

Stock code: 000045, 200045

Stock abbreviation: Shen Textile A, Shen Textile B

Announcement No.: 2026-04

# Summary of 2025 Annual Report of Shenzhen Textile (Holdings) Co., Ltd.

## I. Important notes

The summary of the annual report is extracted from the full text of the annual report. In order to fully understand the Company's operating results, financial status and future development plans, investors should carefully read the full text of the annual report on the media designated by the CSRC.

All directors attended the board meeting at which this report was considered.

Prompt of a modified report

Applicable  Not applicable

Proposed profit distribution plan or the proposal for capitalization of reserves to increase share capital for the reporting period deliberated by the Board of Directors

Applicable  Not applicable

Whether to convert capital reserves to capital shares

Yes  No

The Board has approved a final dividend plan as follows: based on the total share capital of 506,521,849 shares, a cash dividend of RMB0.48 (tax inclusive) per 10 shares is to be distributed to the shareholders, with no bonus issue from either profit or capital reserves.

Proposed profit distribution plan for preferred shares for the reporting period resolved by the Board of Directors

Applicable  Not applicable

## II. Basic information of the Company

### 1. Company profile

Stock name	Shenzhen Textile A, Shenzhen Textile B	Stock code	000045、200045
Stock exchange	Shenzhen Stock Exchange		
Stock name before the change (if any)	None		
Contact person and contact information	Secretary of the Board of Directors	Securities affairs representative	
Name	Huang Min	LI Zhenyu	
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### 2. Introduction to main business or products during the reporting period

#### (I) Main business of the Company

The Company's main business is a high-tech industry focusing on the R&D, production and sales of polarizers for OLED and LCD display, and the operation and management of its own properties.

During the reporting period, there was no significant change in the Company's primary business. First, the Company actively adjusted its product structure, implemented a product differentiation strategy, and increased the sales proportion of high-value-added products. It has the sales volume of ultra-large-size (85" and above) polarizers surged significantly; second, the Company made every effort to overcome quality problems, improve customer satisfaction, reduce product return losses and management costs, and at the same time, played a sales-driven role to promote sales by production, and the production and sales volume repeatedly hit a record high; third, the Company strengthened lean management, effectively reduced the raw material losses, and saved the production costs; fourth, the Company strengthened the innovation-led drive, focused on key technology breakthroughs, promoted the development and industrialization of cutting-edge products, and successfully achieved the development and first delivery of VA-type high-transmittance and high-polarization 2.0 polarizers; fifth, the Company initiated the investment and construction of the Line 8 project to break through the production capacity bottleneck for mid-to-high-end products; sixth, the Company actively promoted the elimination of enterprises with "non-main business assets non-dominant business assets, inefficient assets and ineffective assets", improved the mechanism for survival of the fittest enterprises, guided the concentration of resources to the core business, and enhanced the efficiency of resource utilization; seventh, the Company strengthened supervision and management, focused on work safety, improved the institutional system, formulated emergency disposal plans, enhanced safety training and education, carried out safety risk identification, hidden danger investigation and rectification, consolidated the weak links, and prevented accidents; eighth, continuously improved the quality of property management service, improve tenant satisfaction, strived to maintain the Company's property rental rate at a high level, and ensured the stability of the Company's property leasing management business income.

## (II) Main products of the Company and their uses

Currently, the Company has 7 mass-production polarizer production lines, and its products cover OLED and LCD polarizers. These products are mainly applied to products such as TVs, laptops, monitors, vehicles, industrial controls, instruments and meters, smartphones, and wearable devices. By continuously strengthening the expansion of sales channels and the construction of its own brand, the Company has become a qualified supplier for mainstream panel enterprises such as CSOT, BOE, LGD, Xianyang Caihong, HKC, Tianma Microelectronics and Sharp.

The main product types and applications of the Company's polarizer production lines are as follows:

Production lines	Address	Product width	annual production capacity	Main product type
Line 4	Pingshan	1490mm	10 million square meters	TFT/OLED
Line 5	Pingshan	650mm	2 million square meters	TFT/OLED
Line 6	Pingshan	1490mm	16 million square meters	TFT/OLED
Line 7	Pingshan	2500mm	32 million square meters	TFT/OLED

## (III) Industry Overview for the Reporting Period

The polarizer is also called polarized light sheet, which can control the polarization direction of a specific beam. When the natural light passes through the polarizer, the light with the vibration direction perpendicular to the polarizer transmission axis will be absorbed, and only the polarized light with the vibration direction parallel to the polarizer transmission axis will be transmitted. The downstream applications of polarizers are mainly in the panel industry. According to different panel types, polarizer are mainly classified into TN type, STN type, TFT type and OLED type. Currently, the global polarizer market is dominated by TFT-LCD polarizers. Each LCD panel requires two polarizers.

The high-quality development of the polarizer industry has a profound impact on the entire display industry. As one of the three core raw materials of the display panel, the demand for polarizer is directly affected by the fluctuation of the display panel market. In recent years, with the accelerated transfer of the global display panel industry to China, China's polarizer industry has ushered in a stage of rapid development. The production capacity and process technology level of domestic polarizer manufacturers have continuously jumped. China's polarizer industry has significantly improved its position and influence in the global market. Chinese mainland has become the world's largest polarizer production base.

The Company is one of the main polarizer R&D, production and sales enterprises in China. It is the pioneer of China's polarizer industry. Now it has developed into a leading enterprise in China's polarizer industry, and has become an important supplier of mainstream panel enterprises in the world. In 2025, influenced by multiple factors such as the complex and volatile global economy and geopolitics, the transition of the national "trade-in" policy, and rising prices of raw materials like storage devices driven by the AI wave, the global display panel and terminal market demand still experiences a certain degree of fluctuation while continuing its slow recovery. In the future, with the capacity expansion and industry consolidation in the polarizer industry, it is necessary to be more vigilant about risks such as changes in the competitive landscape, rising raw material costs, and the security of raw material supply.

#### (IV) Market Competition Pattern

The polarizer industry is a highly concentrated industry. At present, there are about 10 major polarizer manufacturers in the world, mainly located in Chinese mainland, Japan and Taiwan. With the continuous transfer of production capacity to China and the continuous expansion of production by manufacturers from Chinese mainland, China has become the world's largest polarizer production base. According to research data from the industry institutions, the production capacity of polarizers in China mainland accounted for about 65% of the global total in 2025, and it is expected to further increase to about 75% in 2026. As the competitive advantage of ultra-wide polarizer production line driven by the rapid growth of demand for large-size display products (65 inches and above) continuously stands out, Chinese mainland continues to maintain its leading position in the industry.

#### (V) Market position of the Company's products

The Company is one of the main domestic enterprises in the R&D, production, and sales of polarizers. It began its polarizer business in 1995 and achieved the first mass production of polarizers in China in 1998, becoming a pioneer in China's polarizer industry. The Company has mastered core technologies for the R&D and production of TN/STN-LCD, TFT-LCD, and OLED polarizers. It is one of the few domestic polarizer manufacturers with the capability to produce a full range of polarizer products in large, medium, and small sizes. The Company was the first to achieve mass production of polarizers for OLED TVs and OLED mobile phones, filling a gap in the domestic market.

The Company's Line 7 is one of the few 2500mm ultra wide polarizing film production lines in the world, which can meet the needs of higher generation panel production lines such as the 8.5/8.6/10.5/11 generation globally. Especially matching the production line 10.5/11 generation of panel has the best economic production efficiency, and has industry-leading advantages in the technical level and production capacity of ultra large and large-sized polarizers.

### 3. Key accounting data and financial indicators

#### (1) Major accounting data and financial indicators in the past three years

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

Yes  No

Unit: RMB

	As at the end of 2025	As at the end of 2024	Increase/decrease at the end of this year compared with the end of last year	As at the end of 2023
Total assets	5,418,295,716.77	5,232,150,397.33	3.56%	5,649,822,363.44
Net assets attributable to shareholders of the listed company	2,979,719,569.18	2,951,869,910.25	0.94%	2,882,152,266.22
	2025	Year 2024	Increase/decrease this year compared with last year	Year 2023
Operating revenue	3,241,380,430.62	3,335,283,008.68	-2.82%	3,079,678,375.45

Net profit attributable to shareholders of the listed company	68,418,663.02	89,371,134.24	-23.44%	79,268,250.45
Net profit attributable to shareholders of listed companies after deducting non-recurring profit or loss	63,434,024.61	77,028,485.76	-17.65%	62,328,667.73
Net cash flows from operating activities	347,793,597.26	231,264,525.09	50.39%	184,766,739.80
Basic earnings per share (RMB/share)	0.14	0.18	-22.22%	0.16
Diluted earnings per share (RMB/share)	0.14	0.18	-22.22%	0.16
Weighted average rate of return on net assets	2.31%	3.06%	-0.75%	2.77%

**(2) Quarterly main accounting data**

Unit: RMB

	Q1	Q2	Q3	Q4
Operating revenue	777,932,127.47	822,549,498.84	864,584,512.93	776,314,291.38
Net profit attributable to shareholders of the listed company	20,864,282.75	14,370,482.77	24,210,475.56	8,973,421.94
Net profit attributable to shareholders of listed companies after deducting non-recurring profit or loss	14,037,064.80	11,151,938.67	22,426,921.26	15,818,099.88
Net cash flows from operating activities	274,031,114.11	51,303,206.88	-155,199,237.98	177,658,514.25

Whether the above financial indicators or their aggregate are significantly different from the financial indicators related to the Company's disclosed quarterly and semi-annual reports

Yes  No

**4. Share capital and shareholders****(I) Number of ordinary shareholders, number of preferred shareholders whose voting rights have been restored, and shareholdings of the top 10 shareholders**

Unit: shares

Total number of ordinary shareholders at the end of the reporting period.	35,373	Total number of ordinary shareholders at the end of the month before the disclosure date of the annual report	34,660	Total number of preferred shareholders whose voting rights have been restored at the end of the reporting period	0	Total number of preferred shareholders whose voting right is restored at the end of the month before the disclosure date of the annual report	0
Shareholdings of the top 10 shareholders (excluding shares lent through refinancing)							
Name of shareholder	Nature of shareholder	Shareholding ratio	Number of shares held	Number of shares held under restricted	Pledge, marking or freezing		
					Share status	Number	

				conditions		
Shenzhen Investment Holdings Co., Ltd.	State-owned legal person	46.21%	234,069,436	0	Not applicable	0
Shenzhen Shenchao Technology Investment Co., Ltd.	State-owned legal person	3.18%	16,129,032	0	Not applicable	0
Sun Huiming	Domestic natural person	1.60%	8,088,853	0	Not applicable	0
Hong Kong Securities Clearing Company Ltd. (HKSCC)	Overseas legal person	1.21%	6,142,366	0	Not applicable	0
Chen Xiaobao	Domestic natural person	0.89%	4,491,920	0	Not applicable	0
Lin Chuangguang	Domestic natural person	0.71%	3,619,800	0	Not applicable	0
Su Weipeng	Domestic natural person	0.71%	3,580,100	0	Pledged	3,000,000
Li Zengmao	Foreign natural person	0.61%	3,089,197	0	Not applicable	0
Jin Jun	Domestic natural person	0.45%	2,267,700	0	Not applicable	0
Sun Wenbo	Domestic natural person	0.41%	2,066,700	0	Not applicable	0
Notes to shareholders' related relationship or persons acting in concert	Among the top 10 ordinary shareholders, Shenzhen Investment Holdings Co., Ltd. and Shenzhen Shenchao Technology Investment Co., Ltd. do not constitute a relationship of persons acting in concert. In addition, the Company does not know whether there is a related relationship between the top 10 ordinary shareholders, nor does it know whether they are persons acting in concert as stipulated in the Administrative Measures for the Acquisition of Listed Companies.					
Shareholders participating in margin financing and securities lending business (if any)	None					

Participation of shareholders holding more than 5% of the shares, the top 10 shareholders and the top 10 shareholders of unrestricted tradable shares in refinancing business and lending shares

Applicable  Not applicable

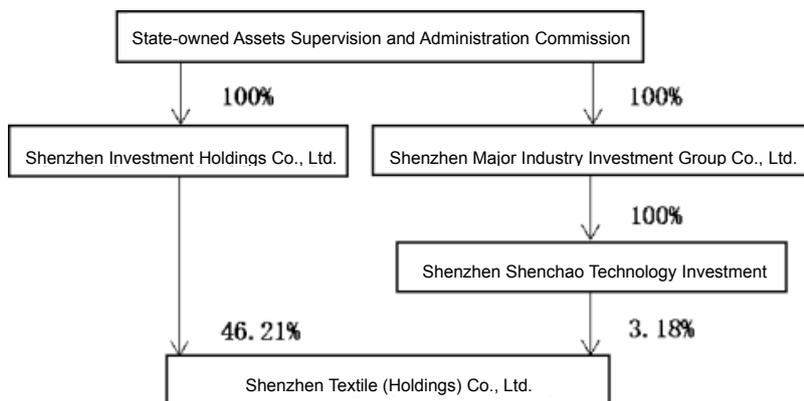
Changes of the top 10 shareholders and the top 10 shareholders of unrestricted tradable shares compared with the previous period due to refinancing lending/repayment

Applicable  Not applicable

**(2) Total number of preferred shareholders of the Company and shares held by top 10 preferred shareholders**

Applicable  Not applicable

The Company had no preferred shareholders during the reporting period.

**(3) Disclose the property rights and control relationship between the company and the actual owner in the form of a block diagram****5. Bonds existing on the approval date of the annual report**

Applicable  Not applicable

**III. Important matters**

On October 15, 2025, the Company held the 45th meeting of the 8th Board of Directors, at which the "Proposal on Investment and Construction of 1.49m-wide Polarizer Production Line Project (Line 8) by a Subsidiary" was deliberated and approved. It is agreed that the subsidiary, Shenzhen SAPO Photoelectric Co., Ltd., based on the market demand for polarizers and its own development needs, would use a combination of its own funds and bank loans, with a planned total investment of approximately RMB 1.334 billion, to build a new plant building and supporting facilities by purchasing land in Pingshan District, Shenzhen, and to purchase equipment and instruments to construct a 1.49m-wide LCD and OLED polarizer production line with a designed capacity of approximately 18 million square meters per year. For details, please refer to the "Announcement on Investment and Construction of 1.49m-wide Polarizer Production Line Project (Line 8) by a Subsidiary" (No. 2025-39) published by the Company on Cninfo (<http://www.cninfo.com.cn>) on October 16, 2025. Currently, the project has obtained the land use right, and ALL construction works are progressing in an orderly manner.

Shenzhen Textile (Holdings) Co., Ltd.

Board of Directors

March 30, 2026