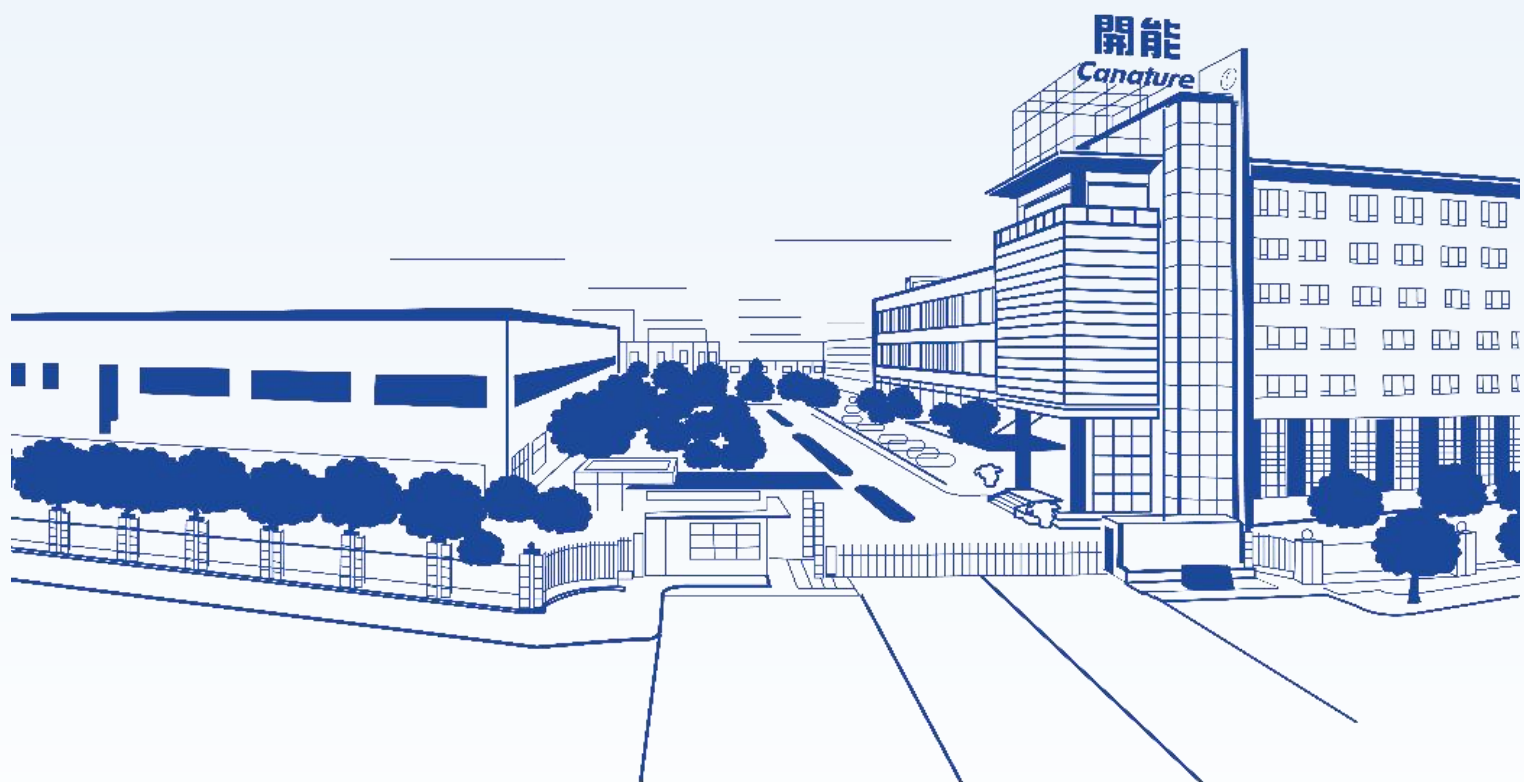




Canature

2025 Environmental, Social and Governance
(ESG) Report



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About This Report

This is the third Environmental, Social and Governance (ESG) report released by Canature Health Technology Group Co., Ltd. ("Canature Health", "Canature", or "we"). It systematically presents Canature's policies, practices and performance in environmental, social and governance aspects during 2025.

Report Scope And Boundaries:

This report reviews Canature's environmental, social, and governance (ESG) performance for the fiscal year 2025 (from January 1 to December 31, 2025). To enhance comparability and forward-looking perspective, certain sections include retrospective references to prior years or prospective statements where appropriate.

Preparation Basis:

- ⌘ SZSE Listed Company Self-Regulatory Guidelines No. 17 – Sustainability Reporting (2023);
- ⌘ Global Reporting Initiative (GRI) Standards;
- ⌘ SZSE Listed Company Self-Regulatory Guidelines No. 2 – Standard Operations for ChiNext Listed Companies;
- ⌘ Chinese Academy of Social Sciences ESG Guidelines (CASS-ESG 5.0) and other related documents.

Period And Access To Report:

This report is released regularly on an annual basis, aligning with the financial year. It is written in Simplified Chinese and English and published in an online format.

The report can be accessed and downloaded from the designated information disclosure website of the China Securities Regulatory Commission, CNINFO (www.cninfo.com.cn), as well as on Canature's official website.

Data Explanation:

Unless otherwise stated, all information and data referenced in this report are derived from Canature's internal official documents, statistical reports, financial statements, relevant public filings, or company-verified ESG information. Where no special

indication is provided, the monetary unit is RMB.

Contact Information:

Contact Department: Secretary's Office of Canature Health Technology Group Co., Ltd.
Contact Address: No. 518, Chuanda Road, Pudong New District, Shanghai.
Contact Person: Dongying Lu
Consultation: 021-58599901
Hotline:
Fax Number: 021-58599901

Board Of Directors Statement

As the supreme governing body for ESG management, the Board of Directors of Canature is fully responsible for the decision-making, supervision and management of all environmental, social and corporate governance matters, including formulating Canature's ESG strategy, assessing ESG-related impacts, risks and opportunities, supervising the implementation of ESG initiatives, and tracking progress toward ESG targets. The Board also actively promotes ESG information disclosure, reviews the annual ESG report, and implements ESG-related resolutions to ensure their effectiveness and reliability.

The Board of Directors and all Directors of Canature warrant that this report does not contain any false records, misleading statements or material omissions.

Looking ahead, the Board will continue to supervise and manage Canature's performance in environmental, social and governance aspects, and keep disclosing reliable, consistent and comparable key information to stakeholders, striving to fulfill the mission "Making Healthy Water Available Everywhere".

Message From The Chairman

Dear partners, investors, employees and friends from all sectors of society,

The year 2025 marks a crucial year for Canature Health to deepen sustainable development and implement strategic upgrading and transformation. We have always adhered to the vision of "Becoming a Global Leading Healthy Water Service Provider", deeply integrated the ESG philosophy into strategic planning and daily operations, and continued to



strive for excellence in green manufacturing, technological innovation, social responsibility and corporate governance. We have taken concrete actions to fulfill our mission of "Making Healthy Water Available Everywhere".

1. Deepening Green Transition, Consolidating Ecological Foundations

This year, we continued to increase investment in green manufacturing and enhanced the efficiency of our full-water reuse system, further consolidating the "zero discharge" achievement of wastewater in the park. Through the automation upgrade of production equipment and optimization of the energy management platform, we achieved a dual reduction in energy consumption and emissions. Meanwhile, we extended the green concept to upstream and downstream supply chains, promoted the de-plasticization of packaging materials and recycling of raw materials. The large-scale application of spray-free materials not only reduced environmental impact but also enhanced product competitiveness. In the future, we will continue to focus on low-carbon technological innovation and explore more circular economy models, making green the most distinctive hallmark of corporate development.

2. Innovation-Driven Development, Empowering Healthy Livelihoods

Guided by the product philosophy of "Whole-House Water Purification, Whole-Family Health", we have continuously made breakthroughs in technological innovation and product quality. In 2025, Canature's project "AI Large Model-Driven

"Intelligent Factory for Water Purification Equipment" was selected as one of the first national outstanding-level intelligent factories. The digital quality management system was fully implemented, synchronously improving product quality and production efficiency.

More importantly, in 2025, Canature completed the acquisition of four subsidiaries under Yuan Cell Group: Yuantian Biological, Jiyuan Meiye, Lishui Dongxin and Kelao Cat, officially launching a new dual - main - business synergistic development pattern of "Water Purification + Cell Technology" to create a second growth curve. This acquisition is a key move in Canature's strategy of "Consolidating the Water Purification Business and Expanding into the Cell Industry", marking Canature Health's comprehensive upgrading from a manufacturer of residential water treatment equipment to a comprehensive health service provider driven by the dual wheels of "Environmental Health + Life Health".

Relying on the manufacturing capacity, channel network and user base of millions of households accumulated in the water purification business, coupled with the core capabilities of cell technology in preparation, R&D, clinical transformation and anti-aging products, Canature has built a complete ecological closed loop covering household healthy water use, life science maintenance and full - life - cycle health management, with products and services covering more countries and regions worldwide. Meanwhile, through public welfare donations and rural revitalization projects, we have brought clean water to more families in remote areas. While pursuing technological innovation, we have always adhered to the bottom line of product safety. All core products have passed international authoritative certifications, guarding every user's health with professional strength.

3. Continuous Governance Optimization, Building a Trust Ecosystem

Sound corporate governance is the cornerstone of sustainable development. In 2025, we further improved the ESG management system, strengthened the core leadership of the Board of Directors in ESG affairs, and improved the stakeholder communication mechanism, making decision - making more transparent and management more efficient. We adhered to an investor-centric approach, continuously

optimized the shareholder return mechanism, earnestly fulfilled information disclosure obligations, and built a diversified communication platform to carefully maintain trust with investors, employees, suppliers, customers and other parties. Meanwhile, we deepened the construction of an integrity and anti-corruption system to ensure the steady progress of the enterprise on a compliant track. Facing the new dual-main-business pattern of "Water Purification + Cell", Canature simultaneously improved the governance structure, internal control system and risk management mechanism to provide solid support for the steady progress of the new strategy.

4. Outlook for the Future: Win-Win Ecology, Sustainable Development

Standing at a new starting point, Canature Health will take a firmer path on the ESG journey. We will focus on three priorities:

Continue to deepen green manufacturing and strive for greater breakthroughs in energy consumption reduction and recycling;

Strengthen technological innovation and quality control, provide better products and services to meet global user demand, and accelerate the synergistic implementation of "Water Purification + Cell" to unlock the momentum of the second growth curve;

Build a more complete ESG governance system and collaborate with upstream and downstream partners to build a sustainable ecosystem, supporting the high-quality development of the industry.

Finally, we sincerely thank all stakeholders for their trust and support. Canature Health will always treat nature with awe, fulfill its mission with responsibility, pursue excellence with ambition, and work with you to create a better future where humanity and nature coexist harmoniously, and life health and ecological health integrate.

A handwritten signature in black ink, appearing to be the name of a representative of Canature Health.

2025 Big Data

Environmental

Successfully passed the ISO 14001 Environmental Management System certification surveillance audit	Achieved hazard rectification rate	100%
Environmental protection investment exceeded RMB 2 million	Total hazardous waste discharge decreased by	5.20% YoY
the water consumption of the Shanghai Site decreased by 12.17% YoY	Discharge into municipal sewage pipelines	0 m³
The natural gas consumption of the Shanghai Site decreased by 15.21% YoY	The Shanghai Site achieved a water saving of	1,800 tons
The emission concentration of non-methane total hydrocarbons (NMTHC) fell by more than 30% YoY	Renewable energy usage surpassed	1,290,000 kWh

Social

Total R&D investment RMB	83.14 million	Product Certifications	601 items
Number of R&D personnel	187 people	Management Systems	8 items
Cumulative patents up to now	410 pieces	Product Design Awards	8 items
Total number of suppliers	336 companies	Signing Rate of Supplier Integrity greements	100%
Newly added suppliers	7 companies	Customer Satisfaction	92.6/100
Number of DSR service stations	5 stations	Customer Complaint Resolution Rate	100%
Number of Customer Information Disclosure Violations	0 times	Total Number of Employees in 2025	1,510 persons
Number of Donated water purification devices	135 units	Amount Invested in Safety RMB	846,800 yuan
Conducted	4 various drills	Number of assisted needy employees	7 persons

Governance

Held shareholders' meeting	4 times	Totally issued	173 announcements
Held Board Of Directors meeting	12 times	Totally paid cash dividends of RMB	79 million
Held Supervisory Board meeting	5 times	Organized performance Exchange Meeting	1 times

About Canature

Company Overview

Founded in 2001, Canature Health Technology Group Co., Ltd. has long been engaged in the R&D, manufacturing, sales and service of residential water treatment products, including whole-house water purifiers, whole-house water softeners, commercial purified drinking fountains, RO reverse osmosis water purifiers, multi-port control valves, composite pressure vessels and membrane elements. Canature was listed on the ChiNext Market of the Shenzhen Stock Exchange in 2011 (Stock Code: 300272).

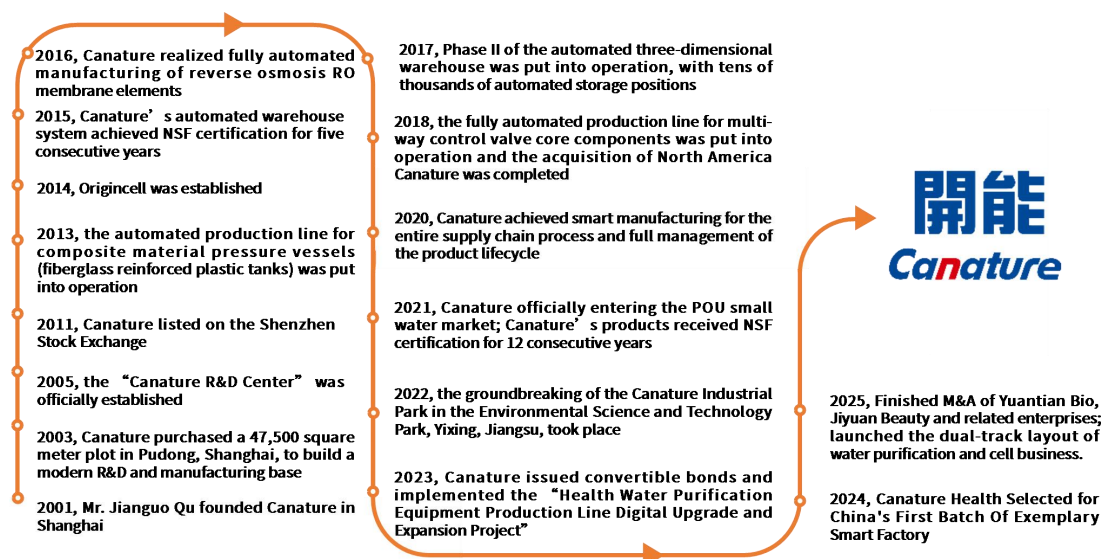
Corporate Philosophy

- ⌘ Vision: To become the world's leading provider of healthy water solutions
- ⌘ Mission: Making healthy water accessible everywhere
- ⌘ Core Values: Integrity, Harmony, Diligence, Dedication
- ⌘ Spirit: Divine justice rewards the diligent, Virtue bears all things
- ⌘ Health Concept: Whole-house water purification for family health

Industrial Footprint

As a global comprehensive solution provider and supplier of residential water treatment products and services, Canature took the lead in putting forward the concept of "whole-house water purification" in China in 2001. With more than 20 years of deep cultivation in the water treatment field, its products cover 8 major categories, 83 series and more than 1,700 varieties, exported to more than 100 countries and regions. While achieving rapid sales growth, Canature has always insisted on innovation and development. In 2025, its "AI Large Model-Driven Intelligent Factory for Water Purification Equipment" was selected into the first batch of national outstanding-level intelligent factory lists, marking a new level in digital transformation and intelligent manufacturing.

发展历程



Honors & Awards

During the reporting period, Canature was honored with multiple prestigious awards from government agencies and industry associations in recognition of our:

Type	Award Name	Recipient	Awarding Body
Government Authorities	2025 Shanghai "Zero Carbon Factory"	Enterprise	Shanghai Municipal Commission of Economy and Informatization
	National Outstanding Smart Factory	Enterprise	Ministry of Industry and Information Technology
	Service-oriented Manufacturing Demonstration Enterprise	Enterprise	Ministry of Industry and Information Technology
	China Listed Company Growth Top 100	Enterprise	Securities Times
	Shanghai Specialized, Refined, Differentiated and Innovative Enterprise Brand Value List (Top 100 Enterprises)	Enterprise	Shanghai Municipal Commission of Economy and Informatization
	SFEO Productive Service Industry Brand Value List	Enterprise	Shanghai Municipal Commission of Economy and Informatization
	2025 Shanghai Cultural and Creative Industry Development Promotion Project	Product	Shanghai Cultural and Creative Industry Promotion Leading Group Office
	2025 Pudong New Area Mingzhu Leading Talent (Qu Jianguo)	Individual	CPC Pudong New Area Committee, Pudong New Area People's Government
Other Institutions	Best Export Enterprise Sample	Enterprise	Shanghai Lingxiu & Finance United
	2023-2024 Shanghai Foreign Trade Independent Brand Demonstration Enterprise	Enterprise	Shanghai Import and Export Chamber of Commerce

"Yunding Award" 2024-2025 Leading Brand of the Year	Enterprise	Aoweyun.com
2024-2025 "Shanghai Brand Certification"	Enterprise	Shanghai Municipal Administration for Market Regulation, Shanghai Municipal Commission of Economy and Informatization
2024-2025 "Key Product Quality Improvement Project Achievement"	Enterprise	Shanghai Municipal Administration for Market Regulation, Shanghai Municipal Commission of Economy and Informatization
2025 Shanghai Top 100 Private Manufacturing Enterprises	Enterprise	Shanghai Enterprise Confederation, Shanghai Entrepreneurs' Association, Jiefang Daily
(Note: The awarding body for the next row is partially cut off in the original image)		Newspaper
1st Shanghai Enterprise Charity Star	Enterprise	Shanghai Enterprise Confederation, Shanghai Entrepreneurs' Association
2023-2025 Shanghai Foreign Trade Independent Brand Demonstration Enterprise	Enterprise	Shanghai Import and Export Chamber of Commerce
Excellent Influential Brand	Enterprise	Huitong Water Purification Network
Craftsmanship & Manufacturing Competitive Brand	Enterprise	Huitong Water Purification Network
2025 International Design Excellence Awards (IDEA) Bronze Award	Product	Industrial Designers Society of America (IDSA)
2025 German iF Design Award	Product	iF Design Foundation (Germany)
"Shanghai Brand" Certification	Product	Shanghai Institute of Quality Supervision and Inspection

ESG Management

Sound ESG governance is not only a "soft power" for shaping corporate brand image but also a "hard principle" for promoting long-termism. Integrating ESG management into operation and development is the hallmark of Canature Health's high-quality development and the greatest guarantee for investors and stakeholders. Based on the UN Sustainable Development Goals (SDGs), Canature Health actively responds to the expectations and demands of stakeholders, identifies material topics closely related to corporate development in light of actual conditions, improves ESG management capabilities and operational stability, and promotes high-quality development.

ESG Governance Structure

In 2025, Canature further improved the ESG management system. Based on the ESG Management System, it refined the ESG division of responsibilities among departments, forming a four-level management structure: "Overall decision-making by the Board of Directors, professional guidance by the Strategy Committee, collaborative implementation by all departments, and supervision and evaluation by the Audit and Supervision Department".

Stakeholder Engagement

Canature regards stakeholder recognition as an important prerequisite for business development and sustainable operation. By establishing a normalized communication and cooperation mechanism, it continuously broadens channels to understand and respond to stakeholder expectations, maximizing the creation of comprehensive economic, environmental and social value for stakeholders and achieving common development.

Stakeholder	Expectations and Demands	Response Methods / Communication Channels
Shareholders	Standardized Corporate Governance; Shareholder Returns; Information Disclosure	Continuous optimization of governance structures; Multiple dividend distributions annually; Timely publication of periodic reports; Online investor Q&A platform; Active participation in offline investor roadshows and conferences
Customers	Product Quality; After-Sales Service	Providing High-Quality Products; Continuous R&D Innovation; Establishing a Comprehensive After-Sales Service System
Employees	Protection of Fundamental Rights; Training & Career Development; Compensation & Benefits; Health & Safety; Work life balance	Sign labor contracts, Make timely social insurance and housing fund contributions Maintain market-competitive salary levels; Provide multi-dimensional training opportunities; Ensure workplace health and safety standards; Address employee needs through labor union channels; Organize diverse staff activities
Environment	Eco-Conscious Operations; Emission Reduction; Energy Optimization	Enhance Pollutant Emission Management; Upgrade Energy-Saving Equipment to Reduce Energy Consumption; Recycle Materials; Implement Green Office Practices; Promote Green Culture
Partners (Including Suppliers, Industry Peers, etc.)	Sustainable Supply Chain; Industry Collaboration	Maintain Strong Supplier Relationships; Actively Conduct Cross-Industry Exchanges
Government & Regulatory	Lawful Operations; Business Ethics	Comply with Tax Laws; Accept Supervision and Inspections by Regulatory

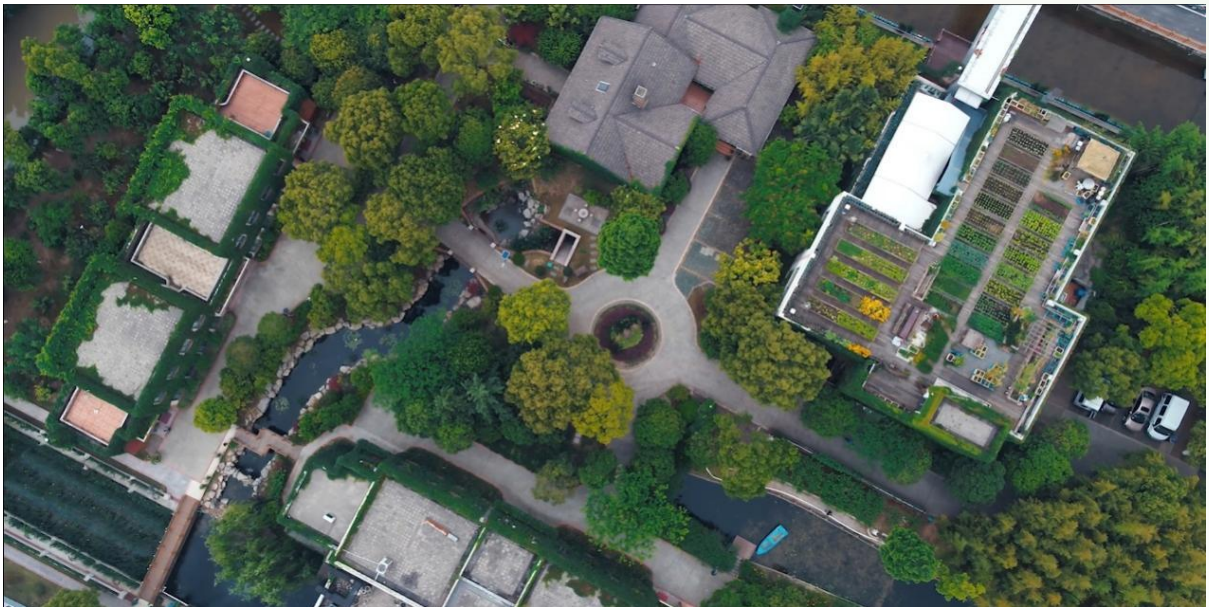
Stakeholder	Expectations and Demands	Response Methods / Communication Channels
Compliance		Authorities; Strengthen Corporate Governance and Compliance Operations; Enhance Anti-Bribery and Anti-Corruption Management; Protect Intellectual Property Rights; Disclose Information According to Laws and Regulations
Community & Public	Community Development; Public Welfare Philanthropy	Conduct Social Welfare Activities; Actively Carry Out Charitable Activities

MATERIAL ISSUES IDENTIFICATION

Canature has identified its 2025 material issues through stakeholder engagement, while considering national industrial policies, industry trends and corporate strategy. These issues were evaluated using a materiality matrix based on two dimensions: their impact on corporate sustainable development and their significance to external stakeholders, resulting in prioritized material issues.



Green Development: Empowering the Ecological Future



Environmental Management

Canature Health adheres to the environmental management policy of "striving to save resources, actively preventing pollution, promoting the harmonious development of humans and nature, and contributing to society". It continuously improves its environmental management capabilities, sets annual environmental management goals, and establishes and improves an environmental management structure with "the president as the primary person in charge and the main person in charge of each department cooperating collaboratively". Canature decomposes the annual environmental management goals and indicators to each department, regularly monitors and assesses the completion of the goals and indicators, fully strengthens the sense of responsibility, actively carries out environmental impact assessment and supervision work, and strengthens environmental risk management to prevent the occurrence of environmental accidents.

Key Performance

During the reporting period, the Company's total environmental protection investment exceeded RMB **2 million**, which was mainly allocated to the water quality improvement of rivers within the site and the renovation of energy-saving technological transformation projects.

Environmental Management Objectives

Canature aims to institutionalize and materialize the energy management system through post responsibility system and energy quota management, set annual environmental management objectives, steadily improve environmental management performance, and continuously strengthen the construction of an environment-friendly enterprise.

Serial Number	Key Performance Objectives	2025 Target	2025 Actual Achievement	2024 Actual Achievement
1	Annual Electricity Consumption (10,000 kWh)	1,500	1,559.56	1,396.70
2	Annual Water Consumption (10,000 m ³)	6.5	5.70	6.49
3	Annual Gas Consumption (10,000 m ³)	13	10.76	12.69
4	Annual Solid Waste Treatment	/	613	410

Key Performance

During the reporting period, the commissioning and official operation of new automated production lines led to a YoY increase in electricity consumption and solid waste generation. Supported by the precise identification of abnormal energy consumption through the energy management platform, the annual water consumption decreased by **12.17%** year-on-year, and the annual natural gas consumption reduced by **15.21%** year-on-year.

Environmental Management System

Canature is committed to establishing and improving a comprehensive, systematic, rigorous and efficient environmental management system. During the reporting period, Canature passed the supervision and audit of the ISO 14001 environmental management system certification, with the certification scope covering the design and manufacturing of water purification equipment and its core components.



Sound Environmental Regulations

Canature strictly abides by the Environmental Protection Law of the People's Republic of China, Energy Conservation Law of the People's Republic of China, Air Pollution Prevention and Control Law of the People's Republic of China, Law of the People's Republic of China on the Prevention and Control of Environmental Pollution by Solid Waste and other relevant laws and regulations.

It has formulated scientific and standardized environmental management systems and supporting control procedures at the internal level, including the Quality & Environmental Management Manual, Environmental Monitoring and Measurement Control Procedure and Energy and Resource Management Procedure. Canature integrates clear environmental protection concepts into daily operation and product development, earnestly fulfills environmental obligations, and strives to lower environmental impacts via innovative technologies and refined management, so as to advance sustainable development.

Environmental Supervision and Inspection

During the reporting period, Canature continuously improved environmental management standards, conducted regular annual inspections of the environmental management system, implemented a quantitative supervision and inspection mechanism, and adopted various supervision and inspection forms including special inspections, comprehensive inspections and self-inspections.

Key Performance

During the reporting period, the company conducted: **12** comprehensive inspections, **1** automated fire control system test, **12** fire equipment inspections, **1** lightning protection facility test, identified **141** potential safety hazards with a **100%** rectification rate.

Environmental Risk Management

Canature actively improves its environmental risk management capabilities. In accordance with the relevant laws, regulations and policy requirements such as the Measures for the Emergency Management of Sudden Environmental Events and the Measures for the Recordation and Administration of Emergency Plans for Sudden Environmental Events of Enterprises and Institutions (Trial), Canature revised and formally implemented the Emergency Plan for Sudden Environmental Events during the reporting period. This revision, combined with the changes in the types of hazardous substances and the maximum storage capacity, further optimized the emergency response mechanism and disposal process.

The plan clearly covers various sudden environmental events such as chemical leakage, fire and explosion, and abnormal operation of pollution treatment facilities, and deploys multiple facilities to ensure full collection and zero discharge of waste liquid in the event of an accident. At the same time, an emergency organization system including professional teams such as the fire fighting and rescue team, comprehensive support team, and public security warning team has been established, clarifying the job responsibilities and cooperation processes at all levels, forming a closed-loop management of "prevention - early warning - disposal - follow-up".

Canature formulates an annual emergency drill plan, carries out special drills such as chemical/hazardous waste leakage, fire fighting, and emergency evacuation every year, and simultaneously strengthens the training of employees' emergency knowledge,

covering key contents such as hazard identification, use of protective equipment, and initial disposal.

Key Performance

During the reporting period, the Company conducted more than **10** safety training sessions, with **0** sudden environmental pollution incidents recorded.

Emission Management

Canature Health adheres to the principles of reducing pollution and complying with emission standards, and strictly abides by the requirements of relevant laws and regulations such as the Water Pollution Prevention and Control Law of the People's Republic of China, the Air Pollution Prevention and Control Law of the People's Republic of China, and the Law of the People's Republic of China on the Prevention and Control of Environmental Pollution by Solid Waste.

Canature has established procedures and systems such as the Environmental Monitoring and Measurement Control Procedure, continuously improves various environmental protection facilities and "three wastes" (wastewater, waste gas, solid waste) treatment facilities, and effectively controls various environmental pollutants generated during production and operation.

During the reporting period, the discharge of wastewater, waste gas and waste generated in Canature's operation all met the relevant national and Shanghai municipal standards.

Waste Management

Canature's main solid wastes include waste cardboard, plastic film, glass fiber reinforced plastic barrels, waste plastic, etc. Canature has formulated goals and implementation plans for solid waste management, implemented source control for departments generating waste, and strengthened the registration management of waste inbound and outbound.

Canature's main hazardous wastes include waste adhesives, sealants, waste packaging containers, etc. Canature properly stores hazardous wastes, entrusts qualified units to legally dispose of them in a quantitative manner, and maximizes the recycling and reuse of solid wastes.

The types of hazardous waste generated by the company mainly include waste adhesives and sealants, waste packaging materials, waste activated carbon, and waste engine oil.

Full-Process Control of Hazardous Waste

The company has established standardized hazardous waste disposal procedures, maintains a hazardous waste management ledger, and has designated a hazardous waste storage area. In accordance with the relevant provisions of the Law of the People's Republic of China on the Prevention and Control of Environmental Pollution by Solid Waste, the company entrusts qualified third-party companies for the transportation and disposal of hazardous waste. Prior to transportation, the waste is safely packaged in compliance with the Pollution Control Standards for Hazardous Waste Storage, ensuring proper materials and packaging methods are used for disposal.

The company's solid waste primarily includes waste cardboard boxes and waste plastic.

Recycling and Reusing Solid Waste

For scrap materials generated during blow molding and injection molding processes, or defective products identified during inspection, the company crushes and repurposes them through reasonable secondary utilization, achieving a 100% utilization rate of plastic pellet raw materials. For discarded semi-finished products, the company redesigns them into plant pots or decorative items to enhance the workplace environment within the industrial park, increase green spaces, and reduce waste disposal burdens.

Figure: Recycling of Discarded Semi-Finished Products

Waste	Unit	2025	2024
Total Solid Waste Processed	tonnes	613	410.00
Total Hazardous Waste Processed	tonnes	107.4	113.29
Solid Waste Emission Intensity	tonnes/RMB 10,000 revenue	0.00333	0.00243
Hazardous Waste Emission Intensity	tonnes/RMB 10,000 revenue	0.00058	0.00067



Key Performance

During the reporting period: **100%** controlled management of solid waste was achieved, Total hazardous waste discharge volume decreased by **5.20%** YoY.

Waste Gas Emission Management

Canature strictly complies with the requirements of relevant laws and regulations such as the Law of the People's Republic of China on the Prevention and Control of Atmospheric Pollution and the Regulations of Beijing Municipality on the Prevention and Control of Atmospheric Pollution, and scientifically carries out pollution prevention and waste gas treatment work.

The waste gas generated in the production workshops of the factory area mainly includes non-methane total hydrocarbons, benzene, toluene, etc., which are centrally introduced into the activated carbon waste gas purification and treatment device, with the efficiency of the waste gas purification and treatment device exceeding 90%.

During the reporting period, a special inspection was conducted on items such as whether the VOC emission ports are operating normally, whether there are operation records, and whether activated carbon is replaced regularly, all of which met the relevant requirements.

Key Performance

The emission concentration of non-methane total hydrocarbons (NMTHC) fell by more than **30% YoY**

Wastewater Discharge Management

Canature's water supply mainly comes from municipal tap water, which is used for on-campus living and production. Production water is mainly used as circulating cooling water for injection molding machines and blow molding machines, as well as water for the water pressure testing process.

Wastewater mainly includes production wastewater and domestic sewage. Canature recycles production sewage without external discharge; domestic sewage is collected and treated by the enterprise's reclaimed water system. The water quality meets the limit requirements of the "Water Quality for Reuse of Urban Sewage - Water Quality for Landscape Environmental Use" (GB/T18921-2019) for ornamental landscape environmental water (river water). The treated effluent is reused in the on-campus landscape water body (river channel), which is not connected to external rivers.

Canature complies with relevant national and local standards, regularly tests the discharged water, and organizes professional third-party institutions to issue CMA-qualified test reports based on the test results.

Figure:: Factory Area River Landscape

Ammonia Nitrogen	Unit	2025
Five-Day Biochemical Oxygen Demand (BOD ₅)	mg/L	0.11
Chemical Oxygen Demand (COD)	mg/L	4.7
Petroleum (Petroleum Compounds)	mg/L	14
Total Phosphorus (TP)	mg/L	0.25
Total Nitrogen (TN)	mg/L	0.10
Residual Chlorine	mg/L	4.24
pH Value	mg/L	2.60
Ammonia Nitrogen	-	7.4



In the Canature Park, domestic sewage and directly dischargeable production wastewater are treated through on-site facilities and biological treatment methods, so as to meet the first, second and third-class water quality standards.

The third-class ecological water quality is used for seedling irrigation, vegetable and fruit planting, and circulating water for landscape fish ponds in the park; the second-class ecological water quality can be used for car washing, cleaning and other water needs; the first-class ecological water quality is used to protect the ecological landscape of the park.

Canature Park has achieved "zero discharge" of domestic sewage for many years, which will play a positive role in the environmental restoration of the natural world.

Case: Canature River Swimming Invitational Tournament

Since 2013, the annual river swimming invitational tournament has become a distinctive brand symbol of Canature. Runners can swim and compete in clear and safe natural river channels thanks to the self-developed river water purification system independently developed by Canature. By hosting the event, Canature advocates a healthy lifestyle as well as the sustainable development philosophy of harmonious coexistence between humanity and nature. The river renovation project has also served as a model demonstration for regional environmental improvement and governance.

Figure: The 13th Canature River Swimming Invitational Tournament



Greenhouse Gas Management

Adhering to the principles of green environmental protection, energy conservation and emission reduction, Canature manages carbon emission activities to reduce carbon abatement costs, control compliance risks in carbon trading, realize the value of carbon assets, and drive sustainable development.

An internal energy conservation and emission reduction leading group has been established to formulate low-carbon policies and strategic plans, guide and arrange low-carbon initiatives, and implement a sound assessment mechanism. The group oversees the supervision, inspection and evaluation of Canature's low-carbon work, and grants commendations and rewards to collectives and individuals with outstanding contributions to low-carbon development.

The main greenhouse gases emitted by Canature include carbon dioxide, methane and nitrous oxide. Direct greenhouse gas emissions are primarily generated from heating stoves, canteen cooking ranges, mold cleaning equipment and company vehicles, while indirect greenhouse gas emissions mainly stem from purchased electricity, which accounts for the largest proportion of Canature's total greenhouse gas emissions.

Key Performance Indicators: Greenhouse Gas	Unit	2025	2024
Greenhouse Gas Emissions tCO ₂	tCO ₂	6,855.31	6,141.94

Canature will continuously and strictly comply with relevant laws, regulations and other requirements, provide sufficient resources to achieve carbon neutrality, and commit to further advancing the implementation path of carbon neutrality in the future. It will reduce direct or indirect greenhouse gas emissions from the source, study the feasibility of CCUS (Carbon Capture, Utilization and Storage) in the factory, construct photovoltaic projects, and expand the application of new energy sources including photovoltaic and wind power. During the reporting period, the official commissioning and operation of the new production lines resulted in a YoY increase in the Company's greenhouse gas emissions.

Noise Management

Canature insists on implementing control from the source of noise generation, reducing noise production through equipment selection, process optimization and equipment operation and maintenance. In accordance with environmental management requirements, Canature entrusts a qualified third-party institution to monitor the factory boundary environmental noise every quarter. All 4 monitoring times in 2025 met the Class 3 standards specified in the "Emission Standard of Environmental Noise at Boundaries of Industrial Enterprises" (GB12348-2008).

Energy and Resource Management

The energy and resources used by Canature in the production and operation process are mainly natural gas, electrical energy and water resources. In terms of water resources, Canature has achieved zero discharge to the municipal sewage pipe network. Canature attaches great importance to the impact of climate change on its business and is committed to effectively addressing the challenges brought by climate change through refined energy management.

	Unit	2025	2024
Energy consumption per output value	tce per 10,000-yuan	0.066	0.060

Energy Management

Canature strictly complies with laws and regulations such as the "Energy Conservation Law of the People's Republic of China". In the production and operation process, it reduces energy consumption, improves energy utilization efficiency, and ultimately achieves systematic and refined management of energy. During the reporting period, Canature completed the supervision and audit of the ISO 50001 energy management system certification.

During the reporting period, Canature continuously iterated and developed an energy management platform to monitor energy consumption data throughout the manufacturing process. The management platform has the full collection function of energy data, which can collect all types of energy consumption data in real time and conduct in-depth analysis to accurately locate energy waste points and high-energy-consuming links. The platform realizes visualized management of energy

data, and achieves functions such as product unit consumption statistics, calculation and statistics of tons of standard coal per 10,000 yuan of output value, energy consumption analysis, carbon emission analysis, and abnormal energy consumption alarm for high-energy-consuming equipment and important stations, helping Canature save energy and reduce carbon emissions.

Figure: Develop and launch the energy management platform, and monitor energy consumption data throughout the whole manufacturing process in the park.



In addition, Canature has built a distributed photovoltaic system on the roof of the production building in the factory area. The grid-connection mode of the photovoltaic system is "self-consumption with surplus power fed into the grid", with a system capacity of 1.29MW.

Key Performance

During the reporting period, the consumption of renewable energy exceeded **1,290,000 kWh**.

In addition, in recent years, Canature has carried out a number of energy-saving technological transformations to improve energy use efficiency and reduce energy consumption, and has taken the following measures:

Figure: Self-built Rooftop PV Power Station Project



Figure: Tri-generation Unit Project



Rooftop Photovoltaic Power Station	The company has constructed a rooftop photovoltaic power station, with a total installed capacity reaching 1.29 MW by the end of the reporting period. During the reporting period, the station generated 1.291 million kWh of electricity.
Intelligent Phase-Control Energy Saving	By utilizing phase-control energy savers to block transient currents, surges, harmonics, and line noise interference, the power factor is improved and energy consumption is reduced. The achieved power-saving rate reaches 8.68%, resulting in annual electricity savings of 906,000 kWh and generating RMB 725,000 in economic benefits.
Waste Heat Recovery	The company recovers thermal energy from hot oil circuits through hot water recycling, achieving a recovery rate of up to 70% of the actual input shaft power. The estimated annual energy recovery is 284,000 kWh, contributing RMB 227,000 in economic benefits.
Upgrading to Variable-Frequency Air Compressors	The variable-frequency compressors, equipped with permanent magnet motor technology and intelligent frequency conversion systems, can adjust compressed air output according to actual demand. After the upgrade, energy savings of 20% to 40% are achieved.

Water Resource Management

As a water treatment manufacturing enterprise, Canature Health has profound industrial manufacturing heritage, as well as professional water treatment technology and experience. The park adopts a full water reuse system, where all domestic sewage within the entire industrial park is comprehensively treated through technical and biological treatment, using a combined treatment process of A/O activated sludge method and ecological wetland technology to meet different water quality standards. Canature cleverly combines the recycling of sewage treatment with the park's greening construction, reducing both purification costs and greening costs. After being purified by the park's system, the up-to-standard domestic sewage is recycled for the enterprise's daily water use, which reduces the enterprise's energy consumption costs. At the same time, it provides reclaimed water for the park's domestic water needs, such as roof water replenishment, sky vegetable garden irrigation, greening irrigation and road flushing, realizing the "self-production and self-sale" of domestic sewage. Canature's energy management platform has carried out monitoring and iterative upgrading by installing metering data tables for buildings and main water-using equipment. At the same time, it assists in analyzing abnormal water use based on daily water consumption, analyzes differences in water use loops, locates leakage areas, and provides timely reminders and feedback to facilitate maintenance personnel to carry out leakage repair work.

Key Performance

During the reporting period, the Shanghai site achieved **0** discharge into municipal sewage pipelines, The annual water conservation volume of the Shanghai Campus reached **1,800** tons.

Material Management

Canature strictly manages the incoming materials to prevent the purchase or use of raw materials containing harmful substances. Currently, the main raw materials used include ABS resin, polypropylene, RO membrane, etc. Canature conducts testing for harmful substances on product components, and the test results show that there are no harmful substances within the evaluation scope.

Based on the green, low-carbon and circular development strategy, Canature has been adhering to the development of green and environmentally friendly packaging design and cost reduction projects since 2022, which mainly focus on removing plastic from internal packaging materials, unifying product specifications, and recycling unqualified products as much as possible.

Elimination of Plastic in Internal Materials

Embracing the concept of environmental sustainability, the company has implemented plastic-free packaging by eliminating EPE, EPS, foam materials, plastic bags, and box laminations. These have been replaced with biodegradable paper-based packaging solutions.

Product Specification Simplification

Through standardization and specification consolidation, procurement costs have been reduced. The new product specifications are compatible with over 95% of similar complete products. This initiative has correspondingly enhanced production automation and improved first-pass yield rates in manufacturing processes.

While strengthening the efficiency of various resource utilization, Canature is also constantly exploring and practicing the circular economy model. Through the modification of ABS plastic materials, combined with technologies such as structural design and mold design, Canature achieves the texture effects of products such as metallic, pearlescent and textured textures. Compared with traditional processes such as chrome plating and painting, the spray-free material process is more environmentally friendly and low-carbon, which conforms to Canature's commitment to carbon neutrality and environmental protection advocacy, and significantly improves the competitiveness of products in the overseas market. At present, Canature's spray-free material technology not only achieves the special texture of products, but also is expected to create about 20% cost optimization for products.

Practice Green Operations

Build a "Zero-Carbon Factory"

On the path of green manufacturing and sustainable development, Canature, after being awarded the title of "National-Level Green Factory", successfully entered the list of 2025 Shanghai "Zero-Carbon Factories" announced by the Shanghai Municipal Commission of Economy and Informatization, achieving a leapfrog upgrade from "green" to "zero-carbon".

Taking key projects as the starting point, Canature builds an engine enterprise for high-quality development, focuses on promoting the coordinated efficiency of pollution reduction and carbon reduction through comprehensive solid waste utilization projects, and the large-scale development and construction of new energy projects, promotes the construction of zero-carbon factories, and drives the high-quality development of the green and low-carbon industry. Canature will adopt the following emission reduction strategies:

(1) Enhance Low-Carbon Awareness: Strengthen the awareness of green and low-carbon across the entire company through management measures, strengthen the green and low-carbon technological transformation of equipment, reasonably adjust the operation mode, and improve equipment efficiency; actively carry out energy conservation and emission reduction, and clean production, reduce energy consumption from the source, optimize the energy consumption structure, so that energy can be used efficiently and with high quality, while promoting the development of Canature's circular economy; further strengthen the purchase and use of environmentally friendly products and services, support the realization of efficiency in environmental, health and safety aspects, promote the implementation of green and low-carbon concepts within the factory from the source, and improve the construction of a green supply chain system.

(2) Strengthen Technological Innovation: Focus on energy-saving technological transformation projects, take improving energy utilization efficiency as the core, adhere to the combination of energy conservation and carbon reduction with system optimization, technological progress and strengthened management, and promote innovative and efficient new technologies and processes; further strengthen the maintenance of environmental protection facilities, reduce the consumption of production consumables, and strive to achieve centralized and unified factory energy supply within the planning period to reduce process losses; on the basis of the green

factory, continue to expand to the two levels of green products and green supply chains, so that Canature's green development concept runs through the whole process and promotes Canature's sustainable development.

The Company has long kept pace with industry trends and advanced toward green development and intelligent manufacturing. It has established an efficient, clean, low-carbon and circular green manufacturing system, embedding the philosophy of sustainable development throughout all operations.

Raw Material	Prioritizing energy and resource conservation, the Company has substantially increased the adoption of eco-friendly raw materials, continuously improved the utilization efficiency of equipment and materials, and reduced overall resource and energy consumption.
R&D	The Company focuses on the research, development and application of cutting-edge energy-saving technologies and eco-friendly new materials to enhance product energy efficiency.
Production	By adopting advanced production processes and highly automated equipment, the Company strengthens whole-process energy and resource management, and promotes pollution-free production. Plastic packaging is gradually phased out and replaced with recyclable paper materials. Through comprehensive green manufacturing practices, the Company has been awarded the national "Green Factory" title and Shanghai "Zero Carbon Factory" certification.
Product	Core products including whole-house water purifiers, whole-house water softeners and commercial water dispensers have obtained the "China Green Environmental Protection Product" certification.

Carry Out Green Office Work

Canature also advocates energy conservation and green office work among employees in daily office operations, and strengthens the publicity of energy conservation and environmental protection in office areas. In the employee handbook, Canature puts forward environmental protection expectations for employees: "Canature people take action; environmental protection starts with themselves", which helps form a good atmosphere of full participation, joint construction and shared benefits.

Promoting Paperless Office Practices	The company advocates for reduced paper consumption through double-sided printing/copying and repurposing discarded paper. Departmental paper usage is tracked in real-time to monitor resource allocation.
Developing an Eco-Conscious Workspace	Office areas utilize energy-efficient equipment with optimized natural lighting and ventilation. Air-purifying plants are strategically placed to improve indoor air quality while minimizing energy usage.
Enhanced Waste Recycling System	A comprehensive waste sorting program is implemented across offices, featuring clearly labeled recycling stations with regular maintenance. Professional waste management partners handle centralized collection and processing.
Resource Conservation Initiatives	Energy-saving measures include: Elevator signage encouraging stair use for ≤3 floor transitions, HVAC systems operated within optimal temperature ranges for heating/cooling efficiency

Figure: Canature builds a green office environment and posts energy-saving reminders beside light switches.



Cultivate Green Culture

Canature deeply roots "caring for nature" in its corporate culture, cultivates a vibrant green corporate culture, and integrates the awareness of green development into the values and behavioral norms of every employee, forming a good atmosphere of full participation and joint promotion. During the reporting period, Canature further enhanced the environmental protection awareness of all employees by posting environmental protection publicity posters in production and office areas and promoting environmental protection in work groups.

Enhancing Energy Conservation Awareness	Energy-saving and environmental protection promotional materials, including environmental policies and objectives, are displayed in office areas and factory premises.
Conducting Environmental Protection Training	Employees across all departments received five training sessions during the reporting period, covering topics such as energy conservation, water saving, and hazardous waste disposal.
Implementing Tree Planting and Greening Initiatives	The company actively carried out tree planting activities, adding approximately 2,200 square meters of green space within the industrial park during the reporting period.
Organizing Environmental Industrial Tours	The company hosted over 10,000 visitors during the reporting period, leveraging its resources to promote environmental education and raise awareness of sustainable practices.

Health-Centric Operations: Advancing Social Responsibility



Focusing on Innovation Momentum

R & D Innovation System

Canature has built a three-level R&D system: "Group R&D Center + Group Technology Department + Business Unit R&D Departments". In 2025, it further improved the R&D management process and deepened the application of the PLM system to realize digital management of the full life cycle of R&D projects.

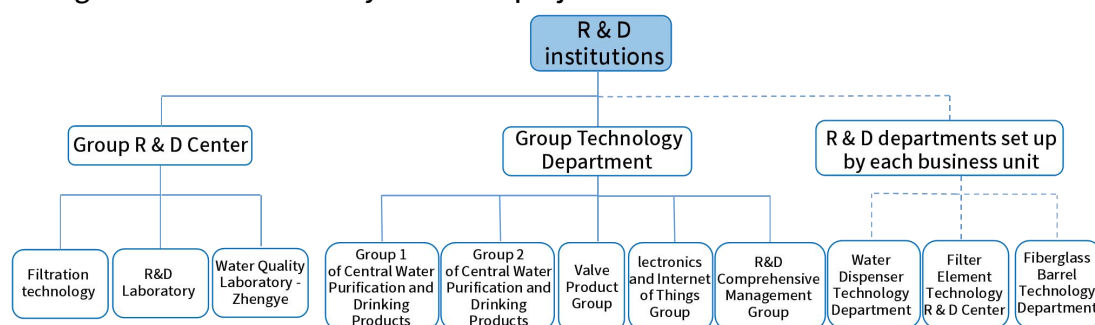


Figure: R & D institution structure

R&D Team and Achievements

Canature strives to build a professional and high-caliber R&D team, which serves as the core driving force for its long-term development.

In 2025, Canature had 187 R&D personnel, accounting for 12.3% of its total employees. It has formulated policies including the Special Incentive Measures for Project Achievement Transformation. The existing R&D system continuously meets customers' evolving product demands and comprehensively enhances the intelligence and digitalization of Canature's products.

With the full implementation of the PLM system, R&D has entered an all-round digital era.

By the end of 2025, Canature had obtained a total of 410 invention patents (including 50 in the cell technology sector), among which 57 invention patents were granted (including 6 in the cell technology sector). There were zero intellectual property – related disputes or lawsuits throughout the year.

Canature has maintained its qualifications as a National High-Tech Enterprise and a Shanghai Specialized, Sophisticated, Unique, and New Enterprise. The Canature Eco-Health Innovation Center continues to function as an open innovation center for large enterprises, and the Academician (Expert) Workstation operates efficiently, providing strong support for technological innovation.

Key Performance

During the reporting period, the total R&D investment was RMB **83.1370** million, accounting for **4.52%** of the operating revenue.

As of the end of 2025, there were **187** R&D personnel, accounting for **12.30%** of the total number of employees.

R & D Innovation Achievements

Thanks to its innovative design and outstanding product experience, Canature's high-end CS31 water softener won the 2025 German iF Design Award, and its countertop ice & sparkling water dispenser was awarded the 2026 German Design Award and Technology Breakthrough Award.



2025 German iF Design Award



2026 German Design Award

In recent years, driven by the dual engines of "design + technology", Canature's independently designed and innovative products have received numerous international and domestic design awards, including the International Design Excellence Award (IDEA), German iF Design Award, Red Dot Design Award, and China Red Star Award, earning continuous acclaim from customers.

These honors fully demonstrate that Canature's products not only feature excellent quality but also meet the stringent standards of the international design community, with outstanding performance in functionality, aesthetics, and innovation.

In terms of technological innovation, Canature has achieved breakthroughs in a number of core technologies. Its capabilities in complete machine integration and application technology, as well as the R&D and manufacturing of key components such as automatic multi-port control valves, composite pressure vessels, and membrane elements, continue to maintain a leading position in the industry's overall technical strength.

Thanks to sustained investment and innovation, Canature has been awarded 8 major

product design awards, achieving remarkable R&D and innovation results.

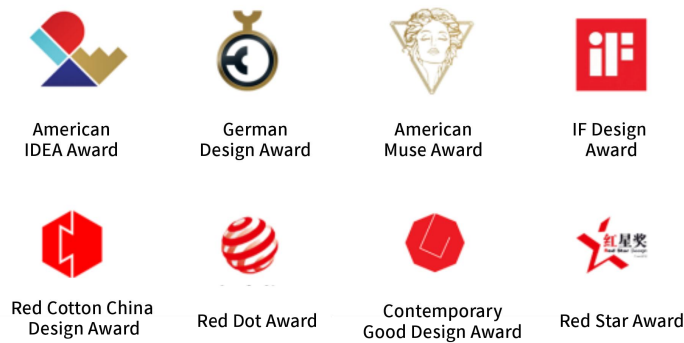


Figure: Eight product design awards won by Canature

In 2025, the Digital Employee Platform independently developed by Canature Group was officially put into operation. As a pioneer in digital transformation for the water treatment industry, this platform has not only achieved breakthroughs in cost reduction and efficiency improvement within Canature but also built reusable and scalable digital infrastructure centered on a modular technical architecture, providing the "Canature Solution" for the intelligent upgrading of the industry.

Targeting the long-standing pain point of isolated data systems across production, supply chain, finance, and other departments—as well as the inefficiency of manual data transfer across systems—the platform adopts an LLM-powered intelligent hub as its core. It has developed standardized API interfaces and pre-configured integration templates, successfully connecting core business systems including SRM (Supplier Relationship Management), OA (Office Automation), and CRM (Customer Relationship Management).



Figure: Overall Architecture of Canature Digital Employee Platform

Intellectual Property Protection

Over the years, to continuously enhance Canature's R&D and innovation capabilities and fully implement the protection of intellectual property (IP) rights, Canature Health has successively obtained a series of patented technologies and certifications, including invention patents, utility model patents, design patents, and software copyrights. Canature has integrated its intellectual property management system into all aspects of operations, including production, sales, procurement, and personnel management, and strictly implements IP management system standards to establish a standard-oriented management model.

Canature has put in place an effective intellectual property protection system in accordance with GB/T 29490 (Intellectual Property Management System). This system aims to strengthen employees' awareness of innovation, improve Canature's IP management capabilities, mitigate IP-related risks, and support Canature's sustained and steady development.

Collaborating with the Industry for Progress

Canature fully leverages its roles in leading, driving, demonstrating, upgrading and transforming achievements. It actively participates in various industry events, engages in in-depth exchanges and discussions with experts from multiple parties, shares practical experience and development outcomes, and promotes the sustainable development of the industry.

Canature actively takes part in international exchanges and industry activities. In 2025, it attended the 17th Shanghai International Water Exhibition and the 9th Guangdong International Water Exhibition, among others, where it demonstrated its technological and product strengths and discussed industry development trends.

As an industry benchmark enterprise, Canature actively participates in formulating industry standards. It has participated in the drafting of a number of industry standards, including Technical Requirements for Intelligent Control of Household and Similar Water Purifiers, promoting technological progress and standardized development of the industry.

International Exchanges and Exhibitions

Canature actively participates in international exchanges and exhibitions to showcase its profound technological and product capabilities, and jointly explores the development and industry trends of the water purification industry.

In June 2025, Canature was invited to the WOD Manufacturing Digital Expo. Under the

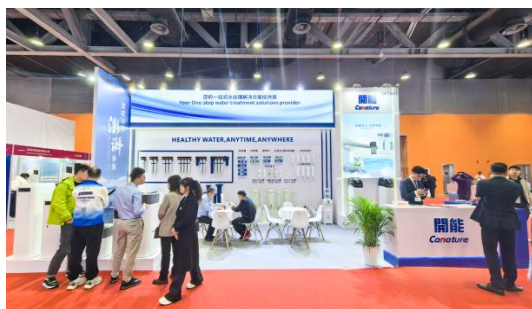
theme of "Digital Intelligence Breakthrough, Ecological Symbiosis", it comprehensively presented its transformation achievements from traditional manufacturing to a national-level intelligent factory, as well as its green development performance. During the exhibition, Canature was awarded the Digital Benchmark Award, highlighting its industry benchmark status in digitalization, intelligent upgrading, and green development.



2025 Manufacturing Digital Expo



Canature Health Awarded the "Digital Benchmark Award"



9th Guangdong International Water Exhibition



17th Shanghai International Water Exhibition

Industry Standard Establishment

As one of the drafting entities for the national standard Limit Values and Water Efficiency Grades for Water Purifiers, Canature has actively participated in the formulation of industry standards and promoted innovation in water-saving technologies.

Canature co-drafted the standard T/STIC 110099-2025 Grading Standard for Household and Similar Water Softeners, which has raised the limits for regeneration salt consumption and regeneration water consumption rate and improved relevant testing methods. This has greatly propelled the entire industry toward energy conservation, environmental protection, and lower resource consumption.

In 2025, the group standard Healthy Drinking Water Quality, jointly compiled by Canature and Tsinghua University, was officially released, providing an important basis

for the standardized development of China's healthy drinking water industry. As an established enterprise in the domestic water treatment sector, Canature was invited to participate in the formulation and release of this standard. Leveraging its profound expertise in R&D, product innovation, and standardization, Canature has injected strong impetus into the high-quality development of the industry.

In total, Canature has participated in the formulation of more than 30 national, industrial, and group standards. They include Limit Values and Water Efficiency Grades for Water Purifiers, Household and Similar Water Treatment Equipment, Household and Similar Drinking Water Treatment Filters, Grading Standard for Household and Similar Water Softeners, and Grading Standard for Reverse Osmosis Water Purifiers, among others.



Figure: Honor of Group Standard

Key Performance

Up to now, Canature has a cumulative of **410** patents and has won **8** product design awards.

As of the end of 2025, there were **0** intellectual property dispute litigations, and **4** international exchange and exhibition activities were carried out

The Foundation of Quality

Canature has always regarded product quality as the core of corporate development and established a systematic quality management system. Through full-process digital management, internationally authoritative certifications, innovative R&D investment, and strict supply chain control, it has built an industry-leading quality control system to ensure product safety and reliability, and continues to lead the high-standard development of the residential water treatment industry.

Quality Management

Canature has established a complete and mature product quality management system and process system. In 2025, it further optimized the Digital Quality Management

System (D-QMS), which is deeply integrated with eight major systems including PLM, MES, and SRM, realizing real-time sharing and in-depth analysis of quality data. Through Statistical Process Control (SPC) — for example, the system can monitor key parameters of RO reverse osmosis water purifiers in real time to ensure water production efficiency — and a big data platform, Canature accurately identifies quality risks and drives scientific quality decision-making. The annual product qualification rate reached 100%.

In 2025, at the Pudong New Area Quality Month Achievement Release and Quality Experience Sharing Exchange with the theme of "Strengthening Comprehensive Quality Management and Promoting the Construction of a Strong Quality District", Canature won two honors in one fell swoop: the 2024–2025 Shanghai Brand Certification and the Key Product Quality Breakthrough Project Achievement, relying on its outstanding practices and innovative breakthroughs in the quality field.



Figure: 2024–2025 "Shanghai Brand Certification" and "Key Product Quality Breakthrough Project Achievement"

Adhering to the principle of continuous improvement, the quality methodology covering all employees, all aspects and all elements has been further integrated into daily management practices during the company's rapid development, empowering the achievement of excellent quality and brand reputation.

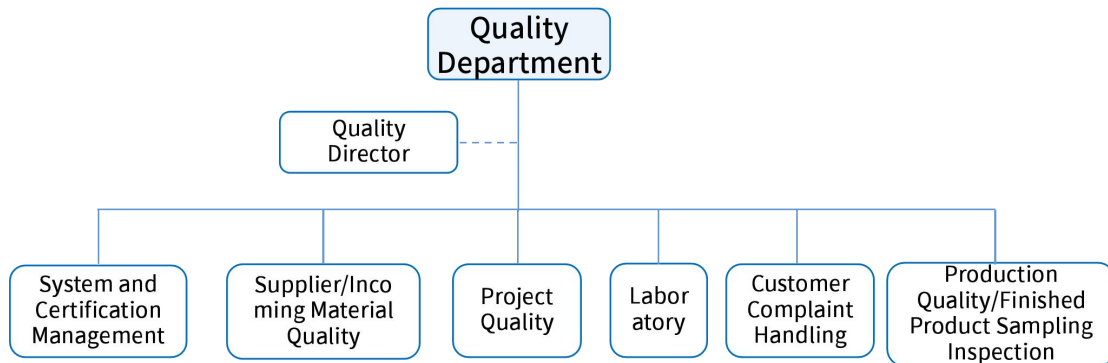


Figure: the quality management system structure

Full-Life-Cycle Digital Quality Management

Canature is equipped with a professional water quality testing laboratory and automated production lines. All core products have passed authoritative international certifications, including U.S. NSF, German TÜV, EU CE, and RoHS.

In 2025, Canature received a total of 329 product certification applications and completed 221 certifications for the year, with an on-time completion rate of 100%, demonstrating highly efficient compliance and delivery capabilities.

Canature's products fully cover 8 major categories and 21 subdivided certifications, ensuring compliance with standards in multiple markets worldwide. These include:

NSF (U.S.): 9 certifications

CE (EU): 7 certifications

TÜV (Germany) / CCC: 15 certifications

Water Efficiency Certification: 13 certifications

REACH / RoHS compliance, and more.

Key Performance

As of the end of 2025, Canature had obtained **21** product certifications and **601** product certification certificates/reports

International Certifications and High-Standard Testing

First-class products come from first-class quality management. To enhance employee competence, improve product quality, and better serve business needs, Canature has held multiple quality-themed workshops to continuously upgrade product quality and customer satisfaction.

Under the implementation strategy of the Canature Digital Quality Management System (D-QMS), Canature adopts a unified planning and phased five-stage strategy:

Group Planning → Pilot Project → Subsidiary Promotion → Group-wide Integration → Excellent Quality.

This strategy achieves full collaborative governance between the Group and its subsidiaries, providing a solid digital technology foundation for certification and compliance.



Figure: the digital quality management system
D-QMS



Figure: quality-themed sharing sessions

Quality Management System

Canature has always taken the quality management system as the cornerstone of its development, striving to create a healthy life for global users with high-quality products and services.

Canature currently operates eight well-established management systems, all certified by authoritative domestic and international institutions:

ISO 9001 Quality Management System

ISO 14001 Environmental Management System

ISO 45001 Occupational Health and Safety Management System

amfori BSCI Social Compliance Management System

GB/T 29490 Intellectual Property Management System

GB/T 23001 Integration of Informatization and Industrialization Management System

ISO 50001 Energy Management System

ISO 27001 Information Security Management System

The diversification and effective operation of these systems provide a solid guarantee for Canature's high-quality development. They also help cultivate interdisciplinary talents, greatly reduce corporate management costs, and improve the operational efficiency and management level of the management systems.

Canature Health has also actively explored and applied technologies such as IoT and visual inspection to enhance product quality and build a full lifecycle service management system for products.

After years of intensive efforts in intelligent manufacturing, Canature Health has continuously consolidated its foundation in smart and green manufacturing, forming a strong industrial demonstration effect. It has been successively awarded many honors, including National Green Factory, Shanghai Intelligent Factory, and National Demonstrative Enterprise of Service-Oriented Manufacturing.

In 2025, Canature was selected into the first batch of national Outstanding-level Intelligent Factories, and also won honors such as Shanghai Manufacturing Single Champion, Shanghai Brand Certification, and Key Product Quality Breakthrough Project Achievements.

Key Performance

In 2025, Canature passed the supervision and review of 8 management systems, and the "AI-Model-Driven Intelligent Factory for Water Purification Equipment" project was successfully selected for the list of the first batch of excellent-level intelligent factory projects in China

Sustainable Supply Chain

Supplier Access and Management

Canature standardizes supplier access and daily management through the Procurement Management Procedure and has established a scientific supplier ESG evaluation system that incorporates indicators such as environmental compliance, social responsibility, and quality management.

In 2025, Canature conducted special ESG evaluations on Class A and Class B suppliers, achieving a 100% evaluation coverage. Suppliers failing the evaluation were promptly removed to continuously optimize the supply chain structure.

Canature maintains supplier files and conducts comprehensive reviews based on overall capability, quality management system, R&D and design capacity, and other dimensions. It prioritizes cooperation with Level-I suppliers to ensure the sustainability of the supply chain.

Supply Chain Security Assurance

To further enhance supplier management, optimize procurement processes, improve procurement decision-making, strengthen supply chain collaboration, and reduce procurement costs and risks, Canature has partnered with professional institutions to build a Supplier Relationship Management (SRM) system. Canature helps suppliers master the SRM system to facilitate better cooperation.

Canature continuously optimizes the SRM system to digitalize and transparentize the procurement process, improving procurement efficiency and supply chain synergy. In 2025, it launched supplier training programs covering quality standards, environmental requirements, and compliance management, which reached all key suppliers and

continuously enhanced their sustainable development capabilities.

A supply chain risk early warning mechanism has been established to monitor the supply of key raw materials in real time, ensuring a safe and stable supply chain.

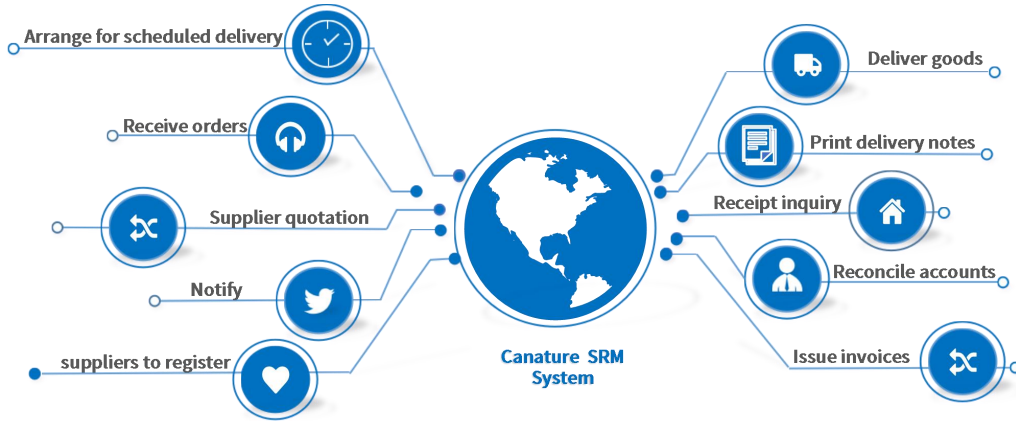


Figure: Canature SRM (Supplier Relationship Management) System

Anti-Corruption and Anti-Bribery

Canature strictly complies with national and local laws and regulations, including the Anti-Monopoly Law of the People's Republic of China and the Anti-Unfair Competition Law of the People's Republic of China. It has formulated the Anti-Corruption and Anti-Commercial Bribery Policy applicable to customers, suppliers and other business partners. By improving the internal audit and supervision system and strengthening inspection efforts, Canature comprehensively prevents, eliminates and cracks down on irregular and illegal practices.

Canature attaches great importance to anti-monopoly and anti-unfair competition management, and integrates compliance concepts into daily operations and employee competency development. In 2025, Canature organized 2 targeted special compliance training sessions, covering a total of 53 employees in core positions such as procurement, sales and legal affairs, so as to systematically strengthen compliance risk prevention capabilities for key roles.

The training on Contract Template Analysis and Q&A focused on the full process of business cooperation, highlighting anti-monopoly risks in contract clauses and corresponding avoidance measures, helping 41 participants accurately identify hidden compliance hazards in commercial cooperation.

The training on Labor Practice Case Analysis and Risk Management centered on core anti-unfair competition topics including trade secret protection and non-compete obligations. Through real case reviews and practical guidance, it enhanced the

compliance awareness and risk response capabilities of 12 relevant staff members. These training activities have effectively consolidated the institutional foundation for fair competition, strengthened Canature's ability to withstand compliance risks in market operations, and demonstrated its firm commitment to upholding business ethics and implementing compliant governance.



Figure: Contract Template Analysis and Q&A

Key Performance

As of the end of 2025, Canature had a total of **336** suppliers. During the reporting period, **7** new suppliers were added, and the signing rate of supplier integrity agreements was **100%**

The Beauty of Health

Service System

Guided by the tenet of "customer demand orientation and customer satisfaction priority", Canature has refined a complete set of customer service management regulations, including the Customer Product Quality Feedback Management Procedure and After-sales Service Management Procedure. A digital smart service platform has been built to deliver comprehensive, high-quality and systematic services to customers.

In 2025, Canature further streamlined service workflows and shortened response lead time, achieving an overall customer service satisfaction score of 95.

Meeting Demand Guarantee

In response to diverse customer groups and application scenarios, Canature has developed a diversified product portfolio, covering a full spectrum of offerings including pre-filters, whole-house water purification systems, whole-house water softening systems, end-point water purifiers and commercial water dispensers.

In 2025, Canature continued to launch intelligent IoT-enabled water purifier series, equipped with real-time water quality monitoring, filter cartridge life reminder, remote control and other smart functions, to fully meet customers' growing demands for intelligent water treatment experiences.



Pre-filter



Whole House Water Purification Platform



Whole House Water Softening Platform



Terminal Water Purifier



Commercial Water Dispenser



Core Components

Boasting outstanding one-stop water treatment solution capabilities, Canature Health has gained extensive social recognition for its innovative achievements in producer services. Canature was successfully listed on the SFEO Producer Services Brand Value Ranking during the "China Brand Night" event of the 10th China Brand Economy (Shanghai) Forum.

Supported by technological strengths in energy conservation and consumption reduction, Canature's products have been widely applied in national key projects such as the Beijing Olympic Games, 301 Hospital and Shanghai World Expo. Meanwhile, it serves as a major supplier of public direct drinking water equipment for many well-known tourist attractions in Shanghai.

Canature's self-owned brands including Canature and Bentai enjoy an excellent reputation in China's residential end-user water treatment market. In the North

American market, its Canadian subsidiary's brands such as Novo, Hydrotech and Rainfresh also maintain strong market credibility.

According to statistics released by the Shanghai Household Electrical Appliance Industry Association, the market share of Canature's whole-house water purifiers and whole-house water softeners in Shanghai has exceeded 35% for consecutive years, ranking first in the regional market on a sustained basis.

After-Sales Service

Canature Health firmly believes that the importance of customer service to the enterprise cannot be ignored. To ensure timely response to customer complaints, Canature has formulated standardized service processes such as the Customer Product Quality Information Feedback Management Procedure, After-sales Service Management Procedure, and Customer Satisfaction Measurement and Monitoring Management Procedure, continuously optimizing service quality.

Canature improves customer satisfaction, loyalty and reputation through customer satisfaction management, after-sales service management and customer complaint management, so as to achieve sustained business growth and development of Canature. Customers can provide feedback and communicate through various communication methods such as telephone, email, WeChat and QQ. Canature classifies complaints according to their source, target content, importance and urgency, and formulates corresponding processing timeframes.

To better address customers' after-sales demands, Canature currently has 5 DSR service stations, equipped with a real-time monitoring system for service vehicles, which realizes full-process tracking of service orders, rapid response to customer demands, and continuous improvement of service efficiency and customer complaint handling satisfaction.



Figure: DSR service station

Customer Privacy Protection

Canature strictly abides by the Personal Information Protection Law of the People's Republic of China and has established a customer data security management system to standardize the collection, storage, use and transmission of customer data.

All data involving customer privacy is encrypted, and data access permissions are strictly restricted. Employees are required to obtain approval and complete filing before accessing customer-related data. During the reporting period, no customer privacy leakage incident occurred, effectively safeguarding customer data security and personal information rights and interests.

Key Performance

As of the end of 2025, Canature had **5** DSR service stations, and there were **0** cases of illegal leakage of customer information.

Customer Satisfaction Management

Canature Health has formulated the 《Procedure for the Measurement and Monitoring of Customer Satisfaction》, regularly conducting customer satisfaction surveys to extensively collect customers' scores and suggestions in aspects such as quality, delivery, service, price, and flexibility.

In 2025, the customer satisfaction for international business reached 89.07 points, an increase of 2.01 points compared with 2024; the customer satisfaction for ODM business reached 92.6 points, maintaining a steady and positive trend.

For the problems identified in the surveys, Canature has established a rectification ledger to promote the continuous optimization of products and services.

Key Performance

During the reporting period, the customer complaint resolution rate was **100%**, and the customer satisfaction score (on a 100-point scale) was **92.6**

People-Oriented Approach

Employee Employment and Recruitment

Canature strictly complies with relevant laws and regulations such as the Labor Law of the People's Republic of China, the Labor Contract Law of the People's Republic of China, and the Social Insurance Law of the People's Republic of China, and establishes a legal employment relationship with its employees. It strictly abides by laws and regulations including the Trade Union Law of the People's Republic of China, the Law of the People's Republic of China on the Protection of Women's Rights and Interests, and the Regulations on the Prohibition of Child Labor, protects employees' legitimate rights and interests to freely participate in legal organizations and associations, firmly prohibits the use of child labor and forced labor, and does not discriminate against employees on the grounds of gender, age, height, appearance, religious belief, etc.

Canature adheres to the principles of openness, fairness, merit-based selection and suitability, and standardizes the personnel recruitment process and improves the talent selection mechanism in accordance with the provisions of the Employee Handbook and other regulations formulated by Canature to meet the needs of Canature's sustainable and rapid development.

Canature adopts diversified recruitment methods, including conducting lectures and double-selection meetings in universities to fully absorb campus talents, combining online channels such as recruitment websites and social media, as well as offline channels such as on-site recruitment fairs, to ensure the comprehensiveness of talent recruitment. In 2025, Canature participated in 2 offline recruitment fairs and recruited 66 talents of various types.

Key Performance

As of the end of 2025, Canature had a total of **1,510** employees. During the reporting period, **2** offline recruitment events were carried out, and **66** people were recruited (excluding the North American region).

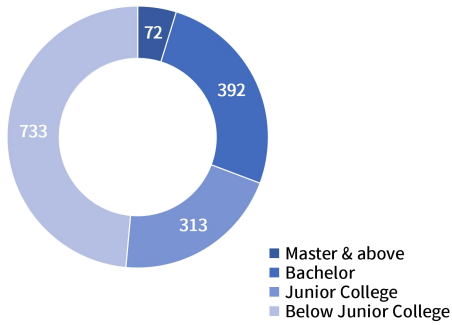


Figure: Employees' Educational Attainment Distribution

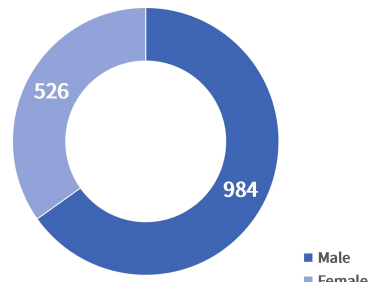


Figure: Employees' Gender Ratio

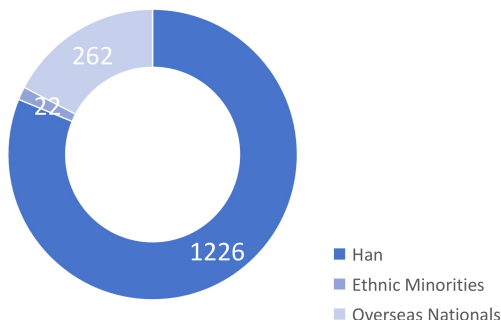


Figure: Employees' Ethnicity Distribution

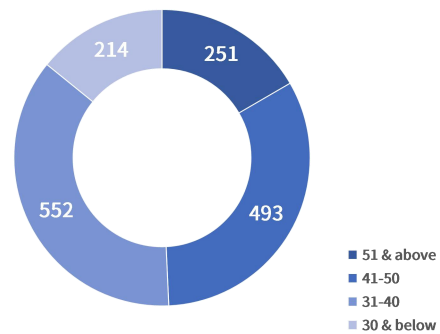


Figure: Employees' Age Distribution

Employee Remuneration

Employee Remuneration

Canature provides employees with competitive salaries. The salary is determined comprehensively based on factors such as job responsibilities, skills, work experience, and personal qualifications, which is not lower than the local minimum wage standard and paid in full and on time every month. According to the salary market situation, operating performance and employees' performance, Canature optimizes the salary system in a timely manner to maintain its competitiveness in the salary market.

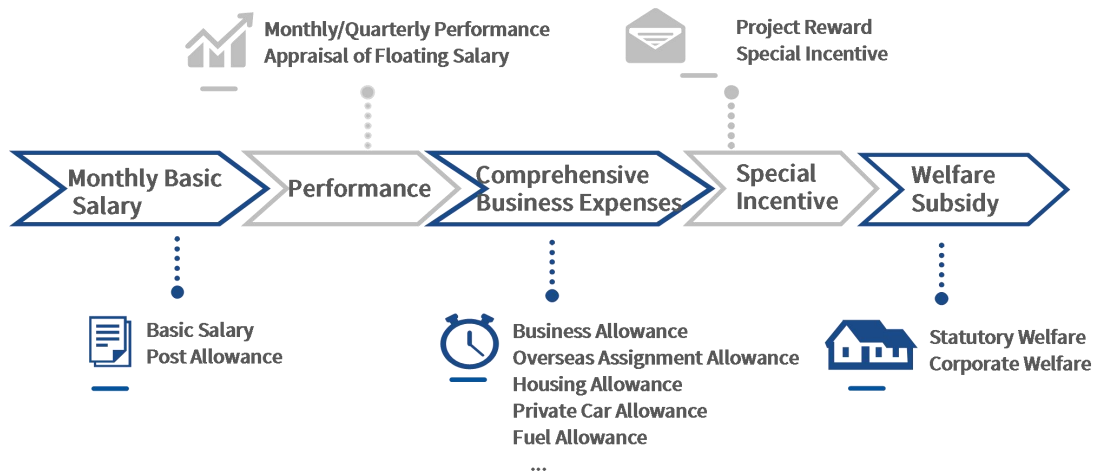


Figure: Composition of Employee Remuneration

Employee Benefits

In accordance with national legal requirements, Canature provides employees with statutory benefits such as five social insurance and one housing fund, paid leave, and meal subsidies, and offers dormitories for some employees. It is equipped with leisure and activity facilities including basketball courts, gymnasiums, libraries, coffee bars, and trade union rest areas. Canature regularly organizes employee cultural activities such as swimming competitions, fun sports meets, basketball games, June 1st parent-child activities, Christmas parties, and Family Day. It continuously improves the construction of welfare facilities, distributes consolation gifts to all female employees and holds themed activities on International Women's Day, constantly enhancing employees' sense of belonging and happiness.

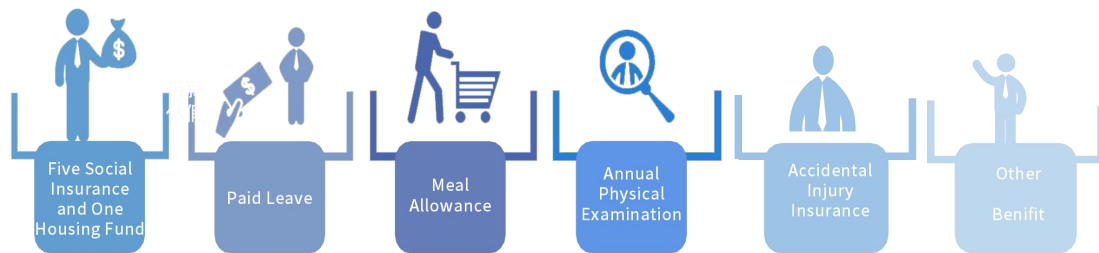


Figure: Employee Benefits

Employee Care

Canature upholds a "people-oriented" corporate culture, deepens the care for employees in a multi-dimensional and all-round way, and is committed to creating a

warm and harmonious working environment for employees. It respects employees' wishes, and employees are free to choose to join the trade union. A staff appeal feedback mechanism has been established to collect and respond to employees' demands through trade union forums, suggestion boxes, online surveys and other channels. Focusing on employees' physical and mental health, Canature organizes physical examinations for all employees, with full coverage of physical examinations for special positions in accordance with regulations; it also carries out mental health lectures and counseling services to effectively protect employees' physical and mental health.

Canature advocates a balanced and efficient work philosophy, safeguards employees' rights and interests in rest and vacation, and protects their health and well-being. In 2025, the average monthly working hours per employee at Canature's headquarters was 176.28 hours, a decrease of 4.85 hours compared with the previous year. In 2025, Canature conducted an employee satisfaction survey, with an average satisfaction score of 4.35 (on a 5-point scale), covering aspects such as work, direct supervisors, salary and welfare, teamwork, and working environment.

At the same time, Canature pays attention to the care of female employees. Female employees are entitled to paid leave in accordance with relevant regulations, including prenatal check-up leave, maternity leave, breastfeeding leave and Women's Day leave, and there is 1 mother-and-baby room; during the 2025 Women's Day activities, gifts were distributed to all female employees in the park and themed activities were held. Meanwhile, Canature attaches importance to the career development of female employees, and the proportion of women holding senior leadership positions currently stands at 25%.



Figure: Rest Area of the Labor Union



Can Apace



Figure: Canature Coffee Bar



Figure: activities of Goddesses' Day



The 13th Canature Riverside Swimming Invitational Tournament



2025 Canature Group Hiking Action Leadership

Key Performance

By the end of 2025, Canature had set up **1** mother-and-baby room. Female senior leaders accounted for approximately **25%** of the total number of senior leaders. The labor union had a total of **528** employees, and the proportion of union employees to the total number of people in the park was **58%**.

Employee Development and Training

Canature adheres to the corporate values of honesty, harmony, diligence and dedication in selecting and cultivating its employee team, and provides employees with a dual promotion channel of "management + technology". Within three years, 70% of managers and backbones have undergone job adjustments or job redesign, and 70-80% of the management team members are recruited through internal competition. In 2025, 17 people were promoted and 24 people were transferred at the headquarters park.



Figure: Canature's Career Development Path

The year 2025 marks the second year of Canature's online learning platform operation. Canature has continuously optimized the Beisen Online Learning Platform, adding 102 new online courses, bringing the total number of courses to 269. The platform has recorded a cumulative learning volume of 3,055 person-times, with a total learning duration of 2,890.77 hours and an average learning duration of 4.04 hours per person. A full-coverage and differentiated training system has been established: 45 new employee training sessions, more than 300 professional skills training sessions, and 30 leadership training sessions have been carried out, covering a total of 14,688 person-times. The core management team has been specially selected to participate in high-end training programs such as those offered by China Europe International Business School (CEIBS) and Shanghai Jiao Tong University's MBA program. Canature fully funds technical and business personnel to complete the PMI Project Management Professional Certification, systematically enhancing employees' professional capabilities and management levels.

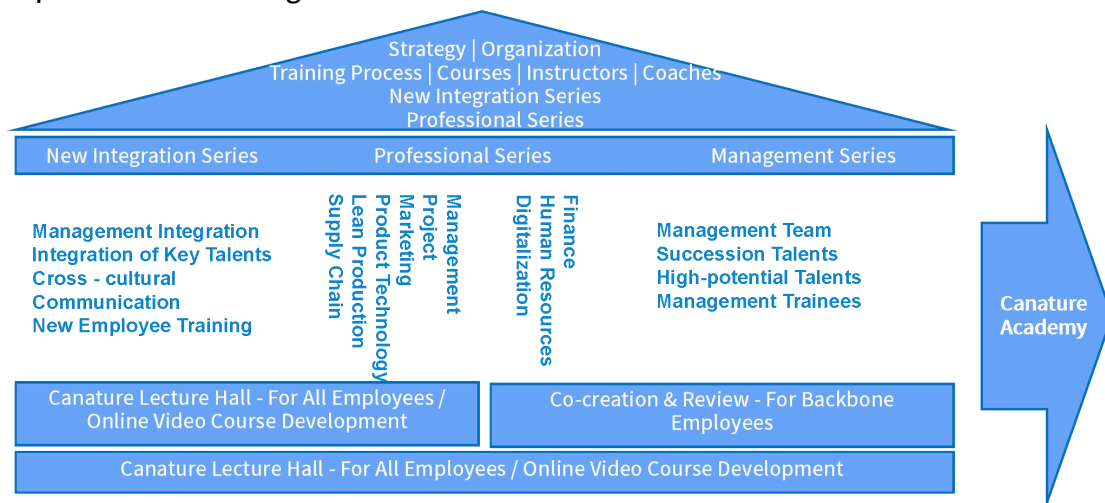


Figure: Canature Beisen Learning Platform

At the same time, Canature actively implements a localization strategy. Centering on China's laws and regulations, national standards and traditional cultural characteristics, it has organized a total of 9 localized training courses, covering 152 employees. The key courses include regulatory training such as "Interpretation of the Revision of New National Standards" and "Special Topic on Product Compliance and Approval Documents", as well as cultural integration activities such as "Tea Art Mini-Class", "Watercolor Art Appreciation Experience Class" and "Grassroots Cultural and Tourism Public Services". Through systematic learning and experience, it helps employees

deeply understand local policy norms and cultural connotations, effectively enhancing the team's cultural adaptability and compliance awareness, and reflecting Canature's respect for and integration with the cultural characteristics of the location.



Interpretation of the Revision of the New National Standard



Special Topic on Product Compliance & Product Approval Documents



Watercolor Art Appreciation Experience



Grassroots Culture and Tourism Public Services

Canature has established a full-coverage and differentiated training system, including compulsory courses such as production skills and safety education, as well as optional courses such as leadership training to broaden employees' horizons. With diverse participation methods including competitions, written tests, workshops, summary defenses and on-site practical operations, Canature helps employees improve themselves in multiple dimensions. Over the past three years, Canature has systematically promoted organizational transformation and leadership development projects. Through hierarchical implementation of middle and senior management training programs at CEIBS (China Europe International Business School), combined with diversified training forms such as themed workshops and outdoor development activities, it has cumulatively empowered more than 200 employees to complete the construction of the leadership development system.



Lean Digital Factory



Supply Chain & Procurement Cost Reduction



Flexible Planning & Material Control



Mixed-Line Standard Operation

Project	Indicator	Project	Indicator
Formal Lecturer	38	Number of New Employee Training Sessions of the Group/Times	25
Authorized Lecturer/Person	164	Number of Participants in Themed Events/Person-Times	259
Cumulative Number of Lectures/Times	876	Number of New Learning Plans/Items	43
Lecturer Teaching Satisfaction/Points (10-point Scale)	9.46	Cumulative Arranged Learning/Person-Times	119
Number of Completed Learning Participants/Person-Times	102	Number of Participants Who Completed Learning Goals/Person-Times	99
Number of Completed Learning Total Number of Course Learners/Person-Times	2,739	On-time Completion Rate/%	83
	3,055	Number of New Training Programs/Items	422
Total Learning Duration/h	2,890.77	Total Duration of Cumulative Face-to-Face Courses/h	2,433.08
Average Learning Duration per Person/h	4.04	Number of People Covered by Training/Person-Times	5,939

Every year, Canature specially selects the core management team of the business line to participate in training programs such as those offered by China Europe International Business School (CEIBS) and Shanghai Jiao Tong University's MBA program. Meanwhile, it establishes an internal knowledge feedback mechanism to systematically transform cutting-edge management theories and benchmark cases, and promotes the precipitation and practical application of organizational knowledge through diversified approaches such as departmental seminars.

In terms of the development of professional and technical talents, Canature fully funds technical and business personnel to complete the international certification of PMI project management, so as to systematically improve their management capabilities.

Employee Protection

Employee Protection

Employees are the driving force behind Canature's continuous development. We are obligated to ensure the safety of employees, actively take measures to reduce accident risks, and guarantee a safe working environment. To this end, we start from aspects such as production safety, physical examinations and insurance, provision of a safe working environment, and occupational disease prevention, to protect the health and safety of employees.

Safety Assurance

Canature attaches great importance to work safety, sets up special management institutions and personnel, formulates various safety systems such as the "Production Target Management System" and "Work Safety Responsibility System", and regularly conducts work safety hazard inspections and fire drills. In 2025, the investment in work safety reached 846,800 yuan, with complete labor protection supplies provided, including dust-proof glasses, earplugs, masks, labor protection shoes, etc., for production workers; a third-party institution was hired to detect occupational disease hazards in the workplace, and all relevant test results met safety requirements.

Canature has formulated various safety emergency plans, including special emergency plans for chemical accidents and fire accidents. In 2025, it organized 1 chemical emergency drill, 1 mechanical injury emergency drill, 1 fire drill, and 1 confined space drill, with participants covering almost the entire park; it regularly updates data and enters relevant records on the intelligent work safety management platform, establishes a risk database, and effectively prevents work safety risks.

Key Performance

As of 2025, Canature has a total of **45** safety management systems and **2** full-time occupational health management personnel.

During the reporting period, Canature carried out **4** fire drills, **32** safety education and training sessions, conducted inspections for **141** potential safety hazards, and invested a total of RMB **84.68** million in safety.

All departments of Canature have formulated decomposition plans for work safety goals and indicators, and all links including decomposition, implementation and

assessment have been effectively implemented. At the same time, Canature adheres to the national safety policy of "safety first, prevention first, and comprehensive management", formulates a medium and long-term work safety plan for the enterprise, takes people as the core, and further improves various specific work of safety standardization. The completion of work safety in 2025 and the work safety management goals in 2025 are as follows:

Indicator	Unit	Completion Status of Work Safety in 2025	Work Safety Indicator in 2025
Major Safety Accidents	Times	0	0
Occurrences of Occupational Diseases	Times	0	0
Fire and Explosion Accidents	Times	0	0
Major Equipment Accidents	Times	0	1
Minor Injury Accidents	Times	5	<5
Rate of Special Type Workers Working with Valid Certificates	%	100	100
Inspection Rate of Special Equipment	%	100	100
Rectification Rate of Potential Hazards	%	100	100
Rate of Safety Education	%	100	100
Signing Rate of Safety Liability	%	100	100

Canature provides occupational disease health check-ups for all front-line employees, with 100% coverage for special positions. In addition, according to the exposure of employees to occupational hazard factors in their work positions, Canature provides them with special inspection items.

Key Performance

During the reporting period, Canature carried out occupational disease physical examinations for **118** person-times, with a special inspection cost of RMB **33,500** invested.

Safety Training

Canature has established a comprehensive safety training system, with different training courses designed for new employees, special groups and workers, including special equipment operation training, occupational health training, work safety training, and operating procedure training. The training levels cover company-level,

department-level, workshop-level, and team-level. To improve employees' safety awareness and safe operation capabilities, enhance their sense of responsibility for work safety, and achieve work safety goals, in addition to safety training and setting up safety columns, Canature also conducts publicity through various forms such as multimedia demonstrations and drills to effectively improve employees' safety awareness and quality.

Canature has formulated multiple comprehensive and special emergency plans. In 2025, Canature added the "Production Safety Accident Emergency Plan" and organized one chemical emergency drill, one mechanical injury accident emergency drill, one fire drill, and one confined space drill respectively. Through various forms such as multimedia demonstrations, drills, and safety columns, Canature conducts publicity to effectively improve employees' safety awareness and quality.



Figure: Drills for Mechanical Injury and Electric Shock Accidents Management



Figure: Drills for Hazardous Chemicals Leakage



Figure: Fire Emergency Evacuation, Fire Extinguishing and Rescue Drills

Key Performance

By the end of 2025, Canature had **5** comprehensive and special emergency response plans.

During the reporting period, Canature carried out **32** safety education and training sessions, with approximately **1243** people participating in the safety training.

Social Responsibility

While pursuing self-development, Canature actively fulfills social responsibilities by engaging in public welfare donations and sponsorships. It fully advances rural revitalization, assists vulnerable social groups, responds to social needs, continuously spreads warmth, and contributes to building a harmonious society.

Through the Jianguo Foundation founded by Chairman Qu Jianguo, the cumulative total donations (including supplies) made by the Company exceeded 500 million yuan as of the end of December 2025. The Canature Trade Union Committee has organized multiple fundraising campaigns for employees suffering from severe illnesses and accidental injuries. Meanwhile, Canature employees actively participate in social donation initiatives, including voluntary blood donation, monetary and in-kind donations, and other public welfare activities.

Under the leadership of Chairman Qu Jianguo, Canature Health adheres to four key focus areas: inclusive health services, student aid and elderly care support, rural revitalization, and ecological environmental protection. It has established a long-term public welfare mechanism featuring the integrated model of enterprise + foundation + charitable trust. The Group gives back to society with professional capabilities. In addition, through the Xingye Jianguo Health Charitable Trust, equity dividend proceeds form a stable public welfare fund pool to ensure the sustainable operation of public welfare programs.

Charity and Public Welfare

Relying on the Jianguo Foundation, the Company has launched a series of public welfare initiatives focusing on elderly support, student assistance, poverty alleviation, paired assistance and health services, spreading warmth through concrete actions.

Canature Trade Union Committee has organized multiple fundraising drives for employees stricken by serious illnesses and accidental injuries. Canature staff actively take part in social donations, voluntary blood donation, cash and material donations, and other public welfare activities. In July 2025, the Company revised its ESG Management System, incorporating social responsibility into the ESG governance framework. It implements full-process management under the overall coordination of the Board of Directors, execution by the Foundation, and supervision through audit and inspection. All public welfare projects are standardized, transparent and delivered in a closed-loop manner, enabling the Company to continuously give back to society with a strong sense of responsibility.

Assist in the development of education and employment

Leveraging campus water purification, research and study practice, aesthetic education volunteer teaching and other initiatives, the Company fully advances educational equity and talent cultivation in an all-round manner.

Campus Health Program

It has donated water purification equipment to primary and secondary schools in Qinghai, Anhui, Zhejiang, Shanghai and other regions, building a healthy campus drinking water network covering plateau, rural and urban areas.

Stable Employment Opportunities

The Company steadily offers over 1,000 jobs throughout the year, covering the entire industrial chain of R&D, production, sales and services. It gives priority to employing local residents, college graduates and disadvantaged groups to boost their employment.

School-Enterprise Joint Talent Training

It has jointly established talent development pathways with the University of Shanghai for Science and Technology, Hainan Medical University, Shanghai University of Traditional Chinese Medicine and other institutions. By providing internships, employment and career development platforms, the Company fosters the growth of professional talents in the big health and water treatment industries.

Popular Science Study Tours & Environmental Promotion

Taking industrial tourism, study tour bases and public welfare experience activities as carriers, Canature disseminates knowledge of healthy drinking water, life science and ecological environmental protection.

Base Reception & Opening

As a characteristic study tour base of Pudong New Area, the Shanghai headquarters campus opens to schools, public welfare organizations and the public all year round. It receives visits and study tours, and demonstrates water purification technology, intelligent manufacturing and green circular development concepts.

Youth Popular Science Practice

Canature organizes disadvantaged children from western China to visit Canature Health and OriginCell. It launches immersive experiences including water purification experiments, life science popularization, brain science interaction and aerospace exploration, to stimulate children's interest in science through hands-on practice.

Health Knowledge Dissemination

Canature delivers lectures on healthy drinking water in schools and communities, popularizing scientific water consumption and water conservation knowledge, so as to improve public health literacy.

As a professional water treatment enterprise, Canature deeply integrates ecological governance, green development concepts and rural revitalization, and fulfills environmental protection responsibilities with concrete actions.

River Ecological Governance Model

With self-developed water purification technologies, Canature carries out long-term ecological improvement of watercourses in Changjiang Village, Huinan Town, building ecologically healthy swimmable rivers. It has continuously held river swimming invitation tournaments, vividly demonstrating the philosophy that lucid waters and lush mountains are invaluable assets.

Green Public Welfare Advocacy

Through swimming events, public welfare activities, official WeChat platform promotion and other channels, Canature advocates water ecological protection, low-carbon lifestyles and healthy drinking water concepts, encouraging public participation in environmental protection.

Advocate the concept of a smoke-free environment

Canature continuously promotes the construction of a smoke-free environment, with the management taking the lead in setting an example and strictly abiding by the no-smoking regulations. No-smoking signs are placed in office areas, production workshops and other places, and smoke-free concept promotion activities are carried out to create a smoke-free working environment, protect the physical health of employees, and demonstrate Canature's care for employees' health and in-depth understanding of social responsibility.

Key Performance

By the end of 2025, the company has donated **135** water purification equipment to **42** schools through the Jianguo Foundation. The Xingye Jianguo Health Charity Trust, initiated and established by Chairman Mr. Qu Jianguo, has a scale of **35** million yuan.

During the reporting period, the company provided assistance to **7** needy employees, with the total assistance amount reaching approximately **7,000** yuan.

Innovative Governance: Building the Trust Cornerstone



Organizational Structure

Canature strictly abides by relevant laws and regulations such as the "Company Law of the People's Republic of China" (hereinafter referred to as the "Company Law"), the "Securities Law of the People's Republic of China" (hereinafter referred to as the "Securities Law"), and the "Listing Rules for ChiNext Market of Shenzhen Stock Exchange" (hereinafter referred to as the "Listing Rules"), continuously improves Canature's governance structure, strengthens internal control, and forms a scientific and standardized organizational structure.

During the reporting period, the governance bodies at all levels of Canature have clear powers and responsibilities, perform their respective duties, and check and balance each other, ensuring the standardized and effective operation of Canature's decision-making, execution, supervision and other aspects.

Canature strictly complies with laws and regulations such as the "Company Law of the People's Republic of China", the "Securities Law of the People's Republic of China" and the "Listing Rules for ChiNext Market of Shenzhen Stock Exchange", continuously improves Canature's governance structure, strengthens internal control, and forms a scientific and standardized organizational structure. In September 2025, Canature abolished the supervisory board, further optimized the departmental setup, clarified the responsibility boundaries of each department, ensured that the governance bodies at all levels have clear powers and responsibilities, perform their respective duties, and check and balance each other, and realized the standardized and effective operation of Canature's decision-making, execution, supervision and other aspects.

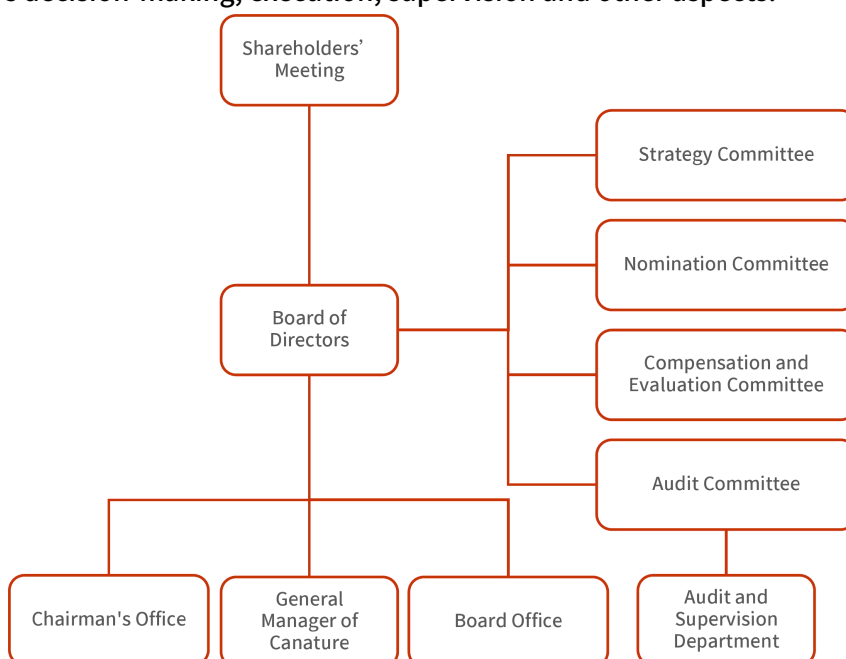


Figure: Corporate Governance Structure

Three-Tier Governance

Good corporate governance is the cornerstone of stable operations. Canature strictly complies with relevant laws and regulations, and continuously improves and optimizes Canature's management systems and management structure. In 2025, it revised governance systems including the "Articles of Association", the "Rules of Procedure for the Meeting of Shareholders", the "Decision-Making System for Connected Transactions" and the "ESG Management System", further improving Canature's governance system.

Shareholders' Meeting

The Meeting of Shareholders is the authority composed of all shareholders and the highest decision-making body for Canature's operation and management as well as shareholders' interests.

During the reporting period, Canature's Meeting of Shareholders reviewed and adopted proposals including profit distribution, formulation of the "Accounting Firm Selection System", and conduct of foreign exchange hedging business. The convening and holding procedures of the above-mentioned meetings were verified by Grandall Law Firm (Shanghai) to be in line with the provisions of relevant laws and regulations such as the "Company Law" and "Securities Law", the "Rules for General Meetings of Shareholders of Listed Companies" and Canature's articles of association. Canature fully protects the shareholders' right to know, right to participate and right to vote, and earnestly fulfills the responsibilities and obligations of information disclosure of listed companies.

The Meeting of Shareholders is Canature's authority and the highest decision-making body. In 2025, Canature held 4 General Meetings of Shareholders, which reviewed and adopted proposals including profit distribution, annual report and connected transactions. The convening and holding procedures of the meetings were in line with the provisions of relevant laws and regulations and the "Articles of Association of Canature", fully protecting the shareholders' right to know, right to participate and right to vote.

Key Performance

During the reporting period, the Shareholders' Meeting was held **4** times, and **12** proposals were deliberated

Board Of Directors

The Board of Directors is accountable to the Meeting of Shareholders and exercises decision-making power within the scope of authority conferred by the "Company Law", "Listing Rules", "Shenzhen Stock Exchange Self-Regulatory Guidelines for Listed Companies No. 2 – Standardized Operation of ChiNext Listed Companies", "Articles of Association of Canature" and the Meeting of Shareholders. Its main functions and powers include convening the Meeting of Shareholders and reporting to it, implementing the resolutions of the Meeting of Shareholders, and determining Canature's business plans and investment plans, etc.

The Board of Directors is accountable to the Meeting of Shareholders and exercises decision-making power within the scope of authority conferred by laws, regulations and the "Articles of Association of Canature". Under the Board of Directors, there are four special committees: the Audit Committee, the Nomination Committee, the Remuneration and Assessment Committee, and the Strategy Committee. In accordance with the corresponding rules of procedure, these committees provide consultation and suggestions in aspects such as strategy formulation, internal control, and major investments, ensuring the efficiency and scientificity of the Board of Directors' deliberations and decisions.

As of the end of 2025, Canature's Board of Directors had 5 members, including 2 independent directors. The members of the Board of Directors have academic backgrounds and work experience spanning multiple fields such as financial accounting, business administration, and engineering manufacturing, with diversified professional capabilities, providing strong support for Canature's decision-making. The independent directors strictly perform their duties, express independent opinions on major corporate matters, and give full play to their supervisory role.

Key Performance

During the reporting period, the board of directors held **12** meetings, deliberated **53** proposals, and the attendance rate of directors was **100%**

Under the Board of Directors, there are four special committees, namely the Audit Committee, the Nomination Committee, the Remuneration and Assessment Committee, and the Strategy Committee. In accordance with the corresponding rules of procedure, these committees provide consultation and suggestions in aspects such as strategy formulation, internal control, and major investments to ensure the efficiency and scientificity of the Board of Directors' deliberations and decisions.

Key Performance

During the reporting period, the Audit Committee held **4** meetings, the Compensation and Evaluation Committee held **3** meetings, and the Strategy Committee held **1** meetings

In the process of board construction, Canature attaches great importance to diversified development and is committed to enhancing the representativeness of board members in multiple dimensions such as gender, experience, qualifications and professional background. The academic background and work experience of Canature's board members cover multiple fields including financial accounting, business administration and engineering manufacturing.

As of the date of issuance of this report, Canature has 5 board members, including 2 independent directors. Among them, in accordance with the relevant provisions of the Measures for the Administration of Independent Directors of Listed Companies, the Guidelines for Self-Regulation of Listed Companies on the ChiNext Market (No. 2) of the Shenzhen Stock Exchange and the Articles of Association of Canature, the term of office of an independent director in a listed company shall not exceed six years. Mr. Wang Gao, an independent director, resigned in February 2025 upon the expiration of his six-year term of office. As of the end of the reporting period, the composition of Canature's board members is as follows:

Name	Position	Gender	Professional Background	Education
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Name	Position	Gender	Professional Background	Education
Qu Jianguo	Chairman	Male	Economics	Bachelor's Degree
Qu Raymond Ming	Vice Chairman & General Manager	Male	Business Administration	Master's Degree
Jin Feng	Director & Deputy General Manager	Female	Financial Management	Associate Degree
Zhu Zhenyu	Independent Director	Male	Resource Industry Economics, CPA	Doctorate
Hou Yubo	Independent Director	Male	Business Administration	Master's Degree

Key Performance

The proportion of female directors is **20%**,
 the proportion of independent directors is **40%**,
 the proportion of directors with a bachelor's degree or above is **80%**.
 There is **1** director specializing in accounting

To implement the Measures for the Administration of Independent Directors of Listed Companies, during the reporting period, Canature revised the "Rules for Special Meetings of Independent Directors of Canature Health Technology Group Co., Ltd."

Key Performance

During the reporting period, **10** special meetings of independent directors were held, and a total of **11** proposals were deliberated

Supervisory Board

Canature's board of supervisors consists of 3 supervisors, including 1 employee supervisor. The number and composition of the board of supervisors comply with the requirements of laws and regulations. All supervisors conscientiously perform their duties in accordance with the relevant provisions of the "Company Law of the People's Republic of China", the "Articles of Association" and the "Rules of Procedure for the Board of Supervisors", supervise Canature's financial status, major matters, connected transactions, as well as the legality and compliance of the performance of duties by Canature's directors and senior management, and safeguard the legitimate rights and interests of Canature and its shareholders.

Canature's board of supervisors has 3 supervisors, 1 of whom is an employee supervisor, and the number and composition meet the requirements of laws and regulations. All supervisors earnestly perform their duties in accordance with relevant regulations, supervise Canature's financial status, major matters, connected transactions, and the legality and compliance of the performance of duties by Canature's directors and senior management, so as to protect the legitimate rights and interests of Canature and its shareholders. In 2025, 5 meetings of the board of supervisors were held to supervise and inspect Canature's financial reports and the implementation of internal control systems, and put forward reasonable suggestions. In September 2025, Canature abolished the board of supervisors, and the original functions and powers of the board of supervisors were taken over by the audit committee of the board of directors.

Key Performance

During the reporting period, the supervisory board held **5** meetings, deliberated **20** proposals, and the attendance rate of supervisors was **100%**

Risk Management

In accordance with relevant laws, regulations and normative documents such as the "Company Law", "Securities Law", "Stock Listing Rules" and "Guidelines for Standardized Operation of ChiNext Listed Companies of Shenzhen Stock Exchange", as well as the relevant provisions of the "Articles of Association", Canature has formulated a number of institutional documents including the "Risk Management System", "Internal Audit System", "Connected Transaction Decision-Making System", "Business Isolation System", "Fund Raising Management System", "External Investment Management System" and "Foreign Exchange Hedging Business Management System", to identify and control risks in multiple dimensions of Canature.

During the reporting period, Canature further revised institutional documents such as the "Connected Transaction Decision-Making System".

Canature has established an Audit and Supervision Department to audit the main business activities of Canature. In strict accordance with the "Guidelines for Standardized Operation of ChiNext Listed Companies of Shenzhen Stock Exchange", the department completes various audit tasks, and works with various functional

departments to jointly prevent and control risks and improve management efficiency. Canature strictly abides by relevant laws, regulations and internal company systems to standardize Canature's connected transactions. During the reporting period, Canature held 7 resolutions related to connected transactions; all relevant related parties abstained from voting, and all matters were reviewed and approved by the Special Committee of Independent Directors.

Canature has formulated a number of institutional documents including the "Risk Management System", "Internal Audit System" and "Connected Transaction Decision-Making System" to identify and control risks in multiple dimensions. In 2025, it further revised systems such as the "Foreign Exchange Hedging Business Management System" and "Connected Transaction Decision-Making System", improving the risk control system.

Canature established the Audit and Supervision Department to audit the main business activities of Canature, and worked with various functional departments to jointly prevent and control risks and improve management efficiency. In 2025, 11 internal audit projects were carried out, covering fields such as financial audit, internal control audit and ESG special audit, and all problems found have been rectified.

Canature strictly standardizes the management of connected transactions. In 2025, 7 resolutions related to connected transactions were made; all relevant related parties abstained from voting, and all matters were reviewed and approved by the Special Committee of Independent Directors, ensuring that connected transactions are fair, impartial and transparent.

Key Performance

During the reporting period, the Audit and Supervision Department issued **11** audit reports; the recusal voting rate of related parties for related transaction resolutions was **100%**, and the review rate of the Special Committee of Independent Directors for related transactions was **100%**.

Shareholder Returns

Canature attaches great importance to shareholder returns, adheres to the concept of "investor-oriented", and actively shares the dividends of Canature's development with shareholders. In accordance with the relevant provisions of applicable laws and regulations as well as the profit distribution policy stipulated in the Articles of Association, on the premise of ensuring normal operation, Canature insists on

providing sustained and stable cash dividends to the majority of investors, promotes multiple dividends per year, and will bring long-term investment returns to shareholders in combination with Canature's operating conditions and business development goals. In 2025, a total of 3 cash dividends were implemented throughout the year, with a cumulative dividend amount of 79 million yuan.

Canature attaches great importance to shareholder returns, adheres to the concept of "investor-oriented", and actively shares the dividends of Canature's development with shareholders. In accordance with the relevant provisions of applicable laws and regulations as well as the profit distribution policy stipulated in the Articles of Association, on the premise of ensuring normal operation, Canature insists on providing sustained and stable cash dividends to the majority of investors.

Key Performance

Since listing in 2011, Canature has distributed cash dividends **20** times successively, with a total cash dividend of RMB **725** million

During the reporting period, Canature distributed cash dividends **3** times, with a cumulative cash dividend of RMB **79** million

Information Disclosure And Investor Relations

Canature strictly complies with relevant laws and regulations such as the "Measures for the Administration of Information Disclosure of Listed Companies" and the "Listing Rules for Stocks", as well as internal institutional documents including Canature's "Information Disclosure System", "Registration and Management System for Insiders of Inside Information" and "Accountability System for Major Errors in Annual Report Information Disclosure", to disclose relevant information in a true, accurate, timely, fair and complete manner.

Canature attaches great importance to investor relations management, and actively builds a communication platform with investors through various methods such as telephone, email, online performance briefing meetings and investor research.

Key Performance

During the reporting period, Canature issued **4** regular reports and a total of **173** announcements

During the reporting period, Canature was punished **0** times for violations in information disclosure

During the reporting period, the company organized **1** performance exchange meetings, replied to investors' questions **79** times on the Shenzhen Stock Exchange Interactive Easy Platform, and disclosed information on investor relations activities **1** times

Appendix: Reader Feedback Form

Dear Reader,

Thank you for taking the time to read Canature Health Technology Group Co., Ltd.'s 2023 Annual Environmental, Social, and Governance (ESG) Report. This is Canature's first ESG report, and we sincerely hope to receive your valuable suggestions and feedback to continuously improve our reporting in the future.

1、 Which category of stakeholder do you represent or are you personally?

- Government Investors Consumers Suppliers
Educational Institutions Public Media Others_____

2、 Your overall evaluation of this report is:

- Excellent Good Average Poor Very Poor

3、 Is the information, indicators, and data disclosed in the report clear, accurate, and complete?

- Excellent Good Average Poor Very Poor

4、 You find the convenience of reading the electronic version of the report to be:

- Very convenient Somewhat convenient Merely Convenient
Somewhat inconvenient Very inconvenient

5、 How do you evaluate Canature's ESG performance?

6、 Your suggestions and opinions on how Canature can continuously improve its ESG performance.



Canature
Wechat official account



Canature
Video Account

Canature Health Technology Group Co., Ltd.

Tel: 021-58599901 Mail: dongmiban@canature.com

Add: No. 518, Chuanda Road, Pudong New District, Shanghai.