

# HAINAN JINGLIANG HOLDINGS CO., LTD.

## 2025 ANNUAL REPORT SUMMARY

### Part I Important Notes

This Summary is based on the full Annual Report of Hainan Jingliang Holdings Co., Ltd. (together with its consolidated subsidiaries, the "Company", except where the context otherwise requires). To gain a comprehensive understanding of the Company's operating results, financial position, and future development plans, investors are advised to carefully review the full Annual Report on the designated media specified by the China Securities Regulatory Commission (the "CSRC").

This Summary has been prepared in both Chinese and English. Should there be any discrepancies or misunderstandings between the Chinese and English versions, the Chinese version shall prevail.

All the Company's directors have attended the board meeting for the review of this report and its summary.

Independent auditor's modified opinion

Applicable  Not applicable

Board-approved profit distribution plan or proposal on capitalizing capital reserve into share capital for the reporting period

Applicable  Not applicable

The Company proposes not to distribute any cash dividends, issue any bonus shares, or convert any capital reserve into share capital.

Board-approved profit distribution plan for preferred shares for the reporting period

Applicable  Not applicable

### Part II Key Corporate Information

#### 1. Company Profile

Stock name	JLKG, JL-B	Stock code	000505, 200505
Stock exchange for stock listing	Shenzhen Stock Exchange		
Contact information	Board Secretary	Securities Representative	
Name	Guan Ying	Gao Deqiu	
Office address	8/F, Tower B, Capital Agricultural Science and Innovation Mansion, Building No.1, Community No.8, Xinning Street, Daxing District, Beijing	8/F, Tower B, Capital Agricultural Science and Innovation Mansion, Building No.1, Community No.8, Xinning Street, Daxing District, Beijing	
Fax	010-81219987	010-81219987	

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E-mail address	guanying@bjjlkj.cn	gaodeqiu@bjjlkj.cn

## 2. Principal Activities or Products in the Reporting Period

### (1) Principal business operations

Our Company's principal business operations comprise oil and oilseeds processing and food processing.

Oil and oilseeds processing: This primarily involves the refining, packaging, and marketing of crude oils, as well as the pressing, refining, packaging, and marketing of oilseeds such as sesame, soybeans, and peanuts.

Food Processing: This primarily focuses on R&D, production, and sales of snack foods and bakery products.

### (2) Company's major products

The Company's oils and oilseeds processing business features brands such as "Lv Bao" "Gu Bi" and "HuoNiao", with principal products including soybean oil, corn oil, sunflower seed oil, peanut oil, rapeseed oil, flaxseed oil, olive oil, sesame oil, and sesame paste etc.

The Company's food processing business features brands such as "Xiao Wangzi", "Dong Xiaojie", "Jianqiang de Tudouzai", and "Gu Chuan", offering products like potato chips, pastries, and bread.

### (3) Industry developments and trends

According to *the Industry Classification Guidelines for Listed Companies*, the Company falls under the major category of *Manufacturing - Processing of Farm and Sideline Food Products (Code: C13)*. Specifically, its primary industry segment is vegetable oil processing, with the food processing business also contributing a significant portion of the gross profit.

#### ① Status and Future Trends in the Vegetable Oil Processing Industry

During the reporting period, the vegetable oil processing industry maintained stable overall operation. The industry structure continued to evolve towards greater consolidation, environmental sustainability, functional diversification, and smart manufacturing. Domestic consumption of edible vegetable oils approached saturation, while international price volatility and evolving environmental policies persistently tested the industry's cost control and supply chain resilience. Consumer demand accelerated its shift towards healthier and premium products, with high-value-added categories showing significant growth. Industry competition intensified, shifting from pure capacity expansion to a focus on efficiency and quality. Leading enterprises accelerated capacity consolidation and integrated supply chain layouts, enhancing their core competitiveness through technologies like low-temperature physical refining, smart factories, full-chain traceability, and high-value utilization of by-products. Looking ahead, the industry will continue to focus on securing supply chains, adopting green and low-carbon production, driving product differentiation, and implementing refined omnichannel operations, aiming to build long-term advantages in raw material security, technological advancement, brand premium, and sustainable

development.

## ② Status and Future Trends in the Food Processing Industry

During the reporting period, the food processing industry (centered on snack foods) demonstrated characteristics of steady growth, structural optimization, channel restructuring, and innovation-driven development. The market size continued to expand, accompanied by further upgrades in consumer demand, where functional products became a key growth driver. Deep integration emerged across discount snack channels, specialty snack stores, instant retail, and live-streaming e-commerce, solidifying an integrated online-to-offline channel landscape. Competition increasingly shifted from channel advantages to product strength and supply chain efficiency. Faced with intensifying homogenized competition, rising cost pressures, and rapidly changing consumer preferences, companies must prioritize product innovation, quality control, omnichannel management, and brand differentiation. Investing in R&D, flavor innovation, packaging upgrades, and supply chain digitalization will be crucial for reducing costs and improving efficiency. In the future, the food processing industry will continue evolving towards health and functionality, precise scenario targeting, intelligent production, and channel integration. Snack food enterprises must closely follow market dynamics and build competitive advantages through innovation, operational efficiency, and brand power to capitalize on consumption upgrading and market expansion opportunities, thereby achieving high-quality development.

### **(4) Industry position of the Company**

The Company owns a number of brands with significant market influence. "Gu Bi" sesame oil has been awarded honors such as the "National Famous Sesame Oil Brand" the Silver Award at the Beijing International Catering and Food Expo, and the "International Famous Brand Product Gold Award", granting it a competitive edge within the industry. Both "Lv Bao" and "Gu Bi" are recognized as Beijing Time-honored Brands. The "Xiao Wangzi" trademark and its products have been consistently certified as Zhejiang Famous Trademarks and Zhejiang Famous-brand Products for many consecutive years. They hold strong competitiveness in the specific market segment of individually packaged bulk potato chips and rank among the top in the puffed food industry. Gu Chuan Bread is one of the major suppliers for KFC in North China, maintaining a solid industry position in the northern bakery market.

## **3. Key Accounting Data and Financial Indicators**

### **(1) Key accounting data and financial indicators of the past three years**

Whether the Company needs to retrospectively adjust or restate the accounting data of previous years:

Yes  No

Reason for retrospective adjustment or restatement:

## Correction of accounting errors

Unit: RMB

	31 December 2025	31 December 2024		Change of 31 December 2025 over 31 December 2024 (%)	31 December 2023	
		Before Adjustment	After Adjustment	After Adjustment	Before Adjustment	After Adjustment
Total assets	6,118,282,221.45	6,700,959,305.96	6,700,959,305.96	-8.70%	6,496,782,984.90	6,496,782,984.90
Equity attributable to the listed company's shareholders	2,863,413,043.74	3,143,289,575.69	3,143,289,575.69	-8.90%	3,167,503,541.44	3,167,503,541.44
	2025	2024		2025-over-2024 change (%)	2023	
		Before Adjustment	After Adjustment	After Adjustment	Before Adjustment	After Adjustment
Operating revenue	7,858,535,847.11	11,434,843,516.27	11,434,843,516.27	-31.28%	11,901,009,211.63	11,602,380,127.46
Net profit attributable to shareholders of the listed Company	-266,087,957.92	26,130,520.86	26,130,520.86	-1,118.30%	102,348,088.85	101,358,157.59
Net profit attributable to shareholders of the listed Company, excluding non-recurring gains and losses	-279,148,762.48	11,095,858.98	11,095,858.98	-2,615.79%	82,678,972.04	81,689,040.78
Net cash flows from operating activities	646,776,701.50	-109,470,721.95	-109,470,721.95	690.82%	109,486,954.74	109,486,954.74
Basic EPS (RMB/share)	-0.37	0.04	0.04	-1,025.00%	0.14	0.14
Diluted EPS (RMB/share)	-0.37	0.04	0.04	-1,025.00%	0.14	0.14
Weighted average ROE (%)	-8.86%	0.83%	0.83%	-9.69%	3.29%	3.25%

## Reasons for Accounting Policy Changes and Details of Accounting Error Corrections

On October 17, 2025, the Company held the 23rd meeting of the 10th Board of Directors and the 18th meeting of the 10th Board of Supervisors, at which the *Proposal on Correction of Prior Period Accounting Errors* was reviewed and approved. The Company has retrospectively restated the relevant financial statements due to prior-period accounting errors identified in the semi-annual financial report for 2023 and the annual financial report for 2023. This correction had a continuing impact on the changes in owners' equity for the semi-annual period of 2024, the annual period of 2024, and the semi-annual period of 2025, resulting in an increase of RMB 989,931.26 in capital reserve and a corresponding decrease of RMB 989,931.26 in retained earnings.

## (2) Key accounting data by quarter

Unit: RMB

	Q1	Q2	Q3	Q4
Operating revenue	2,134,668,845.32	2,073,477,410.54	2,003,377,195.62	1,647,012,395.63
Net profit attributable to shareholders of the listed Company	12,880,761.32	5,069,412.79	-69,451,831.59	-214,586,300.44
Net profit attributable to shareholders of the listed Company, excluding non-recurring gains and losses	13,605,726.96	3,140,820.24	-76,213,401.62	-219,681,908.06
Net cash flows from operating activities	-293,409,962.28	515,846,255.35	-73,348,385.11	497,688,793.54

Whether there is any material difference between the above financial indicators and their aggregates and the relevant financial indicators disclosed in the Company's quarterly reports and semi-annual reports

Yes  No

## 4. Share Capital and Shareholder Information

### (1) Numbers of ordinary shareholders and preferred shareholders with resumed voting rights as well as holdings of top 10 shareholders

Unit: share

Number of ordinary shareholders at the end of the reporting period	57,724	Number of ordinary shareholders as of the end of the month prior to the disclosure date of the annual report	56,364	Number of preferred shareholders with restored voting rights at the end of the reporting period	0	Number of preferred shareholders with restored voting rights at the month-end prior to the disclosure date of the annual report	0
Shareholdings of the top 10 shareholders (excluding shares lent through securities lending and borrowing)							
Name of shareholder	Type of shareholder	Shareholding percentage	Number of shares held	Restricted shares held	Shares in pledge, marked or frozen		
					Status	Number	
BEIJING GRAIN GROUP CO., LTD.	State-owned legal person	39.68%	288,439,561	0	Not applicable	0	
BEIJING STATE-OWNED CAPITAL OPERATION AND	State-owned legal person	6.67%	48,510,460	0	Not applicable	0	

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MANAGEMENT CO., LTD.						
WANG YUECHENG	Domestic natural person	4.74%	34,459,887	29,594,915	Not applicable	0
GOLDMAN SACHS & CO. LLC	Overseas Legal Person	0.53%	3,852,862	0	Not applicable	0
UBS AG	Overseas Legal Person	0.46%	3,320,887	0	Not applicable	0
MORGAN STANLEY & CO. INTERNATIONAL PLC.	Overseas Legal Person	0.41%	2,986,667	0	Not applicable	0
BARCLAYS BANK PLC	Overseas Legal Person	0.32%	2,352,267	0	Not applicable	0
ZHANG XIAOXIA	Domestic natural person	0.27%	1,949,250	0	Not applicable	0
CHINA INTERNATIONAL CAPITAL CORPORATION LIMITED	State-owned legal person	0.25%	1,849,800	0	Not applicable	0
HE CAIXIONG	Domestic natural person	0.21%	1,526,100	0	Not applicable	0
Disclosure of affiliations or concerted action among the above shareholders	① Beijing State-Owned Capital Operation and Management Company Ltd. owns an indirect 100% share of Beijing Grain Group Co., Ltd., and Beijing Grain Group Co., Ltd. is the controlling shareholder of the Company (a 39.68% holding). ② Mr. Wang Yucheng resigned as the deputy general manager of the Company on July 26, 2024, and 75% of the shares he holds in the Company are locked up. Except for the shareholder relationships described above, the Company is not aware of any related-party relationships or acting in concert among the top ten shareholders.					
Disclosure on shareholders involved in securities margin trading (if any)	Shareholder He Caixiong holds 1,526,100 shares of the Company through a customer credit transaction guarantee securities account with Guotai Haitong Securities Co., Ltd.					

Shareholders holding more than 5%, the top 10 shareholders and the top 10 unrestricted public shareholders participated in the securities lending and borrowing business.

Applicable  Not applicable

The top 10 shareholders and the top 10 unrestricted public shareholders experienced changes from the previous period due to securities lending and borrowing business.

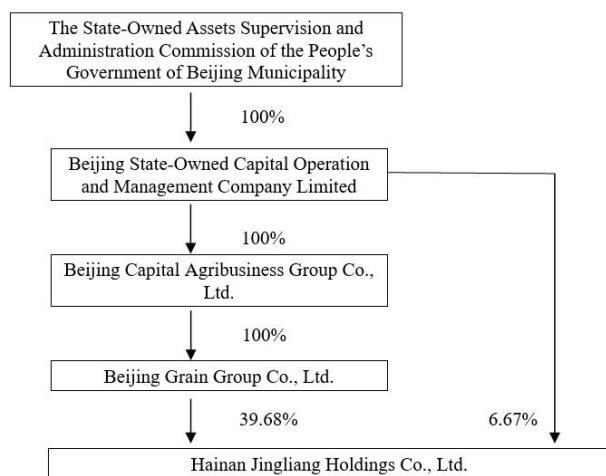
Applicable  Not applicable

**(2) Total preferred shareholders and shareholdings of Top 10**

Applicable  Not applicable

No preferred shareholders in the reporting period.

**(3) Ownership and control relations between the actual controller and the Company disclosed as box chart**



## 5. Bonds Outstanding as of the Date of Annual Report Approval

Applicable  Not applicable

### (1) Bond Information

Name of Bond	Abbreviation of Bonds	Bond code	Issue Date	Maturity Date	Bond Balance (in ten thousands Yuan)	Interest
Hainan Jingliang Holdings Co., Ltd. 2023 public issuance of corporate bonds for qualified investors (1 <sup>st</sup> issue)	23Jingliang01	148434	21-22 Aug 2023	22 Aug 2026	30,000	2.88%
Payment of interest and redemption of corporate bonds in the reporting period	Interest payments on bonds totaled RMB 8.64 million.					

### (2) Updated follow-up rating and changes of rating on corporate bonds

Through tracking analysis and assessment of the credit status of the Company and its related bonds, China Lianhe Credit Rating Co., Ltd. has determined to maintain the Company's long-term credit rating at AA+ and maintain the credit rating of "23 Jingliang 01" at AAA, with a stable outlook.

### (3) Major accounting data and financial indicators of the Company for the recent two years up to the end of the reporting period

Unit: RMB 10,000

Item	2025	2024	Increase/Decrease in 2025 vs. 2024 (%)
Asset-liability ratio	47.51%	47.61%	-0.10%
Net profit attributable to shareholders of the listed Company, excluding non-recurring gains and losses	-31,091.02	-1,072.27	-2,799.55%
EBITDA's total debt ratio	-4.56%	8.91%	-13.47%
Interest coverage ratio	-3.69	0.87	-524.14%

## Part III Significant Events

### 1. Primary reason for the decrease in operating revenue during the reporting period

The Company adjusted the positioning of its trading business and pursued a strategy of volume reduction,

resulting in a year-on-year decrease in revenue from the oils trading business.

## 2. Primary reasons for the net loss during the reporting period

(1) Oils Segment: The oils industry heavily relies on imported raw materials, the prices of which are susceptible to policies in the originating countries and exchange rate fluctuations, posing challenges for cost control. In 2025, the Company primarily sourced its soybean crushing raw materials from South America. The variable quality of South American soybeans adversely affected crushing yield, energy consumption, and processing cycle times, leading to increased production costs. Furthermore, prolonged port stays impacted factory operational hours, increasing the fixed cost per tonne for oil processing. Consequently, profits decreased compared to the previous year.

(2) Food Segment: The traditional sales channels for the snack food industry faced significant pressure from the low-price strategies of snack chain stores and intense competition for customers on online platforms. The market is experiencing severe channel disruption and heightened competition. While the Company actively integrated its marketing system, deepened cooperation with leading platforms, and promoted new product development and launch, the decline in traditional channels outweighed the growth from new channels, which fell short of expectations. This led to a decrease in product sales volume and a reduction in gross profit margin, resulting in a year-on-year decrease in profit.

(3) Other Factors: To fairly present the Company's financial position, asset values, and operating results, in accordance with the *Accounting Standards for Business Enterprises* and the Company's accounting policies, and the relevant provisions of the Company's accounting policies, the Company conducted a comprehensive review and analysis of various types of assets as of the end of 2025. Based on the principle of prudence, impairment tests were performed on assets showing indications of potential impairment. Provisions for impairment losses were recognized based on the outcomes of these tests.

Hainan Jingliang Holdings Co., Ltd.

28 March 2026