independent director of Nanjing Putian Telecommunications Co., Ltd.

Supervisors:

Mei Lin, male, born in 1982, holds a master's degree in law, and is a first-class legal counsel and a senior engineer. He started his career in 2007, served successively as assistant engineer, engineer, senior engineer and Director of Legal Affairs Office of the 14th Research Institute of China Electronics Technology Group Corporation. He is currently serving as Deputy General Counsel of CETC Glarun Group Co., Ltd., Director of Legal Affairs Office under the Office of the 14th Research Institute of China Electronics Technology Group Corporation, and Chairman of the Board of Supervisors of Nanjing Putian Telecommunications Co., Ltd.

He Hui, male, born in 1985, holds a master's degree in management and is a senior accountant. He joined the work in 2012, served successively as assistant accountant and deputy minister of the Finance Department of the 14th Research Institute of China Electronics Technology Group Corporation, and is currently the deputy minister of the Finance Department of the 14th Research Institute of China Electronics Technology Group Corporation and a supervisor of Nanjing Putian Telecommunications Co., Ltd.

Qiu Huizhen, female, born in 1973, holds a bachelor's degree in economics and is a senior accountant. She started her career in 1997, served successively as a representative of woman's congress and Secretary of the CCYL Committee of Shaokou Township Government, Wan'an County, Jiangxi Province, cost accountant of the Finance Department and CFO of Nanjing Putian Telecommunications Co., Ltd., Deputy Director of the Personnel Department, Deputy Director of the Finance Department and Director of the Finance Department of Nanjing Putian Telecommunications Co., Ltd., and is currently serving as Director of the Audit Discipline Inspection and Risk Control Department and an employee supervisor of Nanjing Putian Telecommunications Co., Ltd.

Senior executives:

Jia Haowen, female, born in 1980, holds a bachelor's degree in management and is a senior human resource manager. She started her career in 2002, and served successively as administrative management specialist and sales representative at Shanghai Xinhaoshi Real Estate Co., Ltd.; In Nanjing Putian Telecommunications Co., Ltd., she served successively as Secretary of the CEO's Office, Director of the Human Resources Department, Director of the Integrated Management Department, Party Branch Secretary of the Integrated Management Department, Director of the Multimedia Application Industry Department in the HQ, and Assistant General Manager. She is currently serving as General Manager and Deputy Secretary of the Party Committee of Nanjing Putian Telecommunications Co., Ltd., and concurrently serving as Chair of Nanjing Southern Telecom Co., Ltd.

Zhang Jie, male, born in 1987, holds a master's degree in accounting. He started his career in 2009 and served successively at Huai'an Maidesen Chemical Co., Ltd., Jiangsu Huasu Coating Technology Co., Ltd., and Nanjing Huxin Hutong Technology Co., Ltd. He is currently employed in the Finance Department of the 14th Research Institute of China Electronics Technology Group Corporation and serves as Financial Director of Nanjing Putian Telecommunications Co., Ltd.

Li Jing, female, born in 1975, holds a master's degree in management and is a senior economist. She started her career in 1996, and served successively as secretarial clerk and customs broker at Nanjing Mennekes Electric Co., Ltd., purchaser and employee-employer relation management specialist at Nanjing Putian Computer

Industry Co., Ltd., investment administrator, assistant and Deputy Director of the Corporate Development Department, Deputy Director of the Strategic Development Department, Deputy Director of the Comprehensive Management Department, Deputy Director and Director of the Investment Management Department, and Director of the Strategic Investment Department at Nanjing Putian Telecommunications Co., Ltd. She is currently serving as Deputy General Manager and Secretary of the Board of Directors at Nanjing Putian Telecommunications Co., Ltd., and concurrently serving as Chairman of Nanjing Putian Datang Information Electronics Co., Ltd.

Fu Guokai, male, born in 1990, holds a master's degree in management and is an engineer. He started his career in 2016, used to be a probationer in the Discipline Inspection, Supervision and Audit Department of the 14th Research Institute of China Electronics Technology Group Corporation, and is currently serving as General Counsel, Deputy Secretary of the Party Committee and Chairman of the Labor Union at Nanjing Putian Telecommunications Co., Ltd.

Wang Jianfeng, male, born in 1975, holds a master's degree in engineering and is a researcher-level senior engineer. He started his career in 1998 and served successively as Deputy Director and Director of the Research Office at the 14th Research Institute of China Electronics Technology Group Corporation, and as Deputy Factory Director of a factory. He currently serves as Deputy General Manager of Nanjing Putian Telecommunications Co., Ltd.

Service in shareholder units

☒Applicable ☐Not applicable

Name of employee	Name of shareholder unit	Position held in shareholder unit	Term starts on	Term expires on	Did he/she receive remuneration and allowances from the shareholder unit?
Shen Xiaobing	CETC Glarun Group Co., Ltd.	Deputy General Manager	January 10, 2022		Yes
Shen Kejian	CETC Glarun Group Co., Ltd.	Vice Director of the Science and Technology Department	February 13, 2024		Yes
Mei Lin	CETC Glarun Group Co., Ltd.	Deputy General Counsel	June 3, 2022		Yes
Information about the service in the shareholder unit	CETC Glarun Group Co., Ltd. is the controlling shareholder of the Company				

Service in other units

☒Applicable ☐Not applicable

Name of employee	Name of other unit	Position held in other unit	Term starts on	Term expires on	Did he/she receive remuneration and allowances from other unit?
Shen Xiaobing	Nanjing Lopu Technology Co., Ltd.	Chairman of the Board of Directors	February 10, 2022		No
Shen Xiaobing	Nanjing Lopu Co., Ltd.	Chairman of the Board of	February 10, 2022		No

		Directors			
Shen Xiaobing	Nanjing Rail Transit System Engineering Co., Ltd.	Chairman of the Board of Directors	April 19, 2024		No
Jiang Yi	The 14th Research Institute of China Electronics Technology Group Corporation	Director of the Corporate Planning Department	April 2, 2025		Yes
Shen Kejian	The 14th Research Institute of China Electronics Technology Group Corporation	Vice Director of the Science and Technology Department	February 13, 2024		Yes
Shi Jiandong	The 14th Research Institute of China Electronics Technology Group Corporation	Secretary of the General Party Branch of the Structural Technology Research Department	February 13, 2024		Yes
Wang Xingyu	The 14th Research Institute of China Electronics Technology Group Corporation	Vice Director of the Materials and Equipment Department	November 2, 2020		Yes
Wang Xingyu	Logistics Company under the Materials and Equipment Department of the 14th Research Institute of China Electronics Technology Group Corporation	Deputy Secretary of the United Party Branch	January 5, 2022		No
Song Tiecheng	Southeast University	Professor	April 8, 2005		Yes
Gao Jing	Hymson Laser Technology Group Co., Ltd.	Vice President	January 29, 2024		Yes
Gao Jing	Changzhou Hymson Jinyu New Energy Technology Co., Ltd.	Director	May 6, 2019		Yes
Huang Linkui	Grandall (Nanjing) Law Firm	Partner	May 9, 2022		Yes
Mei Lin	Magnichip Co., Ltd.	Supervisor	June 15, 2021	March 24, 2025	No
Mei Lin	Nanjing Glarun-Atten Technology Co., Ltd.	Chairman of the Board of Supervisors	December 10, 2021	September 19, 2024	No
He Hui	The 14th Research Institute of China Electronics Technology Group Corporation	Vice Director of the Finance Department	November 6, 2020		Yes
Zhang Jie	The 14th Research Institute of China Electronics Technology Group	Finance Department	November 8, 2018		Yes

	Corporation				
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Penalties imposed by securities regulatory authorities in the past three years on the Company's directors, supervisors and senior executives serving or leaving office during the reporting period

☐Applicable ☒Not applicable

3. Remuneration of directors, supervisors and senior executives

Decision-making procedures, basis for determination and actual payment of remuneration for directors, supervisors and senior executives

The Company did not pay remuneration to its directors and supervisors, the directors and supervisors who held administrative positions of the Company received remuneration according to their administrative positions. Independent directors received independent director allowances from the Company, and the allowance standard was decided by the Shareholders' Meeting. The remuneration standards and assessment methods of senior executives were decided by the Board of Directors.

For senior executives, the Company implemented the performance-based annual remuneration system, and assessed and paid the senior executives according to its production and operation indicators and the completion of the work undertaken by the senior executives.

Remuneration of directors, supervisors and senior executives of the Company during the reporting period

Unit: 10,000 yuan

Name	Sex	Age	Post	Service status	Total pre-tax remuneration received from the Company	Did he/she receive remuneration from related parties of the Company
Shen Xiaobing	Male	46	Chairman of the Board of Directors	In service	0	Yes
Jiang Yi	Male	44	Director	In service	72.26	No
Shi Jiandong	Male	51	Director	In service	0	Yes
Wang Xingyu	Male	46	Director	In service	0	Yes
Song Tiecheng	Male	57	Independent director	In service	9	No
Gao Jing	Female	56	Independent director	In service	9	No
Huang Linkui	Male	44	Independent director	In service	9	No
Mei Lin	Male	42	Chairman of the Board of Supervisors	In service	0	Yes
He Hui	Male	39	Supervisor	In service	0	Yes
Qiu Huizhen	Female	51	Supervisor	In service	21.36	No
Jia Haowen	Female	44	General Manager	In service	42.64	No
Liao Rongchao	Male	50	Deputy General Manager, Chief Accountant	Not in service	76.19	No
Li Jing	Female	49	Deputy General Manager and Secretary of the Board of	In service	41.41	No

			Directors			
Fu Guokai	Male	34	General Counsel	In service	41.17	No
Li Langping	Male	60	Chairman of the Board of Directors	Not in service	0	Yes
Total	--	--	--	--	322.03	--

Other information

☐Applicable ☒Not applicable

VI. Performance of duties by directors during the reporting period

1. Situation of the Board of Directors during the reporting period

Session	Date of meeting	Date of disclosure	Resolution
The 13th Meeting of the 8th Board of Directors	January 15, 2024	January 16, 2024	The following proposals were reviewed and approved at the meeting: Proposal on the bankruptcy liquidation of Beijing Likangpu Telecommunications Equipment Co., Ltd.
The 14th Meeting of the 8th Board of Directors	April 18, 2024	April 19, 2024	The following proposals were reviewed and approved at the meeting: 1. Proposal on expected routine related party transactions in 2024; 2. Proposal on formulating the “Rules on Independent Directors’ Special Meetings” of the Company; 3. Proposal on amending the Company’s Detailed Working Rules of the General Manager; 4. Proposal on amending the Company’s Detailed Working Rules of the Secretary of the Board of Directors; 5. Proposal on amending the “Investor Relations Management Measures” of the Company; 6. Proposal on amending the “Reception and Promotion Rules” of the Company; 7. Proposal on amending the “Fundraising Management Measures” of the Company; 8. Proposal on amending the “Measures for the Administration of Shares Held by Directors,

			Supervisors, and Senior Executives of the Company and Their Changes.”
The 15th Meeting of the 8th Board of Directors	April 26, 2024	April 27, 2024	<p>The following proposals were reviewed and approved at the meeting:</p> <ol style="list-style-type: none"> 1. Work Report of the Company’s General Manager for 2023; 2. Work Report of the Company’s Board of Directors for 2023; 3. The Company's annual final financial accounts report for 2023; 4. The Company's Annual Financial Budget Report for 2024; 5. The Company's Profit Distribution Plan for 2023; 6. The Company's Annual Report for 2023 and its summary; 7. The Company’s Environmental, Social and Governance (ESG) Report of 2023 8. Proposal on Provision for Asset Impairment in 2023; 9. Proposal on applying for credit line from financial company; 10. Proposal on applying for general credit line from banks; 11. Risk continuous assessment report for CETC Finance Co., Ltd.; 12. Proposal on engaging an accounting firm; 13. The Company's Internal Control Evaluation Report for 2023; 14. Proposal on the Company’s total salary budget for 2024; 15. Proposal on amending the Articles of Association of the Company; 16. Proposal on amending the Company’s Rules of Procedure of the Shareholders’ Meeting; 17. Proposal on amending the Company’s Rules of Procedure of the Board of Directors; 18. Proposal on amending the

			Company's Detailed Working Rules of Specialized Committees of the Board of Directors; 19. Proposal on convening the annual general meeting of shareholders in 2023.
The 16th Meeting of the 8th Board of Directors	April 29, 2024	April 30, 2024	The following proposals were reviewed and approved at the meeting: 1. The Company's report for the first quarter of 2024; 2. Proposal on the remuneration plan of the Company's senior executives in 2024;
The 17th Meeting of the 8th Board of Directors	May 22, 2024	May 23, 2024	The following proposals were reviewed and approved at the meeting: 1. Proposal on the plan to repurchase parts of the Company's domestically listed foreign-invested shares (B shares) through centralized competitive bidding transactions. 2. Proposal on convening the first extraordinary general meeting of shareholders in 2024.
The 18th Meeting of the 8th Board of Directors	August 27, 2024	August 29, 2024	The following proposals were reviewed and approved at the meeting: 1. Work Report of the Company's General Manager for the first half of 2024; 2. The Company's budget implementation report for the first half of 2024; 3. The Company's semi-annual report and summary for 2024; 4. Risk continuous assessment report for CETC Finance Co., Ltd.;
The 19th Meeting of the 8th Board of Directors	October 9, 2024	October 10, 2024	The following proposals were reviewed and approved at the meeting: Proposal on the adjustment of the 2024 annual financing budget
The 20th Meeting of the 8th Board of Directors	October 16, 2024	October 18, 2024	The following proposals were reviewed and approved at the meeting: Proposal on the transfer of 50.7% equity in Nanjing Putian Changle Communication Equipment

			Co., Ltd.
The 21st Meeting of the 8th Board of Directors	October 25, 2024	October 26, 2024	The following proposals were reviewed and approved at the meeting: The Company's Report for the Third Quarter of 2024
The 22nd meeting of the 8th Board of Directors	November 13, 2024	November 14, 2024	The following proposals were reviewed and approved at the meeting: Proposal on the Election of Chairman of the 8th Board of Directors;
The 23rd Meeting of the 8th Board of Directors	November 27, 2024	November 29, 2024	The following proposals were reviewed and approved at the meeting: 1. Proposal on by-election of Mr. Shen Kejian as a director of the 8th Board of Directors of the Company; 2. Proposal on the Company's current major asset restructuring plan; 3. Proposal on whether the transaction constitutes a major asset restructuring; 4. Proposal on whether the major asset restructuring constitutes a related-party transaction; 5. Proposal on whether the major asset restructuring complies with the relevant laws and regulations; 6. Proposal on the "Major Asset Sale and Related-party Transaction Report of Nanjing Putian Telecommunications Co., Ltd. (Draft)" and its summary; 7. Proposal on signing the agreements related to the major asset restructuring; 8. Proposal on whether the major asset restructuring and related-party transaction comply with Article 11 of the Administrative Measures for Major Asset Restructuring of Listed Companies; 9. Proposal on whether the major asset restructuring does not constitute a restructuring listing as stipulated in Article 13 of the Administrative Measures for Major Asset Restructuring of Listed Companies;

			<p>10. Proposal on whether the major asset restructuring complies with Article 4 of Regulatory Guidelines No. 9 for Listed Companies—Regulatory Requirements for Planning and Implementing Major Asset Restructuring of Listed Companies;</p> <p>11. Proposal on whether the parties related to the transaction do not fall under the circumstances prohibiting participation in major asset restructuring of listed companies as stipulated in Article 12 of Regulatory Guidelines No. 7 for Listed Companies—Supervision of Abnormal Trading of Stocks Related to Major Asset Restructuring of Listed Companies and Article 30 of the Self-Regulatory Guidelines No. 8 for Listed Companies of the Shenzhen Stock Exchange—Major Asset Restructuring;</p> <p>12. Proposal on the completeness and compliance of statutory procedures for the major asset restructuring and the validity of submitted legal documents;</p> <p>13. Proposal on the basis for pricing of the major asset restructuring and explanation of its fairness and reasonableness;</p> <p>14. Proposal on the purchase and sale of assets by the Listed Company within twelve months prior to the major asset restructuring;</p> <p>15. Proposal on the independence of the appraisal institution, the reasonableness of appraisal assumptions, the relevance of appraisal methods to appraisal purposes, and the fairness of appraisal pricing;</p> <p>16. Proposal on the fluctuation of the Listed Company's stock price prior to the first disclosure of the major asset restructuring;</p> <p>17. Proposal on approving the</p>
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			<p>audit report, comfort review report, and appraisal report related to the restructuring;</p> <p>18. Proposal on the dilution of immediate returns due to the major asset restructuring and remedial measures;</p> <p>19. Proposal on requesting the Shareholders' Meeting to authorize the Board of Directors to handle matters related to the major asset restructuring;</p> <p>20. Proposal on the non-applicability of Articles 43 and 44 of the Administrative Measures for Major Asset Restructuring of Listed Companies to the major asset restructuring;</p> <p>21. Proposal on appointing the intermediary institution related to the transaction;</p> <p>22. Proposal on amending the Articles of Association of the Company;</p> <p>23. Proposal on temporarily not convening the general meeting of shareholders.</p>
The 24th Meeting of the 8th Board of Directors	December 6, 2024	December 7, 2024	<p>The following proposals were reviewed and approved at the meeting:</p> <p>1. Proposal on signing the "Financial Services Agreement" with CETC Finance Co., Ltd.;</p> <p>2. Risk Assessment Report for CETC Finance Co., Ltd.;</p> <p>3. Proposal on convening the 2nd extraordinary general meeting of shareholders in 2024.</p>
The 25th Meeting of the 8th Board of Directors	December 23, 2024	December 25, 2024	<p>The following proposals were reviewed and approved at the meeting:</p> <p>Proposal on adjusting the members of the Strategy and Investment Committee and the Nomination Committee of the 8th Board of Directors</p>

2. Attendances of directors at board meetings and general meetings of shareholders

Attendances of directors at board meetings and general meetings of shareholders							
Name of director	Number of board	Number of on-site	Number of attendances	Number of attendances	Number of absences	Whether there was a	Number of attendances

	meetings that should be attended during the reporting period	attendances at board meetings	at board meetings via communication means	at board meetings by proxy	from board meetings	failure to attend board meetings in person for two consecutive times	at shareholders' meetings
Li Langping	10	1	9	0	0	No	2
Shen Xiaobing	13	1	12	0	0	No	2
Jiang Yi	13	1	12	0	0	No	3
Shen Kejian	1	0	1	0	0	No	0
Shi Jiandong	13	1	12	0	0	No	0
Wang Xingyu	13	1	12	0	0	No	0
Song Tiecheng	13	1	12	0	0	No	1
Gao Jing	13	1	12	0	0	No	1
Huang Linkui	13	1	12	0	0	No	1

Explanation for not attending board meetings in person for two consecutive times

3. Directors' objections to relevant matters of the Company

Did any directors raise any objections to the relevant matters of the Company

☐Yes ☒No

During the reporting period, directors did not raise any objections to the relevant matters of the Company.

4. Other explanations of directors' performance of their duties

Were directors' suggestions for the Company adopted

☒Yes ☐No

Explanation of whether the Company adopted suggestions made by directors

During the reporting period, all directors of the Company worked in strict accordance with the Company Law, Securities Law, Listing Rules of Shenzhen Stock Exchange, Guidelines of Shenzhen Stock Exchange on Standardized Operation of Listed Companies, and the Articles of Association of the Company, attended the board meetings on time, carefully studied various proposals submitted to the Board of Directors according to the actual situation of the Company and made prudent decisions, supervised and promoted the implementation of resolutions of the Board of Directors, and safeguarded the legitimate rights and interests of the Company and all shareholders.

VII. Situation of the special committees under the Board of Directors during the reporting period

Name of the committee	Members	Number of meetings held	Date of meeting	Content of the meeting	Important opinions and suggestions put forward	Performance of duties	Details of matters objected (if any)
Audit and Risk Control	Gao Jing, Shi Jiandong,	1	April 19, 2024	1. Review of the	1. The Company's		

Committee of the Board of Directors	Wang Xingyu, Song Tiecheng, Huang Linkui			Company's Annual Report 2023; 2. Review of the proposal on engaging an accounting firm.	annual report and summary for 2023 were reviewed and approved; 2. The proposal on engaging an audit firm for the Company in 2024 was reviewed and approved, and it was agreed to propose to the Board of Directors to engage WUYIGE Certified Public Accountants LLP (Special General Partnership) as the financial and internal control audit institution of the Company in 2024.		
Audit and Risk Control Committee of the Board of Directors	Gao Jing, Shi Jiandong, Wang Xingyu, Song Tiecheng, Huang Linkui	1	April 27, 2024	The Company's Report for the First Quarter of 2024;	The Company's report for the first quarter of 2024 was reviewed and approved		
Audit and Risk Control Committee of the Board of Directors	Gao Jing, Shi Jiandong, Wang Xingyu, Song Tiecheng, Huang Linkui	1	August 22, 2024	The Company's semi-annual report and summary for 2024	The Company's semi-annual report and summary for 2024 were reviewed and approved		
Audit and Risk Control Committee of the Board of Directors	Gao Jing, Shi Jiandong, Wang Xingyu, Song Tiecheng, Huang Linkui	1	October 22, 2024	The Company's Report for the Third Quarter of 2024	The report for the third quarter of 2024 was reviewed and approved		

Audit and Risk Control Committee of the Board of Directors	Gao Jing, Shi Jiandong, Wang Xingyu, Song Tiecheng, Huang Linkui	1	November 27, 2024	Special risk assessment report on the project of Nanjing Putian Telecommunications Co., Ltd. transferring 100% equity of Nanjing Nanman Electrical Co., Ltd.	The special risk assessment report on the project of Nanjing Putian Telecommunications Co., Ltd. transferring 100% equity of Nanjing Nanman Electrical Co., Ltd. was reviewed and approved	
Remuneration and Evaluation Committee of the Board of Directors	Song Tiecheng, Jiang Yi, Wang Xingyu, Gao Jing, Huang Linkui	1	April 27, 2024	Proposal on the remuneration plan of the Company's senior executives in 2024	The proposal on the remuneration plan of the Company's senior executives in 2024 was reviewed and approved	
Nomination Committee of the Board of Directors	Song Tiecheng, Jiang Yi, Gao Jing, Huang Linkui	1	November 27, 2024	Proposal on by-election of Mr. Shen Kejian as a director of the 8th Board of Directors of the Company	The proposal on by-election of Mr. Shen Kejian as a director of the 8th Board of Directors of the Company was reviewed and approved	

VIII. Work of the Board of Supervisors

The Board of Supervisors tried to identify risks of the Company in supervision activities during the reporting period

☐Yes ☒No

The Board of Supervisors had no objection to the supervision matters during the reporting period.

IX. Employees of the Company

1. Number of employees, areas of expertise and educational attainment

Number of employees in the parent company at the end of the reporting period (unit: person)	113
Number of employees in major subsidiaries at the end of the	610

reporting period (unit: person)	
Total number of employees at the end of the reporting period (unit: person)	723
Total number of paid employees in the current period (unit: person)	868
Number of retired employees who receive payments from the parent company and major subsidiaries (unit: person)	315
Areas of expertise	
Area of expertise	Number of employees with the expertise (unit: person)
Production personnel	141
Sales personnel	201
Technical personnel	287
Financial staff	21
Management and service personnel	73
Total	723
Education attainment	
Education attainment	Number of persons
Master degree or above	18
Bachelor's	332
Junior college diploma	251
Senior high school and below	122
Total	723

2. Remuneration policy

The Company strictly implements the national, provincial and municipal laws and regulations, and standardizes the distribution and payment of remuneration and benefits. In order to further mobilize the enthusiasm, initiative and creativity of employees, the Company implements an efficiency-oriented and performance-based remuneration distribution mechanism, and develops remuneration and performance appraisal methods for different positions according to the characteristics of different positions. Additionally, the Company provides its employees with five social insurances, housing provident fund, and enterprise annuity in accordance with relevant national regulations.

3. Training plans

According to the Company's development plan and the principle of Party-led talent management, the Company upholds new development concepts in the new development stage and focuses on talent work deployment in the new era. The Company places great importance on the development of employees' capabilities, with particular emphasis on three aspects: training and education, on-the-job cultivation, and practical experience, and improves its training system to enhance the quality of its talent pool. The Company also prioritizes the training of innovative and versatile talents, and strengthens training through a layered and graded approach to build up reserves of talents for its innovation and transformation.

4. Labor outsourcing

☐Applicable ☒Not applicable

X. Profit distribution and conversion of capital provident fund to share capital

Development, implementation or adjustment of profit distribution policies, especially cash dividend policies during the reporting period

☐Applicable ☒Not applicable

During the reporting period, the Company made profits and the profit available to shareholders of the parent company was positive, but no cash dividend distribution plan was proposed

☐Applicable ☒Not applicable

Profit distribution and conversion of capital provident fund to share capital during the reporting period

☐Applicable ☒Not applicable

The Company planed not to distribute cash dividends and bonus shares, or increase its share capital from provident fund.

XI. Implementation of the Company's equity incentive plan, employee stock ownership plan or other employee incentive measures

☐Applicable ☒Not applicable

During the reporting period, the Company had no equity incentive plan, employee stock ownership plan or other employee incentive measures and implementation of such plans and measures.

XII. Construction and implementation of internal control system during the reporting period

1. Construction and implementation of internal control

In 2024, the Company continuously reviewed and improved its rules and regulations of internal control, constantly promoted the development and improvement of its internal control system, ensuring legal and compliant operations, and orderly implementation of all work. In this year, the Company developed or revised a total of 76 rules: 5 at the upper level, 2 at the mid-level, and 69 at the lower level. Regarding strengthening Party leadership, the Company revised the "Specific Measures for the Nanjing Putian Party Committee to Implement the Guiding Principles of the Party Central Committee's Eight Provisions," the "First Agenda Learning System," and the "Regulations on Theoretical Study of the Nanjing Putian Party Committee Central Study Group"; regarding corporate governance and reform restructuring, the Company added the "Rules on Independent Directors' Special Meetings" and revised 12 rules, including the "Articles of Association," "Rules of Procedure for Shareholders' Meetings," "Rules of Procedure of the Board of Directors," and the "Decision-Making Rules for Important Decisions, Important Issues, Important Personnel Appointments and Dismissals, and Large-amount Fund Payments (Trial)"; regarding Party building and mass organizations, it added and revised five rules, including the "Party Member Development Procedures" and the "Detailed Implementation Rules for Collective Negotiation and Collective Contract Signing of Nanjing Putian"; regarding organizational personnel and performance management, it added and revised seven rules, including the "Post System Construction and Operation Management Measures" and the "Measures for Strengthening the Construction of Science and Technology Talent Teams"; regarding financial management, it added the "Nanjing Putian's Account Management Measures" and revised the "Accounting Reimbursement Management Measures" and the "Accounts Receivable Management Measures"; regarding discipline inspection, audit, and risk management, it added and revised 15 rules, including the "Implementation Measures for Centralized Management of Petitions and Problem Clues" and the "Comprehensive Risk Management Measures"; regarding legal and compliance, it

added the “Basic Rules for the Management of Rules and Regulations”; regarding quality management and standardization, it added and revised six rules, including the “Management Measures for Product Quality Problem Investigation and Disposal” and the “Quality Information Management Measures”; regarding supply chain management, it revised the “Tendering and Procurement Management Measures” and the “Detailed Implementation Rules for Price Inquiry and Comparison for Procurement”; regarding archive management, it added and revised 12 rules, including the “Archives Work Management Measures” and the “Archives Classification and Coding Management Measures”; regarding capacity building and asset management, it added the “State-Owned Assets Evaluation Management Measures of Nanjing Putian Telecommunications Co., Ltd.” and revised the “Property Rights Registration Management Measures”; regarding informatization management, it added and revised six rules, including the “Management Rules for Network Security and Information Systems”; and regarding comprehensive management, it revised the “Nanjing Putian’s Management Measures for Official Vehicle Management and Expense Reimbursement.” Through the revision and improvement of the above rules, Nanjing Putian has further enhanced compliance management in key areas such as human resources, financial investment, legal affairs, audit, informatization, marketing, technology, quality, and procurement management, ensuring the orderly conduct of all its operations.

A leadership group for the construction of rules and regulations was established, responsible for the top-level design of the Company’s regulatory governance system and operating mechanisms, and for comprehensively advancing the work of rules and regulations construction; a working group for rules and regulations construction was established, responsible for implementing the work deployment of the leadership group, organizing and carrying out the construction of the corporate governance system, operating mechanisms, and management rules and regulations, coordinating and handling issues related to rules and regulations construction, fully leveraging the guarantee role of rules and regulations in the Company’s operations management, and ensuring the scientific validity, rationality, and effectiveness of all Company rules and regulations. The Legal and Compliance Department serves as the department for the construction of the internal control rules, responsible for improving basic internal control management rules and establishing and refining the internal control management framework and mechanisms. The Audit, Discipline Inspection and Risk Control Department serves as the internal control evaluation department, supervising and evaluating all enterprise business activities and implementing internal control responsibilities.

The Company enhances supervision and control over key business processes and critical aspects such as non-compliant trading, authorization management, contract approval, signing, and performance by combining regular self-inspections of each business entity with irregular special supervision and inspections by relevant functional departments. Based on inspection results, it evaluates the effectiveness of current internal control management, continuously improves and enhances it, and effectively prevents and resolves operational risks.

According to the requirements of the Company's internal control rules and relevant regulations, internal control has been established in all major aspects and effectively implemented, achieving the goal of internal control. No major defects in internal control of financial reports and non-financial reports have been found. To meet needs of operation and business development, the Company will continue to improve the construction of internal control system, strengthen the enforcement of internal control system to promote the continuous, stable and high-quality development of the Company.

2. Details of major internal control defects found during the reporting period

☐Yes ☒No

XIII. Management and control of subsidiaries by the Company during the reporting period

Company name	Integration plan	Integration progress	Problems encountered in integration	Solutions taken	Settlement progress	Follow-up settlement plan
N/A	Not applicable	Not applicable	Not applicable	Not applicable	Not applicable	Not applicable

XIV. Internal control evaluation report or internal control audit report**1. Internal control evaluation report**

Date of disclosing full-text internal control evaluation report	April 28, 2025	
Index of the disclosed full-text internal control evaluation report	CNINFO (http://www.cninfo.com.cn), "Internal Control Evaluation Report 2024 of Nanjing Putian Telecommunications Co., Ltd."	
Proportion of the total assets of the unit included in the evaluation scope to the total assets in the Company's consolidated financial statements	100.00%	
Proportion of the operating revenue of the unit included in the evaluation scope to the operating revenue in the Company's consolidated financial statements	100.00%	
Defect identification criteria		
Category	Financial reporting	Non-financial reports
Qualitative criteria	The following circumstances (including but not limited to) should generally be identified as “material deficiencies” in internal control over financial reporting: (1) senior management personnel abuse their authority, resulting in significant fraudulent conduct; (2) discovery of a material accounting error in prior years leading to the restatement of a previously submitted or disclosed financial report; (3) identification of a material misstatement in the current period's financial statements that internal control failed to detect during its operation; (4) the internal audit function's supervision of internal control is ineffective; (5) material or significant deficiencies that have been identified and reported to management are not remediated within a reasonable period.	Regulation: minor violation that has been remedied is a general deficiency; violation with penalty is a significant deficiency; serious violation with heavy penalty or criminal liability is a material deficiency; Operation: production stoppage for a short period that can resume within half a day is a general deficiency; stoppage within 2 days is a significant deficiency; stoppage of 3 days or more is a material deficiency; Reputation: negative news circulated internally with no significant external reputation impact is a general deficiency; negative news circulated in a certain area causing significant external reputation damage is a significant deficiency; negative news circulated nationwide causing major external reputation damage is a material deficiency; Safety: brief impact on employee or public health with health effects recoverable in a short period is a general deficiency; causing the death of one employee or member of the public or health effects requiring longer recovery time is a significant deficiency; causing multiple

		<p>deaths or irreversible harm is a material deficiency; Environment: environmental pollution and damage within a controllable range with no permanent impact is a general deficiency; causing significant pollution requiring high-cost remediation is a significant deficiency; causing permanent or irreparable environmental damage is a material deficiency. The following circumstances (including but not limited to) should generally be identified as non-material deficiencies in internal control over financial reporting: (1) serious violation of national laws, administrative regulations, and normative documents resulting in adverse impact; (2) “Three Important and One Significant” matters (referring to important decisions, important issues, important personnel appointments and dismissals, and large-amount fund payments) not undergoing collective decision-making procedures; (3) severe turnover of key managerial and technical personnel; (4) involvement of significant business operations lacking institutional controls or system failure; (5) material or significant internal control deficiencies not remediated in a timely manner.</p>
Quantitative criteria	<p>Potential misstatements in total profit of financial reporting: misstatement < 2% of total profit or 500,000 yuan is a general deficiency; 2% of total profit or 500,000 yuan ≤ misstatement < 3% of total profit or 3,000,000 yuan is a significant deficiency; misstatement ≥ 3% of total profit or 3,000,000 yuan is a material deficiency; Potential misstatements in total assets: misstatement < 1% of total assets or 2,000,000 yuan is a general deficiency; 1% of total assets or 2,000,000 yuan ≤ misstatement < 2% of total assets or 10,000,000 yuan is a significant deficiency; misstatement ≥ 2% of total assets or 10,000,000 yuan is a material deficiency; Potential misstatements in operating revenue: misstatement < 0.5% of total operating revenue or 2,000,000 yuan is a general deficiency; 0.5% of total operating revenue or 2,000,000 yuan ≤ misstatement < 1% of total operating revenue or 10,000,000 is a significant deficiency; misstatement ≥ 1% of total operating revenue or 10,000,000 yuan is a material deficiency; Potential misstatements in owners’</p>	<p>Potential assets and capital losses: Losses that are less than 100,000 yuan are general deficiencies; Losses that are greater than or equal to 100,000 yuan and less than 1 million yuan are significant deficiencies; Losses that are greater than or equal to 1 million yuan are material deficiencies.</p>

	equity: misstatement < 0.5% of total owners' equity or 1,000,000 yuan is a general deficiency; 0.5% of total owners' equity or 1,000,000 yuan ≤ misstatement < 1% of total owners' equity or 5,000,000 yuan is a significant deficiency; misstatement ≥ 1% of total owners' equity or 5,000,000 yuan is a material deficiency.	
Number of major defects in financial reports		0
Number of major defects in non-financial reports		0
Number of important defects in financial reports		0
Number of important defects in non-financial reports		0

2. Internal control audit report

☒Applicable ☐Not applicable

Consideration paragraph in internal control audit report	
We believe that Nanjing Putian maintained effective internal control over financial reports in all major aspects in accordance with the Basic Standards for Internal Control of Enterprises and relevant regulations.	
Disclosure of internal control audit report	Disclosed
Disclosure date of full-text internal control audit report	April 28, 2025
Disclosure index of the full-text internal control audit report	CNINFO (http://www.cninfo.com.cn), "Internal Control Audit Report of Nanjing Putian Telecommunications Co., Ltd."
Type of opinions in internal control audit report	Standard unqualified opinion
Whether there are major defects in non-financial reports	No

Did the accounting firm issue an internal control audit report with non-standard opinions

☐Yes ☒No

Whether the internal control audit report issued by the accounting firm is consistent with the self-evaluation report of the Board of Directors

☒Yes ☐No

XV. Rectification of problems found during self-inspection in special actions for listed company governance

The Company's problems found in self-inspections from the Special Action on Listed Company Governance in April 2021 were rectified by October 2022.

Section V Environmental and Social Responsibilities

I. Major environmental protection issues

Whether the listed company and its subsidiaries are key pollutant discharge units announced by the environmental protection department

☐Yes ☒No

Administrative punishment due to environmental problems during the reporting period

Name of company or subsidiary	Reasons for punishment	Violation	Penalty	Influence on the production and operation of the listed company	Rectification measures taken by the Company
-	-	-	-	-	-

Refer to other environmental information disclosed by key pollutant discharge units

-

Measures taken to reduce carbon emissions during the reporting period and their effects

☐Applicable ☒Not applicable

Reasons for not disclosing other environmental information

The Company and its subsidiaries are not key pollutant discharge units announced by the environmental protection department. During the reporting period, the Company strictly implemented the relevant national environmental protection laws and regulations, and there was no violation of environmental protection laws and regulations, and there was no administrative punishment by the environmental protection department for environmental violations.

II. Social responsibilities

For details, please refer to the 2024 Environmental, Social and Corporate Governance (ESG) Report released by the Company on the same day.

III. Consolidation and expansion of the achievements in poverty alleviation and rural revitalization efforts

The Company is committed to supporting special groups, offering aid and regular visits to employees facing difficulties. It aims to handle concrete affairs, give support and solve problems for employees in difficulty, ensuring that these employees genuinely feel the support and warmth of the Labor Union and the Company. This has been a foundational practice of the Company for many years.

Section VI Important Matters

I. Implementation of commitments

1. Commitments fulfilled by the actual controllers, shareholders, related parties, purchasers and the Company during the reporting period and commitments not fulfilled by the end of the reporting period

☒Applicable ☐Not applicable

Subject of commitment	Commitment party	Type of commitments	Contents of commitments	Date of commitment	Valid period	Fulfillment status
Commitments made in acquisition reports or equity change reports	China Electronics Technology Group Corporation	Commitments on horizontal competition, related party transactions and capital occupation	See "Commitment 1" under "2. Details of commitments" for details.	August 31, 2021	Long-term	Being fulfilled normally
	China Electronics Technology Group Corporation	Commitments on horizontal competition, related party transactions and capital occupation	See "Commitment 2"	August 31, 2021	Long-term	Being fulfilled normally
	China Electronics Technology Group Corporation	Commitments on horizontal competition, related party transactions and capital occupation	See "Commitment 3"	August 31, 2021	Long-term	Being fulfilled normally
	CETC Glarun Group Co., Ltd.	Commitment on maintaining the independence of Nanjing Putian Telecommunications Co., Ltd.	See "Commitment 4"	October 12, 2022	Long-term	Being fulfilled normally
	CETC Glarun Group Co., Ltd.	Commitment on avoiding horizontal competition with Nanjing Putian Telecommunications Co., Ltd.	See "Commitment 5"	October 12, 2022	Long-term	Being fulfilled normally
	CETC Glarun Group Co., Ltd.	Commitment on standardization and reduction of related party transactions	See "Commitment 6"	October 12, 2022	Long-term	Being fulfilled normally

Commitments made during asset reorganization	Xu Qian; Wang Wenkui; Li Tong; Liu Yun; Wang Jinfeng; Qin Zhen; Tang Fuxin; Xie Manlin; Du Xiaorong; Jia Haowen; Lei Xu; Liu Xiaodong; Wang Huailin; Li Jing	Other commitments	See “Commitment 7”	November 25, 2020	Long-term	Being fulfilled normally by Jia Haowen and Li Jing; fulfilment completed by Xu Qian, Wang Wenkui, Li Tong, Liu Yun, Wang Jinfeng, Qin Zhen, Tang Fuxin, Xie Manlin, Du Xiaorong, Lei Xu, Liu Xiaodong and Wang Huailin (they left their posts)
	China Electronics Technology Group Corporation	Commitments on horizontal competition, related party transactions and capital occupation	See “Commitment 8”	November 27, 2024	Long-term	Being fulfilled normally
	CETC Glarun Group Co., Ltd.	Commitments on horizontal competition, related party transactions and capital occupation	See “Commitment 9”	November 27, 2024	Long-term	Being fulfilled normally
	China Electronics Technology Group Corporation, CETC Glarun Group Co., Ltd.	Other commitments	See “Commitment 10”	November 27, 2024	Long-term	Being fulfilled normally
	China Electronics Technology Group Corporation	Commitments on horizontal competition, related party transactions and capital occupation	See “Commitment 11”	November 27, 2024	Long-term	Being fulfilled normally
	CETC Glarun Group Co., Ltd.	Commitments on horizontal competition, related party transactions and capital occupation	See “Commitment 12”	November 27, 2024	Long-term	Being fulfilled normally
	CETC Glarun Group Co., Ltd.	Other commitments	See “Commitment 13”	November 27, 2024	Long-term	Being fulfilled normally
	Shen Xiaobing,	Other	See	November 27,	Long-term	Shen Xiaobing,

	Jiang Yi, Shi Jiandong, Wang Xingyu, Song Tiecheng, Gao Jing, Huang Linkui, Mei Lin, He Hui, Qiu Huizhen, Jia Haowen, Liao Rongchao, Li Jing, Fu Guokai	commitments	“Commitment 14”	2024		Jiang Yi, Shi Jiandong, Wang Xingyu, Song Tiecheng, Gao Jing, Huang Linkui, Mei Lin, He Hui, Qiu Huizhen, Jia Haowen, Li Jing, Fu Guokai are performing normally; Liao Rongchao has completed performance (has left his post).
	Shen Xiaobing, Jiang Yi, Shi Jiandong, Wang Xingyu, Song Tiecheng, Gao Jing, Huang Linkui, Mei Lin, He Hui, Qiu Huizhen, Jia Haowen, Liao Rongchao, Li Jing, Fu Guokai	Other commitments	See “Commitment 15”	November 27, 2024	Long-term	Shen Xiaobing, Jiang Yi, Shi Jiandong, Wang Xingyu, Song Tiecheng, Gao Jing, Huang Linkui, Mei Lin, He Hui, Qiu Huizhen, Jia Haowen, Li Jing, Fu Guokai are performing normally; Liao Rongchao has completed performance (has left his post).
	China Electronics Technology Group Corporation, CETC Glarun Group Co., Ltd.	Other commitments	See “Commitment 16”	November 27, 2024	Long-term	Being fulfilled normally
	Nanjing Nanman Electrical Co., Ltd.	Other commitments	See “Commitment 17”	November 27, 2024	Long-term	Being fulfilled normally
	Nanjing Rail Transit System Engineering Co., Ltd.	Other commitments	See “Commitment 18”	November 27, 2024	Long-term	Being fulfilled normally
	Nanjing Putian Telecommunications Co., Ltd.	Other commitments	See “Commitment 19”	November 27, 2024	Long-term	Being fulfilled normally
	Shen Xiaobing, Jiang Yi, Shi Jiandong,	Other commitments	See “Commitment 20”	November 27, 2024	Long-term	Shen Xiaobing, Jiang Yi, Shi Jiandong,

	Wang Xingyu, Song Tiecheng, Gao Jing, Huang Linkui, Jia Haowen, Liao Rongchao, Li Jing, Fu Guokai					Wang Xingyu, Song Tiecheng, Gao Jing, Huang Linkui, Mei Lin, He Hui, Qiu Huizhen, Jia Haowen, Li Jing, Fu Guokai are performing normally; Liao Rongchao has completed performance (has left his post).
	China Electronics Technology Group Corporation, CETC Glarun Group Co., Ltd.	Other commitments	See “Commitment 21”	November 27, 2024	Long-term	Being fulfilled normally
	Nanjing Putian Telecommunica tions Co., Ltd.	Other commitments	See “Commitment 22”	November 27, 2024	Long-term	Being fulfilled normally
	Shen Xiaobing, Jiang Yi, Shi Jiandong, Wang Xingyu, Song Tiecheng, Gao Jing, Huang Linkui, Mei Lin, He Hui, Qiu Huizhen, Jia Haowen, Liao Rongchao, Li Jing, Fu Guokai	Other commitments	See “Commitment 23”	November 27, 2024	Long-term	Shen Xiaobing, Jiang Yi, Shi Jiandong, Wang Xingyu, Song Tiecheng, Gao Jing, Huang Linkui, Mei Lin, He Hui, Qiu Huizhen, Jia Haowen, Li Jing, Fu Guokai are performing normally; Liao Rongchao has completed performance (has left his post).
	Nanjing Rail Transit System Engineering Co., Ltd.	Other commitments	See “Commitment 24”	November 27, 2024	Long-term	Being fulfilled normally
	China Electronics Technology Group Corporation, CETC Glarun Group Co., Ltd.	Other commitments	See “Commitment 25”	November 27, 2024	Long-term	Being fulfilled normally
	Nanjing Putian Telecommunica	Other commitments	See “Commitment	November 27, 2024	Long-term	Being fulfilled normally

	tions Co., Ltd.		26”			
	Shen Xiaobing, Jiang Yi, Shi Jiandong, Wang Xingyu, Song Tiecheng, Gao Jing, Huang Linkui, Mei Lin, He Hui, Qiu Huizhen, Jia Haowen, Liao Rongchao, Li Jing, Fu Guokai	Other commitments	See “Commitment 27”	November 27, 2024	Long-term	Shen Xiaobing, Jiang Yi, Shi Jiandong, Wang Xingyu, Song Tiecheng, Gao Jing, Huang Linkui, Mei Lin, He Hui, Qiu Huizhen, Jia Haowen, Li Jing, Fu Guokai are performing normally; Liao Rongchao has completed performance (has left his post).
	China Electronics Technology Group Corporation, CETC Glarun Group Co., Ltd.	Other commitments	See “Commitment 28”	November 27, 2024	Long-term	Being fulfilled normally
	Nanjing Nanman Electrical Co., Ltd.	Other commitments	See “Commitment 29”	November 27, 2024	Long-term	Being fulfilled normally
	Nanjing Rail Transit System Engineering Co., Ltd.	Other commitments	See “Commitment 30”	November 27, 2024	Long-term	Being fulfilled normally
	Nanjing Putian Telecommunications Co., Ltd. and Shen Xiaobing, Jiang Yi, Shi Jiandong, Wang Xingyu, Song Tiecheng, Gao Jing, Huang Linkui, Mei Lin, He Hui, Qiu Huizhen, Jia Haowen, Liao Rongchao, Li Jing, Fu Guokai	Other commitments	See “Commitment 31”	November 27, 2024	Long-term	Nanjing Putian Telecommunications Co., Ltd. and Shen Xiaobing, Jiang Yi, Shi Jiandong, Wang Xingyu, Song Tiecheng, Gao Jing, Huang Linkui, Mei Lin, He Hui, Qiu Huizhen, Jia Haowen, Li Jing, Fu Guokai are performing normally; Liao Rongchao has completed performance (has left his post).

	Nanjing Nanman Electrical Co., Ltd.	Other commitments	See “Commitment 32”	November 27, 2024	Long-term	Being fulfilled normally
	Nanjing Rail Transit System Engineering Co., Ltd.	Other commitments	See “Commitment 33”	November 27, 2024	Long-term	Being fulfilled normally
Is the commitment fulfilled on time	Yes					
If a commitment is not fulfilled on time, the specific reasons for the failed fulfillment and the next work plan shall be specified in detail	Not applicable					

2. Details of commitments

Commitment 1

Commitment made by: China Electronics Technology Group Corporation

Contents of commitments

After the review by the State-owned Assets Supervision and Administration Commission of the State Council and the approval by the State Council, China Potevio Information Industry Group Co., Ltd. (hereinafter referred to as "China Potevio") was transferred to China Electronics Technology Group Corporation (hereinafter referred to as "the Company") free of charge and became a wholly-owned subsidiary of the Company (hereinafter referred to as "the Reorganization"). The Reorganization will result in the Company becoming the indirect controlling shareholder of Nanjing Putian Telecommunications Co., Ltd. (hereinafter referred to as the "Listed Company"), a listed company affiliated to China Potevio. As the purchaser of the Listed Company, in order to ensure the independence of the Listed Company in terms of assets, personnel, finance, business and organizations, the Company hereby makes the following commitments:

1. Personnel independence

(1) The Company ensures that the general manager, deputy general manager, chief financial officer, secretary of the Board of Directors and other senior executives of the Listed Company will not hold other administrative positions except directors and supervisors in the Company and other enterprises and institutions controlled by the Company (hereinafter referred to as “Subordinate Enterprises and Institutions”), and will not receive remuneration from the Company and its Subordinate Enterprises and Institutions.

(2) The Company ensures that the financial personnel of the Listed Company will not work part-time in the Company and its Subordinate Enterprises and Institutions.

2. Financial independence

(1) The Company ensures that the Listed Company sets up an independent financial accounting department, has independent financial accounting system and financial management rules, and makes financial decisions independently.

(2) The Company ensures that the Listed Company remains independent in financial decision-making, and that the Company and its Subordinate Enterprises and Institutions do not interfere in the use of funds by the Listed Company.

(3) The Company ensures that the Listed Company independently opens accounts in banks and settle revenue and expenditures, and independently files tax returns and fulfills tax obligations according to laws.

3. Organizational independence

(1) The Company ensures that the Listed Company and its subsidiaries establish and improve their corporate governance structures according to laws and can operate independently, and that the offices and production and business premises of the Listed Company are separated from the Company and its Subordinate Enterprises and Institutions.

(2) The Company ensures that the Listed Company and its subsidiaries operate independently without subordinate relationship with the Company's functional departments.

4. Asset independence

(1) The Company ensures that the Listed Company has independent and complete assets.

(2) The Company ensures that the Company and its Subordinate Enterprises and Institutions do not illegally occupy assets, funds and other resources of the Listed Company.

5. Business independence

(1) The Company ensures the independence of the Listed Company's business and operation activities.

(2) The Company ensures that the Listed Company signs contracts and carries out business independently, forms an independent and complete business system, implements independent accounting of operation and management, bears liabilities and risks independently, and has the ability to operate independently and continuously in the market.

This commitment shall remain in force during the period during which the Company has control over the Listed Company. If the Company fails to fulfill the above commitment and causes losses to the Listed Company, the Company will bear corresponding liability for compensation.

Commitment 2

Commitment made by: China Electronics Technology Group Corporation

Contents of commitments

After the review by the State-owned Assets Supervision and Administration Commission of the State Council and the approval by the State Council, China Potevio Information Industry Group Co., Ltd. (hereinafter referred to as "China Potevio") was transferred to China Electronics Technology Group Corporation (hereinafter referred to as "the Company") free of charge and became a wholly-owned subsidiary of the Company (hereinafter referred to as "the Reorganization"). The Reorganization will result in the Company becoming the indirect controlling shareholder of Nanjing Putian Telecommunications Co., Ltd. (hereinafter referred to as the "Listed Company"), a listed company affiliated to China Potevio. As the purchaser of the Listed Company, in order to avoid horizontal competition and safeguard the interests of public shareholders, the Company hereby makes the following commitment:

From the date of issuance of this Letter of Commitment, the Company will further investigate whether there is horizontal competition with the Listed Company. If there is horizontal competition with the Listed Company, the Company will strengthen internal coordination and control management to ensure the healthy and

sustainable development of the Listed Company without damaging the interests of the Listed Company and its public investors; If there is no horizontal competition, during the period when the Company directly or indirectly maintains substantial equity control over the Listed Company, it will strictly abide by the relevant rules formulated by the CSRC and the stock exchange and the Articles of Association of the Listed Company, and will not leverage its control over the Listed Company to engage in horizontal competition that harms the legitimate rights and interests of the Listed Company and its minority shareholders.

The above Letter of Commitment shall take effect from the date of issuance of the Letter of Commitment, and shall remain valid during the legal and effective existence of the Listed Company and the period when the Company is the actual controller of the Listed Company.

Commitment 3

Commitment made by: China Electronics Technology Group Corporation

Contents of commitments

After the review by the State-owned Assets Supervision and Administration Commission of the State Council and the approval by the State Council, China Potevio Information Industry Group Co., Ltd. (hereinafter referred to as "China Potevio") was transferred to China Electronics Technology Group Corporation (hereinafter referred to as "the Company") free of charge and became a wholly-owned subsidiary of the Company (hereinafter referred to as "the Reorganization"). The Reorganization will result in the Company becoming the indirect controlling shareholder of Nanjing Putian Telecommunications Co., Ltd. (hereinafter referred to as the "Listed Company"), a listed company affiliated to China Potevio. As the acquirer of the Listed Company, in order to ensure the legitimate rights and interests of the Listed Company and its minority shareholders, the Company makes the following commitment concerning regulating related party transactions between the Company and the Listed Company:

1. The Company and its subordinate units controlled by the Company will try their best to avoid or reduce unnecessary related party transactions with the Listed Company and its subsidiaries; Related business transactions or transactions that are necessary or reasonable will be conducted on the basis of equality and voluntariness and in accordance with the principles of fairness, impartiality and openness, and the transaction prices will be reasonably determined based on market prices. For related party transactions that are difficult to compare with market prices or subject to pricing limitations, the standards of relevant costs and profits should be clearly defined in contracts, and decision-making procedures should be performed in accordance with relevant laws and regulations, normative documents and the Articles of Association of the Listed Company, so as to ensure that the legitimate rights and interests of the Listed Company and other shareholders will not be damaged through related party transactions, and information disclosure obligations should be performed in accordance with relevant regulations.
2. Any agreement and arrangement made by the Company, its controlled subordinate enterprises and the Listed Company on related affairs and related party transactions shall not prevent them from conducting business dealings or transactions with any third party for their own benefit under the same competitive conditions in the market.

This Letter of Commitment shall remain valid during the legal and valid existence of the Listed Company and the period when the Company is the actual controller of the Listed Company. If the Listed Company suffers losses due to the Company's violation of the commitment under this Letter of Commitment, the Company will bear corresponding compensation liabilities according to laws.

Commitment 4

Commitment made by: CETC Glarun Group Co., Ltd.

Contents of commitments

As the acquirer of NXT B, the Company hereby makes the following commitment to ensure the independence of the Listed Company in assets, personnel, finance, business and organizations after the completion of this acquisition:

1. Personnel independence

(1) The Company ensures that the general manager, deputy general manager, chief financial officer, secretary of the Board of Directors and other senior executives of the Listed Company will not hold other positions except directors and supervisors in the Company and other enterprises and institutions controlled by the Company (hereinafter referred to as "Subordinate Enterprises and Institutions"), and will not receive remuneration from the Company and its Subordinate Enterprises and Institutions.

(2) The Company ensures that the financial personnel of the Listed Company will not work part-time in or receive remuneration from the Company and its Subordinate Enterprises and Institutions.

(3) The Company ensures that the Listed Company has complete and independent labor, personnel and remuneration management systems, and that these systems are completely independent of the Company and other enterprises and institutions controlled by the Company.

2. Financial independence

(1) The Company ensures that the Listed Company sets up an independent financial accounting department, has independent financial accounting system and financial management rules, and makes financial decisions independently.

(2) The Company ensures that the Listed Company remains independent in financial decision-making, and that the Company and its Subordinate Enterprises and Institutions do not interfere in the use of funds by the Listed Company.

(3) The Company ensures that the Listed Company independently opens accounts in banks and settle revenue and expenditures, and independently files tax returns and fulfills tax obligations according to laws.

(4) The Company ensures that the financial personnel of the Listed Company do not serve concurrently in the Company and its Subordinate Enterprises and Institutions.

3. Organizational independence

(1) The Company ensures that the Listed Company and its subsidiaries establish and improve their corporate governance structures according to laws, establish independent and complete organizations, and operate independently, and that the office and production and business premises of the Listed Company are separated from the Company and its Subordinate Enterprises and Institutions, without confusion among their organizations.

(2) The Company ensures that the Listed Company and its subsidiaries operate independently without subordinate relationship with the Company's functional departments.

4. Asset independence

(1) The Company ensures that the Listed Company has independent and complete assets.

(2) The Company ensures that the Company and its Subordinate Enterprises and Institutions do not illegally occupy assets, funds and other resources of the Listed Company.

5. Business independence

(1) The Company ensures the independence of the Listed Company's business and operation activities.

(2) The Company ensures that the Listed Company has assets, personnel and qualifications to independently carry out business activities, sign contracts and carry out business independently, forms an independent and

complete business system, implements independent accounting of operation and management, bears liabilities and risks independently, and has the ability to operate independently and continuously in the market.

(3) In case of necessary related party transactions between the Company/its Subordinate Enterprises and Institutions and the Listed Company, agreements shall be signed according to laws, and necessary legal procedures shall be performed in accordance with relevant laws, regulations and Articles of Association of the Listed Company.

This commitment shall remain valid during the legal and valid existence of the Listed Company and the period when the Company is the controlling shareholder of the Listed Company. If the Company fails to fulfill the above commitment and causes losses to the Listed Company, the Company will bear corresponding liability for compensation.

Commitment 5

Commitment made by: CETC Glarun Group Co., Ltd.

Contents of commitments

The main business of the Company is not identical or similar to that of the Listed Company. Before this acquisition, the actual controller of the Listed Company was China Electronics Technology Group Corporation (hereinafter referred to as "CETC"). After the completion of this acquisition, the actual controller of the Listed Company is still CETC. This acquisition is carried out between different subjects controlled by the same actual controller, without causing changes in the actual controller of the Listed Company and the related parties of the Listed Company. Therefore, this acquisition will not cause new horizontal competition between the related parties and the Listed Company.

In order to avoid horizontal competition and safeguard the interests of public shareholders, the Company hereby makes the following commitment:

I. As of the date of issuance of this Letter of Commitment, the Company and other enterprises controlled by the Company do not engage in or participate in any business or activities that constitutes a substantial competition against the Listed Company in its main business.

II. After the completion of this acquisition, the Company and other enterprises controlled by the Company will not directly or indirectly engage in the business same as the main business of the Listed Company.

III. After the completion of this acquisition, the Company ensures that the Company and its subordinate units will not have substantial horizontal competition against the Listed Company in the future through internal coordination and control management. If the Company and its subordinate units get business opportunities to engage in new businesses that may result in horizontal competition against the Listed Company, the Company and its subordinate units will give priority to offering the business opportunities of the said new businesses to the Listed Company for selection, and make their best efforts to enable the business opportunities of the said new businesses to transfer to the Listed Company.

If the Listed Company gives up the business opportunities of the said new businesses, the Company and its subordinate units can operate the relevant new businesses on their own, but in the future, with the needs of business development, the Listed Company will still enjoy the following rights as permitted by the applicable laws and regulations and relevant regulatory rules:

1. The Listed Company has the right to purchase assets and equity related to the above businesses from the Company and its subordinate units for one or more times;
2. In addition to acquisition, the Listed Company may, as permitted by applicable laws, regulations and relevant regulatory rules, choose to operate the assets and/or businesses related to the above businesses of the Company and its subordinate units by means of entrusted management, lease, contracted operation and licensed use.

IV. This Letter of Commitment shall remain valid during the legal and effective existence of the Listed Company and the period when the Company is the controlling shareholder of the Listed Company; From the date of issuance of this Letter of Commitment, if the Listed Company suffers losses due to the violation of the commitment under this Letter of Commitment by the Company or its subordinate units, the Company will bear corresponding compensation liabilities according to laws.

If the commitment hereunder is impossible to fulfill or needs to be adjusted due to objective reasons such as policy adjustment and market changes, the Company and the Listed Company will give public explanations to the market in advance to fully disclose the reasons for adjustment or failure to fulfill the commitment, and propose corresponding solution.

Commitment 6

Commitment made by: CETC Glarun Group Co., Ltd.

Contents of commitments

After the completion of this acquisition, the Listed Company will continue to strictly comply with the requirements of relevant laws, regulations and the Listing Rules, abide by the Articles of Association and other provisions on related party transactions, perform necessary legal procedures, conduct related party transactions in accordance with legal and effective agreements, give full play to the role of independent directors in practical work, follow the principles of fairness, impartiality and openness, and fulfill information disclosure obligations, thus protecting the interests of minority shareholders. In order to reduce and regulate related party transactions, and safeguard the legitimate rights and interests of the Listed Company and its public shareholders, the Company makes the following commitment concerning regulating related party transactions between the Company and the Listed Company:

1. The Company and its subordinate units controlled by the Company will try their best to avoid or reduce unnecessary related party transactions with the Listed Company and its subsidiaries; Related business transactions or transactions that are necessary or reasonable will be conducted on the basis of equality and voluntariness and in accordance with the principles of fairness, impartiality and openness, and the transaction prices will be reasonably determined based on market prices. For related party transactions that are difficult to compare with market prices or subject to pricing limitations, the standards of relevant costs and profits should be clearly defined in contracts, and decision-making procedures should be performed in accordance with relevant laws and regulations, normative documents and the Articles of Association of the Listed Company, so as to ensure that the legitimate rights and interests of the Listed Company and other shareholders will not be damaged through related party transactions, and information disclosure obligations should be performed in accordance with relevant regulations.

2. Any agreement and arrangement made by the Company, its controlled subordinate enterprises and the Listed Company on related affairs and related party transactions shall not prevent them from conducting business dealings or transactions with any third party for their own benefit under the same competitive conditions in the market.

This Letter of Commitment shall remain valid during the legal and valid existence of the Listed Company and the period when the Company is the controlling shareholder of the Listed Company. If the Listed Company suffers losses due to the Company's violation of the commitment under this Letter of Commitment, the Company will bear corresponding compensation liabilities according to laws.

If the commitment hereunder is impossible to fulfill or needs to be adjusted due to objective reasons such as policy adjustment and market changes, the Company and the Listed Company will give public explanations to

the market in advance to fully disclose the reasons for adjustment or failure to fulfill the commitment, and propose corresponding solution.

Commitment 7

Commitment made by: Xu Qian; Wang Wenkui; Li Tong; Liu Yun; Wang Jinfeng; Qin Zhen; Tang Fuxin; Xie Manlin; Du Xiaorong; Jia Haowen; Lei Xu; Liu Xiaodong; Wang Huailin; Li Jing

Contents of commitments

In order to ensure that the Company's measures to fill the diluted immediate return can be effectively implemented, all directors and senior executives of the Company make the following commitment:

- (I) I promise not to transfer benefits to other units or individuals without compensation or on unfair terms, or to use other means to harm the interests of the Listed Company;
- (II) I promise to restrain my job-related consumption behavior;
- (III) I promise not to use the Listed Company's assets for investments and consumption unrelated to my duties;
- (IV) I promise to do my best, within the scope of my responsibilities and authority, to link the remuneration system established by the Board of Directors or the Remuneration Committee with the implementation of the Listed Company's compensation measures to cover losses;
- (V) If the Listed Company plans to implement equity incentives in the future, I promise to do my best, within the scope of my responsibilities and authority, to link the exercise conditions of the equity incentives planned by the Listed Company with the implementation of the compensation measures;
- (VI) From the date of this commitment to the completion of this transaction, if the CSRC issues any new regulatory provisions regarding compensation measures to cover losses and related commitments, and the above commitments cannot satisfy such provisions of the CSRC, I promise to issue a supplementary commitment in accordance with the latest regulations of the CSRC;
- (VII) I promise to diligently fulfill the Listed Company's established compensation measures to cover losses and any commitments I have made in relation to these measures; if I violate such commitments and cause losses to the Listed Company or investors, I am willing to assume legal compensation responsibility to the Listed Company or investors.

Commitment 8

Commitment made by: China Electronics Technology Group Corporation

Contents of commitments

1. The Company, as an investment institution authorized by the State Council, exercises contributor rights for Nanjing Putian Telecommunications Co., Ltd. and other relevant member units, conducts state-owned equity management, and aims to preserve and increase the value of state capital. The Company itself does not participate in specific business and does not compete horizontally with Nanjing Putian Telecommunications Co., Ltd.
2. After this major asset restructuring of Nanjing Putian Telecommunications Co., Ltd., other enterprises and institutions directly or indirectly controlled by the Company will not, directly or indirectly, engage in any business that would constitute adverse competition with the main operations of Nanjing Putian Telecommunications Co., Ltd.
3. If the Company or any enterprise or institution controlled by the Company obtains a business opportunity that would constitute adverse competition with the main operations of Nanjing Putian Telecommunications Co., Ltd., and Nanjing Putian Telecommunications Co., Ltd. seeks to pursue that opportunity, the Company will

strengthen internal coordination and control to avoid any damage to the interests of Nanjing Putian Telecommunications Co., Ltd. and its public investors due to horizontal competition.

4. This letter of commitment remains effective so long as Nanjing Putian Telecommunications Co., Ltd. exists legally and validly and the Company remains its actual controller. From the date of issuance of this letter of commitment, if Nanjing Putian Telecommunications Co., Ltd. suffers any loss due to the Company's breach of any provision herein, the Company will fully compensate for such loss within a reasonable period after the amount of loss has been determined.

Commitment 9

Commitment made by: CETC Glarun Group Co., Ltd.

Contents of commitments

1. As a second-tier member unit under China Electronics Technology Group Corporation, the Company primarily assumes member enterprise management functions. The Company itself does not participate in specific business and does not compete horizontally with Nanjing Putian Telecommunications Co., Ltd.

2. After this major asset restructuring of Nanjing Putian Telecommunications Co., Ltd., other enterprises and institutions directly or indirectly controlled by the Company will not, directly or indirectly, engage in any business that would constitute adverse competition with the main operations of Nanjing Putian Telecommunications Co., Ltd.

3. If the Company or any enterprise or institution controlled by the Company obtains a business opportunity that would constitute adverse competition with the main operations of Nanjing Putian Telecommunications Co., Ltd., and Nanjing Putian Telecommunications Co., Ltd. seeks to pursue that opportunity, the Company will strengthen internal coordination and control to avoid any damage to the interests of Nanjing Putian Telecommunications Co., Ltd. and its public investors due to horizontal competition.

4. This Letter of Commitment shall remain valid during the legal and valid existence of Nanjing Putian and the period when the Company is the controlling shareholder of Nanjing Putian. From the date of issuance of this letter of commitment, if Nanjing Putian Telecommunications Co., Ltd. suffers any loss due to the Company's breach of any provision herein, the Company will fully compensate for such loss within a reasonable period after the amount of loss has been determined.

Commitment 10

Commitment made by: China Electronics Technology Group Corporation, CETC Glarun Group Co., Ltd.

Contents of commitments

1. Prior to this transaction, the Listed Company has been independent from the Company and other enterprises controlled by the Company in business, assets, organization, personnel, and finance, and possesses independence in these aspects.

2. After completion of this transaction, neither the Company nor other enterprises controlled by the Company will, by virtue of their identity as the Listed Company's controlling shareholder/actual controller, affect the independence of the Listed Company. They will continue to take effective measures in accordance with the Company Law of the People's Republic of China, the Securities Law of the People's Republic of China, and other applicable laws, regulations, normative documents, and regulatory requirements for listed companies to ensure the Listed Company's independence in business, assets, organization, personnel, and finance.

3. The Letter of Commitment shall remain valid during the period when the Company is the controlling shareholder/actual controller of the Listed Company.

Commitment 11

Commitment made by: China Electronics Technology Group Corporation

Contents of commitments

1. The Company and entities controlled by the Company (excluding Nanjing Putian and its controlled enterprises, similarly hereinafter) will, to the greatest extent possible, avoid related-party transactions with Nanjing Putian and enterprises controlled by Nanjing Putian (collectively “Nanjing Putian”). For related-party transactions that are unavoidable in the future, the Company guarantees to follow the principle of fairness in market transactions (i.e., normal commercial terms) when transacting with Nanjing Putian.
2. If Nanjing Putian must engage in unavoidable related-party transactions with the Company or entities controlled by the Company in its future operations, the Company will ensure that such transactions strictly follow the approval procedures set forth in relevant national laws, regulations, and Nanjing Putian’s Articles of Association. When Nanjing Putian’s Board of Directors or Shareholders’ Meeting votes on such related-party transactions, the Company and/or its related parties and concerted actors will strictly perform their obligation to recuse themselves from voting; the Company will enter into written agreements with Nanjing Putian for such transactions, timely fulfill information disclosure obligations; guarantee that transactions occur on normal commercial terms and that neither the Company nor entities controlled by the Company will request or accept more favorable conditions from Nanjing Putian than those available to third parties in any fair market transaction; guarantee that no related-party transaction will harm the legitimate rights and interests of Nanjing Putian or other investors; and ensure that neither the Company nor entities controlled by the Company will use their position as actual controller of the Company and controlling influence to seek priority in transactions with Nanjing Putian.
3. The Company and entities controlled by the Company will diligently and in good faith perform all related-party transaction agreements signed with Nanjing Putian. The Company and entities controlled by the Company will not seek any benefits or gains from Nanjing Putian beyond those stipulated in the foregoing agreements.
4. If the Company breaches the above commitments and causes losses to Nanjing Putian, the Company will bear liability for compensation in accordance with law.
5. During the period in which the Company acts as Nanjing Putian’s actual controller, the above commitments are binding on the Company.

Commitment 12

Commitment made by: CETC Glarun Group Co., Ltd.

Contents of commitments

1. The Company and entities controlled by the Company (excluding Nanjing Putian and its controlled enterprises, similarly hereinafter) will, to the greatest extent possible, avoid related-party transactions with Nanjing Putian and enterprises controlled by Nanjing Putian (collectively “Nanjing Putian”). For related-party transactions that are unavoidable in the future, the Company guarantees to follow the principle of fairness in market transactions (i.e., normal commercial terms) when transacting with Nanjing Putian.
2. The Company and entities controlled by the Company undertake not to appropriate Nanjing Putian’s funds or assets by means of loans, debt repayment on behalf, advance payments, or any other methods, nor will they require Nanjing Putian to provide improper guarantees for the Company or entities controlled by the Company.
3. If Nanjing Putian must engage in unavoidable related-party transactions with the Company or entities controlled by the Company in its future operations, the Company will ensure that such transactions strictly follow the approval procedures set forth in relevant national laws, regulations, and Nanjing Putian’s articles of association. When Nanjing Putian’s Board of Directors or Shareholders’ Meeting votes on such related-party

transactions, the Company and/or its related parties and concerted actors will strictly perform their obligation to recuse themselves from voting; the Company will enter into written agreements with Nanjing Putian for such transactions, timely fulfill information disclosure obligations; guarantee that transactions occur on normal commercial terms and that neither the Company nor entities controlled by the Company will request or accept more favorable conditions from Nanjing Putian than those available to third parties in any fair market transaction; guarantee that no related-party transaction will harm the legitimate rights and interests of Nanjing Putian or other investors; and ensure that neither the Company nor entities controlled by the Company will use their position as controlling shareholder of the Company to seek priority in transactions with Nanjing Putian.

4. The Company and entities controlled by the Company will diligently and in good faith perform all related-party transaction agreements signed with Nanjing Putian. The Company and entities controlled by the Company will not seek any benefits or gains from Nanjing Putian beyond those stipulated in the foregoing agreements.

5. If the Company breaches the above commitments and causes losses to Nanjing Putian, the Company will bear liability for compensation in accordance with law.

6. During the period in which the Company acts as Nanjing Putian's controlling shareholder, the above commitments are binding on the Company.

Commitment 13

Commitment made by: CETC Glarun Group Co., Ltd.

Contents of commitments

The Company undertakes that, from the date of issuance of this letter of commitment until completion of this transaction, it has no intention or plan to reduce its holdings in Nanjing Putian Telecommunications Co., Ltd. and will not reduce such holdings in any manner. If the Company breaches this commitment and causes losses to Nanjing Putian or other investors, the Company undertakes to compensate Nanjing Putian or such investors in accordance with law.

Commitment 14

Commitment made by: Shen Xiaobing, Jiang Yi, Shi Jiandong, Wang Xingyu, Song Tiecheng, Gao Jing, Huang Linkui, Mei Lin, He Hui, Qiu Huizhen, Jia Haowen, Liao Rongchao, Li Jing, Fu Guokai

Contents of commitments

I undertake that, from the date of issuance of this letter of commitment until completion of this transaction, I have no intention or plan to reduce my holdings in Nanjing Putian Telecommunications Co., Ltd. and will not reduce such holdings in any manner. If I breach this commitment and cause losses to Nanjing Putian or other investors, I undertake to compensate Nanjing Putian or such investors in accordance with law.

Commitment 15

Commitment made by: Shen Xiaobing, Jiang Yi, Shi Jiandong, Wang Xingyu, Song Tiecheng, Gao Jing, Huang Linkui, Mei Lin, He Hui, Qiu Huizhen, Jia Haowen, Liao Rongchao, Li Jing, Fu Guokai

Contents of commitments

As of the date of signing this letter of commitment, neither the Company or its directors, supervisors, senior executives, nor institutions controlled by them are subject to the circumstances set forth in Article 12 of Regulatory Guidelines No. 7 for Listed Companies—Supervision of Abnormal Trading of Stocks Related to Major Asset Restructuring of Listed Companies (Announcement [2023] No. 39 of China Securities Regulatory Commission), namely “if any persons are under investigation or criminal investigation for suspected insider trading related to this major asset restructuring; from the date of case filing until liability determination, such

persons shall not participate in any major asset restructuring of a listed company.” “Where the CSRC imposes administrative penalties or judicial authorities pursue criminal liability, the relevant subjects shall not participate in any major asset restructuring of a listed company for at least thirty-six months from the effective date of the CSRC’s administrative penalty decision or the judicial ruling.”

Commitment 16

Commitment made by: China Electronics Technology Group Corporation, CETC Glarun Group Co., Ltd.

Contents of commitments

As of the date of signing this letter of commitment, neither the Company or its directors, supervisors, senior executives, nor institutions controlled by them are subject to the circumstances set forth in Article 12 of Regulatory Guidelines No. 7 for Listed Companies—Supervision of Abnormal Trading of Stocks Related to Major Asset Restructuring of Listed Companies (Announcement [2023] No. 39 of China Securities Regulatory Commission), namely “if any persons are under investigation or criminal investigation for suspected insider trading related to this major asset restructuring; from the date of case filing until liability determination, such persons shall not participate in any major asset restructuring of a listed company.” “Where the CSRC imposes administrative penalties or judicial authorities pursue criminal liability, the relevant subjects shall not participate in any major asset restructuring of a listed company for at least thirty-six months from the effective date of the CSRC’s administrative penalty decision or the judicial ruling.”

Commitment 17

Commitment made by: Nanjing Nanman Electrical Co., Ltd.

Contents of commitments

As of the date of signing this letter of commitment, neither the Company nor its directors, supervisors, senior executives are subject to the circumstances set forth in Article 12 of Regulatory Guidelines No. 7 for Listed Companies—Supervision of Abnormal Trading of Stocks Related to Major Asset Restructuring of Listed Companies (Announcement [2023] No. 39 of China Securities Regulatory Commission), namely “if any persons are under investigation or criminal investigation for suspected insider trading related to this major asset restructuring; from the date of case filing until liability determination, such persons shall not participate in any major asset restructuring of a listed company.” “Where the CSRC imposes administrative penalties or judicial authorities pursue criminal liability, the relevant subjects shall not participate in any major asset restructuring of a listed company for at least thirty-six months from the effective date of the CSRC’s administrative penalty decision or the judicial ruling.”

Commitment 18

Commitment made by: Nanjing Rail Transit System Engineering Co., Ltd.

Contents of commitments

As of the date of signing this letter of commitment, neither the Company nor its directors, supervisors, senior executives, nor key personnel of controlled institutions are subject to the circumstances set forth in Article 12 of Regulatory Guidelines No. 7 for Listed Companies—Supervision of Abnormal Trading of Stocks Related to Major Asset Restructuring of Listed Companies (Announcement [2023] No. 39 of China Securities Regulatory Commission), namely “if any persons are under investigation or criminal investigation for suspected insider trading related to this major asset restructuring; from the date of case filing until liability determination, such persons shall not participate in any major asset restructuring of a listed company.” “Where the CSRC imposes administrative penalties or judicial authorities pursue criminal liability, the relevant subjects shall not participate

in any major asset restructuring of a listed company for at least thirty-six months from the effective date of the CSRC's administrative penalty decision or the judicial ruling.”

Commitment 19

Commitment made by: Nanjing Putian Telecommunications Co., Ltd.

Contents of commitments

1. The Company plans to sell 100% equity in Nanjing Nanman Electrical Co., Ltd. that it holds. The Company undertakes that it holds complete and clear rights to the target assets of this transaction; such rights are free of defects and have not been subject to any mortgage or other encumbrance.
2. The capital contribution corresponding to the Company's 100% equity in Nanjing Nanman Electrical Co., Ltd. has been fully and duly paid, with no false contributions, delayed contributions, withdrawal of contributions, or other breaches of shareholder duties and obligations; the Company's 100% equity in Nanjing Nanman Electrical Co., Ltd. is not held in trust, by proxy, or on behalf of any third party, nor is any voting right entrusted to others.
3. The target assets of this transaction are not subject to any restrictions on transfer.

Commitment 20

Commitment made by: Shen Xiaobing, Jiang Yi, Shi Jiandong, Wang Xingyu, Song Tiecheng, Gao Jing, Huang Linkui, Jia Haowen, Liao Rongchao, Li Jing, Fu Guokai

Contents of commitments

In order to ensure that the Company's measures to fill the diluted immediate return can be effectively implemented, all directors and senior executives of the Company make the following commitment:

1. I promise not to transfer benefits to other units or individuals without compensation or on unfair terms, or to use other means to harm the interests of the Listed Company;
2. I promise to restrain my job-related consumption behavior;
3. I promise not to use the Listed Company's assets for investments and consumption unrelated to my duties;
4. I promise to do my best, within the scope of my responsibilities and authority, to link the remuneration system established by the Board of Directors or the Remuneration Committee with the implementation of the Listed Company's compensation measures to cover losses;
5. If the Listed Company plans to implement equity incentives in the future, I promise to do my best, within the scope of my responsibilities and authority, to link the exercise conditions of the equity incentives planned by the Listed Company with the implementation of the compensation measures;
6. From the date of this commitment to the completion of this transaction, if the CSRC issues any new regulatory provisions regarding compensation measures to cover losses to cover losses and related commitments, and the above commitments cannot satisfy such provisions of the CSRC, I promise to issue a supplementary commitment in accordance with the latest regulations of the CSRC;
7. I promise to diligently fulfill the Listed Company's established compensation measures to cover losses and any commitments I have made in relation to these measures; if I violate such commitments and cause losses to the Listed Company or investors, I am willing to assume legal compensation responsibility to the Listed Company or investors.

Commitment 21

Commitment made by: China Electronics Technology Group Corporation, CETC Glarun Group Co., Ltd.

Contents of commitments

1. The Company shall not exceed its authority to intervene in the business management activities of the Listed Company, nor shall it appropriate the Listed Company's interests.
2. I promise not to use the Listed Company's assets for investments and consumption unrelated to my duties;
3. If the Company breaches the above commitments and causes losses to the Listed Company or its investors, the Company undertakes to bear corresponding legal liability.
4. From the date of issuance of this commitment until completion of this transaction, if the China Securities Regulatory Commission ("CSRC") or the Shenzhen Stock Exchange formulate the latest regulatory requirements for remedial measures and related commitments, and if the foregoing commitments be insufficient to meet such requirements, the Company will, at that time, issue supplementary commitments in accordance with the relevant regulations of CSRC and Shenzhen Stock Exchange.
5. As one of the responsible parties for remedial measures, the Company undertakes to strictly fulfill the above commitments to ensure that the Listed Company's remedial measures are effectively implemented. If the Company breaches the above commitments or refuses to fulfill them, the Company will bear corresponding legal liability in accordance with relevant laws, regulations, rules, and normative documents.

Commitment 22

Commitment made by: Nanjing Putian Telecommunications Co., Ltd.

Contents of commitments

1. In the past three years, the Company has not provided external guarantees in violation of regulations, nor has its funds been appropriated by the Listed Company's controlling shareholder, actual controller, or other controlled institutions through loans, debt repayment on behalf, advance payments, or other means.
2. The Company guarantees that, in this transaction, it has lawfully fulfilled its statutory information disclosure and reporting obligations; its information disclosure and reporting are legal and effective, and there are no contracts, agreements, arrangements, or other matters that should have been disclosed but were not.
3. The Company undertakes that there is no leakage of insider information regarding this asset restructuring, nor any insider trading using information about this transaction.
4. The Company is not engaged in any other circumstances that seriously harm investors' legitimate rights and interests or the public interest.
5. If the Company breaches the above commitments and causes losses to other parties related to this transaction, the Company shall bear compensation liability.

Commitment 23

Commitment made by: Shen Xiaobing, Jiang Yi, Shi Jiandong, Wang Xingyu, Song Tiecheng, Gao Jing, Huang Linkui, Mei Lin, He Hui, Qiu Huizhen, Jia Haowen, Liao Rongchao, Li Jing, Fu Guokai

Contents of commitments

1. During my tenure as a director, supervisor, or senior executive of the Listed Company, I shall strictly abide by laws, administrative regulations, and the Company's Articles of Association, act loyally and diligently toward the Company, and shall not violate Articles 180 or 181 of the Company Law of the People's Republic of China or other relevant provisions.
2. I guarantee that, in this transaction, I have lawfully fulfilled my statutory information disclosure and reporting obligations; my information disclosure and reporting are legal and effective, and there are no contracts, agreements, arrangements, or other matters that should have been disclosed but were not.
3. I undertake that there is no leakage of insider information regarding this transaction nor any insider trading using information about this transaction.

Commitment 24

Commitment made by: Nanjing Rail Transit System Engineering Co., Ltd.

Contents of commitments

1. The Company guarantees that, in this transaction, it has lawfully fulfilled its statutory information disclosure and reporting obligations; its information disclosure and reporting are legal and effective, and there are no contracts, agreements, arrangements, or other matters that should have been disclosed but were not.
2. The Company undertakes that there is no leakage of insider information regarding this asset restructuring nor any insider trading using information about this transaction.
3. The Company is not engaged in any other circumstances that seriously harm investors' legitimate rights and interests or the public interest.
4. If the Company breaches the above commitments and causes losses to other parties related to this transaction, the Company shall bear compensation liability.

Commitment 25

Commitment made by: China Electronics Technology Group Corporation, CETC Glarun Group Co., Ltd.

Contents of commitments

1. No harm to the Listed Company's interests

During the period in which the Company acts as the Listed Company's controlling shareholder/actual controller, it has not seriously harmed the Listed Company's interests without remedy.

2. Fulfillment of confidentiality obligations

The Company has fulfilled its confidentiality obligations with respect to information about this transaction and has not engaged in insider trading or market manipulation using such information.

3. Commitment to integrity and lawfulness

The Company is not under investigation by judicial authorities for suspected crimes nor under investigation by the CSRC for suspected violations; in the past three years, it has not been subject to administrative or criminal penalties (excluding those clearly unrelated to the securities market) nor publicly reprimanded by a securities exchange; it has not failed to fulfill any public commitment made to investors for reasons other than objective causes; nor is it engaged in any other illegal, non-compliant, or untrustworthy conduct.

Commitment 26

Commitment made by: Nanjing Putian Telecommunications Co., Ltd.

Contents of commitments

1. The Company has provided intermediaries serving this transaction with all relevant information and documents (including but not limited to original written materials, copies, or oral testimony). The Company guarantees that the copies or reproductions of provided documents and materials are consistent with the originals; the signatures and seals on such documents are genuine; the information and documents provided are true, accurate, and complete, without false records, misleading statements, or material omissions; and the Company bears individual and joint legal liability for the authenticity, accuracy, and completeness of the provided information.
2. During participation in this transaction, the Company will, in accordance with relevant laws, regulations, rules, and the requirements of the CSRC and Shenzhen Stock Exchange, timely disclose information related to this transaction and ensure that such information is true, accurate, and complete, without false records, misleading statements, or material omissions.

If the information provided or disclosed by the Company for this transaction is suspected of containing false records, misleading statements or material omissions and is investigated by judicial authorities or the China Securities Regulatory Commission, the Company is willing to assume full legal liability.

Commitment 27

Commitment made by: Shen Xiaobing, Jiang Yi, Shi Jiandong, Wang Xingyu, Song Tiecheng, Gao Jing, Huang Linkui, Mei Lin, He Hui, Qiu Huizhen, Jia Haowen, Liao Rongchao, Li Jing, Fu Guokai

Contents of commitments

1. I will promptly provide Nanjing Putian Telecommunications Co., Ltd. (“Nanjing Putian”) with relevant information on this transaction and guarantee that the information provided is true, accurate and complete. If the information provided contains false records, misleading statements or material omissions, resulting in losses to Nanjing Putian or investors, I will bear compensation liability in accordance with law.

If the information provided or disclosed for this transaction is suspected of containing false records, misleading statements or material omissions and is investigated by judicial authorities or the China Securities Regulatory Commission, then prior to the issuance of the investigation conclusion, I will not transfer any shares in which I hold equity in Nanjing Putian, and within two trading days of receipt of a notice of case filing and inspection, I will submit a written application to suspend transfer and my securities account to the Board of Directors of Nanjing Putian. The board will apply on my behalf to the exchange and the clearing and settlement institution for share lock-up; if the lock-up application is not submitted within two trading days, I authorize the Board of Directors, after verification, to directly submit my identity and account information to the exchange and the clearing and settlement institution to apply for lock-up; if the Board of Directors does not submit my identity and account information, I authorize the exchange and clearing and settlement institution to directly lock up the relevant shares. If the investigation conclusion finds illegal or irregular circumstances, I undertake that the locked shares will be voluntarily used for compensation arrangements for relevant investors.

Commitment 28

Commitment made by: China Electronics Technology Group Corporation, CETC Glarun Group Co., Ltd.

Contents of commitments

1. The Company guarantees that the information provided for the major asset restructuring is true, accurate, complete and timely, without false records, misleading statements or material omissions, and the Company bears individual or joint liability for the truthfulness, accuracy and completeness of the information provided.

2. The Company guarantees that the materials provided to each intermediary institution participating in the major asset restructuring are true original written materials or copies thereof, that such copies or reproductions are consistent with the originals, and are accurate and complete. All documents bear genuine signatures and seals, without any false records, misleading statements or material omissions.

3. In accordance with the progress of the major asset restructuring, if relevant documents and information need to be further provided, the Company guarantees that the further provided documents and information will continue to meet the requirements of truthfulness, accuracy, completeness, timeliness and validity.

4. If there are false records, misleading statements or material omissions in the Major Asset Restructuring Report of Nanjing Putian Telecommunications Co., Ltd. or other information disclosure materials, causing losses to shareholders and public investors of Nanjing Putian in the trading of Nanjing Putian’s securities, the Company will, in accordance with the final decision of the China Securities Regulatory Commission or the people’s court or other competent authority or the effective judgment, assume civil compensation liability in

accordance with relevant laws, regulations and normative documents, compensating the losses of Nanjing Putian's shareholders and public investors.

5. The Company guarantees that if it violates the above statements and commitments, it is willing to bear the individual and joint legal liabilities arising therefrom.

Commitment 29

Commitment made by: Nanjing Nanman Electrical Co., Ltd.

Contents of commitments

1. The Company has provided Nanjing Putian Telecommunications Co., Ltd. ("the Listed Company") and intermediary institutions serving this transaction with relevant information and documents regarding this transaction (including but not limited to original written materials, copies or oral testimony, etc.). The Company guarantees that the copies or reproductions of provided documents and materials are consistent with the originals; the signatures and seals on such documents are genuine; the information and documents provided are true, accurate, and complete, without false records, misleading statements, or material omissions; and the Company bears individual and joint legal liability for the authenticity, accuracy, and completeness of the provided information.

2. During participation in this transaction, the Company will, in accordance with relevant laws, regulations, rules, and the requirements of the China Securities Regulatory Commission and the Shenzhen Stock Exchange, promptly disclose information related to this transaction to the Listed Company, and guarantee that such information is true, accurate and complete, and that there are no false records, misleading statements or material omissions.

If the information provided or disclosed by the Company for this transaction is suspected of containing false records, misleading statements or material omissions and is investigated by judicial authorities or the China Securities Regulatory Commission, the Company is willing to assume full legal liability.

Commitment 30

Commitment made by: Nanjing Rail Transit System Engineering Co., Ltd.

Contents of commitments

1. The Company has provided Nanjing Putian Telecommunications Co., Ltd. ("the Listed Company") and intermediary institutions serving this transaction with relevant information and documents regarding this transaction (including but not limited to original written materials, copies or oral testimony, etc.). The Company guarantees that the copies or reproductions of provided documents and materials are consistent with the originals; the signatures and seals on such documents are genuine; the information and documents provided are true, accurate, and complete, without false records, misleading statements, or material omissions; and the Company bears individual and joint legal liability for the authenticity, accuracy, and completeness of the provided information.

2. During participation in this transaction, the Company will, in accordance with relevant laws, regulations, rules, and the requirements of the China Securities Regulatory Commission and the Shenzhen Stock Exchange, promptly disclose information related to this transaction to the Listed Company, and guarantee that such information is true, accurate and complete, and that there are no false records, misleading statements or material omissions.

If the information provided or disclosed for this transaction is suspected of containing false records, misleading statements or material omissions and is investigated by judicial authorities or the China Securities Regulatory Commission, then prior to the issuance of the investigation conclusion, the Company will not transfer any

shares in which it holds equity in the Listed Company, and within two trading days of receipt of a notice of case filing and inspection, will submit a written application to suspend transfer and its securities account to the Board of Directors of the Listed Company. The Board of Directors will apply on the Company's behalf to the exchange and the securities registration and clearing institution for share lock-up; if the lock-up application is not submitted within two trading days, the Company authorizes the Board of Directors, after verification, to directly submit the Company's identity and account information to the exchange and the securities registration and clearing institution to apply for lock-up; if the Board of Directors does not submit the Company's identity and account information, the Company authorizes the exchange and the registration and clearing institution to directly lock up the relevant shares. If the investigation conclusion finds illegal or irregular circumstances, the Company undertakes that the locked shares will be voluntarily used for compensation arrangements for relevant investors.

Commitment 31

Commitment made by: Nanjing Putian Telecommunications Co., Ltd. and Shen Xiaobing, Jiang Yi, Shi Jiandong, Wang Xingyu, Song Tiecheng, Gao Jing, Huang Linkui, Mei Lin, He Hui, Qiu Huizhen, Jia Haowen, Liao Rongchao, Li Jing, Fu Guokai

Contents of commitments

Regarding illegal or non-compliant behavior and lack of integrity in the past three years, the Company and its current directors, supervisors and senior executives make the following commitments:

1. The current directors, supervisors and senior executives of the Company do not have circumstances that prohibit them from serving as directors, supervisors or senior executives under the Company Law of the People's Republic of China;
2. The Company and its current directors, supervisors and senior executives are not under investigation by judicial authorities for suspected crimes or under investigation by the China Securities Regulatory Commission for suspected violations;
3. The Company and its current directors, supervisors and senior executives have received the following administrative penalties, regulatory measures, disciplinary actions by securities exchanges and self-regulatory measures in the past three years:

(1) In February 2021, the Company received a Letter of Concern from the Shenzhen Stock Exchange.

On February 25, 2021, the Company Management Department of the Shenzhen Stock Exchange issued [2021] No. 34 "Letter of Concern Regarding Nanjing Putian Telecommunications Co., Ltd.," addressing the Company's disclosed "Announcement on Abnormal Stock Trading Fluctuations" and "Indicative Announcement on the Proposed Gratuitous Transfer of the Overall Property Right of the Actual Controller." The letter requested that the Company's Board of Directors, based on inquiries to relevant shareholders, explain the precise time when the "Indicative Announcement" was first planned or discussed, the earliest time when the Company, its directors, supervisors, senior executives and their immediate family members, as well as insiders knowledgeable about the matter, became aware of the above matters, and whether they have recently traded the Company's stock or engaged in suspected insider trading. The Company was required to provide a written response to the Company Management Department of the Shenzhen Stock Exchange by March 2, 2021, and to promptly submit the list of insiders to the exchange. Additionally, the Company and all directors, supervisors and senior executives were reminded to perform their information disclosure obligations in accordance with laws and regulations.

(2) In January 2022, the Listed Company was ordered to correct by the Jiangsu Regulatory Bureau of the China Securities Regulatory Commission, and in May 2022, received a regulatory letter from the Shenzhen Stock Exchange.

On January 26, 2022, the Jiangsu Regulatory Bureau of the China Securities Regulatory Commission issued [2022] No. 10 “Decision on Taking Regulatory Measures to Order Rectification of Nanjing Putian Telecommunications Co., Ltd.,” determining that during 2017 to 2019, the Company’s service fee revenue from entrusted processing for special network communication business should have been recognized on a net basis, but the Company had been recognizing revenue on a gross basis. The conduct violated No.14 Accounting Standards for Business Enterprises - Revenue and Article 2 of the Administrative Measures for Information Disclosure of Listed Companies (CSRC Order No. 40). Pursuant to Article 59 of the Administrative Measures for Information Disclosure of Listed Companies (CSRC Order No. 40), regulatory measures to order rectification of the Company were taken and recorded in the integrity archive of the securities futures market.

On May 25, 2022, the Listed Company Management Department II of the Shenzhen Stock Exchange issued [2022] No. 108 “Regulatory Letter Regarding Nanjing Putian Telecommunications Co., Ltd.,” determining that based on the “Announcement on the Correction of Accounting Errors in the Previous Period” disclosed on April 26, 2022, the Company’s service fee revenue from entrusted processing for special network communication business during 2017 to 2019 should have been recognized on a net basis but was recognized on a gross basis. The conduct violated Article 1.4 and Article 2.1 of the Stock Listing Rules of the Shenzhen Stock Exchange (November 2018 Revision). The Shenzhen Stock Exchange required the Company and all directors, supervisors and senior executives to learn lessons, implement timely rectification, and prevent recurrence.

(3) In April 2024, the Listed Company received a regulatory letter from the Shenzhen Stock Exchange.

On April 30, 2024, the Listed Company Management Department II of the Shenzhen Stock Exchange issued [2024] No. 89 “Regulatory Letter,” determining that certain content in the “Table of Ordinary Shareholders and Preference Shareholders Restoring Voting Rights and Top 10 Shareholders’ Shareholding Positions” in the “Summary of the Annual Report 2023” was inconsistent with actual conditions and information disclosure was inaccurate. The conduct violated Article 1.4 and Article 2.1.1 of the Stock Listing Rules of the Shenzhen Stock Exchange (August 2023 Revision).

4. Except for the situations described above, neither the Company nor its current directors, supervisors or senior executives have been subject to administrative penalties (excluding those clearly unrelated to the securities market) in the past three years, and in the past five years have not been subject to criminal penalties or involved in major civil litigation or arbitration cases related to economic disputes; furthermore, apart from the situations described above, the Company and its current directors, supervisors and senior executives have maintained good integrity in the past three years without major breaches of trust, including but not limited to failure to repay large-scale debts on schedule, failure to fulfill commitments, being subject to regulatory measures by the China Securities Regulatory Commission, or being disciplined by securities exchanges.

Commitment 32

Commitment made by: Nanjing Nanman Electrical Co., Ltd.

Contents of commitments

1. The current directors, supervisors and senior executives of the Company do not have circumstances that prohibit them from serving as directors, supervisors or senior executives under the Company Law of the People’s Republic of China;

2. The Company and its key personnel such as its current directors, supervisors and senior executives are not under investigation by judicial authorities for suspected crimes or under investigation by the China Securities Regulatory Commission for suspected violations.

3. The Company and its key personnel such as its current directors, supervisors and senior executives have not been subject to any administrative penalties, regulatory measures or disciplinary actions by securities exchanges in the past three years.

4. The Company and its key personnel such as its current directors, supervisors and senior executives have not been subject to administrative penalties (excluding those clearly unrelated to the securities market) in the past three years nor criminal penalties or involved in major civil litigation or arbitration cases related to economic disputes in the past five years; they have maintained good integrity in the past three years without major breaches of trust, including but not limited to failure to repay large-scale debts on schedule, failure to fulfill commitments, being subject to regulatory measures by the China Securities Regulatory Commission, or being disciplined by securities exchanges.

Commitment 33

Commitment made by: Nanjing Rail Transit System Engineering Co., Ltd.

Contents of commitments

1. The current directors, supervisors and senior executives of the Company do not have circumstances that prohibit them from serving as directors, supervisors or senior executives under the Company Law of the People's Republic of China;

2. The Company and its key personnel such as its current directors, supervisors and senior executives have not been subject to administrative penalties (excluding those clearly unrelated to the securities market) or criminal penalties in the past five years nor involved in major civil litigation or arbitration cases related to economic disputes. The Company and its key personnel such as its current directors, supervisors and senior executives have maintained good integrity in the past five years without major breaches of trust, including but not limited to failure to repay large-scale debts on schedule, failure to fulfill commitments, being subject to regulatory measures by the China Securities Regulatory Commission, or being disciplined by securities exchanges.

3. If there is a profit forecast for the Company's assets or projects, and the reporting period is still in the profit forecast period, the Company shall explain whether the assets or projects have achieved the original profit forecast and the reasons therefor.

☐Applicable ☒Not applicable

II. Non-operating occupation of funds by controlling shareholders and other related parties of the Listed Company

☐Applicable ☒Not applicable

During the reporting period, there was no non-operating occupation of funds by controlling shareholders and other related parties of the Listed Company.

III. Illegal external guarantees

☐Applicable ☒Not applicable

During the reporting period, the Company had no illegal external guarantees.

IV. Explanation of the Board of Directors on the relevant information of the latest Modified Audit Report

☐Applicable ☒Not applicable

V. Explanations of the Board of Directors, the Board of Supervisors and independent directors (if any) on the Modified Audit Report for the reporting period issued by the accounting firm

☐Applicable ☒Not applicable

VI. Explanation of changes in accounting policies, accounting estimates compared with the financial report of the previous year or correction of material accounting errors

☐Applicable ☒Not applicable

During the reporting period, there was no change in accounting policies, accounting estimates or correction of major accounting errors.

VII. Explanation of changes in the scope of consolidated statements compared with the financial report of the previous year

☒Applicable ☐Not applicable

The Company sold 100% equity of its subsidiary Nanjing Nanman Electrical Co., Ltd. externally, and for the period from January to December of its liquidation period, included its profits, losses and cash flows in the consolidated scope for this period.

The Company sold 50.7% equity of its subsidiary Nanjing Putian Changle Communication Equipment Co., Ltd. externally, and for the period from January to November of its liquidation period, include its profits, losses and cash flows in the consolidated scope for this period.

VIII. Appointment and dismissal of accounting firm

Accounting firm currently engaged

Name of domestic accounting firm	WUYIGE Certified Public Accountants LLP
Remuneration of domestic accounting firm (in 10,000 yuan)	80
Continuous years of audit service of the domestic accounting firm	3
Name of CPAs of the domestic accounting firm	Wan Fangquan, Guo Zhigang
Continuous years of audit service of CPAs of the domestic accounting firm	1 year, 3 years

Whether to change the accounting firm in the current period

☐Yes ☒No

Engagement of internal control audit accounting firm, financial consultants or sponsors

☒Applicable ☐Not applicable

The Company engaged WUYIGE Certified Public Accountants LLP (Special General Partnership) as the internal control audit institution in 2024, and the internal control audit fee was 200,000 yuan.

In this year, due to major asset restructuring matters, the Company engaged Minsheng Securities Co., Ltd. as financial advisor and paid a total of 1.5 million yuan for financial advisory services during the period.

IX. Delisting after the disclosure of the annual report

☐Applicable ☒Not applicable

X. Matters related to bankruptcy reorganization

☐Applicable ☒Not applicable

No bankruptcy reorganization related matters occurred during the reporting period.

XI. Major litigation and arbitration matters

☒Applicable ☐Not applicable

Basic situation of litigation (arbitration)	Amount involved (in 10,000 yuan)	Whether an estimated liability is formed	Progress of litigation (arbitration)	The result and influence of litigation (Arbitration)	Enforcement of litigation (arbitration) judgments	Date of disclosure	Disclosure index
Wu Xingfu v. Nanjing Putian Telecommunications Co., Ltd.: Case of Labor Dispute	0	No	The verdict has come into effect	It has no significant impact on the profit of the Company in the current period or after the period	Execution completed	August 22, 2024	Announcement on Accumulated Litigation (Announcement No.: 2024-043)
Jurong Dongxu Weak Current Engineering Co., Ltd. v. Nanjing Putian Telecommunications Co., Ltd.: Case of Dispute over Contract of Hired Work	28.89	No	Court-ordered mediation	It has no significant impact on the profit of the Company in the current period or after the period	Execution completed	August 22, 2024	Ibid.
Nanjing Jinling Zhuangyuanlou Hotel Co., Ltd. v. Nanjing Putian Telecommunications Co., Ltd.: Case of Dispute over	9.66	No	The verdict has come into effect	It has no significant impact on the profit of the Company in the current period or after the period	Execution completed	August 22, 2024	Ibid.

Service Contract							
Nanjing Putian Telege Intelligent Building Ltd. v. Ningxia Damo Technology Development Co., Ltd.: Case of Dispute over Sales Contract	6.38	No	The verdict has come into effect	It has no significant impact on the profit of the Company in the current period or after the period	In execution	August 22, 2024	Ibid.
Nanjing Southern Telecom Co., Ltd. v. Jiangsu Hongji Information Technology Co., Ltd.: Case of Dispute over Sales Contract	8.07	No	Case withdrawn	It has no significant impact on the profit of the Company in the current period or after the period	-	August 22, 2024	Ibid.
Bao Yuqing v. Nanjing Putian Telecommunications Co., Ltd.: Case of Labor Dispute	13.58	No	Court-ordered mediation	It has no significant impact on the profit of the Company in the current period or after the period	Execution completed	August 22, 2024	Ibid.
Wang Xin v. Nanjing Putian Telecommunications Co., Ltd.: Case of Labor Dispute	15.39	No	Under trial	Pending	-	August 22, 2024	Ibid.
Nanjing Putian Telege Intelligent Building Ltd. v. Xi'an Luhe Information Technology Co., Ltd. and Liu Xiaohang: Case of	16.54	No	The verdict has come into effect	It has no significant impact on the profit of the Company in the current period or after the period	In execution	August 22, 2024	Ibid.

Dispute over Sales Contract							
Nanjing Padia Intelligent Electronic Technology Co., Ltd. v. Nanjing Putian Telecommunications Co., Ltd.: Case of Dispute over Contract of Hired Work	6.85	No	Case withdrawn	It has no significant impact on the profit of the Company in the current period or after the period	-	August 22, 2024	Ibid.
Wang Chaohua v. Nanjing Putian Telecommunications Co., Ltd.: Case of Labor Dispute	2.13	No	The verdict has come into effect	It has no significant impact on the profit of the Company in the current period or after the period	Execution completed	August 22, 2024	Ibid.
Ren Minfu v. Nanjing Putian Telecommunications Co., Ltd.: Case of Labor Dispute	89.45	No	Under trial	Pending	-	August 22, 2024	Ibid.
Nanjing Gongmei Technology Co., Ltd. v. Nanjing Putian Telecommunications Co., Ltd.: Case of Dispute over Project Construction Contract	7.13	No	The verdict has come into effect	It has no significant impact on the profit of the Company in the current period or after the period	Execution completed	August 22, 2024	Ibid.
Nanjing Southern Telecom Co., Ltd. v. Shanghai Yisheng Intelligent Technology Co., Ltd. and Song Jia: Case of	63	No	Court-ordered mediation	It has no significant impact on the profit of the Company in the current period or after the period	In execution	August 22, 2024	Ibid.

Dispute over Sales Contract							
Other litigation that did not meet the disclosure criteria during the reporting period	538.37	No	-	-	-		-

XII. Punishment and rectification

☐Applicable ☒Not applicable

During the reporting period, the Company was not subject to any punishment or rectification.

XIII. Credit status of the Company, its controlling shareholders and actual controllers

☐Applicable ☒Not applicable

XIV. Major related party transactions

1. Related party transactions related to daily operations

☒Applicable ☐Not applicable

Related party	Relation	Type of related party transaction	Content of related party transaction	Pricing principle of related party transaction	Price of related party transaction	Amount of related party transaction (in 10,000 yuan)	Proportion to the number of similar transactions	Approved transaction quota (in 10,000 yuan)	Whether it exceeded the approved quota	Settlement method of related party transaction	Available market price of similar transactions	Date of disclosure	Disclosure index
CIE (Nanjing) Electronic Information Development Co., Ltd.	Controlled by the same ultimate controlling party	Purchasing goods and receiving labor services	Telecommunications products	Market price	1,014.09	1,014.09	1.60%	6,000	No	Bank transfer	1,014.09	April 18, 2024	Announcement on Expected Routine Related Party Transactions in 2024

													releas ed on CNIN FO
Nanji ng Potevi o Hony ar Electr ical Techn ology Co., Ltd.	Contr olled by the same ultima te contro lling party	Purch asing goods and receiv ing labor servic es	Telec ommu nicati ons produ cts	Marke t price	23.97	23.97	0.04%		No	Bank transf er	23.97	April 18, 2024	Ibid.
Nanji ng Hikvi sion Digita l Techn ology Co., Ltd.	Contr olled by the same ultima te contro lling party	Purch asing goods and receiv ing labor servic es	Telec ommu nicati ons produ cts	Marke t price	17.52	17.52	0.03%		No	Bank transf er	17.52	April 18, 2024	Ibid.
CETC (Beiji ng) Netw ork Infor matio n Securi ty Co., Ltd.	Contr olled by the same ultima te contro lling party	Purch asing goods and receiv ing labor servic es	Telec ommu nicati ons produ cts	Marke t price	3.30	3.3	0.01%		No	Bank transf er	3.30	April 18, 2024	Ibid.
Hangz hou Hikvi sion Techn ology Co., Ltd.	Contr olled by the same ultima te contro lling party	Purch asing goods and receiv ing labor servic es	Telec ommu nicati ons produ cts	Marke t price	0.25	0.25	0.00%		No	Bank transf er	0.25	April 18, 2024	Ibid.
The 14th Resea rch Institu te of China Electr onics Techn ology	Contr olled by the same ultima te contro lling party	Sellin g goods and provid ing labor servic es	Telec ommu nicati ons produ cts	Marke t price	1,719 .99	1,719. 99	2.12%	10,00 0	No	Bank transf er	1,719. 99	April 18, 2024	Ibid.

Group Corporation													
CETC Potevio Science & Technology Co., Ltd.	Controlled by the same ultimate controlling party	Selling goods and providing labor services	Telecommunications products	Market price	1,051.77	1,051.77	1.30%		No	Bank transfer	1051.77	April 18, 2024	Ibid.
Nanjing Lopu Co., Ltd.	Controlled by the same ultimate controlling party	Selling goods and providing labor services	Labor service cost	Market price	765.72	765.72	0.94%		No	Bank transfer	765.72	April 18, 2024	Ibid.
Tianbo Electronic Information Technology Co., Ltd.	Controlled by the same ultimate controlling party	Selling goods and providing labor services	Telecommunications products	Market price	748.57	748.57	0.92%		No	Bank transfer	748.57	April 18, 2024	Ibid.
The 28th Research Institute of China Electronics Technology Group Corporation	Controlled by the same ultimate controlling party	Selling goods and providing labor services	Telecommunications products	Market price	600.02	600.02	0.74%		No	Bank transfer	600.02	April 18, 2024	Ibid.
Nanjing LES Information Technology Co., Ltd.	Controlled by the same ultimate controlling party	Selling goods and providing labor services	Telecommunications products	Market price	586.50	586.50	0.72%		No	Bank transfer	586.50	April 18, 2024	Ibid.
Glurun	Controlled	Selling	Telecommunications	Market price	317.43	317.43	0.39%		No	Bank transfer	317.43	April 18,	Ibid.

Technology Co., Ltd.	by the same ultimate controlling party	goods and providing labor services	communications products							er		2024	
Hebei Far-east Communication System Engineering Co., Ltd.	Controlled by the same ultimate controlling party	Selling goods and providing labor services	Telecommunications products	Market price	159.32	159.32	0.20%		No	Bank transfer	159.32	April 18, 2024	Ibid.
Nanjing Glaway Software Co., Ltd.	Controlled by the same ultimate controlling party	Selling goods and providing labor services	Telecommunications products	Market price	124.24	124.24	0.15%		No	Bank transfer	124.24	April 18, 2024	Ibid.
Nanjing Lopu Technology Co., Ltd.	Controlled by the same ultimate controlling party	Selling goods and providing labor services	Telecommunications products	Market price	86.20	86.2	0.11%		No	Bank transfer	86.20	April 18, 2024	Ibid.
Magnichip Co., Ltd.	Controlled by the same ultimate controlling party	Selling goods and providing labor services	Telecommunications products	Market price	69.69	69.69	0.09%		No	Bank transfer	69.69	April 18, 2024	Ibid.
Nanjing Rail Transit System Engineering Co., Ltd.	Controlled by the same ultimate controlling party	Selling goods and providing labor services	Telecommunications products	Market price	36.51	36.51	0.04%		No	Bank transfer	36.51	April 18, 2024	Ibid.
Nanji	Contr	Sellin	Telec	Marke	36.49	36.49	0.04%		No	Bank	36.49	April	Ibid.

ng Glaru n Defen se Syste m Co., Ltd.	olled by the same ultima te contro lling party	g goods and provid ing labor servic es	ommu nicati ons produ cts	t price						transf er		18, 2024	
Hangz hou Hony ar Power and Electr ical Co., Ltd.	Contr olled by the same ultima te contro lling party	Sellin g goods and provid ing labor servic es	Telec ommu nicati ons produ cts	Marke t price	29.67	29.67	0.04%		No	Bank transf er	29.67	April 18, 2024	Ibid.
CETC Digita l Techn ology Co., Ltd.	Contr olled by the same ultima te contro lling party	Sellin g goods and provid ing labor servic es	Telec ommu nicati ons produ cts	Marke t price	27.99	27.99	0.03%		No	Bank transf er	27.99	April 18, 2024	Ibid.
Easter n Com munic ations Co., Ltd.	Contr olled by the same ultima te contro lling party	Sellin g goods and provid ing labor servic es	Telec ommu nicati ons produ cts	Marke t price	15.41	15.41	0.02%		No	Bank transf er	15.41	April 18, 2024	Ibid.
CETC Taili Telec ommu nicati ons Techn ology Co., Ltd.	Contr olled by the same ultima te contro lling party	Sellin g goods and provid ing labor servic es	Telec ommu nicati ons produ cts	Marke t price	6.59	6.59	0.01%		No	Bank transf er	6.59	April 18, 2024	Ibid.
Potevi o Indust rial Co., Ltd.	Contr olled by the same ultima te contro lling party	Sellin g goods and provid ing labor servic es	Telec ommu nicati ons produ cts	Marke t price	4.36	4.36	0.01%		No	Bank transf er	4.36	April 18, 2024	Ibid.
The 48th	Contr olled	Sellin g	Testin g fee	Marke t price	4.35	4.35	0.01%		No	Bank transf	4.35	April 18,	Ibid.

Research Institute of China Electronics Technology Group Corporation	by the same ultimate controlling party	goods and providing labor services								er		2024	
Putian Rail Transit Technology (Shanghai) Co., Ltd.	Controlled by the same ultimate controlling party	Selling goods and providing labor services	Telecommunications products	Market price	3.85	3.85	0.00%		No	Bank transfer	3.85	April 18, 2024	Ibid.
Nanjing LES Electronic Equipment Co., Ltd.	Controlled by the same ultimate controlling party	Selling goods and providing labor services	Telecommunications products	Market price	1.40	1.4	0.00%		No	Bank transfer	1.40	April 18, 2024	Ibid.
CETC LES Information System Co., Ltd.	Controlled by the same ultimate controlling party	Selling goods and providing labor services	Telecommunications products	Market price	0.05	0.05	0.00%		No	Bank transfer	0.05	April 18, 2024	Ibid.
The 14th Research Institute of China Electronics Technology Group Corporation	Controlled by the same ultimate controlling party	Leasing property	Rent	Market price	182.48	182.48	19.03%	300	No	Bank transfer	182.48	April 18, 2024	Ibid.
Nanjing Lopu Co.,	Controlled by the same	Leasing property	Rent	Market price	39.52	39.52	4.12%		No	Bank transfer	39.52	April 18, 2024	Ibid.

Ltd.	ultimate controlling party												
CETC Measurement, Testing and Certification (Beijing) Co., Ltd.	Controlled by the same ultimate controlling party	Leasing property	Rent	Market price	19.44	19.44	2.03%		No	Bank transfer	19.44	April 18, 2024	Ibid.
Potevio Hi-tech Industry Co., Ltd.	Controlled by the same ultimate controlling party	Renting property	Rent and property management fees	Market price	64.09	64.23	100.00%	100	No	Bank transfer	64.09	April 18, 2024	Ibid.
China Potevio Information Industry Co., Ltd.	Controlled by the same ultimate controlling party	Interest on entrusted loan	Interest on loan	Market price	435.42	435.42	40.60%	650	No	Bank transfer	435.42	April 18, 2024	Ibid.
Total				--	--	8,196.34	--	17,050	--	--	--	--	--
Details of return of large sales				Not applicable									
Actual performance during the reporting period (if any) for expected routine related party transactions during the period with estimated total amount by category				The Company estimated that the total amount of routine related party transactions in 2024 did not exceed 170.5 million yuan. The total amount of routine related party transactions actually occurred during the reporting period was 81.9634 million yuan, including 10.5913 million yuan for products and labor services purchased from related parties, 63.9612 million yuan for products and labor services provided to related parties, rental income of 2.4144 million yuan, rent and property management fee payments of 0.6423 million yuan, 4.3542 million yuan for interest payments on entrusted loans, staying within the estimated total amount.									
Reasons for the large difference between the transaction price and the market reference price (if applicable)				Not applicable									

2. Related party transactions arising from the acquisition or sale of assets or equity

☒Applicable ☐Not applicable

Related	Relatio	Type of	Content	Pricing	Book	Apprais	Transfe	Settlem	Gain or	Date of	Disclos
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party	n	related party transaction	of related party transaction	principle of related party transaction	value of transferred assets (in 10,000 yuan)	ed value of transferred assets (in 10,000 yuan)	r price (in 10,000 yuan)	ent method of related party transaction	loss on transaction (in 10,000 yuan)	disclosure	ure index
Nanjing Rail Transit System Engineering Co., Ltd.	Same controlling shareholder	Equity sale	Sale of 100% equity in Nanjing Nanma n Electrical Co., Ltd. held by the Company	Market price	5,686.46	10,682.56	10,682.56	Cash	4,455.91	November 29, 2024	On November 29, 2024, the Company disclosed the "Major Asset Sale and Related-party Transaction Report (Draft)" on CNINFO
Reasons for significant differences between transfer price and book value/appraised value (if any)				-							
Impact on the Company's operating results and financial condition				Gain of 44.5591 million yuan realized							
If the related transaction involved performance commitments, the performance achievement during the reporting period				Not applicable							

3. Related party transactions involving joint external investment

☐Applicable ☒Not applicable

During the reporting period, there were no related party transactions involving joint external investment

4. Related credits and debts

☒Applicable ☐Not applicable

Whether there were non-operating related party transactions involving creditor's rights and debts

☐Yes ☒No

During the reporting period, there was no non-operating related party transactions involving creditor's rights and debts

5. Transactions with finance companies as related parties of the Company

☒Applicable ☐Not applicable

Deposit business

Related party	Relation	Maximum daily deposit limit (in 10,000 yuan)	Range of Deposit interest rate	Opening balance (in 10,000 yuan)	Amount in the current period		Closing balance (in 10,000 yuan)
					Total deposit amount in the current period (in 10,000 yuan)	Total withdrawal amount in the current period (in 10,000 yuan)	
CETC Finance Co., Ltd.	Other enterprises controlled by the actual controller	57,836.9	0.1%-0.2%	5,309.89	114,893.96	91,228.84	28,720.43

Loan business

Related party	Relation	Loan amount (in 10,000 yuan)	Range of loan interest rate	Opening balance (in 10,000 yuan)	Amount in the current period		Closing balance (in 10,000 yuan)
					Total loan amount in the current period (in 10,000 yuan)	Total repayment amount in the current period (in 10,000 yuan)	
CETC Finance Co., Ltd.	Other enterprises controlled by the actual controller	5,500	3.8%	0	5,500		5,500
CETC Finance Co., Ltd.	Other enterprises controlled by the actual controller	1,500	3.75%	0	1,500		1,500

Credit granting or other financial business

Related party	Relation	Business type	Total amount (in 10,000 yuan)	Actual amount incurred (in 10,000 yuan)
CETC Finance Co., Ltd.	Other enterprises controlled by the actual controller	Credit granting	7,000	7,000

6. Transactions between the financial company controlled by the Company and related parties

☐Applicable ☒Not applicable

There was no deposit, loan, credit or other financial business between the financial company controlled by the Company and its related parties.

7. Other major related party transactions

☐Applicable ☒Not applicable

There were no other major related party transactions during the reporting period.

XV. Major contracts and their performance

1. Trusteeship, contracting and leasing

(1) Trusteeship

☐Applicable ☒Not applicable

There was no trusteeship during the reporting period.

(2) Contracting

☐Applicable ☒Not applicable

There was no contracting during the reporting period.

(3) Leasing

☒Applicable ☐Not applicable

Description of leasing

During the reporting period, the Company and its subsidiaries incurred rental expenses of 642,300 yuan and rental revenue of 9,588,400 yuan.

Items that brought profit or loss to the Company amounting to more than 10% of the total profit of the Company in the reporting period

☒Applicable ☐Not applicable

Name of lessor	Name of lessee	Leased assets	Amount involved in leased assets (in 10,000 yuan)	Lease start date	Lease end date	Lease income (in 10,000 yuan)	Basis for lease income determination	Impact of lease income on the Company	Related party transaction or not	Relation
Nanjing Nanman Electrical Co., Ltd.	Nanjing Infy Power Technology Co., Ltd.	Real estate leasing	1,285.21	September 1, 2022	August 31, 2025	304.76	Contract signing	Increase in profit	No	-

2. Material guarantees

☐Applicable ☒Not applicable

There was no material guarantee during the reporting period.

3. Delegation of cash asset management to others

(1) Entrusted wealth management

☐Applicable ☒Not applicable

There was no entrusted wealth management during the reporting period.

(2) Entrusted loans

☐Applicable ☒Not applicable

There was no entrusted loan during the reporting period.

4. Other major contracts

☐Applicable ☒Not applicable

There was no other major contract during the reporting period.

XVI. Explanations of other major matters

☒Applicable ☐Not applicable

Matter	Date of disclosure	Related query index of the information disclosure website
Announcement of the Resolutions of the 13th Meeting of the 8th Board of Directors	January 16, 2024	CNINFO (www.cninfo.com.cn)
Annual Performance Forecast for 2023	January 31, 2024	CNINFO (www.cninfo.com.cn)
Announcement on Winning the Bid for a Project of a Holding Subsidiary	January 31, 2024	CNINFO (www.cninfo.com.cn)
Announcement of the Resolutions of the 14th Meeting of the 8th Board of Directors	April 19, 2024	CNINFO (www.cninfo.com.cn)
Announcement on Expected Routine Related Party Transactions in 2024	April 19, 2024	CNINFO (www.cninfo.com.cn)
Announcement of the Resolutions of the 15th Meeting of the 8th Board of Directors	April 27, 2024	CNINFO (www.cninfo.com.cn)
Announcement of the Resolutions of the 7th Meeting of the 8th Board of Supervisors	April 27, 2024	CNINFO (www.cninfo.com.cn)
Summary of the Annual Report 2023	April 27, 2024	CNINFO (www.cninfo.com.cn)
Announcement on Provision for Impairment of Assets in 2023	April 27, 2024	CNINFO (www.cninfo.com.cn)
Announcement on Expected Continuous Related Party Transactions with CETC Finance Co., Ltd. in 2024	April 27, 2024	CNINFO (www.cninfo.com.cn)
Announcement on Engaging an Accounting Firm	April 27, 2024	CNINFO (www.cninfo.com.cn)
Notice on Convening the 2023 Annual General Meeting of Shareholders	April 27, 2024	CNINFO (www.cninfo.com.cn)
Supplementary Announcement to the Summary of the Annual Report 2023 of the Company	April 30, 2024	CNINFO (www.cninfo.com.cn)
Announcement of the Resolutions of the 16th Meeting of the 8th Board of Directors	April 30, 2024	CNINFO (www.cninfo.com.cn)
The Company's Report for the First Quarter of 2024;	April 30, 2024	CNINFO (www.cninfo.com.cn)
Announcement on Convening the 2023 Online Performance Briefing	May 17, 2024	CNINFO (www.cninfo.com.cn)
Announcement of Abnormal Fluctuations in Stock Trading	May 20, 2024	CNINFO (www.cninfo.com.cn)
Announcement of the Board of Directors Explaining the Failure to Submit an Extraordinary Shareholders' Proposal to the Shareholders' Meeting for Review	May 20, 2024	CNINFO (www.cninfo.com.cn)

Risk Warning Announcement on Possible Delisting of the Company's Shares	May 21, 2024	CNINFO (www.cninfo.com.cn)
Announcement of Abnormal Fluctuations in Stock Trading	May 22, 2024	CNINFO (www.cninfo.com.cn)
Announcement of the Resolutions of the 17th Meeting of the 8th Board of Directors	May 23, 2024	CNINFO (www.cninfo.com.cn)
Proposal on the plan to repurchase parts of the Company's domestically listed foreign-invested shares (B shares) through centralized competitive bidding transactions.	May 23, 2024	CNINFO (www.cninfo.com.cn)
Notice on Convening the 1st Extraordinary General Meeting of Shareholders in 2024	May 23, 2024	CNINFO (www.cninfo.com.cn)
Announcement on the Shareholding Positions of the Top Ten Shareholders and the Top Ten Unrestricted Shareholders Before the Share Repurchase	May 28, 2024	CNINFO (www.cninfo.com.cn)
Announcement of Resolution of 2023 Annual General Meeting of Shareholders	May 29, 2024	CNINFO (www.cninfo.com.cn)
Indicative Announcement on Convening an Investor Meeting	June 6, 2024	CNINFO (www.cninfo.com.cn)
Announcement on the Shareholding Positions of the Top Ten Shareholders and the Top Ten Unrestricted Shareholders Before the Share Repurchase	June 7, 2024	CNINFO (www.cninfo.com.cn)
Risk Warning Announcement on Possible Delisting of the Company's Shares	June 7, 2024	CNINFO (www.cninfo.com.cn)
Announcement of the Resolutions of the 1st Extraordinary General Meeting of Shareholders in 2024	June 12, 2024	CNINFO (www.cninfo.com.cn)
Share Repurchase Report	June 12, 2024	CNINFO (www.cninfo.com.cn)
Announcement on the First Share Repurchase by the Company	June 15, 2024	CNINFO (www.cninfo.com.cn)
Announcement on the Progress of the Share Repurchase by the Company	July 3, 2024	CNINFO (www.cninfo.com.cn)
Risk Warning Announcement on Possible Delisting of the Company's Shares	July 9, 2024	CNINFO (www.cninfo.com.cn)
Semi-annual Performance Forecast for 2024	July 9, 2024	CNINFO (www.cninfo.com.cn)
Risk Warning Announcement on Possible Delisting of the Company's Shares	July 18, 2024	CNINFO (www.cninfo.com.cn)
Announcement on the Implementation Results of the Share Repurchase and Changes in Shareholding	July 18, 2024	CNINFO (www.cninfo.com.cn)
Announcement of Abnormal Fluctuations in Stock Trading	July 22, 2024	CNINFO (www.cninfo.com.cn)
Risk Warning Announcement on Possible Delisting of the Company's Shares (Par Value)	July 23, 2024	CNINFO (www.cninfo.com.cn)
Indicative Announcement on Planning Major Asset Restructuring and Related-party Transactions	July 23, 2024	CNINFO (www.cninfo.com.cn)
Announcement of Abnormal Fluctuations in Stock Trading	July 25, 2024	CNINFO (www.cninfo.com.cn)
Announcement of Abnormal Fluctuations in Stock Trading	July 29, 2024	CNINFO (www.cninfo.com.cn)
Progress Announcement on Planning Major Asset Restructuring and Related-party Transactions	August 22, 2024	CNINFO (www.cninfo.com.cn)
Announcement on Accumulated Litigation	August 22, 2024	CNINFO (www.cninfo.com.cn)

Announcement of the Resolutions of the 18th Meeting of the 8th Board of Directors	August 29, 2024	CNINFO (www.cninfo.com.cn)
Summary of the Semi-annual Report for 2024	August 29, 2024	CNINFO (www.cninfo.com.cn)
Progress Announcement on Planning Major Asset Restructuring and Related-party Transactions	September 21, 2024	CNINFO (www.cninfo.com.cn)
Announcement of the Resolutions of the 19th Meeting of the 8th Board of Directors	October 10, 2024	CNINFO (www.cninfo.com.cn)
Announcement of Abnormal Fluctuations in Stock Trading	October 15, 2024	CNINFO (www.cninfo.com.cn)
Announcement of the Resolutions of the 20th Meeting of the 8th Board of Directors	October 18, 2024	CNINFO (www.cninfo.com.cn)
Announcement on the Public Listing and Transfer of Equity in a Holding Subsidiary	October 18, 2024	CNINFO (www.cninfo.com.cn)
Progress Announcement on Planning Major Asset Restructuring and Related-party Transactions	October 21, 2024	CNINFO (www.cninfo.com.cn)
The Company's Report for the Third Quarter of 2024	October 26, 2024	CNINFO (www.cninfo.com.cn)
Announcement of Abnormal Fluctuations in Stock Trading	October 29, 2024	CNINFO (www.cninfo.com.cn)
Announcement of the Resolutions of the 22nd Meeting of the 8th Board of Directors	November 14, 2024	CNINFO (www.cninfo.com.cn)
Announcement of Change in Chairman	November 14, 2024	CNINFO (www.cninfo.com.cn)
Progress Announcement on Planning Major Asset Restructuring and Related-party Transactions	November 20, 2024	CNINFO (www.cninfo.com.cn)
Progress Announcement of the Public Listing and Transfer of Equity in a Holding Subsidiary	November 27, 2024	CNINFO (www.cninfo.com.cn)
Announcement of the Resolutions of the 23rd Meeting of the 8th Board of Directors	November 29, 2024	CNINFO (www.cninfo.com.cn)
Announcement on Retirement, Resignation and Supplementary Election of Directors	November 29, 2024	CNINFO (www.cninfo.com.cn)
General Risk Warning Announcement on Major Asset Restructuring and Related-party Transactions	November 29, 2024	CNINFO (www.cninfo.com.cn)
Announcement on Temporarily Not Convening the General Meeting of Shareholders	November 29, 2024	CNINFO (www.cninfo.com.cn)
Announcement of the Resolutions of the 11th Meeting of the 8th Board of Supervisors	November 29, 2024	CNINFO (www.cninfo.com.cn)
Summary of the Major Asset Sale and Related-party Transaction Report of Nanjing Putian Telecommunications Co., Ltd. (Draft)	November 29, 2024	CNINFO (www.cninfo.com.cn)
Announcement of the Resolutions of the 24th Meeting of the 8th Board of Directors	December 7, 2024	CNINFO (www.cninfo.com.cn)
Related-party Transaction Announcement on Signing the "Financial Services Agreement" with CETC Finance Co., Ltd.	December 7, 2024	CNINFO (www.cninfo.com.cn)
Notice on Convening the 2nd Extraordinary General Meeting of Shareholders in 2024	December 7, 2024	CNINFO (www.cninfo.com.cn)
Self-inspection Report on Trading of the Company's Shares by Insiders with Knowledge of Major Asset Restructuring-related Insider Information	December 12, 2024	CNINFO (www.cninfo.com.cn)
Progress Announcement of the Public Listing and Transfer of Equity in a Holding Subsidiary	December 21, 2024	CNINFO (www.cninfo.com.cn)

Announcement of the Resolutions of the 2nd Extraordinary General Meeting of Shareholders in 2024	December 24, 2024	CNINFO (www.cninfo.com.cn)
Announcement of the Resolutions of the 25th Meeting of the 8th Board of Directors	December 25, 2024	CNINFO (www.cninfo.com.cn)
Progress Announcement on Implementing Major Asset Restructuring and Related-party Transactions	December 28, 2024	CNINFO (www.cninfo.com.cn)

XVII. Major issues of the Company's subsidiaries

☐Applicable ☒Not applicable

Section VII Changes in Shares and Shareholders

I. Changes in shares

1. Changes in shares

Unit: share

	Before the change		Increase or decrease (+, -) in this change					After the change	
	Quantity	Proportion	Issue of new shares	Share offering	Conversion of provident fund into shares	Others	Subtotal	Quantity	Proportion
I. Unlisted tradable shares	115,000,000	53.49%						115,000,000	53.49%
1. Shares of founders	115,000,000	53.49%						115,000,000	53.49%
Where: Shares held by the state	115,000,000	53.49%						115,000,000	53.49%
Shares held by domestic legal persons									
Shares held by overseas legal persons									
Others									
2. Shares held by legal persons									
3. Shares held by employees									
4. Preferred shares or other									

II. Listed tradable shares	100,000,000	46.51%						100,000,000	46.51%
1. Ordinary shares in Renminbi									
2. Foreign shares listed in China	100,000,000	46.51%						100,000,000	46.51%
3. Foreign shares listed overseas									
4. Others									
III. Total number of shares	215,000,000	100.00%						215,000,000	100.00%

Reasons for changes in shares

☐Applicable ☒Not applicable

Approval of share changes

☐Applicable ☒Not applicable

Transfer of shares

☐Applicable ☒Not applicable

Effect of share changes on financial indicators such as basic and diluted earnings per share and net assets per share attributable to ordinary shareholders of the Company for the most recent year and the most recent period

☐Applicable ☒Not applicable

Other contents that the Company deems necessary to be disclosed or required to be disclosed by the securities regulatory authority

☐Applicable ☒Not applicable

2. Changes in restricted shares

☐Applicable ☒Not applicable

II. Issuance and listing of securities

1. Securities issuance (excluding preferred shares) during the reporting period

☐Applicable ☒Not applicable

2. Changes in the total number of shares and shareholder structure of the Company, and changes in the structure of assets and liabilities of the Company

☐Applicable ☒Not applicable

3. Existing shares held by employees

☐Applicable ☒Not applicable

III. Shareholders and actual controllers

1. Number and shareholding of shareholders of the Company

Unit: share

Total number of common shareholders at the end of the reporting period	7,148	Total number of ordinary shareholders at the end of last month before the disclosure date of the annual report	7,170	Total number of preferred shareholders whose voting rights were restored at the end of the reporting period (if any) (see Note 8)	0	Total number of preferred shareholders whose voting rights were restored at the end of the previous month before the disclosure date of the annual report (if any) (see Note 8)	0	
Shareholders holding more than 5% of the shares or the top 10 shareholders' shareholdings (excluding shares lent through refinancing)								
Shareholder name	Type of shareholder	Shareholding ratio	Number of shares held at the end of the reporting period	Increase or decrease during the reporting period	Number of unlisted tradable shares held	Number of listed and tradable shares held	Pledge, marking or freezing	
							Shares status	Quantity
CETC Glarun Group Co., Ltd.	State-owned legal person	53.49%	115,000,000	0	115,000,000	0	Not applicable	0
He Wei	Natural person in China	1.82%	3,909,300	804,700	0	3,909,300	Not applicable	0
Shenwan Hongyuan Securities (H.K.) Ltd.	Overseas legal person	1.41%	3,027,288	-2,449,500	0	3,027,288	Not applicable	0
Zheng Enyue	Natural person in China	1.14%	2,449,739	0	0	2,449,739	Not applicable	0
Gu Jinhua	Natural person in China	0.87%	1,871,371	0	0	1,871,371	Not applicable	0
China Merchants Securities (HK) Co., Ltd.	Overseas legal person	0.71%	1,528,914	1,448,914	0	1,528,914	Not applicable	0

GUOTAI JUNAN SECURITIES (HONG KONG) LIMITED	Overseas legal person	0.58%	1,252,031	-1,495,766	0	1,252,031	Not applicable	0
Zhen Hongquan	Natural person in China	0.55%	1,190,700	179,800	0	1,190,700	Not applicable	0
Li Mingling	Natural person in China	0.55%	1,176,420	7,600	0	1,176,420	Not applicable	0
Wu Wenhui	Natural person in China	0.45%	976,800	276,600	0	976,800	Not applicable	0
Strategic investors or general legal entities becoming top 10 shareholders as a result of the placement of new shares (if any) (see Note 3)		N/A						
Description of the above-mentioned shareholders' association or concerted actions		Among the top 10 shareholders, CETC Glarun Group Co., Ltd. was not related to other shareholders and was not a party acting in concert. The Company did not know whether other shareholders were related to each other or were parties acting in concert.						
Explanation of the above shareholders' involvement in proxy/entrusted voting rights and abstention from voting rights		N/A						
Special note on the existence of repurchase special accounts of the top 10 shareholders (if any) (see Note 10)		As of the end of the reporting period, the special securities repurchase account of Nanjing Putian Telecommunications Co., Ltd. held 2,099,752 tradable shares, accounting for 0.98% of the Company's total shares.						
Shareholding of the top 10 tradable share holders (excluding shares lent through refinancing and shares locked by senior executives)								
Shareholder name	Number of listed and tradable shares held at the end of the reporting period						Type of shares	
							Type of shares	Quantity
He Wei	3,909,300						Domestic listed foreign shares	3,909,300
Shenwan Hongyuan Securities (H.K.) Ltd.	3,027,288						Domestic listed foreign shares	3,027,288
Zheng Enyue	2,449,739						Domestic listed foreign shares	2,449,739
Gu Jinhua	1,871,371						Domestic listed foreign	1,871,371

		shares	
China Merchants Securities (HK) Co., Ltd.	1,528,914	Domestic listed foreign shares	1,528,914
GUOTAI JUNAN SECURITIES (HONG KONG) LIMITED	1,252,031	Domestic listed foreign shares	1,252,031
Zhen Hongquan	1,190,700	Domestic listed foreign shares	1,190,700
Li Mingling	1,176,420	Domestic listed foreign shares	1,176,420
Wu Wenhui	976,800	Domestic listed foreign shares	976,800
Chen Ren	962,000	Domestic listed foreign shares	962,000
Description of the relationship or concerted action among the top 10 shareholders with unlimited tradable shares, and between the top 10 shareholders with unlimited tradable shares and the top 10 shareholders	The Company did not know whether the above shareholders were related to each other or were acting in concert.		
Description of the participation of the top 10 ordinary shareholders in margin financing and securities lending business (if any) (see Note 4)	N/A		

Participation in share lending through refinancing business by shareholders holding more than 5% of shares, the top 10 shareholders, and the top 10 holders of unlimited tradable shares

☐Applicable ☒Not applicable

Changes occurred since the last period due to share lending/returning through refinancing business by the top 10 shareholders and the top 10 holders of unlimited tradable shares

☐Applicable ☒Not applicable

Whether the Company's top 10 ordinary shareholders and top 10 shareholders holding ordinary shares with unlimited selling conditions entered into agreed repurchase transactions during the reporting period

☐Yes ☒No

The top 10 ordinary shareholders of the Company and the top 10 shareholders holding ordinary shares with unlimited selling conditions did not conduct agreed repurchase transactions during the reporting period.

2. Controlling shareholder of the Company

Nature of controlling shareholder: central state-owned holding

Type of controlling shareholder: legal person

Name of controlling shareholder	Legal representative/person in charge	Date of establishment	Organization code	Main business
CETC Glarun Group Co., Ltd.	Wang Jianming	December 17, 2007	91320000670120685E	Research and development of electronic products, communication equipment, instruments and meters, research and development of railway special equipment and accessories, research and development of computer software and hardware, technical services, import and export business of self-operated and agent commodities and technologies, domestic trade, design and construction of intelligent building system engineering, electronic system engineering, highway communication, monitoring and toll collection integrated system engineering, consulting services related to aviation systems, research and development of agricultural machinery and accessories, technical services, construction and maintenance of agricultural production information systems
Shareholdings in other domestic and foreign listed companies which the controlling shareholder controlled or in which the controlling shareholder held an equity stake during the reporting period	Shares of other domestic and overseas listed company holding and participating shares include: Glarun Technology Co., Ltd., CETC Digital Technology Co., Ltd.			

Changes of controlling shareholder during the reporting period

☐Applicable ☒Not applicable

During the reporting period, the Company's controlling shareholder did not change.

3. Actual controller of the Company and persons acting in concert

Nature of actual controller: central state-owned assets management institution

Type of actual controller: legal person

Name of actual controller	Legal representative/person in charge	Date of establishment	Organization code	Main business
China Electronics Technology Group Corporation	Wang Haibo	February 25, 2002	Unified Social Credit Code: 91110000710929498G	Mainly engaged in the construction of national important military and civilian large-scale electronic information systems, and the development and production of major equipment, communication and electronic equipment, software and key components.
Equity interests in other domestic and foreign listed companies controlled by the actual controller during the reporting period	Other domestic and foreign listed companies controlled by the actual controller: Hangzhou Hikvision Digital Technology Co., Ltd., Taiji Computer Corporation Limited, CETC Digital Technology Co., Ltd., CETC Cyberspace Security Technology Co., Ltd.; Glarun Technology Co., Ltd., CETC Chip Technology Co., Ltd., Sun Create Electronics Co., Ltd., Chengdu Spaceon Electronics Co., Ltd., CETC Potevio Science & Technology Co., Ltd., Phoenix Optics Co., Ltd., Hebei Sinopack Electronic Technology Co., Ltd., Eastern Communications Co., Ltd., Eastcompeace Technology Co., Ltd., Guobo Electronics Co., Ltd., and Chengdu SIWI Science and Technology Co., Ltd., Hangzhou Ezviz Network Co., Ltd., Nanjing Les Information Technology Co., Ltd., Beijing Eas 國 HL Information Technology Co., Ltd..			

Change of actual controller during the reporting period

☐Applicable ☒Not applicable

The actual controller of the Company was not changed during the reporting period.

Ownership and control relationship between the Company and the actual controller in the form of a block diagram



Control of the Company by the actual controller through trust or other asset management modes

☐Applicable ☒Not applicable

4. The controlling shareholder or the largest shareholder of the Company and the persons acting in concert pledged 80% of the number of shares held by them

☐Applicable ☒Not applicable

5. Other corporate shareholders holding more than 10% of shares

☐Applicable ☒Not applicable

6. Restrictions on shareholding reduction by controlling shareholder, actual controller, restructured parties and other entities making commitments

☐Applicable ☒Not applicable

IV. Implementation of share repurchase during the reporting period

Implementation progress of share repurchase

☒Applicable ☐Not applicable

Date of plan disclosure	Number of shares proposed to be repurchased (shares)	Proportion to total share capital	Proposed repurchase amount (in 10,000 yuan)	Proposed repurchase period	Purpose of repurchase	Number of shares repurchased (shares)	Repurchased shares as a proportion of the target shares under the equity incentive plan (if any)
May 23, 2024	623,328 shares – 1,246,655 shares	0.29%-0.58%	Not less than 1.5 million yuan (inclusive) and not more than 3 million yuan (inclusive).	Starting from the date the final share repurchase plan was approved by the Shareholders' Meeting and the Company completed the conversion of Hong Kong dollars, no more than three months.	To maintain Company value and shareholders' interests, the repurchased shares were sold via centralized competitive bidding 12 months after repurchase completion.	2,099,752	

Implementation progress of reducing repurchased shares by centralized bidding transaction

☐Applicable ☒Not applicable

Section VIII Information on Preferred Shares

☐Applicable ☒Not applicable

The Company had no preferred shares during the reporting period.

Section IX Information on Bonds

☐Applicable ☒Not applicable

Auditor's Report

DAXIN SHEN ZI [2025]No. 1-00601

To the Shareholders of Nanjing Putian Telecommunications Co., Ltd.:

I. Opinion

We have audited the financial statements of Nanjing Putian Telecommunications Co., Ltd (hereafter referred to as "the Company"), which comprise the consolidated and the Company's balance sheets as at December 31, 2024, the consolidated and the Company's statements of income, the consolidated and the Company's statements of cash flows and the consolidated and the Company's statements of changes in equity for the year then ended, and notes to the financial statements.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Company as at December 31, 2024, and of its financial performance and cash flows for the year then ended in accordance with Accounting Standards for Business Enterprises.

II. Basis for Opinion

We conducted our audit in accordance with Chinese Certified Public Accountants Auditing Standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics for Chinese Certified Public Accountants and have fulfilled our other ethical responsibilities in accordance with the Code.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

III. Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

(I) Revenue recognition

1. Event description

As stated in notes III (25) of the financial statements and notes V(33), Operating revenue and operating costs, the sales revenue of the company in 2024 was 81,167.05 ten thousand yuan.

Operating income is one of the company's key performance indicators and an important part of the source of profit. There is an inherent risk that management manipulates revenue recognition for specific purposes, and we therefore identify revenue recognition as a critical audit event.

2. Audit response

(1) Understand and evaluate the revenue process of transaction booking and key internal controls of management.

(2) Select samples of revenue transactions recorded in the reporting period, check sales orders, sales invoices, shipping records, customer receipt documents and other materials, and evaluate whether relevant revenue recognition conforms to your company's accounting policies for revenue recognition.

(3) Perform analytical review procedures for operating revenue and gross profit margin based on product, customer and other dimensions to judge the rationality of changes in operating revenue and

gross profit margin.

(4) Confirm the sales revenue generated by major customers and the balance of accounts receivable to evaluate the authenticity and accuracy of your company's revenue recognition.

(5) Perform sample tests on sales revenue recognized around the balance sheet date to assess whether sales revenue is recognized in the appropriate period.

(II) Provision for bad debts of accounts receivable

Event description

The relevant disclosures are detailed in notes III (12) and V (3) to the financial statements.

As of December 31, 2024, the book balance of accounts receivable of the company is 48,190.21 ten thousand yuan, the balance of bad debt reserve is 18,836.68 ten thousand yuan, and the book value is 29,353.53 ten thousand yuan, accounting for 35.03% of the total assets

The management of your company (hereinafter referred to as the management) measures its loss reserve in accordance with the expected credit loss amount equivalent to the entire duration based on a single account receivable or a combination of accounts receivable based on the credit risk characteristics of each account receivable. For the receivables that measure expected credit losses on a single item basis, the management estimates the expected cash flow by taking into account reasonable and evidence-based information about past events, current conditions and future economic conditions, and determines the allowance for bad debts accordingly. For accounts receivable that measure expected credit loss on the basis of portfolio, the management divides the portfolio based on aging, refers to historical credit loss experience and makes adjustments according to forward-looking estimates, and prepares a comparison table between aging accounts receivable and expected credit loss rate to determine the allowance for bad debts.

Due to the significant amount of accounts receivable and the significant management judgment involved in the impairment test of accounts receivable, we identified the impairment of accounts receivable as a critical audit matter.

2. Audit response

For the impairment of accounts receivable, our audit procedures mainly include:

(1) Understand and evaluate the design and operational effectiveness of key internal controls related to accounts receivable bad debt reserve;;

(2) For the accounts receivable for which bad debt provision is made according to individual assessment, we have sampled and reviewed the basis for the management to calculate the recoverable amount, including the management's assessment of the customer's credit risk based on the customer's current credit status, repayment willingness and repayment ability;

(3) For the accounts receivable set aside for bad debts according to the aging combination, we sampled the key information such as aging and overdue days;

(4) We reviewed management's calculation of allowance for doubtful accounts receivable;

(5) Implement confirmation of large and important accounts receivable, and evaluate the rationality of the management's provision for bad debts of accounts receivable based on procedures such as post-period collection and long-term reason analysis of accounts receivable.

IV. Other Information

The directors of the Company are responsible for the other information. The other information comprises all of the information included in the annual report other than the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with

the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

V. Responsibilities of the Directors and Those Charged with Governance for the Financial Statements

The directors of the Company are responsible for the preparation of financial statements that give a true and fair view in accordance with Accounting Standards for Business Enterprises, and for such internal control as the directors determine is necessary to enable the preparation of the financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Company or to cease operations or have no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Company's financial reporting process.

VI. Certified Public Accountant's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion.

Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with auditing standards, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

A. Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

B. Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.

C. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.

D. Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

E. Evaluate the overall presentation, structure and content of the financial statements, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

F. Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Company to express an opinion on the financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

WUYIGE CERTIFIED PUBLIC ACCOUNTANTS LLP.

Certified Public Accountant of China
(Engagement partner)

Certified Public Accountant of China

China . Beijing

Date: April 25, 2025

Consolidated balance sheet

Preparation unit : Nanjing Putian Telecommunications Co., Ltd.

2024/12/31

Unit : RMB

Item	Notes	2024/12/31	2023/12/31
Current assets :			
Cash and bank balances	Ⅴ(1)	292,600,989.80	178,290,844.21
Held-for-trading financial assets			
Derivative financial assets			
Notes receivable	Ⅴ(2)	542,048.95	23,492,416.53
Accounts receivable	Ⅴ(3)	293,535,326.34	301,618,359.27
Receivables financing	Ⅴ(4)	34,520,299.04	32,347,277.62
Advances paid	Ⅴ(5)	2,227,763.86	10,184,683.74
Other receivable	Ⅴ(6)	6,859,962.77	8,103,021.44
Including: Interest receivable			
dividend receivable			
Inventories	Ⅴ(7)	87,136,190.30	122,698,778.26
Contract assets			
assets hold available for sale			
Non-current assets due within one year			
Other current assets	Ⅴ(8)	1,226,580.06	3,490,759.90
Total current assets		718,649,161.12	680,226,140.97
Non-current assets :			
Debt investment			
Other debt investment			
Long-term receivable			
Long-term equity investments	Ⅴ(9)	10,412,683.37	10,412,689.14
Other equity instrument investments	Ⅴ(10)	741,953.00	741,953.00
Other non-current financial assets			
Investment property	Ⅴ(11)	5,547,238.47	19,127,078.75
Fixed assets	Ⅴ(12)	85,757,024.11	93,754,100.19
Construction in progress	Ⅴ(13)		5,906.53
Productive biological assets			
Oil and gas asset			
Right-of-use asset	Ⅴ(14)	2,447,793.04	
Intangible assets	Ⅴ(15)	11,672,324.70	19,632,871.51
Development expenditure			
Goodwill			
Long-term prepayments	Ⅴ(16)	2,076,305.95	2,299,773.18
Deferred tax assets	Ⅴ(17)		
Other non-current assets	Ⅴ(18)	719,280.00	40,899.00
Total non-current assets		119,374,602.64	146,015,271.30
Total assets		838,023,763.76	826,241,412.27

Legal Representative:

Accounting Director:

Accounting Manager:

Consolidated balance sheet (continued)

Preparation unit: Nanjing Putian Telecommunications Co., Ltd. 2024/12/31

Unit: RMB

Item	Notes	2024/12/31	2023/12/31
Current liabilities:			
Short-term borrowings	V(20)	128,127,987.75	69,863,323.93
Transactional financial liabilities			
Derivative financial liabilities			
Notes payable	V(21)	10,122,225.75	9,662,303.80
Accounts payable	V(22)	349,342,179.21	397,593,766.27
Advances received	V(23)	236,005.32	452,216.54
Contract liabilities	V(24)	24,794,919.13	16,720,781.30
Employee benefits payable	V(25)	17,066,962.98	17,771,367.37
Taxes payable	V(26)	8,459,692.52	5,630,992.31
Other payable	V(27)	41,918,074.35	47,119,742.53
Including: Interest payable			
dividend payable			5,692,213.38
Liability hold for sale			
Non-current liabilities due within one year	V(28)	88,060,659.43	
Other current liabilities	V(29)	3,125,042.32	1,595,107.01
Total current liability		671,253,748.76	566,409,601.06
Non-current liability:			
Long-term borrowings	V(30)	70,000,000.00	176,011,976.11
Bonds payable			
Including: preferred shares			
Perpetual bond			
Lease liability	V(31)	840,373.96	
Long-term payable			
Long-term employee compensation payable			
Provisions			
Deferred income			
Deferred income tax liabilities			
Other non-current liability			
Total non-current liability		70,840,373.96	176,011,976.11
Total liability		742,094,122.72	742,421,577.17
Owners' equity (or shareholders' equity):			
Share capital	V(32)	215,000,000.00	215,000,000.00
Other equity instrument			
Including: preferred shares			
Perpetual bond			
Capital reserve	V(33)	197,955,867.58	197,097,915.40
Less: treasury stocks	V(34)	2,995,076.96	
Other comprehensive income (OCI)	V(35)	-1,854,910.00	-1,854,910.00
Special reserves			
Surplus reserve	V(36)	589,559.77	589,559.77
Undistributed profit	V(37)	-394,344,427.37	-405,721,306.51
Total owner's equity (or shareholders' equity) attributable to the parent company		14,351,013.02	5,111,258.66
Minority shareholders' equity		81,578,628.02	78,708,576.44
Total owner's equity (or shareholders' equity)		959,296,41.04	83,819,835.10
Total liabilities and owners' equity (or shareholders' equity)		838,023,763.76	826,241,412.27

Legal Representative:

Accounting Director:

Accounting Manager:

Parent Company Balance Sheet

Preparation unit : Nanjing Putian Telecommunications Co., Ltd. 2024/12/31

Unit : RMB

Item	Notes	2024/12/31	2023/12/31
Current assets :			
Cash and bank balances		76,313,327.62	15,685,815.50
Held-for-trading financial assets			
Derivative financial assets			
Notes receivable			
Accounts receivable	XV(1)	80,557,834.64	80,514,189.85
Receivables financing			
Advances paid		1,238,241.47	4,718,011.44
Other receivable	XV(2)	22,894,075.34	40,140,274.42
Including: Interest receivable			
dividend receivable		19,400,000.00	19,400,000.00
Inventories		12,704,303.71	27,685,200.60
Contract assets			
assets hold available for sale			
Non-current assets due within one year			
Other current assets		141,091.78	141,091.78
Total current assets		193,848,874.56	168,884,583.59
Non-current assets :			
Debt investment			
Other debt investment			
Long-termreceivable			
Long-termequity investments	XV(3)	52,344,631.89	112,786,107.37
Other equity instrument investment		741,953.00	741,953.00
Other non-current financial assets			
Investment property			
Fixed assets		35,919,673.67	38,937,536.51
Construction in progress			
Productive biological assets			
Oil and gas asset			
Right-of-use asset		2,447,793.04	
Intangible assets		4,023,784.51	4,149,201.22
Development expenditure			
Goodwill			
Long-termprepayments		1,640,998.52	1,570,049.02
Deferred tax assets			
Other non-current assets			
Total non-current assets		97,118,834.63	158,184,847.12
Total assets		290,967,709.19	327,069,430.71

Legal Representative:

Accounting Director:

Accounting Manager:

Parent Company Balance Sheet (Continued)

Preparation unit : Nanjing Putian Telecommunications Co., Ltd.

2024/12/31

Unit : RMB

Item	Notes	2024/12/31	2023/12/31
Current liabilities :			
Short-term borrowings		30,031,625.00	
Transactional financial liabilities			
Derivative financial liabilities			
Notes payable		1,809,060.50	10,576,746.00
Accounts payable		114,611,153.64	116,563,709.64
Advances received			
Contract liabilities		6,674,105.73	7,634,483.45
Employee benefits payable		7,646,826.89	7,930,452.05
Taxes payable		1,195,504.22	661,283.29
Other payables		86,160,362.06	116,985,431.73
Including: Interest payable			
dividend payable			
Liability hold for sale			
Non-current liabilities due within one year		88,060,659.43	
Other current liabilities		867,633.75	992,482.85
Total current liability		337,056,931.22	261,344,589.01
Non-current liability :			
Long-term borrowings		70,000,000.00	176,011,976.11
Bonds payable			
Including: preferred shares			
Perpetual bond			
Lease liability		840,373.96	
Long-term payable			
Long-term employee compensation payable			
Provisions			
Deferred income			
Deferred income tax liabilities			
Other non-current liability			
Total non-current liability		70,840,373.96	176,011,976.11
Total liability		407,897,305.18	437,356,565.12
Owners' equity (or shareholders' equity):			
Share capital		215,000,000.00	215,000,000.00
Other equity instrument			
Including: preferred shares			
Perpetual bond			
Capital reserve		158,864,042.34	158,864,042.34
Less: treasury stocks		2,995,076.96	
Other comprehensive income (OCI)		-1,854,910.00	-1,854,910.00
Special reserves			
Surplus reserve		589,559.76	589,559.76
Undistributed profit		-486,533,211.13	-482,885,826.51
Total owner's equity (or shareholders' equity)		-116,929,595.99	-110,287,134.41
Total liabilities and owners' equity (or shareholders' equity)		290,967,709.19	327,069,430.71

Legal Representative:

Accounting Director:

Accounting Manager:

Consolidated Income Statement

Preparation unit : Nanjing Putian Telecommunications Co., Ltd.

Year 2024

Unit : RMB

Item	Notes	Current period cumulative	Preceding period comparative
I Operating revenue	V(38)	811,670,527.41	818,334,374.30
Less : Operating cost	V(38)	635,224,730.05	619,685,108.67
Taxes and surcharges	V(39)	6,128,112.45	5,550,542.56
Selling expenses	V(40)	71,756,768.98	76,487,601.27
Administrative expenses	V(41)	62,275,909.90	61,842,896.59
R&D expenses	V(42)	34,850,835.24	38,022,112.34
Financial expenses	V(43)	10,163,792.27	9,397,594.51
Including interest expense		10,723,524.38	9,780,203.87
Interest income		639,938.05	550,442.21
Add: other income	V(44)	2,783,558.31	5,258,655.45
Investment income (losses are listed with "-")	V(45)	52,296,543.73	1,277,927.08
Including: investment income from associates and joint ventures		-5.77	-9,632.66
Derecognition income of financial assets measured at amortized cost			
Net exposure hedging gain (loss are listed with "-")			
Gains from changes in fair value (losses are listed with "-")			
Credit impairment loss (losses are listed with "-")	V(46)	-7,634,385.51	-9,012,120.28
Assets impairment loss(losses are listed with "-")	V(47)	-14,428,752.85	-4,935,911.69
Gain on assets disposal (loss are listed with "-")	V(48)	1,083,098.78	-134,939.44
II Operating profit (loss show as " - ")		25,370,440.98	-197,870.52
Plus: non-operating revenue	V(49)	3,583,432.03	2,158,806.41
Less: non-operating expenditures	V(50)	3,667,282.29	1,109,527.83
III Total profit (total loss is listed with "-")		25,286,590.72	851,408.06
Deduct: income tax expense	V(51)	3,180,305.05	3,577,904.73
IV. Net profit (net loss is listed with "-")		22,106,285.67	-2,726,496.67
(1) Classified by business continuity:			
1.Net profits from continuing operations		22,106,285.67	-2,726,496.67
2.Discontinued operating net profit			
(2) Classified by ownership:			
1.Net profits belong to the parent company's owner		11,376,879.14	-16,884,077.62
2.Minority shareholder gains and losses		10,729,406.53	14,157,580.95
V. Net after-tax of other comprehensive income			
(1) Net after-tax amount of other comprehensive income attributable to owners of the parent company			
1) Other comprehensive income that cannot be reclassified into profit and loss			
1.Re-measurement of changes in defined benefit plans			
2.Other comprehensive income that cannot be transferred to profit or loss under the equity method			
3.Changes in the fair value of other equity instrument investments			
4.Changes in fair value of the enterprise's own credit risk			
2) Other comprehensive income that will be reclassified into profit and loss			
1.Other comprehensive income that can be converted to profit or loss under the equity method			
2.Changes in the fair value of other debt investments			
3.Amount of financial assets reclassified and included in other comprehensive income			
4.Other debt investment credit impairment reserves			
5.Cash flow hedge reserve (the effective part of cash flow hedge gains and losses)			
6.Translation difference of foreign currency financial statements			
7.Other			
(2) Net after-tax amount of other comprehensive income attributable to minority shareholders			
VI Total comprehensive income		22,106,285.67	-2,726,496.67
(1) Total comprehensive income attributable to owners of the parent		11,376,879.14	-16,884,077.62
(2) Total comprehensive income attributable to minority shareholders		10,729,406.53	14,157,580.95
VII Earnings per share			
(1) Basic earnings per share		0.05	-0.08
(2) Diluted earnings per share		0.05	-0.08

Legal Representative:

Accounting Director:

Accounting Manager:

Parent company income statement

Preparation unit : Nanjing Putian Telecommunications Co., Ltd.

Year 2024

Unit : RMB

Item	Notes	Current period cumulative	Preceding period comparative
I. Operating revenue	XV(4)	55,455,987.78	91,388,924.10
Less : Operating cost	XV(4)	48,831,493.80	75,989,185.89
Taxes and surcharges		1,416,565.94	830,956.67
Selling expenses		5,885,830.63	9,832,506.17
Administrative expenses		35,234,907.10	33,717,668.43
R&D expenses			1,144,400.03
Financial expenses		7,232,295.87	6,127,761.48
Including: Interest expense		7,606,119.33	6,834,805.55
Interest income		382,125.01	778,489.78
Add: other income		59,574.65	64,343.42
Investment income (losses are listed with "-")	XV(5)	60,475,665.77	34,208,958.99
Including: investment income from associates and joint ventures		-5.77	-9,632.66
Derecognition income of financial assets measured at amortized cost			
Net exposure hedging gain (loss are listed with "-")			
Gains from changes in fair value (losses are listed with "-")			
Credit impairment loss (losses are listed with "-")		-6,023,378.69	-7,116,991.73
Assets impairment loss (losses are listed with "-")		-13,635,478.79	-3,279,939.64
Gain on assets disposal (loss are listed with "-")		1,090,467.64	-7,263.84
II. Operating profit (loss show as "-")		-1,178,254.98	-12,384,447.37
Plus: non-operating revenue		520,587.01	1,386,722.68
Less: non-operating expenditures		2,989,716.65	878,080.57
III. Total profit (total loss is listed with "-")		-3,647,384.62	-11,875,805.26
Deduct: income tax expense			
IV. Net profit (net loss is listed with "-")		-3,647,384.62	-11,875,805.26
(1) Net profits from continuing operations		-3,647,384.62	-11,875,805.26
(2) Discontinued operating net profit			
V. Other comprehensive income net of tax			
(1) Comprehensive income not to be reclassified to profit or loss			
1. Changes in remeasurement of defined benefit obligations			
2. Other comprehensive income not to be reclassified to profit or loss in equity method			
3. Fair value changes in other equity instrument investments			
4. Fair value changes in the enterprise's own credit risk			
(2) Comprehensive income to be reclassified to profit or loss			
1. Other comprehensive income to be reclassified to profit or loss in equity method			
2. Gain or loss from fair value changes of other debt instruments			
3. Amount of financial assets reclassified and included in other comprehensive income			
4. Credit impairment provision of other debt investment			
5. Cash flow hedge reserve (the effective part of cash flow hedge gains and losses)			
6. Translation difference of foreign currency financial statements			
7. Other			
VI. Total comprehensive income		-3,647,384.62	-11,875,805.26
VII. Earnings per share:			
Legal Representative:	Accounting Director:	Accounting Manager:	

Consolidated statement of cash flow

Preparation unit : Nanjing Putian Telecommunications Co., Ltd.

Year 2024

Unit : RMB

Item	Notes	Current period cumulative	Preceding period comparative
I. Cash flow from operating activities:			
Cash received from the sale of goods and the provision of labor services		740,417,766.98	820,502,156.34
Tax Refund		2,153,825.75	2,757,648.57
Other cash received relating to operating activities		43,058,931.33	52,612,561.06
Subtotal of cash inflow from operating activities		785,630,524.06	875,872,365.97
Cash paid for purchasing goods and receiving labor services		537,661,634.35	580,574,508.46
Cash paid to and for employees		149,323,538.69	166,242,239.03
Various taxes and fees paid		30,399,599.81	40,051,135.29
Other cash payments related to operating activities		85,442,093.61	95,022,133.22
Subtotal of cash outflows from operating activities		802,826,866.46	881,890,016.00
Net cash flow from operating activities		-17,196,342.40	-6,017,650.03
II. Cash flow from investment activities:			
Cash received from investment			
Cash received from investment income			
Net cash received from the disposal of fixed assets, intangible assets and other long-term assets		40.00	238,830.00
Net cash received from disposal of subsidiaries and other business units		108,162,342.81	
Other cash received relating to investing activities			
Subtotal of cash inflows from investing activities		108,162,382.81	238,830.00
Cash paid for the purchase and construction of fixed assets, intangible assets and other long-term assets		3,002,060.46	4,226,647.07
Cash investment			
Net cash paid for acquiring subsidiaries and other business units			
Other cash paid relating to investing activities		405,500.00	
Subtotal of cash outflows from investing activities		3,407,560.46	4,226,647.07
Net cash flows from investing activities		104,754,822.35	-3,987,817.07
III. Cash flow from financing activities:			
Absorb cash received from investment			
Including: cash received by the subsidiary from absorbing minority shareholders' investment			
Cash received from borrowing		154,800,000.00	170,538,933.34
Other cash receipts related to financing activities			
Subtotal of cash inflows from financing activities		154,800,000.00	170,538,933.34
Cash paid for debt repayment		87,800,000.00	143,800,000.00
Cash paid for dividends, profits, or interest payments		26,496,552.22	16,325,086.06
Including: dividends and profits paid by subsidiaries to minority shareholders		14,846,600.00	6,846,600.00
Other cash payments related to financing activities		3,914,258.88	615,441.46
Subtotal of cash outflows from financing activities		118,210,811.10	160,740,527.52
Net cash flow from financing activities		36,589,188.90	9,798,405.82
IV. The impact of exchange rate changes on cash and cash equivalents		2,715.47	
V. Net increase in cash and cash equivalents		124,150,384.32	-207,061.28
Add: the balance of cash and cash equivalents at the beginning of the period		164,177,680.11	164,384,741.39
VI. Balance of cash and cash equivalents at the end of the period		288,328,064.43	164,177,680.11

Legal Representative:

Accounting Director:

Accounting Manager:

Statement of cash flow of Parent Co.

Preparation unit: Nanjing Putian Telecommunications Co., Ltd.

Year 2024

Unit: RMB

Item	Notes	Current period cumulative	Preceding period comparative
I. Cash flow from operating activities:			
Cash received from the sale of goods and the provision of labor services		57,362,046.42	103,501,028.52
Tax Refund			
Other cash received relating to operating activities		26,712,333.46	15,817,459.94
Subtotal of cash inflow from operating activities		84,074,379.88	119,318,488.46
Cash paid for purchasing goods and receiving labor services		87,124,609.23	88,351,668.05
Cash paid to and for employees		35,981,718.30	43,504,732.77
Various taxes and fees paid		3,123,122.39	3,334,779.40
Other cash payments related to operating activities		11,943,256.10	18,257,047.94
Subtotal of cash outflows from operating activities		138,172,706.02	153,448,228.16
Net cash flow from operating activities		-54,098,326.14	-34,129,739.70
II. Cash flow from investment activities:			
Cash received from investment		110,884,500.00	1,372,874.12
Cash received from investment income		9,153,400.00	9,753,400.00
Net cash received from the disposal of fixed assets, intangible assets and other long-term assets			2,800.00
Net cash received from disposal of subsidiaries and other business units			
Other cash received relating to investing activities			
Subtotal of cash inflows from investing activities		120,037,900.00	11,129,074.12
Cash paid for the purchase and construction of fixed assets, intangible assets and other long-term assets		1,288,004.20	1,179,140.00
Cash Investment			
Net cash paid for acquiring subsidiaries and other business units			
Other cash paid relating to investing activities		405,500.00	
Subtotal of cash outflows from investing activities		1,693,504.20	1,179,140.00
Net cash flows from investing activities		118,344,395.80	9,949,934.12
III. Cash flow from financing activities:			
Absorb cash received from investment			
Cash received from borrowing		30,000,000.00	110,000,000.00
Other cash receipts related to financing activities			
Subtotal of cash inflows from financing activities		30,000,000.00	110,000,000.00
Cash paid for debt repayment		19,000,000.00	90,000,000.00
Cash paid for dividends, profits, or interest payments		8,675,468.55	6,243,645.56
Other cash payments related to financing activities		3,914,258.88	
Subtotal of cash outflows from financing activities		31,589,727.43	96,243,645.56
Net cash flow from financing activities		-1,589,727.43	13,756,354.44
IV. The impact of exchange rate changes on cash and cash equivalents		2,715.47	
V. Net increase in cash and cash equivalents		62,659,057.70	-10,423,451.14
Add: the balance of cash and cash equivalents at the beginning of the period		13,359,279.92	23,782,731.06
VI. Balance of cash and cash equivalents at the end of the period		76,018,337.62	13,359,279.92

Legal Representative:

Accounting Director:

Accounting Manager:

Consolidated statement of change of equity

Preparation unit: Nanjing Putian Telecommunications Co., Ltd.

Year 2024

Unit: RMB

Item	Current period									
	Equity attributable to parent company					Minority shareholders equity				
	Paid-in capital (or equity)	Other equity instruments	Capital reserve	Less: treasury stocks	Other comprehensive income	Special reserves	Surplus reserve	undistributed profit	Subtotal	Total owner's equity
		Preferred stock	other							
I. Balance at the end of the previous year	215,000,000.00				-1,854,910.00		589,559.77	-405,721,306.51	5,111,258.66	78,708,576.44
Add: Accounting policy changes										
Correction of previous errors										
Merge of enterprises under the same control										
Others										
II. Balance at the beginning of the year	215,000,000.00				-1,854,910.00		589,559.77	-405,721,306.51	5,111,258.66	78,708,576.44
III. The amount of increase or decrease in this year (decrease is listed with "-")										
(1) Total comprehensive income					857,492,182,995,076.96			11,376,879.14	9,239,754.36	2,870,851.58
(2) Owner's investment and reduction of capital								11,376,879.14	11,376,879.14	10,729,406.53
1. Ordinary shares invested by the owner					857,492,182,995,076.96				-2,137,124.78	859,120.27
2. Capital invested by holders of other equity instruments					2,995,076.96				-2,995,076.96	
3. The amount of share-based payment included in owner's equity										
4. Other										
(3) Profit distribution										
1. Withdraw surplus reserve									857,492.18	2,997,245.05
2. Distribution to owners (or shareholders)										-10,846,600.00
3. Others										
(4) Internal transfer of owner's equity										
1. Conversion of capital reserve into capital (or share capital)										
2. Conversion of surplus reserves into capital (or equity)										
3. Surplus reserves made up for losses										
4. Carryover of retained earnings from changes in the defined benefit plan										
5. Other comprehensive income carried forward to retained earnings										
6. Other										
(5) Special reserve										
1. Withdraw special reserves										
2. Use special reserves										
(6) Others										
IV. Balance at the end of the period	215,000,000.00				-1,854,910.00		589,559.77	-394,344,427.37	14,351,013.02	81,578,822.02

Legal Representative:

Accounting Director:

Accounting Manager:

Consolidated statement of change of equity(Continued)

Unit : RMB											
Year 2024											
Item	Preceding period										
	Equity attributable to parent company										Minority shareholders' equity
	Paid-in capital (or equity)	Preferred stock	Other equity instruments	Capital reserve	Less: treasury stocks	Other comprehensive income	Special reserves	Surplus reserve	undistributed profit	Subtotal	
			Perpetual bond								
			other								
I. Balance at the end of the previous year	215,000,000.00			197,097,915.40		-1,854,910.00		589,559.77	-388,837,228.89	21,995,336.28	78,839,319.62
Add: Accounting policy changes											
Correction of previous errors											
Merger of enterprises under the same control											
Others											
II. Balance at the beginning of the year	215,000,000.00			197,097,915.40		-1,854,910.00		589,559.77	-388,837,228.89	21,995,336.28	78,839,319.62
III. The amount of increase or decrease in this year (decrease is listed with "-")									-16,884,077.62	-16,884,077.62	-130,743.18
(1) Total comprehensive income									-16,884,077.62	-16,884,077.62	14,157,580.95
(2) Owner's investment and reduction of capital											-3,441,724.13
1. Ordinary shares invested by the owner											
2. Capital invested by holders of other equity instruments											
3. The amount of share-based payment included in owner's equity											
4. Other											
(3) Profit distribution											-3,441,724.13
1. Withdraw surplus reserve											
2. Distribution to owners (or shareholders)											-3,441,724.13
3. Others											-10,846,600.00
(4) Internal transfer of owners' equity											-10,846,600.00
1. Conversion of capital reserve into capital (or share capital)											
2. Conversion of surplus reserves into capital (or equity)											
3. Surplus reserves make up for losses											
4. Carryover of retained earnings from changes in the defined benefit plan											
5. Other comprehensive income carried forward to retained earnings											
6. Other											
(5) Special reserve											
1. Withdraw special reserves											
2. Use special reserves											
(6) Others											
IV. Balance at the end of the period	215,000,000.00			197,097,915.40		-1,854,910.00		589,559.77	-405,721,306.51	5,111,258.66	78,708,576.44
Accounting Director: Accounting Manager: Legal Representative:											

Accounting Manager:

Accounting Director:

Legal Representative:

Consolidated statement of change of equity of Parent Co.

Preparation unit : Nanjing Putian Telecommunications Co., Ltd.

Year 2024

Unit : RMB

Item	Paid-in capital (or equity)	Other equity instruments			Capital reserve	Less: treasury stocks		Other comprehensive income	Special reserves	Surplus reserve	undistributed profit	Total owner's equity
		Preferred stock	Perpetual bond	other								
I Balance at the end of the previous year	215,000,000.00				158,864,042.34			-1,854,910.00		589,559.76	-482,885,826.51	-110,287,134.41
Add: Accounting policy changes												
Correction of previous errors												
Others												
II Balance at the beginning of the year	215,000,000.00				158,864,042.34			-1,854,910.00		589,559.76	-482,885,826.51	-110,287,134.41
III The amount of increase or decrease in this year (decrease is listed with "-")												
(1) Total comprehensive income												
(2) Owner's investment and reduction of capital												
1. Ordinary shares invested by the owner												
2. Capital invested by holders of other equity instruments												
3. The amount of share-based payment included in owner's equity												
4. Other												
(3) Profit distribution												
1. Withdraw surplus reserve												
2. Distribution to owners (or shareholders)												
3. Others												
(4) Internal transfer of owners' equity												
1. Conversion of capital reserve into capital (or share capital)												
2. Conversion of surplus reserves into capital (or equity)												
3. Surplus reserves make up for losses												
4. Carryover of retained earnings from changes in the defined benefit plan												
5. Other comprehensive income carried forward to retained earnings												
6. Other												
(5) Special reserve												
1. Withdraw special reserves												
2. Use special reserves												
(6) Others												
IV Balance at the end of the period	215,000,000.00				158,864,042.34			-1,854,910.00		589,559.76	-486,533,211.13	-116,929,595.99

Legal Representative:

Accounting Director:

Accounting Manager:

Consolidated statement of change of equity of Parent Co.(Continued)

Preparation unit : Nanjing Putian Telecommunications Co., Ltd

Year 2024

Unit : RMB

Item	Preceding period										
	Paid-in capital (or equity)	Other equity instruments			Capital reserve	Less treasury stocks	Other comprehensive income	Special reserves	Surplus reserve	undistributed profit	Total owner's equity
		Preferred stock	Perpetual bond	other							
I. Balance at the end of the previous year	215,000,000.00				158,864,042.34		-1,854,910.00		589,559.76	-471,010,021.25	-98,411,329.15
Add: Accounting policy changes											
Correction of previous errors											
Others											
II. Balance at the beginning of the year	215,000,000.00				158,864,042.34		-1,854,910.00		589,559.76	-471,010,021.25	-98,411,329.15
III. The amount of increase or decrease in this year (decrease is listed with "-")											
(1) Total comprehensive income										-11,875,805.26	-11,875,805.26
(2) Owner's investment and reduction of capital											
1. Ordinary shares invested by the owner											
2. Capital invested by holders of other equity instruments											
3. The amount of share-based payment included in owner's equity											
4. Other											
(3) Profit distribution											
1. Withdraw surplus reserve											
2. Distribution to owners (or shareholders)											
3. Others											
(4) Internal transfer of owners' equity											
1. Conversion of capital reserve into capital (or share capital)											
2. Conversion of surplus reserves into capital (or equity)											
3. Surplus reserves make up for losses											
4. Carryover of retained earnings from changes in the defined benefit plan											
5. Other comprehensive income carried forward to retained earnings											
6. Other											
(5) Special reserve											
1. Withdraw special reserves											
2. Use special reserves											
(6) Others											
IV. Balance at the end of the period	215,000,000.00				158,864,042.34		-1,854,910.00		589,559.76	-482,885,826.51	-110,287,134.41

Legal Representative:

Accounting Director:

Accounting Manager:

Nanjing Putian Telecommunications Co., Ltd.

Notes to Financial Statements

Monetary unit: RMB Yuan

I. Company profile

Nanjing Putian Telecommunications Co., Ltd. (the “Company”), whose predecessor is Nanjing Telecommunication Facility Factory, was established as a limited liability company through financing under the approval of National Economic Institutional Reform Commission with document of approval numbered TGS [1997] 28 dated March 21, 1997. The Company is headquartered in Nanjing City, Jiangsu Province. Currently it holds a business license with unified social credit code of 91320000134878054G, with registered capital of 215,000,000.00 yuan, total share of 215,000,000.00 shares, with par value of 1 yuan per share. Among them, 115,000,000 shares are state-owned legal person shares, and 100,000,000 shares are B shares. The Company was listed on the Shenzhen Stock Exchange on May 22, 1997.

The Company belongs to telecommunication equipment manufacture industry and is mainly engaged in R&D, production, and sale of data, wire and wireless telecommunication equipment, distribution and allocation of layout of telecommunication product, multimedia computer, digital television, vehicle electronics and conference video system. R & D, manufacturing and sales of new energy vehicle charging products and their accessories (including electric vehicle charger charging module, charging station system, split charging cabinet, outdoor integrated pile, various AC and DC charging piles and other accessories); Design and sales of new energy charging and discharging overall solutions; Electric vehicle charging operation and maintenance. R & D and sales of software and intelligent software platform. Smart city, smart elderly care and other industry information services. R & D, manufacturing, sales, installation and service of video equipment and video conference system. Agent sales of communication modified vehicles (excluding wholesale), and provide corresponding after-sales service. Design, system integration and related consulting services of communication information network engineering and computer information system engineering. Design, construction, installation and service of building intelligent system engineering. Lease of self owned assets such as houses and equipment.

The financial statements have been deliberated and approved for issue by the Board of Directors dated April 25, 2025. The Company includes Nanjing Putian Changle Communication Equipment Co., LTD., Nanjing Putian Tianji Building Intelligence Co., LTD., and other five subsidiaries in the scope of the current consolidated financial statements, as detailed in Notes VII and VIII of the financial statements.

II. Preparation basis of the financial statements

(I) Preparation basis

The financial statements of the Company are prepared on the basis of going concern, based on actual transactions and events, in accordance with the Accounting Standards for Business Enterprises-Basic Standards and specific Accounting Standards promulgated by the Ministry of Finance (hereinafter collectively referred to as the "Accounting Standards for Business Enterprises") and based on the important accounting policies and accounting estimates described below.

(II) Assessment of the ability to continue as a going concern

The Company has no events or circumstances that would cause material doubt about its ability to go as a going concern for the 12 months from the end of the reporting period.

The company optimizes the industrial layout, focuses on the main business, continues to promote the upgrading and transformation of the business to intelligent conference, intelligent wiring, intelligent power distribution, intelligent lighting, expand the high-quality market direction of central enterprises, finance, energy, airports, ports, military industry, promote innovation and research and development capabilities, and strive to form core and differentiated competitive advantages to improve the company's core competitiveness. In 2024, the company won the bid or signed the "National Oil and Gas Pipeline Network Group Co., LTD. Video Conference Project", with the project amount of about 85 million yuan; "Ningbo Rail Transit Line 6 Phase I distribution box (cabinet)", the project amount is about 37.33 million yuan; "Hubei Provincial Center for Disease Control and Prevention comprehensive capacity improvement (Phase I) project, the project amount of about 7.48 million yuan and other projects. The company continues to consolidate the advantages of the industry, while actively expanding the upstream and downstream industry chain of China Electronics Group synergy, 2024 sales to member units increased by 88% over the previous year.

III. Significant accounting policies and estimates

Important note: The Company has formulated specific accounting policies and estimates for transactions or matters such as impairment of financial instruments, depreciation of fixed assets, amortization of intangible assets and revenue recognition according to the actual characteristics of production and operation.

(I) Statement of compliance

The financial statements prepared by the Company comply with the requirements of the Accounting Standards for

Business Enterprises and truly and completely reflect the financial position of the Company as of December 31, 2022, the operating results and cash flows of the year from January to December 2022 and other relevant information.

(II) Accounting period

The accounting year of the Company runs from January 1 to December 31 under the Gregorian calendar.

(III) Operating cycle

The Company has a relatively short operating cycle for its business, an asset or a liability is classified as current if it is expected to be realized or due within 12 months.

(IV) Functional currency

The Company's functional currency is Renminbi (RMB) Yuan.

(V) Method for determining importance criteria and selection criteria

Importance of itemized items in the notes to the financial statements

The Company determines the importance of the detailed items in the notes to the financial statements, and on the basis of the importance of the items in the financial statements, the specific items account for a certain proportion of the project, or the combined amount, while taking into account the nature of the specific items. Some items are not material to the financial statements but may be material to the notes and still need to be disclosed separately in the notes. The relevant materiality criteria for the notes to the financial statements are:

item	Materiality criteria
Material item receivables for provision for bad debts	Accounting for more than 5% of the amount of the corresponding receivables, and the amount exceeds 4 million yuan, or the provision for bad debts in the current period affects the change in profit and loss
Recovery or reversal of provisions for bad debts of significant receivables	The impact of the reversal of bad debt reserves accounts for more than 5% of the current period's bad debt reserves, and the amount exceeds 1 million yuan, or affect the change in profit and loss of the current period
Significant debt investments	Accounts for more than 5% of the debt investment, and the amount exceeds 1 million yuan
Important accounts payable and other payables with an account age of more than 1 year	Account for more than 5% of the balance of accounts payable or other payables, and the amount exceeds 1 million yuan
Significant joint ventures or associates	Book value of a long-term equity investment of more than 10%, or investment gains (losses in absolute terms) from a joint venture or associate of more than 10% of the net profit of the consolidated statement

(VI) Accounting treatments of business combination under and not under common control

1. Accounting treatment of business combination under common control

Of a long-term equity investment under the same control enterprise merger form combined party to pay in cash, transfers non-cash assets or bear debt, as a merger of consideration, the company owners' equity on the combining date according to the combined party on the final the share of the book value of the control side of the consolidated

financial statements as the initial cost of the long-term equity investment. If the merging party issues equity instruments as the merger consideration, the total par value of the issued shares shall be used as the share capital. The difference between the initial investment cost of long-term equity investment and the book value of the combined consideration (or the total face value of the issued shares) shall be adjusted to the capital reserve; If the capital reserve is insufficient to offset, the retained earnings shall be adjusted.

2. Accounting treatment of business combination not under common control

For business combinations not under the same control, the merger cost is the sum of the fair value of the assets paid by the purchaser, the liabilities incurred or assumed and the equity securities issued by the purchaser on the purchase date in order to gain control over the acquired purchaser. The identifiable assets, liabilities and contingent liabilities of the purchased party that are acquired in a business combination under different control and meet the recognition conditions shall be measured at fair value on the purchase date. The difference between the buyer's cost of the merger and the fair value share of the identifiable net assets of the acquiree obtained in the merger is reflected as the value of goodwill. If the merger cost is less than the fair value share of the identifiable net assets of the acquiree obtained in the merger, the difference between the merger cost and the fair value share of the identifiable net assets of the acquiree obtained in the merger shall be included in the non-operating income of the current period.

(VII) Compilation method of consolidated financial statements

1. Scope of consolidated financial statements

The parent company includes all subsidiaries under its control in the consolidated scope of the consolidated financial statements. The consolidated financial statements are based on the financial statements of the parent company and its subsidiaries and are prepared by the parent Company in accordance with Accounting Standards for Business Enterprises No. 33 - Consolidated Financial Statements based on other relevant information.

The Company includes all subsidiaries (including the separate entities controlled by the Company) into the scope of consolidated financial statements, including the enterprises controlled by the Company, the divisible parts of the investee units and the structured entities.

2. Unify the accounting policies, balance sheet dates and accounting periods of the parent-subsidiary company

If the accounting policies or accounting periods adopted by a subsidiary are not consistent with those adopted by the Company, it shall make necessary adjustments to the financial statements of the subsidiary in accordance with the accounting policies or accounting periods adopted by the Company when preparing the consolidated financial statements.

3. Offset items in consolidated financial statements

The consolidated financial statements are based on the financial statements of the Company and subsidiaries and have offset internal transactions that occur between the Company and subsidiaries and among subsidiaries. The shares of the owners' equity of subsidiaries that do not belong to the Company shall, as minority shareholders' equity, be listed under the "minority shareholders' equity" item in the consolidated balance sheet. Long-term equity investments of the Company held by subsidiaries are considered Treasury shares of the Company and are shown as a deduction of Stockholders' equity in the consolidated balance sheet under the item of Stockholders' equity as "Less: Treasury shares".

4. Merger and acquisition of subsidiary accounting treatment

For the subsidiaries acquired by the merger of enterprises under the same control, the merger shall be deemed to have occurred when the ultimate controlling party began to exercise control, and its assets, liabilities, operating results and cash flows shall be included in the consolidated financial statements from the beginning of the merger period. For subsidiaries acquired by a merger of enterprises not under the same control, the individual financial statements shall be adjusted on the basis of the fair value of identifiable net assets on the purchase date when preparing consolidated financial statements.

5. Accounting for the disposal of subsidiaries

In the case of partial disposal of the long-term equity investment in the subsidiary without loss of control, in the consolidated financial statements, the disposal price and the disposal of the long-term equity investment shall be entitled to the difference between the shares of net assets continuously calculated by the subsidiary since the purchase date or the merger date, and the capital reserve (capital premium or equity premium) shall be adjusted. If the capital reserve is insufficient for write-down, the retained earnings shall be adjusted.

If the investor loses the right of control due to the disposal of part of the equity investment or other reasons, the remaining equity shall be remeasured according to the fair value on the date of the loss of the right of control when preparing the consolidated financial statements. The sum of the consideration obtained from the disposal of the equity and the fair value of the remaining equity, minus the difference between the shares of the original shareholding proportion which should enjoy the net assets continuously calculated from the purchase date or merger date of the original subsidiary, shall be included in the investment income of the period of loss of control, and the goodwill shall be written down at the same time. Other comprehensive income related to the equity investment of the original subsidiary shall be converted to current investment income when the right of control is lost.

(VII) Classification of joint arrangements and accounting treatment of joint operations

1. Classification of joint venture arrangements

Joint venture arrangement is divided into joint venture and joint venture. If the joint venture arrangement is not reached by a single entity, it shall be classified as joint operation. A separate subject refers to a subject with a separate identifiable financial structure, including a separate legal entity and a subject without legal entity qualification but recognized by law. A joint venture arrangement through a separate entity, usually classified as a joint venture. Where the rights and obligations of the party under the joint venture arrangement have changed due to changes in relevant facts and circumstances, the party shall reassess the classification of the joint venture arrangement.

2. Accounting for joint operations

As a participant in the joint operation, the Company shall recognize the following items related to the share of interests in the joint operation and conduct accounting treatment in accordance with the relevant accounting standards for enterprises: recognize the assets or liabilities held separately and recognize the assets or liabilities held jointly according to the share; Recognize the revenue generated from the sale of the share of output enjoyed by the joint operation; To recognize the revenue generated by the sale of the output of the joint operation according to its share; Recognize expenses incurred separately and expenses incurred in joint operations by share.

The Company is a participant without joint control over the joint operation. If the company enjoys the relevant assets of the joint operation and bears the relevant liabilities of the joint operation, it shall conduct accounting treatment according to the provisions of the joint operation participant; Otherwise, according to the provisions of the relevant enterprise accounting standards for accounting treatment.

3. Accounting treatment of joint venture

The company is the joint venture party, in accordance with the "Accounting Standards for Enterprises No. 2 - Long-term Equity investment" for the joint venture investment accounting treatment; The Company is not a joint venture party, according to the extent of the impact on the joint venture accounting treatment.

(VIII) Recognition criteria of cash and cash equivalents

Cash as presented in cash flow statement refers to cash on hand and deposit on demand for payment. Cash equivalents refer to short-term, highly liquid investments that can be readily converted to cash and that are subject to an insignificant risk of changes in value.

(IX) Foreign currency translation

1. Translation of foreign currency business

The Company shall enter the foreign currency transactions in standard currency at the spot rate equivalent to the date of occurrence of the transaction. The foreign currency monetary items on the balance sheet date shall be translated at the spot exchange rate on the balance sheet date. The exchange difference arising from the difference between the spot exchange rate on the current date and the initial recognition rate or the spot exchange rate on the previous balance sheet date shall be included in the current profit and loss, except that the exchange difference of special foreign currency loans conforming to the capitalization conditions shall be capitalized and included into the cost of related assets during the capitalization period. For foreign currency non-monetary items measured at historical cost, the spot exchange rate on the transaction date shall still be adopted and the amount of the accounting standard currency shall not be changed. Foreign currency non-monetary items measured at fair value shall be converted by the spot exchange rate on the date of fair value determination. The difference between the converted amount of accounting standard currency and the original amount of accounting standard currency shall be treated as fair value changes (including exchange rate changes) and recorded into current profit and loss or recognized as other comprehensive income.

2. Translation of financial statements measured in foreign currency

If the subsidiaries, joint ventures and associated enterprises of the Company adopt a different accounting standard currency from the Company, they shall conduct accounting and preparation of consolidated financial statements after converting their foreign currency financial statements. The assets and liabilities in the balance sheet shall be translated at the spot exchange rate at the balance sheet date, and the owners' equity items shall be translated at the spot exchange rate at the time of occurrence except for the "undistributed profit" item. The income and expense items in the income statement shall be converted at the spot exchange rate on the transaction date. The balance of translation in foreign currency financial statements resulting from translation is shown as follows in owners' equity items and other comprehensive income in the balance sheet. Foreign currency cash flows shall adopt the spot rate on the date of occurrence of cash flows. The impact of exchange rate changes on cash is shown separately in the statement of cash flows. When disposing of overseas operations, the balance of translation of foreign currency statements related to the overseas operations shall be transferred into the disposal profit or loss of the current period in full or in proportion to the disposal of the overseas operations.

(X) Financial instruments

1. Classification and reclassification of financial instruments

Financial instruments refer to contracts that form the financial assets of one party and the financial liabilities or equity

instruments of another party.

(1) Financial assets

The Company classifies financial assets that meet the following conditions as financial assets measured at amortized cost: ① The Company's business model of managing financial assets is to collect contract cash flow; ② The terms of the contract of the financial asset stipulate that the cash flow generated on a specified date is only the payment of the principal amount and the interest based on the outstanding principal amount.

The Company classifies the financial assets that meet the following conditions as those measured at fair value and whose changes are included in other comprehensive income: ① The Company's business model of managing financial assets aims at both collecting contract cash flow and selling the financial assets; ② The terms of the contract of the financial asset stipulate that the cash flow generated on a specified date is only the payment of the principal amount and the interest based on the outstanding principal amount.

For investments in non-trading equity instruments, the Company may, upon initial recognition, irrevocably designate them as financial assets measured at fair value and whose changes are included in other comprehensive income. The designation is made on an individual investment basis and the underlying investment meets the definition of an equity instrument from the issuer's point of view.

In addition to financial assets classified as financial assets measured at amortized cost and financial assets measured at fair value and whose changes are booked into other comprehensive income, the Company classifies them as financial assets measured at fair value and whose changes are booked into current profit and loss. In the initial recognition, if accounting mismatch can be eliminated or reduced, the Company may irrevocably designate financial assets as financial assets measured at fair value and whose changes are recorded into current profit and loss.

When the Company changes the business model of managing financial assets, it will reclassify all the affected financial assets on the first day of the first reporting period after the change of the business model, and adopt the future applicable method to conduct relevant accounting treatment from the reclassification date, without retroactive adjustment of previously recognized gains, losses (including impairment losses or gains) or interest.

(2) Financial liabilities

Financial liabilities at the initial recognition are classified as: financial liabilities measured at fair value and whose changes are booked into current profit and loss; The financial assets transfer does not meet the conditions for termination of recognition or continues to involve the financial liabilities formed by the transferred financial assets; Financial liabilities measured at amortized cost. All financial liabilities are not reclassified.

2. Measurement of financial instruments

The Company's financial instruments are initially recognized as measured at fair value. For financial assets and financial liabilities measured at fair value and whose changes are booked into current profit and loss, relevant transaction costs are directly booked into current profit and loss; For other types of financial assets or financial liabilities, related transaction costs are included in the initial recognized amount. For accounts receivable or notes receivable arising from the sale of products or the provision of services that do not contain or take into account significant financing components, the amount of consideration to which the Company is entitled to collect as expected shall be the initial recognition amount. Subsequent measurement of financial instruments depends on their classification.

(1) Financial assets

① Financial assets measured at amortized cost. After the initial recognition, such financial assets are measured by the amortized cost using the effective interest rate method. The gains or losses generated by financial assets measured at amortized cost and not belonging to any hedging relationship shall be booked into current profit and loss when recognition is terminated, reclassified, amortized according to the effective interest rate method or impairment is recognized.

② Financial assets that are measured at fair value and whose changes are booked into current profit or loss. After the initial recognition, such financial assets (except part of the financial assets belonging to the hedge relationship) shall be measured at the fair value, and the resulting gains or losses (including interest and dividend income) shall be booked into current profit and loss.

③ Investment in debt instruments that are measured at fair value and whose changes are recorded in other comprehensive income. After the initial recognition, the fair value of such financial assets is used for subsequent measurement. Interest, impairment losses or gains and exchange gains and losses calculated using the effective interest rate method are included in current profit and loss, while other gains or losses are included in other comprehensive income. Upon termination of recognition, the accumulated gains or losses previously booked into other comprehensive income shall be transferred out of other comprehensive income and booked into current profit and loss.

(2) Financial liabilities

① Financial liabilities measured at fair value and whose changes are booked into current profit and loss. Such financial liabilities include trading financial liabilities (including derivative instruments belonging to financial

liabilities) and financial liabilities designated as measured at fair value and whose changes are booked into current profit and loss. After the initial recognition, the fair value of such financial liabilities is used for subsequent measurement. Except for the hedge accounting, the gain or loss (including interest expense) generated by the change in the fair value of trading financial liabilities is booked into current profit and loss. If a financial liability is specified as a financial liability measured at fair value and its change is included in current profit and loss, the change in the fair value of the financial liability caused by the change of the enterprise's own credit risk shall be included in other comprehensive income, and the change in other fair value shall be included in current profit and loss. If accounting mismatch in profit and loss will be caused or expanded if the impact of the change in credit risk of the financial liability is included in other comprehensive income, the Company shall book all gains or losses of the financial liability into current profit and loss.

② Financial liabilities measured at amortized cost. After the initial recognition, such financial liabilities are measured at amortized cost using the effective interest rate method.

3. The Company's method of recognizing the fair value of financial instruments

If there are financial instruments in active markets, their fair value shall be determined by quotation in active markets; If there is no active market for financial instruments, use valuation techniques to determine their fair value. Valuation techniques mainly include market method, income method and cost method. In limited cases, if recent information used to determine fair value is insufficient, or if the distribution of possible estimates of fair value is wide, and cost represents the best estimate of fair value within the range, the cost may represent its appropriate estimate of fair value within the range of distribution. The Company uses all information about the investee's performance and operations available after the initial confirmation date to determine whether the cost represents fair value.

4. Recognition basis and measurement method for transfer of financial assets and financial liabilities

(1) Financial assets

The financial assets of the Company shall be terminated if they meet one of the following conditions: (1) The contractual right to collect the cash flow of the financial assets shall be terminated; (2) The financial assets have been transferred, and the company has transferred almost all the risks and rewards of the ownership of the financial assets; (3) The financial assets have been transferred. Although the Company has neither transferred nor retained almost all rewards on the ownership of the financial assets, it has not retained control of the financial assets.

Where the Company neither transfers nor retains almost all remuneration on the ownership of the financial assets, and retains control over the financial assets, the relevant financial assets shall be recognized according to the degree of

continued involvement in the transferred financial assets, and the relevant liabilities shall be recognized accordingly.

If the transfer of financial assets meets the conditions for termination of recognition as a whole, the difference between the following two amounts shall be recorded into the current profit and loss: (1) the book value of the transferred financial assets on the date of termination of recognition; (2) The sum of the consideration received due to the transfer of financial assets and the amount corresponding to the part of termination of recognition in the accumulative amount of the change in fair value directly included in other comprehensive income (the financial assets involved in the transfer are financial assets classified as measured at fair value and whose change is included in other comprehensive income).

If the partial transfer of financial assets meets the conditions for termination of recognition, the book value of the whole transferred financial assets shall be apportioned between the terminated and unterminated part according to their relative fair value on the transfer date, and then the difference of the following two amounts shall be recorded into current profit and loss: (1) The book value of the terminated recognition part on the termination of recognition date; (2) The sum of the consideration received for the part of termination recognition and the amount corresponding to the part of termination recognition in the accumulative amount of changes in fair value originally included in other comprehensive income (financial assets involved in transfer are financial assets classified as measured at fair value and whose changes are included in other comprehensive income).

(2) Financial liabilities

If the current obligation of the financial liability (or part thereof) has been discharged, the Company shall terminate the recognition of the financial liability.

If the recognition of financial liabilities (or part thereof) is terminated, the Company shall book the difference between the book value and the consideration paid into the current profit and loss.

(XI) Methods for determining expected credit losses and accounting treatment

1. Methods for determining expected credit losses

Based on expected credit losses, the Company conducts impairment accounting treatment and recognizes loss reserves for financial assets (including receivables) measured at amortized cost, financial assets classified as measured at fair value and whose changes are included in other comprehensive income (including receivables financing), lease receivables.

On each balance sheet date, the company evaluates whether the credit risk of relevant financial instruments has significantly increased since the initial recognition. The process of credit impairment of financial instruments is

divided into three stages, and different accounting treatment methods are adopted for the impairment of financial instruments at different stages: (1) In the first stage, if the credit risk of the financial instrument does not increase significantly after the initial recognition, the Company shall calculate the loss reserve based on the expected credit loss of the financial instrument in the next 12 months, and calculate the interest income based on its book balance (i.e. without deducting the impairment reserve) and the actual interest rate; (2) In the second stage, if the credit risk of the financial instrument has increased significantly since the initial recognition but no credit impairment has occurred, the Company shall measure the loss reserve according to the expected credit loss during the entire duration of the financial instrument and calculate the interest income according to its book balance and actual interest rate; (3) In the third stage, if credit impairment occurs after the initial recognition, the Company shall measure the loss reserve according to the expected credit loss during the entire duration of the financial instrument, and calculate the interest income according to its amortized cost (book balance minus impairment reserve already drawn) and the actual interest rate.

(1) Lower credit risk financial instruments measure loss reserve method

For financial instruments with lower credit risk at the balance sheet date, the Company may directly assume that the credit risk of such instruments has not increased significantly since the initial recognition, without comparing them with the credit risk at the time of their initial recognition.

If the default risk of the financial instrument is low, the debtor has a strong ability to perform its contractual cash flow obligations in the short term, and even if there are adverse changes in the economic situation and business environment in a longer period of time, it may not necessarily reduce the borrower's ability to perform its contractual cash flow obligations, the financial instrument is regarded as having a low credit risk.

(2) How to measure loss reserve for receivables and lease receivables

① Receivables that do not contain significant financing components. For receivables that are formed from transactions regulated by Accounting Standard for Business Enterprises No. 14 - Revenue and do not have a significant financing component, the Company adopts a simplified approach that always measures the loss reserve against expected credit losses over the entire duration.

Depending on the nature of the financial instrument, the Company assesses whether credit risk is significantly increased on the basis of individual financial assets or a portfolio of financial assets. The Company divides notes receivable and accounts receivable into several combinations according to credit risk characteristics, and calculates expected credit losses on the basis of the combination. The basis for determining the combination is as follows:

Accounts receivable Portfolio 1: combination of related parties within the scope of consolidation

Accounts receivable Portfolio 2: aging portfolio

Notes Receivable Portfolio 1: Banker's Acceptance receivable

Notes Receivable Portfolio 2: Commercial Acceptance receivable

For the accounts receivable divided into portfolios, the company, by referring to the historical credit loss experience, combined with the current situation and the forecast of future economic conditions, prepares the comparison table of the expected credit loss rate between the age of accounts receivable and the entire duration of accounts receivable to calculate the expected credit loss. For notes receivable divided into portfolios, the Company calculates expected credit losses based on default risk exposure and expected credit loss rate over the entire duration by referring to historical credit loss experience, combining current situation and forecast of future economic conditions.

Accounts receivable -- a comparison of the aging of an aging portfolio with the expected credit loss rate over its entire life

Aging of account	Expected credit loss rate of accounts receivable (%)
Within 1 Year	1.00
1-2 Years	5.00
2-3 Years	10.00
3-4 Years	30.00
4-5 Years	50.00
More than 5 Years	100.00

② Receivables and lease receivables with a significant financing component.

For receivables with a significant financing component and for lease receivables regulated by Accounting Standard for Business Enterprises No. 21 - Leases, the Company measures the loss reserve in accordance with the general method known as the "three-stage" model.

(3) Other methods of measuring loss reserves for financial assets

For financial assets other than the above, such as debt investments, other debt investments, other receivables, long-term receivables other than lease receivables, the Company measures the loss reserve in accordance with the general method, namely the "three-stage" model.

The Company takes the following factors into account when assessing whether credit risk is significantly increased in the event of credit impairment of the measurement financial instruments:

The Company divides other receivables into several combinations according to the nature of the amounts, and

calculates the expected credit loss on the basis of the combination. The basis for determining the combination is as follows:

Other receivables Portfolio 1: Combination of related parties within the scope of consolidation

Other receivables Portfolio 2: Financing margin portfolio

Other receivables Portfolio 3: Export tax rebates receivable portfolio

2. Accounting for expected credit losses

In order to reflect the changes of the credit risks of financial instruments since the initial recognition, the Company remeasures the expected credit losses on each balance sheet date, and the resulting increase in the loss reserve or reversal amount shall be recorded into the current profit and loss as impairment losses or gains. Write off the carrying value of the financial asset listed in the balance sheet or into the estimated liabilities or into other comprehensive income (debt investment measured at fair value and its changes into other comprehensive income).

(XII) Inventories

1. Classification of inventory

Inventory refers to finished products or commodities held by the Company in daily activities for sale, products in the process of production, materials and materials consumed in the process of production or provision of services, etc. It mainly includes raw materials, turnover materials (packaging, low-value consumable, etc.), commissioned processing materials, products in process, homemade semi-finished products, finished products (stock goods), etc.

2. Valuation method for issuing inventory

When the inventory is dispatched, the monthly weighted average method is adopted to determine the actual cost of delivery.

3. Method of drawing reserve for inventory decline

On the balance sheet date, the inventory shall be measured according to the lower of the cost and net realizable value, and the inventory decline reserve shall be calculated according to the single inventory item. However, for the inventory with a large quantity and a low unit price, the inventory decline reserve shall be calculated according to the inventory category.

On the balance sheet date, the inventory shall be measured by the lower of cost and net realizable value, and the inventory depreciation reserve shall be calculated according to the difference between the cost of inventory class and net realizable value. The net realizable value of the inventory directly used for sale shall be determined by the estimated selling price of the inventory less estimated selling expenses and related taxes in the normal course of

production and operation; For inventories that need to be processed, the net realizable value shall be determined by the estimated selling price of finished products produced in the normal course of production and operation after deducting the estimated cost, estimated selling expenses and related taxes to be incurred upon completion; On the balance sheet date, if a part of the same inventory has a contract price, but the other part does not have a contract price, its net realizable value shall be determined respectively, and the corresponding cost shall be compared with it to determine the amount to be withdrawn or transferred back from the reserve for inventory declines respectively.

4. Inventory system

The company's inventory system is the perpetual inventory system.

5. Amortization method of low-value consumable products and packaging

Low - value consumable goods and packaging are amortized by one - pass method.

(XIII) Contract assets and contract liabilities

1. Contract assets

The Company presents as a contractual asset the right to receive consideration for goods or services transferred to the Customer, subject to factors other than the passage of time. Provision for impairment of contracted assets shall be made according to the expected credit loss method of financial instruments. For contract assets that do not contain a material financing component, the Company adopts a simplified method to measure loss provisions. For contract assets that contain significant financing components, the Company measures loss provisions in accordance with the general method.

In case of impairment loss on contract assets, "asset impairment loss" shall be debited according to the amount to be written down, and the impairment provision for contract assets shall be credited; The reverse entry is made when the asset impairment provision has been transferred back.

2. Contract liabilities

Obligations of the Company to transfer goods or services to the Customer for consideration received or receivable from the customer shall be listed as contractual liabilities.

The Company presents contractual assets and contractual liabilities under the same contract on a net basis.

(XIV) Long-term equity investments

1. Initial investment cost determination

For the long-term equity investment obtained from the enterprise merger, if the enterprise merger is under the same control, the initial investment cost of the long-term equity investment shall be taken as the share of the owner's equity

of the merged party in the book value of the final controlling party's consolidated financial statements on the merger date; In the case of enterprise merger not under the same control, the initial investment cost of long-term equity investment shall be taken as the merger cost determined on the purchase date; For long-term equity investment obtained by cash payment, the initial investment cost is the actual purchase price paid; For the long-term equity investment obtained by issuing equity securities, the initial investment cost shall be the fair value of the equity securities issued; The initial cost of long-term equity investment obtained through debt restructuring shall be determined in accordance with the relevant provisions of Accounting Standards for Enterprises "CASBE 12 – Debt Restructuring"; For long-term equity investment obtained by exchange of non-monetary assets, the initial investment cost shall be determined in accordance with relevant provisions of Accounting Standards for Business Enterprises "CASBE 7 – Non-cash Assets Exchange".

2. Subsequent measurement and recognition method of profit or loss

For long-term equity investments with control relationship, it is accounted for with cost method; for long-term equity investments with joint control or significant influence relationship, it is accounted for with equity method. The company for equity investment consortium, one part of through risk investment institutions, mutual funds, trust companies or similar subject, including cast the insurance fund, indirect holding, whether the above subject has a significant influence on this part of the investment, the company in accordance with the accounting standards for enterprises "CASBE 22 – Financial Instruments: Recognition and Measurement", and the rest of the equity method accounting.

3. Determine the basis of joint control and significant influence on the invested entity

Of the invested entity has joint control, refers to an arrangement returns have a significant impact on activity must go through the participants agreed to share control decisions, including the sale and purchase of goods or services, financial assets management, purchase and disposal of the assets, research and development activities, and financing activities, etc.; Having a significant influence on the invested entity refers to having a significant influence when holding more than 20% to 50% of the voting capital of the invested entity. Or, although less than 20%, has a significant impact if one of the following conditions is met: representation on the board of directors or a similar authority of the invested entity; To participate in the policy making process of the investee; Dispatching management personnel to the invested units; The invested entity relies on the technology or technical data of the investment company; Having important transactions with the invested units.

(XV) Investment property

The Company's investment property categories, including leased land use rights, leased buildings, land use rights held and ready to be transferred after appreciation. The initial measurement of investment property is carried out according to the cost, and the subsequent measurement is carried out according to the cost model.

The average life method is adopted for the depreciation of leased buildings in the Company's investment property, and the specific accounting policy is the same as that of fixed assets. The land-use right leased in investment property and the land-use right held and transferred after appreciation shall be amortized by the straight-line method. The specific accounting policies are the same as those for intangible assets.

(XVI) Fixed assets

1. Recognition principles of fixed assets

Fixed assets are tangible assets held for use in the production of goods or rendering of services, for rental to others, or for administrative purposes, and expected to be used during more than one accounting year. Fixed assets are recognized if, and only if, it is probable that future economic benefits associated with the assets will flow to the Company and the cost of the assets can be measured reliably.

2. Depreciation method of different categories of fixed assets

The company's fixed assets are mainly divided into: buildings and structures, machinery, electronic equipment, transport facilities, etc. The depreciation method adopts the average life method. The service life and estimated net salvage value of fixed assets shall be determined according to the nature and usage of various types of fixed assets. At the end of the year, the service life, estimated net salvage value and depreciation method of the fixed assets shall be rechecked. If there is any difference from the original estimate, corresponding adjustment shall be made. In addition to the fixed assets that have been fully depreciated but are still in use and the land that is separately priced and recorded, the Company will calculate and depreciate all the fixed assets.

Categories	Useful life (years)	Estimated residual value proportion (%)	Annual depreciation rate (%)
Buildings and structures	15-35	3.00	2.77-6.47
Machinery	10-15	3.00	6.47-9.70
Transport facilities	6-8	3.00	12.13-16.17
Electronic equipment	4-11	3.00	8.82-24.25
Other equipment	4-11	3.00	8.82-24.25

(XVII) Construction in progress

1. Construction in progress is recognized if, and only if, it is probable that future economic benefits associated with

the item will flow to the Company, and the cost of the item can be measured reliably. Construction in progress is measured at the actual cost incurred to reach its designed usable conditions.

2. Construction in progress is transferred into fixed assets at its actual cost when it reaches the designed usable conditions. When the auditing of the construction in progress was not finished while reaching the designed usable conditions, it is transferred to fixed assets using estimated value first, and then adjusted accordingly when the actual cost is settled, but the accumulated depreciation is not to be adjusted retrospectively.

(XVIII) Borrowing costs

1. Recognition principle of capitalization of borrowing costs

Borrowing costs incurred by the Company that can be directly attributed to the purchase, construction or production of assets eligible for capitalization shall be capitalized and included in the cost of relevant assets; Other borrowing costs shall be recognized as expenses according to the amount incurred when incurred and recorded into current profits and losses. The assets that meet the capitalization conditions refer to the fixed assets, investment real estate, inventory and other assets that need to go through a fairly long period of purchase, construction or production activities to reach the predetermined state of being usable or saleable.

2. Calculation method of capitalization amount

Capitalization period refers to the period from the beginning of capitalization of borrowing costs to the end of capitalization. Periods of suspension of capitalization of borrowing costs are not included. Capitalization of borrowing costs shall be suspended if abnormal interruption occurs in the purchase, construction or production process and the interruption lasts for more than 3 consecutive months.

The borrowing of a special loan shall be determined according to the amount of the interest expense actually incurred in the current period of the special loan, minus the interest income obtained from depositing the unused loan funds in the bank or the investment income obtained from temporary investment; Occupied general borrowings shall be calculated and determined according to the weighted average of the accumulated asset expenditure exceeding the portion of special borrowings multiplied by the capitalization rate of occupied general borrowings, and the capitalization rate shall be the weighted average interest rate of general borrowings; If there is a discount or premium on the loan, the amount of discount or premium to be amortized in each accounting period shall be determined according to the effective interest rate method, and the amount of interest for each period shall be adjusted.

The effective interest rate method is a method to calculate the amortized discount or premium or interest expense of a loan according to the effective interest rate. The effective interest rate is the future cash flow of the loan during its

expected life, discounted as the interest rate used in the current book value of the loan.

(XIX) Intangible assets

1. The valuation method of intangible assets

The Company's intangible assets are initially measured at cost. The purchased intangible assets shall be regarded as the actual cost according to the actual price paid and related expenses. The actual cost of intangible assets invested by investors shall be determined according to the value stipulated in the investment contract or agreement, but if the value stipulated in the contract or agreement is unfair, the actual cost shall be determined according to the fair value. For self-developed intangible assets, the cost shall be the total amount of expenses incurred before reaching the intended use.

The Company's subsequent measurement methods for intangible assets are as follows: Intangible assets with limited service life shall be amortized by the straight-line method, and the service life and amortization method of intangible assets shall be rechecked at the end of the year. If there is any difference from the original estimate, corresponding adjustment shall be made; Intangible assets with uncertain service life are not amortized, but at the end of the year, the service life shall be rechecked. When there is conclusive evidence that the service life is limited, the service life shall be estimated and amortized according to the straight-line method.

Intangible assets with limited useful life are amortized as follows:

Items	Amortization period (years)
Software	3-10
patent right and non-patented technology	5-10
land use right	40-50

2. The judgment basis of uncertain service life

The Company will not be able to foresee the period of time that the asset will bring economic benefits to the Company, or the intangible assets with uncertain service life are identified as intangible assets with uncertain service life. The judgment basis of uncertain service life is: it comes from contractual rights or other legal rights, but the contract or legal provisions do not specify the service life; Based on the industry situation or relevant experts' arguments, it is still impossible to judge the period when intangible assets bring economic benefits to the company.

At the end of each year, the service life of intangible assets with uncertain service life is reviewed, mainly in a bottom-up way. The departments related to the use of intangible assets conduct basic review to evaluate whether the judgment basis of uncertain service life has changed.

3. Specific criteria for research and development stages of internal research and development projects, as well as specific criteria for development stage expenditures to meet the capitalization conditions

Expenditure in the research phase of internal research and development projects shall be recorded into current profits and losses when incurred; The expenditure in the development stage shall be transferred to the accounting of intangible assets if it meets the conditions of being recognized as intangible assets.

Specific criteria for dividing the research phase and development phase of an internal research and development project: (1) it is technically feasible to complete the intangible asset so that it can be used or sold; (2) it has the intention to complete the intangible asset and use or sell it; (3) The way in which intangible assets generate economic benefits, including being able to prove that there is a market for the products produced by using the intangible assets or that there is a market for the intangible assets themselves, and that the intangible assets will be used internally, being able to prove their usefulness; (4) it has the support of sufficient technology, financial resources and other resources to complete the development of the intangible asset and has the ability to use or sell the intangible asset; (5) The expenditure attributable to the development stage of the intangible asset can be measured reliably.

(XX) Impairment of part of long-term assets

If long-term equity investment, investment real estate measured by the cost model, fixed assets, intangible assets of construction in progress and other long-term assets show signs of impairment on the balance sheet date, the impairment test shall be conducted. If the result of the impairment test shows that the recoverable amount of the asset is lower than its carrying value, the impairment reserve shall be calculated and booked into the impairment loss according to the difference.

The recoverable amount is the higher between the net fair value of the asset less the disposal charge and the present value of the expected future cash flows of the asset. If it is difficult to estimate the recoverable amount of a single asset, the recoverable amount of the asset group shall be determined based on the asset group to which the asset belongs. An asset group is the smallest set of assets that can independently generate cash inflows.

Goodwill shown separately in the financial statements, regardless of whether there is evidence of impairment, shall be tested for impairment at least annually. In the impairment test, the carrying value of goodwill is apportion to the group of assets or combination of asset groups expected to benefit from the synergies of the business combination. If the test results show that the recoverable amount of the asset group or the asset group combination containing the apportion of goodwill is lower than its carrying value, the corresponding impairment loss shall be recognized. The amount of impairment loss shall first offset the book value of goodwill apportion to the asset group or asset group

combination, and then offset the book value of other assets in proportion to the proportion of the book value of assets other than goodwill in the asset group or asset group combination.

Once the above-mentioned asset impairment loss is recognized, the part whose value can be recovered shall not be transferred back in the following period.

(XXI) Long-term prepayments

Long-term prepayments are expenses that have been recognized but with amortization period over one year (excluding one year). They are recorded with actual cost, and evenly amortized within the beneficiary period or stipulated period. If items of long-term prepayments fail to be beneficial to the following accounting periods, residual values of such items are included in profit or loss.

(XXII) Employee benefits

Employee benefits refers to various forms of remuneration or compensation provided by the Company for obtaining services provided by employees or for terminating labor relations. Employee benefits include short-term employee benefits, post-employment benefits, termination benefits and other long-term employee benefits.

1. Short-term employee benefits

During the accounting period when employees provide services for the company, the actual short-term compensation is recognized as liabilities and booked into the current profits and losses, except for those required or allowed to be booked into the cost of assets by the accounting standards for enterprises. The employee welfare expense incurred by the Company shall be included in the current profit and loss or the cost of relevant assets according to the actual amount when it is actually incurred. If the employee welfare fee is non-monetary welfare, it shall be measured at fair value. The company for the medical treatment insurance premium of worker pay, industrial injury insurance, birth insurance premium of social insurance premiums and housing accumulation fund, and according to the rules extraction of the trade union and employee education funds and provide services in the workers of the accounting period, according to the provisions stipulated in the basic and provision ratio calculate and determine the corresponding compensation amount, and confirm corresponding liabilities, Include current profit or loss or related asset cost.

2. Post-employment benefits

During the accounting period when employees provide services, the payable amount calculated according to the set depository plan shall be recognized as liabilities and recorded into the current profit and loss or the cost of relevant assets. According to the formula determined by the expected cumulative benefit unit method, the welfare obligation

arising from the set benefit plan shall be attributed to the period of service provided by the employee, and shall be included in the current profit and loss or the cost of relevant assets.

3. Termination benefits

Termination benefits provided to employees are recognized as an employee benefit liability for termination benefits, with a corresponding charge to profit or loss at the earlier of the following dates: a. when the Company cannot unilaterally withdraw the offer of termination benefits because of an employment termination plan or a curtailment proposal; or b. when the Company recognizes cost or expenses related to a restructuring that involves the payment of termination benefits.

4. Other long-term employee benefits

Other long-term employee benefits provided by the company to the employees that meet the conditions for setting up an escrow plan shall be dealt with in accordance with the provisions on setting up an escrow plan; In addition, identify and measure other long-term employee benefit net liabilities or net assets according to the relevant provisions of the defined benefit plan.

(XXIII) Provisions

An obligation related to a contingent event is recognized as a projected liability when it is a current obligation undertaken by the Company and the performance of the obligation is likely to result in an outflow of economic benefits and the amount of the obligation can be measured reliably. The Company shall make initial measurement according to the best estimate of the expenditure required to fulfill the relevant current obligations. If there exists a continuous range of expenditure required and various outcomes within the range are equally likely to occur, the best estimate shall be determined as the intermediate value within the range; If more than one project is involved, calculate the best estimate based on the various possible outcomes and the associated probabilities.

On the balance sheet date, the book value of the projected liabilities shall be reviewed. If there is conclusive evidence that the book value does not truly reflect the current best estimate, the book value shall be adjusted according to the current best estimate.

(XXIV) Revenue

The Company has fulfilled its performance obligation under the contract, that is, when the customer obtains control of the relevant commodity or service, it recognizes revenue according to the transaction price apportioned to the performance obligation. To acquire the control right of relevant goods refers to to be able to dominate the use of the goods and obtain almost all the economic benefits from them. Performance obligation refers to the commitment of

the company in the contract to transfer clearly distinguishable commodities to the customer. Transaction Price represents the amount of consideration that the Company expects to be entitled to collect as a result of the transfer of goods to the Customer, excluding monies received on behalf of third parties and monies that the Company expects to refund to the Customer.

Whether the performance obligation is to be performed within a certain period of time or at a certain point depends on the terms of the contract and relevant legal provisions. If the performance obligation is performed within a certain period of time, the Company recognizes revenue according to the progress of performance. Otherwise, the Company recognizes revenue at a point at which the customer acquires control of the relevant assets.

If one of the following conditions is met, the performance obligation shall be performed within a certain period of time; otherwise, the performance obligation shall be performed at a certain point: (1) The customer obtains and consumes the economic benefits arising from the Company's performance at the same time as the Company's performance; (2) The customer can control the goods under construction during the company's performance; (3) The commodities produced by the Company during the performance of the Contract have irreplaceable uses, and the Company has the right to collect payment for the accumulated performance completed so far throughout the contract period.

For performance obligations performed within a certain period of time, the Company recognizes revenue in accordance with the progress of performance during that period. If the performance progress cannot be reasonably determined and the incurred costs are expected to be compensated, the revenue shall be recognized according to the amount of incurred costs until the performance progress can be reasonably determined. For performance obligations performed at a certain point, revenue is recognized at the point when the customer acquires control of the relevant goods or services. In determining whether the customer has acquired control of the goods, the Company considers the following indications: (1) the Company has a current collection right in respect of the goods, i.e. the customer has a current payment obligation in respect of the goods; (2) the Company has transferred the legal title of the goods to the Customer, that is, the customer has the legal title of the goods; (3) The Company has physically transferred the commodity to the customer, that is, the customer has physically possessed the commodity; (4) The Company has transferred the major risks and rewards in the ownership of the commodities to the Customer, that is, the customer has obtained the major risks and rewards in the ownership of the commodities; (5) The customer has accepted the goods; (6) Other signs indicating that the customer has acquired control of the goods.

Specific methods of revenue recognition

The Company mainly sells video conferencing products, integrated cabling products, intelligent electrical products, communication basic products and other products. The above product sales business of the company is a performance obligation performed at a certain point, and the product revenue recognition shall meet the following conditions: The company has delivered the products to the purchaser according to the contract and accepted them by the purchaser, and the amount of sales revenue of the products has been determined, the payment for goods has been recovered or the receipt of payment has been obtained, and the relevant economic benefits are likely to flow in, and the costs related to the products can be measured reliably.

(XXV) Contract cost

The contract cost of the Company includes the incremental cost incurred to obtain the contract and the contract performance cost. Incremental costs incurred to acquire a contract ("contract acquisition costs") are costs that would not have been incurred otherwise. If the cost is expected to be recovered, the Company will recognize it as a contract acquisition cost as an asset.

The cost incurred by the Company to perform the contract, which does not fall within the scope of accounting standards for enterprises such as inventory and meets the following conditions at the same time, shall be recognized as an asset as the contract performance cost:

1. The costs are directly related to a current or expected contract and include direct labor, direct materials, manufacturing expenses (or similar expenses), costs expressly borne by the User and other costs incurred solely as a result of the contract;
2. The cost increases the Company's resources for future performance obligations;
3. This cost is expected to be recovered.

The Company will recognize the contract performance costs as assets, the amortization period of the initial recognition does not exceed one year or a normal business cycle, in the balance sheet into the "inventory" item; If the amortization period is more than one year or one normal operating cycle at the time of initial recognition, "other non-current assets" will be included in the balance sheet.

The Company shall record the acquired costs of contracts recognized as assets into the "other current assets" item in the balance sheet if the amortization period at the initial recognition does not exceed one year or one normal operating cycle. If the amortization period is more than one year or one normal operating cycle at the time of initial recognition, "other non-current assets" will be included in the balance sheet.

The Company amortizes the assets recognized for contract acquisition cost and contract performance cost (hereinafter referred to as "assets related to contract cost") on the same basis as the commodity revenue recognized for the assets and records them into the current profit and loss. If the amortization period of the asset formed by the incremental cost of acquiring the contract does not exceed one year, it shall be included in the current profit and loss at the time of occurrence.

If the carrying value of the asset related to the contract cost is higher than the difference between the following two items, the Company will calculate and withdraw the excess part of the impairment reserve and recognize it as the asset impairment loss:

1. The remaining consideration expected to be obtained from the transfer of commodities related to the asset;
2. Estimate the cost to be incurred for the transfer of the related goods.

If the difference between the foregoing two items is higher than the carrying value of the asset due to the change of the factors of impairment in the previous period, it shall revert to the original provision for asset impairment and be included in the current profit and loss, provided that the carrying value of the asset after the reversal shall not exceed the carrying value of the asset on the date of reversal assuming no provision for impairment.

(XXVI) Government grants

1. Types of government subsidies and accounting treatment

Government subsidy refers to the monetary assets or non-monetary assets that the Company obtains free of charge from the government (but does not include the capital invested by the government as the owner). If the government subsidy is a monetary asset, it shall be measured according to the amount received or receivable. Where government subsidies are non-monetary assets, they shall be measured at fair value; If the fair value cannot be obtained reliably, it shall be measured according to the nominal amount.

Government subsidies related to daily activities shall be included in other income according to the economic business essence. Government subsidies unrelated to daily activities shall be included in non-operating income.

Government documents clearly stipulate that government subsidies for the purchase and construction of long-term assets or the formation of long-term assets by other means shall be recognized as government subsidies related to assets. If the government documents do not specify the object of subsidy, and long-term assets can be formed, the part of government subsidy corresponding to the value of the asset shall be regarded as the government subsidy related to the asset, and the rest shall be regarded as the government subsidy related to the income. It is difficult to distinguish between government subsidies as a whole as government subsidies related to benefits. Government

subsidies related to assets are recognized as deferred income. The amount recognized as deferred income shall be recorded into current profits and losses in a reasonable and systematic manner during the useful life of the relevant asset.

Government subsidies other than those related to assets shall be recognized as government subsidies related to earnings. If the government subsidies related to earnings are used to compensate the relevant expenses or losses of the enterprise in the subsequent period, they shall be recognized as deferred earnings and recorded into the current profit and loss during the period when the relevant expenses are recognized. If it is used to compensate the relevant expenses or losses already incurred by the enterprise, it shall be directly recorded into the current profit and loss.

If the company obtains a policy preferential loan discount interest, and the finance allocates the discount interest funds to the lending bank, and the lending bank provides the loan to the Company at the policy preferential interest rate, the actual amount of the loan is taken as the recorded value of the loan, and the relevant borrowing costs are calculated according to the loan principal and the policy preferential interest rate; If the finance directly appropriates the discount interest funds to the Company, the Company will offset the corresponding discount interest against the relevant borrowing costs.

2. Confirmation of government subsidies

Government grants are recognized when the conditions attached to government grants are met and can be received. The government subsidy measured according to the amount receivable shall be confirmed at the end of the period when there is solid evidence that it can meet the relevant conditions stipulated in the financial support policy and is expected to receive the financial support funds. Government subsidies other than those measured according to the amount receivable shall be recognized when the amount of subsidies is actually received.

(XXVII) Deferred income tax assets and liabilities

1. Deferred tax assets or deferred tax liabilities are calculated and recognized based on the difference between the carrying amount and tax base of assets and liabilities (and the difference of the carrying amount and tax base of items not recognized as assets and liabilities but with their tax base being able to be determined according to tax laws) and in accordance with the tax rate applicable to the period during which the assets are expected to be recovered or the liabilities are expected to be settled.

2. A deferred tax asset is recognized to the extent of the amount of the taxable income, which it is most likely to obtain and which can be deducted from the deductible temporary difference. At the balance sheet date, if there is any exact evidence that it is probable that future taxable income will be available against which deductible temporary

differences can be utilized, the deferred tax assets unrecognized in prior periods are recognized.

3. Recognize deferred tax liabilities for taxable temporary differences related to investments in subsidiaries and associates, unless the Company has control over the timing of the reversal of the temporary differences and it is likely that the reversal will not occur in the foreseeable future. For deductible temporary differences related to investments in subsidiaries and associates, deferred tax assets are recognized when such temporary differences are likely to be reversed in the foreseeable future and the amount of taxable income used to offset the deductible temporary differences is likely to be obtained in the future.

(XXVIII) Leases

1. Accounting treatment of leased assets

On the commencement date of the lease term, the Company recognizes the right to use assets and lease liabilities for leases other than short-term leases and leases of low-value assets, and recognizes depreciation expense and interest expense, respectively, during the lease term.

The Company uses the straight-line method for each period of the lease term to charge lease payments for short-term leases and leases for low-value assets to current expenses.

(1) Right-of-use asset

The right-of-use asset is initially measured at cost, which includes: 1) the initial measurement amount of the lease liability; 2) the lease payments made on or before the start date of the lease term, if there is a lease incentive, deduct the amount of the lease incentive already enjoyed ; 3) Initial direct costs incurred by the lessee; 4) The lessee is expected to incur costs to dismantle and remove the leased asset, restore the site where the leased asset is located, or restore the leased asset to the state agreed upon in the lease terms

The company depreciates right-of-use assets on a straight-line basis. If it can be reasonably determined that the ownership of the leased asset will be obtained at the expiration of the lease term, the company shall accrue depreciation over the remaining useful life of the leased asset. If it cannot be reasonably determined that the ownership of the leased asset can be obtained when the lease term expires, the company shall accrue depreciation within the shorter of the lease term and the remaining useful life of the leased asset.

In accordance with the Accounting Standards for Enterprises “ CASBE 8 - Asset Impairment”, the company determines whether the assets used for use have been impaired and carries out accounting treatment.

(2) Lease liability

The lease liability is initially measured at the present value of the outstanding lease payments on the commencement

date of the lease term. The lease payment amount includes: 1) the fixed payment amount (including the substantial fixed payment amount). If there is a lease incentive, the lease incentive related amount shall be deducted; 2) variable lease payments depending on the index or ratio; 3) the amount expected to be paid according to the security residual value provided by the lessee; 4) the exercise price of the purchase option, the premise is that the lessee is reasonable to determine the exercise of the option; 5) Payment for exercising the option to terminate the lease, provided that the lease term reflects that the lessee will exercise the option to terminate the lease;

The Company uses the lease embedded interest rate as the discount rate; If it is impossible to reasonably determine the interest rate embedded in the lease, the incremental borrowing rate of the Company shall be used as the discount rate. The Company calculates the interest expense of the lease liability in each period of the lease term at a fixed periodic interest rate and records it as a financial expense. The cyclical rate refers to the discount rate or the revised discount rate adopted by the Company.

Variable lease payments that are not included in the measurement of lease liabilities are recorded in current profit and loss when they are actually incurred.

If the Company changes the evaluation result of the option to renew the lease, terminate the lease or purchase the lease, it will re-measure the lease liability according to the present value calculated by the changed lease payment amount and the revised discount rate, and adjust the book value of the right asset accordingly. In the event of a change in the actual lease payment, the estimated payable amount of the guarantee residual or the variable lease payment depending on the index or ratio, the lease liability shall be re-measured according to the present value calculated by the changed lease payment and the original discount rate, and the carrying value of the right asset shall be adjusted accordingly.

2. Accounting treatment of leased assets

(1) Operating lease accounting treatment

In each period of the lease term, the Company adopts the straight-line method to recognize the lease receipts from the operating leases as rental income. The Company capitalizes the initial direct expenses incurred in connection with the operating lease and stages them into current earnings during the lease term on the same basis of recognition as rental income.

(2) Accounting treatment of finance lease

On the lease commencement date, the Company recognizes the difference between the sum of the financial lease receivable, the unguaranteed residual value and its present value as unrealized financing income, and recognizes it as

lease income in each period in which the rent is received in the future. The initial direct expenses incurred by the Company in connection with the leasing transaction are included in the initial recorded value of the finance lease receivable.

(XXIX) Explanation of changes in major accounting policies and accounting estimates

Since the first implementation of Interpretation of Accounting Standards No. 15 in 2022, the Company has not involved the adjustment of the financial statements at the beginning of the first implementation year.

IV. Taxes

(I) Main taxes and tax rates

Taxes	Tax bases	Tax rates
Value-added tax (VAT)	The output tax shall be calculated on the basis of the sales of goods and taxable service income calculated in accordance with the provisions of the tax law. After deducting the input tax allowed to be deducted in the current period, the balance shall be the VAT payable.	13%、6%、5%、3%
Housing property tax	For housing property levied on the basis of price, housing property tax is levied at the rate of 1.2% of the balance after deducting 30% of the cost; for housing property levied on the basis of rent, housing property tax is levied at the rate of 12% of rent revenue.	1.2%、12%
Urban maintenance and construction tax	Turnover tax payable	7%
Education surcharge	Turnover tax payable	3%
Local education surcharge	Turnover tax payable	2%
Enterprise income tax	Taxable income	15%、25%

Taxpayers	Income tax rate
The Company	25%
Nanjing Putian Telege Intelligent Building Co., Ltd	15%
Nanjing Putian Datang Information Electronic Co., Ltd.	15%
Taxpayers other than the above-mentioned	25%

(II) Tax preferential policies

1. Nanjing Putian Telege Intelligent Building Co., Ltd obtained high-tech enterprise certificate in November, 2024, valid for 3 years. From 2024 to 2026, the enterprise income tax shall be paid at the reduced tax rate of 15%.

2. The subsidiary, Nanjing Putian Datang Information Electronic Co., Ltd., obtained high-tech enterprise certificate in November, 2024, valid for 3 years. From 2024 to 2026, the enterprise income tax shall be paid at the reduced tax rate of 15%.

3. The subsidiaries, Nanjing Putian Datang Information Electronic Co., Ltd. were certified as software enterprises, and some of the software products produced by Nanjing South Telecommunications Company Limited and Nanjing Putian Network Co., Ltd. are entitled to enjoy the preferential tax policy of VAT refund upon collection in accordance with the provisions of Cai Shui [2011] No.100.

V. Notes to items of consolidated financial statements

1. Cash and bank balances

Items	Closing balance	Opening balance
Cash in bank	1,123,773.79	111,078,777.09
Deposit money with finance company	4,272,925.37	53,098,903.02
Other cash and bank balances	287,204,290.64	14,113,164.10
Total	292,600,989.80	178,290,844.21

Details of other cash and bank balances

Items	Closing balance	Opening balance
Deposit for L/G	4,272,925.37	1,123,773.79
Frozen funds		4,272,925.37
Total	4,272,925.37	287,204,290.64

Note: Other cash and bank balances are restricted funds.

2. Notes receivable

(1) Categories

Items	Closing balance	Opening balance
Bank acceptance	570,577.84	24,728,859.51
Trade acceptance	570,577.84	24,728,859.51
Less: Provision for bad debts	28,528.89	1,236,442.98
Total	542,048.95	23,492,416.53

(2) Notes receivable that have been endorsed or discounted at the end of the period and are not yet due on the balance sheet date

Items	The confirmation amount shall be terminated at the end of the period	The confirmation amount has not been terminated at the end of the period
Trade acceptance	35,874,078.35	

(3) Provision for bad debts of notes receivable

Categories	Closing balance				
	Book balance		Provision for bad debts		Carrying amount
	Amount	% to total	Amount	Provision proportion (%)	
Note receivable with bad debt provision accrued on portfolio	570,577.84	100.00	28,528.89	5.00	542,048.95
Portfolio 1: trade acceptance bill	570,577.84	100.00	28,528.89	5.00	542,048.95
Total	570,577.84	100.00	28,528.89	5.00	542,048.95

Categories	Opening balance				
	Book balance		Provision for bad debts		Carrying amount
	Amount	% to total	Amount	Provision proportion (%)	
Note receivable with bad debt provision accrued on portfolio	24,728,859.51	100.00	1,236,442.98	5.00	23,492,416.53
Portfolio 2: trade acceptance bill	24,728,859.51	100.00	1,236,442.98	5.00	23,492,416.53
Total	24,728,859.51	100.00	1,236,442.98	5.00	23,492,416.53

1) Notes receivable with bad debt provision in combination

Items	Closing balance		
	Book balance	Provision for bad debts	Provision proportion (%)
Trade acceptance	570,577.84	28,528.89	5.00
Bank acceptance			—
Total	570,577.84	28,528.89	—

(Continued)

Items	Opening balance		
	Book balance	Provision for bad debts	Provision proportion (%)
Trade acceptance	24,728,859.51	1,236,442.98	5.00
Bank acceptance			—
Total	24,728,859.51	1,236,442.98	—

(3) Bad debt provisions for notes receivable accrual, recovered or reversed in the current period

Items	Opening balance	Changes in the current period				Closing balance
		Accrual	Recovery	Write-off	Others	
Bad debt provisions	1,236,442.98	-1,207,914.09				28,528.89

3. Accounts receivable

(1) Disclosure according to aging

Ages	Closing balance	Opening balance
Within 1 year	23,046,2634.34	203,810,673.21
1 to 2 years	42,697,494.23	55,260,839.75
2 to 3 years	14,252,845.13	29,870,212.97
3 to 4 years	11,479,048.33	20,763,649.56
4 to 5 years	11,906,272.67	23,809,632.03
Over 5 years	171,103,837.44	166,215,013.08
Less: Allowance for doubtful accounts	188,366,805.80	198,111,661.33
Total	293,535,326.34	301,618,359.27

(2) According to the bad debt calculation and withdrawal method classification disclosure

Categories	Closing balance			
	Book balance		Provision for bad debts	
	Amount	% to total	Amount	Provision proportion (%)
Receivables with provision made on an individual basis	76,139,678.24	15.80	76,139,678.24	100.00
Receivables with provision made on a collective basis	405,762,453.90	84.20	112,227,127.56	27.66
Aging combination	405,762,453.90	84.20	112,227,127.56	27.66
Total	481,902,132.14	100.00	188,366,805.80	39.09

Categories	Opening balance			
	Book balance		Provision for bad debts	
	Amount	% to total	Amount	Provision proportion (%)
Receivables with provision made on an individual basis	76,074,296.15	15.22	76,074,296.15	100.00
Receivables with provision made on a collective basis	423,655,724.45	84.78	122,037,365.18	28.81
Aging combination	423,655,724.45	84.78	122,037,365.18	28.81
Total	499,730,020.60	100.00	198,111,661.33	39.64

1) Accounts receivable with provision made on an individual basis

Debtors	Book balance	Provision for bad debts	Provision proportion (%)	Reasons
Dongpo Xi Laos Co., Ltd.	19,708,086.54	19,708,086.54	100.00	Unable to recover
Mr. Xu	17,591,683.74	17,591,683.74	100.00	Unable to recover
China Tower Corporation Ltd.	13,819,926.92	13,819,926.92	100.00	Unable to recover
Putian Information Technology Co. LTD	6,065,598.36	6,065,598.36	100.00	Unable to recover
Ningbo Tianan Group switch Co., LTD	3,534,579.35	3,534,579.35	100.00	Unable to recover
Other	15,419,803.33	15,419,803.33	100.00	Unable to recover
Total	76,139,678.24	76,139,678.24	100.00	

2) Accounts receivable with provision made on an collective basis

① Aging combination

Ages	Closing balance			Opening balance		
	Book balance	Provision for bad debts	Provision proportion (%)	Book balance	Provision for bad debts	Provision proportion (%)
Within 1 year	230,462,634.34	2,304,644.02	1.00	203,810,673.21	2,038,106.74	1.00
1 to 2 years	42,697,494.23	2,134,874.72	5.00	55,217,219.25	2,760,860.96	5.00
2 to 3 years	14,232,615.13	1,423,261.51	10.00	29,835,462.97	2,983,546.30	10.00
3 to 4 years	11,444,298.33	3,433,289.50	30.00	14,229,702.18	4,268,910.65	30.00
4 to 5 years	7,988,708.14	3,994,354.08	50.00	21,153,452.63	10,576,726.32	50.00
Over 5 years	98,936,703.73	98,936,703.73	100.00	99,409,214.21	99,409,214.21	100.00
Total	405,762,453.90	112,227,127.56	27.66	423,655,724.45	122,037,365.18	28.81

(3) Bad debt provision

Categories	Opening balance	Change in current period				Closing balance
		Accrual	Recovery	Write-off	Other changes	
Receivables with provision made on an individual basis	76,074,296.15	4,484,508.79			-4,419,126.70	76,139,678.24
Receivables with provision made on a collective basis	122,037,365.18	1,267,787.18			-	112,227,127.56
Total	198,111,661.33	5,752,295.97			-	188,366,805.80

(4) Details of the top 5 debtors with largest balances

Debtors	Book balance	Proportion to the total balance of accounts receivable (%)	Provision for bad debts
National Petroleum Pipeline Network Group Co., Ltd	28,527,957.90	5.92	285,279.58
Dongpo Xi Laos Co., Ltd	19,708,086.54	4.09	19,708,086.54

Debtors	Book balance	Proportion to the total balance of accounts receivable (%)	Provision for bad debts
China United Network Communications Group Co., Ltd	19,513,796.24	4.05	12,505,691.42
The 14th Research Institute of China Electronics Technology Group Corporation	18,560,060.00	3.85	185,600.60
Mr. Xu	17,591,683.74	3.65	17,591,683.74
Total	103,901,584.42	21.56	50,276,341.88

4. Receivables financing

Items	Closing balance	Opening balance
Notes receivable (Bank acceptance)	34,520,299.04	32,347,277.62

5. Advances paid

(1) Age analysis

Ages	Closing balance		Opening balance	
	Amount	% to total	Amount	% to total
Within 1 year	1,065,608.14	47.83	5,870,068.98	57.64
1-2 years	372,381.12	16.72	409,519.84	4.02
2-3 years	298,603.89	13.40	794,780.12	7.80
Over 3 years	491,170.71	22.05	3,110,314.80	30.54
Total	2,227,763.86	100.00	10,184,683.74	100.00

(2) Details of the top 5 debtors with largest balances

Debtors	Closing balance	Proportion to the total balance of advances paid (%)
Huai'an Tianji Building Intelligence Co., Ltd	130,692.09	5.87
Nanjing Junsheng Materials Co., Ltd	120,455.39	5.41
Nanjing Clenovos System Integration Co., Ltd	100,000.00	4.49
Wenzhou Tianlei Electric Co., Ltd	98,750.00	4.43
Guangzhou Shizhen Information Technology Co., Ltd	89,088.00	4.00
Total	538,985.48	24.20

6. Other receivable

Items	Closing balance	Opening balance
Other receivables	6,859,962.77	8,103,021.44
Total	6,859,962.77	8,103,021.44

(1) Other receivables categorized by nature

Categories	Closing balance	Opening balance
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Categories	Closing balance	Opening balance
Provisional payment receivable	41,004,731.72	38,355,242.94
Deposit	8,623,995.84	10,413,472.88
Travel allowance	75,593.51	444,303.97
Other	1,125,652.04	1,467,657.03
Less: Allowance for doubtful accounts	43,970,010.34	42,577,655.38
Total	6,859,962.77	8,103,021.44

(2) Age analysis

Ages	Closing balance	Opening balance
Within 1 year	3,841,863.96	4,826,760.69
1 to 2 years	883,895.77	3,553,362.18
2 to 3 years	2,516,560.12	1,800,397.30
3 to 4 years	1,374,910.44	1,735,195.43
4 to 5 years	1,293,768.78	2,500,896.37
Over 5 years	40,918,974.04	36,264,064.85
Less: Allowance for doubtful accounts	43,970,010.34	42,577,655.38
Total	6,859,962.77	8,103,021.44

(3) Changes in provision for bad debts

Items	Phase I	Phase II	Phase III	Total
	12-month expected credit losses	Lifetime expected credit losses (credit not impaired)	Lifetime expected credit losses (credit impaired)	
Opening balance		10,474,040.44	32,103,614.94	42,577,655.38
Accrual for the current period		3,090,003.63		3,090,003.63
Other changes		-572,128.63	-1,125,520.04	-1,697,648.67
Closing balance		-572,128.63	-1,125,520.04	-1,697,648.67

(4) Bad debt provision

Categories	Opening balance	Change in current period				Closing balance
		Accrual	To withdraw or turn back	Cancel after verification	Other changes	
Provision for bad debts	42,577,655.38	3,090,003.63			-1,697,648.67	43,970,010.34

(5) Details of the top 5 debtors with largest balances

Debtors	Nature of receivables	Closing balance	Ages	Proportion to the total balance of other receivables (%)	Provision for bad debts
Beijing Likang Ordinary Information Equipment Co., Ltd	Provisional payments receivable	28,912,122.71	Over 5 years	56.88	28,912,122.71
Nanjing Putian Communication Technology Co., Ltd	Internal transactions	1,784,619.72	21,306.39 yuan for 1-2 years, 504,197.50 yuan for 3-4 years, 404,315.31 yuan for 4-5 years, and 854,800.52 yuan for more than 5 years	3.51	1,784,619.72
Nanjing Putian Communication Industry Co., Ltd	Provisional payments receivable	805,545.63	Over 5 years	1.58	805,545.63
Nanjing Construction Enterprise Migrant Worker Wage Security Fund Management Office	Security Deposit and Deposit	400,000.00	Over 5 years	0.79	400,000.00
China United Network Communications Co., Ltd. Beijing Branch	Security Deposit and Deposit	390,000.00	Over 5 years	0.77	390,000.00
Total		32,292,288.06	—	63.53	32,292,288.06

7. Inventories

(1) Details

Items	Closing balance			Opening balance		
	Book balance	Provision for write-down	Carrying amount	Book balance	Provision for write-down	Carrying amount
Raw materials	17,620,673.90	10,482,980.51	7,137,693.39	24,355,064.85	10,860,838.19	13,494,226.66
Work in process	3,406,609.65	2,881,380.17	525,229.48	5,436,730.59	2,660,490.69	2,776,239.90
Goods on hand	79,400,394.27	48,287,969.61	31,112,424.66	84,241,370.76	44,673,371.62	39,567,999.14
Goods dispatched	96,893,480.52	52,614,965.91	44,278,514.61	124,160,523.31	58,109,826.28	66,050,697.03
Products on consignment for sales	4,887,020.15	804,691.99	4,082,328.16	1,614,307.52	804,691.99	809,615.53
Total	202,208,178.49	115,071,988.19	87,136,190.30	239,807,997.03	117,109,218.77	122,698,778.26

(2) The increase or decrease of the inventory decline reserve and the impairment reserve of contract performance cost

Items	Opening balance	Increase amount in the current period		Decrease amount in the current period		Closing balance
		Accrual	Others	Reversal or write-off	Others	
Raw materials	10,860,838.19	171,366.05		454,208.61	95,015.12	10,482,980.51
Work in process	804,691.99					804,691.99
Goods on hand	2,660,490.69	220,889.48				2,881,380.17
Goods dispatched	44,673,371.62	3,780,595.52		54,785.57	111,211.96	48,287,969.61
Products on consignment for sales	58,109,826.28	10,255,901.80		1,365,657.03	14,385,105.14	52,614,965.91
Total	117,109,218.77	14,428,752.85		1,874,651.21	14,591,332.22	115,071,988.19

The specific basis for determining the net realizable value and the reasons for turning back or selling the inventory depreciation reserve in the current period.

Item	Specific basis for determining net realizable value	Reasons for the reversal of inventory depreciation provisions in the current period	Reasons for the provision for depreciation of inventory sold in the current period
Raw materials	Net realizable value is determined by the estimated selling price of the relevant finished products less the estimated costs to be incurred to completion, estimated sales expenses and relevant taxes	The net realizable value of inventories for which provision was made for inventory depreciation in previous periods increased	During the current period, the inventory that was set aside for inventory depreciation at the beginning of the period has been sold
Goods dispatched	The net realizable value of the inventory is determined by the estimated selling price of the inventory less estimated selling expenses and related taxes in the normal course of production and operation	The net realizable value of inventories, which has been provided for the decline of inventories in previous periods, increased	During the current period, the inventory that was set aside for inventory depreciation at the beginning of the period has been sold
Goods on hand	The net realizable value of the inventory is determined by the estimated selling price minus the estimated selling expenses and relevant taxes in the normal course of production and operation	The net realizable value of inventories for which provision was made for inventory depreciation in previous periods increased	During the current period, the inventory that was set aside for inventory depreciation at the beginning of the period has been sold

8. Other current assets

Items	Closing balance	Opening balance
Input tax to be deducted	1,085,488.28	3,349,668.12
Advance payment of income tax	141,091.78	141,091.78
Total	1,226,580.06	3,490,759.90

9. Long-term equity investments

Investees	Opening balance	Increase/Decrease								Closing balance	Closing balance of provision for impairment
		Investments increased	Investments decreased	Investment income recognized under equity method	Adjustment in other comprehensive income	Changes in other equity	Cash dividend/Profit declared for distribution	Provision for impairment	Others		
I. Subsidiary	10,412,689.14			-5.77						10,412,683.37	
Nanjing Puzhu Optical Network Co., Ltd	10,412,689.14			-5.77						10,412,683.37	

10. Other equity instrument investments

Items	Closing balance	Opening balance	Dividend income	The cumulative gains	The cumulative loss	Amount of other comprehensive income transferred to retained earnings	The reason designated as measurement at fair value and its change included in other comprehensive income	Other comprehensive income is transferred to retained earnings
Hangzhou Hongyan Electric Appliance Co., Ltd	321,038.00						321,038.00	321,038.00
Nanjing Yuhua electroplating plant	420,915.00						420,915.00	420,915.00
Total	741,953.00						741,953.00	741,953.00

Note: The investment in Nanjing Yuhua Electroplating Factory, Hangzhou Honyar Electrical Co.,Ltd. and Beijing Likong Communication Equipment Co., Ltd. are classified as other equity instrument investments, the Company measured it at fair value through other comprehensive income.

11. Investment property

(1) Investment real estate measured at cost

Items	Buildings and structures	Total
I.Original book value		
1. Opening balance	40,129,313.41	40,129,313.41
2. Increase		
(1) External purchase	20,118,191.45	20,118,191.45
(2) Transfer of fixed assets	20,118,191.45	20,118,191.45
3. Decrease	20,011,121.96	20,011,121.96
(1) Disposal		
(2) Other transfer out	21,002,234.66	21,002,234.66
4. Closing balance	1,224,161.28	1,224,161.28
II.Accumulated depreciation and amortization	1,224,161.28	1,224,161.28
1. Opening balance	7,762,512.45	7,762,512.45
2. Increase	7,762,512.45	7,762,512.45
(1) Accrual or amortization	40,129,313.41	40,129,313.41
(2) Transfer of fixed assets		

Items	Buildings and structures	Total
3. Decrease		
(1) Disposal		
(2) other transfer out		
4. Closing balance	21,002,234.66	21,002,234.66
III, Provision for impairment	14,463,883.49	14,463,883.49
IV. Carrying amount		
1. Closing balance	5,547,238.47	5,547,238.47
2. Opening balance	19,127,078.75	19,127,078.75

12. Fixed assets

Categories	Closing balance	Opening balance
Fixed assets	85,757,024.11	93,754,100.19

(1) Fixed assets

1) Details

Items	Buildings and structures	Machinery equipment	Electronic equipment	Transport facilities	Other equipment	Total
I. Original book value						
1. Opening balance	121,830,342.65	47,966,511.94	21,750,073.21	3,365,460.28	17,523,627.35	212,436,015.43
2. Increase	633,781.73	167,501.76	208,700.09			1,009,983.58
(1) Acquisition	627,875.20	167,501.76	208,700.09			1,004,077.05
(2) Transfer of projects under construction	5,906.53					5,906.53
3. Decrease	18,837,442.00	1,760,659.41	2,690,053.04	273,839.17	1,012,598.64	24,574,592.26
(1) Disposal or scrapping		69,000.00	1,243,827.84		16,923.08	1,329,750.92
(2) The scope of consolidation is reduced	18,837,442.00	1,691,659.41	1,446,225.20	273,839.17	995,675.56	23,244,841.34
4. Closing balance	103,626,682.38	46,373,354.29	19,268,720.26	3,091,621.11	16,511,028.71	188,871,406.75
II. Accumulated depreciation						
1. Opening balance	48,456,225.13	26,920,074.59	18,316,990.42	3,564,933.91	16,264,903.21	113,523,127.26
2. Increase	4,288,224.90	1,569,590.92	1,042,033.01	97,592.41	234,600.19	7,232,041.43
(1) Disposal or scrapping	4,288,224.90	1,569,590.92	1,042,033.01	97,592.41	234,600.19	7,232,041.43
3. Decrease	484,263.91	149,012.85	1,467,066.34	532,511.43	166,361.48	2,799,216.01
(1) Disposal/Scrapping	484,263.91	149,012.85	1,467,066.34	532,511.43	166,361.48	2,799,216.01
(2) Transfer to investment real estate						
4. Closing balance	52,260,186.12	28,340,652.66	17,891,957.09	3,130,014.89	16,333,141.92	117,955,952.68

Items	Buildings and structures	Machinery equipment	Electronic equipment	Transport facilities	Other equipment	Total
III.Provision for impairment						
1. Opening balance						
2. Increase	52,260,186.12	28,340,652.66	17,891,957.09	3,130,014.89	16,333,141.92	117,955,952.68
(1) Accrual	4,266,778.03	1,567,560.29	921,012.91	51,080.43	145,481.56	6,951,913.22
3. Decrease	4,266,778.03	1,567,560.29	921,012.91	51,080.43	145,481.56	6,951,913.22
(1) Disposal/Scrapping	17,325,046.07	2,701,508.25	1,308,973.02	273,839.17	910,079.31	22,519,445.82
(2) Others		1,232,449.97			16,415.39	1,248,865.36
4. Closing balance	539,124.00	11,550.65			175,287.91	725,962.56
IV. Carrying amount						
1. Closing balance	63,885,640.30	19,155,098.94	1,764,723.28	184,364.96	767,196.63	85,757,024.11
2. Opening balance	69,031,032.53	19,614,308.63	3,858,116.12	235,445.39	1,015,197.52	93,754,100.19

2) Fixed assets temporarily idle

Items	Original book value	Accumulated depreciation	Provision for impairment	Carrying amount	Remarks
Machinery equipment	342,985.18	157,407.73	175,287.91	10,289.54	
Electronic equipment	36,000.00	34,920.00	1,080.00		
Other equipment	212,485.00	196,288.30	11,169.15	5,027.55	
Total	591,470.18	388,616.03	186,457.06	16,397.09	

3) Fixed assets leased under operating leases as of December 31, 2023

Items	Carrying amount
Buildings and structures	19,756,557.92

4) Fixed assets with certificate of titles being unsettled

Items	Carrying amount	Reasons for unsettlement
Buildings and structures	19,756,557.92	In process

13. Construction in progress

Categories	Closing balance	Opening balance
Construction in progress project		5,906.53

1. Projects under construction

(1) Basic information of construction projects in progress

Items	Closing balance			Opening balance		
	Book balance	Provision for impairment	Carrying amount	Book balance	Provision for impairment	Carrying amount

Items	Closing balance			Opening balance		
	Book balance	Provision for impairment	Carrying amount	Book balance	Provision for impairment	Carrying amount
Renewal and transformation				5,906.53		5,906.53

14. Right-of-use assets

project	Houses and buildings	Total
Original book value		
Opening balance		
The amount increased in the current period	2,686,684.00	2,686,684.00
Among them: new leases	2,686,684.00	2,686,684.00
Decrease in the current period		
Where: disposal		
Closing balance	2,686,684.00	2,686,684.00
Accumulated depreciation		
Opening balance		
The amount increased in the current period	238,890.96	238,890.96
Where: accrual	238,890.96	238,890.96
Decrease in the current period		
Closing balance	238,890.96	238,890.96
Impairment provisions		
book value		
Closing book value	2,447,793.04	2,447,793.04
Opening book value		

15. Intangible assets

(1) Details

Items	Software	Land use right	Total
I. Original book value			
1. Opening balance	26,656,046.83	11,593,450.55	38,249,497.38
2. Increase		47,600.00	47,600.00
(1) Acquisition		47,600.00	47,600.00
3. Decrease	12,539,200.46	1,188,891.33	13,728,091.79
(1) Disposal			
(2) The scope of consolidation is reduced	12,539,200.46	1,188,891.33	13,728,091.79
4. Closing balance	14,116,846.37	10,452,159.22	24,569,005.59
II. Accumulated depreciation			

Items	Software	Land use right	Total
1. Opening balance	8,415,682.46	10,200,943.41	18,616,625.87
2. Increase	672,581.42	141,697.71	814,279.13
(1) Acquisition	672,581.42	141,697.71	814,279.13
3. Decrease	5,439,831.58	1,094,392.53	6,534,224.11
(1) Disposal	5,439,831.58	1,094,392.53	6,534,224.11
4. Closing balance	3,648,432.30	9,248,248.59	12,896,680.89
III. Carrying amount			
1. Closing balance	10,468,414.07	1,203,910.63	11,672,324.70
2. Opening balance	18,240,364.37	1,392,507.14	19,632,871.51

16. Long-term prepayments

Items	Opening balance	Increase	Amortization	Other decrease	Closing balance
Renovation and renovation expenses	2,299,773.18	1,183,082.41	950,185.51	456,364.13	2,076,305.95

17. Deferred tax assets and deferred tax liabilities

(1) Details of unrecognized deferred tax assets

Items	Closing balance	Opening balance
Deductible temporary difference	349,457,805.78	361,055,451.02
Deductible losses	160,136,771.28	250,920,070.63
Total	509,594,577.06	611,975,521.65

(2) Maturity years of deductible losses of unrecognized deferred tax assets

Maturity years	Closing balance	Opening balance	Remarks
Year 2024		105,985,653.23	
Year 2025		3,031,582.45	
Year 2026	58,332,948.84	67,207,331.67	
Year 2027	46,663,704.85	55,359,032.59	
Year 2029	34,598,495.25	10,349,408.51	
Year 2030	5,269,870.68	1,622,476.49	
Year 2031	1,188,328.53	1,188,328.53	
Year 2032	9,571,047.64	9,791,047.64	
Year 2033	3,128,208.76	3,128,208.76	
Total	1,792,957.22	338,021.95	

18. Other non-current assets

Items	Closing balance	Opening balance
Long-term asset purchase	719,280.00	40,899.00

19. Assets with limited ownership or use rights

Items	Closing balance				Opening balance			
	Book balance	Book value	Restricted type	Restricted case	Book balance	Book value	Restricted type	Restricted case
Other cash and bank balances	4,272,925.37	4,272,925.37	Involving litigation bank freeze	Guarantee deposit	14,113,164.10	14,113,164.10	Involving litigation bank freeze、Guarantee deposit	Involving litigation bank freeze 4,368,851.37, Guarantee deposit 9,744,312.73
Fixed assets	78,218,786.01	53,832,794.06	mortgage	Mortgage loans on real estate and land	37,958,367.23	23,546,470.68	Property and land mortgage loans	Property and land mortgage loans
Intangible assets	7,837,407.40	5,058,028.44	mortgage	Mortgage loans on real estate and land	5,033,207.40	3,344,930.14	Property and land mortgage loans	Property and land mortgage loans
Total	90,329,118.78	63,163,747.87			57,104,738.73	41,004,564.92		

Other notes: In addition to the above-mentioned assets whose ownership or right to use are restricted, the Company pledged 33.17 million yuan corresponding to the 96.99% equity of its subsidiary, Nanjing Southern Telecom Co., Ltd., to China Potevio Information Industry Co., Ltd. for the purpose of entrusting the finance company to pay the loan to the Company; The parent company, CLP Guorui Group Co., Ltd., provided a guarantee for the Company's loan to China Electronics Technology Finance Co., Ltd., and the Company pledged the corresponding capital contribution of RMB 8 million to the parent company for the 40% equity interest of its subsidiary, Nanjing Putian Tianji Building Intelligence Co., Ltd.; The Company pledged 4 million yuan of capital contribution corresponding to the 40% equity of its subsidiary, Nanjing Putian Datang Information Electronics Co., Ltd., to CETC Financial Leasing Co., Ltd. for the Company's financial leasing business with CETC Financial Leasing Co., Ltd., and the transfer of the equity of the above-mentioned subsidiaries was restricted before the release of the pledge.

20. Short-term borrowings

(1) Details

Borrowing conditions	Closing balance	Opening balance
Mortgage borrowing	49,299,759.96	16,015,446.08
Borrowing on credit	78,828,227.79	53,847,877.85
Total	128,127,987.75	69,863,323.93

21. Notes payable

Items	Closing balance	Opening balance
Banker's acceptance	8,313,165.25	7,885,557.80
Commercial Acceptance Bills	1,809,060.50	1,776,746.00
Total	10,122,225.75	9,662,303.80

22. Accounts payable

(1) Classified by account age

Items	Closing balance	Opening balance
Within 1 year (including 1 year)	268,987,560.21	261,624,545.57
More than 1 year	80,354,619.00	135,969,220.70
Total	349,342,179.21	397,593,766.27

(2) Significant accounts payable with age over one year

Name of creditor	Closing balance	Reasons for unsettlement
SEI-Nanjing Putian Optical Network Co., Ltd.	20,568,725.66	Material payment/According to the contract schedule, both parties have not settled

23. Advances received

Items	Closing balance	Opening balance
Within 1 year (including 1 year)	236,005.32	452,216.54

24. Contract liabilities

Items	Closing balance	Opening balance
Payment for goods	24,794,919.13	16,720,781.30

1. Significant contract liabilities older than 1 year

Name of creditor	Opening balance	Reasons for unsettlement
China Putian Information Industry Co. LTD	3,727,418.22	Not yet settled

25. Employee benefits payable

(1) Details

Items	Opening balance	Increase	Decrease	Closing balance
Short-term employee benefits	17,771,367.37	125,846,856.88	126,551,261.27	17,066,962.98
Post-employment benefits - defined contribution plan		19,687,646.52	19,687,646.52	
Dismissal welfare		6,637,610.94	6,637,610.94	
Total	17,771,367.37	152,172,114.34	152,876,518.73	17,066,962.98

(2) Details of short-term employee benefits

Items	Opening balance	Increase	Decrease	Closing balance
Wage, bonus, allowance and subsidy	3,625,349.25	93,871,439.25	93,871,439.25	3,625,349.25
Employee welfare fund		4,226,622.29	4,226,622.29	
Social insurance premium		9,403,834.54	9,403,834.54	
Including: Medicare premium		8,375,824.91	8,375,824.91	
Occupational injuries premium		472,498.26	472,498.26	
Maternity premium		555,511.37	555,511.37	
Housing provident fund	3,216,865.05	10,392,970.57	10,392,970.57	3,216,865.05
Trade union fund and employee education fund	10,914,156.54	549,002.94	1,253,407.33	10,209,752.15
Others	14,996.53	7,402,987.29	7,402,987.29	14,996.53
Total	17,771,367.37	125,846,856.88	126,551,261.27	17,066,962.98

(3) Details of defined contribution plan

Items	Opening balance	Increase	Decrease	Closing balance
Basic endowment insurance premium		19,490,529.41	19,490,529.41	
Unemployment insurance premium		785,947.72	785,947.72	
Company annuity payment		390,754.50	390,754.50	
Total		20,667,231.63	20,667,231.63	

26. Taxes payable

Items	Closing balance	Opening balance
VAT	5,469,015.04	2,627,413.82
Enterprise income tax	1,426,860.42	2,064,588.36
Property tax	351,313.55	278,347.94
Land use tax	80,701.94	76,065.10
Personal income tax	189,374.87	155,936.50
Urban Maintenance Construction Tax	493,348.10	212,899.11
Educational fee surcharge	351,749.02	149,928.29

Items	Closing balance	Opening balance
Other tax	97,329.58	65,813.19
Total	8,459,692.52	5,630,992.31

27. Other payables

Items	Closing balance	Opening balance
Dividend payable		5,692,213.38
Other payables	41,918,074.35	41,427,529.15
Total	41,918,074.35	47,119,742.53

(1) Dividend payable

Items	Closing balance	Opening balance
Dividend of ordinary shares		5,692,213.38

(2) Other payables

1) Classification by nature of funds

Items	Closing balance	Opening balance
Temporary receipts payable	31,279,667.14	32,498,657.42
Unsettled installation cost	87,519.38	231,627.19
Deposits	3,467,780.26	2,904,038.29
Operating expenses	6,279,652.71	4,891,257.87
Others	803,454.86	901,948.38
Total	41,918,074.35	41,427,529.15

28. Non-current liabilities due within one year

Items	Closing balance	Opening balance
Long-term borrowings maturing within one year	86,988,463.61	
Lease liabilities that are due within one year	1,072,195.82	
Total	88,060,659.43	

29. Other current liabilities

Items	Closing balance	Opening balance
VAT collected in advance	3,125,042.32	1,595,107.01

30. Long-term borrowings

Items	Closing balance	Opening balance	Interest rate range
Pledged borrowings	86,907,415.00	176,011,976.11	4.05%
Guaranteed borrowing	70,081,048.61		3.75%-3.80%
subtotal	156,988,463.61	176,011,976.11	
Less: Long-term borrowings due within one year	86,988,463.61		
Total	70,000,000.00	176,011,976.11	

31. Lease liabilities

Items	Closing balance	Opening balance
Lease payments	1,995,403.38	
Less: Financing charges are not recognized	82,833.60	
Less: Lease liabilities due within one year	1,072,195.82	
Total	840,373.96	

32. Share capital

Items	Opening balance	Movements					Closing balance
		Issue of new shares	Bouns shares	accumulation fund Reserve transferred to shares	Others	Subtotal	
Total shares	215,000,000.00						215,000,000.00

33. Capital reserve

Items	Opening balance	Increase	Decrease	Closing balance
Share premium	137,786,640.63			137,786,640.63
Other capital reserve	59,311,274.77			59,311,274.77
Total	197,097,915.40			197,097,915.40

34. Treasury shares

Items	Opening balance	Increase	Decrease	Closing balance
Repurchase of shares		2,995,076.96		2,995,076.96
Total		2,995,076.96		2,995,076.96

35. Other comprehensive income (OCI)

Items	Opening balance	Current period cumulative						Closing balance
		Current period cumulative before income tax	Less: Other comprehensive income in the previous period is transferred to profit and loss	Less: Other comprehensive income recorded in the previous period is transferred to retained income in the current period	Less: Income tax	Attributable to parent company	Attributable to non-controlling shareholders	
Other comprehensive income reclassified into profit and loss	-1,854,910.00							-1,854,910.00
Including: The amount of financial assets reclassified into other comprehensive income	-1,854,910.00							-1,854,910.00

36. Surplus reserve

Items	Opening balance	Increase	Decrease	Closing balance
Statutory surplus reserve	589,559.77			589,559.77

37. Undistributed profit

Items	Current period cumulative	Preceding period comparative
Balance before adjustment at the end of preceding period	-405,721,306.51	-388,837,228.89
Opening balance after adjustment	-405,721,306.51	-388,837,228.89
Add: Net profit attributable to owners of the parent company	11,376,879.14	-16,884,077.62
Closing balance	-394,344,427.37	-405,721,306.51

38. Operating revenue/Operating cost

(1) Details

Items	Current period cumulative		Preceding period comparative	
	Revenue	Cost	Revenue	Cost
I. Main operations	783,845,853.95	620,010,069.86	800,975,953.86	610,233,982.27
II. Other operations	27,824,673.46	15,214,660.19	17,358,420.44	9,451,126.40
Total	811,670,527.41	635,224,730.05	818,334,374.30	619,685,108.67

(2) Statement of operating income deduction

Items	Current Year	Specific deduction	Previous year	Specific deduction
Amount of operating income	818,334,374.30		879,566,048.96	
Total amount of business income deduction items	14,689,596.38		10,866,001.57	
Proportion of the total amount of deductible items in the operating revenue (%)	1.80%	/	1.24%	/
I. Business income unrelated to main business				
1. Income from other businesses other than normal operations. For example, income from leasing fixed assets, intangible assets and packaging, selling materials, exchanging non-monetary assets with materials, operating entrusted management business, etc., as well as income that is included in the main business income but is outside the normal operation of the listed company.	15,106,674.24	The income from water and electricity from the rental of houses and tenants was 9,902,731.72 yuan, the sales income from materials was 4,213,608.92 yuan, and the income from software services and other services was 990,333.60 yuan.	14,689,596.38	The income from housing rental and water and electricity of 9,149,896.78 yuan. Materials sales revenue 5,408,004.19 yuan., Software service revenue 19,892.93 yuan, Scrap revenue 47,820.18 yuan, Non-rental income 63,982.30 yuan.
II. Income without commercial substance				
III. Other income that has nothing to do with the main business or has no commercial substance				
Amount after deduction of operating income	796,563,853.17		803,644,777.92	

(3) Operating income, operating cost breakdown information

Income classification	Revenue	Cost
By business type	801,767,795.69	634,239,379.33
Communication industry	708,949,997.63	561,406,842.78
Electrical industry	92,817,798.06	72,832,536.55
By sales channel	801,767,795.69	634,239,379.33
Direct selling	511,195,634.82	404,532,326.74
distribution	290,572,160.87	229,707,052.59
Total	801,767,795.69	634,239,379.33

(4) Description of performance obligations

Projects	Meet performance obligations	Important payment terms	The nature of the goods the company promises to transfer	Whether it is the principal responsible person	The amount that the company is responsible for is expected to be refunded to the customer	The type of quality assurance provided by the company and related obligations
Selling video conferencing products	Customers accept items or sign for merchandise	Pay in installments according to the time node agreed in the contract	Video conferencing Products	is	There is no	Warranty Period Warranty
Sales of integrated wiring products	Customers sign for merchandise	Pay in installments according to the time node agreed in the contract	Integrated cabling products	is	There is no	Warranty Period Warranty
Sales of smart electrical products	Customers sign for merchandise	Pay in installments according to the time node agreed in the contract	Smart Electrical Products	is	There is no	Warranty Period Warranty
Engineering construction provided	Follow the performance schedule	Pay in installments according to the time node agreed in the contract	Integrated cabling products	is	There is no	Warranty Period Warranty
Provide maintenance services	Follow the performance schedule	Pay in installments according to the time node agreed in the contract	Maintenance and other services	is	There is no	There is no

(4) Description of apportionment to remaining performance obligations

At the end of the reporting period, the amount of revenue corresponding to the performance obligations that have been signed but not yet fulfilled or completed is 122.7963 million yuan, of which: 120.755 million yuan is expected to be recognized in 2025; 2.0413 million yuan is expected to be recognized in 2026.

39. Taxes and surcharges

Items	Current period cumulative	Preceding period comparative
Housing property tax	2,013,656.63	1,708,445.30
Land use tax	497,743.11	458,287.96

Items	Current period cumulative	Preceding period comparative
Urban Maintenance Construction Tax	1,572,198.38	1,634,769.84
Educational fee surcharge		
stamp duty	1,123,521.30	1,167,392.69
Other tax	531,489.95	426,073.95
Total	389,503.08	155,572.82

40. Selling expenses

Items	Current period cumulative	Preceding period comparative
Employee benefits	48,581,858.41	51,975,577.69
Business entertainment	7,730,139.58	9,234,928.54
Travelling expenses	4,392,780.47	5,145,939.14
Office expenses	3,573,822.57	3,496,071.29
Sales service charges	914,243.41	1,779,263.54
Conference expenses	249,286.74	564,035.42
Promotion expenses	121,693.68	522,574.60
Equipment maintain fees	18,130.65	7,461.95
Others	6,174,813.47	3,761,749.10
Total	71,756,768.98	76,487,601.27

41. Administrative expenses

Items	Current period cumulative	Preceding period comparative
Employee benefits	48,581,858.41	51,975,577.69
Depreciation and amortization	7,730,139.58	9,234,928.54
Consulting, intermediary and legal fees	4,392,780.47	5,145,939.14
Office expenses	3,573,822.57	3,496,071.29
Lease expenses	914,243.41	1,779,263.54
Business entertainment	249,286.74	564,035.42
Travelling expense	121,693.68	522,574.60
Funding for Party Building	18,130.65	7,461.95
Others	6,174,813.47	3,761,749.10
Total	71,756,768.98	76,487,601.27

42. R&D expenses

Items	Current period cumulative	Preceding period comparative
Employee benefits	28,521,143.99	29,939,792.60
Intermediate test fee	1,541,213.73	1,456,770.43

Items	Current period cumulative	Preceding period comparative
Travelling expenses	1,211,814.77	1,441,242.03
Design fee	6,000.00	1,439,245.25
Depreciation and amortization	942,670.55	977,381.41
Material requisition	748,668.74	758,826.36
Others	1,879,323.46	2,008,854.26
Total	34,850,835.24	38,022,112.34

43. Financial expenses

Items	Current period cumulative	Preceding period comparative
Interest expenditures	10,723,524.38	9,780,203.87
Less: Interest income	639,938.05	550,442.21
Less: gain on foreign exchange	-1,150.08	-9,497.49
Financial institution fees	81,356.02	177,315.62
Others		14.72
Total	10,163,792.27	9,397,594.51

44. Other income

Items	Current period cumulative	Preceding period comparative	Related to assets/Related to earnings
Government grants related to income	2,773,983.66	5,197,105.02	Related to earnings
Withholding and payment of individual tax service fee return	9,574.65	61,550.43	
Total	2,783,558.31	5,258,655.45	

45. Investment income

Items	Current period cumulative	Preceding period comparative
Investment income from long-term equity investments under equity method	-5.77	-9,632.66
Investment gains from the disposal of trading financial assets	50,832,148.02	
Debt restructuring	1,514,624.88	588,868.84
Others	-50,223.40	698,690.90
Total	52,296,543.73	1,277,927.08

46. Credit impairment loss

Items	Current period cumulative	Preceding period comparative
Bad debt loss of notes receivable	-5.77	-9,632.66

Items	Current period cumulative	Preceding period comparative
Bad debt loss of accounts receivable	50,832,148.02	
Bad debt loss of other receivables	1,514,624.88	588,868.84
Total	-50,223.40	698,690.90

47. Assets impairment loss

Items	Current period cumulative	Preceding period comparative
Inventory write-down loss	-14,428,752.85	-4,935,911.69

48. Gains on asset disposal

Items	Current period cumulative	Preceding period comparative
Gain on disposal of fixed assets	1,083,098.78	-134,939.44

49. Non-operating revenue

Items	Current period cumulative	Preceding period comparative	Amount included in non-recurring profit or loss
Unpaid payables	3,498,793.46	1,817,075.37	3,498,793.46
Penalty income	79,732.91	123,145.40	79,732.91
Others	4,905.66	218,585.64	4,905.66
Total	3,583,432.03	2,158,806.41	3,583,432.03

50. Non-operating expenditures

Items	Current period cumulative	Preceding period comparative	Amount included in non-recurring profit or loss
Penalty expenditures	3,498,793.46	1,817,075.37	3,498,793.46
Overdue expenditure	79,732.91	123,145.40	79,732.91
Others	4,905.66	218,585.64	4,905.66
Total	3,583,432.03	2,158,806.41	3,583,432.03

51. Income tax expenses

(1) Details

Items	Current period cumulative	Preceding period comparative
Current income tax expense calculated in accordance with the tax law and relevant provisions	2,934,143.89	4,164,603.65
Others	246,161.16	-586,698.92

Items	Current period cumulative	Preceding period comparative
Total	3,180,305.05	3,577,904.73

(2) Accounting profit and income tax expense adjustment process

Items	Amount
Profit before tax	25,286,590.72
Income tax expenses based on tax rate applicable to the parent company	6,321,647.68
Effect of different tax rate applicable to subsidiaries	15,000.97
Effect of prior income tax reconciliation	997,935.32
The effect of non-taxable income	2,330,261.95
The impact of non-deductible costs, expenses and losses	-6,730,702.03
The effect of deductible temporary differences or deductible losses of deferred tax assets not recognized in the previous period	246,161.16
The effect of deductible temporary differences or deductible losses on deferred tax assets was not recognized in the current period	3,180,305.05
Deduction of R&D expenditures	25,286,590.72
Income tax expenses	6,321,647.68

52. Statement of cash flow

(1) Other cash receipts related to operating activities

Items	Current period cumulative	Preceding period comparative
Government grants	325,259.82	1,371,811.57
Interest income	639,938.05	676,743.53
Incomings and outgoings	32,939,753.75	46,691,196.33
Others	9,153,979.71	3,872,809.63
Total	43,058,931.33	52,612,561.06

(2) Other cash payments related to operating activities

Items	Current period cumulative	Preceding period comparative
Out-of-pocket expenses	50,687,399.27	60,579,555.09
Incomings and outgoings	30,830,777.55	27,973,575.62
Others	3,923,916.79	6,469,002.51
Total	85,442,093.61	95,022,133.22

(3) Cash paid related to other investing activities

Item	Year ended 31/12/2024	Year ended 31/12/2023
Pay for the disposal of the subsidiary	405,500.00	

(4) Other cash payments related to financing activities

Items	Current period cumulative	Preceding period comparative
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Items	Current period cumulative	Preceding period comparative
Others		615,441.46
Lease liabilities are paid in cash	916,760.88	
Share buybacks	2,997,498.00	
Total	3,914,258.88	615,441.46

(5) Other cash payments related to financing activities

Items	Opening balance	Current increase		Current decrease		Ending balance
		Cash movement	Non-cash movement	Cash movement	Non-cash movement	
Short-term borrowings	69,863,323.93	154,800,000.00	3,433,761.76	72,150,672.94	27,818,425.00	128,127,987.75
Long-term borrowings	176,011,976.11		7,050,885.84	26,074,398.34	86,988,463.61	70,000,000.00
Lease liabilities			2,686,684.00	853,843.45	992,466.59	840,373.96
Dividends payable	5,692,213.38	-	10,846,600.00	14,846,600.00	1,692,213.38	-
Other payables	2,512,679.26			1,287,798.37		1,224,880.89
Non-current liabilities due within one year			88,060,659.43			88,060,659.43
Total	254,080,192.68	154,800,000.00	112,078,591.03	115,213,313.10	117,491,568.58	288,253,902.03

53. Supplement information to the cash flow statement

(1) Supplement information to the cash flow statement

Items	Current period cumulative	Preceding period comparative
I. Reconciliation of net profit to cash flow from operating activities:		
Net profit	22,106,285.67	-2,726,496.67
Add: Provision for assets impairment loss	14,428,752.85	4,935,911.69
Provision for credit impairment loss	7,634,385.51	9,012,120.28
Depreciation of fixed assets, depletion of oil and gas assets, depreciation of productive biological assets, and depreciation of investment real estate	8,176,074.50	8,456,202.71
Depreciation of right-of-use assets	238,890.96	
Amortization of intangible assets	814,279.13	911,854.69
Amortization of long-term prepayments	950,185.51	1,874,667.27
Loss on disposal of fixed assets, intangible assets and other long-term assets (Less: gains)	-1,083,098.78	134,939.44
Fixed assets retirement loss (Less: gains)		
Gains from derecognition of financial assets at amortized cost		
Losses on changes in fair value (Less: gains)		
Financial expenses (Less: gains)	10,723,524.38	9,780,203.87

Items	Current period cumulative	Preceding period comparative
Investment losses (Less: gains)	-52,296,543.73	-1,277,927.08
Decrease of deferred tax assets (Less: increase)		
Increase of deferred tax liabilities (Less: decrease)		
Decrease of inventories (Less: increase)	37,599,818.54	42,809,348.69
Decrease of operating receivables (Less: increase)	-23,477,786.08	-4,652,275.38
Increase of operating payables (Less: decrease)	-43,011,110.86	-75,276,199.54
Others		
Net cash flows from operating activities	-17,196,342.40	-6,017,650.03
II. Significant investing and financing activities not related to cash receipts and payments:		
Conversion of debt into capital		
Convertible bonds due within one year		
Fixed assets leased in under finance leases		
III. Net changes in cash and cash equivalents:		
Cash at the end of the period	288,328,064.43	164,177,680.11
Less: Cash at the beginning of the period	164,177,680.11	164,384,741.39
Add: Cash equivalents at the end of the period	124,150,384.32	-207,061.28
Less: Cash equivalents at the beginning of the period		
Net increase of cash and cash equivalents	22,106,285.67	-2,726,496.67

(2) Cash and cash equivalents

Items	Current period cumulative	Preceding period comparative
I. Cash	288,328,064.43	164,177,680.11
Including: Cash on hand		
Cash in bank on demand for payment	288,328,064.43	164,177,680.11
Other monetary funds readily available for payment		
Money deposited with a central bank that can be used for payment		
Deposit of interbank funds		
Interbank debits		
II. Cash equivalents		
Including: bond investments maturing within three months		
III. Cash and cash equivalents at the end of the period	288,328,064.43	164,177,680.11
Including: restricted use of cash and cash equivalents by the parent company or subsidiaries within the Group		

54. Monetary items in foreign currencies

(1) Monetary items in foreign currencies

Items	Closing balance in foreign currencies	Exchange rate	RMB equivalent at the end of the period
Cash and bank balances	30,572.51	7.1863	219,702.74
Including: USD	30,562.18	7.1884	219,693.17
HD	10.33	0.9260	9.57

55. lease

1. As a lessee

(1) Operating lease

项目	金额
Variable lease payments that are not included in the measurement of lease liabilities through the cost of the underlying asset or current profit or loss	
Among them: the part generated by the sale and leaseback transaction	
Short-term lease charges that are included in the cost of the underlying asset or the current profit or loss for the simplified treatment	642,292.73
Lease expense of low-value assets through simplified treatment of the cost of the underlying asset or profit or loss for the period (other than short-term lease expense of low-value assets)	
Total cash outflows related to leases	1,890,123.18

2As a lessor

(2)Operating lease

Items	Lease income	Among them: Income related to variable lease payments not included in lease collections
Lease income	9,588,359.65	

VI. R&D expenses

(一) List by nature of cost

Items	Current period cumulative	Preceding period comparative
Employee benefits	28,521,143.99	29,939,792.60
Travelling expenses	1,211,814.77	1,441,242.03
Depreciation and amortization	942,670.55	977,381.41
Material use	748,668.74	758,826.36
Intermediate test fee	1,541,213.73	1,456,770.43
Design fee	6,000.00	1,439,245.25
Others	1,879,323.46	2,008,854.26
Total	34,850,835.24	38,022,112.34
Among them: expensed research and development expenditure	34,850,835.24	38,022,112.34

VII. Changes in the consolidation scope

(I) Subsidiaries liquidated this year:

The seventh branch of Nanjing Communication Equipment Factory: It has been liquidated in December 2023, and the profit and loss and cash flow from January to December during the liquidation period are included in the scope of consolidation.

Nanjing Putian Network Co., LTD. : The liquidation was completed in November 2023, and the profit and loss and cash flow from January to November during the liquidation period were included in the scope of consolidation

Chongqing Puhua Information Technology Co., LTD. : The liquidation has been completed in September 2023, and the profit and loss and cash flow from January to September during the liquidation period are included in the scope of consolidation

VIII. Interest in other entities

(I) Interest in subsidiaries

1. Composition of subsidiaries

(1) Details

Subsidiaries	Place of registration	Main operating place	Business nature	Holding proportion (%)		Acquisition Method
				Direct	Indirect	
Nanjing South Telecommunications Company Limited	Nanjing City	Nanjing City	Manufacture	96.99%	3.01%	Set up
Nanjing Putian Tianji Building Intelligence Co., Ltd	Nanjing City	Nanjing City	Manufacture	45.77%		Set up
Nanjing Putian Datang Information Electronic Co., Ltd.	Nanjing City	Nanjing City	Manufacture	40.00%		Merger of enterprises under different control

(2) Notes

Remarks on inconsistency between holding proportion owned and voting rights proportion owned in subsidiaries

a. The Company holds 45.767% of voting rights in Nanjing Putian Telege Intelligent Building Ltd., the other voting rights are decentralized. The Company has over half member of the Board of Directors, and it not only controls this company but also has a privileged variable return by taking part in Nanjing Putian Telege Intelligent Building Ltd's related activity. The Company has the ability to impact the amount of return and control over Nanjing Putian Telege Intelligent Building Ltd.

b. The company holds Nanjing Putian Datang Information Electronics Co., LTD. 40% equity, the company in Nanjing Putian Datang information electronics Co., LTD. As the number of board members more than half of the company's board of directors, has the power of Nanjing Putian Datang information Electronics Co., LTD., Be able to enjoy variable returns by participating in relevant activities of Nanjing Putian Datang Information Electronics Co., LTD., and have the ability to influence the amount of returns by using the power of Nanjing Putian Datang Information Electronics Co., LTD., and be able to control Nanjing Putian Datang Information Electronics Co., LTD.

2. Significant not wholly-owned subsidiaries

Subsidiaries	Holding proportion of non-controlling shareholders	Non-controlling shareholders' profit or loss	Dividend declared to non-controlling shareholders	Closing balance of non-controlling interest
Nanjing Putian Telege Intelligent Building Ltd.	54.23%	11,049,435.75	10,846,600.00	61,424,914.73

3. Main financial information of significant not wholly-owned subsidiaries

Subsidiaries	Closing balance					
	Current assets	Non-current assets	Total assets	Current liabilities	Non-current liabilities	Total liabilities
Nanjing Putian Telege Intelligent Building Ltd.	243,448,430.35	32,796,612.98	276,245,043.33	162,977,636.49		162,977,636.49

(continued)

Subsidiaries	Opening balance					
	Current assets	Non-current assets	Total assets	Current liabilities	Non-current liabilities	Total liabilities
Nanjing Putian Telege Intelligent Building Ltd.	246,175,267.24	34,479,857.17	280,655,124.41	167,761,746.25		167,761,746.25

Subsidiaries	Current period cumulative			
	Operating revenue	Net profit	Total comprehensive income	Cash inflow from operating activities
Nanjing Putian Telege Intelligent Building Ltd.	339,404,639.09	20,374,028.68	20,374,028.68	5,677,545.92

Subsidiaries	Previous period occurrence amount
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	Operating revenue	Net profit	Total comprehensive income	Cash inflow from operating activities
Nanjing Putian Telege Intelligent Building Ltd.	368,898,076.14	27,498,536.16	27,498,536.16	21,821,020.40

(II) Interest in joint venture or associates

1. Aggregated financial information of insignificant joint ventures and associates

Items	Closing balance/Current period cumulative	Opening balance/Preceding period comparative
Joint ventures		
Total carrying amount of investments	10,412,689.14	10,422,321.80
Proportionate shares in the following items:		
Net profit	-5.77	-19,265.32
Total comprehensive income	-5.77	-19,265.32

VIV. Government subsidy

(一) Government grants recognised in profit or loss for the current period

Items	Current period cumulative	Preceding period comparative
Revenue-related government grants	911,728.87	3,435,087.66

X. Risks related to financial instruments

The Company aims to seek the appropriate balance between the risks and benefits from its use of financial instruments and to mitigate the adverse effects that the risks of financial instruments have on the Company's financial performance. Based on such objectives, the Company's risk management policies are established to identify and analyze the risks faced by the Company, to set appropriate risk limits and controls, and to monitor risks and adherence to limits.

The Company has exposure to the following risks from its use of financial instruments, which mainly include: credit risk, liquidity risk, and market risk. Management have deliberated and approved policies concerning such risks, and details are:

(I) Credit risk

Credit risk is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation.

1. Credit risk management practice

(1) Evaluation method of credit risk

At each reporting date, the Company assesses whether the credit risk on a financial instrument has increased significantly since initial recognition. When assessing whether the credit risk has increased significantly since initial recognition, the Company takes into account reasonable and supportable information, which is available without undue cost or effort, including qualitative and quantitative analysis based on historical data, external credit risk rating, and forward-looking information. The Company determines the changes in default risk of financial instruments during the estimated lifetime through comparison of the default risk at the balance sheet date and the initial recognition date, on an individual basis or a collective basis.

The Company considers the credit risk on a financial instrument has increased significantly when one or more of the following qualitative and quantitative standards are met:

- 1) Quantitative standard mainly relates to the scenario in which, on the balance sheet date, the probability of default in the remaining lifetime has risen by more than a certain percentage compared with the initial recognition;
- 2) Qualitative standard mainly relates to significant adverse changes in the debtor's operation or financial position, present or expected changes in technology, market, economy or legal environment that will have significant adverse impact on the debtor's repayment ability;

(2) Definition of default and credit-impaired asset

The Company defines a financial asset as in default when the financial instrument meets one or more of the following criteria, which are consistent with the definition of credit impairment incurred:

- 1) significant financial difficulty of the debtor;
- 2) a breach of binding clause of contract;
- 3) it is very likely that the debtor will enter bankruptcy or other financial reorganization;

4) the creditor of the debtor, for economic or contractual reasons relating to the debtor's financial difficulty, having granted to the debtor a concession(s) that the creditor would not otherwise consider.

2. Measurement of expected credit losses

The key factors in the measurement of expected credit loss include the probability of default, loss rate of default, and exposure to default risk.

3. The opening balance and closing balance of loss provision for financial instruments are detailed in Notes V(3), V(4) and V(7) to these financial statements.

4. Exposure to credit risk and concentration of credit risk

The Company's credit risk is primarily attributable to cash and bank balances and receivables. In order to control such risks, the Company has taken the following measures:

(1) Cash and bank balances

The Company deposits its bank balances and other cash and bank balances in financial institutions with relatively high credit levels, hence, its credit risk is relatively low.

(2) Receivables

The Company performs credit assessment on customers who uses credit settlement on a regular/continuous basis. The Company selects credible and well-reputed customers based on credit assessment result, and conducts ongoing monitoring on receivables, to avoid significant risks in bad debts.

As the Company's accounts receivable risk points are distributed across multiple partners and multiple customers, 14.16% of the Company's accounts receivable as of June 30, 2023 (June 30, 2022: 13.78%) originated from the top five customers with balances, and the Company does not have significant credit concentration risk.

The maximum amount of exposure to credit risk of the Company is the carrying amount of each financial asset on the balance sheet.

(II) Liquidity risk

Liquidity risk is the risk that the Company may encounter deficiency of funds in meeting obligations associated with cash or other financial assets settlement, which is possibly attributable to failure in selling financial assets at fair value on a timely basis, or failure in collecting liabilities from counterparts of contracts, or early redemption of debts, or failure in achieving estimated cash flows.

In order to control such risk, the Company utilized financing tools such as notes settlement, bank borrowings, etc. and adopts long and short financing methods to optimizing financing structures, and finally maintains a balance between

financing sustainability and flexibility. The Company has obtained credit limit from several commercial Nanjing Putian Telecommunications Co., Ltd. 2021 Annual Report 187 banks to meet working capital requirements and expenditures.

Financial instruments classified based on remaining time period till maturity

Items	Closing balance				
	Carrying amount	Contract amount not yet discounted	Within 1 year	1-3 years	Over 3 years
Short-term borrowings	128,127,987.75	128,127,987.75	128,127,987.75		
Notes payable					
Accounts payable	349,342,179.21	349,342,179.21	349,342,179.21		
Other payable	41,918,074.35	41,918,074.35	41,918,074.35		
Non-current liabilities due within one year	88,060,659.43	88,060,659.43	88,060,659.43		
Subtotal	617,571,126.49	617,571,126.49	617,571,126.49		

(Continued)

Items	Opening balance				
	Carrying amount	Contract amount not yet discounted	Within 1 year	1-3 years	Over 3 years
Short-term borrowings	69,863,323.93	69,863,323.93	69,863,323.93		
Notes payable					
Accounts payable	397,593,766.27	397,593,766.27	397,593,766.27		
Other payable	47,119,742.53	47,119,742.53	47,119,742.53		
Non-current liabilities due within one year					
Subtotal	514,576,832.73	514,576,832.73	514,576,832.73		

(III) Market risk

Market risk is the risk that the Company may encounter fluctuation in fair value of financial instruments or future cash flows due to changes in market price.

1. Interest risk

Interest risk is the risk that an enterprise may encounter fluctuation in fair value of financial instruments or future cash flows due to changes in market interest. The Company's fair value interest risks arise from fixed-rate financial instruments, while the cash flow interest risks arise from floating interest financial instruments. The Company determines the proportion of fixed-rate financial instruments and floating interest rate financial instruments based on the market environment, and maintains a proper financial instruments portfolio through regular review and monitoring. The Company's interest risk relates mainly to bank borrowings with floating interest rate

2. Foreign currency risk

Foreign exchange risk refers to the risk that the fair value or future cash flow of a financial instrument may fluctuate due to changes in foreign exchange rates. The Company operates in mainland China and its main activities are denominated in renminbi, so the Company's exposure to foreign exchange movements is not material. The Company's foreign currency monetary assets and liabilities at the end of the period are detailed in the relevant notes to the financial statements.

XI. Fair value

(I) Details of fair value of assets and liabilities at fair value at the balance sheet date

Items	Level 1 fair value measurement	Level 2 fair value measurement	Level 3 fair value measurement	Closing balance
I. Recurring fair value measurement			741,953.00	741,953.00
1. Receivables financing				
2. Other equity instrument investments			741,953.00	741,953.00
Total assets at recurring fair value measurement				

Items	Level 1 fair value measurement	Level 2 fair value measurement	Level 3 fair value measurement	Closing balance
I. Recurring fair value measurement				
(一) Other equity instrument investments				
Total assets at recurring fair value measurement				
二、Non-continuous fair value measurement				
(一) Financing of receivables			34,520,299.04	34,520,299.04
Total assets that are not consistently measured at fair value			34,520,299.04	34,520,299.04

(II) Valuation technique(s) and key input(s) for level 3 fair value at recurring and non-recurring fair measurement

1. For notes receivable, measured at par value.
2. For other equity instrument investments including Nanjing Yuhua Electroplating Factory and Hangzhou Honyar Electrical Co.,Ltd., due to no changes of operating environment and conditions and financial conditions of the invested enterprises, the Company measured at investment cost.
3. For other equity instrument investments including Beijing Likangpu Communication Equipment Co., Ltd., due to deterioration of operating environment and conditions and financial conditions of the invested enterprises, the

Company measured at zero value.

XII. Related party relationships and transactions

(I) Parent company

Parent company	Place of registration	Business nature	Registered capital (Ten thousand yuan)	Holding proportion over the Company (%)	Voting right proportion over the Company (%)
China Electric Power Rui Group Co., LTD	No.359 Jiangdong Middle Road, Jianye District, Nanjing	Electronic equipment manufacturing	1,000,000,000.00	53.49	53.49

The ultimate control party is China Electronics Technology Group Co., LTD.

(II) Status of the Company's subsidiaries

See Note "VIII. Interests in Other Entities" for details.

(III) Joint ventures and associates of the Company

For the important joint ventures or associates of the enterprise, see Note "VIII. Interests in Other Entities", other joint ventures or associates that have related party transactions with the Company in the current period, or have a balance of related party transactions with the Company in the previous period.

Joint ventures or associates	Relationships with the Company
SEI-Nanjing Putian Optical Network Co., Ltd.	Joint ventures

(IV) Other related parties of the Company

Related parties	Relationships with the Company
Nanjing Hikvision Digital Technology Co., LTD	An affiliated company of the ultimate controlling party
Hangzhou Hikvision Technology Co., LTD	An affiliated company of the ultimate controlling party
Nanjing Putian Hongyan Electric Technology Co., LTD	An affiliated company of the ultimate controlling party
China Electronics Technology Group Corporation 23rd Research Institute	An affiliated company of the ultimate controlling party
Putian Hi-Tech Industry Co., LTD	An affiliated company of the ultimate controlling party
Nanjing Rice Information Technology Co., LTD	An affiliated company of the ultimate controlling party
The 14th Research Institute of China Electronics Technology Group Corporation	An affiliated company of the ultimate controlling party
The 28th Research Institute of China Electronics Technology Group Corporation	An affiliated company of the ultimate controlling party
Nanjing Guorui Defense System Co., LTD	An affiliated company of the ultimate controlling party
Nanjing Guorui Xinwei Software Co., LTD	An affiliated company of the ultimate controlling party

Related parties	Relationships with the Company
Nanjing Rail Transit System Engineering Co., LTD	An affiliated company of the ultimate controlling party
Tianbo Electronic Information Technology Co., LTD	An affiliated company of the ultimate controlling party
Nanjing Lop Co., LTD	An affiliated company of the ultimate controlling party
CLP Science and Technology Co., LTD	An affiliated company of the ultimate controlling party
Hebei Far East Communication System Engineering Co., LTD	An affiliated company of the ultimate controlling party
CLP Keteli Communication Technology Co., LTD	An affiliated company of the ultimate controlling party
Taiji Computer Corporation Limited	An affiliated company of the ultimate controlling party
Putian Rail Transit Technology (Shanghai) Co., LTD	An affiliated company of the ultimate controlling party
The Seventh Research Institute of China Electronics Technology Group Corporation	An affiliated company of the ultimate controlling party
Nanjing Lop Technology Co., LTD	An affiliated company of the ultimate controlling party
Nanjing Meichen Microelectronics Co., LTD	An affiliated company of the ultimate controlling party
CLP Oriental Communication Group Co., LTD	An affiliated company of the ultimate controlling party
Orient Communications Co., LTD	An affiliated company of the ultimate controlling party
Liyang Twenty-eight System Equipment Co., LTD	An affiliated company of the ultimate controlling party
Zhongkexin Integrated Circuit Co., LTD. Nanjing Branch	An affiliated company of the ultimate controlling party
Sun Create Electronics Co., LTD	An affiliated company of the ultimate controlling party
Beijing Taiji Information System Technology Co., LTD	An affiliated company of the ultimate controlling party
55th Research Institute of China Electronics Technology Group Corporation	An affiliated company of the ultimate controlling party
CLP Rice Information System Co., LTD	An affiliated company of the ultimate controlling party
China Putian Information Industry Co. LTD	An affiliated company of the ultimate controlling party
China Electronics Technology Finance Co., LTD	An affiliated company of the ultimate controlling party
Shanghai Putian Postcom Technology Co., LTD	An affiliated company of the ultimate controlling party
Putian Information Technology Co., LTD	An affiliated company of the ultimate controlling party
Putian Communications Co., LTD	An affiliated company of the ultimate controlling party
CLP Technology (Nanjing) Electronic Information Development Co., LTD	An affiliated company of the ultimate controlling party
Hangzhou Hikvision Digital Technology Co., LTD. Nanjing branch	An affiliated company of the ultimate controlling party
Hangzhou Hongyan Electric Appliance Co., LTD	An affiliated company of the ultimate controlling party
Beijing Likang general letter equipment Co., LTD	A subsidiary of the company
Nanjing Putian Information Technology Co., LTD	An affiliated company of the ultimate controlling party

(V) Related party transactions

1. Purchase of goods, receiving of services

Related parties	Content of transaction	Current period cumulative	Preceding period comparative
China Electronics Technology (Nanjing) Electronic Information Development Co., LTD	Telecommunication Products	10,140,880.54	1,833,079.70
Nanjing Hikvision Digital Technology Co., LTD	Telecommunication Products	175,221.24	84,168.12
Hangzhou Hikvision Technology Co., LTD	Telecommunication Products	2,463.72	61,862.75
Nanjing Putian Hongyan Electrical Technology Co., LTD	Telecommunication Products	239,709.77	320,518.58
Cetc (Beijing) Network Information Security Co., LTD	Telecommunication Products	33,018.87	
China Electronics Technology (Nanjing) Electronic Information Development Co., LTD	Telecommunication Products	10,140,880.54	1,833,079.70

2. Sale of goods, rendering of services

Related parties	Content of transaction	Current period cumulative	Preceding period comparative
China Electronics Technology Group Corporation's 14th Research Institute	Telecommunication Products	17,199,883.01	9,571,757.06
Cetc Science and Technology Co., LTD	Telecommunication Products	10,517,699.10	1,242,704.44
Nanjing Lop Co., LTD	Telecommunication Products	7,657,210.21	1,075,020.35
Tianbo Electronic Information Technology Co., LTD	Telecommunication Products	7,485,748.80	1,693,466.88
China Electronics Technology Group Corporation 28th Research Institute	Telecommunication Products	6,000,191.37	4,984,277.88
Nanjing Laisi Information Technology Co., LTD	Telecommunication Products	5,864,967.64	11,250,659.92
Guorui Technology Corporation	Telecommunication Products	3,174,272.98	
Hebei Far East Communication System Engineering Co., LTD	Telecommunication Products	1,593,214.12	1,234,440.72
Nanjing Guorui Xinwei Software Co., LTD	Telecommunication Products	1,242,354.90	3,301,886.78
Nanjing Lop Technology Co., LTD	Telecommunication Products	862,006.88	175,932.31
Nanjing Meichen Microelectronics Co., LTD	Telecommunication Products	696,867.27	173,451.35
Nanjing Rail Transit System Engineering Co., LTD	Telecommunication Products	365,128.87	1,756,286.72
Nanjing Guorui Defense System Co., LTD	Telecommunication Products	364,908.62	3,717,405.39
Hangzhou Hongyan Electric Power Co., LTD	Telecommunication Products	296,681.42	
Cetc Digital Technology Co., LTD	Telecommunication Products	279,867.26	
Eastern Communications Corporation	Telecommunication Products	154,098.76	74,600.15
Cetc Taili Communication Technology Co., LTD	Telecommunication Products	65,929.22	396,800.90
Putian Science and Technology Industrial Co., LTD	Telecommunication Products	43,628.32	
48th Research Institute of China Electronics Technology Group Corporation	Testing fee	43,504.03	
Putian Rail Transit Technology (Shanghai) Co., LTD	Telecommunication Products	38,547.78	270,357.52
Nanjing Laisi Electronic Equipment Co., LTD	Telecommunication Products	14,026.56	
Cetc Dongfang Communications Group Co., LTD	Telecommunication Products		80,998.50

Related parties	Content of transaction	Current period cumulative	Preceding period comparative
Cetc Rice Information System Co., LTD	Telecommunication Products	460.18	
Taiji Computer Corporation Limited	Telecommunication Products		292,513.71
Seventh Research Institute of China Electronics Technology Group Corporation	Telecommunication Products		252,293.57
Liyang 28th Institute System Equipment Co., LTD	Telecommunication Products		68,620.52
Nanjing Branch of Zhongke Xin Integrated Circuit Co., LTD	Contract manufacturing		13,391.60
China Electronics Technology (Nanjing) Electronic Information Development Co., LTD	Telecommunication Products		10,619.47

3. Our company acts as the lessor

Name of lessee	Status of leased assets	Lease income \ expenses recognized in the current period	Lease income and expenses confirmed in the previous period
Nanjing Lop Co., LTD	Income from houses and properties	395,238.10	395,238.10
China Electronics Technology Group Corporation's 14th Research Institute	Income from houses and properties	1,824,804.99	1,181,215.56
Cetc Measurement, Testing and Certification (Beijing) Co., LTD	Income from houses and properties	194,400.00	

4. The company acts as the lessee:

Name of Lessor	Status of leased assets	Lease income \ expenses recognized in the current period	Lease income and expenses confirmed in the previous period
Nanjing Putian Communication Technology Industrial Park Co., Ltd.	Rent and management fee	642,292.73	640,900.23

5. Related party loans and interest expenses

Name of related party	Amount guaranteed	Commencement date	Maturity date	Whether the guarantee is mature
China Electric Power Rui Group Co., LTD	55,000,000.00	2023-04-03	2026-04-02	NO
China Electric Power Rui Group Co., LTD	15,000,000.00	2023-06-25	2026-06-24	NO

6. Related party entrusted loan and interest expense

Name of related party	Related transaction content	Current period cumulative	Preceding period comparative
China Potevio Corporation	Principal of entrusted Loan	86,800,000.00	105,800,000.00
China Potevio Corporation	Loan interest	4,354,177.50	4,454,856.94
China Electronics Finance Co., LTD	Principal of long-term Loan	70,000,000.00	70,000,000.00
China Electronics Finance Co., LTD	Interest on long-term borrowings	2,696,708.34	1,881,791.67
Cetc Financial Leasing Co., LTD	Other Interest	79,729.23	62,917.43

7. Key management's emoluments

Items	Current period cumulative	Preceding period comparative
Key management's emoluments	3,220,349.00	2,829,012.00

In December 2024, our company transferred 100% of the equity interest in our former subsidiary, Nanjing Nanman Electric Co., Ltd., to Nanjing Rail Transit System Engineering Co., Ltd. for RMB 106.8256 million. After the completion of the transaction, Nanjing Nanman Electric Co., Ltd. is no longer included in the scope of consolidation.

(VI) Balance due to or from related parties

1. Balance due from related parties

Items	Name of related party	Ending balance		Opening balance	
		Book balance	Bad debt reserve	Book balance	Bad debt reserve
Bank deposits:					
	China Electronics Technology Finance Co., LTD	287,204,290.64		53,098,903.02	
Accounts receivable:					
	Nanjing Laisi Information Technology Co., LTD	14,023,177.32	436,062.33	10,898,694.00	108,986.94
	Shanghai Putian Post & Telecommunication Technology Co., LTD	8,755,534.00	8,755,534.00	8,755,534.00	8,755,534.00
	The 14th Research Institute of China Electronics Technology Group Corporation	18,560,060.00	185,600.60	8,130,279.06	83,102.79
	Hebei Far East Communication System Engineering Co., LTD	6,212,960.25	320,772.80	7,076,527.70	452,584.61
	China Electronics Technology Group Corporation 28th Research Institute	13,445,649.66	205,355.90	5,106,770.00	187,793.30
	Putian Information Technology Co., LTD	6,065,598.36	6,065,598.36	6,065,598.36	6,065,598.36
	Putian Communications LLC	4,317,924.00	3,729,909.00	4,317,924.00	1,060,171.20
	Nanjing Guorui Xinwei Software Co., LTD	3,130,411.82	102,353.92	3,500,000.00	35,000.00
	China Potevio Corporation	3,222,253.45	2,982,001.65	3,222,253.45	2,926,570.09
	Nanjing Guorui Defense System Co., LTD	1,463,890.99	56,700.68	2,722,285.85	27,222.86
	Cetc Science and Technology Co., LTD	8,231,212.80	174,760.64	2,085,679.20	100,536.79
	Nanjing Rail Transit System Engineering Co., LTD	213,326.94	14,519.47	1,735,507.81	39,802.46
	Nanjing Lop Co., LTD	178,712.22	1,787.12	926,320.00	9,263.20
	Putian Rail Transit Technology (Shanghai) Co., LTD	53,722.95	943.79	395,458.66	6,454.16
	Taiji Computer Corporation Limited	2,796.40	279.64	261,274.32	10,416.12

Items	Name of related party	Ending balance		Opening balance	
		Book balance	Bad debt reserve	Book balance	Bad debt reserve
	Nanjing Meichen Microelectronics Co., LTD	787,460.00	7,874.60	196,000.00	1,960.00
	Sichuang Electronics Co., LTD	135,557.43	133,377.18	135,557.43	22,896.17
	Cetc Taili Communication Technology Co., LTD	7,400.00	74	44,838.50	448.39
	Tianbo Electronic Information Technology Co., LTD	4,856,897.25	48,568.97	31,160.00	311.6
	Liyang 28 Institute System Equipment Co., LTD	29,700.00	1,485.00	54,065.80	540.66
	Eastern Communications Corporation	23,162.98	231.63	20,599.99	206
	China Electronics Technology (Nanjing) Electronic Information Development Co., LTD	12,000.00	600	12,000.00	120
	Nanjing Lop Technology Co., LTD	292,591.00	2,925.91	7,500.00	75
	China Electronics Laisi Information System Co., LTD	520	5.2		
	Nanjing Nanman Electric Co., LTD	105,299.54	1,053.00		
	Guorui Technology Corporation	2,404,882.65	24,048.83		
Xiao Ji		96,532,702.01	23,252,424.22	65,701,828.13	19,895,594.70
Notes receivable:					
	Tianbo Electronic Information Technology Co., LTD			1,709,812.62	85,490.63
Xiao Ji				1,709,812.62	85,490.63
Advance payments:					
	Hangzhou Hikvision Technology Co., LTD	34,875.00		57,505.00	
	Hangzhou Hikvision Digital Technology Co., LTD. Nanjing Branch			2,766.00	
Xiao Ji		34,875.00		60,271.00	
Other receivables:					
	Putian Information Technology Co., LTD	367,800.00	367,800.00	367,800.00	367,800.00
	China Potevio Corporation	1,000.00	1,000.00	1,000.00	1,000.00
	Nanjing Hikvision Digital Technology Co., LTD			80,000.00	4,000.00
	Cetc Science and Technology Co., LTD			31,100.00	1,555.00
	Hangzhou Hikvision Technology Co., LTD	22,630.00	22,630.00		
	Hangzhou Hikvision Digital Technology Co., LTD. Nanjing Branch	2,766.00	2,766.00		
	Nanjing Putian Communication Technology	1,784,619.72	1,784,619.72	1,784,619.72	1,784,619.72

Items	Name of related party	Ending balance		Opening balance	
		Book balance	Bad debt reserve	Book balance	Bad debt reserve
	Co., LTD				
	Beijing Likan General Communication Equipment Co., LTD	28,912,122.71	28,912,122.71	28,912,122.71	28,912,122.71
Xiao Ji		31,090,938.43	31,090,938.43	31,176,642.43	31,071,097.43
Totals		414,862,806.08	54,343,362.65	151,747,457.20	51,052,182.76

2. Balance due to related parties

Project name	Related Parties	Closing balance	Opening balance
Accounts payable:			
	China Electronics Technology (Nanjing) Electronic Information Development Co., LTD	6,882,850.00	
	China Potevio Corporation	14,918,045.42	14,918,045.42
	Nanjing Nanman Electric Co., LTD	2,530,091.68	
	Putian High-tech Industry Co., LTD	25,000.00	25,000.00
Xiao Ji		24,355,987.10	14,943,045.42
Contract liabilities:			
	China Potevio Corporation	3,727,418.22	3,727,418.22
	The 14th Research Institute of China Electronics Technology Group Corporation		272,253.45
	Nanjing Lop Technology Co., LTD		46,017.70
Xiao Ji		3,727,418.22	4,045,689.37
Other payables:			
	Putian High-tech Industry Co., LTD	1,814,696.94	2,993,604.93
	Nanjing Putian Information Technology Co., LTD	2,467,412.69	2,467,412.69
	Putian Information Technology Co., LTD		400,000.00
	Putian Communications LLC	200,000.00	200,000.00
	China Potevio Corporation		130,927.50
	China Putian Information Industry Group Co., LTD	9,591,612.50	9,580,000.00
Xiao Ji		14,073,722.13	15,771,945.12
Non-current liabilities due within one year:			
	China Potevio Corporation	188,463.61	

XI. Commitments and contingencies

(I) Commitments

As of December 31st, 2024, the Company has no material commitments to disclose.

(II) Contingencies

As of December 31st, 2024, the Company had no material contingencies to disclose.

XIII. Events after the balance sheet date

In 2025, the Company expects to dispose of the equity of its subsidiary Nanjing Putian Change Communication Equipment Co., LTD. As of the date of the audit report, the transfer has not been completed.

XIV. Other significant events

Segment reports

1. Identification basis for reportable segments

Reportable segments are identified based on operating segments which are determined based on the structure of the Company's internal organization, management requirements and internal reporting system. The Company identified reportable segments based on products, which include video conferencing products, integrated wiring product, electrical products, wiring products, and other products. Assets and liabilities shared by different segments are allocated pro rata among segments.

The Company identified reportable segments based on products, assets and liabilities of each segment are the actual amount of its proportion in assets and liabilities, and revenue from main operations and cost of main operations are those generated or incurred by each product segment.

2. Financial information of reportable segments

Item	Video conferencing products	Generic cable products	Intelligent electrical products	Communications infrastructure products and others	Inter-segment offsetting	Elimination
1. Operating income	300,755,072.54	334,845,850.46	92,817,798.06	107,049,684.20	-23,797,877.85	300,755,072.54
2. Operating cost	234,722,390.99	267,961,776.54	72,832,536.55	82,169,492.12	-22,461,466.15	234,722,390.99
3. Investment income from joint ventures and associates				-5.77		
4. Credit impairment losses	-541,660.28	279,068.85	-1,178,611.30	-6,193,182.78		-541,660.28
5. Impairment of assets		-641,415.29	-150,360.79	-13,636,976.77		
6. Depreciation and amortization	110,917.97	2,516,395.57	840,893.49	5,974,971.10	736,251.97	110,917.97
7. Profit before tax	14,055,334.27	22,497,258.07	2,819,651.62	-4,585,119.01	-9,500,534.23	14,055,334.27

Item	Video conferencing products	Generic cable products	Intelligent electrical products	Communications infrastructure products and others	Inter-segment offsetting	Elimination
8. Income tax expenses	1,128,826.10	2,123,229.39	-71,750.44			1,128,826.10
9. Net profit	12,926,508.17	20,374,028.68	2,891,402.06	-4,585,119.01	-9,500,534.23	12,926,508.17
10. Total assets	345,486,369.89	276,245,043.33		338,597,747.12	122,305,396.58	345,486,369.89
11. Total liabilities	233,393,620.13	162,977,636.49		428,477,553.73	-82,754,687.63	233,393,620.13

XV. Notes to items of parent company financial statements

(I) Accounts receivable

1. Disclosure according to aging

Ages	Closing balance	Opening balance
Within 1 year	47,287,939.57	37,402,082.05
1 to 2 years	15,482,294.57	20,967,585.95
2 to 3 years	12,282,655.94	13,476,502.08
3 to 4 years	7,085,367.49	11,129,447.83
4 to 5 years	9,950,515.07	13,713,915.65
Over 5 years	156,866,329.69	148,465,760.33
Less: Allowance for doubtful accounts	168,397,267.69	164,641,104.04
Total	80,557,834.64	80,514,189.85

2. According to the bad debt calculation and withdrawal method classification disclosure

Categories	Closing balance			
	Book balance		Provision for bad debts	
	Amount	% to total	Amount	Provision proportion (%)
Receivables with provision made on an individual basis	74,588,880.79	29.96	74,588,880.79	100.00
Receivables with provision made on a collective basis	174,366,221.54	70.04	93,808,386.90	53.80
Among them: Combination 1: aging method	169,715,844.54	97.33	93,808,386.90	55.27
Combination 2: related parties	4,650,377.00	2.67		
Total	248,955,102.33	100.00	168,397,267.69	67.64

Categories	Opening balance			
	Book balance		Provision for bad debts	
	Amount	% to total	Amount	Provision proportion (%)

Categories	Opening balance			
	Book balance		Provision for bad debts	
	Amount	% to total	Amount	Provision proportion (%)
Receivables with provision made on an individual basis	70,104,372.00	28.60	70,104,372.00	100.00
Receivables with provision made on a collective basis	175,050,921.89	71.40	94,536,732.04	54.01
Among them: Combination 1: aging method	173,611,186.43	99.18	94,536,732.04	54.45
Combination 2: related parties	1,439,735.46	0.82		
Total	245,155,293.89	100.00	164,641,104.04	67.16

(1) Receivables with provision made on an individual basis

Debtors	Book balance	Provision for bad debts	Provision proportion (%)	Reasons
Dongpo Xi Laos Co., Ltd.	19,708,086.54	19,708,086.54	100.00	Unable to recover
MR.XU	17,591,683.74	17,591,683.74	100.00	Unable to recover
China Tower Corporation Limited	13,819,926.92	13,819,926.92	100.00	Unable to recover
Putian Information Technology Co. LTD	4,514,800.91	4,514,800.91	100.00	Unable to recover
China Railway Communication Signal Shanghai Engineering Group Co., LTD	3,534,579.35	3,534,579.35	100.00	Unable to recover
Others	15,419,803.33	15,419,803.33	100.00	Unable to recover
Total	74,588,880.79	74,588,880.79		

(2) Receivables with provision made on a collective basis

Combination 1: Aging combination

Ages	Closing balance			Opening balance		
	Book balance	Provision for bad debts	Provision proportion (%)	Book balance	Provision for bad debts	Provision proportion (%)
Within 1 year	42,637,562.57	426,375.63	1.00	36,144,924.85	361,449.25	1.00
1 to 2 years	15,482,294.57	774,114.73	5.00	20,764,777.69	1,038,238.88	5.00
2 to 3 years	12,262,425.94	1,226,242.59	10.00	13,441,752.08	1,344,175.21	10.00
3 to 4 years	7,050,617.49	2,115,185.25	30.00	7,211,883.30	2,163,564.99	30.00
4 to 5 years	6,032,950.54	3,016,475.27	50.00	12,837,089.60	6,418,544.80	50.00
Over 5 years	86,249,993.43	86,249,993.43	100.00	83,210,758.91	83,210,758.91	100.00
Total	169,715,844.54	93,808,386.90	55.27	173,611,186.43	94,536,732.04	54.45

Combination 2: related parties

Ages	Closing balance	Opening balance
------	-----------------	-----------------

	Book balance	Provision for bad debts	Provision proportion (%)	Book balance	Provision for bad debts	Provision proportion (%)
Within 1 year	4,650,377.00			1,257,157.20		
1 to 2 years				182,578.26		
Total	4,650,377.00			1,439,735.46		

3. Bad debt provision

Categories	Opening balance	Change in current period				Closing balance
		Accrual	To withdraw or turn back	Cancel after verification	Other changes	
Credit risk portfolio accrual	94,536,732.04	-728,345.14				93,808,386.90
Accrued on a case-by-case basis	70,104,372.00	4,484,508.79				74,588,880.79
Total	164,641,104.04	3,756,163.65				168,397,267.69

4. Details of the top 5 debtors with largest balances

Debtors	Book balance	Proportion to the total balance of accounts receivable (%)	Provision for bad debts
Dongpo Xi Laos Co., Ltd.	19,708,086.54	7.92	19,708,086.54
Mr. Xu	17,591,683.74	7.07	17,591,683.74
The 14th Research Institute of China Electronics Technology Group Corporation	18,122,060.00	6.98	181,220.60
China Tower Co., Ltd	13,819,926.92	5.55	13,819,926.92
Shanghai Potevio Technology Co., Ltd	8,755,534.00	3.52	8,755,534.00
Total	77,997,291.20	31.04	60,056,451.80

(II) Other receivable

Items	Closing balance	Opening balance
Dividends receivable	19,708,086.54	7.92
Other receivables	17,591,683.74	7.07
Total	18,122,060.00	6.98

1. Dividends receivable

(1) Details

Items	Closing balance	Opening balance
Nanjing Putian Datang Information Electronics Co., Ltd.	19,400,000.00	19,400,000.00

2. Other receivable

(1) Other receivable categorized by nature

Items	Closing balance	Opening balance
Temporary payment receivable	54,281,249.32	55,986,690.26
Deposit	4,229,786.49	7,751,311.73
Travel allowance	401,203.05	442,731.30
Others	1,133,923.15	1,721,849.52
Less: Allowance for doubtful accounts	39,305,887.59	41,175,475.72
Total	20,740,274.42	24,727,107.09

(2) Age analysis

Ages	Closing balance	Opening balance
Within 1 year	944,116.13	859,803.13
1 to 2 years	424,567.94	19,546,598.16
2 to 3 years	2,330,596.37	1,052,514.00
3 to 4 years	1,004,927.14	1,522,193.51
4 to 5 years	1,252,104.78	2,399,479.37
Over 5 years	39,110,865.61	34,665,573.84
Less: Allowance for doubtful accounts	41,573,102.63	39,305,887.59
Total	3,494,075.34	20,740,274.42

(3) Changes in provision for bad debts

Items	Phase I	Phase II	Phase III	Total
	12-month expected credit losses	Lifetime expected credit losses (credit not impaired)	Lifetime expected credit losses (credit impaired)	
Opening balance		8,327,792.69	30,978,094.90	39,305,887.59
Opening balance in the current period		2,267,215.04		2,267,215.04
Closing balance	-	2,267,215.04		2,267,215.04

(4) Provision for bad debts

Categories	Opening balance	Change in current period				Closing balance
		Accrual	To withdraw or turn back	Cancel after verification	Other changes	
Losses on bad debts	39,305,887.59	2,267,215.04				41,573,102.63

(5) Details of the top 5 debtors with largest balances

Debtors	Nature of receivables	Closing balance	Ages	Proportion to the total balance of other receivables (%)	Provision for bad debts
Beijing Likangpu Telecommunications Equipment	Temporary payment	28,912,122.71	5 年以上	64.15	28,912,122.71

Debtors	Nature of receivables	Closing balance	Ages	Proportion to the total balance of other receivables (%)	Provision for bad debts
Co.,Ltd.	receivable				
Nanjing Putian Technology Co., Ltd	Temporary payment receivable	1,784,619.72	21,306.39 yuan for 1-2 years, 504,197.50 yuan for 3-4 years, 404,315.31 yuan for 4-5 years, and 854,800.52 yuan for more than 5 years	3.96	1,784,619.72
Nanjing Putian Communication Industry Co., Ltd.	Temporary payment receivable	805,545.63	5 年以上	1.79	805,545.63
Nanjing Construction Enterprise Migrant Worker Wage Security Fund Management Office	Security Deposit and Deposit	400,000.00	5 年以上	0.89	400,000.00
China United Network Communications Co., Ltd. Beijing Branch	Security Deposit and Deposit	390,000.00	5 年以上	0.87	390,000.00
Total		32,292,288.06		—	—

(III) Long-term equity investments

Items	Closing balance			Opening balance		
	Book balance	Provision for impairment	Carrying amount	Book balance	Provision for impairment	Carrying amount
Investments in subsidiaries	43,226,458.52	1,294,510.00	41,931,948.52	103,667,928.23	1,294,510.00	102,373,418.23
Investments in associates and joint ventures	10,412,683.37		10,412,683.37	10,412,689.14		10,412,689.14
Total	53,639,141.89	1,294,510.00	52,344,631.89	114,080,617.37	1,294,510.00	112,786,107.37

1. Investments in subsidiaries

Investees	Beginning balance (book value)	Increase	Decrease	Closing balance (book value)	Provision for impairment made in current period	Closing balance of provision for impairment
Nanjing Putian Changle Communication Equipment Co., Ltd.	2,610,457.00		2,610,457.00			
Nanjing Putian Telege Intelligent Building Ltd.	3,320,003.45			3,320,003.45		
Nanjing Southern Telecom Co., Ltd.	33,175,148.00			33,175,148.00		
Nanjing Mennekes Electric Co., Ltd.	57,831,012.71		57,831,012.71			
Nanjing Putian Datang Information Electronics Co., Ltd.	5,436,797.07			5,436,797.07		
Nanjing Putian Communication Technology Co., LTD						1,294,510.00
Total	102,373,418.23		60,441,469.71	41,931,948.52		1,294,510.00

2. Investments in associates and joint ventures

Investees	Opening balance	Increase/Decrease								Closing balance	Closing balance of provision for impairment
		Investments increased	Investments decreased	Investment income recognized under equity method	Adjustment in other comprehensive income	Changes in other equity	Cash dividend/Profit declared for distribution	Provision for impairment	Others		
I. Joint ventures											
SEI-Nanjing Putian Optical Network Co., Ltd.	10,412,689.14			-5.77						10,412,683.37	
Total	10,412,689.14			-5.77						10,412,683.37	

(IV) Operating revenue/Operating cost

1. Operating income and operating costs are classified by major categories

Items	Current period cumulative		Preceding period comparative	
	Revenue	Cost	Revenue	Cost
I.Main operations	52,233,048.58	48,797,119.68	86,997,690.84	75,517,253.16
II.Other operations	3,222,939.20	34,374.12	4,391,233.26	471,932.73
Total	55,455,987.78	48,831,493.80	91,388,924.10	75,989,185.89

2. Operating income in the current period is classified according to the time of revenue recognition

Revenue recognition time	Income from main business	Other business income
Confirm at a certain point	53,039,727.38	48,831,493.80

3.Description of performance obligations

Projects	Meet performance obligations	Important payment terms	The nature of the goods the company promises to transfer	Whether it is the principal responsible person	The company accepts the money expected to be returned to the customer	The company accepts the money expected to be returned to the customer
Selling video conferencing products	Customers accept items or sign for merchandise	Pay in installments according to the time node agreed in the contract	Video conferencing Products	is	There is no	Warranty Period Warranty
Sales of basic communication products	Customers accept items or sign for merchandise	Pay in installments according to the time node agreed in the contract	Video conferencing Products	is	There is no	Warranty Period Warranty

4.Description of apportionment to remaining performance obligations

At the end of this reporting period, the revenue amount corresponding to the performance obligations that have been contracted but not yet fulfilled or fully fulfilled was 8.9321 million yuan, of which 6.8908 million yuan is expected to be recognized as revenue in 2025, and 2.0413 million yuan is expected to be recognized as revenue in 2026.

(V) Investment income

Items	Current period cumulative	Preceding period comparative
Investment income from long-term equity investments under cost method	9,153,400.00	28,553,400.00
Investment income from long-term equity investments under equity method	-5.77	-9,632.66
Investment income from disposal of long-term equity investments	50,443,030.29	4,735,386.18

Items	Current period cumulative	Preceding period comparative
Debt restructuring gains	879,241.25	588,868.84
Others		340,936.63
Total	60,475,665.77	34,208,958.99

XVI. Other supplementary information

(I) Schedule of non-recurring profit or loss

Items	Amount	Previous period amount	
		Before the adjustment	After the adjustment
Profit and loss on disposal of non-current assets, including the write-off part of the asset impairment provision	1,083,098.78	-134,939.44	-134,939.44
Government subsidies included in the current profit and loss (closely related to the business of the enterprise, except those enjoyed in accordance with the national unified standard quota or quantitative government subsidies)	368,017.41	1,441,162.29	1,441,162.29
Allowance for impairment reversal of receivables tested separately for impairment		3,413,067.60	3,413,067.60
Gains and losses on debt restructuring	1,514,624.88	588,868.84	588,868.84
Other non-operating income and expenses other than those described above	-83,850.26	1,049,278.58	1,049,278.58
Other profit and loss items that meet the definition of non-recurring profit and loss	50,832,148.02	717,457.47	717,457.47
Minus: Impact of income tax	804,895.34	224,119.31	224,119.31
Amount of influence of minority shareholders	193,555.48	576,967.41	576,967.41
Total	52,715,588.01	6,273,808.62	6,273,808.62

"Other items of profit or loss that meet the definition of non-recurring profit or loss" :

Items	Amount involved
Liquidate investment income generated by subsidiaries	50,832,148.02

(II) Return on net assets(RONA) and earnings per share(EPS)

Profit of the reporting period	Weighted average RONA (%)		EPS (yuan/share)			
			Basic EPS		Diluted EPS	
	Current period	Preceding period	Current period	Preceding period	Current period	Preceding period
Net profit attributable to shareholders of ordinary shares	105.34	-124.58	0.05	-0.08	0.05	-0.08
Net profit attributable to shareholders of ordinary shares after deducting non-recurring profit or loss	-382.78	-170.87	-0.20	-0.11	-0.20	-0.11

Nanjing Putian Telecommunications Co., Ltd.
April 25, 2025