荣盛石化股份有限公司
RONGSHENG PETROCHEMICAL CO.,LTD.

2026

半年度报告

Semi-annual Report

股票代码：002493

Section I Important Notice, Table of Contents and Definitions

The Board of Directors, the Directors and Senior Management of the Company warrant that the contents in this semi-annual report are true, accurate, and complete and have no false representations, misleading statements or material omissions, and they will severally and jointly accept legal responsibility for such contents.

Mr. Li Shuirong, Principal of the Company, Ms. Wang Yafang, Person in Charge of Accounting Work, and Ms. Zhang Shaoying, Person in Charge of the Accounting Department (Accounting Officer), hereby declare that they warrant the truthfulness, accuracy, and completeness of the financial report in this semi-annual report.

All Directors have attended the Board meeting to deliberate on the report.

The Company does not plan to distribute cash dividends, issue bonus shares or convert capital reserves into share capital.

This semi-annual report has been prepared in both Chinese and English. In case of any discrepancy between the two versions, the Chinese version shall prevail.

Contents

Contents of Documents for Future Reference

(I) The financial statements containing signatures and seals of the person in charge of the Company, the person in charge of accounting work and the person in charge of the Accounting Department (Accounting Officer);

(II) Written confirmation from Directors and Senior Management of the Company on the 2026 Semi-Annual Report;

(III) The originals of all company documents and announcements that are disclosed to the public via media designated by CSRC during the reporting period;

(IV) The place where the above-mentioned documents are maintained: Office of the Board of Directors.

Definitions

Term	Refers to	Definition
Company, the Company, Rongsheng Petrochemical	Refers to	Rongsheng Petrochemical Co., Ltd.
Rongsheng Holdings	Refers to	Zhejiang Rongsheng Holding Group Co., Ltd., controlling shareholder of the Company
Rongtong Logistics	Refers to	Zhejiang Rongtong Logistics Co., Ltd., a subsidiary of the Company's controlling shareholder
Saudi Aramco	Refers to	Saudi Arabian Oil Company, a shareholder holding 5% or more of the Company’s shares
ZPC	Refers to	Zhejiang Petroleum & Chemical Co., Ltd., a subsidiary of the Company
Zhongjin Petrochemical, ZJPC	Refers to	Ningbo Zhongjin Petrochemical Co., Ltd., a subsidiary of the Company
Yisheng Investment	Refers to	Dalian Yisheng Investment Co., Ltd., a subsidiary of the Company
Shengyuan Chemical Fiber	Refers to	Zhejiang Shengyuan Chemical Fiber Co., Ltd., a subsidiary of the Company
Rongxiang Chemical Fiber	Refers to	Rongxiang Chemical Fiber Co., Ltd., a subsidiary of the Company
Hong Kong Shenghui	Refers to	Hong Kong Shenghui Co., Ltd., a subsidiary of the Company
Yongsheng Technology	Refers to	Zhejiang Yongsheng Technology Co., Ltd., a subsidiary of the Company
Rongsheng New Materials (Zhoushan)	Refers to	Rongsheng New Materials (Zhoushan) Co., Ltd., a subsidiary of the Company
Rongsheng (Singapore)	Refers to	Rongsheng Petrochemical (Singapore) Pte. Ltd., a subsidiary of the Company
Zhejiang Yisheng	Refers to	Zhejiang Yisheng Petrochemical Co., Ltd., an associate of the Company
Hengyi Trading	Refers to	Ningbo Hengyi Trading Co., Ltd., an associate of the Company
Yisheng New Materials	Refers to	Zhejiang Yisheng New Materials Co., Ltd., a controlled subsidiary of Zhongjin Petrochemical
Niluoshan New Energy	Refers to	Ningbo Niluoshan New Energy Co., Ltd., a subsidiary of Zhongjin Petrochemical
Yisheng Dahua	Refers to	Yisheng Dahua Petrochemical Co., Ltd., a subsidiary of Yisheng Investment
Hainan Yisheng	Refers to	Hainan Yisheng Petrochemical Co., Ltd., an associate of Yisheng Investment
The Securities Regulatory Commission, CSRC	Refers to	China Securities Regulatory Commission
Stock Exchange, SZSE	Refers to	Shenzhen Stock Exchange
Yuan, 10,000 yuan	Refers to	RMB, RMB 10,000.00
Reporting period	Refers to	January 1, 2026 to June 30, 2026

Section II Company Profile and Key Financial Indicators

I. Company Profile

Stock abbreviation	Rongsheng Petrochemical	Stock code	002493
Abbreviation before change (if any)	None		
Listed on	Shenzhen Stock Exchange		
Company name in Chinese	荣盛石化股份有限公司		
Company abbreviation in Chinese	荣盛石化		
Company name in the foreign language (if any)	RONGSHENG PETROCHEMICAL CO., LTD.		
Company abbreviation in foreign language (if any)	RSPC		
Company's legal representative	Li Shuirong		

II. Contact information

	Secretary of the Board of Directors	Representative of securities affairs
Name	Quan Weiying	Hu Yangyang
Address	Lanjue International Office Building, No. 358 Jincheng Road, Xiaoshan District, Hangzhou	Lanjue International Office Building, No. 358 Jincheng Road, Xiaoshan District, Hangzhou
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E-mail	qwy@rong-sheng.com	yangyang@rong-sheng.com

III. Other Information

1. Company Contact Information

Whether the Company's registered address, office address and postal code, website, email address and other contact information changed during the reporting period

□ Applicable ☑ Not applicable

The Company's registered address, office address and postal code, website, email address and other contact information remained unchanged during the reporting period. For details, please refer to the 2025 Annual Report.

2. Information Disclosure and Place Where the Report Is Available

Whether the information disclosure channels and the place where the report is available changed during the reporting period

□ Applicable ☑ Not applicable

The website of the stock exchange on which the Company discloses its semi-annual report, the names and websites of the media selected by the Company for information disclosure, and the place where the Company's semi-annual report is available remained unchanged during the reporting period. For details, please refer to the 2025 Annual Report.

3. Other Relevant Information

Whether other relevant information changed during the reporting period

□ Applicable ☑ Not applicable

IV. Key Accounting Data and Financial Indicators

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

☐ Yes ☑ No

	This reporting period	Same reporting period of the previous year	Increase or decrease of this reporting period compared with the previous year
Operating revenue (RMB)	129,406,713,606.78	148,629,350,935.50	-12.93%
Net profit attributable to shareholders of the listed company (RMB)	5,110,652,552.96	602,084,104.39	748.83%
Net profit attributable to shareholders of the listed company excluding non-recurring profit or loss (RMB)	5,343,525,369.10	754,957,891.58	607.79%
Net cash flow from operating activities (RMB)	21,254,077,553.64	7,586,625,253.68	180.15%
Basic earnings per share (RMB per share)	0.53	0.06	783.33%
Diluted earnings per share (RMB per share)	0.53	0.06	783.33%
Weighted average return on net assets	11.13%	1.37%	9.76%
	At the end of this reporting period	**At the end of 2025**	**Increase or decrease at the end of this reporting period compared with the end of the previous year**
Total assets (RMB)	402,822,539,719.62	386,633,124,294.10	4.19%
Net assets attributable to shareholders of the listed company (RMB)	47,653,523,410.47	43,593,522,953.92	9.31%

V. Differences in Accounting Data under Domestic and Foreign Accounting Standards

1. Differences in net profit and net assets in financial reports disclosed in accordance with international accounting standards and China's accounting standards

☐ Applicable ☑ Not applicable

In the reporting period of the Company, there is no difference in the net profit and net assets disclosed in the financial report under international accounting standards and China's accounting standards.

2. Differences in net profit and net assets in financial reports disclosed in accordance with foreign accounting standards and China's accounting standards

☐ Applicable ☑ Not applicable

In the reporting period of the Company, there is no difference in the net profit and net assets disclosed in the financial report under foreign accounting standards and China's accounting standards.

VI. Items and Amounts of Non-recurring Profit or Loss

☑Applicable □ Not applicable

Unit: RMB

Item	Amount
Profit or loss on disposal of non-current assets (including the write-off part of the provision for asset impairment)	5,731,630.19
Government grants included in the current profit or loss (excluding those closely related to the Company's normal business operations, granted in accordance with national policies, based on certain standards, and having a continuous impact on the Company's profit and losses)	13,985,643.04
Profit or loss arising from changes in the fair value of financial assets and financial liabilities held by non-financial enterprises, and gains or losses arising from the disposal of financial assets and financial liabilities, except for effective hedging activities related to the Company's normal business operations	-359,403,400.67
Fund occupation fees charged to non-financial enterprises and recognized in current profit or loss	153,396.22
Profit or loss from entrusted investment or asset management	143,013.70
Other non-operating income and expenses other than the items set out above	-410,642.51
Other profit or loss items falling within the definition of non-recurring gain or loss	4,022,688.71
Less: Effect of income tax	-58,116,873.86
Effect on non-controlling interests (after tax)	-44,787,981.32
Total	-232,872,816.14

Other gain/loss items falling within the definition of non-recurring gain or loss:

☐ Applicable ☑ Not applicable

The Company has no other gain/loss items falling within the definition of non-recurring gain or loss

Explanation of the circumstances in which the non-recurring profit or loss items listed in the Explanatory Announcement No.1 on Information Disclosure for Companies Offering Their Securities to the Public - Non-recurring Gains and Losses are defined as recurring gains and losses.

☐ Applicable ☑ Not applicable

The Company does not define any of the non-recurring profit or loss items listed in the Explanatory Announcement No. 1 on Information Disclosure for Companies Offering Their Securities to the Public - Non-recurring Gains and Losses as recurring gains and losses.

Section III Management Discussion and Analysis

I. Main Businesses of the Company during the Reporting Period

(I) Industry Overview during the Reporting Period

In the first half of 2026, spillover effects from geopolitical conflicts intensified, commodity price volatility increased, global supply chains underwent profound adjustments, and inflation and tight monetary policies continued to exert pressure. Nevertheless, the global economy did not stall. The IMF forecast global economic growth of 3.0% for the full year, with growth expected to recover to 3.4% in the following year, demonstrating continued resilience. As the US dollar fluctuated at elevated levels, the policies of major central banks gradually took effect. Although the external environment remained complex, momentum for recovery continued to build.

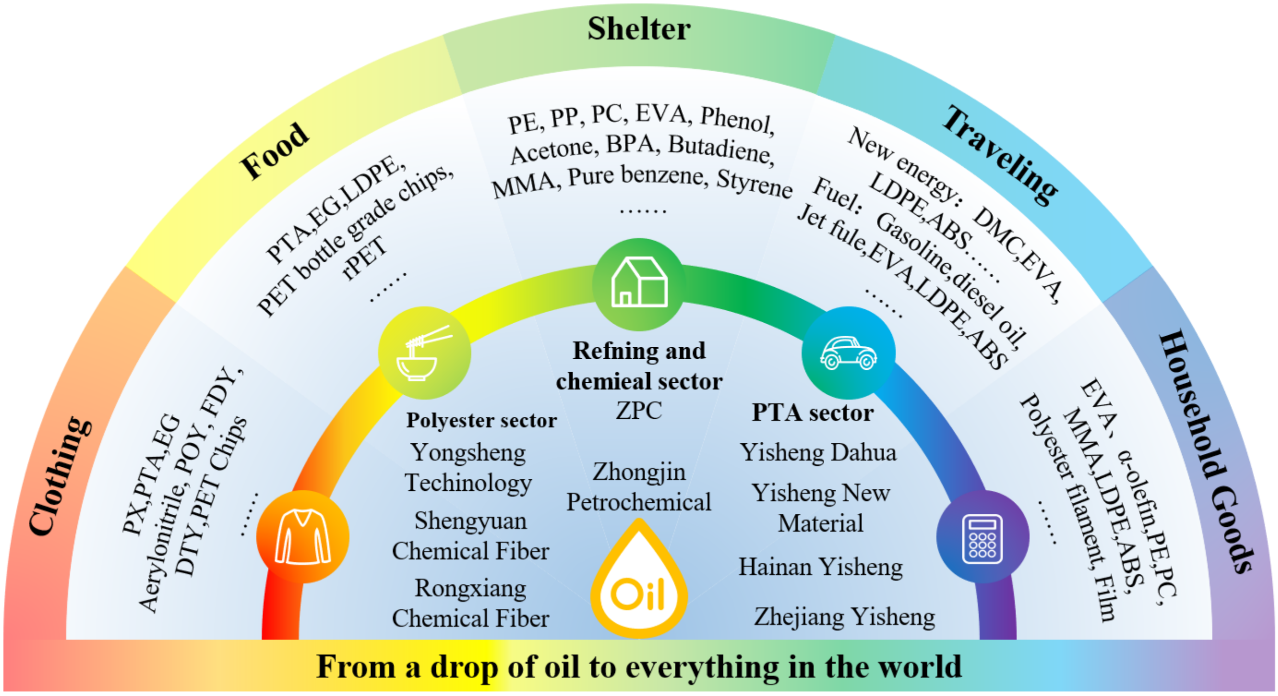
Amid these changes, the Chinese economy consolidated its foundation through stability and broke new ground through progress. GDP grew by 4.7% year on year, including growth of 5.0% in the first quarter and 4.3% in the second quarter, remaining within a reasonable range. Industrial output increased steadily, the industrial structure continued to be optimized and upgraded, foreign trade remained buoyant, and exports of chemicals emerged as a strong growth driver. Through its stability, the Chinese economy provided an anchor of certainty amid global changes; through structural progress, it accumulated long-term momentum for high-quality development.

Building on this momentum, the petrochemical industry expanded output to secure supply and made flexible adjustments to navigate changes, fully leveraging its strengths across the entire industrial chain. Crude oil output increased by 0.9% year on year, further strengthening the resource foundation. Processing volumes were flexibly adjusted, while export value rose significantly, helping safeguard the stability of global supply chains. Driven by improved cost pass-through and stronger exports, industry profitability rebounded markedly. In the first half of the year, profit of industrial enterprises above designated size in the industry increased by 18.7% year on year, while profit in the chemical manufacturing sector surged by 67.8%, opening up broader opportunities for high-quality development.

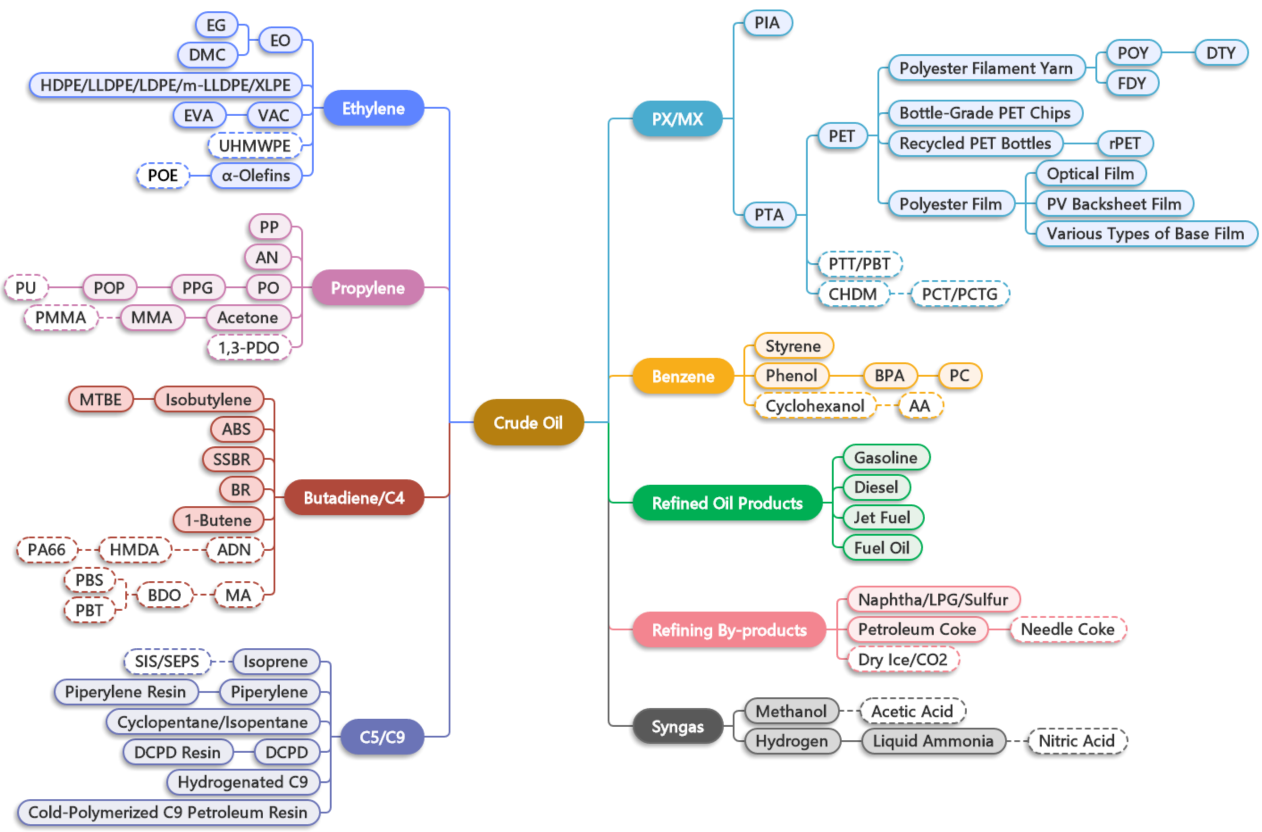
(II) Main Products of the Company during the Reporting Period

Rongsheng Petrochemical is one of China’s leading privately owned petrochemical enterprises, principally engaged in the research and development, production and sales of various petroleum products, chemicals and polyester products. The Company has established seven major production bases in the Bohai Economic Rim, the Yangtze River Delta Economic Circle and the Hainan “Belt and Road” Economic Circle, forging five major industrial chains covering polyester, engineering plastics, new energy, high-end polyolefins and special rubber. It is one of Asia’s major producers of polyester, new energy materials, engineering plastics and high value-added polyolefins, and possesses the world’s largest production capacities for chemicals such as PX and PTA.

Through technological innovation, green transformation and strategic deployment, the Company actively responds to national policy directions and advances its transformation and upgrading. The Company has actively developed a differentiated, high-end and green product portfolio covering new energy, new materials, organic chemicals, synthetic fibers, synthetic resins, synthetic rubber, petroleum products and other fields, substantially realizing the transformation from “a drop of oil to everything in the world.” Building on its existing world-scale integrated refining and chemical complex and comprehensive upstream and downstream supporting facilities, the Company continues to upgrade and improve its new materials industrial chain, thereby developing a more diversified and resilient product portfolio.



At present, the main products are shown in the following figure:



Note: products marked by dotted line / dotted box are products under planning.

(III) Management measures

2026 marks the first year of the "15th Five-Year Plan" and a pivotal year for the Company to build on a new starting point, deepen its strategic deployment, and accelerate its transformation and upgrading. During the reporting period, the Board of Directors thoroughly implemented the new development philosophy and remained committed to connecting with the world through openness, consolidating profitability through quality enhancement, driving upgrading through digital and intelligent technologies, and achieving shared success through incentives. The Company achieved operating revenue of RMB 129.407 billion in the first half of the year, with total profit reaching RMB 10.86 billion, total assets reaching RMB 402.823 billion and EBITDA reaching RMB 24.705 billion. Compared with the same period of the previous year, total assets grew by 4.9%, while total profit increased by 488.74% and EBITDA increased by 85.53%, representing marked improvements in operating cash flow and earnings quality.

1. Global Connectivity: Deepening Cooperation and Expanding the Global Footprint

Rongsheng Petrochemical has consistently pursued high-end, intelligent and green development, coordinating its overall development through scientific decision-making and accelerating the quality and pace of its high-end industrial deployment. The Company further deepened its strategic cooperation with Saudi Aramco, with the two parties carrying out comprehensive collaboration in areas including crude oil supply assurance, technology research and development, and overseas market expansion. The Company also plans to work with Saudi Basic Industries Corporation (SABIC) to make strategic investments in advanced new materials projects, introduce internationally advanced processes and core technology systems, and further stimulate the Company's innovation vitality. The Company's international industrial cooperation continued to deepen and deliver substantive results.

2. Industrial Synergy: Reducing Costs, Improving Efficiency, Extending the Industrial Chain and Strengthening the Foundation

Rongsheng Petrochemical has consistently focused on its core petrochemical business, fully leveraging its integrated advantages across the entire industrial chain. Internally, the Company continued to tap into its potential for cost reduction and efficiency improvement. It advanced the tank farms and terminal engineering of the Jintang Crude Oil Storage and Transportation Base in an orderly manner, significantly strengthening the resilience of its logistics and storage operations. The Company also accelerated the Zhoushan-Ningbo Petrochemical Base Interconnection Pipeline Project to achieve efficient coordination and connectivity among its three major production bases.

Units under ZPC's High-performance Resin Project were successively put into operation, further expanding the Company's production capacity for high-end chemical materials. At the Jintang New Materials Project in Zhoushan, the offshore high-altitude lifting of China's heaviest petrochemical pipe rack was successfully completed. The Company continued to make solid progress in extending its industrial chain toward high-value-added products, generating increasingly strong momentum for transformation and upgrading.

3. Innovation-Driven Growth: Advancing Digital and Intelligent Transformation and Delivering Fruitful Results

Rongsheng Petrochemical has consistently placed innovation at the core of its development, with its research and development investment intensity continuing to lead the industry. ZPC received multiple honors, including recognition as a "Manufacturing Single Champion Enterprise" and a "Provincial Advanced Intelligent Factory." Its digitalization case was selected as an outstanding industry case, and its strong digital management capabilities received authoritative recognition.

The Jintang New Materials Project pioneered an integrated construction model and set a new domestic record for large-tonnage offshore lifting. Driven by digital and intelligent transformation together with engineering innovation, the Company accelerated the conversion of innovation achievements into actual productive forces, further consolidating its leading position in the petrochemical new materials sector.

4. Talent Cohesion: Diversified Incentives for Joint Creation and Shared Success

Rongsheng Petrochemical has consistently implemented its strategy of strengthening the Company through talent, establishing an employee incentive system and consolidating the foundation for talent development. The Company formulated the *Remuneration Management System for Directors and Senior Management*, which is aligned with its sustainable development. It scientifically determined remuneration allocation ratios across different levels, with greater emphasis placed on key positions, frontline production employees, and urgently needed high-level and highly skilled talent, while effectively improving the remuneration of general employees.

The Company launched its first Employee Stock Ownership Plan since its listing, with a total of 1,404 employees participating and aggregate funds of RMB 1.7 billion raised. The diversified and long-term incentive mechanisms have fully stimulated the initiative and creativity of the management team and employees.

(IV) Operational synergy

1. Controlling shareholder

Rongsheng Holdings ranks 115th on the Fortune Global 500 list, 32nd among the Top 500 Chinese Enterprises, 7th among the Top 500 Chinese Manufacturing Enterprises, and 7th among the Top 500 Private Enterprises in China. The Group currently owns listed companies including Rongsheng Petrochemical (stock code: 002493) and Ningbo United (stock code: 600051), and operates in a wide range of sectors, including upstream oil and gas and trading, coal, logistics, equipment manufacturing, process engineering technology, real estate and venture capital. Rongtong Logistics, a subsidiary of the Group, is a national AAAA-level logistics enterprise with a mature and stable carrier cooperation and operating platform. Suzhou Shenghui Equipment Co., Ltd., a company controlled by the Group, specializes in the design, manufacture and sale of pressure vessels, cryogenic equipment, spherical tanks and marine equipment. Shanghai Huanqiu Engineering Co., Ltd., an investee company of the Group, has extensive experience in engineering, procurement and construction (EPC). A number of projects invested in by Zhejiang Rongsheng Venture Investment Co., Ltd. have not only generated sound economic returns but also promoted synergy across the industrial chain. In addition, a number of other investments are progressing steadily.

2. Strategic investors

Rongsheng Petrochemical and Saudi Aramco are positioned upstream and downstream of each other within the industry and have established a solid foundation for cooperation. The two parties will conduct comprehensive consultations and cooperation in areas including: ① Frontier technology sharing and cooperation: The two parties will engage in sincere discussions on leveraging their respective strengths to achieve technological complementarity, jointly develop new technologies, processes and equipment that meet future market demand, promote their application in the market, and share the necessary research and development resources. ② Stable crude oil supply assurance: Saudi Aramco has committed to supplying ZPC with 480,000 barrels per day of high-quality crude oil and providing the Company with production feedstocks including naphtha, mixed xylene and straight-run fuel oil. ③ Interest-free purchase credit facility: Saudi Aramco will provide an interest-free purchase credit facility for a term of 20 years in an amount of not less than USD 800 million. The credit facility may be increased during the cooperation period, which will help improve ZPC's capital utilization efficiency and have a positive impact on its profitability. ④ Flexible cooperation in crude oil storage: The parties will engage in amicable consultations regarding the Company' s provision of crude oil storage tanks and related facilities located in Zhoushan to Saudi Aramco. Saudi Aramco will maintain crude oil inventories of not less than 1.5 million metric tons, helping safeguard ZPC's crude oil supply. ⑤ Extensive global sales channels: By leveraging Saudi Aramco' s overseas sales channels, the Company can further expand the international market for its products and deepen strategic cooperation with overseas customers. Similarly, by leveraging the resources that the Company has developed over many years, Saudi Aramco can rapidly gain access to the relevant international and domestic markets.

The combination of the respective strengths of the two parties enables the forward positioning of raw material supplies and the expansion of global sales channels, promotes resource sharing and industrial chain synergy, and facilitates the joint development of a mutually beneficial industrial ecosystem. As a practitioner of the Belt and Road Initiative, Rongsheng Petrochemical is driven by both “going global” and “bringing in.” The Company has established a strategic foothold in the Middle East and developed a supply chain network around the Indian Ocean, while attracting long-term investments from international strategic investors into China, thereby injecting sustained vitality into its continued development.

3. Refining and chemical sector

3.1. ZPC

With the goal of building a "private, green, international, trillion-level and flagship" base, ZPC's refining and chemical integration project has been planned and unified at one time. At present, it has formed a world-class refining and chemical integration base with a processing capacity of 40 million tons/year for oil refining, 8.8 million tons/year for paraxylene and 4.2 million tons/year for ethylene, among which the single scale for hydrogenation, reforming and PX is the largest in the world. The project is designed to maximize the refining and chemical integration, provide high-quality raw materials for downstream chemical devices, maximize the production of aromatic hydrocarbons (PX) and chemical products, and minimize the output of fuel. The yield of fuel is lower than the industry average, with outstanding effect of reducing oil and increasing chemical. Meanwhile, through the optimal utilization of energy resources such as steam and water, and full use of the low-temperature waste heat of the device, it builds the world's largest thermal seawater desalination device to realize energy saving and emission reduction. The refining and chemical integration rate of the project ranks first in the world, far higher than the average level of petrochemical industry integration in China, and the scale and integration degree of the base are at a leading position in the world.

ZPC's crude oil has strong adaptability, and can be stored according to light, medium, heavy and acid, transported separately and refined separately. Combined with blending means, it can process 80%-90% of the global crude oil, which greatly enhances its adaptability to oil price fluctuations and offers obvious advantages compared with other domestic leading enterprises. It has flexible product structure, and mature and reliable technology, and its main device scale and technical and economic indicators represent the most advanced level worldwide. As a result of one-time overall planning, oil refining, aromatic hydrocarbon and ethylene fully demonstrate the concept of "molecular oil refining" and make the best use of the material. All olefins are deeply processed into chemicals with high import dependence, which makes them have stronger ability to cope with the industry cycle.

As the upstream industry of the polyester industry chain, ZPC has successfully established the last link of the whole process from a drop of oil to a piece of fiber for the Company, and formed the great advantage of upstream and downstream integration of the polyester industry. ZPC is located in Zhoushan, a part of East China, which is the main consumer of terminal chemicals. The Yangtze River Delta contains about 70% of China's production capacity of plastics and chemical fibers, with obvious regional advantages. Located in Zhejiang Free Trade Zone, ZPC enjoys various preferential policies in the free trade zone and has continuously obtained the export quota of refined oil; Yushan Island, where it is located, is an uninhabited island. Therefore, it is convenient for development and utilization, and will have little impact on the surrounding society and broad development space in the future; Being close to the consumer market, ZPC enjoys a prominent position advantage as a sea-land hub at the Ningbo-Zhoushan port with convenient access to bulk materials and products, and a significantly low transportation cost.

Industrial AI has been deeply integrated into the core aspects of ZPC’s production and operations. ZPC has constructed a new industrial intelligence system centered on "intelligent instrumentation + predictive maintenance + data governance," significantly enhancing production efficiency through data analysis and AI technologies. ZPC has deployed an industrial control system with a scale of up to 1 million I/O points, fully supporting the synergistic improvement of production efficiency, economic benefits, and safety levels, while driving the sustainable development of the upstream and downstream industrial chains. Relying on over 1 million online instruments for real-time monitoring of production processes, combined with robotic inspection, whole-process intelligent control systems, and intelligent safety risk control for the entire hazardous chemical transportation chain, ZPC has achieved a unit operation stability rate of ⩾98.5% and an automatic control rate for major refining and chemical units of ⩾ 99% (significantly higher than the global refinery average of approximately 80%). Furthermore, it has comprehensively promoted the informationized, visualized, and intelligent management of safety access for personnel, vehicles, and materials.

3.2. Zhongjin Petrochemical

Zhongjin Project, which was put into operation in August 2015, is an aromatic hydrocarbon combined plant currently in service with leading single scale in the world. This project pioneered the process of making aromatic hydrocarbon products with fuel oil (cheaper than naphtha) as raw material, and adopted a new technical route, which can solve the shortage of global naphtha supply, greatly save the procurement cost of raw materials, introduce the concept of "circular economy", and innovatively use the by-product hydrogen to process fuel oil into naphtha.

The new disproportionation catalyst jointly developed by Zhongjin Petrochemical and Tongji University has successfully achieved its first industrial application on ZPC’s 2# disproportionation unit (3.5 million tons/year). This catalyst features the excellent "Three Highs" characteristics of simultaneous high space velocity, high selectivity, and a high conversion rate of heavy aromatics, while demonstrating superior operational stability. Its comprehensive performance and technical indicators have reached the current advanced industry levels, enabling import substitution. This reflects a staged progress in the Company's R&D and innovation capabilities and is of great significance for continuously enhancing the operation of aromatics units, improving raw material conversion efficiency, and achieving energy conservation and carbon reduction.

3.3. Rongsheng New Materials (Zhoushan)

As the expansion area of the Zhoushan Green Petrochemical Base, Rongsheng New Materials (Zhoushan) relies on ZPC and Ningbo Zhongjin Petrochemical to extend the industrial chain downstream and develop fine chemicals and new chemical materials. The interconnection planning among ZPC, Zhongjin Petrochemical, and Jintang New Materials is a core strategy for Rongsheng Petrochemical to build a synergetic development of the entire industrial chain of "refining-aromatics-high-end new materials." Through infrastructure interconnection, industrial chain extension, and policy coordination, a cross-regional deep integration system has been established. Specifically, ZPC has deployed crude oil storage and transportation base tank farms and terminal engineering in Jintang, as well as the Zhoushan-Ningbo Petrochemical Base interconnection pipeline project, which will coordinate and integrate storage resources for crude oil and various chemical products, achieving efficient connectivity among ZPC, Zhongjin Petrochemical, and the Jintang New Materials project through dedicated pipelines. At present, the project has commenced construction, and relevant work is progressing in an orderly manner according to plan.

4.PTA sector

The Company's four major PTA production bases—Yisheng New Materials, Yisheng Dahua, Hainan Yisheng, and Zhejiang Yisheng—have a combined total production capacity of 21.5 million tons, firmly ranking first in the world in terms of scale. Relying on the integrated layout of the entire industrial chain, the Company's PTA sector has established significant competitive advantages in terms of upstream and downstream integrated synergy, logistics, and economies of scale. In terms of upstream and downstream synergy, the Company is equipped with upstream PX capacity, achieving a high proportion of self-sufficiency in the core raw material PX; downstream, it extends to cover products such as polyester bottle chips, filaments, and films, with a prominent industrial chain linkage effect. Regarding logistics, each base is adjacent to premium coastal deep-water ports such as Ningbo and Dalian, equipped with large-scale dedicated terminals and transmission pipelines. Through modes such as pipeline transportation and direct ship-to-shore delivery, the comprehensive transportation cost is effectively reduced. Meanwhile, the proximity to downstream polyester textile industrial clusters further enhances production and sales response efficiency.

Since the construction of the first private PTA production line in 2002, the Company has adhered to independent innovation, successively developing and building the first domestic PTA process package and production units with independent intellectual property rights. It has achieved the first localized application of core equipment such as large-scale oxidation reactors and high-speed pumps, breaking the long-term dependence of China's PTA industry on imported complete sets of patented technologies and driving the leapfrog development of a large number of domestic equipment manufacturers. Meanwhile, the Company continues to carry out technological upgrades to existing equipment to improve production efficiency and product quality, while continuously optimizing raw material consumption to ensure efficient resource utilization.

5. Polyester sector

The Company has established a comprehensive polyester capacity system covering polyester filament, polyester bottle chips, and polyester film, forming a well-structured and highly efficient industrial layout. In the field of polyester filament, the Company primarily operates through two major production bases: Shengyuan Chemical Fiber and Rongxiang Chemical Fiber, with a total filament capacity ranking among the top players in China. Notably, Shengyuan Chemical Fiber empowers traditional production lines with digitalization to create "dark factories" and realize "replacement of humans with machines," and has been awarded the "Intelligent Manufacturing Excellent Scenario" by the Ministry of Industry and Information Technology. In the field of polyester film, the main production base is Yongsheng Technology, with an annual capacity of 430,000 tons, ranking among the top four in China. Through the development of differentiated products, its product competitiveness and market influence continue to increase. In the field of polyester bottle chips, the Company leverages its industrial chain integration advantages to continuously tap potential and increase efficiency. The current capacity for polyester bottle chips reaches 5.3 million tons per year, ranking second in the world and first in China. Relying primarily on the production bases of Yisheng Dahua and Hainan Yisheng, the Company consumes a portion of its PTA capacity locally, effectively strengthening industrial chain synergy and significantly enhancing overall profitability and comprehensive competitive advantages. Furthermore, Hainan Yisheng possesses an r-PET capacity of 50,000 tons per year. Its products have passed the U.S. Food and Drug Administration (FDA) certification, confirming that they can be used to produce PET containers with up to 100% recycled content for all types of food contact. Hainan Yisheng has established a differentiated advantage in the fields of green, low-carbon, and circular economy, and was successfully selected as a "National Green Factory."

II. Analysis of Core Competitiveness

As one of the world’s leading chemical materials manufacturers, Rongsheng Petrochemical is a major global producer of polyester, new energy materials, engineering plastics and high value-added polyolefins. The ZPC refining and chemical integration project, which is primarily operated by the Company, has an annual processing capacity of 40 million tons of crude oil, 8.8 million tons of paraxylene (PX) and 4.2 million tons of ethylene, and maintains a globally leading level of refining and chemical integration. In 2026, the Company’s global brand value and industry influence continued to increase steadily. In May 2026, Rongsheng Petrochemical was included in the Brand Finance Chemicals 25 ranking for the seventh consecutive year and retained fifth place globally, making it the only Chinese brand among the top five. In July 2026, Chemical & Engineering News (C&EN) released its “2026 Global Top 50 Chemical Companies” ranking, in which Rongsheng Petrochemical ranked 17th. In 2025, Rongsheng Petrochemical also received recognition in a number of authoritative global industry rankings, ranking ninth in the ICIS Top 100 Chemical Companies and seventh globally in the Chemical Week Billion-Dollar Club ranking. In terms of sustainable development, the Company continued to lead the industry, maintaining an MSCI ESG rating of A and achieving industry-leading performance in carbon reduction, water resource management and corporate governance. Through its comprehensive sustainability capabilities, the Company continued to shape a high-quality and sustainable long-term development model.

(I) Comprehensive Industrial Synergy Advantages

Through years of development and refinement, the Company has seized opportunities arising from industry adjustments and achieved rapid growth, establishing a business model that spans "from a drop of oil to everything in the world." By extending the industrial chain, the Company has effectively reduced operating costs, established complementary upstream and downstream operations, and enhanced its sustainable profitability and risk resilience. Building on the complete polyester industrial chains of ZPC's controlling shareholder, Rongsheng Petrochemical, and its shareholder, Tongkun Group, ZPC successfully completed the final link in the entire process "from a drop of oil to a filament," creating significant advantages through the integration of the upstream and downstream polyester industry and generating strong synergies with its shareholders across other industrial chains.

The interconnection between the Zhoushan Green Petrochemical Base and the Ningbo Petrochemical Base enables the coordinated development of the two major bases. Pipeline transportation significantly reduces the risks and costs associated with marine and road transportation. Large quantities of light hydrocarbon feedstocks generated as by-products at the Ningbo Petrochemical Base can be transported by pipeline to the Zhoushan Green Petrochemical Base and used as high-quality ethylene feedstocks, while surplus petroleum products from the Zhoushan Green Petrochemical Base can be transported to the Ningbo Petrochemical Base and used as high-quality feedstocks for aromatics production.

The ZPC project is equipped with supporting facilities capable of securing the crude oil supply required for both phases of the project. The Mamu Crude Oil Depot and the Yushan Island Crude Oil Depot have a combined storage capacity of 4.6 million cubic meters, representing the largest dedicated storage capacity supporting a refining and chemical project in China. As China's most concentrated resource allocation hub for oil and gas enterprises, the Zhejiang Free Trade Zone has more than 30 million cubic meters of oil storage capacity at locations including Cezi Island and Waidiao Island. Most of its oil pipeline networks are interconnected, enabling local transportation and transfer. The Company is advancing the tank farm and terminal projects of the Jintang Crude Oil Storage and Transportation Base. The project includes three new 300,000-dwt oil berths with a designed annual throughput of 50 million tons. The new tank farm will have a total storage capacity of 4.64 million cubic meters and a designed annual turnover of 50 million tons. Upon completion of the project, the economies of scale arising from large-volume inbound and outbound transportation and rapid turnover of terminal throughput and crude oil reserves will gradually become evident, effectively generating both economic and social benefits.

(II) Distinctive Location Advantages

Along China's eastern coastline, the Company's production bases are primarily located in Dalian, Liaoning Province, within the Bohai Economic Rim; Ningbo and Zhoushan, Zhejiang Province, within the Yangtze River Delta Economic Circle; and Haikou, Hainan Province, along the Belt and Road Economic Belt and the Maritime Silk Road. Each production base is adjacent to high-quality ports, connected to waterways and equipped with comprehensive terminal facilities. The principal and auxiliary raw materials required for the Company's production can be unloaded and stored at chemical terminals constructed or leased by the Company, greatly facilitating the transportation of bulk raw materials and inventory adjustments.

The ZPC project is located in a major consumption region for petroleum and chemical products, and its principal products are well suited to market demand. Its chemical products primarily target East China and South China, which are among China's most economically developed regions and have the most active downstream markets for petrochemical products. Related industries, including plastics processing, light manufacturing and household chemicals, are well developed in these regions, providing strong market demand for bulk petrochemical products. The Company has diversified sales channels for refined oil products, strong policy support and evident competitive advantages. The Ministry of Commerce formally approved ZPC's qualification to export refined oil products through non-state trading. As the first privately owned refining and chemical enterprise to obtain such export rights, ZPC took the lead in opening a sales channel into Southeast Asia. Against the backdrop of excess domestic refined oil supply, ZPC's refined oil export rights are scarce and highly valuable.

(III) Outstanding Strategic Deployment Advantages

The management team has keen investment insight, accurately determines the timing of project commissioning, and possesses outstanding investment and financing capabilities. The Company started its business in polyester chemical fibers and established a solid foundation through years of development. Following the full commissioning of ZPC's 40-million-ton-per-year refining and chemical integration project in early 2022, ZPC became the world's largest single-site refinery. Leveraging the platform provided by the world's largest single-site 40-million-ton refining and chemical integration project, the Company accelerated its deployment in downstream chemical new materials. Focusing on new energy and high-end materials, the Company developed a range of new energy and new materials products, including EVA, POE, DMC, PC and ABS, continuously enriching its product portfolio. As new projects progress steadily, the Company will expand its production capacities for new energy materials, renewable plastics, specialty synthetic materials and high-end synthetic materials in an orderly manner, further accelerating its transformation toward new materials.

(IV) Strong R&D and Innovation Advantages

The Company follows a technology research and development model driven by both "independent innovation" and "open cooperation." It has established first-class R&D platforms, including a high-tech R&D center, an academician and expert workstation, an enterprise technology center and a postdoctoral research workstation. The Company also actively engages in external technological exchanges and discussions, promotes integrated industry-university-research cooperation, and brings together resources from universities, society and enterprises. Through these initiatives, the Company works with its partners to improve research capabilities, advance technological progress and jointly develop an open, healthy and mutually beneficial innovation ecosystem. In recent years, the Company has continuously strengthened its research cooperation with domestic and international institutions, with R&D investment increasing year by year and remaining at an industry-leading level.

The Company's principal manufacturing enterprises are national high-tech enterprises with strong R&D capabilities and extensive experience in process operations accumulated through long-term production management. Bringing together domestic and international capabilities in industry, academia, research and application, the Company conducts research and development through independent innovation and has established an integrated achievement-maturation platform covering laboratory innovation, bench-scale testing, pilot testing and industrial demonstration production. Leveraging its flexible systems and mechanisms and its complete industrial chain, the Company addresses the difficulties faced by certain domestic research institutes in incubating and commercializing research results despite their basic research capabilities. It has removed the final bottleneck between scientific research achievements and their industrial application, promoted industrial technological innovation and upgrading, and sought to secure technological leadership. These efforts drive the Company's high-quality development toward independent technologies, diversified raw materials, high-end products, green production and intelligent industrial operations.

(V) Extensive Human Resources Advantages

The Company attaches great importance to corporate culture development and has established a positive working environment and strong corporate cohesion. Through internal development and external recruitment, the Company has assembled a stable team of core management, R&D and technical personnel. The Company places considerable emphasis on developing its existing workforce. Based on its actual circumstances and overall planning, it continuously expands employee selection and development platforms and establishes effective incentive mechanisms. By improving employee remuneration and benefits, refining professional title assessment, and clarifying promotion standards and reward mechanisms, the Company maintains a practical, proactive and capable workforce. The Company dynamically evaluates employees' overall capabilities through a combination of assessments, performance appraisals and competitions. It has fostered a healthy competitive environment in which employees learn from one another, strive to improve and compete for excellence. The Company emphasizes assigning employees according to their individual strengths and placing them in suitable positions, ensuring that all types of talent have opportunities to fully demonstrate their abilities.

In addition, the Company attaches great importance to talent and team management and adopts a two-pronged approach involving internal incentives and external talent development. In terms of internal management, the Company advances the development of three talent groups comprising Senior Management, high-potential employees and professional specialists. It places particular emphasis on talent assessment and integrity education, strengthens skills training and certification, and improves employees' capabilities in all respects. In terms of external talent development, the Company relies on industry-university-research cooperation platforms to actively recruit highly educated and highly skilled talent, increase the proportion of high-caliber employees and provide new momentum for its development.

(VI) Efficient Operational Management Advantages

The Company remains committed to institutional development and integrates digitalization, intelligent technologies, standardization, process-based management and regulatory compliance into its corporate operations. It actively strengthens information technology development, comprehensively integrates procurement, production, inventory, sales and other business processes, and continuously enhances its rapid-response capabilities. Taking into account its actual circumstances, the Company has established a comprehensive and effective management system that clearly defines position responsibilities and workflows. Through refined management, the Company has effectively reduced its operating costs. After years of effort, the Company's information technology, performance appraisal and credit management systems have reached industry-leading levels. Meanwhile, through brand and corporate culture development, the Company has further strengthened its corporate cohesion and brand influence.

III. Analysis of Main Business

Overview

For details, please refer to "I. Main Businesses of the Company during the Reporting Period".

Year-on-year Changes in Key Financial Data

Unit: RMB

	This reporting period	Same period of the previous year	YoY change	Reasons for changes
Operating revenue	129,406,713,606.78	148,629,350,935.50	-12.93%	
Operating costs	109,671,529,657.63	128,878,959,937.59	-14.90%	
Selling expenses	86,672,912.63	84,293,344.16	2.82%	
Administrative expenses	489,898,914.69	466,821,877.01	4.94%	
Financial expenses	3,031,712,215.69	3,209,956,264.91	-5.55%	
Income tax expenses	1,599,910,333.55	178,317,788.37	797.22%	Mainly due to the year-on-year increase in total profit during the current period, resulting in a corresponding increase in income tax expenses
R&D investment	2,242,542,374.59	2,369,091,695.16	-5.34%	

	This reporting period	Same period of the previous year	YoY change	Reasons for changes
Net cash flows from operating activities	21,254,077,553.64	7,586,625,253.68	180.15%	Mainly due to the year-on-year changes in net cash generated from purchase and sales activities and taxes paid during the current period
Net cash flows from investing activities	-20,365,844,227.94	-16,060,371,106.87	-26.81%	Mainly due to increased expenditures on the purchase and construction of long-term assets during the period
Net cash flows from financing activities	9,314,864,561.03	9,545,184,516.11	-2.41%	
Net increase in cash and cash equivalents	10,297,237,265.23	1,078,135,756.74	855.10%	Mainly due to increased cash receipts from operating activities during the period

Whether the composition of the Company’s profit or sources of profit changed significantly during the reporting period

□ Applicable ☑Not applicable

There were no significant changes in the composition of the Company’s profit or sources of profit during the reporting period.

Composition of Operating Revenue

Unit: RMB

	This reporting period		Same period of the previous year		YoY change
	Amount	Proportion of operating revenue	Amount	Proportion of operating revenue	
Total operating revenue	129,406,713,606.78	100%	148,629,350,935.50	100%	-12.93%
By industry					
Petrochemical industry	106,081,941,876.06	81.98%	128,902,515,568.13	86.73%	-17.70%
Polyester and chemical fiber industry	13,289,684,977.32	10.27%	11,125,503,900.41	7.48%	19.45%
Trade and others	10,035,086,753.40	7.75%	8,601,331,466.96	5.79%	16.67%
By product					
Oil refining products	20,803,255,178.70	16.08%	52,406,252,637.61	35.26%	-60.30%
Chemical products	71,267,307,481.23	55.07%	60,742,136,938.65	40.87%	17.33%
PTA	14,011,379,216.13	10.83%	15,754,125,991.87	10.60%	-11.06%
Polyester, chemical fiber and film products	13,289,684,977.32	10.27%	11,125,503,900.41	7.48%	19.45%
Trade and others	10,035,086,753.40	7.75%	8,601,331,466.96	5.79%	16.67%
By region					
Domestic	107,648,115,188.12	83.19%	133,658,202,665.65	89.93%	-19.46%
Overseas	21,758,598,418.66	16.81%	14,971,148,269.85	10.07%	45.34%

Industries, Products or Regions Accounting for More Than 10% of the Company’s Operating Revenue or Operating Profit

☑ Applicable □ Not applicable

Unit: RMB

	Operating revenue	Operating costs	Gross profit margin	YoY change in operating revenue	YoY change in operating costs	YoY change in gross profit margin
By industry						
Petrochemical industry	106,081,941,876.06	88,177,049,909.43	16.88%	-17.70%	-19.61%	1.97%
Polyester and chemical fiber industry	13,289,684,977.32	12,389,188,913.52	6.78%	19.45%	13.05%	5.28%
Trade and others	10,035,086,753.40	9,105,290,834.68	9.27%	16.67%	10.55%	5.02%
By product						
Oil refining products	20,803,255,178.70	13,544,397,362.99	34.89%	-60.30%	-66.61%	12.31%
Chemical products	71,267,307,481.23	60,670,381,107.02	14.87%	17.33%	13.60%	2.79%
PTA	14,011,379,216.13	13,962,271,439.42	0.35%	-11.06%	-11.11%	0.05%
Polyester, chemical fiber and film products	13,289,684,977.32	12,389,188,913.52	6.78%	19.45%	13.05%	5.28%
Trade and others	10,035,086,753.40	9,105,290,834.68	9.27%	16.67%	10.55%	5.02%
By region						
Domestic	107,648,115,188.12	89,083,481,492.24	17.25%	-19.46%	-22.09%	2.79%
Overseas	21,758,598,418.66	20,588,048,165.39	5.38%	45.34%	41.56%	2.52%

Where the statistical basis for the Company's main business data was adjusted during the reporting period, the Company's main business data for the most recent period as adjusted based on the statistical basis at the end of the reporting period

□ Applicable ☑ Not applicable

IV. Analysis of Non-main Businesses

☑ Applicable □ Not applicable

Unit: RMB

	Amount	Proportion of total profit	Explanation of reasons	Sustainable
Investment income	362,514,525.42	3.34%	Mainly due to gains from futures investments and investment income from associates	No
Gains/(losses) from changes in fair value	-292,395,250.55	-2.69%	Mainly due to changes in unrealized gains on derivative financial assets	No
Asset impairment loss	-1,070,657.02	-0.01%	Mainly due to provisions for inventory write-downs	No
Non-operating income	4,459,855.55	0.04%	Mainly compensation income	No
Non-operating expenses	6,496,192.84	0.06%	Mainly miscellaneous non-recurring losses and donation expenses	No
Gains on disposal of assets	7,357,324.96	0.07%	Mainly gains on disposal of fixed assets	No
Credit impairment loss	18,584,617.97	0.17%	Mainly due to provisions for bad debts on receivables	No
Other income	800,815,540.06	7.37%	Mainly benefits under the VAT super-deduction policy for advanced manufacturing enterprises	Yes

V. Analysis of Assets and Liabilities

1. Significant Changes in Asset Composition

Unit: RMB

	At the end of this reporting period		At the end of the previous year		Change in proportion	Explanation of significant changes
	Amount	Proportion of total assets	Amount	Proportion of total assets		
Monetary funds	23,734,636,453.49	5.89%	13,499,669,478.84	3.49%	2.40%	
Accounts receivable	2,260,963,661.76	0.56%	3,169,305,362.31	0.82%	-0.26%	
Inventories	32,009,662,550.09	7.95%	33,576,127,180.92	8.68%	-0.73%	
Investment properties	9,716,959.60	0.002%	9,852,682.60	0.003%	-0.001%	
Long-term equity investments	9,446,006,115.38	2.34%	9,764,207,212.23	2.53%	-0.19%	
Fixed assets	249,424,094,904.07	61.92%	259,757,528,525.39	67.18%	-5.26%	
Construction in progress	54,979,464,670.50	13.65%	37,854,167,659.20	9.79%	3.86%	
Right-of-use assets	60,122,571.18	0.01%	27,062,072.00	0.01%	0.00%	
Short-term borrowings	53,190,105,943.25	13.20%	50,196,656,887.59	12.98%	0.22%	
Contract liabilities	2,755,473,814.03	0.68%	4,083,450,306.60	1.06%	-0.38%	
Long-term borrowings	129,528,625,520.90	32.16%	122,459,201,307.70	31.67%	0.49%	
Lease liabilities	42,251,995.26	0.01%			0.01%	
Non-current liabilities due within one year	37,100,487,475.75	9.21%	35,466,338,269.58	9.17%	0.04%	

2. Major Overseas Assets

□ Applicable ☑ Not applicable

3. Assets and Liabilities Measured at Fair Value

☑ Applicable □ Not applicable

Unit: RMB

Item	Beginning balance	Ending balance
Financial assets		
1. Financial assets held for trading(not including derivative financial assets)		
2. Derivative financial assets	278,828,802.69	192,305,512.54
Subtotal of financial assets	278,828,802.69	192,305,512.54
Financial liabilities	254,957,356.99	242,510,513.90

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

□ Yes ☑ No

4. Restricted Assets as of the End of the Reporting Period

Unit: RMB

Item	Closing gross carrying amount	Reason for restriction
Monetary funds	568,401,314.82	Letters of credit, bank acceptance bills, letters of guarantee, loan security deposits and funds in transit
Fixed assets	294,528,079,475.45	Mortgaged as security for borrowings and letters of credit
Construction in progress	16,583,927,518.98	Mortgaged as security for borrowings and letters of credit
Intangible assets	6,136,663,519.99	Mortgaged as security for borrowings and letters of credit
Total	317,817,071,829.24	

VI. Analysis of Investments

1. Overall Situation

☑ Applicable □ Not applicable

Investment during the reporting period (RMB)	Investment during the same period of the previous year (RMB)	Change
9,446,006,115.38	9,715,088,710.27	-2.77%

2. Significant Equity Investments Acquired during the Reporting Period

□ Applicable ☑ Not applicable

3. Significant Ongoing Non-equity Investments during the Reporting Period

□ Applicable ☑ Not applicable

4. Investments in Financial Assets

(1) Securities Investments

□ Applicable ☑ Not applicable

The Company had no securities investments during the reporting period.

(2) Derivatives Investments

☑ Applicable □ Not applicable

1) Derivatives Investments for Hedging Purposes during the Reporting Period

☑ Applicable □ Not applicable

Unit: RMB 10,000

Type of derivatives investment	Initial investment amount	Beginning balance	Gains/ (losses) from changes in fair value during the period	Cumulative changes in fair value recognized in equity	Purchases during the reporting period	Sales during the reporting period	Ending balance	Percentage of ending investments to the Company's net assets at the end of the reporting period
Forward foreign exchange contracts		23,158.30	-9,622.21				14,596.82	0.31%
Paper futures contracts		-20,771.15	-19,617.32				-19,617.32	-0.41%
Total		2,387.15	-29,239.53				-5,020.50	-0.10%
Explanation of the accounting policies and specific accounting principles for hedging activities during the reporting period, and whether there were any significant changes compared with the previous reporting period	No							
Explanation of actual profit or loss during the reporting period	The Company recorded an actual investment loss of RMB 359.4034 million during the reporting period							
Explanation of hedging effectiveness	N/A							
Sources of funds for derivatives investments	Self-owned funds							
Risk analysis and control measures for derivatives positions held during the reporting period (including but not limited to market risk, liquidity risk, credit risk,	(I) Risk Analysis of Commodity Futures Hedging Business 1. Risk of Abnormal Price Fluctuations: In theory, futures and spot prices of each traded product should converge during the delivery period. However, under rare irrational market conditions, futures and spot prices may fail to converge, which could adversely affect the Company's hedging arrangements and even result in losses. 2. Liquidity Risk: Excessive capital investment in futures trading may create liquidity risk and may even result in actual losses due to forced liquidation if margin calls cannot be met in a timely manner. Inactive trading may also make transactions difficult to execute, giving rise to liquidity risk. 3. Operational Risk: Futures trading is highly specialized and complex, and deficiencies in information systems or internal controls may result in unexpected losses. 4. Credit Risk: If prices fluctuate significantly against a counterparty, the counterparty may breach relevant contractual provisions or cancel the contract, resulting in losses to the Company. 5. Legal Risk: Changes in relevant laws and regulations, or violations thereof by counterparties, may prevent contracts from being performed as intended and cause losses to the Company.							

Type of derivatives investment	Initial investment amount	Beginning balance	Gains/ (losses) from changes in fair value during the period	Cumulative changes in fair value recognized in equity	Purchases during the reporting period	Sales during the reporting period	Ending balance	Percentage of ending investments to the Company's net assets at the end of the reporting period
operational risk and legal risk)	(II) Risk Control Measures Proposed for Commodity Futures Hedging Business 1. The Company matches its futures hedging activities with its operating activities to hedge against price fluctuation risks. Futures hedging is limited to futures products related to the raw materials or products required for the Company's operations. 2. The Company strictly controls the amount of funds used for hedging and reasonably plans and uses margins. It has established design principles and specific approval authorities for hedging plans. Hedging activities are conducted solely to mitigate commodity price risks and do not involve speculation or arbitrage. The hedged volume may not exceed the volume of actual spot transactions, and futures positions may not exceed the corresponding spot volume being hedged. 3. In accordance with the Rules Governing the Listing of Shares on the Shenzhen Stock Exchange and other relevant regulations, the Company has formulated the Commodity Futures Hedging Management System to govern futures activities and minimize operational risks arising from inadequate systems or improper procedures. 4. The Company has established compliant computer systems and supporting facilities to ensure the normal conduct of trading activities. In the event of a system failure, corresponding measures will be taken promptly to mitigate losses. (III) Risk Analysis of Foreign Exchange Derivatives Trading 1. Market Risk: If exchange rate or interest rate movements deviate significantly from the Company's expectations, the costs incurred after locking in exchange rates or interest rates may exceed those that would have been incurred without such arrangements, resulting in potential losses. 2. Internal Control Risk: Foreign exchange derivatives trading is highly specialized and complex, and inadequate internal control mechanisms may give rise to risks. 3. Customer or Supplier Default Risk: Delays in collecting accounts receivable from customers, or postponed payments to suppliers, may affect the Company's cash flows and cause the timing or amount of actual cash flows to differ from those of executed foreign exchange derivatives transactions. Collection Forecast Risk: The Company generally forecasts payments and collections based on purchase orders, customer orders and expected orders. During actual execution, suppliers or customers may adjust their orders or forecasts, resulting in inaccurate collection forecasts and delayed settlement of executed foreign exchange derivatives transactions. 4. Legal Risk: Changes in relevant laws or violations of applicable laws and regulations by counterparties may prevent contracts from being performed as intended and cause losses to the Company. (IV) Risk Control Measures Proposed for Foreign Exchange Derivatives Trading 1. The Company has formulated the Foreign Exchange Derivatives Trading Management System, which prohibits foreign exchange derivatives transactions for speculative purposes. All such transactions must be based on normal production and operations, supported by specific business activities, and conducted for the purpose of avoiding and preventing exchange rate or interest rate risks. The system clearly stipulates operating principles, approval authorities, internal review procedures, responsible departments and personnel, information segregation measures, internal risk reporting and risk handling procedures. It complies with relevant regulatory requirements, meets operational needs and provides effective risk control measures. 2. The Company's Treasury Department and Audit Department, as the responsible departments, have clearly defined management roles and responsibilities, with accountability assigned to specific individuals. Tiered management fundamentally prevents the risk of operations being conducted by a single person or department and improves the speed of risk response while maintaining effective risk control. 3. The Company conducts foreign exchange derivatives transactions with large commercial banks possessing the requisite legal qualifications and closely monitors relevant laws and regulations to mitigate potential legal risks.							

Type of derivatives investment	Initial investment amount	Beginning balance	Gains/ (losses) from changes in fair value during the period	Cumulative changes in fair value recognized in equity	Purchases during the reporting period	Sales during the reporting period	Ending balance	Percentage of ending investments to the Company's net assets at the end of the reporting period
Changes in the market prices or fair values of invested derivatives during the reporting period, including the specific methods used to analyze fair value and the assumptions and parameters applied	The Company measures hedging investments at fair value. Forward foreign exchange contracts are generally valued based on prices provided by or obtained from banks and other pricing service providers. Fair value is measured and recognized monthly, while the transaction price of futures represents their fair value.							
Litigation status (if applicable)	None							
Disclosure date of the Board announcement approving derivatives investments (if any)	April 28, 2026							
Disclosure date of the announcement of the general meeting of shareholders approving derivatives investments (if any)	May 22, 2026							

The Company is required to comply with the disclosure requirements for the chemical industry under the Self-Regulatory Guidelines for Companies Listed on the Shenzhen Stock Exchange No. 3—Industry Information Disclosure.

At its fifth meeting of the seventh Board of Directors held on April 26, 2026, the Company reviewed and approved the Proposal on Conducting Futures Hedging Business for 2026, which was subsequently approved at the 2025 Annual General Meeting of Shareholders. For details, please refer to the Announcement on Conducting Futures Hedging Business for 2026 (Announcement No. 2026-010), published on April 28, 2026 in Securities Times, Securities Daily, China Securities Journal and Shanghai Securities News and on CNINFO (http://www.cninfo.com.cn). The Company conducts the relevant business strictly in accordance with the proposal approved at the aforementioned meetings.

2) Derivatives Investments for Speculative Purposes during the Reporting Period

□ Applicable ☑ Not applicable

The Company had no derivatives investments for speculative purposes during the reporting period.

5. Use of Raised Funds

□ Applicable ☑ Not applicable

The Company did not use any raised funds during the reporting period.

VII. Sales of Major Assets and Equities

1. Sales of major assets

□ Applicable ☑ Not applicable

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

2. Sale of major equities

□ Applicable ☑Not applicable

VIII. Analysis of Major Subsidiaries and Associates

☑ Applicable □ Not applicable

Major subsidiaries and associates with an impact of 10% or more on the Company’s net profit

Unit: RMB10,000

Company name	Company type	Main business	Registered capital	Total assets	Net assets	Operating income	Operating profit	Net profit
Zhejiang Petroleum & Chemical Co., Ltd.	Subsidiary	Production, sales, storage and transportation of petroleum products, etc.	RMB58,800,000,000	29,963,191.33	10,864,611.62	9,352,144.39	965,416.39	827,462.04
Ningbo Zhongjin Petrochemical Co., Ltd.	Subsidiary	Production and sales of chemical products and petroleum products	RMB6,000,000,000	2,711,714.85	440,074.94	1,016,356.49	12,153.08	9,663.12
Dalian Yisheng Investment Co., Ltd.	Subsidiary	Project investment, domestic trade, import and export of goods	RMB 2,018,000,000	1,873,458.05	550,789.78	1,083,936.87	43,339.45	37,855.86
Yisheng Dahua Petrochemical Co., Ltd.	Subsidiary	Production and sales of PTA and polyester bottle chips	RMB2,456,450,000	1,691,313.63	484,113.24	1,083,936.87	26,048.65	20,565.98
Zhejiang Yisheng New Materials Co., Ltd.	Subsidiary	Production and sales of PTA	RMB3,000,000,000	1,111,019.45	129,654.97	1,396,845.92	-14,302.51	-14,945.50
Zhejiang Yisheng Petrochemical Co., Ltd.	Associate	Production and sales of PTA and PIA	USD 514,447,100	2,164,782.60	627,138.74	1,334,250.76	9,111.39	8,007.01
Hainan Yisheng Petrochemical Co., Ltd.	Associate	Production and sales of PTA and polyester bottle chips	RMB4,580,000,000	2,248,557.60	712,123.02	1,649,251.87	34,279.97	34,551.39
Zhejiang Shengyuan Chemical Fiber Co., Ltd.	Subsidiary	Production and sales of polyester chips and polyester filaments	RMB2,000,000,000	916,667.50	222,780.92	346,616.08	13,291.58	11,718.98

Acquisition and disposal of subsidiaries during the reporting period

☑ Applicable □ Not applicable

Company Name	Method of Acquisition or Disposal During the Reporting Period	Impact on Overall Production, Operations and Performance
Ningbo Yisheng Chemicals Co., Ltd.	Deregistration	No material impact

Description of Major Controlled and Investee Companies

(1) Zhejiang Petroleum & Chemical Co., Ltd.

Zhejiang Petroleum & Chemical Co., Ltd. is the implementation entity of the Company's 40 million tons/year refining and chemical integration project and is primarily engaged in the production, sales, storage and transportation of petroleum products. Its legal representative is Li Shuirong, and its registered capital is RMB 58,800 million. It is a holding subsidiary of the Company. As of June 30, 2026, it had total assets of RMB 299,631.91 million and net assets of RMB 108,646.12 million. For the six months ended June 30, 2026, it recorded operating revenue of RMB 93,521.44 million and net profit of RMB 8,274.62 million.

(2) Ningbo Zhongjin Petrochemical Co., Ltd.

Ningbo Zhongjin Petrochemical Co., Ltd. is primarily engaged in the storage of chemical products and the wholesale and retail of chemical products and petroleum products other than hazardous chemicals. Its legal representative is Li Shuirong, and its registered capital is RMB 6,000 million. It is a wholly-owned subsidiary of the Company. As of June 30, 2026, it had total assets of RMB 27,117.15 million and net assets of RMB 4,400.75 million. For the six months ended June 30, 2026, it recorded operating revenue of RMB 10,163.56 million and net profit of RMB 96.63 million.

(3) Dalian Yisheng Investment Co., Ltd.

Dalian Yisheng Investment Co., Ltd. is primarily engaged in industrial investment, domestic trade, and the import and export of goods. Its legal representative is Li Shuirong, and its registered capital is RMB 2,018 million. The Company holds 70% of its equity. As of June 30, 2026, it had total assets of RMB 18,734.58 million and net assets of RMB 5,507.90 million. For the six months ended June 30, 2026, it recorded operating revenue of RMB 10,839.37 million and net profit of RMB 378.56 million.

(4) Yisheng Dahua Petrochemical Co., Ltd.

Yisheng Dahua Petrochemical Co., Ltd. is primarily engaged in the production and sales of PTA and polyester bottle chips, as well as the import and export of goods and domestic trade. Its legal representative is Li Shuirong, and its registered capital is RMB 2,456.45 million. As of June 30, 2026, it had total assets of RMB 16,913.14 million and net assets of RMB 4,841.13 million. For the six months ended June 30, 2026, it recorded operating revenue of RMB 10,839.37 million and net profit of RMB 205.66 million.

(5) Zhejiang Yisheng New Materials Co., Ltd.

Zhejiang Yisheng New Materials Co., Ltd. is primarily engaged in the production and sales of PTA. Its legal representative is Xu Baoyue, and its registered capital is RMB 3,000 million. Ningbo Zhongjin Petrochemical Co., Ltd. holds 51% of its equity. As of June 30, 2026, it had total assets of RMB 11,110.19 million and net assets of RMB 1,296.55 million. For the six months ended June 30, 2026, it recorded operating revenue of RMB 13,968.46 million and a net loss of RMB 149.46 million.

(6) Zhejiang Yisheng Petrochemical Co., Ltd.

Zhejiang Yisheng Petrochemical Co., Ltd. is primarily engaged in the production and sales of PTA and PIA. Its legal representative is Fang Xianshui, and its registered capital is USD 514.4471 million. The Company holds an aggregate equity interest of 30% in the company. As of June 30, 2026, it had total assets of RMB 21,647.83

million and net assets of RMB 6,271.39 million. For the six months ended June 30, 2026, it recorded operating revenue of RMB 13,342.51 million and net profit of RMB 80.07 million.

(7) Hainan Yisheng Petrochemical Co., Ltd.

Hainan Yisheng Petrochemical Co., Ltd. is an associate of Yisheng Investment, a holding subsidiary of the Company. It is primarily engaged in the production and sales of PTA and polyester bottle chips, as well as import and export business. Its legal representative is Fang Xianshui, and its registered capital is RMB 4,580 million. Yisheng Investment holds 50% of its equity. As of June 30, 2026, it had total assets of RMB 22,485.58 million and net assets of RMB 7,121.23 million. For the six months ended June 30, 2026, it recorded operating revenue of RMB 16,492.52 million and net profit of RMB 345.51 million.

(8) Zhejiang Shengyuan Chemical Fiber Co., Ltd.

Zhejiang Shengyuan Chemical Fiber Co., Ltd. is the implementation entity of the Company’s multifunctional fiber technological upgrading project and is primarily engaged in the production and sales of polyester chips and polyester filaments. Its legal representative is Li Shuirong, and its registered capital is RMB 2,000 million. It is a wholly-owned subsidiary of the Company. As of June 30, 2026, it had total assets of RMB 9,166.68 million and net assets of RMB 2,227.81 million. For the six months ended June 30, 2026, it recorded operating revenue of RMB 3,466.16 million and net profit of RMB 117.19 million.

IX. Structured Entities Controlled by the Company

□ Applicable ☑ Not applicable

X. Risks Facing the Company and Countermeasures

1. Risk of Fluctuations in Raw Material and Product Prices

As the Company operates within the crude oil industry chain, upstream raw materials constitute the primary component of its product costs. Fluctuations in crude oil prices may therefore cause price fluctuations in products across the industry chain. The Company’s principal products include oil products, aromatic hydrocarbons, olefins and downstream chemicals, which are closely related to the national economy and people’s livelihoods. The development of the industry is highly correlated with overall macroeconomic conditions, and macroeconomic changes may have a certain impact on the Company’s operating performance. The Company’s procurement, production and sales teams have extensive experience in procurement, production, sales, hedging and logistics. In coordination with the marketing department, the Company will closely monitor market changes and continue to combine strategic procurement with opportunistic procurement. It will also flexibly adjust its product mix and production loads based on market demand, arrange long-term and short-term contracts as appropriate, and strengthen sales management to mitigate the adverse impact of raw material price fluctuations.

2. Risk of Foreign Exchange Rate Fluctuations

The Company engages in overseas procurement and sales. As its business scale continues to expand, its sales and procurement amounts denominated in foreign currencies have increased accordingly. Meanwhile, the foreign exchange market is affected by various complex factors, resulting in considerable uncertainty in exchange rate movements. Significant fluctuations in the RMB exchange rate in the future may affect the Company’s operating performance. Taking into account the characteristics of its cross-border business and adhering to the principles of legality, prudence, safety and effectiveness, the Company will conduct foreign exchange derivatives transactions based on its actual business operations to avoid and mitigate foreign exchange risks.

3. Risk of Product Overcapacity

With the expansion of domestic refining and chemical integration capacity and the advancement of the strategy of "reducing oil products and increasing chemicals" in recent years, a certain degree of product homogeneity has emerged among some basic chemical raw materials and general-purpose chemical products downstream of the refining and chemical industry. On the one hand, leveraging its complete and well-established industry chain platform, the Company is expected to remain at the lower end of the industry cost curve, thereby maintaining a favorable position in market competition. On the other hand, many products included in the Company's planned new materials projects currently have limited domestic production capacity or are entirely dependent on imports. These products are expected to create differentiated competitive advantages and generate excess returns for the Company.

4. Risk of Project Capital Expenditure

The petrochemical industry is capital-intensive and is characterized by large investment requirements and long construction periods. Continuous large-scale capital expenditure may increase the Company's asset-liability ratio and place temporary pressure on its cash flows. In addition, if the industry is at the bottom of its cycle and downstream demand remains weak, returns on project investments may fall short of expectations. The Company is currently focusing on high-performance resin projects, high-end new materials projects and the Jintang New Materials Project. It will continue to exercise strict control over the pace of project investment and construction, adjust project scope in line with market developments, maintain a reasonable asset-liability ratio, and actively advance its international cooperation plans to build a more competitive refining and chemical integration platform.

XI. Formulation and Implementation of Market Value Management System and Valuation Promotion Plan

Whether the company has formulated a market value management system.

☑Yes □No

Whether the company has disclosed the valuation promotion plan.

□ Yes ☑ No

Market value management serves as a strategic cornerstone for the Company's long-term value growth. By establishing a scientific and systematic management framework, the Company can continuously enhance its market competitiveness, consolidate investor confidence, and promote the alignment of its intrinsic value with its market value. To thoroughly implement the requirements for the high-quality development of the capital market and effectively protect the lawful rights and interests of investors, the Company formulated the Market Value Management System in accordance with the Securities Law of the People's Republic of China, the Guidelines for the Supervision of Listed Companies No. 10—Market Value Management, the Rules Governing the Listing of Shares on the Shenzhen Stock Exchange and other applicable laws and regulations, taking into account the characteristics of the industry and the Company's actual operations. The system was reviewed and approved at the 22nd Meeting of the Sixth Board of Directors.

During the Reporting Period, the Company strictly complied with the requirements of the Market Value Management System. With information disclosure as the core, investor relations as the link, shareholder returns as the objective and capital operations as the means, the Company systematically advanced its market value management initiatives, continuously standardized its market value management practices, and further enhanced its investment value and shareholder returns, thereby providing solid support for the Company's high-quality and sustainable development.

XII. Implementation of the Action Plan for the "Dual Enhancement of Quality and Returns"

Whether the Company has disclosed an announcement on the Action Plan for the "Dual Enhancement of Quality and Returns"

☑Yes □No

To implement the guiding principles of "invigorating the capital market and boosting investor confidence" put forward at the meeting of the Political Bureau of the CPC Central Committee on July 24, 2023, as well as the requirement to "vigorously improve the quality and investment value of listed companies, adopt more forceful and effective measures, and focus on stabilizing the market and confidence" set out at the executive meeting of the State Council on January 22, 2024, and to effectively protect the interests of investors, the Company formulated the Action Plan for the "Dual Enhancement of Quality and Returns" based on its confidence in the Company's future development prospects and recognition of the value of its shares. The Action Plan was disclosed on March 2, 2024. The specific progress is as follows:

1. Remain Committed to Serving the Country through Industrial Development and Lead Industry Growth

Rongsheng Petrochemical is one of the world's leading petrochemical enterprises. In 2026, Brand Finance, a renowned UK-based brand valuation consultancy, ranked Rongsheng Petrochemical fifth among the world's most valuable chemicals brands. The Company also ranked seventh in Chemical Week's Billion-Dollar Club of global chemicals companies and ninth in the ICIS Top 100 Chemical Companies. The Company has effectively implemented its "vertical and horizontal strategy" and established seven major production bases in the Bohai Economic Rim, the Yangtze River Delta Economic Circle and the Hainan Free Trade Port Economic Circle. It has developed five major industry chains covering polyester, engineering plastics, new energy, high-end polyolefins and specialty rubber. The Company is one of Asia's major producers of polyester, new energy materials, engineering plastics and high value-added polyolefins, and possesses the world's largest production capacities for PX, PTA and other chemicals.

Building on its existing comprehensive industry chain, the Company is actively developing projects involving new energy and new materials products, whose proportion in the Company's product portfolio continues to increase. Meanwhile, the Company is actively expanding its global presence. In 2023, the Company introduced Saudi Aramco as a strategic investor. Saudi Aramco currently holds approximately 10% of the Company's shares through its wholly-owned subsidiary. In early 2024, the Company entered into a Memorandum of Understanding with Saudi Aramco. Since the signing of the Memorandum of Understanding, Rongsheng Petrochemical and Saudi Aramco have actively advanced their cooperation and successively entered into the Cooperation Framework Agreement, the Framework Agreement Relating to a Joint Development Agreement, the Development Framework Agreement and other relevant agreements. The parties are currently conducting further negotiations on the specific terms of their joint investments to facilitate the achievement of their respective strategic objectives. Building on the foregoing cooperation, the Company has continued to deepen its collaboration with listed companies controlled by Saudi Aramco. In July 2026, the Company and its wholly-owned subsidiary, Rongsheng New Materials (Zhoushan) Co., Ltd., entered into the Project Development Agreement for a New Project with Saudi Basic Industries Corporation (SABIC), a Saudi-listed company controlled by Saudi Aramco. The parties are evaluating a potential investment by SABIC in a 30% to no more than 50% equity interest in Rongsheng New Materials for the purposes of the new project. By introducing advanced production processes and core technology systems, the signing of the Project Development Agreement may comprehensively enhance the Company's international cooperation capabilities and overall competitiveness.

2. Emphasize R&D Investment and Drive Growth through Innovation

The Company keeps pace with the latest developments in international science and technology and continues to introduce new technologies and products in clean energy, high-end materials and green development. The Company adheres to a technology R&D model driven by both "independent innovation" and "open cooperation." It has established first-class R&D platforms, including a high-tech R&D center, an academician and expert workstation, an enterprise technology center and a postdoctoral research workstation. Meanwhile, the Company actively conducts external technological exchanges and discussions, proactively advances integrated industry-university-research collaboration, and integrates resources from universities, social institutions and enterprises. Through these initiatives, the Company works with relevant parties to enhance scientific research capabilities, promote technological progress, and build an open, sound and mutually beneficial innovation and development system.

3. Emphasize Shareholder Returns and Share the Benefits of Development

While focusing on its own development, the Company also attaches great importance to shareholder returns. To improve and strengthen its shareholder return mechanism and enhance the transparency and operability of its profit distribution policy, the Company has formulated and continuously updated its Shareholder Return Plan for the Next Three Years since its listing, in accordance with the Company Law of the People's Republic of China, the Guidelines for the Supervision of Listed Companies No. 3—Cash Dividends of Listed Companies, other applicable laws, regulations and normative documents, as well as the Company's Articles of Association. To date, the Company has made a total of 16 cash dividend distributions, with aggregate cash dividends exceeding RMB10.358 billion. Going forward, the Company will continue to maintain a dynamic balance among corporate development, performance growth and shareholder returns in light of its stage of development, with a view to establishing a long-term, stable and sustainable shareholder value return mechanism.

4. Implement Share Repurchases and Shareholding Increases to Boost Market Confidence

Based on its confidence in the Company's future development prospects and recognition of its long-term value, and to protect the interests of investors, particularly minority investors, strengthen investor confidence, facilitate the reasonable return of the Company's share price to its long-term intrinsic value, and promote the Company's stable and sustainable development, the Company and its controlling shareholder, Rongsheng Holdings, have actively implemented share repurchase and shareholding increase plans.

Since the Company conducted its first share repurchase on March 29, 2022, it has implemented three phases of share repurchase plans, all of which have been completed. The Company repurchased a total of 553,232,858 shares, representing 5.4637% of its current total share capital, for an aggregate transaction amount of RMB6,987,904,924.02, excluding transaction fees. Details are set out in the table below:

Repurchase	Repurchase period	Number of shares repurchased (shares)	Amount to be repurchased (RMB 100 million)	Repurchased amount (RMB)
Phase I (cancelled)	2022.3.29-2022.8.2	136,082,746	10-20	1,998,203,937.31
Phase II (all repurchased shares used for the Employee Stock Ownership Plan)	2022.8.18-2023.7.27	147,862,706	10-20	1,989,986,431.34
Phase III (of which 5,152,595 shares have been used for the Employee Stock Ownership Plan)	2023.8.28-2024.8.19	269,287,406	15-30	2,999,714,555.37
Total		**553,232,858**	**-**	**6,987,904,924.02**

From January 22, 2024 to September 30, 2025, the Company's controlling shareholder, Rongsheng Holdings, implemented three shareholding increase plans, all of which have been completed. Rongsheng Holdings increased its shareholding in the Company by a total of 289,064,301 shares, representing 2.89% of the Company's current total share capital, for an aggregate amount of approximately RMB2,705.4922 million. Details are set out in the table below:

Share increase items	Share increase period	Number of shares increased (shares)	Amount to be increased (RMB 100 million)	Amount increased (RMB 10,000)
Phase I	2024.1.22-2024.7.18	115,530,037	10-20	118,805.82
Phase II	2024.8.21-2025.2.20	56,892,217	5-10	50,487.35
Phase III	2025.4.8-2025.9.30	116,642,047	10-20	101,256.05
Total		**289,064,301**	**-**	**270,549.22**

5. Standardize corporate governance and deliver corporate value

The Company strictly complies with applicable laws and regulations and continuously improves its corporate governance structure. It has established a modern corporate governance system comprising the General Meeting of Shareholders, the Board of Directors and its specialized committees, including the Audit Committee, as well as senior management. The powers and responsibilities relating to decision-making, execution and supervision are clearly defined, with effective checks and balances in place. The Company has also established and continuously improved its internal control system, standardized its operating procedures and promoted the ongoing optimization of its internal control framework. The Company remains independent in terms of its business, assets, personnel, organizational structure and finance, and has a complete business system and the capability to operate independently.

The Company strictly adheres to the principles of truthfulness, accuracy, completeness, timeliness and fairness and continuously improves the effectiveness and transparency of its information disclosure. Guided by investor needs, the Company continues to present information concerning its operations and other matters to investors at multiple levels, from multiple perspectives and through comprehensive channels. Meanwhile, the Company continues to broaden and deepen its communications with investors and improve its open, fair, transparent and multidimensional investor communication channels, enabling investors to gain a more direct and comprehensive understanding of the Company's core value and strengthening their confidence in the Company. Going forward, the Company will continue to focus on its principal businesses, remain investor-oriented and continue to implement the Action Plan for the "Dual Enhancement of Quality and Returns."

The Company will pursue sustainable and sound development and endeavor to contribute to stabilizing the market and confidence through standardized corporate governance and proactive shareholder returns.

Section IV Corporate Governance, Environment and Society

I. Changes in the Company's Directors and Senior Management

□ Applicable ☑ Not applicable

There were no changes in the Company's Directors or Senior Management during the Reporting Period. For details, please refer to the 2025 Annual Report.

II. Profit Distribution and Conversion of Capital Reserve into Share Capital during the Reporting Period

□ Applicable ☑ Not applicable

For the interim period, the Company does not plan to distribute any cash dividend, issue any bonus shares, or convert any capital reserve into share capital.

III. Implementation of Equity Incentive Plans, Employee Stock Ownership Plans or Other Employee Incentives

☑ Applicable □ Not applicable

1. Equity Incentives

Not applicable.

2. Implementation of the Employee Stock Ownership Plan

☑ Applicable □ Not applicable

All valid employee stock ownership plans during the Reporting Period

Scope of Employees	Number of Employees	Total Number of Shares Held (Shares)	Changes	Percentage of the Listed Company's Total Share Capital	Sources of Funds for Implementation of the Plan
Directors and Senior Management of the Company, and eligible employees of the Company and its controlled or wholly-owned subsidiaries	1,404	153,015,301	Not applicable	1.53%	Employees' self-funded contributions and funds obtained through other means permitted by laws and regulations

Shareholdings of Directors and Senior Management in the Employee Stock Ownership Plan during the Reporting Period

Name	Position	Number of Shares Held at the Beginning of the Reporting Period (Shares)	Number of Shares Held at the End of the Reporting Period (Shares)	Percentage of the Listed Company's Total Share Capital

Xiang Jiongjiong, Zhou Xianhe and Wang Yafang	Directors and Senior Management	0	0	0.00%

Changes in asset management institutions during the Reporting Period

□ Applicable ☑ Not applicable

Changes in equity arising from holders' disposal of plan units and other circumstances during the Reporting Period

□ Applicable ☑ Not applicable

Exercise of shareholder rights during the Reporting Period

According to the 2026 Employee Stock Ownership Plan (Draft) of Rongsheng Petrochemical Co., Ltd., participants in the Employee Stock Ownership Plan voluntarily waive the voting rights attached to the Company shares indirectly held through their participation in the Employee Stock Ownership Plan. They are entitled to other shareholder rights except for voting rights at the General Meeting of Shareholders of the listed company, including rights to dividends, rights to subscribe for shares in rights offerings, rights to shares converted from capital reserves and other rights to asset returns.

Other circumstances and explanations relating to the Employee Stock Ownership Plan during the Reporting Period

□ Applicable ☑ Not applicable

Changes in members of the Management Committee of the Employee Stock Ownership Plan

□ Applicable ☑ Not applicable

Financial impact of the Employee Stock Ownership Plan on the listed company during the Reporting Period and the relevant accounting treatment

☑Applicable □ Not applicable

The underlying shares of the Employee Stock Ownership Plan are sourced from shares repurchased by the Company. The Company will perform the relevant accounting treatment in accordance with the *Accounting Standards for Business Enterprises No. 11—Share-based Payments* and the Company's accounting policies.

Termination of the Employee Stock Ownership Plan during the Reporting Period

□ Applicable ☑ Not applicable

Other explanations:

None.

3. Other Employee Incentives

□ Applicable ☑ Not applicable

IV. Environmental Information Disclosure

Whether the listed company and its major subsidiaries are included in the list of enterprises legally required to disclose environmental information

☑Yes □ No

Number of companies included in the list of enterprises legally required to disclose environmental information (number)		9
S/N	**Name of the company**	**Index for searching environmental information disclosure reports in accordance with the law**
1	Rongsheng Petrochemical Co., Ltd.	https://mlzj.sthjt.zj.gov.cn/eps/index/enterprise-more?code=91330000255693873W&uniqueCode=3c406d8e3223fa92&date=2025&type=true&isSearch=true
2	Zhejiang Petroleum & Chemical Co., Ltd.	https://mlzj.sthjt.zj.gov.cn/eps/index/enterprise-more?code=913309003440581426&uniqueCode=1056c787e9ef884a&date=2025&type=true&isSearch=true
3	Zhejiang Petroleum & Chemical Co., Ltd. (Mamu Oil Depot)	https://mlzj.sthjt.zj.gov.cn/eps/index/enterprise-more?code=913309003440581426&uniqueCode=0b60a837e866388c&date=2025&type=true&isSearch=true
4	ZPC Zheyou Technology Co., Ltd.	https://mlzj.sthjt.zj.gov.cn/eps/index/enterprise-more?code=91330900MA2DMDUK27&uniqueCode=2a12c41d235c882b&date=2025&type=true&isSearch=true
5	Ningbo Zhongjin Petrochemical Co., Ltd.	https://mlzj.sthjt.zj.gov.cn/eps/index/enterprise-more?code=91330211764527945N&uniqueCode=3cb00cd1ff3a7624&date=2025&type=true&isSearch=true
6	Ningbo Niluoshan New Energy Co., Ltd.	https://mlzj.sthjt.zj.gov.cn/eps/index/enterprise-more?code=91330211MA2CHYTM1K&uniqueCode=947307eeb99e5388&date=2025&type=true&isSearch=true
7	Yisheng Dahua Petrochemical Co., Ltd.	https://qyxxpl.ywzh.lnsthj.cn:8802/home/companiesreport?enterId=682078492708869&publishdataId
8	Zhejiang Shengyuan Chemical Fiber Co., Ltd.	https://mlzj.sthjt.zj.gov.cn/eps/index/enterprise-more?code=91330109754409144F&uniqueCode=01dd3ddeb8ed1d86&date=2025&type=true&isSearch=true
9	Zhejiang Yongsheng Technology Co., Ltd.	https://mlzj.sthjt.zj.gov.cn/eps/index/enterprise-more?code=91330621MA2887DL53&uniqueCode=e0aae09c993e2f66&date=2025&type=true&isSearch=true

The Company must comply with the disclosure requirements for the chemical industry as outlined in the *Shenzhen Stock Exchange Guidelines for Self-Regulatory Supervision of Listed Companies No. 3 – Industry Information Disclosure.*

Information on Environmental Accidents Involving the Listed Company

None

V. Social responsibility information

Rongsheng Petrochemical upholds a people-oriented development philosophy featuring win-win cooperation and deeply integrates social responsibility management into its business strategy. During the Reporting Period, the Company continued to focus its efforts on key areas including customer service, supply chain management and public welfare. Through concrete actions, the Company fulfilled its responsibilities as a corporate citizen and demonstrated its strong sense of responsibility and commitment.

In terms of customer service, the Company has established multilevel and multidimensional customer service and communication channels, including communications with business representatives, on-site visits, seminars, online questionnaires, telephone calls, WeChat and email, ensuring a customer complaint resolution rate of 100%. The Company has established an e-commerce platform for material procurement and product sales that supports round-the-clock operation through multiple types of terminals. In 2025, approximately 4.8346 million tonnes of products were transacted through the platform. The Company strictly protects customer privacy and information security. No information security incidents or customer privacy breaches occurred in 2025.

In terms of supply chain management, the Company is committed to building a responsible supply chain ecosystem and ensuring compliance throughout the entire process, including tendering, procurement, acceptance and payment. The Company regards environmental protection requirements as a baseline criterion for supplier selection, conducts supplier evaluations at least once a year, and implements tiered supplier management. The Company actively supports the development of local suppliers, prioritizes the procurement of local tea, ceramics and silk products, and promotes local agricultural products and agricultural products from poverty-stricken areas. The Company treats small and medium-sized enterprises equally, ensures that all amounts payable are settled on time, and has no overdue payments to small and medium-sized enterprises.

In terms of public welfare, guided by the philosophy of “Remaining Loyal to the Party and Serving the People through Prosperous Development,” the Company is enthusiastic about public welfare undertakings, actively makes charitable donations and shares the benefits of its development with society. The Company is committed to carrying out school-enterprise cooperation, providing assistance to students and teachers, offering mutual medical assistance, supporting procurement-based assistance programs, conducting poverty alleviation and assistance for people in need, and caring for special groups. It also encourages employees to participate in voluntary services such as blood donation and visits to people in need.

The Company will, as always, fulfill its corporate social responsibilities, share the benefits of development with society, actively promote civilized and harmonious social values, and achieve mutual growth with society.

Section V Important Matters

I. Commitments Fulfilled during the Reporting Period and Commitments Overdue and Unfulfilled as at the End of the Reporting Period by the Company's Actual Controller, Shareholders, Related Parties, Acquirers, the Company and Other Commitment-Making Parties

☑Applicable □ Not applicable

Cause of Commitment	Commitment Party	Commitment Type	Content of Commitment	Time of Commitment	Term of Commitment	Fulfillment
Share reform commitment	N/A	N/A	N/A		N/A	N/A
Commitments stated in the Report of Acquisition or Equity Change Report	N/A	N/A	N/A		N/A	N/A
Commitments made in assets reorganization	N/A	N/A	N/A		N/A	N/A
Commitment made during IPO or re-financing	Directors and supervisors of the Company	Shareholding reduction commitment	Directors Li Shuirong and Li Yongqing and Supervisor Li Guoqing undertake that, during their respective terms of office, the number of shares of the issuer transferred by each of them annually, including shares held directly and indirectly, shall not exceed 25% of the total number of shares of the issuer held by such person, including shares held directly and indirectly; and that, within six months after leaving office, they shall not transfer any shares of the issuer held directly or indirectly by them.	November 2, 2010	Long term	Commitments honored
	Pre-IPO Shareholders	Share lock-up commitment	Within 36 months from the date of listing of the Company's shares, the pre-IPO shareholders shall neither transfer nor entrust any other person to manage the shares of the issuer directly or indirectly held by them, including shares derived therefrom, such as bonus shares	November 2, 2010	Long term	Commitments honored

			and shares converted from capital reserves, nor require the issuer to repurchase such shares.			
Equity incentive commitment	N/A	N/A	N/A		N/A	N/A
Other commitments made to minority shareholders of the Company	Pre-IPO Shareholders	Commitments regarding competition with peers, related-party transactions, and occupation of funds	Rongsheng Holdings, the controlling shareholder of the Company, signed the Non-competition Agreement with the Company and promised not to compete with the Company in the same industry. Li Shuirong, the de facto controller and the largest natural person shareholder of the Company, and other shareholders, including Li Yongqing, Li Guoqing, Ni Xincai, Xu Yuejuan and Zhao Guanlong, respectively issued the Letter of Commitment on Avoiding Horizontal Competition and promised not to compete with the company in the same industry.	November 2, 2010	Long term	Commitments honored
Other commitments	Zhejiang Rongsheng Holding Group Co., Ltd.	Shareholding increase commitment	Rongsheng Holdings promises not to voluntarily reduce its holdings of Rongsheng Petrochemical shares during the period of shareholding increase and within the statutory period, and to strictly abide by relevant regulations.	January 19, 2024	During the share increase period and statutory time limit	Being duly performed, no breach of commitment
	Zhejiang Rongsheng Holding Group Co., Ltd.	Shareholding increase commitment	Rongsheng Holdings promises not to voluntarily reduce its holdings of Rongsheng Petrochemical shares during the period of shareholding increase and within the statutory period, and to strictly abide by relevant regulations.	August 21, 2024	During the share increase period and statutory time limit	Being duly performed, no breach of commitment
	Zhejiang Rongsheng Holding Group Co., Ltd.	Shareholding increase commitment	Rongsheng Holdings promises not to voluntarily reduce its holdings of Rongsheng Petrochemical shares during the period of shareholding increase and within the statutory period, and to strictly abide by relevant regulations.	April 7, 2025	During the share increase period and statutory time limit	Being duly performed, no breach of commitment
Whether the commitments are performed on time	Yes					

If the commitments have not been fulfilled after the deadline, the specific reasons for the failure to complete the performance and the work plan for the next step should be explained in details	N/A

II. Non-operating Occupation of Funds of the Listed Company by the Controlling Shareholder and Other Related Parties

□ Applicable ☑ Not applicable

There were no non-operating fund misappropriations of the listed company by its controlling shareholder or other related parties during the reporting period.

III. Non-compliant External Guarantees

□ Applicable ☑ Not applicable

There were no non-compliant external guarantees during the Reporting Period.

IV. Appointment and Dismissal of Accounting Firms

Whether the semi-annual financial report has been audited

□ Yes ☑ No

The Company’s semi-annual financial report has not been audited.

V. Explanation of the Board of Directors on the Accounting Firm’s “Non-standard Audit Report” for the Reporting Period

□ Applicable ☑ Not applicable

VI. Explanation of the Board of Directors regarding Matters Relating to the “Non-standard Audit Report” for the Previous Year

□ Applicable ☑ Not applicable

VII. Matters Relating to Bankruptcy and Reorganization

□ Applicable ☑ Not applicable

There were no matters relating to bankruptcy or reorganization during the Reporting Period.

VIII. Litigation Matters

Major litigation and arbitration matters

□ Applicable ☑ Not applicable

The Company had no major litigation or arbitration matters during the Reporting Period.

Other litigation matters

□ Applicable ☑ Not applicable

IX. Punishments and Rectifications

□ Applicable ☑ Not applicable

There were no punishments or rectifications involving the Company during the Reporting Period.

X. Integrity conditions of the Company, its controlling shareholders and actual controllers

□ Applicable ☑ Not applicable

XI. Major Related Transactions

1. Related party transactions related to daily operations

☑Applicable □ Not applicable

Related party	Relationship	Type of related party transaction	Contents of related party transaction	Pricing principles of related party transaction	Price of related party transaction	Amount of related party transaction (RMB 10,000)	Proportion to similar transaction amount	Trading limit approved (RMB 10,000)	Above the approved limit or not	Settlement of related party transaction	Available market price for similar transaction	Disclosure Date	Disclosure index
Rongsheng Holdings	Controlling shareholder	Purchase of goods	Coal and other materials	Market price	Market price	273,114.12	44.57%	600,000	No	Bank acceptance bills, cash, etc.	Market price	April 28, 2026	https://www.cninfo.com.cn/new/disclosure/detail?plate=szse&orgId=9900015502&stockCode=002493&announcementId=1225215344&announcementTime=2026-04-28
Saudi Aramco	Shareholder holding more than 5% of total shares	Purchase of goods	Crude oil, fuel oil, ethylene glycol	Market price	Market price	2,380,456.12	29.44%	15,000,000	No	Letter of credit, cash, etc.	Market price	April 28, 2026	https://www.cninfo.com.cn/new/disclosure/detail?plate=szse&orgId=9900015502&stockCode=002493&announcementId=1225215344&announcementTime=2026-04-28
Zhejiang Yisheng	Associate	Sales of goods	PTA, PX, meta-xylene, etc.	Market price	Market price	436,198.4	11.51%	3,000,000	No	Bank acceptance bills, cash, etc.	Market price	April 28, 2026	https://www.cninfo.com.cn/new/disclosure/detail?plate=szse&orgId=9900015502&stockCode=002493&announcementId=1225215344&announcementTime=2026-04-28
Total				--	--	3,089,768.64	--	18,600,000	--	--	--	--	--
Details of return of large sales								N/A					
Actual performance during the reporting period where the total amount of daily related party transactions to occur in the current period is estimated by category (if any)								During the reporting period, all related-party transactions actually conducted by the Company that were subject to decision-making procedures under the applicable rules were submitted in advance to and approved by the Board of Directors and the General Meeting of Shareholders, respectively. The					

	actual amounts of the related-party transactions did not exceed the estimated limits, and the pricing of such transactions was fair.
Reason for substantial differences between the transaction price and market reference price (if applicable)	N/A

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

□ Applicable ☑ Not applicable

The Company had no related party transactions related to the acquisition or sales of assets or equity during the reporting period.

3. Related-party transactions for outward joint investment

□ Applicable ☑ Not applicable

The Company had no related party transactions related to joint outward investment during the reporting period.

4. Related party transactions on credit and debt

□ Applicable ☑ Not applicable

The Company had no related party transactions on credit and debt during the reporting period.

5. Transactions with financial companies with associated relationships

□ Applicable ☑Not applicable

There are no deposits, loans, credits or other financial operations between the Company and the related finance companies, and the related party.

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

□ Applicable ☑ Not applicable

There are no deposits, loans, credits or other financial operations between the finance companies controlled by the Company and the related party.

7. Other major related party transactions

□ Applicable ☑ Not applicable

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

XII. Material Contracts and Their Performance

1. Status of entrustment, contracting and leasing

(1) Entrustment

□ Applicable ☑ Not applicable

The Company had no entrustment during the reporting period.

(2) Contracting

□ Applicable ☑ Not applicable

The Company had no contracting during the reporting period.

(3) Leasing

□ Applicable ☑ Not applicable

The Company had no leasing during the reporting period.

2. Major guarantee

☑Applicable □ Not applicable

Unit: RMB10,000

External Guarantees Provided by the Company and Its Subsidiaries (Excluding Guarantees Provided to Subsidiaries)										
Name of Guaranteed Party	Disclosure Date of the Announcement on the Guarantee Limit	Guarantee Limit	Date of Actual Occurrence	Actual Guarantee Amount	Type of Guarantee	Collateral, if any	Counter-guarantee Arrangements, if any	Guarantee Term	Whether the Guarantee Has Been Fulfilled	Whether the Guarantee Is Provided to a Related Party
Guarantees Provided by the Company to Its Subsidiaries										
Name of Guaranteed Party	Disclosure Date of the Announcement on the Guarantee Limit	Guarantee Limit	Date of Actual Occurrence	Actual Guarantee Amount	Type of Guarantee	Collateral, if any	Counter-guarantee Arrangements, if any	Guarantee Term	Whether the Guarantee Has Been Fulfilled	Whether the Guarantee Is Provided to a Related Party
Shengyuan Chemical Fiber	December 9, 2025	5,030,600	September 28, 2025	675	Joint and several liability guarantee			2026.9.28	No	Yes
Shengyuan Chemical Fiber	December 9, 2025	5,030,600	September 28, 2025	12,150	Joint and several liability guarantee			2026.10.28	No	Yes
Shengyuan Chemical Fiber	December 9, 2025	5,030,600	January 4, 2026	1,200	Joint and several liability guarantee			2026.7.4	No	Yes
Shengyuan Chemical Fiber	December 9, 2025	5,030,600	January 4, 2026	1,200	Joint and several liability guarantee			2027.1.4	No	Yes

Shengyuan Chemical Fiber	December 9, 2025	5,030,600	January 4, 2026	1,200	Joint and several liability guarantee			2027.7.4	No	Yes
Shengyuan Chemical Fiber	December 9, 2025	5,030,600	January 4, 2026	1,200	Joint and several liability guarantee			2028.1.4	No	Yes
Shengyuan Chemical Fiber	December 9, 2025	5,030,600	January 4, 2026	1,200	Joint and several liability guarantee			2028.7.4	No	Yes
Shengyuan Chemical Fiber	December 9, 2025	5,030,600	January 4, 2026	24,000	Joint and several liability guarantee			2029.1.4	No	Yes
Shengyuan Chemical Fiber	December 9, 2025	5,030,600	July 30, 2025	360	Joint and several liability guarantee			2026.7.30	No	Yes
Shengyuan Chemical Fiber	December 9, 2025	5,030,600	March 2, 2026	1,700	Joint and several liability guarantee			2026.9.2	No	Yes
Shengyuan Chemical Fiber	December 9, 2025	5,030,600	March 10, 2026	1,300	Joint and several liability guarantee			2026.9.2	No	Yes
Shengyuan Chemical Fiber	December 9, 2025	5,030,600	September 9, 2025	695	Joint and several liability guarantee			2026.9.9	No	Yes
Shengyuan Chemical Fiber	December 9, 2025	5,030,600	July 30, 2025	360	Joint and several liability guarantee			2027.1.30	No	Yes
Shengyuan Chemical Fiber	December 9, 2025	5,030,600	March 2, 2026	1,700	Joint and several liability guarantee			2027.3.2	No	Yes
Shengyuan Chemical Fiber	December 9, 2025	5,030,600	March 10, 2026	1,300	Joint and several liability guarantee			2027.3.2	No	Yes

Shengyuan Chemical Fiber	December 9, 2025	5,030,600	September 9, 2025	695	Joint and several liability guarantee			2027.3.9	No	Yes
Shengyuan Chemical Fiber	December 9, 2025	5,030,600	July 30, 2025	2,520	Joint and several liability guarantee			2027.7.30	No	Yes
Shengyuan Chemical Fiber	December 9, 2025	5,030,600	March 2, 2026	1,700	Joint and several liability guarantee			2027.9.2	No	Yes
Shengyuan Chemical Fiber	December 9, 2025	5,030,600	March 10, 2026	1,300	Joint and several liability guarantee			2027.9.2	No	Yes
Shengyuan Chemical Fiber	December 9, 2025	5,030,600	September 9, 2025	4,865	Joint and several liability guarantee			2027.9.9	No	Yes
Shengyuan Chemical Fiber	December 9, 2025	5,030,600	March 2, 2026	11,900	Joint and several liability guarantee			2028.3.2	No	Yes
Shengyuan Chemical Fiber	December 9, 2025	5,030,600	March 10, 2026	9,100	Joint and several liability guarantee			2028.3.2	No	Yes
Shengyuan Chemical Fiber	December 9, 2025	5,030,600	January 1, 2026	10,000	Joint and several liability guarantee			2026.12.15	No	Yes
Shengyuan Chemical Fiber	December 9, 2025	5,030,600	April 21, 2026	10,000	Joint and several liability guarantee			2027.4.20	No	Yes
Shengyuan Chemical Fiber	December 9, 2025	5,030,600	June 17, 2026	20,000	Joint and several liability guarantee			2027.6.16	No	Yes
Shengyuan Chemical Fiber	December 9, 2025	5,030,600	November 25, 2025	7,500	Joint and several liability guarantee			2026.11.24	No	Yes

Shengyuan Chemical Fiber	December 9, 2025	5,030,600	November 25, 2025	2,500	Joint and several liability guarantee			2026.11.24	No	Yes
Shengyuan Chemical Fiber	December 9, 2025	5,030,600	December 3, 2025	5,000	Joint and several liability guarantee			2026.12.2	No	Yes
Shengyuan Chemical Fiber	December 9, 2025	5,030,600	December 3, 2025	15,000	Joint and several liability guarantee			2026.12.2	No	Yes
Ningbo ZJPC	December 9, 2025	5,030,600	January 3, 2025	100	Joint and several liability guarantee			2026.7.2	No	Yes
Ningbo ZJPC	December 9, 2025	5,030,600	January 3, 2025	28,200	Joint and several liability guarantee			2027.1.2	No	Yes
Ningbo ZJPC	December 9, 2025	5,030,600	January 26, 2025	100	Joint and several liability guarantee			2026.7.25	No	Yes
Ningbo ZJPC	December 9, 2025	5,030,600	January 26, 2025	5,800	Joint and several liability guarantee			2027.1.25	No	Yes
Ningbo ZJPC	December 9, 2025	5,030,600	February 5, 2025	100	Joint and several liability guarantee			2026.8.4	No	Yes
Ningbo ZJPC	December 9, 2025	5,030,600	February 5, 2025	20,100	Joint and several liability guarantee			2027.2.4	No	Yes
Ningbo ZJPC	December 9, 2025	5,030,600	March 24, 2026	23,600	Joint and several liability guarantee			2027.1.29	No	Yes
Ningbo ZJPC	December 9, 2025	5,030,600	March 25, 2026	23,600	Joint and several liability guarantee			2027.2.26	No	Yes
Ningbo ZJPC	December 9, 2025	5,030,600	March 27, 2026	18,300	Joint and several liability guarantee			2027.2.16	No	Yes
Ningbo ZJPC	December 9, 2025	5,030,600	May 12, 2026	2,000	Joint and several liability guarantee			2027.3.24	No	Yes
Ningbo ZJPC	December 9, 2025	5,030,600	May 12, 2026	27,500	Joint and several liability guarantee			2027.5.11	No	Yes

Ningbo ZJPC	December 9, 2025	5,030,600	November 11, 2025	36,000	Joint and several liability guarantee			2026.11.11	No	Yes
Ningbo ZJPC	December 9, 2025	5,030,600	December 4, 2025	9,999	Joint and several liability guarantee			2026.12.4	No	Yes
Ningbo ZJPC	December 9, 2025	5,030,600	January 16, 2026	20,000	Joint and several liability guarantee			2027.1.16	No	Yes
Ningbo ZJPC	December 9, 2025	5,030,600	January 20, 2026	50,000	Joint and several liability guarantee			2027.1.20	No	Yes
Ningbo ZJPC	December 9, 2025	5,030,600	January 21, 2026	39,600	Joint and several liability guarantee			2027.1.21	No	Yes
Ningbo ZJPC	December 9, 2025	5,030,600	January 26, 2026	11,000	Joint and several liability guarantee			2027.1.26	No	Yes
Ningbo ZJPC	December 9, 2025	5,030,600	January 26, 2026	30,000	Joint and several liability guarantee			2027.1.26	No	Yes
Ningbo ZJPC	December 9, 2025	5,030,600	December 12, 2025	2,000	Joint and several liability guarantee			2026.12.9	No	Yes
Ningbo ZJPC	December 9, 2025	5,030,600	December 12, 2025	36,000	Joint and several liability guarantee			2027.1.6	No	Yes
Ningbo ZJPC	December 9, 2025	5,030,600	March 12, 2026	500	Joint and several liability guarantee			2026.9.10	No	Yes
Ningbo ZJPC	December 9, 2025	5,030,600	March 12, 2026	500	Joint and several liability guarantee			2027.3.10	No	Yes
Ningbo ZJPC	December 9, 2025	5,030,600	March 12, 2026	9,000	Joint and several liability guarantee			2027.4.7	No	Yes
Ningbo ZJPC	December 9, 2025	5,030,600	December 16, 2025	30,000	Joint and several liability guarantee			2026.12.16	No	Yes
Ningbo ZJPC	December 9, 2025	5,030,600	January 19, 2026	20,000	Joint and several liability guarantee			2027.1.19	No	Yes
Ningbo ZJPC	December 9, 2025	5,030,600	January 27, 2026	27,000	Joint and several liability guarantee			2027.1.27	No	Yes

Ningbo ZJPC	December 9, 2025	5,030,600	March 10, 2026	32,000	Joint and several liability guarantee			2027.3.10	No	Yes
Ningbo ZJPC	December 9, 2025	5,030,600	March 18, 2026	26,610	Joint and several liability guarantee			2027.3.18	No	Yes
Ningbo ZJPC	December 9, 2025	5,030,600	April 28, 2026	31,000	Joint and several liability guarantee			2027.4.28	No	Yes
Ningbo ZJPC	December 9, 2025	5,030,600	May 19, 2026	93,390	Joint and several liability guarantee			2027.5.19	No	Yes
Ningbo ZJPC	December 9, 2025	5,030,600	February 9, 2026	50,000	Joint and several liability guarantee			2027.2.8	No	Yes
Ningbo ZJPC	December 9, 2025	5,030,600	November 24, 2025	47,000	Joint and several liability guarantee			2026.11.20	No	Yes
Ningbo ZJPC	December 9, 2025	5,030,600	November 24, 2025	3,000	Joint and several liability guarantee			2026.11.20	No	Yes
Ningbo ZJPC	December 9, 2025	5,030,600	December 26, 2025	500	Joint and several liability guarantee			2026.12.21	No	Yes
Ningbo ZJPC	December 9, 2025	5,030,600	December 26, 2025	500	Joint and several liability guarantee			2027.6.21	No	Yes
Ningbo ZJPC	December 9, 2025	5,030,600	December 26, 2025	500	Joint and several liability guarantee			2027.12.21	No	Yes
Ningbo ZJPC	December 9, 2025	5,030,600	December 26, 2025	7,950	Joint and several liability guarantee			2027.12.26	No	Yes
Ningbo ZJPC	December 9, 2025	5,030,600	March 10, 2026	19,958.4	Joint and several liability guarantee			2027.3.10	No	Yes
Ningbo ZJPC	December 9, 2025	5,030,600	July 2, 2025	24,709.78	Joint and several liability guarantee			2026.7.1	No	Yes
Ningbo ZJPC	December 9, 2025	5,030,600	April 27, 2026	100	Joint and several liability guarantee			2026.10.27	No	Yes
Ningbo ZJPC	December 9, 2025	5,030,600	April 27, 2026	1,900	Joint and several liability guarantee			2027.4.27	No	Yes

Ningbo ZJPC	December 9, 2025	5,030,600	April 27, 2026	8,000	Joint and several liability guarantee			2027.5.27	No	Yes
Ningbo ZJPC	December 9, 2025	5,030,600	November 14, 2025	9,700	Joint and several liability guarantee			2026.11.13	No	Yes
Ningbo ZJPC	December 9, 2025	5,030,600	March 13, 2026	10,802.83	Joint and several liability guarantee			2027.3.13	No	Yes
Ningbo ZJPC	December 9, 2025	5,030,600	March 19, 2026	26,080.91	Joint and several liability guarantee			2026.12.26	No	Yes
Ningbo ZJPC	December 9, 2025	5,030,600	March 20, 2026	14,240.01	Joint and several liability guarantee			2026.12.26	No	Yes
Ningbo ZJPC	December 9, 2025	5,030,600	April 9, 2026	13,500	Joint and several liability guarantee			2026.12.26	No	Yes
Ningbo ZJPC	December 9, 2025	5,030,600	April 17, 2026	33,000	Joint and several liability guarantee			2026.12.26	No	Yes
Ningbo ZJPC	December 9, 2025	5,030,600	April 28, 2026	32,676.25	Joint and several liability guarantee			2026.12.26	No	Yes
Ningbo ZJPC	December 9, 2025	5,030,600	September 25, 2025	5,555.56	Joint and several liability guarantee			2026.9.20	No	Yes
Ningbo ZJPC	December 9, 2025	5,030,600	September 25, 2025	5,555.56	Joint and several liability guarantee			2026.12.20	No	Yes
Ningbo ZJPC	December 9, 2025	5,030,600	September 25, 2025	5,555.56	Joint and several liability guarantee			2027.3.20	No	Yes
Ningbo ZJPC	December 9, 2025	5,030,600	September 25, 2025	5,555.56	Joint and several liability guarantee			2027.6.20	No	Yes
Ningbo ZJPC	December 9, 2025	5,030,600	September 25, 2025	5,555.56	Joint and several liability guarantee			2027.9.20	No	Yes
Ningbo ZJPC	December 9, 2025	5,030,600	September 25, 2025	5,555.56	Joint and several liability guarantee			2027.10.25	No	Yes
Ningbo ZJPC	December 9, 2025	5,030,600	January 22, 2026	10,000	Joint and several liability guarantee			2026.7.22	No	Yes

Ningbo ZJPC	December 9, 2025	5,030,600	February 10, 2026	2,400	Joint and several liability guarantee			2026.8.10	No	Yes
Ningbo ZJPC	December 9, 2025	5,030,600	April 14, 2026	5,700	Joint and several liability guarantee			2026.10.14	No	Yes
Ningbo ZJPC	December 9, 2025	5,030,600	September 16, 2025	9.09	Joint and several liability guarantee			2026.10.13	No	Yes
Ningbo ZJPC	December 9, 2025	5,030,600	April 14, 2026	30.77	Joint and several liability guarantee			2026.10.11	No	Yes
Ningbo ZJPC	December 9, 2025	5,030,600	May 11, 2026	59.03	Joint and several liability guarantee			2026.11.29	No	Yes
Yisheng Dahua	December 9, 2025	5,030,600	May 22, 2025	7,280	Joint and several liability guarantee			2028.5.22	No	Yes
Yisheng Dahua	December 9, 2025	5,030,600	May 28, 2025	8,720	Joint and several liability guarantee			2028.5.22	No	Yes
Yisheng Dahua	December 9, 2025	5,030,600	June 10, 2025	10,992	Joint and several liability guarantee			2028.6.9	No	Yes
Yisheng Dahua	December 9, 2025	5,030,600	June 10, 2025	758	Joint and several liability guarantee			2026.12.21	No	Yes
Yisheng Dahua	December 9, 2025	5,030,600	June 12, 2025	11,616	Joint and several liability guarantee			2028.6.9	No	Yes
Yisheng Dahua	December 9, 2025	5,030,600	June 12, 2025	801	Joint and several liability guarantee			2026.12.21	No	Yes
Yisheng Dahua	December 9, 2025	5,030,600	June 19, 2025	6,074.33	Joint and several liability guarantee			2028.6.9	No	Yes
Yisheng Dahua	December 9, 2025	5,030,600	June 19, 2025	441	Joint and several liability guarantee			2026.12.21	No	Yes
Yisheng Dahua	December 9, 2025	5,030,600	July 11, 2025	3,303.78	Joint and several liability guarantee			2026.7.9	No	Yes
Yisheng Dahua	December 9, 2025	5,030,600	July 15, 2025	8,600	Joint and several liability guarantee			2026.7.14	No	Yes

Yisheng Dahua	December 9, 2025	5,030,600	July 18, 2025	8,000	Joint and several liability guarantee			2026.7.17	No	Yes
Yisheng Dahua	December 9, 2025	5,030,600	January 8, 2026	4,952.01	Joint and several liability guarantee			2029.1.8	No	Yes
Yisheng Dahua	December 9, 2025	5,030,600	January 8, 2026	2,000	Joint and several liability guarantee			2027.6.21	No	Yes
Yisheng Dahua	December 9, 2025	5,030,600	January 8, 2026	2,000	Joint and several liability guarantee			2028.6.21	No	Yes
Yisheng Dahua	December 9, 2025	5,030,600	January 9, 2026	3,650.67	Joint and several liability guarantee			2029.1.8	No	Yes
Yisheng Dahua	December 9, 2025	5,030,600	January 13, 2026	7,498.07	Joint and several liability guarantee			2029.1.8	No	Yes
Yisheng Dahua	December 9, 2025	5,030,600	January 14, 2026	7,498.07	Joint and several liability guarantee			2029.1.8	No	Yes
Yisheng Dahua	December 9, 2025	5,030,600	January 22, 2026	7,543.47	Joint and several liability guarantee			2029.1.8	No	Yes
Yisheng Dahua	December 9, 2025	5,030,600	February 6, 2026	7,496.72	Joint and several liability guarantee			2029.1.8	No	Yes
Yisheng Dahua	December 9, 2025	5,030,600	February 13, 2026	2,360.98	Joint and several liability guarantee			2029.1.8	No	Yes
Yisheng Dahua	December 9, 2025	5,030,600	March 23, 2026	5,240.96	Joint and several liability guarantee			2027.3.12	No	Yes
Yisheng Dahua	December 9, 2025	5,030,600	March 26, 2026	5,240.96	Joint and several liability guarantee			2027.3.18	No	Yes
Yisheng Dahua	December 9, 2025	5,030,600	April 2, 2026	10,815.98	Joint and several liability guarantee			2027.3.25	No	Yes
Yisheng Dahua	December 9, 2025	5,030,600	April 15, 2026	10,390.63	Joint and several liability guarantee			2027.3.30	No	Yes
Yisheng Dahua	December 9, 2025	5,030,600	May 14, 2026	11,700.53	Joint and several liability guarantee			2027.5.7	No	Yes

Yisheng Dahua	December 9, 2025	5,030,600	June 18, 2026	16,613	Joint and several liability guarantee			2027.6.11	No	Yes
Yisheng Dahua	December 9, 2025	5,030,600	August 27, 2025	476.34	Joint and several liability guarantee			2030.8.27	No	Yes
Yisheng Dahua	December 9, 2025	5,030,600	August 27, 2025	50	Joint and several liability guarantee			2027.1.23	No	Yes
Yisheng Dahua	December 9, 2025	5,030,600	August 27, 2025	50	Joint and several liability guarantee			2027.7.23	No	Yes
Yisheng Dahua	December 9, 2025	5,030,600	August 27, 2025	50	Joint and several liability guarantee			2028.1.23	No	Yes
Yisheng Dahua	December 9, 2025	5,030,600	August 27, 2025	50	Joint and several liability guarantee			2028.7.23	No	Yes
Yisheng Dahua	December 9, 2025	5,030,600	August 27, 2025	50	Joint and several liability guarantee			2029.1.23	No	Yes
Yisheng Dahua	December 9, 2025	5,030,600	August 27, 2025	50	Joint and several liability guarantee			2029.7.23	No	Yes
Yisheng Dahua	December 9, 2025	5,030,600	August 27, 2025	476.34	Joint and several liability guarantee			2030.1.23	No	Yes
Yisheng Dahua	December 9, 2025	5,030,600	September 10, 2025	182.67	Joint and several liability guarantee			2030.8.27	No	Yes
Yisheng Dahua	December 9, 2025	5,030,600	September 10, 2025	182.67	Joint and several liability guarantee			2030.1.23	No	Yes
Yisheng Dahua	December 9, 2025	5,030,600	September 26, 2025	15.75	Joint and several liability guarantee			2030.8.27	No	Yes
Yisheng Dahua	December 9, 2025	5,030,600	September 26, 2025	15.75	Joint and several liability guarantee			2030.1.23	No	Yes
Yisheng Dahua	December 9, 2025	5,030,600	October 23, 2025	75.17	Joint and several liability guarantee			2030.8.27	No	Yes
Yisheng Dahua	December 9, 2025	5,030,600	October 23, 2025	75.17	Joint and several liability guarantee			2030.1.23	No	Yes

Yisheng Dahua	December 9, 2025	5,030,600	October 30, 2025	14.2	Joint and several liability guarantee			2030.8.27	No	Yes
Yisheng Dahua	December 9, 2025	5,030,600	October 30, 2025	14.2	Joint and several liability guarantee			2030.1.23	No	Yes
Yisheng Dahua	December 9, 2025	5,030,600	November 20, 2025	162.17	Joint and several liability guarantee			2030.8.27	No	Yes
Yisheng Dahua	December 9, 2025	5,030,600	November 20, 2025	162.17	Joint and several liability guarantee			2030.1.23	No	Yes
Yisheng Dahua	December 9, 2025	5,030,600	November 27, 2025	58	Joint and several liability guarantee			2030.8.27	No	Yes
Yisheng Dahua	December 9, 2025	5,030,600	November 27, 2025	58	Joint and several liability guarantee			2030.1.23	No	Yes
Yisheng Dahua	December 9, 2025	5,030,600	December 19, 2025	3,552.73	Joint and several liability guarantee			2030.8.27	No	Yes
Yisheng Dahua	December 9, 2025	5,030,600	December 19, 2025	3,552.73	Joint and several liability guarantee			2030.1.23	No	Yes
Yisheng Dahua	December 9, 2025	5,030,600	January 9, 2026	525.3	Joint and several liability guarantee			2030.8.27	No	Yes
Yisheng Dahua	December 9, 2025	5,030,600	January 9, 2026	525.3	Joint and several liability guarantee			2030.1.23	No	Yes
Yisheng Dahua	December 9, 2025	5,030,600	January 21, 2026	226.92	Joint and several liability guarantee			2030.8.27	No	Yes
Yisheng Dahua	December 9, 2025	5,030,600	January 21, 2026	226.92	Joint and several liability guarantee			2030.1.23	No	Yes
Yisheng Dahua	December 9, 2025	5,030,600	February 5, 2026	200.64	Joint and several liability guarantee			2030.8.27	No	Yes
Yisheng Dahua	December 9, 2025	5,030,600	February 5, 2026	200.64	Joint and several liability guarantee			2030.1.23	No	Yes
Yisheng Dahua	December 9, 2025	5,030,600	February 13, 2026	528.1	Joint and several liability guarantee			2030.8.27	No	Yes

Yisheng Dahua	December 9, 2025	5,030,600	February 13, 2026	528.1	Joint and several liability guarantee			2030.1.23	No	Yes
Yisheng Dahua	December 9, 2025	5,030,600	March 17, 2026	12.8	Joint and several liability guarantee			2030.8.27	No	Yes
Yisheng Dahua	December 9, 2025	5,030,600	March 17, 2026	12.8	Joint and several liability guarantee			2030.1.23	No	Yes
Yisheng Dahua	December 9, 2025	5,030,600	May 14, 2026	60	Joint and several liability guarantee			2030.8.27	No	Yes
Yisheng Dahua	December 9, 2025	5,030,600	May 14, 2026	60	Joint and several liability guarantee			2030.1.23	No	Yes
Yisheng Dahua	December 9, 2025	5,030,600	May 29, 2026	54.85	Joint and several liability guarantee			2030.8.27	No	Yes
Yisheng Dahua	December 9, 2025	5,030,600	May 29, 2026	54.85	Joint and several liability guarantee			2030.1.23	No	Yes
Yisheng Dahua	December 9, 2025	5,030,600	June 5, 2026	468.85	Joint and several liability guarantee			2030.8.27	No	Yes
Yisheng Dahua	December 9, 2025	5,030,600	June 5, 2026	468.85	Joint and several liability guarantee			2030.1.23	No	Yes
Yisheng Dahua	December 9, 2025	5,030,600	June 11, 2026	153.31	Joint and several liability guarantee			2030.8.27	No	Yes
Yisheng Dahua	December 9, 2025	5,030,600	June 11, 2026	153.31	Joint and several liability guarantee			2030.1.23	No	Yes
Yisheng Dahua	December 9, 2025	5,030,600	June 30, 2026	368.99	Joint and several liability guarantee			2030.8.27	No	Yes
Yisheng Dahua	December 9, 2025	5,030,600	June 30, 2026	368.99	Joint and several liability guarantee			2030.1.23	No	Yes
Yongsheng Technology	December 9, 2025	5,030,600	May 24, 2022	2,369	Joint and several liability guarantee			2026.12.15	No	Yes
Yongsheng Technology	December 9, 2025	5,030,600	October 14, 2022	436.89	Joint and several liability guarantee			2026.12.15	No	Yes

Yongsheng Technology	December 9, 2025	5,030,600	September 26, 2023	872	Joint and several liability guarantee			2026.12.15	No	Yes
Yongsheng Technology	December 9, 2025	5,030,600	October 12, 2022	2,485.17	Joint and several liability guarantee			2026.11.16	No	Yes
Yongsheng Technology	December 9, 2025	5,030,600	October 12, 2022	2,485.17	Joint and several liability guarantee			2027.5.17	No	Yes
Yongsheng Technology	December 9, 2025	5,030,600	October 12, 2022	1,596.42	Joint and several liability guarantee			2027.11.15	No	Yes
Yongsheng Technology	December 9, 2025	5,030,600	October 24, 2022	888.76	Joint and several liability guarantee			2027.11.15	No	Yes
Yongsheng Technology	December 9, 2025	5,030,600	October 24, 2022	2,485.17	Joint and several liability guarantee			2028.5.15	No	Yes
Yongsheng Technology	December 9, 2025	5,030,600	October 24, 2022	2,485.17	Joint and several liability guarantee			2028.11.15	No	Yes
Yongsheng Technology	December 9, 2025	5,030,600	October 24, 2022	2,485.17	Joint and several liability guarantee			2029.5.15	No	Yes
Yongsheng Technology	December 9, 2025	5,030,600	October 24, 2022	1,420.13	Joint and several liability guarantee			2029.11.15	No	Yes
Yongsheng Technology	December 9, 2025	5,030,600	November 9, 2022	1,065.05	Joint and several liability guarantee			2029.11.15	No	Yes
Yongsheng Technology	December 9, 2025	5,030,600	November 9, 2022	1,135.41	Joint and several liability guarantee			2030.5.15	No	Yes
Yongsheng Technology	December 9, 2025	5,030,600	November 28, 2022	1,349.76	Joint and several liability guarantee			2030.5.15	No	Yes
Yongsheng Technology	December 9, 2025	5,030,600	November 28, 2022	1,248.14	Joint and several liability guarantee			2030.11.15	No	Yes
Yongsheng Technology	December 9, 2025	5,030,600	December 14, 2022	1,237.04	Joint and several liability guarantee			2030.11.15	No	Yes
Yongsheng Technology	December 9, 2025	5,030,600	December 14, 2022	1,469.8	Joint and several liability guarantee			2031.5.15	No	Yes

Yongsheng Technology	December 9, 2025	5,030,600	January 19, 2023	1,015.38	Joint and several liability guarantee			2031.5.15	No	Yes
Yongsheng Technology	December 9, 2025	5,030,600	January 19, 2023	2,485.17	Joint and several liability guarantee			2031.11.16	No	Yes
Yongsheng Technology	December 9, 2025	5,030,600	January 19, 2023	836.98	Joint and several liability guarantee			2032.5.17	No	Yes
Yongsheng Technology	December 9, 2025	5,030,600	February 14, 2023	1,648.19	Joint and several liability guarantee			2032.5.17	No	Yes
Yongsheng Technology	December 9, 2025	5,030,600	February 14, 2023	1,497.68	Joint and several liability guarantee			2032.11.15	No	Yes
Yongsheng Technology	December 9, 2025	5,030,600	April 25, 2023	987.5	Joint and several liability guarantee			2032.11.15	No	Yes
Yongsheng Technology	December 9, 2025	5,030,600	April 25, 2023	694.72	Joint and several liability guarantee			2033.5.16	No	Yes
Yongsheng Technology	December 9, 2025	5,030,600	May 17, 2023	1,413.52	Joint and several liability guarantee			2033.5.16	No	Yes
Yongsheng Technology	December 9, 2025	5,030,600	October 31, 2023	376.94	Joint and several liability guarantee			2033.5.16	No	Yes
Yongsheng Technology	December 9, 2025	5,030,600	July 9, 2025	5,000	Joint and several liability guarantee			2026.7.9	No	Yes
Yongsheng Technology	December 9, 2025	5,030,600	July 15, 2025	5,000	Joint and several liability guarantee			2026.7.15	No	Yes
ZPC	December 9, 2025	6,260,000	July 31, 2018	165,762.75	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	August 10, 2018	32,309.52	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	March 18, 2019	57,375	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	August 3, 2018	6,702.93	Joint and several liability guarantee			2030.7.30	No	Yes

ZPC	December 9, 2025	6,260,000	August 9, 2018	11,008.35	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	August 9, 2018	16,510.23	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	August 10, 2018	2,864.21	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	August 10, 2018	5,503.17	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	August 13, 2018	2,038.98	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	August 16, 2018	19,370.82	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	August 15, 2018	4,080	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	August 31, 2018	25,500	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	October 23, 2018	33,614.61	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	October 26, 2018	6,110.82	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	October 30, 2018	2,854.57	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	October 31, 2018	12,235.41	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	November 7, 2018	3,887.14	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	November 8, 2018	7,949.02	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	November 8, 2018	5,913.96	Joint and several liability guarantee			2030.7.30	No	Yes

ZPC	December 9, 2025	6,260,000	August 3, 2018	2,875.89	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	November 9, 2018	9,701.22	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	January 1, 2019	14,863.95	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	January 3, 2019	10,188.27	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	January 4, 2019	1,631.18	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	November 9, 2018	4,162.62	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	January 4, 2019	7,132.86	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	January 8, 2019	3,872.94	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	January 9, 2019	10,174.5	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	January 10, 2019	5,095.53	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	January 14, 2019	2,455.04	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	January 15, 2019	7,346.04	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	January 31, 2019	8,160	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	January 30, 2019	1,223.39	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	February 1, 2019	6,714.15	Joint and several liability guarantee			2030.7.30	No	Yes

ZPC	December 9, 2025	6,260,000	January 4, 2019	1,631.49	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	February 1, 2019	4,282.47	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	February 1, 2019	3,464.96	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	February 3, 2019	14,276.43	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	February 11, 2019	1,841.28	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	February 12, 2019	2,648.43	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	February 11, 2019	10,907.88	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	February 27, 2019	41,999.11	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	March 1, 2019	4,679.25	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	February 1, 2019	1,828.35	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	March 7, 2019	2,852.94	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	March 7, 2019	7,132.86	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	March 8, 2019	815.59	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	March 8, 2019	2,445.85	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	March 12, 2019	1,836.51	Joint and several liability guarantee			2030.7.30	No	Yes

ZPC	December 9, 2025	6,260,000	March 13, 2019	1,227.52	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	March 15, 2019	9,996.51	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	March 29, 2019	18,360	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	April 8, 2019	2,034.9	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	April 10, 2019	407.8	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	April 11, 2019	815.54	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	March 7, 2019	1,218.9	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	April 11, 2019	1,429.53	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	April 12, 2019	3,470.55	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	April 12, 2019	409.17	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	April 12, 2019	2,852.94	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	April 15, 2019	1,019.11	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	May 1, 2019	4,476.78	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	April 11, 2019	609.45	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	May 7, 2019	2,281.23	Joint and several liability guarantee			2030.7.30	No	Yes

ZPC	December 9, 2025	6,260,000	May 7, 2019	17,340	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	May 7, 2019	4,484.94	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	May 9, 2019	1,834.39	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	May 10, 2019	611.69	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	May 13, 2019	1,022.93	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	May 13, 2019	1,426.62	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	May 16, 2019	6,525.96	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	June 1, 2019	2,445.96	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	June 4, 2019	7,133.74	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	May 7, 2019	976.65	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	June 5, 2019	4,080	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	June 5, 2019	5,095	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	June 6, 2019	2,446.78	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	June 6, 2019	35,700	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	June 6, 2019	2,045.87	Joint and several liability guarantee			2030.7.30	No	Yes

ZPC	December 9, 2025	6,260,000	June 12, 2019	12,235.41	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	June 20, 2019	204.51	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	July 1, 2019	51,000	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	July 5, 2019	2,242.03	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	July 8, 2019	815.59	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	July 8, 2019	17,850	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	July 10, 2019	8,160	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	July 10, 2019	2,659.62	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	July 10, 2019	1,836.51	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	June 5, 2019	1,016.43	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	July 10, 2019	1,429.53	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	July 11, 2019	609.45	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	July 16, 2019	2,034.9	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	July 16, 2019	3,667.92	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	July 31, 2019	22,426.23	Joint and several liability guarantee			2030.7.30	No	Yes

ZPC	December 9, 2025	6,260,000	August 2, 2019	4,076.42	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	August 7, 2019	2,045.87	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	August 7, 2019	4,996.98	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	August 7, 2019	3,055.41	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	September 23, 2019	2,037.45	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	September 23, 2019	1,636.08	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	September 29, 2019	44,370	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	September 30, 2019	6,118.98	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	August 7, 2019	2,144.04	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	October 9, 2019	2,135.88	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	October 21, 2019	5,913.96	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	October 21, 2019	3,865.29	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	October 29, 2019	26,520	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	November 15, 2019	5,104.59	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	October 9, 2019	916.98	Joint and several liability guarantee			2030.7.30	No	Yes

ZPC	December 9, 2025	6,260,000	November 18, 2019	1,714.11	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	November 19, 2019	731.85	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	November 21, 2019	74,970	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	December 18, 2019	1,714.11	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	December 19, 2019	2,852.94	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	December 24, 2019	3,063.57	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	January 16, 2020	3,872.94	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	January 16, 2020	2,243.49	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	January 16, 2020	1,204.11	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	January 16, 2020	5,913.96	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	January 16, 2020	1,241.85	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	February 14, 2020	1,420.66	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	February 18, 2020	415.14	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	March 16, 2020	2,648.43	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	March 19, 2020	4,077.45	Joint and several liability guarantee			2030.7.30	No	Yes

ZPC	December 9, 2025	6,260,000	March 31, 2020	10,200	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	April 1, 2020	16,575	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	April 17, 2020	1,016.43	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	April 17, 2020	1,429.53	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	May 13, 2020	2,040	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	June 3, 2020	2,445.96	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	June 5, 2020	2,445.96	Joint and several liability guarantee			2030.7.30	No	Yes
ZPC	December 9, 2025	6,260,000	July 4, 2023	5,321.11	Joint and several liability guarantee			2027.3.15	No	Yes
ZPC	December 9, 2025	6,260,000	January 20, 2021	67,230	Joint and several liability guarantee			2032.11.15	No	Yes
ZPC	December 9, 2025	6,260,000	January 20, 2021	19,671	Joint and several liability guarantee			2032.11.15	No	Yes
ZPC	December 9, 2025	6,260,000	January 20, 2021	74,700	Joint and several liability guarantee			2032.11.15	No	Yes
ZPC	December 9, 2025	6,260,000	January 20, 2021	249,000	Joint and several liability guarantee			2032.11.15	No	Yes
ZPC	December 9, 2025	6,260,000	January 20, 2021	109,062	Joint and several liability guarantee			2032.11.15	No	Yes
ZPC	December 9, 2025	6,260,000	January 20, 2021	21,613.2	Joint and several liability guarantee			2032.11.15	No	Yes
ZPC	December 9, 2025	6,260,000	January 20, 2021	7,470	Joint and several liability guarantee			2032.11.15	No	Yes

ZPC	December 9, 2025	6,260,000	January 21, 2021	28,386	Joint and several liability guarantee			2032.11.15	No	Yes
ZPC	December 9, 2025	6,260,000	January 21, 2021	49,800	Joint and several liability guarantee			2032.11.15	No	Yes
ZPC	December 9, 2025	6,260,000	January 21, 2021	49,800	Joint and several liability guarantee			2032.11.15	No	Yes
ZPC	December 9, 2025	6,260,000	January 21, 2021	9,960	Joint and several liability guarantee			2032.11.15	No	Yes
ZPC	December 9, 2025	6,260,000	January 22, 2021	28,386	Joint and several liability guarantee			2032.11.15	No	Yes
ZPC	December 9, 2025	6,260,000	February 4, 2021	47,310	Joint and several liability guarantee			2032.11.15	No	Yes
ZPC	December 9, 2025	6,260,000	February 5, 2021	37,350	Joint and several liability guarantee			2032.11.15	No	Yes
ZPC	December 9, 2025	6,260,000	February 5, 2021	34,860	Joint and several liability guarantee			2032.11.15	No	Yes
ZPC	December 9, 2025	6,260,000	February 5, 2021	14,940	Joint and several liability guarantee			2032.11.15	No	Yes
ZPC	December 9, 2025	6,260,000	February 5, 2021	49,800	Joint and several liability guarantee			2032.11.15	No	Yes
ZPC	December 9, 2025	6,260,000	February 5, 2021	92,130	Joint and several liability guarantee			2032.11.15	No	Yes
ZPC	December 9, 2025	6,260,000	February 5, 2021	56,772	Joint and several liability guarantee			2032.11.15	No	Yes
ZPC	December 9, 2025	6,260,000	February 7, 2021	28,386	Joint and several liability guarantee			2032.11.15	No	Yes
ZPC	December 9, 2025	6,260,000	March 18, 2021	10,458	Joint and several liability guarantee			2032.11.15	No	Yes
ZPC	December 9, 2025	6,260,000	March 18, 2021	17,748.72	Joint and several liability guarantee			2032.11.15	No	Yes

ZPC	December 9, 2025	6,260,000	March 19, 2021	24,900	Joint and several liability guarantee			2032.11.15	No	Yes
ZPC	December 9, 2025	6,260,000	March 19, 2021	29,880	Joint and several liability guarantee			2032.11.15	No	Yes
ZPC	December 9, 2025	6,260,000	March 22, 2021	49,800	Joint and several liability guarantee			2032.11.15	No	Yes
ZPC	December 9, 2025	6,260,000	March 22, 2021	49,800	Joint and several liability guarantee			2032.11.15	No	Yes
ZPC	December 9, 2025	6,260,000	March 25, 2021	24,900	Joint and several liability guarantee			2032.11.15	No	Yes
ZPC	December 9, 2025	6,260,000	March 26, 2021	124,500	Joint and several liability guarantee			2032.11.15	No	Yes
ZPC	December 9, 2025	6,260,000	March 26, 2021	39,840	Joint and several liability guarantee			2032.11.15	No	Yes
ZPC	December 9, 2025	6,260,000	April 28, 2021	14,940	Joint and several liability guarantee			2032.11.15	No	Yes
ZPC	December 9, 2025	6,260,000	April 28, 2021	64,740	Joint and several liability guarantee			2032.11.15	No	Yes
ZPC	December 9, 2025	6,260,000	April 28, 2021	30,876	Joint and several liability guarantee			2032.11.15	No	Yes
ZPC	December 9, 2025	6,260,000	April 28, 2021	24,900	Joint and several liability guarantee			2032.11.15	No	Yes
ZPC	December 9, 2025	6,260,000	April 28, 2021	15,438	Joint and several liability guarantee			2032.11.15	No	Yes
ZPC	December 9, 2025	6,260,000	April 29, 2021	39,840	Joint and several liability guarantee			2032.11.15	No	Yes
ZPC	December 9, 2025	6,260,000	April 30, 2021	2,490	Joint and several liability guarantee			2032.11.15	No	Yes
ZPC	December 9, 2025	6,260,000	April 30, 2021	2,490	Joint and several liability guarantee			2032.11.15	No	Yes

ZPC	December 9, 2025	6,260,000	June 29, 2021	49,800	Joint and several liability guarantee			2032.11.15	No	Yes
ZPC	December 9, 2025	6,260,000	July 5, 2021	164,340	Joint and several liability guarantee			2032.11.15	No	Yes
ZPC	December 9, 2025	6,260,000	July 5, 2021	24,900	Joint and several liability guarantee			2032.11.15	No	Yes
ZPC	December 9, 2025	6,260,000	July 6, 2021	19,920	Joint and several liability guarantee			2032.11.15	No	Yes
ZPC	December 9, 2025	6,260,000	July 6, 2021	34,860	Joint and several liability guarantee			2032.11.15	No	Yes
ZPC	December 9, 2025	6,260,000	July 6, 2021	72,210	Joint and several liability guarantee			2032.11.15	No	Yes
ZPC	December 9, 2025	6,260,000	July 6, 2021	72,210	Joint and several liability guarantee			2032.11.15	No	Yes
ZPC	December 9, 2025	6,260,000	July 6, 2021	74,700	Joint and several liability guarantee			2032.11.15	No	Yes
ZPC	December 9, 2025	6,260,000	July 6, 2021	149,400	Joint and several liability guarantee			2032.11.15	No	Yes
ZPC	December 9, 2025	6,260,000	July 6, 2021	19,920	Joint and several liability guarantee			2032.11.15	No	Yes
ZPC	December 9, 2025	6,260,000	September 15, 2021	50,278.08	Joint and several liability guarantee			2032.11.15	No	Yes
ZPC	December 9, 2025	6,260,000	September 17, 2021	19,920	Joint and several liability guarantee			2032.11.15	No	Yes
ZPC	December 9, 2025	6,260,000	September 17, 2021	19,422	Joint and several liability guarantee			2032.11.15	No	Yes
ZPC	December 9, 2025	6,260,000	September 17, 2021	39,840	Joint and several liability guarantee			2032.11.15	No	Yes
ZPC	December 9, 2025	6,260,000	September 17, 2021	102,090	Joint and several liability guarantee			2032.11.15	No	Yes

ZPC	December 9, 2025	6,260,000	September 22, 2021	16,434	Joint and several liability guarantee			2032.11.15	No	Yes
ZPC	December 9, 2025	6,260,000	June 13, 2022	7,968	Joint and several liability guarantee			2032.11.15	No	Yes
ZPC	December 9, 2025	6,260,000	July 11, 2022	169.32	Joint and several liability guarantee			2032.11.15	No	Yes
ZPC	December 9, 2025	6,260,000	August 2, 2022	109.56	Joint and several liability guarantee			2032.11.15	No	Yes
ZPC	December 9, 2025	6,260,000	August 4, 2022	189.24	Joint and several liability guarantee			2032.11.15	No	Yes
ZPC	December 9, 2025	6,260,000	August 9, 2022	59.76	Joint and several liability guarantee			2032.11.15	No	Yes
ZPC	December 9, 2025	6,260,000	August 10, 2022	7.47	Joint and several liability guarantee			2032.11.15	No	Yes
ZPC	December 9, 2025	6,260,000	September 5, 2022	256.47	Joint and several liability guarantee			2032.11.15	No	Yes
ZPC	December 9, 2025	6,260,000	October 10, 2022	204.18	Joint and several liability guarantee			2032.11.15	No	Yes
ZPC	December 9, 2025	6,260,000	November 1, 2022	219.12	Joint and several liability guarantee			2032.11.15	No	Yes
ZPC	December 9, 2025	6,260,000	December 16, 2022	34.86	Joint and several liability guarantee			2032.11.15	No	Yes
ZPC	December 9, 2025	6,260,000	December 27, 2022	3,984	Joint and several liability guarantee			2032.11.15	No	Yes
ZPC	December 9, 2025	6,260,000	November 2, 2021	8.77	Joint and several liability guarantee			2026.7.1	No	Yes
ZPC	December 9, 2025	6,260,000	November 18, 2021	0.4	Joint and several liability guarantee			2026.7.1	No	Yes

Total Guarantee Limit Approved for Subsidiaries as at the End of the Reporting Period (B3)	11,290,600	Total Outstanding Balance of Guarantees Provided to Subsidiaries as at the End of the Reporting Period (B4)	5,140,521.29

Guarantees Provided by Subsidiaries to Their Subsidiaries

Name of Guaranteed Party	Disclosure Date of the Announcement on the Guarantee Limit	Guarantee Limit	Date of Actual Occurrence	Actual Guarantee Amount	Type of Guarantee	Collateral, if any	Counter-guarantee Arrangements, if any	Guarantee Term	Whether the Guarantee Has Been Fulfilled	Whether the Guarantee Is Provided to a Related Party
Yisheng Dahua	December 9, 2025	89,000	May 22, 2026	1,230	Joint and several liability guarantee			2026.8.22	No	Yes
Yisheng Dahua	December 9, 2025	89,000	July 24, 2025	17,000	Joint and several liability guarantee			2027.7.23	No	Yes
Yisheng Dahua	December 9, 2025	89,000	July 24, 2025	1,000	Joint and several liability guarantee			2026.12.21	No	Yes
Yisheng Dahua	December 9, 2025	89,000	March 5, 2026	3,800.16	Joint and several liability guarantee			2026.9.5	No	Yes
Yisheng Dahua	December 9, 2025	89,000	March 11, 2026	3,994.65	Joint and several liability guarantee			2026.9.11	No	Yes
Yisheng Dahua	December 9, 2025	89,000	March 20, 2026	2,500	Joint and several liability guarantee			2026.9.20	No	Yes
Yisheng Dahua	December 9, 2025	89,000	April 16, 2026	4,000	Joint and several liability guarantee			2026.10.16	No	Yes
Yisheng Dahua	December 9, 2025	89,000	June 11, 2026	3,000	Joint and several liability guarantee			2026.12.11	No	Yes
Yisheng Dahua	December 9, 2025	89,000	January 21, 2026	965.25	Joint and several liability guarantee			2026.7.22	No	Yes

Total Guarantee Limit Approved for Guarantees Provided by Subsidiaries to Their Subsidiaries as at the End of the Reporting Period (C3)	89,000	Total Outstanding Balance of Guarantees Provided by Subsidiaries to Their Subsidiaries as at the End of the Reporting Period (C4)	37,490.06
Total Guarantees of the Company (i.e. the Aggregate of the Above Three Categories)			
Total Guarantee Limit Approved as at the End of the Reporting Period (A3+B3+C3)	11,379,600	Total Outstanding Guarantee Balance as at the End of the Reporting Period (A4+B4+C4)	5,178,011.35
Percentage of the Total Outstanding Guarantee Balance (i.e. A4+B4+C4) to the Company's Net Assets			108.66%

3. Entrusted Wealth Management

☑ Applicable □ Not applicable

Overview of Entrusted Wealth Management During the Reporting Period

Unit: RMB 10,000

Product Category	Risk Profile	Balance of Entrusted Wealth Management Products During the Reporting Period	Amount Overdue and Unrecovered
Bank wealth management products	Low risk	0.00	0.00

Note: As of the end of the reporting period, all entrusted wealth management products had been redeemed.

Specific circumstances where the Company, as the sole principal, entrusts financial institutions to conduct asset management, or invests in high-risk entrusted wealth management products with relatively low security and poor liquidity

□ Applicable ☑ Not applicable

4. Other major contracts

□ Applicable ☑ Not applicable

No other major contracts of the Company during the reporting period.

XIII. Registration Form of Reception, Research, Communication and Interviews during the Reporting Period

☑ Applicable □ Not applicable

Reception Date	Reception Venue	Reception Method	Type of Reception Target	Reception Target	Main Topics Discussed and Materials Provided	Index to Basic Information on the Research
April 30, 2026	Panorama Network's "Investor Relations Interactive Platform"	Online communication via a network platform	Individual	Investors	For details, please refer to: http://www.cninfo.com.cn/new/disclosure/detail?plate=szse&orgId=9900015502&stockCode=002493&announcementId=1225272639&announcementTime=2026-04-30%2017:44	

XIV. Explanation of other major matters

□ Applicable ☑ Not applicable

No other important events to be described during the reporting period.

XV. Major Events of Subsidiaries

□ Applicable ☑Not applicable

Section VI Changes in Shares and Shareholders

I. Changes in shares

1. Changes in shares

Unit: shares

	Before the change		Increase or decrease (+, -)					After this change	
	Number	Ratio	Issuance of new shares	Bonus shares	Conversion of capital reserves into shares	Others	Subtotal	Number	Ratio
I. Restricted shares	651,375,000	6.52%				-24,131,250	-24,131,250	627,243,750	6.28%
1. State-owned shares									
2. Shares held by state-owned legal persons									
3. Shares held by other domestic capital	651,375,000	6.52%				-24,131,250	-24,131,250	627,243,750	6.28%
Including: Shares held by domestic legal persons									
Shares held by domestic natural persons	651,375,000	6.52%				-24,131,250	-24,131,250	627,243,750	6.28%
4. Shares held by foreign investors									
Including: Shares held by foreign legal persons									
Shares held by foreign natural persons									
II. Shares not subject to sales restrictions	9,338,067,254	93.48%				24,131,250	24,131,250	9,362,198,504	93.72%

1. RMB ordinary shares	9,338,067,254	93.48%				24,131,250	24,131,250	9,362,198,504	93.72%
2. Domestically-listed foreign shares									
3. Overseas-listed foreign shares									
4. Others									
III. Total shares	9,989,442,254	100.00%				0	0	9,989,442,254	100.00%

Causes for change in shares

☑ Applicable □ Not applicable

Following the abolition of the Board of Supervisors and pursuant to the *Shenzhen Stock Exchange Guidelines for Self-Regulatory Supervision of Listed Companies No. 18—Reduction of Shareholdings by Shareholders, Directors and Senior Management (2025 Revision)*, the number of restricted shares held by the departing Supervisor was adjusted accordingly. Accordingly, senior-management lock-up shares decreased by 24,131,250 shares during the Reporting Period.

Approval of changes in shares

□ Applicable ☑ Not applicable

Transfer of changes in shares

□ Applicable ☑ Not applicable

Implementation progress of share repurchases

□ Applicable ☑ Not applicable

Implementation progress of the disposal of repurchased shares through centralized competitive bidding

□ Applicable ☑ Not applicable

Impact of changes in shares on financial indicators such as basic earnings per share and diluted earnings per share for the most recent year and the most recent period, and net assets per share attributable to the Company’s ordinary shareholders

□ Applicable ☑ Not applicable

Other information that the Company considers necessary or that the securities regulatory authorities require to be disclosed

□ Applicable ☑ Not applicable

2. Changes in restricted shares

☑ Applicable □ Not applicable

Unit: shares

Shareholder Name	Number of Restricted Shares at the Beginning of the Period	Number of Shares Released from Restriction during the Period	Increase in Restricted Shares during the Period	Number of Restricted Shares at the End of the Period	Reason for Restriction	Date of Release from Restriction
Li Guoqing	96,525,000	24,131,250	0	72,393,750	During the term of office determined at the time of appointment of a departing Supervisor and within six months following the expiry of such term, the number of Company shares transferred by the departing Supervisor each year through centralized competitive bidding, block trading, transfer by agreement or other means shall not exceed 25% of the total number of Company shares held by such person.	May 20, 2026
Total	96,525,000	24,131,250	0	72,393,750	--	--

II. Securities issuance and listing

□ Applicable ☑ Not applicable

III. Number of Shareholders and Shareholdings

Unit: shares

Total number of common shareholders at the end of the reporting period	71,963			**Total Number of Preferred Shareholders with Restored Voting Rights at the End of the Reporting Period, if any (see Note 8)**				0
Shareholdings of shareholders holding over 5% of shares or the top 10 shareholders (excluding shares lent through refinancing)								
Name of shareholders	**Nature of shareholders**	**Shareholding ratio**	**Number of shares held at the end of the report period**	**Increase or decrease during the reporting period**	**Number of shares held with limited sales conditions**	**Number of non-restricted shares held**	**Pledge, marking or freezing**	
							Share status	**Number**
Zhejiang Rongsheng Holding Group Co., Ltd.	Domestic non-state-owned legal person	55.05%	5,499,301,781	0	0	5,499,301,781.00	Not applicable	0
Aramco Overseas Company B.V.	Overseas legal person	10.14%	1,012,552,501	0	0	1,012,552,501	Not applicable	0
Li Shuirong	Domestic natural person	6.44%	643,275,000	0	482,456,250	160,818,750	Not applicable	0
Hong Kong Securities Clearing Company Limited	Overseas legal person	2.21%	221,237,800	4,911,253	0	221,237,800	Not applicable	0
Li Guoqing	Domestic natural person	0.97%	96,525,000	0	72,393,750	24,131,250	Not applicable	0
Xu Yuejuan	Domestic natural person	0.97%	96,525,000	0	0	96,525,000	Not applicable	0
Li Yongqing	Domestic natural person	0.97%	96,525,000	0	72,393,750	24,131,250	Not applicable	0
Horizon Asset - Huaneng Trust · Jiayue No. 7 Single Fund Trust - Horizon Asset Huixin No. 43 Single Asset Management Plan	Other	0.55%	55,148,287	0	0	55,148,287	Not applicable	0

Huaneng Guicheng Trust Co., Ltd. - Huaneng Trust · Rongyue Weicheng collective funds trust plan	Other	0.50%	50,078,500	0	0	50,078,500	Not applicable	0
China Life Insurance Company Limited – Traditional – General Insurance Product – 005L – CT001 SH	Other	0.49%	48,592,950	37,479,400	0	48,592,950	Not applicable	0
The situation (if any) that strategic investors or general legal persons become the top 10 shareholders due to the placement of new shares (see Note 3)		Not applicable						
Explanation of the relationship or concerted action among the above shareholders		Among the top 10 shareholders, Zhejiang Rongsheng Holding Group Co., Ltd. is the controlling shareholder of the Company. Li Yongqing and Li Guoqing are nephews of Li Shuirong, Chairman of Zhejiang Rongsheng Holding Group Co., Ltd., and Xu Yuejuan is the sister-in-law of Li Shuirong. They therefore constitute related parties. Except for the foregoing relationships, the Company has no knowledge of whether any other shareholders are related to one another or are persons acting in concert.						
Explanation of the above shareholders on delegating/receiving/waiving voting rights		Not applicable						
Special explanation on the existence of repurchase accounts among the top 10 shareholders (if any) (see Note 11)		Among the top 10 shareholders, the special securities account for share repurchases of Rongsheng Petrochemical Co., Ltd. held 417,150,112 shares, representing 4.18% of the Company's total share capital.						

Shareholding of top 10 shareholders not subject to sales restrictions (excluding shares lent through refinancing and executive lock-in shares)			
Name of shareholders	**Number of shares not subject to sales restrictions held at the end of the reporting period**	**Class of shares**	
		Class of shares	**Number**
Zhejiang Rongsheng Holding Group Co., Ltd.	5,499,301,781	RMB ordinary shares	5,499,301,781
Aramco Overseas Company B.V.	1,012,552,501	RMB ordinary shares	1,012,552,501
Hong Kong Securities Clearing Company Limited	221,237,800	RMB ordinary shares	221,237,800
Li Shuirong	160,818,750	RMB ordinary shares	160,818,750
Xu Yuejuan	96,525,000	RMB ordinary shares	96,525,000

Horizon Asset - Huaneng Trust · Jiayue No. 7 Single Fund Trust - Horizon Asset Huixin No. 43 Single Asset Management Plan	55,148,287	RMB ordinary shares	55,148,287
Huaneng Guicheng Trust Co., Ltd. - Huaneng Trust · Rongyue Weicheng collective funds trust plan	50,078,500	RMB ordinary shares	50,078,500
China Life Insurance Company Limited – Traditional – General Insurance Product – 005L – CT001 SH	48,592,950	RMB ordinary shares	48,592,950
Ni Xincai	47,925,000	RMB ordinary shares	47,925,000
Dai Deming	40,300,000	RMB ordinary shares	40,300,000
Explanation of the relationship or concerted action among the top 10 shareholders of outstanding shares not subject to sales restrictions and among the top 10 shareholders of outstanding shares not subject to sales restrictions and the top 10 shareholders	Among the top 10 shareholders, Zhejiang Rongsheng Holding Group Co., Ltd. is the controlling shareholder of the Company. Xu Yuejuan is the sister-in-law of Li Shuirong, Chairman of Zhejiang Rongsheng Holding Group Co., Ltd., and Ni Xincai is the brother-in-law of Li Shuirong. They therefore constitute related parties. Except for the foregoing relationships, the Company has no knowledge of whether any other shareholders are related to one another or are persons acting in concert.		
Explanation of the top 10 shareholders' participation in securities margin trading (if any) (see Note 4)	Zhejiang Rongsheng Holding Group Co., Ltd. holds 5,459,301,781 shares through an ordinary securities account and 40,000,000 shares through a margin account. Dai Deming holds 1,300,000 shares through an ordinary securities account and 39,000,000 shares through a margin account.		

Participation of shareholders holding more than 5% shares, top 10 shareholders and top 10 shareholders of outstanding shares not subject to sales restrictions in lending shares by refinancing business

□ Applicable ☑ Not applicable

Changes in top 10 shareholders and top 10 shareholders of outstanding shares not subject to sales restrictions due to lending/returning shares by refinancing business

□ Applicable ☑ Not applicable

Whether any of the top 10 shareholders of ordinary share and the top 10 shareholders of ordinary share not subject to sales restrictions of the Company have any agreed repurchase trading during the reporting period?

□ Yes ☑ No

The top 10 shareholders of ordinary share and the top 10 shareholders of ordinary share not subject to sales restrictions did not conduct the agreed repurchase transaction during the reporting period

IV. Changes in Shareholdings of Directors and Senior Management

□ Applicable ☑ Not applicable

There were no changes in the shareholdings of the Company's Directors or Senior Management during the Reporting Period. For details, please refer to the 2025 Annual Report.

V. Changes in the Controlling Shareholder or Actual Controller

Where the Company has previously disclosed that its actual controller was planning a change in control that has not yet been completed, the Company shall explain the progress of such change in control.

□ Applicable ☑ Not applicable

Change in the controlling shareholder during the Reporting Period

□ Applicable ☑ Not applicable

There was no change in the Company's controlling shareholder during the Reporting Period.

Change in the actual controller during the Reporting Period

□ Applicable ☑ Not applicable

There was no change in the Company's actual controller during the Reporting Period.

VI. Preferred Shares

□ Applicable ☑ Not applicable

The Company had no preferred shares during the Reporting Period.

Section VII Bonds

□ Applicable ☑ Not applicable

Section VIII Financial Reports

I. Audit Report

Whether the semi-annual report has been audited

□ Yes ☑ No

The Company's semi-annual financial report has not been audited.

II. Financial Statements

The amounts in the financial statement notes are presented in RMB.

1. Consolidated Balance Sheet

Prepared by: Rongsheng Petrochemical Co., Ltd.

June 30, 2026

Unit: RMB

Item	Ending balance	Beginning balance
Current assets:		
Cash and bank balances	23,734,636,453.49	13,499,669,478.84
Settlement reserve		
Placements with banks and other financial institutions		
Trading financial assets		
Derivative financial assets	192,305,512.54	278,828,802.69
Notes receivable		
Accounts receivable	2,260,963,661.76	3,169,305,362.31
Accounts receivable financing	214,924,599.25	83,421,123.96
Prepayments	3,305,102,984.78	2,140,598,833.96
Premium receivables		
Reinsurance receivables		
Reinsurance contract reserves receivables		
Other receivables	4,369,761,244.01	4,925,104,317.10
Including: Interest receivables		
Dividends receivable	900,000,000.00	
Financial assets purchased under resale agreements		
Inventories	32,009,662,550.09	33,576,127,180.92
Including: data resources		
Contract assets		
Held-for-sale assets		
Non-current assets due within one year		
Other current assets	8,493,494,401.73	7,280,589,936.07

Total current assets	74,580,851,407.65	64,953,645,035.85
Non-current assets:		
Loans and advances		
Debt investments		
Other debt investments		
Long-term receivables		
Long-term equity investment	9,446,006,115.38	9,764,207,212.23
Investment in other equity instruments		
Other non-current financial assets		
Investment property	9,716,959.60	9,852,682.60
Fixed assets	249,424,094,904.07	259,757,528,525.39
Construction in progress	54,979,464,670.50	37,854,167,659.20
Productive biological assets		
Oil & gas assets		
Right-of-use assets	60,122,571.18	27,062,072.00
Intangible assets	8,991,256,856.68	9,085,688,449.26
Including: data resources		
Development expenses		
Including: data resources		
Goodwill		
Long-term deferred expenses	966,422.60	
Deferred income tax assets	1,599,264,279.84	1,702,308,467.27
Other non-current assets	3,730,795,532.12	3,478,664,190.30
Total non-current assets	328,241,688,311.97	321,679,479,258.25
Total assets	402,822,539,719.62	386,633,124,294.10
Current liabilities:		
Short-term borrowings	53,190,105,943.25	50,196,656,887.59
Borrowings from the central bank		
Placements from banks and other financial institutions		
Trading financial liabilities		
Derivative financial liabilities	242,510,513.90	254,957,356.99
Notes payable	1,633,752,998.56	1,823,730,094.93
Accounts payable	55,022,314,319.88	58,958,528,675.95
Advances received		
Contract liabilities	2,755,473,814.03	4,083,450,306.60
Financial assets sold for repurchase		
Deposits received and interbank deposits		
Deposits for securities trading agency		
Deposits for securities underwriting agency		
Employee benefits payable	741,131,380.44	1,125,814,964.88
Taxes payable	1,002,658,024.79	2,645,167,588.84

Other payables	11,733,185,071.34	8,699,387,532.24
Including: Interest payable		
Dividends payable	754,030,000.00	
Handling charges and commissions payable		
Reinsurance payable		
Held-for-sale liabilities		
Non-current liabilities due within one year	37,100,487,475.75	35,466,338,269.58
Other current liabilities	3,326,536,702.13	1,867,329,013.92
Total current liabilities	166,748,156,244.07	165,121,360,691.52
Non-current liabilities:		
Insurance contract reserves		
Long-term borrowings	129,528,625,520.90	122,459,201,307.70
Bonds payable		
Including: Preferred share		
Perpetual bond		
Lease liabilities	42,251,995.26	
Long-term payables		
Long-term employee benefits payable		
Provisions	44,542,210.85	43,782,604.66
Deferred income	453,353,280.62	392,706,559.60
Deferred income tax liabilities	1,539,145,003.79	1,624,234,093.37
Other non-current liabilities		
Total non-current liabilities	131,607,918,011.42	124,519,924,565.33
Total liabilities	298,356,074,255.49	289,641,285,256.85
Owners' equity:		
Share capital	9,989,442,254.00	9,989,442,254.00
Other equity instruments		
Including: Preferred share		
Perpetual bond		
Capital reserve	8,958,250,210.36	8,958,186,957.39
Less: treasury stock	4,988,804,885.93	4,988,804,885.93
Other comprehensive income	-44,215,118.89	86,668,890.53
Special reserves	93,202,480.16	55,804,605.92
Surplus reserves	1,270,743,066.03	1,270,743,066.03
General risk reserve		
Retained earnings	32,374,905,404.74	28,221,482,065.98
Total equity attributable to the parent company	47,653,523,410.47	43,593,522,953.92
Minority equity	56,812,942,053.66	53,398,316,083.33
Total equity	104,466,465,464.13	96,991,839,037.25

Total liabilities and owners' equity	402,822,539,719.62	386,633,124,294.10

2. Balance Sheet of the Parent Company

Unit: RMB

Item	Ending balance	Beginning balance
Current assets:		
Cash and bank balances	2,222,050,224.76	354,353,684.29
Trading financial assets		
Derivative financial assets		
Notes receivable		
Accounts receivable	3,430,155.65	2,437,530.86
Accounts receivable financing	30,099,108.99	17,919,013.37
Prepayments	83,107,244.82	60,256,292.32
Other receivables	5,214,966,090.11	2,897,360,297.44
Including: Interest receivables		
Dividends receivable	2,432,100,000.00	550,000,000.00
Inventories	291,298,441.51	242,437,960.44
Including: data resources		
Contract assets		
Held-for-sale assets		
Non-current assets due within one year		
Other current assets	203,083.50	26,047,627.84
Total current assets	7,845,154,349.34	3,600,812,406.56
Non-current assets:		
Debt investments		
Other debt investments		
Long-term receivables		
Long-term equity investment	55,403,226,077.72	55,647,973,695.59
Investment in other equity instruments		
Other non-current financial assets		
Investment property	9,716,959.60	9,852,682.60
Fixed assets	317,497,765.49	318,871,916.84
Construction in progress	1,037,735.85	
Productive biological assets		
Oil & gas assets		
Right-of-use assets		
Intangible assets	10,890,967.97	11,853,718.31
Including: data resources		
Development expenses		
Including: data resources		

Goodwill		
Long-term deferred expenses		
Deferred income tax assets		
Other non-current assets		
Total non-current assets	55,742,369,506.63	55,988,552,013.34
Total assets	63,587,523,855.97	59,589,364,419.90
Current liabilities:		
Short-term borrowings	6,304,838,612.34	6,285,794,109.03
Trading financial liabilities		
Derivative financial liabilities		
Notes payable		52,916,550.00
Accounts payable	5,395,932,531.22	4,861,762,156.96
Advances received		
Contract liabilities	2,486,220,583.76	2,646,739,931.85
Employee benefits payable	36,249,464.99	80,917,996.59
Taxes payable	4,104,331.59	6,581,447.16
Other payables	12,293,796,522.26	10,133,729,308.36
Including: Interest payable		
Dividends payable		
Held-for-sale liabilities		
Non-current liabilities due within one year	7,390,024,135.00	5,964,831,869.33
Other current liabilities	323,208,675.88	344,076,191.14
Total current liabilities	34,234,374,857.04	30,377,349,560.42
Non-current liabilities:		
Long-term borrowings	11,736,899,454.44	11,919,757,273.07
Bonds payable		
Including: Preferred share		
Perpetual bond		
Lease liabilities		
Long-term payables		
Long-term employee benefits payable		
Provisions		
Deferred income	5,797,478.48	6,301,607.06
Deferred income tax liabilities		
Other non-current liabilities		
Total non-current liabilities	11,742,696,932.92	11,926,058,880.13
Total liabilities	45,977,071,789.96	42,303,408,440.55
Owners' equity:		
Share capital	9,989,442,254.00	9,989,442,254.00
Other equity instruments		

Including: Preferred share		
Perpetual bond		
Capital reserve	9,381,253,530.14	9,381,253,530.14
Less: treasury shares	4,988,804,885.93	4,988,804,885.93
Other comprehensive income	121,769,757.80	104,810,451.40
Special reserves		
Surplus reserves	1,270,743,066.03	1,270,743,066.03
Retained earnings	1,836,048,343.97	1,528,511,563.71
Total equity	17,610,452,066.01	17,285,955,979.35
Total liabilities and owners' equity	63,587,523,855.97	59,589,364,419.90

3. Consolidated Income Statement

Unit: RMB

Item	First Half of 2026	First Half of 2025
I. Gross operating revenue	129,406,713,606.78	148,629,350,935.50
Including: operating revenue	129,406,713,606.78	148,629,350,935.50
Interest income		
Earned premium		
Handling charge and commission income		
II. Gross operating costs	119,440,750,915.54	147,757,254,574.45
Including: operating costs	109,671,529,657.63	128,878,959,937.59
Interest expense		
Handling charge and commission expenses		
Surrender value		
Net payments for insurance claims		
Net provision for insurance contract liabilities		
Policy dividend payment		
Reinsurance costs		
Taxes and surcharges	3,918,394,840.31	12,748,131,455.62
Selling expenses	86,672,912.63	84,293,344.16
Administrative expenses	489,898,914.69	466,821,877.01
R&D expenses	2,242,542,374.59	2,369,091,695.16
Financial expenses	3,031,712,215.69	3,209,956,264.91
Including: interest expenses	3,190,639,179.06	3,280,153,933.32
Interest income	135,999,098.06	222,591,881.35
Add: Other income	800,815,540.06	1,064,837,456.41
Investment income (losses expressed with "-")	362,514,525.42	284,046,651.75
Including: Return on investment in associates and joint ventures	446,204,831.98	190,297,833.77

Gains on derecognition of financial assets measured at amortized cost		
Exchange gains (losses expressed with "-")		
Net exposure hedging gains (losses expressed with "-")		
Gains on changes in fair value (losses expressed with "-")	-292,395,250.55	-299,721,409.22
Credit impairment loss (losses expressed with "-")	18,584,617.97	87,104,774.79
Asset impairment loss (losses marked with "-")	-1,070,657.02	-152,150,594.56
Gains on disposal of assets (losses expressed with "-")	7,357,324.96	-64,124.27
III. Operating profit (losses expressed with "-")	10,861,768,792.08	1,856,149,115.95
Add: Non-operating income	4,459,855.55	3,898,849.00
Less: Non-operating expenses	6,496,192.84	15,476,643.56
IV. Total profit (total losses expressed with "-")	10,859,732,454.79	1,844,571,321.39
Less: Income tax expenses	1,599,910,333.55	178,317,788.37
V. Net profit (net losses expressed with "-")	9,259,822,121.24	1,666,253,533.02
(I) By business continuity		
1. Net profit from going concern (net losses expressed with "-")	9,259,822,121.24	1,666,253,533.02
2. Net profit from discontinued operations (net losses expressed with "-")		
(II) By ownership		
1. Net profit attributable to shareholders of the parent company	5,110,652,552.96	602,084,104.39
2. Minority interest income	4,149,169,568.28	1,064,169,428.63
VI. Other comprehensive income, net of tax	-148,091,369.68	-67,422,232.10
Other comprehensive income attributable to owners of the parent, net of tax	-130,884,009.42	-63,618,787.95
(I) Other comprehensive income which may not be reclassified to profit or loss		
1. Re-measurement of changes in defined benefit plans		
2. Other comprehensive income which may not be transferred to profit or loss under the equity method		
3. Changes in fair value of investment in other equity instruments		
4. Changes in fair value attributable to changes in the Company' s own credit risk		
5. Others		
(II) Other comprehensive income which may be reclassified to profit or loss	-130,884,009.42	-63,618,787.95
1. Other comprehensive income which may be transferred to profit or loss under the equity method	-2,818,582.89	-50,041,026.62
2. Changes in fair value of other debt investments		

3. Amount of financial assets reclassified into other comprehensive income		
4. Credit impairment allowance for other debt investments		
5. Cash flow hedging reserves		
6. Difference in translation of foreign currency financial statements	-128,065,426.53	-13,577,761.33
7. Others		
Other comprehensive income attributable to minority shareholders, net of tax	-17,207,360.26	-3,803,444.15
VII. Total comprehensive income	9,111,730,751.56	1,598,831,300.92
Total comprehensive income attributable to owners of the parent company	4,979,768,543.54	538,465,316.44
Total comprehensive income attributable to minority shareholders	4,131,962,208.02	1,060,365,984.48
VIII. Earnings per share		
(I) Basic earnings per share	0.53	0.06
(II) Diluted earnings per share	0.53	0.06

4. Income Statement of the Parent Company

Unit: RMB

Item	First Half of 2026	First Half of 2025
I.Operating revenue	1,658,635,943.40	874,759,022.69
Less: Operating costs	1,416,499,121.05	783,915,236.41
Taxes and surcharges	4,015,977.87	3,803,080.38
Selling expenses	23,530,693.32	16,171,150.67
Administrative expenses	56,431,181.76	53,041,620.29
R&D expenses	89,909,438.96	51,520,823.00
Financial expenses	452,655,791.25	390,501,070.87
Including: interest expenses	437,529,655.83	389,284,382.25
Interest income	3,930,697.50	6,362,975.74
Add: Other income	2,027,136.04	347,023,654.77
Investment income (losses expressed with "-")	1,653,195,627.15	169,273,572.94
Including: Return on investment in associates and joint ventures	244,047,586.37	155,613,807.08
Gains on derecognition of financial assets measured at amortized cost (loss expressed with "-")		
Net exposure hedging gains (losses expressed with "-")		
Gains on changes in fair value (losses expressed with "-")		
Credit impairment loss (losses expressed with "-")	-984,220.51	-462,148.98
Asset impairment loss (losses marked with "-")		
Gains on disposal of assets (losses expressed with "-")	5,881.82	0.18

II. Operating profit (losses expressed with “-”)	1,269,838,163.69	91,641,119.98
Add: Non-operating income	13,610.45	2.15
Less: Non-operating expenses	5,085,779.68	5,757,786.29
III. Total profit (total losses expressed with “-”)	1,264,765,994.46	85,883,335.84
Less: Income tax expenses		
IV. Net profit (net losses expressed with "-")	1,264,765,994.46	85,883,335.84
(1) Net profit from going concern (net losses expressed with “-”)	1,264,765,994.46	85,883,335.84
(2) Net profit from discontinued operations (net losses expressed with “-”)		
V. Other comprehensive income, net of tax	16,959,306.40	-45,627,581.75
(I) Other comprehensive income which may not be reclassified to profit or loss		
1. Re-measurement of changes in defined benefit plans		
2. Other comprehensive income which may not be transferred to profit or loss under the equity method		
3. Changes in fair value of investment in other equity instruments		
4. Changes in fair value attributable to changes in the Company’s own credit risk		
5. Others		
(II) Other comprehensive income which may be reclassified to profit or loss	16,959,306.40	-45,627,581.75
1. Other comprehensive income which may be transferred to profit or loss under the equity method	16,959,306.40	-45,627,581.75
2. Changes in fair value of other debt investments		
3. Amount of financial assets reclassified into other comprehensive income		
4. Credit impairment allowance for other debt investments		
5. Cash flow hedging reserves		
6. Difference in translation of foreign currency financial statements		
7. Others		
VI. Total comprehensive income	1,281,725,300.86	40,255,754.09
VII. Earnings per share		
(I) Basic earnings per share		
(II) Diluted earnings per share		

5. Consolidated Cash Flow Statement

Unit: RMB

Item	First Half of 2026	First Half of 2025
I. Cash flow from operating activities:		
Cash received from sales of goods or rendering of services	144,616,318,030.36	166,127,081,795.62
Net increase in deposits from customers and other banks		
Net increase in borrowings from the central bank		
Net increase in loans from other financial institutions		
Cash received from receiving insurance premium of original insurance contracts		
Net cash received from reinsurance business		
Net increase in deposits and investment of the insured		
Cash received from interests, handling charges and commissions		
Net increase in borrowing funds		
Net increase in repurchase business capital		
Net cash received from securities trading agency		
Refunds of taxes and levies	4,024,659,987.74	2,764,625,616.17
Cash received relating to other operating activities	3,221,369,865.89	2,915,095,527.88
Subtotal of cash inflow from operating activities	151,862,347,883.99	171,806,802,939.67
Cash paid for goods purchased and services received	119,672,137,045.21	145,101,204,904.23
Net increase in loans and advances to customers		
Net increase in deposits with the central bank and other banks		
Cash paid for claims under original insurance contracts		
Net increase in lending funds		
Cash paid for interests, handling charges and commissions		
Cash paid for policy dividends		
Cash paid to and on behalf of employees	2,039,891,290.45	2,179,536,574.50
Cash paid for taxes and levies	6,169,842,548.94	15,388,171,037.48
Cash paid relating to other operating activities	2,726,399,445.75	1,551,265,169.78
Subtotal of cash outflow from operating activities	130,608,270,330.35	164,220,177,685.99
Net cash flow from operating activities	21,254,077,553.64	7,586,625,253.68
II. Cash flows from investing activities:		
Cash received from investment recovery	1,423,699,610.58	1,659,568,485.19
Cash received from the return on investment	43,797,524.36	48,654,510.65
Net cash received from the disposal of fixed assets, intangible assets and other long-term assets	11,224,432.76	3,651,539.93
Net cash received from the disposal of subsidiaries and other business units		
Cash received relating to other investing activities	35,418,235.70	33,463,822.77
Subtotal of cash inflow from investing activities	1,514,139,803.40	1,745,338,358.54

Cash paid for purchase and construction of fixed assets, intangible assets and other long-term assets	20,334,113,669.43	15,577,226,702.86
Cash paid for investments	1,531,280,311.91	2,191,197,289.79
Net increase in pledge loans		
Net cash paid for acquisition of subsidiaries and other business units		
Cash paid relating to other investing activities	14,590,050.00	37,285,472.76
Subtotal of cash outflow from investing activities	21,879,984,031.34	17,805,709,465.41
Net cash flow from investing activities	-20,365,844,227.94	-16,060,371,106.87
III. Cash flow from financing activities:		
Cash received from capital contributions		
Including: Cash received by subsidiaries from capital contributions by non-controlling shareholders		
Cash received from borrowings	81,828,730,827.33	64,601,920,548.88
Cash received relating to other financing activities	5,811,413,542.99	12,429,276,412.04
Subtotal of cash inflow from financing activities	87,640,144,370.32	77,031,196,960.92
Cash paid for repayment of debts	70,620,316,255.36	61,676,972,719.77
Cash paid for distribution of dividends and profit or payment of interests	4,495,002,408.59	4,716,590,091.88
Including: Dividends or profit paid by subsidiaries to minority shareholders		
Cash paid relating to other financing activities	3,209,961,145.34	1,092,449,633.16
Subtotal of cash outflow from financing activities	78,325,279,809.29	67,486,012,444.81
Net cash flow from financing activities	9,314,864,561.03	9,545,184,516.11
IV. Effect of change in exchange rate on cash and cash equivalents	94,139,378.50	6,697,093.82
V. Net increase in cash and cash equivalents	10,297,237,265.23	1,078,135,756.74
Add: Opening balance of cash and cash equivalents	12,868,997,873.44	12,943,832,335.45
VI. Ending balance of cash and cash equivalents	23,166,235,138.67	14,021,968,092.19

6. Cash Flow Statement of the Parent Company

Unit: RMB

Item	First Half of 2026	First Half of 2025
I. Cash flow from operating activities:		
Cash received from sales of goods or rendering of services	4,811,930,464.98	8,368,331,142.55
Refunds of taxes and levies	3,365,262.59	1,975,629.38
Cash received relating to other operating activities	2,529,156,303.00	670,727,289.01
Subtotal of cash inflow from operating activities	7,344,452,030.57	9,041,034,060.94
Cash paid for goods purchased and services received	4,153,231,997.03	6,715,246,018.52

Cash paid to and on behalf of employees	188,592,917.78	130,826,793.13
Cash paid for taxes and levies	5,818,871.99	88,121,460.17
Cash paid relating to other operating activities	2,586,963,039.15	84,132,591.60
Subtotal of cash outflow from operating activities	6,934,606,825.95	7,018,326,863.42
Net cash flow from operating activities	409,845,204.62	2,022,707,197.52
II. Cash flows from investing activities:		
Cash received from investment recovery		
Cash received from the return on investment	43,654,510.65	43,654,510.65
Net cash received from the disposal of fixed assets, intangible assets and other long-term assets	28,070.80	3,620,231.11
Net cash received from the disposal of subsidiaries and other business units		
Cash received relating to other investing activities	700,000,000.00	463,029,809.36
Subtotal of cash inflow from investing activities	743,682,581.45	510,304,551.12
Cash paid for purchase and construction of fixed assets, intangible assets and other long-term assets	8,091,781.84	74,273,902.46
Cash paid for investments	20,000,000.00	1,559,000,000.00
Net cash paid for acquisition of subsidiaries and other business units		
Cash paid relating to other investing activities	1,114,950,000.00	1,860,300,000.00
Subtotal of cash outflow from investing activities	1,143,041,781.84	3,493,573,902.46
Net cash flow from investing activities	-399,359,200.39	-2,983,269,351.34
III. Cash flow from financing activities:		
Cash received from capital contributions		
Cash received from borrowings	10,323,500,000.00	9,959,500,000.00
Cash received relating to other financing activities	6,073,040,000.00	4,500,000,000.00
Subtotal of cash inflow from financing activities	16,396,540,000.00	14,459,500,000.00
Cash paid for repayment of debts	9,152,600,000.00	8,903,650,000.00
Cash paid for distribution of dividends and profit or payment of interests	1,301,543,586.40	1,222,453,084.65
Cash paid relating to other financing activities	4,084,411,168.57	2,368,601,946.63
Subtotal of cash outflow from financing activities	14,538,554,754.97	12,494,705,031.28
Net cash flow from financing activities	1,857,985,245.03	1,964,794,968.72
IV. Effect of change in exchange rate on cash and cash equivalents	-759,708.79	-2,373,115.00
V. Net increase in cash and cash equivalents	1,867,711,540.47	1,001,859,699.90
Add: Opening balance of cash and cash equivalents	354,338,684.29	682,038,492.96
VI. Ending balance of cash and cash equivalents	2,222,050,224.76	1,683,898,192.86

7. Consolidated Statement of Changes in Owners' Equity

Current period

Unit: RMB

Item	First Half of 2026														
	Owners' equity attributable to the parent company													Minority equity	Total equity
	Share capital	Other equity instruments			Capital reserve	Less: treasury stock	Other comprehensive income	Special reserves	Surplus reserves	General risk reserve	Retained earnings	Other	Subtotal		
		Preferred shares	Perpetual bond	Other											
I. Ending balance of the previous year	9,989,442,254.00				8,958,186,957.39	4,988,804,885.93	86,668,890.53	55,804,605.92	1,270,743,066.03		28,221,482,065.98		43,593,522,953.92	53,398,316,083.33	96,991,839,037.25
Add: Changes in accounting policies															
Correction of errors in the previous period															
Other															
II. Opening balance of the year	9,989,442,254.00				8,958,186,957.39	4,988,804,885.93	86,668,890.53	55,804,605.92	1,270,743,066.03		28,221,482,065.98		43,593,522,953.92	53,398,316,083.33	96,991,839,037.25
III. Increases/decreases in the current period (decrease expressed with "-")					63,252.97		-130,884,009.42	37,397,874.24			4,153,423,338.76		4,060,000,456.55	3,414,625,970.33	7,474,626,426.88
(I) Total comprehensive income							-130,884,009.42				5,110,652,552.96		4,979,768,543.54	4,131,962,208.02	9,111,730,751.56
(II) Capital contributed and reduced by owners															

1. Ordinary shares contributed by owners															
2. Capital contributed by holders of other equity instruments															
3. Amount of share-based payment recognized in owners' equity															
4. Others															
(III) Profit distribution											-957,229,214.20		-957,229,214.20	-754,030,000.00	-1,711,259,214.20
1. Withdrawal of surplus reserve															
2. Withdrawal of General risk reserve															
3. Distribution to owners (or shareholders)											-957,229,214.20		-957,229,214.20	-754,030,000.00	-1,711,259,214.20
4. Others															
(IV) Internal carry-forward of owners' equity															
1. Capital reserve transferred into capital (or share capital)															
2. Surplus reserve transferred into capital (or share capital)															

3. Surplus reserves for making up loss															
4. Changes in defined benefit plans carried forward to retained earnings															
5. Other comprehensive income carried forward to retained earnings															
6. Others															
(V) Special reserve								37,397,874.24					37,397,874.24	36,632,989.84	74,030,864.08
1. Amount appropriated in the current period								182,969,740.61					182,969,740.61	150,079,078.54	333,048,819.15
2. Use in the current period								145,571,866.37					145,571,866.37	113,446,088.70	259,017,955.07
(VI) Others					63,252.97								63,252.97	60,772.47	124,025.44
IV. Ending balance of the current period	9,989,442,254.00				8,958,250,210.36	4,988,804,885.93	-44,215,118.89	93,202,480.16	1,270,743,066.03		32,374,905,404.74		47,653,523,410.47	56,812,942,053.66	104,466,465,464.13

Prior-year Corresponding Period

Unit: RMB

Item	First Half of 2025														
	Owners' equity attributable to the parent company													Minority equity	Total equity
	Share capital	Other equity instruments			Capital reserve	Less: treasury stock	Other comprehensive income	Special reserves	Surplus reserves	General risk reserve	Retained earnings	Other	Subtotal		
		Preferred shares	Perpetual bond	Other											

I. Ending balance of the previous year	10,125,525,000.00				10,819,566,635.04	6,987,008,823.24	280,892,216.98	19,057,187.43	1,270,743,066.03		28,330,397,005.41		43,859,172,287.65	50,964,958,012.02	94,824,130,299.67
Add: Changes in accounting policies															
Correction of errors in the previous period															
Other															
II. Opening balance of the year	10,125,525,000.00				10,819,566,635.04	6,987,008,823.24	280,892,216.98	19,057,187.43	1,270,743,066.03		28,330,397,005.41		43,859,172,287.65	50,964,958,012.02	94,824,130,299.67
III. Increases/decreases in the current period (decrease expressed with "-")					638,613.98		-63,618,787.95	33,130,363.30			-355,145,109.81		-384,994,920.48	1,093,432,858.20	708,437,937.72
(I) Total comprehensive income							-63,618,787.95				602,084,104.39		538,465,316.44	1,060,365,984.48	1,598,831,300.92
(II) Capital contributed and reduced by owners															
1. Ordinary shares contributed by owners															

2. Capital contributed by holders of other equity instruments															
3. Amount of share-based payment recognized in owners' equity															
4. Others															
(III) Profit distribution											-957,229,214.20		-957,229,214.20		-957,229,214.20
1. Withdrawal of surplus reserve															
2. Withdrawal of General risk reserve															
3. Distribution to owners (or shareholders)											-957,229,214.20		-957,229,214.20		-957,229,214.20
4. Others															
(IV) Internal carry-forward of owners' equity															

1. Capital reserve transferred into capital (or share capital)															
2. Surplus reserve transferred into capital (or share capital)															
3. Surplus reserves for making up loss															
4. Changes in defined benefit plans carried forward to retained earnings															
5. Other comprehensive income carried forward to retained earnings															
6. Others															
(V) Special reserve								33,130,363.30					33,130,363.30	32,453,303.43	65,583,666.73
1. Amount appropriated in the current period								203,467,546.03					203,467,546.03	167,868,944.57	371,336,490.60

2. Use in the current period								170,337,182.73					170,337,182.73	135,415,641.14	305,752,823.87
(VI) Others					638,613.98								638,613.98	613,570.29	1,252,184.27
IV. Ending balance of the current period	10,125,525,000.00				10,820,205,249.02	6,987,008,823.24	217,273,429.03	52,187,550.73	1,270,743,066.03		27,975,251,895.60		43,474,177,367.17	52,058,390,870.22	95,532,568,237.39

8. Statement of Changes in Owners' Equity of the Parent Company

Current amount

Unit: RMB

Item	First Half of 2026											
	Share capital	Other equity instruments			Capital reserve	Less: treasury stock	Other comprehensive income	Special reserves	Surplus reserves	Retained earnings	Other	Total equity
		Preferred shares	Perpetual bond	Other								
I. Ending balance of the previous year	9,989,442,254.00				9,381,253,530.14	4,988,804,885.93	104,810,451.40		1,270,743,066.03	1,528,511,563.71		17,285,955,979.35
Add: Changes in accounting policies												
Correction of errors in the previous period												
Other												
II. Opening balance of the year	9,989,442,254.00				9,381,253,530.14	4,988,804,885.93	104,810,451.40		1,270,743,066.03	1,528,511,563.71		17,285,955,979.35
III. Increases/decreases in the current period							16,959,306.40			307,536,780.26		324,496,086.66

(decrease expressed with "-")												
(I) Total comprehensive income							16,959,306.40			1,264,765,994.46		1,281,725,300.86
(II) Capital contributed and reduced by owners												
1. Ordinary shares contributed by owners												
2. Capital contributed by holders of other equity instruments												
3. Amount of share-based payment recognized in owners' equity												
4. Others												
(III) Profit distribution										-957,229,214.20		-957,229,214.20
1. Withdrawal of surplus reserve												
2. Distribution to owners (or shareholders)										-957,229,214.20		-957,229,214.20
3. Others												
(IV) Internal carry-forward												

of owners' equity												
1. Capital reserve transferred into capital (or share capital)												
2. Surplus reserve transferred into capital (or share capital)												
3. Surplus reserves for making up loss												
4. Changes in defined benefit plans carried forward to retained earnings												
5. Other comprehensive income carried forward to retained earnings												
6. Others												
(V) Special reserve												
1. Amount appropriated in the current period												
2. Use in the current period												
(VI) Others												

IV. Ending balance of the current period	9,989,442,254.00				9,381,253,530.14	4,988,804,885.93	121,769,757.80		1,270,743,066.03	1,836,048,343.97		17,610,452,066.01

Amount of prior period

Unit: RMB

Item	First Half of 2025											
	Share capital	Other equity instruments			Capital reserve	Less: treasury stock	Other comprehensive income	Special reserves	Surplus reserves	Retained earnings	Other	Total equity
		Preferred shares	Perpetual bond	Other								
I. Ending balance of the previous year	10,125,525,000.00				11,243,374,721.45	6,987,008,823.24	217,617,723.95		1,270,743,066.03	2,785,571,654.14		18,655,823,342.33
Add: Changes in accounting policies												
Correction of errors in the previous period												
Other												
II. Opening balance of the year	10,125,525,000.00				11,243,374,721.45	6,987,008,823.24	217,617,723.95		1,270,743,066.03	2,785,571,654.14		18,655,823,342.33
III. Increases/decreases in the current period (decrease expressed with "-")							-45,627,581.75			-871,345,878.36		-916,973,460.11
(I) Total comprehensive income							-45,627,581.75			85,883,335.84		40,255,754.09
(II) Capital contributed and reduced by owners												

1. Ordinary shares contributed by owners												
2. Capital contributed by holders of other equity instruments												
3. Amount of share-based payment recognized in owners' equity												
4. Others												
(III) Profit distribution										-957,229,214.20		-957,229,214.20
1. Withdrawal of surplus reserve												
2. Distribution to owners (or shareholders)										-957,229,214.20		-957,229,214.20
3. Others												
(IV) Internal carry-forward of owners' equity												
1. Capital reserve transferred into capital (or share capital)												
2. Surplus reserve transferred into capital (or share capital)												

3. Surplus reserves for making up loss												
4. Changes in defined benefit plans carried forward to retained earnings												
5. Other comprehensive income carried forward to retained earnings												
6. Others												
(V) Special reserve												
1. Amount appropriated in the current period												
2. Use in the current period												
(VI) Others												
IV. Ending balance of the current period	10,125,525,000.00				11,243,374,721.45	6,987,008,823.24	171,990,142.20		1,270,743,066.03	1,914,225,775.78		17,738,849,882.22

III. Company Profile

Rongsheng Petrochemical Co., Ltd. (hereinafter referred to as the Company) is a joint-stock limited company initiated and established on the foundation of Rongsheng Chemical Fiber Group Co., Ltd. by Zhejiang Rongsheng Holding Group Co., Ltd., as well as natural persons including Li Shuirong, Li Yongqing, Li Guoqing, Xu Yuejuan, Ni Xincai and Zhao Guanlong. The Company was registered on June 18, 2007 and is headquartered in Hangzhou, Zhejiang Province. The Company now holds the Business License (Unified Social Credit Code: 91330000255693873W) issued by Zhejiang Administration for Market Regulation, with a registered capital of RMB 9,989,442,254.00 and a total of 9,989,442,254 shares (par value: RMB 1 per share), including outstanding shares subject to sales restrictions: 627,243,750 A shares, and outstanding shares not subject to sales restrictions: 9,362,198,504 A shares. Shares of the Company were listed for trading at Shenzhen Stock Exchange on November 2, 2010.

The Company operates in the petroleum and chemical fiber industry and is principally engaged in the production and sale of refined oil products, chemicals, PTA, polyester chips, polyester filaments and films.

These financial statements were approved for issuance at the eighth meeting of the seventh session of the Board of Directors of the Company on August 24, 2026.

IV. Preparation Basis of Financial Statements

1. Preparation basis

The financial statements of the Company are prepared on a going concern basis.

2. Going concern

There are no matters or circumstances that cause the Company to have serious doubts about its going concern ability within 12 months from the end of the reporting period.

V. Significant Accounting Policies and Accounting Estimates

Important note: According to the actual production and operation characteristics, the Company has formulated specific accounting policies and accounting estimates for transactions or events such as impairment of financial instruments, inventory, construction in progress, depreciation of fixed assets, intangible assets and revenue recognition.

1. Statement of compliance with the Accounting Standards for Business Enterprises

The financial statements prepared by the Company comply with the requirements of the Accounting Standards for Business Enterprises, which truthfully and completely reflect the Company's financial position, operating results, cash flow and other relevant information.

2. Accounting period

The accounting year is the calendar year from January 1 to December 31.

3. Operating cycle

The business cycle of the Company is short, and 12 months is taken as the liquidity division standard of assets and liabilities.

4. Functional currency

The Company and its domestic subsidiaries adopt RMB as the functional currency, while overseas subsidiaries such as Hong Kong Shenghui Co., Ltd., Hong Kong Yisheng Dahua Petrochemical Co., Ltd., Yisheng New Materials Trading Co., Ltd., Rongsheng Petrochemical (Hong Kong) Co., Ltd., Rongsheng Petrochemical (Singapore) Private Co., Ltd., Rongtong Logistics (Singapore) Private Co., Ltd., and Zhejiang Petroleum & Chemical (Singapore) Private Co., Ltd. engaging in overseas operations, choose the currency in the main economic environment where they operate as the functional currency.

5. Determination method and selection basis of materiality

☑Applicable □ Not applicable

Item	Materiality
Important Prepayments with the aging more than 1 year	Single amount exceeding 0.5% of total assets
Important dividends receivable aged over 1 year	Single amount exceeding 0.5% of total assets
Important construction in progress	Single amount exceeding 0.5% of total assets
Important accounts payable with the aging more than 1 year	Single amount exceeding 0.5% of total assets
Important other payable with the aging more than 1 year	Single amount exceeding 0.5% of total assets
Important Contract liabilities with the aging more than 1 year	Single amount exceeding 0.5% of total assets
Important overseas operating entity	15% of total revenue
Important cash flows from investing activities	Single amount exceeding 0.5% of total assets
Important non-wholly owned subsidiary	The individual asset total exceeds 3% of the Group's total assets
Important associates	The book value of individual investment exceeds 0.5% of the Group's total assets
Important contingencies	The contingent matters of individual amount exceeding 3% of total assets or other matters significantly influencing investor decisions
Important post-balance sheet events	Post-balance-sheet-date profit distribution and other matters significantly influencing investor decisions

6. Accounting treatment methods for business combinations under and not under common control

1. Accounting treatment method for business combinations under common control

Assets and liabilities acquired by the Company in a business combination are measured at their carrying amounts in the consolidated financial statements of the ultimate controlling party at the combination date. The difference between the Company's share of the carrying amount of the combined party's owners' equity in the consolidated financial statements of the ultimate controlling party and the carrying amount of the consideration paid for the combination (or the total par value of the shares issued) is adjusted against the capital reserve. If the capital reserve is insufficient to absorb the difference, any excess is adjusted against retained earnings.

2. Accounting treatment method for business combinations not under common control

At the acquisition date, the Company recognizes the excess of the combination cost over its share of the fair value of the identifiable net assets of the acquiree acquired in the combination as goodwill. If the combination cost is less than the Company's share of the fair value of the identifiable net assets of the acquiree acquired in the combination, the Company first reassesses the measurement of the fair values of the acquiree's identifiable assets, liabilities, and contingent liabilities acquired, as well as the combination cost. If, after the reassessment, the combination cost remains less than the Company's share of the fair value of the identifiable net assets of the acquiree acquired in the combination, the difference is recognized in profit or loss for the current period.

7. Judgement standard of control and preparation method of consolidated financial statements

1. Judgement of control

Control means the Company has the power over the investee, enjoys variable returns by participating in the relevant activities of the investee, and has the ability to use the power to influence the variable amount of returns.

2. Preparation method for consolidated financial statements

The parent company brings all subsidiaries under its control into the consolidation scope of the consolidated financial statements. The consolidated financial statements are based on the financial statements of the parent company and its subsidiaries and are prepared according to other related documents by the parent company in accordance with the Accounting Standards for Business Enterprises No. 33—Consolidated Financial Statements.

8. Classification of joint arrangement and accounting methods for joint operation

1. The joint arrangement is comprised of joint operation and joint venture.

2. When the Company is a party to a joint operation, the following items are recognized in relation to the share of interest in the joint operation:

(1) Recognition of assets held individually and assets held jointly on a holding share basis;

(2) Recognition of liabilities assumed individually and liabilities assumed jointly on a holding share basis;

(3) Recognition of revenue from the sale of the Company's share of the output of the joint operation;

(4) Recognition of income from joint operations arising from the sale of assets based on the Company's share of ownership;

(5) Recognition of expenses incurred separately and recognition of expenses incurred in joint operations based on the Company's share of ownership.

9. Recognition standard for cash and cash equivalents

Cash listed in the statement of cash flows refers to cash on hand and deposits that can be used for payment at any time. The term "cash equivalents" refers to short-term and highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of change in value.

10. Foreign currency business and conversion of foreign currency statements

1. Translation of Foreign Currency Transactions

Foreign currency transactions are initially translated into RMB at the spot exchange rate prevailing on the transaction date. At the balance sheet date, monetary items denominated in foreign currencies are translated at the spot exchange rate prevailing on that date. The resulting exchange differences, except for those arising from the principal and interest of specific foreign currency borrowings used for the acquisition or construction of qualifying assets, are recognized in profit or loss for the current period.

Non-monetary items denominated in foreign currencies and measured at historical cost continue to be translated at the spot exchange rate prevailing on the transaction date, with their RMB amounts remaining unchanged. Non-monetary items denominated in foreign currencies and measured at fair value are translated at the spot exchange rate prevailing on the date when the fair value is determined, and the resulting differences are recognized in profit or loss for the current period or in other comprehensive income.

2. Translation of Foreign Currency Financial Statements

Assets and liabilities in the balance sheet are translated at the spot exchange rate prevailing at the balance sheet date. Items of owners' equity, except for "retained earnings", are translated at the spot exchange rates prevailing on the dates when the transactions occurred. Income and expense items in the income statement are translated at exchange rates that approximate the spot exchange rates prevailing on the transaction dates. Translation differences arising from the above translation of foreign currency financial statements are recognized in other comprehensive income.

11. Financial instruments

1. Classification of financial assets and financial liabilities

At initial recognition, financial assets are classified into the following three categories: (1) financial assets at amortized cost; (2) financial assets at fair value through other comprehensive income; and (3) financial assets at fair value through profit or loss.

At initial recognition, financial liabilities are classified into four categories: (1) financial liabilities at fair value through profit or loss; (2) financial liabilities arising from transfers of financial assets that do not qualify for derecognition or from continuing involvement in transferred financial assets; (3) financial guarantee contracts not falling under the above (1) or (2), and loan commitments not falling under the above (1) and lending at a rate lower than the market interest rate; (4) financial liabilities at amortized cost.

2. Recognition basis, measurement methods and derecognition conditions for financial assets and financial liabilities

(1) Recognition basis and initial measurement methods for financial assets and financial liabilities

A financial asset or a financial liability shall be recognized when the Company becomes a party to a financial instrument contract. A financial asset or financial liability shall be measured at fair value at the initial recognition. For financial assets or financial liabilities at fair value through profit or loss, the transaction costs thereof shall be directly recorded in current profit or loss. For other categories of financial assets or financial liabilities, the related transaction costs are included in the initial recognition amount. However, if the accounts receivable initially recognized by the Company do not contain significant financing components or the Company does not consider the financing components in contracts less than one year, the initial recognition shall be carried out according to transaction price as defined in the Accounting Standards for Business Enterprises No. 14—Revenue.

(2) Subsequent measurement method for financial assets

1) Financial assets measured at amortized cost

They are subsequently measured at amortized cost by adopting the effective interest method. Gains or losses arising from financial assets measured at amortized cost and not part of any hedging relationship are included in current profit or loss upon derecognition, reclassification, amortization under the effective interest method or recognition of impairment.

2) Debt instrument investments at fair value through other comprehensive income

They are subsequently measured at fair value. Interest, impairment losses or gains and exchange gains and losses calculated by the effective interest method are included in current profit or loss, and other gains or losses are included in other comprehensive income. Upon derecognition, the accumulated gain or loss previously included in other comprehensive income is transferred from other comprehensive income and included in the current profit or loss.

3) Equity instrument investments at fair value through other comprehensive income

They are subsequently measured at fair value. Dividends obtained (except those falling under the recovery of investment costs) are included in current profit or loss, and other gains or losses are included in other comprehensive income. Upon derecognition, the accumulated gain or loss previously included in other comprehensive income is reclassified from other comprehensive income to retained earnings.

4) Financial assets at fair value through profit or loss

They are subsequently measured at fair value, and the resulting gains or losses (including interest and dividend income) are included in current profit or loss, unless the financial asset is part of the hedging relationship.

(3) Subsequent measurement method for financial liabilities

1) Financial liabilities at fair value through profit or loss

Such financial liabilities comprise trading financial liabilities (including derivative financial liabilities) and those specified as financial liabilities at fair value through profit or loss. Such financial liabilities are subsequently measured at fair value. Change in fair value of financial liability designated to be measured at fair value through profit or loss due to change in the Company's own credit risk is included in other comprehensive income, unless the treatment will cause or expand the accounting mismatch in profit or loss. Other gains or losses arising from such financial liabilities (including interest expenses, except changes in fair value caused by changes in the own credit risk) are included in current profit or loss, unless the financial liabilities are part of the hedging relationship. Upon derecognition, the accumulated gain or loss previously included in other comprehensive income is reclassified from other comprehensive income to retained earnings.

2) Financial liabilities that are formed since the transfer of financial asset does not comply with the conditions for derecognition or continue to involve in the financial assets to be transferred

They are measured pursuant to relevant provisions under Accounting Standards for Business Enterprises No. 23—Transfer of Financial Assets.

3) Financial guarantee contracts not falling under the above 1) or 2), and loan commitments not falling under the above 1) and to lend at a rate lower than the market interest rate

A subsequent measurement shall be made after they are initially recognized according to the higher one of the following: ① the amount of loss allowance determined in accordance with the impairment provisions of financial instruments; ② the remaining amount after the determined accumulative amortization amount is deducted from the initially recognized amount in accordance with relevant provisions of the *Accounting Standards for Business Enterprises No.14—Revenue.*

4) Financial liabilities at amortized cost

They are measured at amortized cost under the effective interest method. Gains or losses arising from financial liabilities measured at amortized cost and not part of any hedging relationship are included in current profit or loss when derecognized and amortized under the effective interest method.

(4) Derecognition of financial assets and financial liabilities

1) The Company will derecognize the financial assets when one of the following conditions are met:

① The contractual rights to the cash flows from the financial asset expire;

② The transfer of such financial assets has been completed and is in line with the provisions on derecognition of a financial asset under the Accounting Standards for Business Enterprises No. 23—Transfer of Financial Assets.

2) When the current obligations of financial liabilities (or part thereof) have been discharged, the recognition of the financial liabilities (or part thereof) shall be terminated accordingly.

3. Recognition basis and measurement method for transfer of financial assets

Where the Company transfers almost all risks and returns related to the ownership of the financial assets transferred, these financial assets will be derecognized, and the rights and obligations that occurred or were retained during the transfer are separately recognized as assets or liabilities. Where almost all risks and rewards on the ownership of financial assets are retained, the transferred financial assets shall continue to be recognized. Where the Company has neither transferred nor retained substantially all the risks and rewards relating to the ownership of the financial assets, it shall be disposed of in the following conditions: (1) where the control over the financial asset is not retained, the recognition of the financial asset shall be terminated, and the rights and obligations arising or retained in the transfer shall be separately recognized as assets or liabilities; 2) where the control over the financial asset is retained, the relevant financial asset shall be recognized according to the degree of continued involvement in the transferred financial asset, and the relevant liabilities shall be recognized accordingly.

When the overall transfer of financial assets meets the conditions for derecognition, the difference between the following two amounts shall be included in the current profit or loss: (1) the book value of the transferred financial assets on the date of derecognition; (2) the sum of the consideration received from the transfer of financial assets and the amount of the derecognized part in a cumulative amount of change in fair value which is originally included in other comprehensive income (the financial assets involved in the transfer are debt instrument investments at fair value through other comprehensive income). A part of financial assets is transferred, and if the transferred part meets the conditions for derecognition entirely, the book value of the whole financial asset before transfer shall be allocated between the derecognized part and the continued recognition part according to their relative fair values on the transfer date, and the difference between the following two amounts shall be included in current profit or loss: (1) the book value of the derecognized part; (2) the sum of the consideration of the derecognized part and the amount of the corresponding derecognized part in the accumulated amount of changes in fair value originally directly included in other comprehensive income (the financial assets involved in the transfer are debt instrument investments at fair value through other comprehensive income).

4. Methods for determination of the fair value of financial assets and financial liabilities

When determining the fair value of related financial assets and financial liabilities, the Company adopts the valuation technique applicable in the prevailing circumstance and supported by sufficient available data and other information. The Company classifies the input values used by the valuation technique as the following tiers and uses them in turns:

(1) Level 1 input value refers to the unadjusted quotations of the same assets or liabilities in an active market which can be obtained on the measurement date;

(2) Level 2 input value refers to them directly or indirectly observable input value of relevant assets or liabilities apart from Level 1 input value, including: quotations of similar assets or liabilities on an active market; quotations of identical or similar assets or liabilities in markets that are not active; observable input values other than quotations, such as interest rates and yield curves that are observable during normal quotation intervals; input values for market validation, etc.;

(3) Level 3 input value refers to the unobservable input value of relevant assets or liabilities, including the volatility of interest rate and stock that cannot be directly observed or cannot be verified by observable market data, the future cash flows of the disposal obligations assumed in the business combination, financial forecasts made using its own data, etc.

5. Impairment of financial instruments

On the basis of expected credit loss, for financial assets at amortized cost, debt instrument investments at fair value through other comprehensive income, contract assets, lease receivables, loan commitments other than those classified as financial liabilities at fair value through profit or loss, financial guarantee contracts that do not belong to financial liabilities at fair value through profit or loss or financial liabilities formed by the transfer of financial assets that do not meet the conditions for derecognition or continue to be involved in the transferred financial assets shall be impaired and loss allowance shall be recognized.

Expected credit loss refers to the weighted average of credit losses of financial instruments weighted by the risk of default. Credit loss refers to the difference between all contract cash flow receivables according to the contract, and all cash flows expected to be collected, i.e., the present value of all cash shortfalls. The financial assets purchased or generated by the Company that have suffered credit impairment are discounted according to the credit-adjusted effective interest rate of the financial assets.

For the purchased or originated financial assets with credit impairment, the Company only recognizes the cumulative change of expected credit loss in the whole existence period after initial recognition as the loss allowance on the balance sheet date.

For lease receivables, and the receivables and contract assets arising from transactions as stipulated under the *Accounting Standards for Business Enterprises No. 14—Revenue*, the Company uses simplified measurement methods to measure the loss allowance according to the expected credit loss amount equivalent to the whole duration.

For financial assets other than the above measurement methods, the Company assesses whether its credit risk has increased significantly since initial recognition on each balance sheet date. If the credit risk has increased significantly since the initial recognition, the Company shall measure the loss allowance according to the amount of expected credit loss during the whole existence period. If the credit risk has not increased significantly since the initial recognition, the Company shall measure the loss allowance according to the amount of expected credit loss of the financial instrument in the next 12 months.

The Company uses available reasonable and based information, including forward-looking information, to determine whether the credit risk of financial instruments has increased significantly since the initial recognition by comparing the default risk of financial instruments on the balance sheet date with the default risk on the initial recognition date.

On the balance sheet date, if the Company judges that the financial instrument only has low credit risk, it is assumed that the credit risk of the financial instrument has not increased significantly since the initial recognition.

The Company evaluates the expected credit risk and measures the expected credit loss on the basis of a single financial instrument or combination of financial instruments. When based on the portfolio of financial instruments, the Company divides the financial instruments into different portfolios according to the common risk characteristics.

The Company re-measures the expected credit loss on each balance sheet date, and the resulting increase or reversal of the loss allowance is included in the current profit or loss as impairment loss or profit. For financial assets at amortized cost, the loss provision is offset against the book value of the financial asset as given in the balance sheet; For debt investment measured at fair value through other comprehensive income, the loss allowances are recognized in other comprehensive income by the Company instead of offsetting the book value of the financial assets.

6. Offset of financial assets and financial liabilities

Financial assets and financial liabilities are listed separately on the balance sheet and can not offset each other. However, if the following conditions are met at the same time, the net amount after mutual offset shall be listed in the balance sheet: (1) the Company has the legal right to set off the recognized amount, and such legal right is currently enforceable; (2) the Company intends either to settle on a net basis, or to realize the financial assets and pay off the financial liabilities simultaneously.

For the transfer of financial assets not in line with the conditions for derecognition, the Company does not offset the transferred financial assets and liabilities.

12. Recognition Criteria and Provisioning Method for Expected Credit Losses on Receivables and Contract Assets

1. Accounts receivable with expected credit losses provided by portfolio of credit risk characteristics

Portfolio category	Basis for determining portfolios	Method for measuring expected credit loss
Bank acceptance bills receivable	Type of notes	With reference to historical credit loss experience and in combination with the current situation and the forecast of future economic conditions, the expected credit loss is calculated through default risk exposure and the expected credit loss rate in the whole duration
Commercial acceptance bill receivables		
Accounts receivable - aging portfolio	Aging	With reference to historical credit loss experience and in combination with the current situation and the forecast of future economic conditions, the comparison table between the aging of accounts receivable and the expected credit loss rate is compiled to calculate the expected credit loss
Accounts receivable - trade accounts portfolio of overseas subsidiaries	Nature of account	With reference to historical credit loss experience and in combination with the current situation and the forecast of future economic conditions, the expected credit loss is calculated through default risk exposure and the expected credit loss rate in the whole duration
Accounts receivable - Related party dealings portfolio within the scope of consolidation	Related parties within the scope of consolidation [note]	
Other receivables - Related party dealings portfolio within the scope of consolidation	Related parties within the scope of consolidation [note]	With reference to historical credit loss experience and in combination with the current situation and the forecast of future economic conditions, the expected credit loss is calculated through default risk exposure and the expected credit loss rate in the next 12 months or the whole duration.
Other receivables - security deposits for borrowings portfolio	Nature of account	
Other receivables - government receivables portfolio		
Other receivables - futures margin portfolio		
Other receivables - Paper trading settlement receivables portfolio		
Other receivables - deposit and margin receivables portfolio		
Other receivables - reserve fund receivables portfolio		
Other receivables - current account portfolio		

[Note]: This refers to related parties within the scope of the Company's consolidated financial statements.

2. Comparison of aging and expected credit loss rates for the aging portfolio

Aging	Expected credit loss rate of accounts receivable (%)
Within 1 year (included, the same below)	5
1-2 year(s)	10
2-3 years	30
Above 3 years	100

The aging of accounts receivable shall be calculated from the date of initial recognition.

3. Criteria for identifying accounts receivable with expected credit losses provided by a single basis

For accounts receivable with credit risk significantly different from the portfolio credit risk, the Company makes provisions for expected credit losses by a single basis.

13. Contract Assets

The Company presents contract assets or contract liabilities in the balance sheet based on the relationship between the performance of obligations and customer payments. The Company presents contract assets and contract liabilities under the same contract on a net basis after offsetting them against each other.

The Company presents the right to consideration from a customer that is unconditional (i.e., requiring only the passage of time before payment is due) as a receivable, and presents the right to consideration in exchange for goods transferred to a customer (where the right is conditioned on something other than the passage of time) as a contract asset.

14. Inventory

1. Classification of inventories

Inventory includes finished products or commodities held for sale in ordinary course of business, products in the process of production, materials and supplies consumed in the process of production or providing labor services.

2. Measurement method for inventories issued

Inventories issued shall be weighted average at the end of each month.

3. Inventory system of inventories

The perpetual inventory system is adopted for inventories.

4. Amortization method for low-value consumables and packaging materials

(1) Low-value consumables

Low-value consumables are amortized using the one-off amortization method.

(2) Packaging materials

Packaging materials are amortized using the one-off amortization method.

5. Inventory write-down provision

On the balance sheet date, the inventory was measured at the lower of the cost and net realizable value. Inventory falling price reserves were accrued based on the difference between the cost and the net realizable value. The net realizable value of inventory directly used for sale will be determined by the amount of the estimated selling price of the inventory minus the estimated sales expenses and related taxes. For inventories requiring processing, net realizable value is determined in the ordinary course of business as the estimated selling price of the finished goods less the estimated costs to completion, estimated selling expenses and relevant taxes and surcharges.

15. Long-term equity investment

1. Judgment of joint control and significant influence

Joint control refers to the shared control over a certain arrangement according to the relevant agreement, and decisions about the relevant activities of the arrangement require the unanimous consent of the parties sharing control. Significant influence refers to that one party has the power to participate in the decision-making of financial and operating policies of the investee but is unable to control or jointly control these policies with other parties.

2. Determination of investment cost

(1) For business combination under the same control, where the combining party uses cash payment, transfer of non-cash assets, assumption of debts or issuing of equity securities as combination consideration, the share of owners' equity of the combined party acquired in the book value of total owners' equity in consolidated financial statements of the ultimate controller on the combination date shall be identified as the initial investment cost of long-term equity investment. The difference between the initial investment cost of long-term equity investment and the book value of the combination consideration paid or the par value of the issued shares is adjusted against the capital reserve. If the capital reserve is not sufficient for offsetting, the adjustment is made to retained earnings.

For the long-term equity investments formed through business combination under the same control and implemented through multiple transactions step by step by the Company, it is a must to judge whether they are “package deals”. If they are package deals, each deal is regarded as a deal to obtain control right for accounting treatment. If it is not a package deal, on the date of combination, the share of the book value of net assets of the combined party that should be enjoyed after combination in the consolidated financial statements of the ultimate controller, is recognized as an initial investment cost. The difference between the initial investment cost of long-term equity investment on the date of combination and the sum of the book value of long-term equity investment before the combination is realized and the book value of consideration additionally paid to further acquire shares on the date of combination is adjusted against the capital reserve. If the capital reserve is not sufficient for offsetting, the adjustment is made to retained earnings.

(2) As for business combinations not under the same control, the fair value of the consideration transferred at the acquisition date is recorded as the initial investment cost of long-term equity investment.

For the long-term equity investments formed through business combination not under the same control and implemented through multiple transactions step by step by the Company, the accounting treatment is different in separate financial statements and consolidated financial statements:

1) In separate financial statements, the initial investment cost of long-term equity investment accounted using the cost method is measured at the sum of the book value of equity investment originally held and investment cost additionally paid.

2) In consolidated financial statements, it is a must to judge whether they are “package deals”. If they are package deals, each deal is regarded as a deal to obtain control right for accounting treatment. Suppose these transactions are not "package deals", the equities of the acquiree held before the purchase date shall be re-measured at fair value at the purchase date. The difference between the fair value and its book value shall be recognized as current investment income. In case the equity of the acquiree held before the purchase date involves other comprehensive income under the equity method, relevant other comprehensive income shall be transferred to the current return on the purchase date, except for other comprehensive income resulting from the re-measurement of the investee's net defined benefit plan liabilities or changes in net assets.

(3) Except for the formation of business combination: As for those obtained by cash payment, the actually paid purchase price is taken as the initial investment cost; the long-term equity investment formed by issuing equity securities, the fair value of issuing equity securities is taken as the initial investment costs. If acquired through debt restructuring, its initial investment cost shall be determined in accordance with the Accounting Standards for Business Enterprises No. 12—Debt Restructuring; in the case of non-monetary asset exchange, the initial investment cost shall be determined in accordance with the Accounting Standards for Business Enterprises No. 7—Exchange of Non-monetary Assets.

3. Methods for subsequent measurement and profit or loss recognition

The long-term equity investment in the invested entity under its control will be accounted for through the cost method; long-term equity investment in associates and joint ventures is accounted for under the equity method.

4. Treatment methods for investments in subsidiaries through multiple deals step by step until control losing

(1) Judgment principle for whether a "package deal" or not

If the equity investment in the subsidiary is disposed of step by step through multiple transactions until it loses control, the Company will judge whether the step-by-step transaction is a "package deal" by combining the terms of the transaction agreement, the disposal consideration obtained separately, the object of equity sale, the disposal method and the disposal time in each step of the step-by-step transactions. The terms, conditions and economic impact of each transaction meet one or more of the following conditions, which usually indicates that multiple transactions are "package deals":

1) These transactions were concluded at the same time or under the consideration of mutual impact;

2) These transactions as a whole can achieve a complete business result;

3) The occurrence of a transaction depends on the occurrence of at least one other transaction;

4) A transaction is uneconomical when viewed alone, but it is economical when considered together with other transactions.

(2) Accounting treatment for non-"package deals"

1) Separate financial statements

For disposal of equity, the difference between the carrying amount of the equity interest disposed of and the actual disposal proceeds shall be recorded into current profit or loss. For the remaining equity, if the investor still has significant influence over the investee or imposes joint control with other parties, it is accounted for by the equity method; In case of failure to control, jointly control or significantly influence the investee, it shall be calculated in accordance with the provisions of the Accounting Standards for Business Enterprises No. 22—Recognition and Measurement of Financial Instruments.

2) Consolidated financial statements

Before losing control, the capital reserves (capital premium) are adjusted at the difference between the disposal consideration and the share in net assets of subsidiaries calculated continuously from the acquisition date or combination date corresponding to the disposal of long-term equity investment; if the capital premium is not sufficient to be offset, retained earnings are offset.

When losing control over a former subsidiary, the remaining equity is re-measured at the fair value on the date of control loss. The balance of the sum of the consideration received through the disposal of equity and the fair value of the remaining equity after deducting the entitled share of net assets continuously calculated at the original shareholding ratio from the purchase date or the date of combination in the subsidiary is recognized in the investment income for the period during which the control is lost, and is written off against goodwill. Other comprehensive income related to equity investment in the former subsidiary is reclassified to investment income for the period during which the control is lost.

(3) Accounting treatment for "package deals"

1) Separate financial statements

Each deal is considered as a deal for the disposal of the subsidiary and losing control of accounting treatment. However, the difference between the disposal consideration of each deal before losing the control and the book value of long-term equity investment corresponding to the disposal investment is recognized as other comprehensive income in separate financial statements, and when the control is lost, transferred together into profit or loss for the period during which the control is lost.

2) Consolidated financial statements

Each deal is considered as a deal for the disposal of the subsidiary and losing control of accounting treatment. However, the difference between the disposal consideration of each deal before losing the control and the entitled share of net assets of the subsidiary corresponding to the disposal investment is recognized as other comprehensive income in consolidated financial statements, and when the control is lost, transferred together into profit or loss for the period during which the control is lost.

16. Investment properties

Measurement model of investment properties

Measurement by the cost method

Depreciation or amortization methods

1. The Company' s investment properties include leased land-use rights, land-use rights held for capital appreciation and subsequent transfer, and leased buildings.

2. Investment properties are initially measured by cost and subsequently measured by the cost model, with its depreciation or amortization conducted by the same methods for fixed assets and intangible assets.

17. Fixed assets

(1) Recognition conditions

Fixed assets refer to tangible assets held for production, service, lease or operation with a service life of more than one accounting year. Fixed assets can be recognized only when related economic benefits are very likely to flow into the Company, and their costs can be measured reliably.

(2) Depreciation method

Category	Depreciation method	Depreciable life (years)	Residual value rate (%)	Annual depreciation rate (%)
Housing and buildings	Straight-line depreciation method	5-30	5 or 10	19.00-3.00
Machinery and equipment	Straight-line depreciation method	10-15	5 or 10	9.50-6.00
Transportation facilities	Straight-line depreciation method	4-5	5 or 10	23.75-18.00
Other equipment	Straight-line depreciation method	3-10	5 or 10	31.67-9.00

18. Construction in progress

1. Construction in progress is able to be recognized only when related economic benefits are very likely to flow into the Company, and its costs can be measured reliably. Construction in progress is measured at the actual cost incurred before such asset is ready for the intended use.

2. Construction in progress is carried forward to fixed assets based on actual costs of the project when it is ready for its intended use. As for construction in progress which is ready for the intended use but has not gone through the formalities of final accounts of completion, it shall be transferred into fixed assets at the estimated value. Upon the final accounts of completion, the previous tentatively estimated value other than accrued depreciation shall be adjusted based on actual costs.

Category	Standards and timing for carrying forward construction in progress to fixed assets
Housing and buildings	The main project and supporting projects have been substantially completed and the engineering has met the predetermined design requirements, and has been accepted by the survey, design, construction, supervision and other units.
Machinery and equipment	After installation and commissioning, it meets the design requirements or the standards specified in the contract

19. Borrowing costs

1. Recognition principle of the capitalization of borrowing costs

Where the borrowing costs incurred to the Company can be directly attributable to the acquisition and construction or production of a qualifying asset for capitalization, it shall be capitalized and recognized as costs of relevant assets; Other borrowing costs shall be recognized as an expense when they are incurred and included in current profit or loss.

2. Capitalization period of borrowing costs

(1) Capitalization begins when the borrowing cost meets the following conditions: 1) asset expenditure has been incurred; 2) the borrowing costs have been incurred; 3) the acquisition, construction or production activities necessary to bring the asset to its intended use or sales have been initiated.

(2) Where the acquisition and construction or production process of assets eligible for capitalization are interrupted abnormally and the interruption period lasts for more than 3 months, the capitalization of the borrowing costs shall be suspended. The borrowing costs incurred during such period shall be recognized as expenses of the current period until the asset's acquisition and construction or production activity restarts.

(3) When the assets acquired, constructed or produced qualified for capitalization conditions are ready for intended use or sales, the capitalization of the borrowing costs shall be ceased.

3. Capitalization rate and amount of borrowing costs

In case of special borrowing for the acquisition & construction or production of assets eligible for capitalization conditions, the amount of interest eligible for capitalization shall be recognized after deducting the bank interests for the unused portion or the investment income for short-term investment from the interest costs (including recognized discount or amortization of premium under effective interest method) actually occurred in the current period of specific borrowing. Where a general borrowing is used for the acquisition, construction, or production of assets eligible for capitalization, it shall determine the capitalization amount of interests on the general borrowing by multiplying the weighted average asset expenses of the part of the accumulative asset expenses minus the special borrowings by the capitalization rate of the general borrowings used.

20. Intangible assets

(1) Service life and its determination basis, estimation, amortization method or review procedure

1. Intangible assets include land use rights, use right for sea area, emission rights, patented technology and management software, and so on, which are initially measured according to cost.

2. Any intangible asset with a limited service life shall be amortized in a systematic and rational manner based on the expected realization method of economic benefits related to it within its service life; where the expected realization method cannot be confirmed reliably, the straight-line method shall be adopted. Details are as follows:

Item	Service life and its determination basis	Amortization method
Land-use right	15-50 years, registration period of land use right certificate	Straight-line method
Know-how	6-10 years, expected income period	Straight-line method
Management software	5-10 years, expected income period	Straight-line method
Emission rights	5-20 years, registration period of the certificate	Straight-line method
Sea area use right	1-50 years, registration period of the certificate	Straight-line method

(2) Collection scope of R&D expenditure and related accounting treatment methods

(1) Personnel labor expenses

Personnel labor expenses include the Company's R&D personnel's wages and salaries, basic pension insurance premiums, basic medical insurance premiums, unemployment insurance premiums, work-related injury insurance premiums, maternity insurance premiums and housing provident fund, as well as the labor costs of external R&D personnel.

If R&D personnel serve on multiple R&D projects at the same time, the labor expenses shall be identified based on the working time records of the R&D personnel for each R&D project provided by the Company's management department and allocated proportionally among the different R&D projects.

For personnel directly engaged in R&D activities and external R&D personnel who are also engaged in non-R&D activities, the Company will allocate the actual labor expenses incurred by the R&D personnel in different positions between R&D expenses and production and operating expenses based on reasonable methods such as the proportion of actual working hours, based on the working hour records of the R&D personnel in different positions.

(2) Direct input costs

Direct input costs refer to the actual expenses incurred by the Company in implementing R&D activities. Including: 1) directly consumed materials, fuel and power costs; 2) R&D and manufacturing costs of molds and process equipment used for intermediate tests and product trials, purchase costs of samples, prototypes and general testing means that do not constitute fixed assets, and inspection costs of trial products; 3) operating maintenance, adjustment, inspection, testing, and repair of instruments and equipment used in R&D activities.

(3) Depreciation expenses and long-term deferred expenses

Depreciation expenses refer to the depreciation of instruments, equipment and buildings in use used for R&D activities.

For instruments, equipment and buildings in use that are used for R&D activities and are also used for non-R&D activities, necessary records shall be made on the use of such instruments, equipment and buildings in use, and the actual depreciation incurred shall be allocated between R&D expenses and production and operating expenses using a reasonable method based on factors such as actual working hours and area used.

Long-term deferred expenses refer to the long-term deferred expenses incurred during the renovation, retrofitting, decoration, and repair of R&D facilities, which are aggregated based on actual expenditures and amortized evenly over the specified period.

(4) Intangible assets amortization expenses

Intangible assets amortization expenses refer to the amortization expenses of software, intellectual property, non-patented technologies (proprietary technologies, licenses, designs and calculation methods, etc.) used in R&D activities.

(5) Design expenses

Design expenses refer to the expenses incurred in the conception, development and manufacture of new products and new processes, the design of processes, technical specifications, procedures, and operating characteristics, including related costs incurred in creative design activities to obtain innovative, creative, and breakthrough products.

(6) Equipment debugging and testing expenses

Equipment debugging and testing expenses refer to the expenses incurred in R&D activities during tooling preparation, including the costs incurred in developing special and dedicated production machines, changing production and quality control procedures, or formulating new methods and standards.

Expenses incurred for routine tooling preparation and industrial engineering for large-scale batch and commercial production are not included in the collection scope.

(7) Commissioned external R&D expenses

Commissioned external R&D expenses refer to the expenses incurred when the Company entrusts other domestic or foreign institutions or individuals to carry out R&D activities (the results of the R&D activities are owned by the Company and are closely related to the Company's main business operations).

(8) Other expenses

Other expenses refer to other expenses directly related to R&D activities in addition to the above expenses, including technical book and material fees, material translation fees, expert consultation fees, high-tech R&D insurance premiums, retrieval, demonstration, review, appraisal, and acceptance fees of R&D results, application fees, registration fees, agency fees for intellectual property rights, conference fees, travel expenses, communication expenses, etc.

The expenditure in the research stage of internal research and development projects is included in the current profit or loss. The expenditures incurred during the development of an internal R&D project shall be recognized as intangible assets if they simultaneously meet the following conditions: (1) It is technically feasible to complete the intangible assets so that they can be used or sold; (2) it is intended to finish and use or sell the intangible assets; (3) the ways for intangible assets to generate economic benefits shall be proven useful, including the way to prove that there is a potential market for the products manufactured with the intangible assets or there is a potential market for the intangible assets or the intangible assets will be used internally; (4) enough technical and financial resources and other resources are available to support the development of such intangible assets, and the Company is able to use or sell such intangible assets; (5) the expenses incurred from developing the intangible asset can be reliably measured.

21. Impairment of long-term assets

Long-term assets such as long-term equity investment, investment properties measured by the cost model, fixed assets, construction in progress, right-of-use assets and intangible assets with limited service lives shall be evaluated for their recoverable amount in case of any sign of impairment at the balance sheet date. For goodwill formed by business combination and intangible assets with uncertain service life, an impairment test should be carried out every year regardless of whether there is a sign of impairment. Goodwill impairment testing must be done in combination with the asset group or asset group portfolio to which it is linked.

Where the recoverable amount of asset is lower than its book value, the Company shall recognize the provision for asset impairment based on the difference and recognize such loss into the current gains and losses.

22. Long-term deferred expenses

Long-term deferred expenses refer to all expenses that have been paid and have an amortization period of more than one year (excluding one year). Long-term deferred expenses are recorded at the actual incurred amount and amortized on an average basis by stages over the beneficial period or prescribed period. If a long-term deferred expense can no longer generate benefits in future accounting periods, its remaining unamortized balance is recognized in profit or loss for the current period in full.

23. Contract liabilities

The Company presents contract assets or liabilities in the balance sheet based on the relation between performance obligation and customer payment. The Company will record the net amount of contract assets and contract liabilities under the same contract after they are set off against each other.

The Company presents the obligation to transfer goods to the customer for considerations received or receivable from the customer as a contract liability.

24. Employee remuneration

Employee benefits include short-term employee benefits, post-employment benefits, termination benefits and other long-term employee benefits.

(1) Accounting treatment of short-term employee benefits

During the accounting period in which employees provide services to the Company, the short-term employee benefits actually incurred are recognized as liabilities and included in current profit or loss or the cost of related assets.

(2) Accounting treatment of post-employment benefits

Post-employment benefits are classified into defined contribution plans and defined benefit plans.

(1) During the accounting period in which employees provide services to the Company, the contributions payable under defined contribution plans are recognized as liabilities and included in current profit or loss or the cost of relevant assets.

(2) The accounting treatment for a defined benefit plan generally includes the following steps:

1) In accordance with the projected unit credit method, demographic and financial variables are estimated using unbiased and consistent actuarial assumptions, the obligations arising from the defined benefit plan are measured, and the period for the relevant obligation is determined. In the meantime, the obligations arising from the defined benefit plan are discounted to determine the present value and current cost of service of the defined benefit plan.

2) Where the defined benefit plan involves any assets, the deficit or surplus resulting from the present value of obligations in the defined benefit plan minus the fair value of assets shall be recognized as net liabilities or net assets of the defined benefit plan. Where the defined benefit plan has any surplus, the Company will measure the net assets of the defined benefit plan based on the surplus or asset limit of the defined benefit plan (whichever is the lower);

3) At the end of the period, the Company shall recognize the cost of employee remuneration as cost of service, the net interest of net liabilities or net assets of the defined benefit plan and changes arising from the re-measurement of net liabilities or net assets of the defined benefit plan, in which the cost of service and net interest of net liabilities or net assets of the defined benefit plan are recorded in the current profit or loss or relevant asset cost, changes arising from the re-measurement of net liabilities or net assets of the defined benefit plan are recorded in other comprehensive income and is not allowed to be carried back to gains or losses during the subsequent accounting period, but the amounts recognized in other comprehensive income can be transferred within the equity scope.

(3) Accounting treatment method for dismissal benefits

Where dismissal benefits are provided to employees, liabilities in employee remuneration are recognized and included in the current profit or loss when: (1) the Company is not in a position to unilaterally withdraw dismissal benefits provided under termination plans or layoff proposals; (2) when the Company recognizes the costs or expenses related to restructuring involving the payment of dismissal benefits.

(4) Accounting treatment method for other long-term employee benefits

Where other long-term employee benefits provided by the Company meet the conditions of a defined contribution plan, they are accounted for in accordance with the relevant provisions applicable to defined contribution plans. Other long-term employee benefits are accounted for in accordance with the relevant provisions applicable to defined benefit plans. In order to simplify relevant accounting treatments, the employee remuneration cost resulting from other long-term employee benefits shall be recognized as cost of service, the total net amount of component items, including net interest of net liabilities or net asset of other long-term employee benefits, as well as changes arising from re-measurement of net liabilities or net asset of other long-term employee benefits and so on, is recorded in current profit or loss or relevant asset cost.

25. Provisions

1. As the obligations arising from contingencies such as external guarantees, litigation matters, product quality assurance, and loss-making contracts constitute present obligations of the Company, the performance of such obligations is likely to result in the outflow of economic benefits from the company, and the amount of such obligations can be measured reliably, the Company shall recognize such obligations as provisions.

2. The Company initially measures the provisions according to the best estimate of expenditures required to fulfill relevant current obligations and reviews the book value of the provisions on the balance sheet date.

26. Revenue

1. Revenue recognition principle

The Company assesses the contract from the commencement date of the contract and identifies each distinct performance obligation contained in the contract, and determines whether each individual performance obligation will be fulfilled during a certain period or at a certain time point.

It will constitute performance of the obligation in a certain period of time if any of the following conditions are met; otherwise it will constitute performance of obligation at a certain time point: (1) the customer obtains and consumes economic benefits arising from contract performance by the Company; (2) the customer can control goods in progress during the process of contract performance by the Company; (3) goods arising from contract performance by the Company have irreplaceable purposes, and the Company is entitled to receive payment for accumulatively completed performance proportion to date throughout the contract term.

If the performance obligations are performed within the specified period, the Company will recognize the income within this period in accordance with the progress of the contract's performance. If the performance progress cannot be determined reasonably and the costs incurred are expected to be compensated, the income will be recognized according to the costs incurred until the performance progress is determined reasonably. If the performance obligations are performed at a time point, the Company will recognize the income at the time when the customer obtains control power over goods or services. When judging whether the customer has already obtained the right of control over goods, the Company shall consider the following items: (1) the Company has the right to receive payment currently; namely, the customer assumes the obligation of making payment currently in regards to the goods; 2) the Company has already transferred the legal ownership of the goods to the customer; namely, the customer has already obtained the legal ownership of such goods; 3) the Company has already transferred the material object of the goods to the customer, namely the customer has already obtained such goods in the material object; 4) the Company has already transferred the significant risks and rewards of ownership of the goods to the customer, namely, the customer has already obtained the significant risks and rewards of ownership of the goods;

(5) the customer has accepted such goods; (6) other signs that indicate the customer has already obtained the control over goods.

2. Revenue measurement principles

(1) The income shall be measured by the Company according to the transaction price apportioned to each single performance obligation. Transaction price refers to the amount of consideration the Company expects to receive for the transfer of goods or services to the customer, but it does not include payments received on behalf of the third party or funds to be returned to the customer.

(2) In case of variable consideration in contract, the Company will determine the best estimate of variable consideration in line with the expected or most possible amount, but the transaction price that contains variable consideration is included in the transaction price only to the extent that it is highly probable that a significant reversal in the amount of cumulative revenue recognized will not occur when the relevant uncertainty is subsequently resolved.

(3) If there is significant financing in the contract, the Company shall determine the transaction price according to the amount payable in cash when the client obtains control of the goods or services. The difference between the transaction price and contract consideration is amortized by the effective interest method during the term of the contract. On the contract commencement date, if the Company estimates that the time between the customer's acquisition of control over goods or services and the payment of the price by the customer will not exceed one year, the significant financing in the contract shall not be considered.

(4) If there are two or more performance obligations in the contract, at the beginning of the contract, the Company shall allocate the transaction price to each separate performance obligation according to the relative proportion of the stand-alone selling price of the goods promised by each performance obligation.

3. Specific methods for revenue recognition

The Company mainly sells oil refining products, chemical products, PTA, polyester chip, polyester filaments and film, and so forth, fulfilling its performance obligation at a certain time point. Revenue from domestic sales are recognized when the Company has delivered the products to the buyer, the amount of product sales revenue has been determined, the payment for goods has been recovered, or the collection voucher has been obtained, and the relevant economic benefits are likely to flow in. Revenue from overseas market sales are recognized when the Company has declared the products at the customs and obtained the bill of lading according to the contract, the amount of product sales revenue has been determined, the payment for goods has been recovered, or the collection voucher has been obtained, and the relevant economic benefits are likely to flow in.

27. Contract acquisition costs and contract performance costs

Where the incremental cost incurred by the Company to acquire the contract is expected to be recovered, it is recognized in the form of contract acquisition cost as an asset. The contract acquisition cost for which the amortization period does not exceed one year shall be directly included in the current profit or loss as incurred. The costs incurred by the Company for performing the contract, if not within the applicability scope of relevant standards relating to inventories, fixed assets or intangible assets, can be recognized as an asset within the contract performance cost if the following conditions are met:

1. The cost is related to a current contract or a contract to be obtained, including direct labor, direct materials, manufacturing overhead (or similar costs), costs explicitly chargeable to the customer, and other costs incurred solely as a result of the contract;

2. The cost increases the resources available to the Company to fulfill performance duties in the future;

3. The costs are expected to be recovered.

Assets related to contract cost are amortized on the same basis as recognition of revenue of goods or services related to the asset and recognized in current profit or loss.

If the book value of assets relating to contract cost is higher than the remaining consideration expected to be obtained due to the transfer of goods or services relating to the assets minus the estimated cost to be incurred, the Company accrues impairment reserves for the excess portion and recognizes it as an asset impairment loss. If the factors causing the impairment of the prior period change and make the remaining consideration expected to be obtained due to the transfer of goods or services relating to the assets minus the estimated cost to be incurred higher than the book value of the asset, the withdrew asset impairment provision shall be reversed and recorded in the current gains or losses, but the book value of the asset after reversion shall not exceed the book value of the asset at the reversion date under the condition of not withdrawing the impairment provision.

28. Government grants

1. Government grants are recognized when both of the following conditions are met: (1) the Company is able to meet the conditions attached to the government grants; (2) the Company can receive government grants. In the case of a monetary asset, the government subsidies shall be measured at the amount received or receivable. In the case of a non-monetary asset, the government grants shall be measured at fair value; where the fair value cannot be reliably obtained, it shall be measured in accordance with the nominal amount.

2. Judgment basis and accounting method for asset-related government grants

Government grants or subsidies that are required by government documents to be used for the acquisition or other formation of long-term assets are classified as asset-related government grants. If the government documents are not clear, judgment shall be made on the basis of the basic conditions that must be met to obtain the grants, and those that are based on the acquisition, construction or other formation of long-term assets are treated as asset-related government grants. Government grants relating to the assets are either written off against the book value of the relevant assets or recognized as deferred income. The government grants recognized as deferred income shall be recorded in the profit or loss on a reasonable and systematic basis over the service life of relevant assets. The government grants measured according to notional amount shall be directly included in current profit or loss. If the relevant asset has been sold, transferred, retired or damaged before the end of the service life, the balance of the relevant deferred income that has not been allocated will be transferred into the current profit or loss of asset disposal.

3. Judgment basis and accounting method for income-related government grants

Government grants other than those related to assets will be classified into income-related government grants. For government grants that include both asset-related and income-related components and for which it is difficult to distinguish between the two, the entire grant is classified as an income-related government grant. Income-related government grants of the Company are used for compensation for relevant costs & expenses or losses in subsequent periods, which are recognized as deferred income, and recorded in current profit or loss or offset against relevant costs in the period of recognition of relevant costs, expenses or losses. Government grants for compensation for incurred relevant costs and expenses or losses are directly included in current profit or loss or offset against relevant costs.

4. The government grants related to the daily business activities of the Company shall be recorded into other income or written down related costs and expenses according to the economic and business nature. Government grants not related to the ordinary course of business of the Company are recorded in non-operating income and expenses.

5. Accounting treatment method for policy-based preferential loans with interest subsidy

(1) Where the government finance department disburses the discount interest funds to the lending bank, and the lending bank provides loans to the Company at preferential policy interest rates, the Company shall use the

actual amount of loans received as the entry value, and calculate the borrowing costs based on the principal and the preferential policy interest rate.

(2) If the government finance department allocates the discount interest funds directly to the Company, the discount interest will be used to offset the borrowing costs.

29. Deferred Tax Assets/Deferred Tax Liabilities

1. Depending on the difference between the book value and the tax base of assets or liabilities (the difference between the tax base and the book value if the tax base of items not recognized as assets or liabilities can be determined based on tax laws), the deferred income tax assets or deferred income tax liabilities shall be calculated and recognized based on the applicable tax rate during the expected asset recovery or liability settlement period.

2. Deferred income tax assets shall be recognized to the extent of probable taxable income used for deducting temporary deductible difference. On the balance sheet date, if there is concrete evidence indicating that it is likely to obtain enough taxable income in the future to offset temporary deductible difference, the deferred income tax assets that were not recognized in previous accounting periods should be recognized.

3. At each balance sheet date, the Company reviews the carrying amount of deferred tax assets. The carrying amount is reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow the benefits of the deferred tax assets to be utilized. Any such reduction is reversed when it becomes probable that sufficient taxable profits will be available.

4. The current income taxes and deferred income taxes of the Company are recorded as income tax expense or income in the current gains or losses, excluding income taxes arising from: (1) business combination; (2) transactions or events recognized directly in owners' equity.

5. When both following conditions are met, the Company will list the deferred income tax assets and deferred income tax liabilities as net amount after offset: (1) When the Company has the legal right to settle the income tax assets and income tax liabilities of the Company in the current period with net amount; and (2) the deferred income tax assets and deferred income tax liabilities are related to the income tax levied by the same tax collection and management department from the same subject of tax payment or from different subjects of tax payment but the subject of tax payment involved intends to settle the current income tax assets and current income tax liabilities with the net amount or obtain the assets and liquidate the liabilities simultaneously in each future important period when the deferred income tax assets and deferred income tax liabilities are written back.

30. Lease

(1) Accounting treatment method of lease as the lessee

1. The Company as lessee

On the commencement date of the lease term, the Company recognizes the lease with a lease term of no more than 12 months and without the purchase option as a short-term lease; and recognizes the lease with lower value when a single leased asset is brand new as a low-value asset lease. In case of a sublease or expected sublease of lease asset, the original lease will not be deemed as a low-value asset lease.

For all short-term leases and low-value asset leases, the Company will recognize the lease payment in the relevant asset cost or current profit or loss under the straight-line method during each period of the lease term.

In addition to the above short-term leases and low-value asset leases under simplified treatment, the Company recognizes the right-of-use assets and lease liabilities for the lease on the commencement date of the lease term.

(1) Right-of-use assets

The right-of-use assets shall be initially measured at cost. The cost includes: 1) the initial measurement amount of the lease liability; 2. the amount of lease payment made on or before the commencement date of lease term, net of the relevant amount of used lease incentives (if any); 3. the initial direct expenses incurred by the lessee; 4) expected cost to be incurred by the lessee for the purpose of disassembly and removal of lease assets, restoration of the site where leased assets are located or restoration of leased assets to the status as agreed in lease terms.

The Company will use the straight-line method to calculate the depreciation of the right-of-use assets. Where it is reasonably certain that the ownership of the leased assets can be obtained at the expiry of the lease term, the leased assets shall be depreciated by the Company over its remaining service life. Where it is not reasonably certain that the ownership of the leased assets can be obtained at the time the term of the lease expires, the Company shall accrue the depreciation within the shorter of the lease period and the remaining service life of the leased assets.

(2) Lease liabilities

On the commencement date of the lease, the Company recognizes the present value of outstanding lease payments as lease liabilities. In calculating the present value of the lease payments, the Company adopts the interest rate embedded in the lease as the discount rate. If the Company is unable to determine the interest rate embedded in the lease, it will adopt the incremental borrowing rate as the discount rate. The difference between the lease payment and its present value is treated as unrecognized financing expenses, on which the interest expenses are recognized at the discount rate of the present value of the lease payment during each period of the lease term and included in the current profit or loss. The variable lease payments not included in the measurement of lease liabilities shall be included in current profit or loss when actually incurred.

After the inception of the lease, the Company measures lease liabilities again according to the present value of the lease payments after the change, and adjusts the book value of the right-of-use asset accordingly in case of changes in in-substance fixed lease payments, changes in amounts expected to be payable under residual value guarantees, the index or ratio used to determine the lease payment amount, the purchase option, and evaluation result or the actual exercise situation of the lease renewal option or the termination option. Where the book value of the right-of-use asset has been reduced to zero, but a further reduction is required for the lease liabilities, the remaining amount shall be included in the current profit or loss.

2. After-sale leaseback

According to the *Accounting Standards for Business Enterprises No.14-Revenue*, the Company evaluates and determines whether the asset transfer in the after-sale leaseback transaction belongs to sales.

If the asset transfer in the after-sale leaseback transaction belongs to sales, the Company will measure the right-of-use assets formed by after-sale leaseback according to the part of the book value of the original assets related to the right-of-use obtained by leaseback, and only recognize the relevant gains or losses for the right transferred to the lessor.

If the asset transfer in the after-sale leaseback transaction does not belong to sales, the Company will continue to recognize the transferred assets, and at the same time recognize a financial liability equal to the transferred income, and conduct accounting treatment for the financial liability according to the *Accounting Standards for Business Enterprises No.22-Recognition and Measurement of Financial Instruments*.

(2) Accounting treatment method of lease as the lessor

1. The Company as lessor

At the inception of the lease, a lease that transfers in substance almost all risks and rewards related to the ownership of leased assets is classified as a financing lease by the Company. Except for the financing lease, others are treated as the operating lease.

(1) Operating lease

During each period of the lease term, the Company recognizes the lease receipts as rental income under the straight-line method, and the initial direct costs incurred are capitalized and amortized on the same basis as the recognition of rental income, which is included in the current profit or loss by installment. Variable lease payments the Company acquired in connection with operating leases that are not included in the lease receipts are recognized in the current profit or loss when actually incurred.

(2) Financing lease

At the commencement date of the lease, the Company recognizes a finance lease receivable based on the net lease investment (the sum of the unsecured residual value and the present value of the lease collection not received on the first date of the lease term and discounted at the interest rate implicit in the lease), and derecognizes the financing lease assets. During each period of the lease term, the Company calculates and recognizes the interest income at the interest rate implicit in the lease.

The variable lease payments obtained by the Company that are not included in the measurement of the net lease investment are included in the current profit or loss when actually incurred.

2. After-sale leaseback

According to the *Accounting Standards for Business Enterprises No.14-Revenue*, the Company evaluates and determines whether the asset transfer in the after-sale leaseback transaction belongs to sales.

If the asset transfer in the after-sale leaseback transaction belongs to sales, the Company will carry out accounting treatment on the asset purchase according to other applicable accounting standards for business enterprises, and carry out accounting treatment on the asset lease according to the *Accounting Standards for Business Enterprises No.21-Lease*.

If the asset transfer in the after-sale leaseback transaction does not belong to sales, the Company will not recognize the transferred assets, but recognize the financial assets equal to the transferred income, and conduct accounting treatment for the financial assets according to the *Accounting Standards for Business Enterprises No.22-Recognition and Measurement of Financial Instruments*.

31. Other significant accounting policy and accounting estimate

Accounting treatment methods related to repurchasing company's shares

If the Company acquires its own shares for purposes such as reducing its registered capital or rewarding employees, the amount actually paid shall be recognized as treasury shares, with a corresponding memorandum record maintained. If the repurchased shares are cancelled, the difference between the aggregate par value of the cancelled shares, calculated based on the par value and number of shares cancelled, and the amount actually paid for the repurchase shall be deducted from capital reserve. Where the capital reserve is insufficient, the remaining amount shall be deducted from retained earnings. If the repurchased shares awarded to employees constitute equity-settled share-based payments, upon employees exercising their rights to purchase the Company’s shares and paying the consideration, the cost of the treasury shares delivered to employees and the cumulative amount recognized in capital reserve (other capital reserve) during the vesting period shall be derecognized, and the difference shall be adjusted against capital reserve (share premium).

32. Changes in significant accounting policies and accounting estimates

(1) Significant accounting policy changes

☑ Applicable □ Not applicable

1) Effective January 1, 2026, the Company adopted the provisions of Accounting Standards for Business Enterprises Interpretation No. 19 issued by the Ministry of Finance concerning “the accounting treatment of

indemnification assets in business combinations not under common control.” This change in accounting policy had no impact on the Company’s financial statements.

2) Effective January 1, 2026, the Company adopted the provisions of Accounting Standards for Business Enterprises Interpretation No. 19 issued by the Ministry of Finance concerning “the accounting treatment of the relevant capital reserve upon disposal of a subsidiary originally acquired through a business combination under common control.” This change in accounting policy had no impact on the Company’s financial statements.

3) Effective January 1, 2026, the Company adopted the provisions of Accounting Standards for Business Enterprises Interpretation No. 19 issued by the Ministry of Finance concerning “the derecognition of financial liabilities settled using an electronic payment system.” This change in accounting policy had no impact on the Company’s financial statements.

4) Effective January 1, 2026, the Company adopted the provisions of Accounting Standards for Business Enterprises Interpretation No. 19 issued by the Ministry of Finance concerning “the assessment of the contractual cash flow characteristics of financial assets and related disclosures.” This change in accounting policy had no impact on the Company’s financial statements.

5) Effective January 1, 2026, the Company adopted the provisions of Accounting Standards for Business Enterprises Interpretation No. 19 issued by the Ministry of Finance concerning “disclosures relating to equity instruments designated as measured at fair value through other comprehensive income.” This change in accounting policy had no impact on the Company’s financial statements.

(2) Changes in significant accounting estimate

□ Applicable ☑ Not applicable

(3) Adjustments to Relevant Items of the Opening Financial Statements upon the Initial Application of New Accounting Standards in 2026

□ Applicable ☑ Not applicable

33. Others

1. Work safety cost

The work safety costs withdrawn by the Company in accordance with the Administrative Measures for the Collection and Utilization of Enterprise Work Safety Funds (CZ [2022] No. 136) promulgated by the Ministry of Finance and the Ministry of Emergency Management were charged to the costs of relevant products or current profit or losses and also to the "special reserve". In the case of using the withdrawn safety production costs, if they belong to cost expenditure, they shall directly offset the special reserves. Where a fixed asset is formed, the expenditures incurred shall be collected under the item “Construction in Progress” and shall be recognized as a fixed asset when the completed work safety project is ready for its intended use. Moreover, the special reserves shall be written down upon the cost of the formed fixed assets, and the accumulated depreciation of the same amount shall be confirmed, and such fixed assets will not be depreciated in any following period.

2. Segment report

The Company determines the operating segment on the basis of its internal organizational structure, management requirements, internal reporting system and so on. Operating segments refer to components within the Company satisfying all the following conditions:

(1) It engages in business activities from which it may earn revenues and incur expenses;

(2) The management can evaluate the operating results of such components on a regular basis, so as to decide to allocate resources to them and evaluate their performance;

(3) It has access to accounting information of the component, such as its financial condition, operation result and cash flow.

VI. Taxes

1. Main tax categories and tax rates

Tax category	Basis of taxation	Tax rate
Value-added tax	Output VAT is calculated based on revenue from the sale of goods and the provision of taxable services in accordance with tax laws. VAT payable is the excess of output VAT over creditable input VAT for the current period.	13%, 9%, 6% [Note 1]
Consumption tax	Taxable sales (volume)	[Note 2]
Urban maintenance and construction tax	Actual payment of turnover tax	7%, 5%
Enterprise income tax	Taxable income	[Note 3]
Property tax	The remaining value after deducting 30% from the original value of the property in one go for ad valorem collection; the rental income for rent based collection.	1.2%, 12%
Education surcharge	Actual payment of turnover tax	3%
Local education surcharge	Actual payment of turnover tax	2%

[Note 1] Sales of goods are subject to VAT at a rate of 13%. Rental income and sales of liquefied petroleum gas and steam are subject to VAT at a rate of 9%. Revenue from carbon emission allowances, warehousing services and other businesses, and interest income are subject to VAT at a rate of 6%. The “exemption, credit and refund” policy applies to exported goods, with an export tax refund rate of 13%.

[Note 2] Sales of fuel oil, diesel and aviation kerosene are subject to consumption tax at RMB 1.2/liter. Sales of gasoline and naphtha are subject to consumption tax at RMB 1.52/liter.

[Note 3] Enterprise income tax rates applicable to taxpayers subject to different tax rates are set out in the table above.

Name of taxpayer	Income tax rate
Subsidiaries Zhejiang Shengyuan Chemical Fiber Co., Ltd., Ningbo Zhongjin Petrochemical Co., Ltd., Yisheng Dahua Petrochemical Co., Ltd., Zhejiang Petroleum & Chemical Co., Ltd., Zhejiang Yongsheng Technology Co., Ltd.	15%
Subsidiaries Hong Kong Shenghui Co., Ltd., Hong Kong Yisheng Dahua Petrochemical Co., Ltd., Yisheng New Materials Trading Co., Ltd., Rongsheng Petrochemical (Hong Kong) Co., Ltd., Rongsheng Petrochemical (Singapore) Private Co., Ltd., Rongtong Logistics (Singapore) Private Co., Ltd., and Zhejiang Petroleum & Chemical (Singapore) Private Co., Ltd.	The tax shall be calculated and paid according to the relevant tax rates of the country and region where the business is located.
Subsidiaries Rongxiang Chemical Fiber Co., Ltd., Rongsheng International Trade (Hainan) Co., Ltd., Dalian Yisheng New	20%

Materials Co., Ltd. and Zhejiang Rongyi Trading Co., Ltd., Zhejiang Rongyi Chemical Fiber Co., Ltd.	
Other taxpayers other than the above	25%

2. Tax preference

1. According to requirements in the *Notice on the Continuation of the Policy of Partial Consumption Tax on Naphtha and Fuel Oil* by the Ministry of Finance, People's Bank of China and State Taxation Administration (No. 87 [2011] of the Ministry of Finance), the *Notice on Improving the Tax Refund Policy of Consumption Tax for Ethylene Aromatic Chemical Products from Naphtha and Fuel Oil* by the Ministry of Finance, People's Bank of China, General Administration of Customs and State Taxation Administration (No. 2 [2013] of the Ministry of Finance), the *Interim Measures for the Refund (Exemption) of Consumption Tax for Naphtha and Fuel Oil Used in the Production of Ethylene and Aromatic Chemical Products* by the State Taxation Administration (Announcement of the State Administration of Taxation No. 36 of 2012) and the *Announcement on the Refund of Consumption Tax for Ethylene and Aromatic Chemical Products from Naphtha and Fuel Oil by the State Administration of Taxation and General Administration of Customs (Announcement No. 29 of 2013* of the State Administration of Taxation and the General Administration of Customs). Under these regulations, enterprises that use naphtha and fuel oil to produce ethylene and aromatics are entitled to a refund, based on actual consumption, of the consumption tax included in naphtha and fuel oil purchased and actually used in the production of ethylene and aromatic chemical products. Ningbo Zhongjin Petrochemical Co., Ltd. and Zhejiang Petroleum & Chemical Co., Ltd., subsidiaries of the Company, are entitled to the preferential policy for refunding consumption tax paid at the procurement stage.

According to the requirements of the *Notice on Continuing the Increase of Refined Oil Consumption Tax* by the Ministry of Finance and State Administration of Taxation (No. 11 [2015] of the Ministry of Finance), the unit consumption tax of diesel, aviation kerosene and fuel oil increase from RMB 1.1/L to RMB 1.2/L, and suspension of consumption tax continues to apply in aviation kerosene. The subsidiary Zhejiang Petroleum & Chemical Co., Ltd. enjoys the preferential policy of suspension of consumption tax for selling aviation kerosene.

2. Pursuant to the Announcement on Policies for Deepening the Value-added Tax Reform (Announcement No. 39 of 2019 of the Ministry of Finance, the State Taxation Administration and the General Administration of Customs), the Announcement on Further Strengthening the Implementation of the Policy for Refunding Excess Input Value-added Tax Credits (Announcement No. 14 of 2022 of the Ministry of Finance and the State Taxation Administration), and the Announcement on Improving the Policy for Refunding Excess Input Value-added Tax Credits (Announcement No. 7 of 2025 of the Ministry of Finance and the State Taxation Administration), the pilot system for refunding excess input VAT credits at the end of a period has been implemented since April 1, 2019, under which manufacturing enterprises may apply to the competent tax authorities for refunds of their excess input VAT credits. The Company and certain subsidiaries met the relevant conditions and received refunds of excess input VAT credits totaling RMB 51.2186 million during the current period.

3. According to the *Announcement on Filing of High-tech Enterprises Recognized by Zhejiang Provincial Accreditation Institutions in 2025* issued by the Office of the National High-tech Enterprise Accreditation Management Leading Group, subsidiaries Zhejiang Shengyuan Chemical Fiber Co., Ltd. and Zhejiang Petroleum & Chemical Co., Ltd. have passed the high-tech enterprise accreditation and obtained the High-tech Enterprise Certificate numbered GR202533008268 and GR202533003871 respectively. The validity period of the recognition is 2025-2027, and the enterprise income tax is calculated and paid at a reduced rate of 15% in the current period.

According to the *Announcement on the Filing of the Second Batch of High-Tech Enterprises Recognized and Reported by Dalian City Certification Organization in 2024* issued by the Office of the National High-tech Enterprise Recognition Management Leading Group, the subsidiary Yisheng Dahua Petrochemical Co., Ltd. passed the high-tech enterprise accreditation and obtained the High-tech Enterprise Certificate with the number of

GR202421201548, which is valid from 2024 to 2026. The enterprise income tax shall be calculated and paid at the reduced tax rate of 15% in this period.

According to the *Announcement on Filing the First Batch of High-tech Enterprises Recognized by Ningbo City Authority in 2025* issued by the Office of the National High-tech Enterprise Recognition Management Leading Group, Ningbo Zhongjin Petrochemical Co., Ltd., a subsidiary, has passed the high-tech enterprise accreditation and obtained the High-tech Enterprise Certificate with the number of GR202533101851, with the validity period of 2025-2027. The enterprise income tax is calculated and paid at the reduced tax rate of 15% in the current period.

According to the *Announcement on the Filing of the New Technology Enterprises Identified and Reported by Zhejiang Provincial Certification Organization in 2024* issued by the Office of the National High-tech Enterprise Recognition Management Leading Group, Zhejiang Yongsheng Technology Co., Ltd., a subsidiary, has passed the high-tech enterprise accreditation and obtained the High-tech Enterprise Certificate with the number of GR202433003748, with the validity period of 2024-2026. The enterprise income tax is calculated and paid at the reduced tax rate of 15% in the current period.

4. According to the *Announcement on Further Supporting the Development of Small and Micro Enterprises and Individual Industrial and Commercial Households* of the Ministry of Finance and the State Administration of Taxation (Announcement No.12 of the Ministry of Finance and the State Administration of Taxation in 2023), the taxable income of small and micro enterprises will be calculated at a reduced rate of 25%, and their corporate income tax will be paid at a rate of 20%, which will continue to be implemented until December 31, 2027. Subsidiaries Rongxiang Chemical Fiber Co., Ltd. Rongsheng International Trade (Hainan) Co., Ltd., Dalian Yisheng New Materials Co., Ltd., Zhejiang Rongyi Trading Co., Ltd. and Zhejiang Rongyi Chemical Fiber Co., Ltd. meet the above requirements in this period. The urban maintenance and construction tax, education surcharge and local education surcharge are levied at half the applicable rates for small low-profit enterprises. Subsidiaries Dalian Yisheng New Materials Co., Ltd. and Zhejiang Rongyi Chemical Fiber Co., Ltd. met the relevant requirements during the current period.

5. According to the *Announcement on the Policy of Adding and Deducting Value-added Tax for Advanced Manufacturing Enterprises* of the Ministry of Finance and State Taxation Administration (Announcement No.43 of the Ministry of Finance and the State Administration of Taxation in 2023), from January 1, 2023 to December 31, 2027, advanced manufacturing enterprises are allowed to add 5% to the deductible input tax for offsetting the payable value-added tax in the current period. In the current period, subsidiaries Zhejiang Shengyuan Chemical Fiber Co., Ltd., Yisheng Dahua Petrochemical Co., Ltd., Ningbo Zhongjin Petrochemical Co., Ltd., Zhejiang Petroleum & Chemical Co., Ltd. and Zhejiang Yongsheng Technology Co., Ltd. are entitled to the above-mentioned policy of adding and deducting.

6. Pursuant to the Notice on Policies Relating to Urban Maintenance and Construction Tax, Education Surcharge and Local Education Surcharge in Connection with Refunds of Excess Input Value-added Tax Credits (Cai Shui [2018] No. 80), taxpayers receiving refunds of excess input VAT credits are permitted to deduct the refunded VAT amount from the tax or levy bases for urban maintenance and construction tax, education surcharge and local education surcharge. During the current period, subsidiaries Zhejiang Shengyuan Chemical Fiber Co., Ltd., Yisheng Dahua Petrochemical Co., Ltd., Dalian Rongxincheng Trading Co., Ltd. and Ningbo Zhongjin Petrochemical Co., Ltd. were entitled to this tax incentive.

7. Pursuant to the Notice on Issues Relating to the Implementation of the Catalogues of Enterprise Income Tax Incentives for Special-purpose Equipment for Environmental Protection, Energy and Water Conservation, and Work Safety (Cai Shui [2008] No. 48), 10% of the investment in eligible special-purpose equipment purchased by an enterprise for environmental protection, energy and water conservation, and work safety may be credited against its enterprise income tax payable for the current year. Any unused credit may be carried forward to subsequent years for a period not exceeding five tax years. Subsidiaries Yisheng Dahua Petrochemical Co., Ltd. and Zhejiang

Petroleum & Chemical Co., Ltd. purchased eligible special-purpose equipment and were entitled to the tax credit equal to 10% of the relevant investment.

VII. Notes to Items in the Consolidated Financial Statements

1. Cash and bank balances

Unit: RMB

Item	Ending balance	Beginning balance
Cash on hand	1,413,280.19	1,356,245.56
Bank deposit	22,141,340,239.80	12,158,835,849.89
Other monetary funds	1,591,882,933.50	1,339,477,383.39
Total	23,734,636,453.49	13,499,669,478.84
Including: Total amount of overseas deposits	6,428,922,904.11	2,275,567,146.98

2. Derivative financial assets

Unit: RMB

Item	Ending balance	Beginning balance
Paper futures contract	46,337,328.78	36,638,553.50
Foreign exchange derivatives	145,968,183.76	242,190,249.19
Total	192,305,512.54	278,828,802.69

3. Accounts receivable

(1) Disclosure by aging

Unit: RMB

Aging	Ending book balance	Beginning book balance
Within 1 year (inclusive of 1 year)	2,337,256,735.63	3,217,852,678.84
1-2 years	6,638,391.69	6,188,146.81
2-3 years	10,858.87	1,177.56
Above 3 years	12,807.34	12,160.09
Total	2,343,918,793.53	3,224,054,163.30

(2) Classified disclosure by bad debt accrual method

Unit: RMB

Category	Ending balance					Beginning balance				
	Book balance		Bad-debt provision		Book value	Book balance		Bad-debt provision		Book value
	Amount	Proportion	Amount	Percentage of provision		Amount	Proportion	Amount	Percentage of provision	

Accounts receivable with provision for bad debt reserves based on aging portfolio	2,343,918,793.53	100.00%	82,955,131.77	3.54%	2,260,963,661.76	3,224,054,163.30	100.00%	54,748,800.99	1.70%	3,169,305,362.31
Total	2,343,918,793.53	100.00%	82,955,131.77	3.54%	2,260,963,661.76	3,224,054,163.30	100.00%	54,748,800.99	1.70%	3,169,305,362.31

Provision for bad debt by combination:

Unit: RMB

Name	Ending balance		
	Book balance	Bad-debt provision	Percentage of provision
Portfolio of trade receivables from overseas subsidiaries	691,752,183.69		
Aging portfolio	1,652,166,609.84	82,955,131.77	5.02%
Total	2,343,918,793.53	82,955,131.77	3.54%

Accounts receivable of provision for bad debt by aging combination:

Unit: RMB

Aging	Amount by the end of the period		
	Book balance	Bad-debt provision	Accrual ratio
Within 1 year	1,645,504,551.94	82,275,227.60	5.00%
1-2 year(s)	6,638,391.69	663,839.17	10.00%
2-3 years	10,858.87	3,257.66	30.00%
Above 3 years	12,807.34	12,807.34	100.00%
Subtotal	1,652,166,609.84	82,955,131.77	5.02%

If the provision for bad debts of accounts receivable is accrued according to the general model of expected credit loss:

□ Applicable ☑ Not applicable

(3) Bad debt reserves accrual, recovered or reversed in the current period

Provision for bad debts in the current period:

Unit: RMB

Category	Beginning balance	The amount of change in the current period				Ending balance
		Provision	Recovered or reversed	Write-off	Other	
Bad-debt provision made	54,748,800.99	28,206,330.78				82,955,131.77

on a portfolio basis						
Total	54,748,800.99	28,206,330.78				82,955,131.77

(4) Accounts receivables with top 5 ending balances by debtor

The total amount of the top 5 accounts receivable at the end of the period was RMB 1,299,386,560.26, accounting for 55.43% of the total ending balance of accounts receivable at the end of the period. The corresponding provision for bad debts was RMB 42,063,525.34.

4. Receivables financing

(1) Classified presentation of receivables financing

Unit: RMB

Item	Ending balance	Beginning balance
Bank acceptance bills	214,924,599.25	83,421,123.96
Total	214,924,599.25	83,421,123.96

(2) Receivables Financing Endorsed or Discounted by the Company at Period-end but Not Yet Matured as of the Balance Sheet Date

Unit: RMB

Item	Amount Derecognized at Period-end
Bank acceptance bills	3,083,708,210.78
Total	3,083,708,210.78

The acceptor of bank acceptance bills is a commercial bank with high credit, and it is not likely that the bank acceptance bills accepted by the acceptor will not be paid at maturity, so the Company will derecognize these bank acceptance bills that have been endorsed or discounted. However, if such bills are not honored at maturity, the Company remains jointly liable to the holders in accordance with the *Law of Negotiable Instruments*.

5. Other receivables

Unit: RMB

Item	Ending balance	Beginning balance
Dividends receivable	900,000,000.00	
Other receivables	3,469,761,244.01	4,925,104,317.10
Total	4,369,761,244.01	4,925,104,317.10

(1) Dividends Receivable

1) Classification of Dividends Receivable

Unit: RMB

Item (or Investee)	Ending Balance	Beginning Balance

Zhejiang Yisheng Petrochemical Co., Ltd.	900,000,000.00	
Total	900,000,000.00	

(2) Other receivables

1) Classification of Other Receivables by Nature

Unit: RMB

Nature of account	Ending book balance	Beginning book balance
Government receivables	3,030,267,897.26	4,575,905,403.92
Futures margin	126,003,411.21	334,936,493.12
Security deposits	22,207,907.83	19,779,471.63
Paper trading settlement receivables	269,796,687.71	41,018,656.98
Petty cash advances and others	46,933,625.14	15,703,525.34
Security deposits for borrowings		10,000,000.00
Current accounts	10,800,000.00	10,800,000.00
Total book balance	3,506,009,529.15	5,008,143,550.99
Less: Provision for bad debts	36,248,285.14	83,039,233.89
Total carrying amount	3,469,761,244.01	4,925,104,317.10

2) Disclosure by aging

Unit: RMB

Aging	Ending book balance	Beginning book balance
Within 1 year (inclusive of 1 year)	3,363,949,421.99	4,300,023,016.04
1-2 years	69,064,101.66	64,995,117.37
2-3 years	15,394,689.71	16,349,319.51
Above 3 years	57,601,315.79	626,776,098.07
Total book balance	3,506,009,529.15	5,008,143,550.99
Less: Provision for bad debts	36,248,285.14	83,039,233.89
Total carrying amount	3,469,761,244.01	4,925,104,317.10

3) Classified disclosure by bad debt accrual method

☑Applicable □ Not applicable

Unit: RMB

Category	Ending balance					Beginning balance				
	Book balance		Bad-debt provision		Book value	Book balance		Bad-debt provision		Book value
	Amount	Proportion	Amount	Percentage of provision		Amount	Proportion	Amount	Percentage of provision	

Provision made for bad debt reserves based on portfolio	3,506,009,529.15	100.00%	36,248,285.14	1.03%	3,469,761,244.01	5,008,143,550.99	100.00%	83,039,233.89	1.66%	4,925,104,317.10
Total	3,506,009,529.15	100.00%	36,248,285.14	1.03%	3,469,761,244.01	5,008,143,550.99	100.00%	83,039,233.89	1.66%	4,925,104,317.10

Provision for bad debt by combination:

Unit: RMB

Name	Ending balance		
	Book balance	Bad-debt provision	Percentage of provision
Government receivables	3,030,267,897.26	5,630,321.96	0.19%
Futures margin	126,003,411.21		
Security deposits	22,207,907.83	13,912,449.55	62.65%
Paper trading settlement receivables	269,796,687.71		
Petty cash advances and others	46,933,625.14	10,105,513.63	21.53%
Current accounts	10,800,000.00	6,600,000.00	61.11%
Total	3,506,009,529.15	36,248,285.14	1.03%

4) Provision for bad debts based on the general model of expected credit losses:

1) Breakdown

Unit: RMB

Bad-debt provision	Stage I	Stage II	Stage III	Total
	Expected credit loss in the next 12 months	Expected credit loss over the entire duration (without credit impairment)	Expected credit loss for the entire duration (credit impairment has occurred)	
The balance as of January 1, 2026	260,943.90	1,223,562.15	81,554,727.84	83,039,233.89
The balance as of January 1, 2026 in the current period				
--Transferred into Stage II	-15,836.78	15,836.78		
--Transferred into Stage III		-1,350.00	1,350.00	
Provision in current period	1,367,767.55	942,803.11	-49,101,519.41	-46,790,948.75
Balance as of June 30, 2026	1,612,874.67	2,180,852.04	32,454,558.43	36,248,285.14
Provision ratio for bad debts at period-end	0.05%	3.16%	44.46%	1.03%

2) Significant changes in gross carrying amounts that resulted in material changes in the loss allowance during the current period

□Applicable ☑Not applicable

5) Top five other receivables by debtor based on ending balances

Unit: RMB

Company name	Nature of payment	Ending balance	Aging	Proportion in a total ending balance of other receivables	Ending balance of provision for bad debts
Other receivables 1	Tax refunds receivable	2,587,451,481.26	Within 1 year	73.80%	
Other receivables 2	Subsidies receivable	409,020,000.00	Within 1 year, 1-2 years	11.67%	2,078,457.53
Other receivables 3	Paper trading settlement receivables	209,931,171.98	Within 1 year	5.99%	
Other receivables 4	Paper trading settlement receivables	59,862,498.50	Within 1 year	1.71%	
Other receivables 5	Subsidies receivable	33,796,416.00	Above 3 years	0.96%	3,551,864.43
Total		3,300,061,567.74		94.13%	5,630,321.96

6. Prepayments

(1) Prepayments presented by aging

Unit: RMB

Aging	Ending balance		Beginning balance	
	Amount	Proportion	Amount	Proportion
Within 1 year	3,209,139,075.25	97.10%	2,120,580,033.00	99.07%
1-2 years	89,267,888.61	2.70%	14,582,118.36	0.68%
2-3 years	2,887,361.15	0.09%	1,787,253.51	0.08%
Above 3 years	3,808,659.77	0.11%	3,649,429.09	0.17%
Total	3,305,102,984.78	100.00%	2,140,598,833.96	100.00%

Explanation of the reasons why the prepayment with an age of more than one year and an important amount has not been settled in time:

There were no significant prepayments aged over 1 year at the end of the period.

(2) Top five recipients by ending balance of prepayments

The total amount of the top 5 prepayments at the end of the period was RMB 2,575,334,282.35, accounting for 77.92% of the total prepayments at the end of the period.

7. Inventories

Whether the Company is subject to the disclosure requirements of the real estate industry

□Yes ☑No

(1) Classification of inventories

Unit: RMB

Item	Ending balance			Beginning balance		
	Book balance	Inventory write-down provision or impairment provision for contract fulfillment costs	Book value	Book balance	Inventory write-down provision or impairment provision for contract fulfillment costs	Book value
Raw material	15,684,536,395.45		15,684,536,395.45	19,405,535,119.51	1,484,419.99	19,404,050,699.52
Products in process	9,117,469,390.69		9,117,469,390.69	8,756,530,523.46	43,772,343.76	8,712,758,179.70
Commodity inventory	7,045,403,985.04	3,449,003.62	7,041,954,981.42	5,257,352,277.10	34,319,017.08	5,223,033,260.02
Goods Shipped				77,252,750.35		77,252,750.35
Low-value consumables	165,701,782.53		165,701,782.53	159,032,291.33		159,032,291.33
Total	32,013,111,553.71	3,449,003.62	32,009,662,550.09	33,655,702,961.75	79,575,780.83	33,576,127,180.92

(2) Inventory write-down provision and contract performance cost impairment provisions

Unit: RMB

Item	Beginning balance	Increase in the current period		Decrease in the current period		Ending balance
		Provision	Other	Reversal or write-off	Other	
Raw material	1,484,419.99			1,484,419.99		
Products in process	43,772,343.76			43,772,343.76		
Finished Goods	34,319,017.08	1,070,657.02		31,940,670.48		3,449,003.62
Total	79,575,780.83	1,070,657.02		77,197,434.23		3,449,003.62

Specific basis for determining net realizable value, and reasons for Inventory write-down provision of reversal or write-off in the current period:

Item	Specific basis for determining net realizable value	Reasons for reversal of Inventory write-down provision	Reasons for write-off of Inventory write-down provision
Raw materials, Products in process	The net realizable value is determined by the estimated selling price of the related finished goods minus estimated costs to completion, estimated selling expenses and relevant taxes	The net realizable value of inventories for which write-down provisions had been made in prior periods increased during the current period.	The inventory with Inventory write-down provision was consumed/sold in this period
Finished goods inventory, Goods Shipped	The net realizable value is determined by the estimated selling price of related	The net realizable value of inventories for which write-down provisions had been made	Inventory with recognized Inventory write-down

	finished products minus the estimated selling expenses and related taxes	in prior periods increased during the current period.	provision was sold during this period

8. Other current assets

Unit: RMB

Item	Ending balance	Beginning balance
VAT input tax to be deducted	5,072,426,804.15	5,165,468,990.03
Prepaid enterprise income tax	26,640,599.71	647,911,993.28
Consumption tax, urban construction tax and surcharges	401,695,691.72	128,988,839.74
Leased silver	2,992,731,306.15	1,338,220,113.02
Total	8,493,494,401.73	7,280,589,936.07

9. Long-term equity investment

Unit: RMB

Investee	Beginning balance (book value)	Opening balance of impairment provision	Increase and decrease in the current period								Ending balance (book value)	Ending balance of provision for impairment
			Additional investment	Reduced investment	Investment gains or losses recognized under the equity method	Other comprehensive income adjustments	Other equity changes	Declared distribution of cash dividends or profit	Provision for impairment	Other		
I. Joint Venture												
II. Associates												
Zhejiang Yisheng Petrochemical Co., Ltd.	2,770,776,225.62				24,021,023.10	-2,107,424.85		900,000,000.00			1,892,689,823.87	
Ningbo Hengyi Trading Co., Ltd.	12,151,249.51				49,693,784.88	-8,056,860.73					53,788,173.66	
Zhejiang Xiaoshan Rural Commercial Bank Co., Ltd.	2,823,663,830.01				181,486,540.12	26,145,044.38		43,654,510.65			2,987,640,903.86	
Hainan Yisheng Petrochemical Co., Ltd.	3,510,787,453.52				172,756,944.53	-26,856,202.42					3,656,688,195.63	
ZPC-ENN (Zhoushan) Gas Co., Ltd.	21,473,853.18				1,477,822.92						22,951,676.10	
Zhejiang Dingsheng Petrochemical Engineeri	75,202,499.29				623,972.99						75,826,472.28	

ng Co., Ltd.												
Zhejiang Derong Chemicals Co., Ltd.	332,483,122.11		100,000,000.00		3,359,513.90		-36,674.20				435,805,961.81	
Zhoushan ZPC Zhougang Tugboat Co., Ltd.	76,616,218.25				3,412,653.81		160,699.64				80,189,571.70	
Zhejiang Dongjiang Green Petrochemical Technology Innovation Center Co., Ltd.	101,736,013.19				9,050,643.65						110,786,656.84	
Ningbo Coastal Public Pipe Gallery Co., Ltd.	11,289,314.54		90,000,000.00		-353,508.81						100,935,805.73	
Zhejiang Zhenshi Port Service Co., Ltd.	28,027,433.01				675,440.89						28,702,873.90	
Subtotal	9,764,207,212.23		190,000,000.00		446,204,831.98	-10,875,443.62	124,025.44	943,654,510.65			9,446,006,115.38	
Total	9,764,207,212.23		190,000,000.00		446,204,831.98	-10,875,443.62	124,025.44	943,654,510.65			9,446,006,115.38	

Recoverable amount determined based on fair value less costs of disposal

□ Applicable ☑ Not applicable

Recoverable amount determined based on the present value of estimated future cash flows

□ Applicable ☑ Not applicable

10. Investment properties

(1) Investment properties under the cost measurement mode

☑Applicable □ Not applicable

Unit: RMB

Item	Houses and buildings	Total
I. Original book value		
1. Initial balance	14,286,632.00	14,286,632.00
2. Increase in the current period		
(1) Purchases		
(2) Transfers from inventories/fixed assets/construction in progress		
(3) Increase due to business merger		
3. Decrease in the current period		
(1) Disposal		
(2) Other transfer-out		
4. Ending balance	14,286,632.00	14,286,632.00
II. Accumulated depreciation and accumulated amortization		
1. Initial balance	4,433,949.40	4,433,949.40
2. Increase in the current period	135,723.00	135,723.00
(1) Depreciation or amortization	135,723.00	135,723.00
3. Decrease in the current period		
(1) Disposal		
(2) Other transfer-out		
4. Ending balance	4,569,672.40	4,569,672.40
III. Provision for impairment		
1. Initial balance		
2. Increase in the current period		
(1) Accrual		
3. Decrease in the current period		
(1) Disposal		
(2) Other transfer-out		
4. Ending balance		
IV. Book value		
1. Closing book value	9,716,959.60	9,716,959.60
2. Beginning book value	9,852,682.60	9,852,682.60

The recoverable amount is determined based on fair value less costs of disposal

□ Applicable ☑ Not applicable

The recoverable amount is determined based on the present value of estimated future cash flows

□ Applicable ☑ Not applicable

(2) Investment properties under the fair value method

□ Applicable ☑ Not applicable

11. Fixed assets

Unit: RMB

Item	Ending balance	Beginning balance
Fixed assets	249,424,094,904.07	259,757,528,525.39
Total	249,424,094,904.07	259,757,528,525.39

(1) Fixed assets

Unit: RMB

Item	Housing and buildings	Machinery and equipment	Transportation facilities	Other equipment	Total
I. Original book value:					
1. Initial balance	73,578,714,547.25	265,432,406,408.17	283,018,776.70	443,380,899.01	339,737,520,631.13
2. Increase in the current period	8,708,351.78	43,350,097.84	1,864,426.53	371,253,514.15	425,176,390.30
(1) Acquisition	8,708,351.78	42,608,504.91	1,864,426.53	371,253,514.15	424,434,797.37
(2) Transfer-in from construction in progress		741,592.93			741,592.93
(3) Increase from Business Combinations					
3. Decrease in the current period		17,989,783.86	27,558,288.74	992,642.39	46,540,714.99
(1) Disposal or scrapping		17,989,783.86	27,558,288.74	992,642.39	46,540,714.99
4. Ending balance	73,587,422,899.03	265,457,766,722.15	257,324,914.49	813,641,770.77	340,116,156,306.44
II. Accumulated depreciation					
1. Initial balance	15,332,369,829.74	64,089,857,571.40	229,038,910.70	328,725,793.90	79,979,992,105.74
2. Increase in the current period	1,616,212,933.23	9,095,809,566.55	8,907,755.22	33,344,104.59	10,754,274,359.59
(1) Accrual	1,616,212,933.23	9,095,809,566.55	8,907,755.22	33,344,104.59	10,754,274,359.59
3. Decrease in the current period		15,351,734.94	25,910,317.77	943,010.25	42,205,062.96
(1) Disposal or scrapping		15,351,734.94	25,910,317.77	943,010.25	42,205,062.96
4. Ending balance	16,948,582,762.97	73,170,315,403.01	212,036,348.15	361,126,888.24	90,692,061,402.37

III. Provision for impairment					
1. Initial balance					
2. Increase in the current period					
(1) Accrual					
3. Decrease in the current period					
(1) Disposal or scrapping					
4. Ending balance					
IV. Book value					
1. Closing book value	56,638,840,136.06	192,287,451,319.14	45,288,566.34	452,514,882.53	249,424,094,904.07
2. Beginning book value	58,246,344,717.51	201,342,548,836.77	53,979,866.00	114,655,105.11	259,757,528,525.39

(2) Fixed asset with incomplete property right certificate

Unit: RMB

Item	Book value	Reasons for incomplete certificates of title
Houses and buildings - Shengyuan Chemical Fiber Polymer Building, etc.	1,085,908,602.19	Still being processed
Houses and buildings - tank farm, supporting buildings and others of ZPC	338,845,016.63	Still being processed
Houses and buildings - ZPC dormitories	536,323,240.83	Still being processed
Houses and buildings - office buildings and others of Yisheng Dahua Petrochemical Co., Ltd.	409,763,530.64	Still being processed
Houses and buildings -film warehouse and others of Zhejiang Yongsheng Technology Co., Ltd.	211,381,076.74	Still being processed

(3) Impairment testing of fixed assets

□ Applicable ☑ Not applicable

12. Construction in progress

Unit: RMB

Item	Ending balance	Beginning balance
Construction in progress	52,560,962,759.09	36,209,167,814.50
Engineering materials	2,418,501,911.41	1,644,999,844.70
Total	54,979,464,670.50	37,854,167,659.20

(1) Construction in progress

Unit: RMB

Item	Ending balance			Beginning balance		
	Book balance	Provision for impairment	Book value	Book balance	Provision for impairment	Book value
High performance resin project	11,499,447,359.99		11,499,447,359.99	10,192,664,303.89		10,192,664,303.89
High-end new material project	10,113,722,063.38		10,113,722,063.38	8,287,858,489.43		8,287,858,489.43
Jintang New Material Project	15,568,869,886.26		15,568,869,886.26	10,812,301,008.98		10,812,301,008.98
Utilities and supporting facilities	7,075,681,989.66		7,075,681,989.66	2,141,303,341.61		2,141,303,341.61
Sporadic projects	8,303,241,459.80		8,303,241,459.80	4,775,040,670.59		4,775,040,670.59
Total	52,560,962,759.09		52,560,962,759.09	36,209,167,814.50		36,209,167,814.50

(2) Changes in major construction in progress in the current period

Unit: RMB

Project	Budget (RMB 100 million)	Beginning balance	Increase in the current period	Amount of fixed assets carried over in the current period	Other decreases in the current period	Ending balance	Proportion of total project input to the budget	Project progress	Accumulated capitalized amount of interest	Including: Capitalized amount of interest in the current period	Interest capitalization rate in the current period	Source of funds
High performance resin project	192.00	10,192,664,303.89	1,306,783,056.10			11,499,447,359.99	91.00%	90.00%	733,212,633.44	128,225,938.22	2.25%	Bank loans, Other sources
High-end new material project	420.00	8,287,858,489.43	1,825,863,573.95			10,113,722,063.38	27.00%	25.00%	57,043,866.25	24,981,955.73	2.28%	Bank loans, Other sources
Jintang New Material Project	675.00	10,812,301,008.98	4,756,568,877.28			15,568,869,886.26	26.00%	26.00%	503,744,137.80	205,000,233.58	2.60%	Bank loans, Other sources
Utilities and supporting facilities		2,141,303,341.61	4,934,378,648.05			7,075,681,989.66			357,342,010.28			Other sources
Total		31,434,127,143.91	12,823,594,155.38			44,257,721,299.29			1,651,342,647.77	358,208,127.53		

(3) Impairment test of construction in progress

□ Applicable ☑ Not applicable

(4) Engineering materials

Unit: RMB

Item	Ending balance			Beginning balance		
	Book balance	Provision for impairment	Book value	Book balance	Provision for impairment	Book value
Special materials	2,401,002,816.42		2,401,002,816.42	1,639,663,143.93		1,639,663,143.93
Special equipment	17,499,094.99		17,499,094.99	5,336,700.77		5,336,700.77
Total	2,418,501,911.41		2,418,501,911.41	1,644,999,844.70		1,644,999,844.70

13. Right-of-use assets

(1) Situation of right-of-use assets

Unit: RMB

Item	Housing and buildings	Total
I. Original book value		
1. Initial balance	86,209,524.36	86,209,524.36
2. Increase in the current period	49,907,837.05	49,907,837.05
(1) Additions from new leases	49,907,837.05	49,907,837.05
3. Decrease in the current period	49,003,967.60	49,003,967.60
(1) Contract termination and transfer	49,003,967.60	49,003,967.60
4. Ending balance	87,113,393.81	87,113,393.81
II. Accumulated depreciation		
1. Initial balance	59,147,452.36	59,147,452.36
2. Increase in the current period	14,588,970.37	14,588,970.37
(1) Accrual	14,588,970.37	14,588,970.37
3. Decrease in the current period	46,745,600.10	46,745,600.10
(1) Disposal		
(2) Termination of contract and transfer	46,745,600.10	46,745,600.10
4. Ending balance	26,990,822.63	26,990,822.63
III. Provision for impairment		
1. Initial balance		
2. Increase in the current period		
(1) Accrual		
3. Decrease in the current period		
(1) Disposal		
4. Ending balance		
IV. Book value		
1. Closing book value	60,122,571.18	60,122,571.18

2. Beginning book value	27,062,072.00	27,062,072.00

(2) Impairment test of right-of-use assets

□ Applicable ☑ Not applicable

14. Intangible assets

(1) Intangible assets

Unit: RMB

Item	Land-use right	Proprietary Technology	Management software	Emission rights	Sea area use right	Total
I. Original book value						
1. Initial balance	10,233,994,973.10	5,879,510.85	63,139,236.32	84,184,187.41	41,083,997.72	10,428,281,905.40
2. Increase in the current period	432.62		6,747,797.47	4,696,061.00	9,005,517.08	20,449,808.17
(1) Acquisition	432.62		6,747,797.47	4,696,061.00	9,005,517.08	20,449,808.17
(2) Internal R&D						
(3) Increase due to business merger						
3. Decrease in the current period						
(1) Disposal						
4. Ending balance	10,233,995,405.72	5,879,510.85	69,887,033.79	88,880,248.41	50,089,514.80	10,448,731,713.57
II. Accumulated amortization						
1. Initial balance	1,227,263,463.00	4,920,391.38	41,753,616.87	60,821,888.96	7,834,095.93	1,342,593,456.14
2. Increase in the current period	104,355,491.20	94,339.62	3,002,461.35	2,616,052.98	4,813,055.60	114,881,400.75
(1) Accrual	104,355,491.20	94,339.62	3,002,461.35	2,616,052.98	4,813,055.60	114,881,400.75
3. Decrease in the current period						
(1) Disposal						
4. Ending balance	1,331,618,954.20	5,014,731.00	44,756,078.22	63,437,941.94	12,647,151.53	1,457,474,856.89
III. Provision for impairment						

1. Initial balance						
2. Increase in the current period						
(1) Accrual						
3. Decrease in the current period						
(1) Disposal						
4. Ending balance						
IV. Book value						
1. Closing book value	8,902,376,451.52	864,779.85	25,130,955.57	25,442,306.47	37,442,363.27	8,991,256,856.68
2. Beginning book value	9,006,731,510.10	959,119.47	21,385,619.45	23,362,298.45	33,249,901.79	9,085,688,449.26

(2) Land-use right for which the certificate of title has not been obtained

Unit: RMB

Item	Book value	Reasons for incomplete certificates of title
Land-use right	512,016,294.04	Still being processed
Subtotal	512,016,294.04	

(3) Impairment test of intangible assets

□ Applicable ☑ Not applicable

15. Long-term deferred expenses

Unit: RMB

Item	Beginning Balance	Current-period Additions	Current-period Amortization	Other Reductions	Ending Balance
Improvement Expenditures on Leased Fixed Assets		1,010,597.58	44,174.98		966,422.60
Total		1,010,597.58	44,174.98		966,422.60

16. Deferred income tax assets, deferred income tax liabilities

(1) Deferred income tax assets before offset

Unit: RMB

Item	Ending balance		Beginning balance	
	Deductible temporary difference	Deferred income tax assets	Deductible temporary difference	Deferred income tax assets
Provisions for asset impairment	73,570,852.93	11,353,488.27	132,087,595.85	20,051,007.82
Unrealized profit from internal transactions	251,192,873.28	52,202,340.46	174,555,812.58	40,826,277.11
Deductible tax losses carried forward	9,288,214,458.04	1,686,455,682.58	9,919,705,630.57	1,781,179,358.45
Changes in fair value of trading financial instruments and derivative financial instruments	15,237,380.66	2,285,607.10	49,347,430.82	10,013,897.63
Deferred income	447,555,802.14	67,877,814.75	386,404,952.54	58,738,520.64
Lease liabilities	18,953,973.37	2,843,096.01	37,729,036.17	5,659,355.43
Provisions	44,542,210.85	6,681,331.63	43,782,604.66	6,567,390.70
Total	10,139,267,551.27	1,829,699,360.80	10,743,613,063.19	1,923,035,807.78

(2) Deferred income tax liabilities before offset

Unit: RMB

Item	Ending balance		Beginning balance	
	Taxable temporary difference	Deferred income tax liabilities	Taxable temporary difference	Deferred income tax liabilities
One-time pre-tax deduction of long-term assets	8,779,807,630.19	1,316,971,144.52	9,209,739,455.74	1,381,460,918.36
Borrowing costs capitalized in the construction of long-term assets by subsidiaries using borrowings contributed by the parent company as paid-in capital, as reflected in the consolidated financial statements	1,970,328,832.04	317,372,690.09	1,962,158,305.99	309,663,627.22
Changes in fair value of trading financial instruments and derivative financial instruments	165,701,857.90	26,828,646.10	273,896,236.86	43,092,081.30
Right-of-use assets	12,401,852.24	1,860,277.84	24,803,704.50	3,720,555.68
Government subsidies	409,020,000.00	102,255,000.00	409,020,000.00	102,255,000.00
Asset retirement costs for fixed assets	28,615,507.97	4,292,326.20	31,795,008.79	4,769,251.32
Total	11,365,875,680.34	1,769,580,084.75	11,911,412,711.88	1,844,961,433.88

(3) Deferred income tax assets or liabilities presented as net amount after offset

Unit: RMB

Item	Ending offset amount of deferred income tax assets and liabilities	Ending balance of deferred income tax assets and liabilities after offset	Beginning offset amount of deferred income tax assets and liabilities	Beginning balance of deferred income tax assets and liabilities after offset
Deferred income tax assets	230,435,080.96	1,599,264,279.84	220,727,340.51	1,702,308,467.27
Deferred income tax liabilities	230,435,080.96	1,539,145,003.79	220,727,340.51	1,624,234,093.37

(4) Details of unrecognized deferred income tax assets

Unit: RMB

Item	Ending balance	Beginning balance
Tax losses available for deduction	2,359,504,468.94	2,522,179,464.04
Changes in fair value of trading financial instruments and derivative financial instruments	227,273,133.24	205,609,926.17

Deferred income	5,797,478.48	6,301,607.06
Provisions for asset impairment	12,833,282.46	2,236,985.97
Lease liabilities	48,034,264.51	2,623,049.76
Total	2,653,442,627.63	2,738,951,033.00

(5) The tax losses available for deduction of unrecognized deferred income tax assets will expire in the following year

Unit: RMB

Year	Ending amount	Beginning amount	Note
2026	212,805,780.08	614,211,325.04	
2027	1,091,975,511.22	1,092,058,167.72	
2028	790,944,776.50	100,185,870.06	
2029	172,783,801.19	173,281,724.51	
2030	90,994,599.95	542,442,376.71	
Total	2,359,504,468.94	2,522,179,464.04	

17. Other non-current assets

Unit: RMB

Item	Ending balance			Beginning balance		
	Book balance	Provision for impairment	Book value	Book balance	Provision for impairment	Book value
Prepayment for purchase of long-term assets	3,730,795,532.12		3,730,795,532.12	3,478,664,190.30		3,478,664,190.30
Total	3,730,795,532.12		3,730,795,532.12	3,478,664,190.30		3,478,664,190.30

18. Assets with ownership or use rights restricted

Unit: RMB

Item	Period end				Period beginning			
	Book balance	Book value	Restriction type	Restriction situation	Book balance	Book value	Restriction type	Restriction situation
Monetary fund	568,401,314.82	568,401,314.82	Restricted	Deposits for letters of credit, bank acceptance bills, guarantees and borrowings, and cash in transit	630,671,605.40	630,671,605.40	Restricted	Deposits for letters of credit, bank acceptance bills, guarantees, borrowings and ETC services, and funds subject to assisted

								enforcement
Fixed assets	294,528,079,475.45	222,981,902,364.41	Mortgage	Collateral for borrowings and letters of credit	294,762,945,671.06	232,480,405,403.84	Mortgage	Collateral for borrowings and letters of credit
Intangible assets	6,136,663,519.99	5,338,563,767.58	Mortgage	Collateral for borrowings and letters of credit	6,136,663,087.37	5,436,131,065.75	Mortgage	Collateral for borrowings and letters of credit
Construction in progress	16,583,927,518.98	16,583,927,518.98	Mortgage	Collateral for borrowings and letters of credit	14,296,159,065.39	14,296,159,065.39	Mortgage	Collateral for borrowings and letters of credit
Total	317,817,071,829.24	245,472,794,965.79			315,826,439,429.22	252,843,367,140.38		

19. Short-term borrowings

Unit: RMB

Item	Ending balance	Beginning balance
Mortgage borrowings	50,037,534.44	
Guaranteed borrowings	51,162,169,841.60	47,763,339,280.37
Unsecured borrowings	1,977,898,567.21	2,433,317,607.22
Total	53,190,105,943.25	50,196,656,887.59

20. Derivative financial liabilities

Unit: RMB

Item	Ending balance	Beginning balance
Paper Futures Contracts	242,510,513.90	244,350,092.55
Foreign Exchange Derivatives		10,607,264.44
Total	242,510,513.90	254,957,356.99

21. Notes payable

Unit: RMB

Category	Ending balance	Beginning balance
Bank acceptance bills	1,633,752,998.56	1,823,730,094.93
Total	1,633,752,998.56	1,823,730,094.93

22. Accounts payable

Unit: RMB

Item	Ending balance	Beginning balance

Payable for material procurement and operation	49,484,965,772.11	50,890,431,082.24
Payable for purchase of long-term assets	5,537,348,547.77	8,068,097,593.71
Total	55,022,314,319.88	58,958,528,675.95

23. Other payables

Unit: RMB

Item	Ending balance	Beginning balance
Dividends payable	754,030,000.00	
Other payables	10,979,155,071.34	8,699,387,532.24
Total	11,733,185,071.34	8,699,387,532.24

(1) Dividends Payable

Unit: RMB

Item	Ending balance	Beginning balance
Dividends of ordinary shares	754,030,000.00	
Total	754,030,000.00	

(2) Other Payables

1) Other payables listed by the nature of payment

Unit: RMB

Item	Ending balance	Beginning balance
Current accounts	9,214,696,647.31	7,418,563,934.03
Deposit and security	1,023,308,991.43	995,066,265.07
Settled but unpaid operating expenses	240,079,502.39	267,785,214.09
Fund of Employee Stock Ownership Plan	413,040,000.00	
Other	88,029,930.21	17,972,119.05
Total	10,979,155,071.34	8,699,387,532.24

There were no significant other payables with an aging of more than one year at the end of the period.

24. Contract liabilities

Unit: RMB

Item	Ending balance	Beginning balance
Payments for goods	2,755,473,814.03	4,083,450,306.60
Total	2,755,473,814.03	4,083,450,306.60

There were no significant contract liabilities aged over one year at the end of the period.

25. Employee compensation payable

(1) Presentation of employee compensation

Unit: RMB

Item	Beginning balance	Increase in the current period	Decrease in the current period	Ending balance
I. Short-term compensation	1,039,538,622.97	1,892,080,338.23	2,285,652,728.63	645,966,232.57
II. Post-employment benefits - defined contribution plan	86,276,341.91	107,185,373.36	98,296,567.40	95,165,147.87
III. Termination benefits		759,338.55	759,338.55	
Total	1,125,814,964.88	2,000,025,050.14	2,384,708,634.58	741,131,380.44

(2) Short-term remuneration

Unit: RMB

Item	Beginning balance	Increase in the current period	Decrease in the current period	Ending balance
1. Wage, bonus, allowance and subsidy	1,024,175,031.56	1,780,547,453.43	2,175,892,355.56	628,830,129.43
2. Employee welfare expenses		14,216,663.58	14,065,839.67	150,823.91
3. Social insurance premium	13,973,215.17	60,774,006.91	59,590,023.06	15,157,199.02
Including: Medical insurance premium	7,792,655.78	54,678,060.57	54,155,023.03	8,315,693.32
Work-related injury insurance premium	6,180,559.39	5,792,091.38	5,131,145.07	6,841,505.70
Maternity insurance premium		303,854.96	303,854.96	
4. Housing provident fund	301,845.50	24,444,779.05	24,415,435.05	331,189.50
5. Labor union and personnel education expenses	1,088,530.74	12,097,435.26	11,689,075.29	1,496,890.71
Total	1,039,538,622.97	1,892,080,338.23	2,285,652,728.63	645,966,232.57

(3) Presentation of defined contribution plan

Unit: RMB

Item	Beginning balance	Increase in the current period	Decrease in the current period	Ending balance
1. Basic endowment insurance	83,652,964.13	103,943,288.41	95,323,846.71	92,272,405.83
2. Unemployment insurance premium	2,623,377.78	3,242,084.95	2,972,720.69	2,892,742.04

Total	86,276,341.91	107,185,373.36	98,296,567.40	95,165,147.87

26. Taxes payable

Unit: RMB

Item	Ending balance	Beginning balance
Value-added tax	167,365,725.98	443,795,758.28
Consumption tax	105,001,948.79	1,573,882,352.93
Enterprise income tax	521,174,616.38	69,159,122.59
Individual income tax	7,238,573.16	14,067,513.97
Urban maintenance and construction tax	12,372,847.30	126,276,135.66
Land use tax	66,463,686.28	120,812,522.26
Renewable energy development fund	29,059,130.14	68,624,617.30
Stamp duty	41,892,643.94	54,838,753.97
Education surcharge	4,258,127.44	52,441,911.63
Property tax	23,342,506.35	37,468,119.44
Local education surcharge	2,840,051.61	34,962,574.35
Deed tax	12,196,548.00	30,862,764.00
Special fund for water conservancy construction	6,176,976.94	14,818,413.21
Environmental protection tax	3,259,286.68	3,140,039.05
Resource tax	15,355.80	16,990.20
Total	1,002,658,024.79	2,645,167,588.84

27. Non-current liabilities due within one year

Unit: RMB

Item	Ending balance	Beginning balance
Long-term borrowings due within one year	37,075,751,233.13	35,425,986,183.65
Lease liabilities due within one year	24,736,242.62	40,352,085.93
Total	37,100,487,475.75	35,466,338,269.58

28. Other current liabilities

Unit: RMB

Item	Ending balance	Beginning balance
Output tax to be transferred	301,250,350.66	513,369,770.13
Silver leased in	3,025,286,351.47	1,353,959,243.79
Total	3,326,536,702.13	1,867,329,013.92

29. Long-term borrowings

Unit: RMB

Item	Ending balance	Beginning balance
Guaranteed borrowings	44,595,728,293.82	32,766,114,434.02
Unsecured borrowings	1,923,985,086.79	1,085,305,275.56
Pledged and Guaranteed Loans	917,504,893.97	447,201,294.11
Mortgage and Guaranteed Loans	82,091,407,246.32	88,160,580,304.01
Total	129,528,625,520.90	122,459,201,307.70

[Note] The long-term borrowings of the Company and its subsidiaries include multiple bank borrowings with financial covenants. As of June 30, 2026, the carrying amount of such borrowings was RMB 88,294,361,900. The borrowing agreements require the Company and its subsidiaries to comply with certain covenants during the borrowing period, including but not limited to the debt-to-asset ratio, current ratio, and interest coverage ratio. In the event of non-compliance with such covenants, these borrowings will become repayable on demand by the lending banks. The Company and its subsidiaries expect to be in compliance with the aforementioned covenants.

30. Lease liabilities

Unit: RMB

Item	Ending balance	Beginning balance
Lease payments	41,589,570.13	
Unrecognized finance charges	662,425.13	
Total	42,251,995.26	

31. Provisions

Unit: RMB

Item	Beginning balance	Increase in the current period	Reason
Provision for fixed asset abandonment	44,542,210.85	43,782,604.66	Estimated decommissioning costs for hazardous waste landfills
Total	44,542,210.85	43,782,604.66	

32. Deferred income

Unit: RMB

Item	Beginning balance	Increase in the current period	Decrease in the current period	Ending balance	Reasons for incurrence
Government subsidies	392,706,559.60	78,785,800.00	18,139,078.98	453,353,280.62	Related to assets
Total	392,706,559.60	78,785,800.00	18,139,078.98	453,353,280.62	

33. Share capital

Unit: RMB

	Beginning balance	Increase and decrease of this change (+, -)					Ending balance
		New issue of shares	Issue of bonus shares	Conversion of provident fund into shares	Other	Subtotal	
Total number of shares	9,989,442,254.00						9,989,442,254.00

34. Capital reserve

Unit: RMB

Item	Beginning balance	Increase in the current period	Decrease in the current period	Ending balance
Capital premium (share premium)	8,917,604,948.20			8,917,604,948.20
Other capital reserves	40,582,009.19	63,252.97		40,645,262.16
Total	8,958,186,957.39	63,252.97		8,958,250,210.36

Other notes, including notes to increase and decrease in the current period and its reasons:

Due to other changes in the owners' equity of the associate other than net profit or loss, other comprehensive income, and profit distribution, the Company's entitled share calculated based on its shareholding ratio, amounting to RMB 63,252.97, was recognized in the capital reserve (other capital reserve).

35. Treasury stock

Unit: RMB

Item	Beginning balance	Increase in the current period	Decrease in the current period	Ending balance
Repurchase of public shares	4,988,804,885.93			4,988,804,885.93
Total	4,988,804,885.93			4,988,804,885.93

36. Other comprehensive income

Unit: RMB

Item	Beginning balance	The amount incurred in the current period						Ending balance
		Amount incurred before current income tax	Less: amount included in other comprehensive income previously and then transferred into current profit or loss	Less: Amount included in other comprehensive income previously and then transferred into current	Less: Income tax expenses	Attributable to the parent company after tax	Attributable to the minority shareholders after tax	

				retained earnings				
I. Other comprehensive income that cannot be reclassified into profit or loss								
II. Other comprehensive income to be reclassified into profit or loss	86,668,890.53	-148,091,369.68				-130,884,009.42	-17,207,360.26	-44,215,118.89
Including: other comprehensive income convertible into profit or loss by the equity method	119,611,570.98	-10,875,443.62				-2,818,582.89	-8,056,860.73	116,792,988.09
Translation difference of financial statements in foreign currency	-32,942,680.45	-137,215,926.06				-128,065,426.53	-9,150,499.53	-161,008,106.98
Total other comprehensive income	86,668,890.53	-148,091,369.68				-130,884,009.42	-17,207,360.26	-44,215,118.89

37. Special reserves

Unit: RMB

Item	Beginning balance	Increase in the current period	Decrease in the current period	Ending balance
Work safety expenses	55,804,605.92	182,969,740.61	145,571,866.37	93,202,480.16
Total	55,804,605.92	182,969,740.61	145,571,866.37	93,202,480.16

Other notes, including notes to increase and decrease in the current period and its reasons:

The increase and decrease of special reserve in this period are the safety production expenses accrued and used by subsidiaries Yisheng Dahua Petrochemical Co., Ltd., Ningbo Zhongjin Petrochemical Co., Ltd., Zhejiang Yisheng New Material Co., Ltd., Zhejiang Petroleum & Chemical Co., Ltd. and ZPC Zheyou Technology Co., Ltd.

38. Surplus reserves

Unit: RMB

Item	Beginning balance	Increase in the current period	Decrease in the current period	Ending balance
Statutory surplus reserve	1,270,743,066.03			1,270,743,066.03

Total	1,270,743,066.03			1,270,743,066.03

39. Retained earnings

Unit: RMB

Item	Current period	Prior period
Adjusted beginning balance of retained earnings	28,221,482,065.98	28,330,397,005.41
Add: Net profit attributable to the owner of the parent company in the current period	5,110,652,552.96	848,314,274.77
Common stock dividends payable	957,229,214.20	957,229,214.20
Retained earnings at the end of the period	32,374,905,404.74	28,221,482,065.98

40. Operating revenue and operating costs

(1) Details

Unit: RMB

Item	The amount incurred in the current period		Amount incurred in the previous period	
	Revenue	Cost	Revenue	Cost
Primary business	128,971,604,750.20	109,339,330,683.29	148,009,181,013.17	128,437,128,123.01
Other businesses	435,108,856.58	332,198,974.34	620,169,922.33	441,831,814.58
Total	129,406,713,606.78	109,671,529,657.63	148,629,350,935.50	128,878,959,937.59
Of which: Revenue from Contracts with Customers	129,398,286,172.05	109,668,933,736.39	148,625,506,295.70	128,876,591,060.58

(2) Breakdown of revenues

1) Breakdown of revenue generated by contracts with customers by goods or service categories

Unit: RMB

Item	Amount in the current period		Amount in the previous period	
	Revenue	Cost	Revenue	Cost
Oil refining	20,803,255,178.70	13,544,397,362.99	52,406,252,637.61	40,569,244,124.05
Chemicals	71,267,307,481.23	60,670,381,107.02	60,742,136,938.65	53,407,151,495.43
PTA	14,011,379,216.13	13,962,271,439.42	15,754,125,991.87	15,707,088,918.89
Polyester products, chemical fibers and films	13,289,684,977.32	12,389,188,913.52	11,125,503,900.41	10,959,123,038.16
Trade and others	10,026,659,318.67	9,102,694,913.44	8,597,486,827.16	8,233,983,484.05
Subtotal	129,398,286,172.05	109,668,933,736.39	148,625,506,295.70	128,876,591,060.58

2) Revenue from Contracts with Customers Disaggregated by Timing of Transfer of Goods or Services

Unit: RMB

Item	Amount in the current period	Amount in the previous period
Revenue recognized at a certain point of time	129,398,286,172.05	148,625,506,295.70
Subtotal	129,398,286,172.05	148,625,506,295.70

3) Information related to performance obligations

Item	Timing of satisfying performance obligations	Significant payment terms	Nature of the goods promised to be transferred by the Company	Whether acting as a principal	Amounts expected to be refunded to customers by the Company	Types of warranties provided by the Company and related obligations
Sale of goods	Upon delivery of goods	Advances received; the credit period for accounts receivable is generally 30 to 90 days after product delivery.	Products meeting national standards	Yes	None	Assurance-type warranty

41. Taxes and surcharges

Unit: RMB

Item	The amount incurred in the current period	Amount incurred in the previous period
Consumption tax	3,296,952,404.63	11,175,699,023.28
Urban maintenance and construction tax	231,221,627.39	782,709,884.37
Education surcharge	102,144,743.03	337,116,153.80
Property tax	25,275,622.30	23,445,599.03
Land use tax	62,590,348.09	58,116,054.62
Vehicle and vessel tax	43,503.22	43,838.21
Stamp duty	89,386,359.93	113,549,108.55
Local education surcharge	68,096,495.33	224,744,102.49
Environmental protection tax	7,447,629.31	6,381,089.55
Renewable energy development fund	29,059,130.14	21,651,334.53
Water conservancy construction fund	6,176,976.94	4,675,267.19
Total	3,918,394,840.31	12,748,131,455.62

42. Administrative expenses

Unit: RMB

Item	The amount incurred in the current period	Amount incurred in the previous period
Employee compensation	227,310,866.40	191,387,950.72
Office expenses	38,014,613.26	41,443,666.62
Depreciation and amortization expense	130,988,542.34	133,685,404.20
Insurance premium	58,600,225.66	56,591,532.93
Business entertainment expenses	5,655,336.16	9,292,968.52
Other	29,329,330.87	34,420,354.02
Total	489,898,914.69	466,821,877.01

43. Selling expenses

Unit: RMB

Item	The amount incurred in the current period	Amount incurred in the previous period
Employee compensation	59,821,843.65	57,339,546.73
Sales business expenses	2,991,191.80	2,095,862.18
Other	23,859,877.18	24,857,935.25
Total	86,672,912.63	84,293,344.16

44. R&D expenses

Unit: RMB

Item	The amount incurred in the current period	Amount incurred in the previous period
Direct expenditures	1,587,472,324.32	1,705,509,902.92
Depreciation and amortization	484,114,845.91	347,075,587.62
Employee compensation	166,139,146.45	275,138,926.71
Equipment commissioning fee	3,332,751.71	6,088,072.49
Others	1,483,306.20	35,279,205.42
Total	2,242,542,374.59	2,369,091,695.16

45. Financial expenses

Unit: RMB

Item	The amount incurred in the current period	Amount incurred in the previous period
Interest expense	3,190,639,179.06	3,280,153,933.32
Interest income	-135,999,098.06	-222,591,881.34
Exchange gain or loss	-126,066,415.03	1,363,537.16

Other	103,138,549.72	151,030,675.77
Total	3,031,712,215.69	3,209,956,264.91

46. Other income

Unit: RMB

Sources of other income	The amount incurred in the current period	Amount incurred in the previous period
Government grants related to assets	18,139,078.98	13,637,139.38
Government grants related to income	13,985,643.04	401,568,707.90
Return of fees for withheld individual income tax	4,447,858.20	4,155,049.74
Additional VAT credits and exemptions	762,840,634.64	644,538,133.02
Other	1,402,325.20	938,426.37
Total	800,815,540.06	1,064,837,456.41

47. Gains on changes in fair value

Unit: RMB

Sources of income from changes in fair value	The amount incurred in the current period	Amount incurred in the previous period
Trading financial liabilities		-243,925,361.38
Derivative financial assets	-49,884,736.65	37,473,544.84
Derivative financial liabilities	-242,510,513.90	-93,269,592.68
Total	-292,395,250.55	-299,721,409.22

48. Investment income

Unit: RMB

Item	The amount incurred in the current period	Amount incurred in the previous period
Long-term equity investment income calculated by equity method	446,204,831.98	190,297,833.77
Financing discount loss of receivables	-16,978,566.36	-3,056,076.31
Interest income from related party lending	153,396.22	176,094.32
Investment income from disposal of financial assets	-67,008,150.12	96,628,799.97
Investment income from wealth management products	143,013.70	
Total	362,514,525.42	284,046,651.75

49. Credit impairment loss

Unit: RMB

Item	The amount incurred in the current period	Amount incurred in the previous period
Bad debt losses	18,584,617.97	87,104,774.79
Total	18,584,617.97	87,104,774.79

50. Asset impairment loss

Unit: RMB

Item	The amount incurred in the current period	Amount incurred in the previous period
Loss on inventory write-down	-1,070,657.02	-152,150,594.56
Total	-1,070,657.02	-152,150,594.56

51. Income from asset disposal

Unit: RMB

Sources of asset disposal income	The amount incurred in the current period	Amount incurred in the previous period
Income from disposal of fixed assets	7,357,324.96	-64,124.27

52. Non-operating income

Unit: RMB

Item	The amount incurred in the current period	Amount incurred in the previous period	Amount included in non-recurring profit or loss of the current period
Liquidated damages and income from compensation	4,238,296.24	3,232,472.57	4,238,296.24
Others	221,559.31	666,376.43	221,559.31
Total	4,459,855.55	3,898,849.00	4,459,855.55

53. Non-operating expenses

Unit: RMB

Item	The amount incurred in the current period	Amount incurred in the previous period	Amount included in non-recurring profit or loss of the current period
External donations	4,500,000.00	4,000,000.00	4,500,000.00
Loss on damage and scrapping of non-current assets	1,625,694.77	2,486,853.31	1,625,694.77
Compensation payments, fines and late-payment surcharges	334,938.70	8,747,499.44	334,938.70
Other	35,559.37	242,290.81	35,559.37
Total	6,496,192.84	15,476,643.56	6,496,192.84

54. Income tax expenses

(1) Presentation of income tax expenses

Unit: RMB

Item	The amount incurred in the current period	Amount incurred in the previous period
Income tax expenses in the current period	1,581,955,235.70	142,723,502.07
Deferred income tax expenses	17,955,097.85	35,594,286.30
Total	1,599,910,333.55	178,317,788.37

(2) Adjustment of accounting profit and income tax expense

Unit: RMB

Item	The amount incurred in the current period
Profit before tax	10,859,732,454.79
Income tax expense calculated at the statutory/applicable tax rate	2,714,933,113.70
Impact of different tax rates applied on subsidiaries	-993,823,659.48
Effect of adjustments to income tax in respect of prior periods	213,364.85
Influence of non-taxable income	-45,715,406.32
Impact of non-deductible costs, expenses and losses	47,363,676.55
Impact of using tax losses available for deduction on deferred income tax assets unrecognized in prior periods	-912,665.94
Impact of temporary deductible difference or tax losses available for deduction on deferred income tax assets unrecognized in the current period	39,183,470.33
Impact of R&D cost plus deduction	-161,331,560.14
Income tax expenses	1,599,910,333.55

55. Other comprehensive income

Refer to Note in V (I) 36 for details.

56. Cash flow statement items

(1) Cash related to operating activities

Other cash received related to operating activities

Unit: RMB

Item	The amount incurred in the current period	Amount incurred in the previous period
Recovery of deposits for bills, letters of credit, etc.	465,251,966.61	946,130,946.82
Temporary borrowings received from Zhejiang Rongsheng Holding Group Co., Ltd.	1,699,842,249.70	

Interest income received on bank deposits	136,748,474.61	222,591,881.35
Recovery of operating deposits and security deposits	228,196,586.49	500,536,662.41
Government grants received	583,604,269.26	1,168,356,849.18
Other	107,726,319.22	77,479,188.12
Total	3,221,369,865.89	2,915,095,527.88

Other cash paid related to operating activities

Unit: RMB

Item	The amount incurred in the current period	Amount incurred in the previous period
Payment of bills, letters of credit and other deposits	250,769,186.73	718,529,832.90
Repayment of temporary borrowings to Zhejiang Rongsheng Holding Group Co., Ltd.	1,699,842,249.70	
Cash disbursements from administrative expenses, R&D expenses and sales expenses	211,066,789.21	324,385,018.05
Payment of bank charges	101,694,937.93	140,468,419.35
Payment of operating deposit and security deposit	131,188,904.95	152,596,821.33
Other	331,837,377.23	215,285,078.15
Total	2,726,399,445.75	1,551,265,169.78

(2) Cash related to investing activities

Other cash received related to investing activities

Unit: RMB

Item	The amount incurred in the current period	Amount incurred in the previous period
Recovery of bills, letters of credit and other deposits	13,287,510.70	20,810,762.77
Deposits received for construction projects and project bidding or auctions	21,968,125.00	12,466,400.00
Interest received on temporary loans to ZPC-ENN (Zhoushan) Gas Co., Ltd.	162,600.00	186,660.00
Total	35,418,235.70	33,463,822.77

Other cash paid related to investing activities

Unit: RMB

Item	The amount incurred in the current period	Amount incurred in the previous period
Payment of deposits related to construction and project bidding or auctions	14,590,050.00	17,692,600.00

Payment of deposits for bills, letters of credit, etc.		19,592,872.76
Total	14,590,050.00	37,285,472.76

(3) Cash related to financing activities

Other cash received related to financing activities

Unit: RMB

Item	The amount incurred in the current period	Amount incurred in the previous period
Temporary borrowings received from Zhejiang Rongsheng Holding Group Co., Ltd.	4,670,000,000.00	3,030,000,000.00
Recovery leased silver deposit		949,022,591.65
Recovery of borrowing deposit	142,500,000.00	132,500,000.00
Proceeds received from discounted but not yet due letters of credit and bills	585,873,542.99	8,317,753,820.39
Funds received under the employee stock ownership plan	413,040,000.00	
Total	5,811,413,542.99	12,429,276,412.04

Other cash paid related to financing activities

Unit: RMB

Item	The amount incurred in the current period	Amount incurred in the previous period
Repayment of temporary borrowings to Zhejiang Rongsheng Holding Group Co., Ltd.	2,934,428,550.61	793,685,359.55
Payment of financing fees	987,029.85	6,495,620.57
Payments for right-of-use assets	24,545,564.88	15,826,686.80
Payment of borrowing deposits	250,000,000.00	
Payment of silver lease deposits		276,441,966.24
Total	3,209,961,145.34	1,092,449,633.16

Changes in liabilities arising from financing activities

☑ Applicable □ Not applicable

Unit: RMB 10,000

Item	Opening Balance	Increase – Cash Changes	Increase – Non-cash Changes	Decrease – Cash Changes	Decrease – Non-cash Changes	Closing Balance
Bank borrowings	20,808,184.44	8,182,873.08	404,199.69	7,415,808.94		21,979,448.27
Other payables – temporary borrowings from Zhejiang Rongsheng	741,856.39	467,000.00	6,056.13	293,442.86		921,469.66

Holding Group Co., Ltd.						
Other payables – dividends payable			171,125.92	95,722.92		75,403.00
Lease liabilities (including lease liabilities due within one year)	4,035.21		5,118.17	2,454.56		6,698.82
Total	21,554,076.04	8,649,873.08	586,499.91	7,807,429.28		22,983,019.75

57. Supplementary information on cash flow statement

(1) Supplementary information of Cash Flow Statement

Unit: RMB

Supplementary information	Current amount	Amount of prior period
1. Converting net profit into cash flow from operating activities:		
Net profit	9,259,822,121.24	1,666,253,533.02
Add: Provisions for asset impairment	1,070,657.02	152,150,594.56
Credit impairment losses	-18,584,617.97	-87,104,774.79
Depreciation of fixed assets and right-of-use assets / depletion of oil and gas assets, and depreciation of productive biological assets	10,700,311,139.98	8,315,750,503.06
Amortization of intangible assets	90,683,840.09	98,211,783.04
Amortization of long-term deferred expenses	44,174.98	
Loss on disposal of fixed assets, intangible assets and other long-term assets (gains are indicated by “-”)	-7,357,324.96	64,124.27
Loss on retirement of fixed assets (gains are indicated by “-”)	1,625,694.77	2,486,853.31
Loss from changes in fair value (gains are indicated by “-”)	292,395,250.55	299,721,409.22
Finance costs (gains are indicated by “-”)	3,065,644,080.75	3,200,618,546.85
Investment losses (gains are indicated by “-”)	-362,514,525.42	-284,046,651.75
Decrease in deferred tax assets (increases are indicated by “-”)	103,044,187.43	-103,479,148.73
Increase in deferred tax liabilities (decreases are indicated by “-”)	-85,089,089.58	139,073,435.03
Decrease in inventories (increases are indicated by “-”)	1,545,375,962.05	-5,047,811.25

Decrease in operating receivables (increases are indicated by "-")	-399,086,624.68	-1,269,368,564.74
Increase in operating payables (decreases are indicated by "-")	-3,007,338,236.68	-4,604,242,244.15
Other	74,030,864.08	65,583,666.73
Net cash flow from operating activities	21,254,077,553.64	7,586,625,253.68
2. Significant investment and financing activities not involving cash receipts and payments:		
Conversion of debt into capital		
Convertible corporate bonds maturing within one year		
Fixed assets acquired under finance leases		
3. Net change in cash and cash equivalents:		
Ending balance of cash	23,166,235,138.67	14,021,968,092.19
Less: Beginning balance of cash	12,868,997,873.44	12,943,832,335.45
Add: Ending balance of cash equivalents		
Less: Beginning balance of cash equivalents		
Net increase in cash and cash equivalents	10,297,237,265.23	1,078,135,756.74

(2) Composition of cash and cash equivalents

Unit: RMB

Item	Ending balance	Beginning balance
I. Cash	23,166,235,138.67	12,868,997,873.44
Including: cash on hand	1,413,280.19	1,356,245.56
Bank deposits available for payment at any time	22,093,340,239.81	12,149,371,258.16
Other monetary funds available on demand	1,023,481,618.67	718,270,369.72
II. Cash equivalents		
III. Ending balance of cash and cash equivalents	23,166,235,138.67	12,868,997,873.44

(3) Monetary funds that are not cash and cash equivalents

Unit: RMB

Item	Amount at end of the period	Amount at beginning of the period	Reasons for not cash and cash equivalents
Bank acceptance bill deposit	79,929,216.35	273,168,500.57	These are all deposits for related businesses and are subject to restrictions on use.
L/C deposit	189,001,785.76	214,053,200.39	
Security deposits for borrowings	250,000,000.00	132,500,000.00	

Guarantee deposit	1,470,312.71	1,470,312.71	
ETC deposit		15,000.00	ETC funds
Bank deposit		9,464,591.73	Funds subject to assisted enforcement
Bank deposit	48,000,000.00		Funds in transit
Total	568,401,314.82	630,671,605.40	

58. Foreign currency monetary items

(1) Monetary items in foreign currency

Unit: RMB

Item	Ending balance in foreign currencies	Conversion exchange rate	Ending balance in RMB
Monetary fund			7,151,315,585.73
Including: USD	1,042,708,659.95	6.8109	7,101,784,412.05
EUR	4,738,092.62	7.7671	36,801,239.16
HKD	395,712.36	0.8686	343,695.97
SGD	2,354,569.76	5.2605	12,386,214.20
GBP	2.70	9.0145	24.34
Accounts receivable			696,645,773.98
Including: USD	102,283,952.78	6.8109	696,645,773.98
Long-term borrowings			298,220,980.00
Including: EUR	38,395,408.84	7.7671	298,220,980.00
Other receivables			353,847,681.78
Including: USD	51,576,630.58	6.8109	351,283,273.22
SGD	487,483.81	5.2605	2,564,408.56
Other payables			193,833,084.62
Including: USD	28,443,033.74	6.8109	193,722,658.48
SGD	20,991.57	5.2605	110,426.14
Accounts payable			4,726,795,746.37
Including: USD	686,592,833.30	6.8109	4,676,315,128.32
EUR	5,712,371.63	7.7671	44,368,561.69
GBP	678,025.00	9.0145	6,112,056.36
Non-current liabilities due within one year			53,257,865.75
Including: SGD	675,671.32	5.2605	3,554,368.98
EUR	6,399,234.82	7.7671	49,703,496.77

(2) Description of the overseas operating entity, including important overseas operating entity, shall disclose its main overseas business place, functional currency and the basis for selection, and shall also disclose reasons in the case of changes in functional currency.

☑Applicable □ Not applicable

Company name	Place of registration	Functional currency	Selection basis
Hong Kong Shenghui Co., Ltd.	Hong Kong, China	USD	General settlement currency for company operation
Hong Kong Yisheng Dahua Petrochemical Co., Ltd.	Hong Kong, China		
Yisheng New Materials Trading Co., Ltd.	Hong Kong, China		
Rongsheng Petrochemical (Hong Kong) Co., Ltd.	Hong Kong, China		
Rongsheng Petrochemical (Singapore) Pte. Ltd.	Singapore		
Zhejiang Petroleum & Chemical (Singapore) Pte. Ltd.	Singapore		
Rongtong Logistics (Singapore) Pte. Ltd.	Singapore		

59. Lease

(1) The Company as the lessee

☑Applicable □ Not applicable

Variable lease payments not included in the measurement of lease liabilities

□ Applicable ☑ Not applicable

Simplified treatment of short-term leases or rental expenses of low-value assets

☑Applicable □ Not applicable

1) Please refer to Note VII. 13 of these financial statements for information about the right-of-use assets.

2) Accounting policies of short-term leases and low-value asset leases of the Company are detailed in note V. 30 of these financial statements. The amounts of short-term lease expense and low-value asset lease expense included in the current profit or loss are as follows:

Unit: RMB

Item	Amount in the current period	Amount in the previous period
Short-term lease expense	12,706,520.62	14,257,090.92
Total	12,706,520.62	14,257,090.92

3) Current profit or loss and cash flow related to leasing

Unit: RMB

Item	Amount in the current period	Amount in the previous period
Interest expense on lease liabilities	463,178.64	3,863,755.25
Total cash outflow related to leasing	34,376,692.16	15,936,527.01

4) The maturity analysis of lease liabilities and the corresponding liquidity risk management are detailed in Note XII. 1. (2) of these financial statements.

(2) The Company as the lessor

Operating lease as lessor

☑Applicable □ Not applicable

1) Leasing revenue

Unit: RMB

Item	Amount in the current period	Amount in the previous period
Leasing revenue	9,030,760.39	3,844,639.80
Total	9,030,760.39	3,844,639.80

2) Operating leasing assets

Unit: RMB

Item	Amount at the end of the period	Amount at the beginning of the period
Intangible Assets	38,280,713.01	38,962,413.71
Investment Properties	9,716,959.60	9,852,682.60
Subtotal	47,997,672.61	48,815,096.31

Financial lease as lessor

□ Applicable ☑ Not applicable

Undiscounted lease receipts for each of the next five years

☑Applicable □ Not applicable

Unit: RMB

Item	Undiscounted annual lease receivables	
	Ending amount	Beginning amount
Year 1	2,137,089.00	2,137,089.00
Year 2	2,137,089.00	2,137,089.00
Year 3	2,137,089.00	2,137,089.00
Year 4	2,154,898.00	2,137,089.00
Year 5	2,208,325.00	2,172,707.00
Total amount of undiscounted lease receipts after five years	7,853,800.50	8,975,772.00

(3) Recognition of the profit and loss of financial leasing sales as a manufacturer or distributor

□ Applicable ☑ Not applicable

60. Others

Supplier financing arrangements

(1) Terms and conditions of supplier financing arrangements

Unit: RMB

Bank	Loan amount	Borrowing date	Payment due date	Guarantor

China Construction Bank Corporation, Xiaoshan Sub-branch	345,000,000.00	2026.01.12-2026.02.09	2026.12.15-2026.12.21	Zhejiang Rongsheng Holding Group Co., Ltd.
China Minsheng Bank Corp., Ltd., Ningbo Haishu Sub-branch	1,192,268.88	2026.01.26	2027.01.21	Zhejiang Rongsheng Holding Group Co., Ltd.
Bank of China Limited, Zhejiang Branch	20,000,000.00	2026.03.18-2026.03.19	2027.03.16	Zhejiang Rongsheng Holding Group Co., Ltd.
Agricultural Bank of China Limited, Ningbo Xiepu Sub-branch	150,000,000.00	2026.02.09	2027.02.02	Zhejiang Rongsheng Holding Group Co., Ltd.

(2) Liability details related to supplier financing arrangements

1) Book value of related liabilities

Unit: RMB

Item	Amount by the end of the period	Amount at the beginning of the period
Short-term borrowings	516,192,268.88	219,897,401.20
Including: Amounts already received by suppliers	516,192,268.88	219,897,401.20
Subtotal	516,192,268.88	219,897,401.20

2) Payment due date ranges for related liabilities

Unit: RMB

Item	Due date range of payment at the end of the period	Due date range of payment at the beginning of the period
Liabilities classified under financing arrangements	2026.12.15-2027.03.16	2026.01.13-2026.06.03

3) Non-cash changes in related liabilities

Unit: RMB

Non-cash change type	Amount in the current period	Amount in the previous period
Reclassification from accounts payable to short-term borrowings	516,192,268.88	219,897,401.20

VIII. R&D expenditure

Unit: RMB

Item	The amount incurred in the current period	Amount incurred in the previous period
Direct expenditures	1,587,472,324.32	1,705,509,902.92
Depreciation and amortization	484,114,845.91	347,075,587.62
Employee compensation	166,139,146.45	275,138,926.71
Equipment commissioning expenses	3,332,751.71	6,088,072.49
Others	1,483,306.20	35,279,205.42
Total	2,242,542,374.59	2,369,091,695.16

Including: expensed R&D expenditure	2,242,542,374.59	2,369,091,695.16

IX. Changes in the Scope of Consolidation

1. Changes in consolidation scope for other reasons

Decrease in consolidation scope

Company name	Method of equity disposal	Date of disposal	Net assets on the disposal date	Profit from beginning of the period to disposal date
Ningbo Yisheng Chemicals Co., Ltd.	Industrial and commercial deregistration	Feb 5, 2026		

X. Interests in other entities

1. Rights and interests in subsidiaries

(1) Group composition

Unit: RMB10,000, unless otherwise stated

Name of subsidiary	Registered capital	Principal place of business	Place of registration	Business nature	Shareholding ratio		Method of acquisition
					Direct	Indirect	
Zhejiang Shengyuan Chemical Fiber Co., Ltd.	200,000.00	Xiaoshan, Zhejiang	Xiaoshan, Zhejiang	Manufacturing	100.00%		Establishment
Zhejiang Shenghui New Materials Co., Ltd.	2,000.00	Xiaoshan, Zhejiang	Xiaoshan, Zhejiang	Manufacturing	100.00%		Establishment
Hong Kong Shenghui Co., Ltd.	USD 19,700,000.00	Hong Kong, China	Hong Kong, China	Commercial	100.00%		Business combination under common control
Dalian Yisheng Investment Co., Ltd.	201,800.00	Dalian, Liaoning	Dalian, Liaoning	Manufacturing	70.00%		Establishment
Yisheng Dahua Petrochemical Co., Ltd.	245,645.00	Dalian, Liaoning	Dalian, Liaoning	Manufacturing		84.60%	Establishment
Hong Kong Yisheng Dahua Petrochemical Co., Ltd.	USD 100,000.00	Hong Kong, China	Hong Kong, China	Commercial		100.00%	Establishment
Dalian Rongxincheng Trading Co., Ltd.	1,000.00	Dalian, Liaoning	Dalian, Liaoning	Commercial		100.00%	Establishment
Zhejiang Rongtong Chemical Fiber New Material Co., Ltd.	5,000.00	Xiaoshan, Zhejiang	Xiaoshan, Zhejiang	Commercial		100.00%	Establishment
Zhejiang Rongyi Chemical Fiber Co., Ltd.	1,000.00	Shaoxing, Zhejiang	Shaoxing, Zhejiang	Commercial		100.00%	Establishment
Dalian Yisheng New Materials Co., Ltd.	2,000.00	Dalian, Liaoning	Dalian, Liaoning	Manufacturing		100.00%	Establishment
Ningbo Zhongjin Petrochemical Co., Ltd.	600,000.00	Ningbo, Zhejiang	Ningbo, Zhejiang	Manufacturing	100.00%		Business combination under

							common control
Ningbo Niluoshan New Energy Co., Ltd.	36,000.00	Ningbo, Zhejiang	Ningbo, Zhejiang	Manufacturing		100.00%	Establishment
Zhejiang Yisheng New Materials Co., Ltd.	300,000.00	Ningbo, Zhejiang	Ningbo, Zhejiang	Manufacturing		51.00%	Business combination not under common control
Ningbo Rongxincheng Trading Co., Ltd.	1,000.00	Ningbo, Zhejiang	Ningbo, Zhejiang	Commercial		100.00%	Establishment
Yisheng New Materials Trading Co., Ltd.	HKD 1,000,000.00	Hong Kong, China	Hong Kong, China	Commercial		100.00%	Establishment
Zhejiang Rongyi Trading Co., Ltd.	1,000.00	Ningbo, Zhejiang	Ningbo, Zhejiang	Commercial		100.00%	Establishment
Rongsheng Petrochemical (Singapore) Pte. Ltd.	USD 101,000,000.00	Singapore	Singapore	Commercial	100.00%		Establishment
Rongtong Logistics (Singapore) Pte. Ltd.	USD 1.00	Singapore	Singapore	Commercial		100.00%	Establishment
Rongsheng Petrochemical (Hong Kong) Co., Ltd.	USD 100,000.00	Hong Kong	Hong Kong	Commercial	100.00%		Establishment
Rongsheng Petrochemical Sales Co., Ltd.	10,000.00	Xiaoshan, Zhejiang	Xiaoshan, Zhejiang	Commercial	100.00%		Establishment
Zhejiang Petroleum & Chemical Co., Ltd.	5,880,000.00	Zhoushan, Zhejiang	Zhoushan, Zhejiang	Manufacturing	51.00%		Business combination not under common control
ZPC Zheyou Technology Co., Ltd.	41,220.00	Zhoushan, Zhejiang	Zhoushan, Zhejiang	Manufacturing		70.00%	Establishment
Zhejiang Petroleum & Chemical (Singapore) Pte. Ltd.	USD 100,000.00	Singapore	Singapore	Commercial		100.00%	Establishment
ZPC Jintang Logistics Co., Ltd.	200,000.00	Zhoushan, Zhejiang	Zhoushan, Zhejiang	Commercial		100.00%	Establishment
Zhejiang ZPC Sales Co., Ltd.	10,000.00	Xiaoshan, Zhejiang	Xiaoshan, Zhejiang	Commercial		100.00%	Establishment
Zhoushan ZPC Sales Co., Ltd.	6,000.00	Zhoushan, Zhejiang	Zhoushan, Zhejiang	Commercial		100.00%	Establishment
Zhoushan ZPC Trading Co., Ltd.	6,000.00	Zhoushan, Zhejiang	Zhoushan, Zhejiang	Commercial		100.00%	Establishment
Ningbo ZPC Sales Co., Ltd.	1,000.00	Ningbo, Zhejiang	Ningbo, Zhejiang	Commercial		100.00%	Establishment

Taizhou ZPC Sales Co., Ltd.	1,000.00	Taizhou, Zhejiang	Taizhou, Zhejiang	Commercial		100.00%	Establishment
ZPC (Zhejiang Free Trade Zone) Green Petrochemical Research Institute Co., Ltd.	10,000.00	Zhoushan, Zhejiang	Zhoushan, Zhejiang	Commercial		100.00%	Establishment
Zhejiang ZPC Power Generation Co., Ltd.	10,000.00	Zhoushan, Zhejiang	Zhoushan, Zhejiang	Manufacturing		100.00%	Establishment
Zhoushan ZPC Logistics Co., Ltd.	1,000.00	Zhoushan, Zhejiang	Zhoushan, Zhejiang	Road transportation		100.00%	Establishment
ZPC New Materials (Zhoushan) Co., Ltd.	5,000.00	Zhoushan, Zhejiang	Zhoushan, Zhejiang	Manufacturing		100.00%	Establishment
Rongxiang Chemical Fiber Co., Ltd.	20,000.00	Xiaoshan, Zhejiang	Xiaoshan, Zhejiang	Manufacturing	100.00%		Establishment
Zhejiang Yongsheng Technology Co., Ltd.	102,000.00	Shaoxing, Zhejiang	Shaoxing, Zhejiang	Manufacturing	70.00%		Business combination not under common control
Hainan Rongsheng International Trade Co., Ltd.	10,000.00	Danzhou, Hainan	Danzhou, Hainan	Commercial	100.00%		Establishment
Rongsheng Chemicals (Shanghai) Co., Ltd.	5,000.00	Shanghai, China	Shanghai, China	Commercial	100.00%		Establishment
Rongsheng New Materials (Zhoushan) Co., Ltd.	1,000,000.00	Zhoushan, Zhejiang	Zhoushan, Zhejiang	Manufacturing	100.00%		Establishment
Rongsheng New Materials (Taizhou) Co., Ltd.	100,000.00	Taizhou, Zhejiang	Taizhou, Zhejiang	Manufacturing	90.00%		Establishment

(2) Major non-wholly owned subsidiaries

Unit: RMB 10,000

Name of subsidiary	Shareholding ratio of minority shareholders	Profit or loss attributable to minority shareholders in the current period	Dividend announced to be distributed to minority shareholders in the current period	Ending balance of minority equity
Dalian Yisheng Investment Co., Ltd.	30.00%	10,406.42	60,000.00	144,921.58
Yisheng Dahua Petrochemical Co., Ltd.	15.40%	3,167.78	15,403.00	86,688.07
Zhejiang Yisheng New Materials Co., Ltd.	49.00%	-7,411.60		63,313.42

Zhejiang Petroleum & Chemical Co., Ltd.	49.00%	408,713.57		5,355,344.42

(3) Main financial information of important partially-owned subsidiaries

Unit: RMB

Name of subsidiary	Ending balance						Beginning balance					
	Current assets	Non-current assets	Total assets	Current liabilities	Non-current liabilities	Total liabilities	Current assets	Non-current assets	Total assets	Current liabilities	Non-current liabilities	Total liabilities
Dalian Yisheng Investment Co., Ltd.	8,489,932,774.72	10,244,647,768.43	18,734,580,543.15	11,097,495,247.70	2,129,187,449.79	13,226,682,697.49	4,828,225,707.65	10,297,683,849.21	15,125,909,556.86	6,185,365,869.57	1,611,043,757.86	7,796,409,627.43
Yisheng Dahua Petrochemical Co., Ltd.	10,324,378,075.80	6,588,758,256.41	16,913,136,332.21	9,942,816,466.63	2,129,187,449.79	12,072,003,916.42	6,662,541,224.93	6,787,695,079.30	13,450,236,304.23	6,184,445,482.27	1,611,043,757.86	7,795,489,240.13
Zhejiang Yisheng New Materials Co., Ltd.	3,309,284,285.93	7,800,910,262.50	11,110,194,548.43	7,778,710,178.53	2,034,934,676.74	9,813,644,855.27	2,412,364,347.49	8,064,191,862.92	10,476,556,210.41	6,732,532,813.86	2,295,362,794.40	9,027,895,608.26
Zhejiang Petroleum & Chemical Co., Ltd.	36,582,687,904.06	263,049,225,361.65	299,631,913,265.71	91,161,572,401.23	99,824,224,687.68	190,985,797,088.91	34,394,733,040.39	260,023,682,707.64	294,418,415,748.03	98,133,887,242.09	95,987,210,927.65	194,121,098,169.74

Unit: RMB

Name of subsidiary	The amount incurred in the current period				Amount incurred in the previous period			
	Operating income	Net profit	Total comprehensive income	Cash flow from operating activities	Operating income	Net profit	Total comprehensive income	Cash flow from operating activities
Dalian Yisheng Investment Co., Ltd.	10,839,368,728.87	378,558,558.05	332,427,916.23	393,448,366.12	11,336,267,268.64	9,152,059.05	-1,190,745.88	-713,331,972.64
Yisheng Dahua Petrochemical Co., Ltd.	10,839,368,728.87	205,659,791.09	186,385,351.69	393,579,890.32	11,336,267,268.64	6,914,847.30	2,912,347.97	-713,283,182.32

Zhejiang Yisheng New Materials Co., Ltd.	13,968,459,165.41	-149,454,990.62	-152,110,908.99	539,254,158.04	13,829,765,424.89	30,312,959.89	29,760,762.98	279,302,052.37
Zhejiang Petroleum & Chemical Co., Ltd.	93,521,443,932.63	8,274,620,399.57	8,274,643,708.99	12,656,271,685.79	120,796,087,799.23	2,132,256,063.54	2,132,259,180.50	17,437,463,986.32

2. Interests in joint ventures and associates

(1) Important joint ventures or associates

Name of the joint venture or associate	Principal place of business	Place of registration	Business nature	Shareholding ratio		Accounting method for investments in joint ventures and associates
				Direct	Indirect	
Zhejiang Yisheng Petrochemical Co., Ltd.	Ningbo, Zhejiang	Ningbo, Zhejiang	Manufacturing	16.07%	13.93%	Accounting by the equity method
Hainan Yisheng Petrochemical Co., Ltd.	Yangpu, Hainan	Yangpu, Hainan	Manufacturing		50.00%	Accounting by the equity method
Zhejiang Xiaoshan Rural Commercial Bank Co., Ltd.	Xiaoshan, Zhejiang	Xiaoshan, Zhejiang	Finance	9.712%		Accounting by the equity method

Basis for one having voting rights of below 20% and significant influences or one having voting rights of 20% or above but no significant influences:

The company holds 9.712% of the shares of Zhejiang Xiaoshan Rural Commercial Bank Co., Ltd. and has a representative on the board of Directors of the company, who has the substantive right to participate in decision-making. The representative can participate in the formulation of financial and operating policies of Zhejiang Xiaoshan Rural Commercial Bank Co., Ltd., so as to exert significant influence on it.

(2) Main financial information of important associate

Unit: RMB

	Ending balance/amount incurred in the current period			Beginning balance/amount incurred in the prior period		
	Zhejiang Yisheng Petrochemical Co., Ltd.	Hainan Yisheng Petrochemical Co., Ltd.	Zhejiang Xiaoshan Rural Commercial Bank Co., Ltd.	Zhejiang Yisheng Petrochemical Co., Ltd.	Hainan Yisheng Petrochemical Co., Ltd.	Zhejiang Xiaoshan Rural Commercial Bank Co., Ltd.
Current assets	19,452,900,619.42	11,917,524,003.99	286,455,123,667.08	17,792,530,387.01	9,484,789,190.11	282,557,537,423.38
Non-current assets	2,194,925,361.16	10,568,051,970.15	134,425,321,617.37	2,388,584,085.75	10,913,624,377.07	127,813,706,940.77
Total assets	21,647,825,980.58	22,485,575,974.14	420,880,445,284.45	20,181,114,472.76	20,398,413,567.18	410,371,244,364.15
Current liabilities	13,392,129,167.86	11,578,871,981.46	364,006,042,864.81	9,823,745,603.06	9,172,781,271.47	356,324,163,029.04
Non-current liabilities	1,984,309,389.54	3,785,473,797.02	25,915,586,425.47	1,159,026,774.00	4,396,203,584.26	24,786,420,361.14
Total liabilities	15,376,438,557.40	15,364,345,778.48	389,921,629,290.28	10,982,772,377.06	13,568,984,855.73	381,110,583,390.18

Minority equity			238,697,259.22			228,973,456.82
Shareholders' equity attributable to the parent company	6,271,387,423.18	7,121,230,195.66	30,720,118,734.95	9,198,342,095.70	6,829,428,711.45	29,031,687,517.15
Share of net assets calculated by the shareholding ratio	1,881,416,226.95	3,560,615,097.83	2,983,537,931.54	2,759,502,628.71	3,414,714,355.73	2,819,557,491.67
Adjustments						
- Goodwill		102,420,730.97	4,040,414.35		102,420,730.97	4,040,414.35
- Unrealized profit from internal transactions		-5,318,299.76			-6,347,633.17	
- Others	11,273,596.92	-1,029,333.42	62,557.97	11,273,596.89		65,923.99
Book value of equity investment in associate	1,892,689,823.87	3,656,688,195.63	2,987,640,903.86	2,770,776,225.62	3,510,787,453.52	2,823,663,830.01
Fair value of equity investment in associate with the public offer						
Operating income	13,342,507,623.02	16,492,518,689.80	3,631,129,283.10	12,398,241,720.04	15,031,996,594.13	3,581,957,831.75
Net profit	80,070,076.99	345,513,889.05	1,883,608,620.77	126,520,376.17	1,333,455.86	1,795,647,866.84
Net profit from termination of operation						

Other comprehensive income	-7,024,749.51	-53,712,404.84	269,209,048.64	177,810.84	-12,680,611.20	-450,524,766.61
Total comprehensive income	73,045,327.48	291,801,484.21	2,152,817,669.41	126,698,187.01	-11,347,155.34	1,345,123,100.23
Dividends received from associates in the current year			43,654,510.65			43,654,510.65

(3) Summarized financial information of individually immaterial joint ventures and associates

Unit: RMB

	Ending balance/amount incurred in the current period	Beginning balance/amount incurred in the prior period
Joint ventures:		
Total of the following items calculated as per the respective shareholding proportion		
Associates		
Total book value of investments	908,987,192.02	658,979,703.08
Total of the following items calculated as per the respective shareholding proportion		
- Net profit	67,940,324.23	-21,942,494.89
- Other comprehensive income	-8,056,860.73	-1,902,091.68
- Total comprehensive income	59,883,463.50	-23,844,586.58

XI. Government grants

1. At the end of the reporting period, government grants recognized according to the amount receivable

☑ Applicable □ Not applicable

The ending balance of receivables was RMB 442,816,416.00.

Reasons for failure to receive the estimated amount of government grants at the expected time

☑ Applicable □ Not applicable

As of the date on which these financial statements were authorized for issue, the Company had remaining government grants receivable of RMB 442,816,416.00 pending payment by the relevant finance authorities.

2. Liability items involving government subsidies

☑Applicable □ Not applicable

Unit: RMB

Accounting subject	Beginning balance	Amount of additional subsidy in current period	Amount included in current non-operating income	Amount carried forward to other income in current period	Other change in current period	Ending balance	Related to assets/income
Deferred income	392,706,559.60	78,785,800.00		18,139,078.98		453,353,280.62	Related to assets

3. Government grants included in current profit and losses

☑Applicable □ Not applicable

Unit: RMB

Accounting subject	The amount incurred in the current period	Amount incurred in the previous period

Amount of government subsidies included in other income	32,124,722.02	415,205,847.28

XII. Risks Related to Financial Instruments

1. Various risks arising from financial instruments

The objective of the Company's risk management is to strike an appropriate balance between risks and returns, minimize the adverse effects of risks on the Company's operating results, and maximize the interests of shareholders and other equity investors. Based on this objective, the Company's basic risk management strategy is to identify and analyze the various risks faced by the Company, establish appropriate risk tolerance thresholds, implement risk management measures, and monitor various risks in a timely and reliable manner so as to keep them within defined limits.

In its ordinary activities, the Company is exposed to various risks related to financial instruments, mainly including credit risk, liquidity risk and market risk. Management has reviewed and approved the policies for managing these risks, which are summarized below.

(I) Credit risk

Credit risk is the risk that one party to a financial instrument fails to perform its obligations, thereby causing a financial loss to the other party.

1. Practice of credit risk management

(1) Evaluation method of credit risk

On each balance sheet date, the Company assesses whether the credit risk of relevant financial instruments has increased significantly since initial recognition. When confirming whether the credit risks have increased significantly since the initial recognition, the Company considers reasonable and well-founded information, including qualitative and quantitative analysis based on historical data, external credit risk ratings and forward-looking information, without incurring additional costs or efforts. Based on a single financial instrument or a combination of financial instruments with similar credit risk characteristics, the Company compares the default risks of the financial instruments on the balance sheet date with the default risks on the initial recognition date so as to determine changes in the expected default risks of financial instruments over the expected life of the financial instrument.

When one or more of the following quantitative and qualitative criteria is/are triggered, the Company considers that the credit risks of financial instruments have increased significantly:

1) The quantitative criteria mainly refer to that the probability of default of the remaining duration on the balance sheet date increases by more than a certain proportion compared with the initial recognition.

2) The qualitative criteria mainly include significant adverse changes in the debtor's business or financial situation, and existing or expected changes in the technical, market, economic or legal environment, which will have a significant adverse impact on the debtor's repayment ability to the Company, etc.

(2) Definition of default and credit-impaired assets

When a financial instrument meets one or more of the following conditions, the Company defines the financial asset as a default, and its standard is consistent with the definition of credit impairment:

1) The debtor has major financial difficulties;

2) The debtor violates the binding provisions on the debtor in the contract;

3) The debtor is likely to go bankrupt or undergo another financial restructuring;

4) For economic or contractual reasons relating to the debtor's financial difficulty, the creditor grants concessions to the debtor that it would not otherwise consider.

2. Measurement of expected credit loss

Key parameters for measuring expected credit loss include the probability of default (PD), loss given default (LGD) and exposure at default (EAD). The Company has taken into account the quantitative analysis and forward-looking information of historical statistical data (such as counterparty rating, guarantee method, collateral type and repayment method), and established the PD, LGD and EAD models.

3. For the reconciliation between the opening balance and the closing balance of the provision for loss of financial instruments, please see notes VII. 3 and VII. 5 of the financial statements for details.

4. Credit risk exposure and credit risk concentration

The Company's credit risk mainly arises from monetary funds and receivables. In order to control the above related risks, the Company has taken the following measures respectively.

(1) Monetary funds

The Company deposits its bank deposits and other monetary funds with financial institutions that have high credit ratings and is therefore exposed to relatively low credit risk.

(2) Receivables

The Company regularly evaluates the credit of customers who trade by credit. According to the credit evaluation results, the Company chooses to trade with recognized customers with good credit and monitors their accounts receivable balance to ensure that the Company will not face significant bad debt risk.

Since the Company only conducts transactions with approved and creditworthy third parties, therefore, no collateral is required. Credit risk concentration is managed by customer. As of June 30, 2026, the Company was exposed to a certain degree of credit concentration risk, as 55.43% of the Company's accounts receivable (December 31, 2025: 68.22%) was attributable to the five largest customers by outstanding balance. The Company did not hold any collateral or other credit enhancements against its accounts receivable balances.

The maximum credit risk exposure of the Company is the book value of each financial asset on the balance sheet.

(II) Liquidity risk

Liquidity risk refers to the risk of occurrence of capital shortage when the Company fulfills its obligations settled by delivering cash or other financial assets. Liquidity risk may result from the inability to sell financial assets at fair value as soon as possible; or because the other party is unable to repay its contractual debts; or from debts due in advance; or from the inability to generate expected cash flow.

In order to control this risk, the Company comprehensively uses various financing means, such as bill settlement and bank loan, and adopts the method of the appropriate combination of long-term and short-term financing methods to optimize the financing structure, so as to maintain the balance between financing sustainability and flexibility. The Company has obtained bank credit lines from a number of commercial banks to meet working capital needs and capital expenditure.

Financial liabilities classified by remaining contractual maturities

Unit: RMB

Item	Ending balance				
	Book value	Undiscounted contract price	Within 1 year	1-3 years	Above 3 years
Bank loans	219,794,482,697.28	236,142,238,801.29	105,679,064,830.99	63,313,834,358.06	67,149,339,612.24

Derivative financial liability	242,510,513.90	242,510,513.90	242,510,513.90		
Notes payable	1,633,752,998.56	1,633,752,998.56	1,633,752,998.56		
Accounts payable	55,022,314,319.88	55,022,314,319.88	55,022,314,319.88		
Other payables	11,733,185,071.34	11,733,185,071.34	11,733,185,071.34		
Lease liabilities	66,988,237.88	66,988,237.88	66,988,237.88		
Subtotal	288,493,233,838.84	304,840,989,942.85	174,377,815,972.55	63,313,834,358.06	67,149,339,612.24

(Cont.)

Item	Amount at the beginning of the period				
	Book value	**Undiscounted contract price**	**Within 1 year**	**1-3 years**	**Above 3 years**
Bank loans	208,081,844,378.94	223,180,050,527.12	89,146,010,577.88	69,745,071,623.40	64,288,968,325.84
Derivative financial liability	254,957,356.99	254,957,356.99	254,957,356.99		
Notes payable	1,823,730,094.93	1,823,730,094.93	1,823,730,094.93		
Accounts payable	58,958,528,675.95	58,958,528,675.95	58,958,528,675.95		
Other payables	8,699,387,532.24	8,699,387,532.24	8,699,387,532.24		
Lease liabilities	40,352,085.93	40,844,299.63	40,844,299.63		
Subtotal	277,858,800,124.98	292,957,498,486.86	158,923,458,537.62	69,745,071,623.40	64,288,968,325.84

(III) Market risk

Market risk means a risk that the fair value or future cash flow of the financial instrument fluctuates due to changes in market price. Market risk mainly includes interest rate risk and foreign exchange risk.

1. Interest rate risk

Interest rate risk refers to the risk that the fair value of financial instruments or cash flow in the future may fluctuate due to changes in the market interest rate. The interest-bearing financial instruments with fixed interest rates expose the Company to fair value interest rate risk, and the interest-bearing financial instruments with floating interest rates expose the Company to cash flow interest rate risk. The Company determines the ratio of fixed interest rate and floating interest rate financial instruments according to the market environment, and maintains an appropriate combination of financial instruments through regular review and monitoring. The cash flow interest rate risk faced by the Company is mainly related to the bank borrowings with floating interest rates.

As of June 30, 2026, the Company's floating-rate bank borrowings amounted to RMB 149,922.1099 million and EUR 44.7946 million (December 31, 2025: RMB 152,924.5162 million and EUR 47.9943 million). Assuming that all other variables remain unchanged, a change of 50 basis points in interest rates would not have a material impact on the Company's profit before tax or shareholders' equity.

2. Foreign exchange risk

Foreign exchange risk means a risk that the fair value or future cash flow of a financial instrument fluctuates due to a change in the foreign exchange rate. The risk of exchange rate changes faced by the Company is mainly related to the Company's foreign currency monetary assets and liabilities. For foreign currency assets and liabilities, in case of short-term imbalance, the Company will buy and sell foreign currencies at the market exchange rate when necessary to ensure that the net risk exposure is maintained at an acceptable level.

- The Company's monetary assets and liabilities denominated in foreign currencies at the end of the period are set out in Note VII.58(1) to these financial statements.

2. Financial assets

(1) Classification by transfer method

☑Applicable □ Not applicable

Unit: RMB

Transfer method	Nature of transferred financial assets	Amount of transferred financial assets	Derecognition status	Judgment basis for derecognition
Bill discounting	Accounts receivable financing	3,014,246,356.19	Derecognized	Substantially all risks and rewards have been transferred
Bill endorsement	Accounts receivable financing	69,461,854.59	Derecognized	Substantially all risks and rewards have been transferred
Subtotal		3,083,708,210.78		

(2) Financial assets derecognized due to transfer

☑Applicable □ Not applicable

Unit: RMB

Item	Method of financial asset transfer	Amount of derecognized financial assets	Gains or losses related to derecognition
Accounts receivable financing	Discounting	3,014,246,356.19	16,427,244.14
Accounts receivable financing	Endorsement	69,461,854.59	
Subtotal		3,083,708,210.78	16,427,244.14

XIII. Disclosure of fair value

1. Fair value at the end of the period of assets and liabilities measured at fair value

Unit: RMB

Item	Ending fair value			
	Level 1 fair value measurement	Level 2 fair value measurement	Level 3 fair value measurement	Total
I. Recurring fair value measurements	--	--	--	--

1. Derivative financial assets	46,337,328.78	145,968,183.76		192,305,512.54
2. Receivables financing			214,924,599.25	214,924,599.25
Total assets continuously measured at fair value	46,337,328.78	145,968,183.76	214,924,599.25	407,230,111.79
3. Derivative financial liabilities	242,510,513.90			242,510,513.90
Total liabilities measured at fair value on a recurring basis	242,510,513.90			242,510,513.90
II. Non-recurring fair value measurements	--	--	--	--

2. Basis for determining quoted market prices for recurring and non-recurring Level 1 fair value measurements

The derivative financial assets and liabilities measured at Level 1 fair value held by the Company comprise futures or paper commodity contracts outstanding at the end of the period. The related unrealized gains or losses are determined based on their quoted market prices.

3. Valuation techniques adopted and the qualitative and quantitative information of important parameters for recurring and non-recurring Level II fair value measurement items

The Company's derivative financial assets/liabilities measured at Level 2 fair value consist of forward foreign exchange contracts, whose fair value is determined by the Company using the present value of the difference between the delivery exchange rate specified in the forward foreign exchange contract and the market forward exchange rate on the balance sheet date.

4. Valuation techniques adopted and the qualitative and quantitative information of important parameters for recurring and non-recurring Level III fair value measurement items

The receivables financing measured at Level 3 fair value held by the Company comprises bank acceptance bills. Given their low credit risk and short remaining maturities, the Company determines their fair value based on their face amounts.

XIV. Related parties and related-party transactions

1. The Company's parent company

Name of parent company	Place of registration	Business nature	Registered capital	Proportion of the Company's shares held by the parent company	Proportion of the Company's voting rights held by the parent company
Zhejiang Rongsheng	Xiaoshan, Zhejiang	Industrial investment	RMB 834.6640 million	55.05%	55.05%

Holding Group Co., Ltd.					

Note to information about the Company's parent company

The ultimate controlling party of the Company is Li Shuirong.

Other notes:

Li Shuirong directly holds a 6.44% equity interest in the Company. Zhejiang Rongsheng Holding Group Co., Ltd. holds a 55.05% equity interest in the Company, and Li Shuirong holds a 63.523% equity interest in Zhejiang Rongsheng Holding Group Co., Ltd., thereby indirectly holding a 34.97% equity interest in the Company. Accordingly, Li Shuirong holds an aggregate equity interest of 41.41% in the Company.

2. Information on subsidiaries of the Company

See Note X for details of the Company's subsidiaries.

3. The Company's joint ventures and associates

See Note X for details of important associates or associates of the Company.

Other joint ventures and associates that form balances in related party transactions with the Company in the current or previous period are as follows:

Name of joint venture or associate	Relation with the Company
Ningbo Hengyi Trading Co., Ltd.	Associate
ZPC-ENN (Zhoushan) Gas Co., Ltd.	Associate
Zhejiang Dingsheng Petrochemical Engineering Co., Ltd.	Associate
Ningbo Coastal Public Pipe Gallery Co., Ltd.	Associate
Zhejiang Zhenshi Port Service Co., Ltd.	Associate
Zhejiang Derong Chemicals Co., Ltd.	Associate
Zhoushan ZPC Zhougang Tugboat Co., Ltd.	Associate
Zhejiang Dongjiang Green Petrochemical Technology Innovation Center Co., Ltd.	Associate

4. Other related parties

Name of other related parties	Relationship between other related parties and the Company
Li Jumei	Close family member of the actual controller
Sanyuan Holding Group Co., Ltd.	Controlled by a family member close to the actual controller
Sanyuan Holding Group Hangzhou Thermal Power Co., Ltd.	Controlled by a family member close to the actual controller
Zhejiang Sanyuan Textile Co., Ltd.	Controlled by a family member close to the actual controller
Zhejiang Rongxiang Thermal Power Co., Ltd.	Under common control with the Company
Zhejiang Rongtong Logistics Co., Ltd.	Under common control with the Company
Ningbo Rongxiang Logistics Co., Ltd.	Under common control with the Company
Thermal Power Co., Ltd. of Ningbo Economic and Technological Development Zone	Under common control with the Company

Ningbo United Group Co., Ltd.	Under common control with the Company
Qijiashan Hotel of Ningbo United Group Co., Ltd.	Under common control with the Company
Ningbo United Group Import & Export Co., Ltd.	Under common control with the Company
Suzhou Shenghui Equipment Co., Ltd.	Under common control with the Company
Hangzhou Shengyuan Real Estate Development Co., Ltd.	Under common control with the Company
Hangzhou Shengyuan Property Service Co., Ltd.	Under common control with the Company
Ningbo Qingzhi Chemical Terminal Co., Ltd.	Under common control with the Company
Ningbo Haineng Blend Oil Co., Ltd.	Under common control with the Company
Hainan Shenggu Petrochemical Equipment Investment Co., Ltd.	Under common control with the Company
Hong Kong Xinhengrong Co., Ltd.	Subsidiary of Hainan Yisheng Petrochemical Co., Ltd.
Shanghai Shenglanhui Technology Co., Ltd	Associate of Hainan Shenggu Petrochemical Equipment Investment Co., Ltd.
Hong Kong Yisheng Petrochemical Investment Co., Ltd.	Subsidiary of Zhejiang Yisheng Petrochemical Co., Ltd.
Ningbo Shengmao Trading Co., Ltd.	Subsidiary of Hong Kong Yisheng Petrochemical Investment Co., Ltd.
Zhejiang Yixin Chemical Fiber Co., Ltd.	Subsidiary of Zhejiang Yisheng Petrochemical Co., Ltd.
Dongzhan Shipping Co., Ltd.	Associate of Zhejiang Rongtong Logistics Co., Ltd.
Aramco Overseas Company B.V.	Shareholder
Saudi Arabian Oil Company	Parent company of Aramco Overseas Company B.V.
Aramco Trading Singapore Pte.Ltd.	Subsidiary of Saudi Arabian Oil Company
Saudi Basic Industries Corporation	Subsidiary of Saudi Arabian Oil Company
Aramco Trading Company	Subsidiary of Saudi Arabian Oil Company
Aramco Trading Fujairah Fze	Subsidiary of Aramco Trading Company
SABIC (Shanghai) Trading Co., Ltd.	Subsidiary of Saudi Arabian Oil Company
Saudi Basic Industries (China) Investment Co., Ltd.	Subsidiary of Saudi Arabian Oil Company
Shanghai Huanqiu Engineering Co., Ltd.	Company where the actual controller serves as the Director
China Township Enterprises Association	Organization where the actual controller serves as a chairman
Zhuoran (Zhejiang) Integration Technology Co., Ltd.	Associate of Zhejiang Rongsheng Holding Group Co., Ltd.

5. Related party transactions

(1) Related party transactions regarding purchase and sales of goods as well as provision and acceptance of labor services

Table of the purchasing of goods and receiving of labor services

Unit: RMB

Related party	Nature of related party transaction	Amount incurred in the current period	Approved transaction limit	Whether the approved	Amount incurred in the prior period

				limit was exceeded	
Saudi Arabian Oil Company	Crude oil	20,755,561,211.45	150,000,000,000.00	No	46,814,267,178.19
Aramco Trading Singapore Pte.Ltd.	Fuel oil, gasoline, etc.	2,083,631,713.24		No	3,864,871,275.70
Aramco Trading Fujairah Fze	Fuel oil	516,973,940.23		No	
SABIC (Shanghai) Trading Co., Ltd.	Ethylene glycol	313,901,937.97		No	245,616,299.31
Saudi Basic Industries (China) Investment Co., Ltd.	Ethylene glycol	134,492,440.73		No	
Ningbo Hengyi Trading Co., Ltd.[Note]	PTA	3,028,506,077.36	7,000,000,000.00	No	227,721,681.41
Zhejiang Rongsheng Holding Group Co., Ltd.	Coal and other materials	2,731,141,225.11	6,000,000,000.00	No	5,363,583,841.91
Zhejiang Dingsheng Petrochemical Engineering Co., Ltd.	Plant operation and maintenance services and repair services	681,062,914.83	1,500,000,000.00	No	554,834,939.32
Zhejiang Rongtong Logistics Co., Ltd.	Freight charges	352,319,384.83	1,000,000,000.00	No	269,187,462.04
Zhejiang Rongxiang Thermal Power Co., Ltd.	Steam, etc.	245,920,544.43	700,000,000.00	No	139,884,731.11
Zhejiang Derong Chemicals Co., Ltd.	Auxiliary materials, processing services, etc.	218,539,487.91	1,500,000,000.00	No	192,962,427.91
Zhejiang Yisheng Petrochemical Co., Ltd.	Isophthalic acid, etc.	162,574,097.36	400,000,000.00	No	155,427,700.41
Suzhou Shenghui Equipment Co., Ltd.	Equipment and materials, installation services	39,266,798.93	600,000,000.00	No	97,690,451.00
Zhejiang Dongjiang Green Petrochemical Technology Innovation Center Co., Ltd.	R&D design services, etc.	4,981,132.08	400,000,000.00	No	66,886,792.45
Shanghai Shenglanhui Technology Co., Ltd.	Equipment and materials	78,073,174.16	200,000,000.00	No	33,356,666.62
Zhuoran (Zhejiang) Integration Technology Co., Ltd.	Equipment and materials	47,433,628.32	50,000,000.00	No	17,522,123.89
Ningbo Qingzhi Chemicals Terminal Co., Ltd.	Lump-sum port operation fees, storage fees	20,700,767.75	100,000,000.00	No	32,566,684.62
Ningbo Haineng Blend Oil Co., Ltd.	Warehousing services	16,599,542.18	30,000,000.00	No	16,028,152.63

Shanghai Huanqiu Engineering Co., Ltd.	Engineering design services	7,830,432.45	20,000,000.00	No	10,616,814.16
Zhejiang Sanyuan Textile Co., Ltd.	Workwear and other materials	4,088,971.66	10,000,000.00	No	2,884,576.99
Thermal Power Co., Ltd. of Ningbo Economic and Technological Development Zone	Electricity	62,246.96			58,911.23
Qijiashan Hotel of Ningbo United Group Co., Ltd.	Hotel services	47,666.98			61,251.88
Ningbo Rongxiang Logistics Co., Ltd.	Freight charges		10,000,000.00	No	25,462,670.38
Sanyuan Holding Group Hangzhou Thermal Power Co., Ltd.	Steam		4,000,000.00	No	1,608,839.45
Total		31,443,709,336.92			58,133,101,472.61

Note: Of the above amount, purchases from this company of RMB 2,906.7331 million for the current period have been presented on a net basis.

Table of sales of goods and provision of labor services

Unit: RMB

Related party	Nature of related party transaction	Amount incurred in the current period	Amount incurred in the prior period
Zhejiang Yisheng Petrochemical Co., Ltd.[Note]	PTA, PX, etc.	4,361,983,974.39	4,125,443,141.84
Ningbo Shengmao Trading Co., Ltd.	PX and PTA	1,643,015,652.87	84,896,025.76
Ningbo Hengyi Trading Co., Ltd.[Note]	PTA and PX	1,241,419,772.03	649,618,462.03
Aramco Trading Singapore Pte. Ltd.	Diesel, crude oil, etc.	988,658,709.52	290,242,079.46
Zhejiang Derong Chemicals Co., Ltd.	Utilities, industrial pyrolysis C5, etc.	439,930,780.96	277,850,733.43
Saudi Basic Industries Corporation	PTA	262,390,902.67	246,114,941.05
Zhejiang Yixin Chemical Fiber Co., Ltd.	PTA	143,113,938.05	
Hainan Yisheng Petrochemical Co., Ltd.	PTA, PX and ethylene glycol	345,639,253.45	
Rongsheng Energy (Zhoushan) Co., Ltd.	Equipment	91,428,504.60	
Zhoushan ZPC Zhougang Tugboat Co., Ltd.	Vehicle diesel	4,492,248.81	5,190,827.52
Zhejiang Dingsheng Petrochemical Engineering Co., Ltd.	Vehicle diesel	3,426,436.12	756,637.15

Zhejiang Rongtong Logistics Co., Ltd.	Vehicle diesel, hardware spare parts, PTA, etc.	1,211,938.11	12,522,879.89
Zhejiang Rongxiang Thermal Power Co., Ltd.	Coal, electricity and diesel	563,980.13	7,784,451.12
Suzhou Shenghui Equipment Co., Ltd.	Vehicle diesel, etc.	47,455.72	10,619.47
Shanghai Huanqiu Engineering Co., Ltd.	Vehicle diesel	4,424.78	
Ningbo Rongxiang Logistics Co., Ltd.	Vehicle diesel		48,707.96
Ningbo Coastal Public Pipe Gallery Co., Ltd.	Service fees		368,415.00
Ningbo Qingzhi Chemicals Terminal Co., Ltd.	Warehousing services	46,229.51	
Total		9,527,374,201.73	5,700,847,921.68

Note: Of the above amount, sales to these companies of RMB 2,906.7331 million for the current period have been presented on a net basis.

(2) Related leases

The Company acts as the Lessor:

Unit: RMB

Name of lessee	Type of leased asset	Lease income recognized in the current period	Lease income recognized in the previous period
Zhejiang Dingsheng Petrochemical Engineering Co., Ltd.	House lease	20,453.16	25,729.89

The Company acts as the Lessee:

Unit: RMB

Name of lessor	Type of leased asset	Rental expenses for short-term leases and leases of low-value assets on a simplified basis, if applicable	
		Amount incurred in the current period	Amount incurred in the previous period
Hangzhou Shengyuan Property Service Co., Ltd.	Parking space	57,087.38	28,000.00
Hangzhou Shengyuan Real Estate Development Co., Ltd.	House leasing	2,612,027.60	2,593,407.34
Zhejiang Rongsheng Holding Group Co., Ltd.	House leasing	550,458.72	550,458.72

(3) Related guarantees

The Company and its subsidiaries as the guaranteed party

Unit: RMB 10,000, unless stated otherwise

Guarantor	Guaranteed amount	Commencement date	Expiry date	Whether the guarantee has been fully performed
Sanyuan Holding Group Co., Ltd.	8,000.00	January 1, 2024	December 28, 2026	No
Zhejiang Rongsheng Holding Group Co., Ltd.	10,087,064.41	April 11, 2021	February 28, 2036	No
Zhejiang Rongsheng Holding Group Co., Ltd. and the Company	496,094.00	July 30, 2025	March 2, 2028	No
Zhejiang Rongsheng Holding Group Co., Ltd. [Note 1]	70,000.00	December 20, 2024	June 22, 2031	No
Zhejiang Rongsheng Holding Group Co., Ltd. [Note 2]	27,517.00	April 28, 2020	April 1, 2029	No
Zhejiang Rongsheng Holding Group Co., Ltd. [Note 3]	234,843.49	October 21, 2022	May 16, 2031	No
Zhejiang Rongsheng Holding Group Co., Ltd., the Company, Li Shuirong and Li Jumei [Note 8]	1,156,297.59	July 31, 2018	July 30, 2030	No
Zhejiang Rongsheng Holding Group Co., Ltd. and the Company [Note 7]	2,587,612.98	January 20, 2021	November 15, 2032	No
Zhejiang Rongsheng Holding Group Co., Ltd. [Note 5]	928,340.75	April 22, 2024	February 15, 2033	No
Zhejiang Rongsheng Holding Group Co., Ltd. [Note 6]	170,500.00	August 29, 2023	March 30, 2034	No
Zhejiang Rongsheng Holding Group Co., Ltd. [Note 4]	1,892,145.59	November 14, 2022	October 30, 2030	No
Zhejiang Rongsheng Holding Group Co., Ltd.	158,213.62	January 12, 2026	November 25, 2026	No
Zhejiang Rongsheng Holding Group Co., Ltd.	3,991,598.09	July 10, 2025	June 29, 2027	No
Zhejiang Rongsheng Holding Group Co., Ltd.	EUR 18,054,000.00	January 31, 2024	May 31, 2027	No
Zhejiang Rongsheng Holding Group Co., Ltd.	USD 115,495,500.00	March 22, 2023	May 31, 2027	No
Zhejiang Rongsheng Holding Group Co., Ltd. [Note 5]	EUR 20,816,300.00	June 27, 2024	June 30, 2027	No
Zhejiang Rongsheng Holding Group Co., Ltd. [Note 5]	USD 846,800.00	March 24, 2026	September 30, 2026	No
Zhejiang Rongsheng Holding Group Co., Ltd. [Note 4]	USD 3,363,600.00	October 25, 2023	July 1, 2026	No
Zhejiang Rongsheng Holding Group Co., Ltd. and the Company [Note 7]	USD 12,900.00	November 2, 2021	July 1, 2026	No
Zhejiang Rongsheng Holding Group Co., Ltd. and the Company [Note 7]	EUR 500.00	November 18, 2021	July 1, 2026	No
Zhejiang Rongsheng Holding Group Co., Ltd.	457,735.56	February 14, 2025	March 6, 2027	No
Zhejiang Rongsheng Holding Group Co., Ltd.	327,100.00	April 3, 2026	April 8, 2027	No

Notes of related guarantee

[Note 1] Zhejiang Rongsheng Holding Group Co., Ltd. provides a joint and several liability guarantee for 100% of the guaranteed amount. Ningbo Zhongjin Petrochemical Co., Ltd., a subsidiary of the Company, provides mortgage security over its fixed assets with a book balance of RMB 1,533.4989 million.

[Note 2] Zhejiang Rongsheng Holding Group Co., Ltd. provides a joint and several liability guarantee for 100% of the guaranteed amount. Ningbo Niluoshan New Energy Co., Ltd., a subsidiary of the Company, provides mortgage security over its fixed assets and intangible assets with a total book balance of RMB 79.3522 million.

[Note 3] Zhejiang Rongsheng Holding Group Co., Ltd. provides a joint and several liability guarantee for 100% of the guaranteed amount. Zhejiang Yisheng New Materials Co., Ltd., a subsidiary of the Company, provides mortgage security over its fixed assets with a book balance of RMB 2,963.1306 million.

[Note 4] Zhejiang Rongsheng Holding Group Co., Ltd. provides a joint and several liability guarantee for 100% of the guaranteed amount. Zhejiang Petroleum & Chemical Co., Ltd., a subsidiary of the Company, provides mortgage security over the completed assets of the additional 1.4 million tonnes per annum ethylene and downstream chemical units project (Phase II Product Structure Optimization), including but not limited to the land use rights, above-ground buildings and project equipment formed upon the completion and acceptance of the construction project.

[Note 5] Zhejiang Rongsheng Holding Group Co., Ltd. provides a joint and several liability guarantee for 100% of the guaranteed amount. Zhejiang Petroleum & Chemical Co., Ltd., a subsidiary of the Company, provides mortgage security over all assets formed by the High-performance Resins Project, including but not limited to the land use rights, above-ground buildings and project equipment formed upon the completion and acceptance of the construction project.

[Note 6] Zhejiang Rongsheng Holding Group Co., Ltd. provides a joint and several liability guarantee for 100% of the guaranteed amount. Zhejiang Petroleum & Chemical Co., Ltd., a subsidiary of the Company, provides mortgage security over its machinery and equipment with a book balance of RMB 4,436.9511 million.

[Note 7] Zhejiang Rongsheng Holding Group Co., Ltd. and the Company provide joint and several liability guarantees for 60% of the guaranteed amount. Zhejiang Petroleum & Chemical Co., Ltd., a subsidiary of the Company, provides mortgage security over the completed assets of the 40 million tonnes per annum refining and chemical integration project, including but not limited to the land use rights, above-ground buildings and project equipment formed upon the completion and acceptance of the construction project.

[Note 8] Zhejiang Rongsheng Holding Group Co., Ltd. and the Company provide joint and several liability guarantees for 51% of the guaranteed amount. Zhejiang Petroleum & Chemical Co., Ltd., a subsidiary of the Company, provides mortgage security over the completed assets of the 40 million tonnes per annum refining and chemical integration project, including but not limited to the land use rights, above-ground buildings and project equipment formed upon the completion and acceptance of the construction project.

(4) Remuneration of key management personnel

Unit: RMB 10,000

Item	The amount incurred in the current period	Amount incurred in the previous period
Remuneration of key management personnel	649.19	723.29

(5) Other related party transactions

1. Fund borrowing from/to related parties

(1) At the beginning of the period, the Company had RMB 7,418.5639 million payable to Zhejiang Rongsheng Holding Group Co., Ltd. During the period, the Company and its subsidiaries borrowed an aggregate amount of RMB 4,670.00 million from Zhejiang Rongsheng Holding Group Co., Ltd., accrued fund occupation fees of RMB 60.5613 million, and repaid an aggregate amount of RMB 2,934.4286 million in principal and interest. As of June 30, 2026, the balance payable by the Company to Zhejiang Rongsheng Holding Group Co., Ltd. was RMB 9,214.6966 million.

(2) During the period, Zhejiang Shengyuan Chemical Fiber Co., Ltd., a subsidiary of the Company, borrowed an aggregate amount of RMB 1,699.8422 million from Zhejiang Rongsheng Holding Group Co., Ltd. and repaid an aggregate amount of RMB 1,699.8422 million. As of June 30, 2026, Zhejiang Shengyuan Chemical Fiber Co., Ltd. had fully repaid the above amounts.

(3) At the beginning of the period, Zhejiang Petroleum & Chemical Co., Ltd., a subsidiary of the Company, had RMB 10.80 million receivable from ZPC-ENN (Zhoushan) Gas Co., Ltd. During the period, interest of RMB 0.1626 million was accrued and collected. As of June 30, 2026, the amount receivable from ZPC-ENN (Zhoushan) Gas Co., Ltd. remained RMB 10.80 million.

2. The Company and its subsidiaries made the following payments to related parties for ongoing engineering contracts:

Unit: RMB 10,000

Related Party	Current Period	Same Period Last Year
Suzhou Shenghui Equipment Co., Ltd.	6,999.25	16,134.84
Zhejiang Dongjiang Green Petrochemical Technology Innovation Center Co., Ltd.	635.40	46,092.87
Shanghai Shenglanhui Technology Co., Ltd.	1,235.62	3,972.48
Zhuoran (Zhejiang) Integration Technology Co., Ltd.	3,402.00	2,940.40
Total	12,272.27	69,140.59

3. As of June 30, 2026, the deposit balances of the Company and its subsidiaries with the related party Zhejiang Xiaoshan Rural Commercial Bank Co., Ltd. were RMB 596,284,850.03, USD 2,729,206.75 and EUR 129.66.

As of December 31, 2025, the deposit balances of the Company and its subsidiaries with the related party Zhejiang Xiaoshan Rural Commercial Bank Co., Ltd. were RMB 71,089,124.31, USD 3,186,008.86 and EUR 129.66.

6. Accounts receivable and payable of related parties

(1) Receivables

Unit: RMB

Project	Related party	Ending balance		Beginning balance	
		Book balance	Bad-debt provision	Book balance	Bad-debt provision
Accounts receivable	Saudi Basic Industries Corporation	107,502,457.44		81,355,210.04	
	Zhejiang Yisheng Petrochemical Co., Ltd.	354,658,071.14	17,732,903.56	365,689,201.21	18,284,460.06
	Aramco Trading Singapore Pte.Ltd.			216,399,824.26	

	Zhejiang Derong Chemicals Co., Ltd.	59,059,737.15	2,952,986.86		
Subtotal		521,220,265.73	20,685,890.41	663,444,235.51	18,284,460.06
Dividends receivable	Zhejiang Yisheng Petrochemical Co., Ltd.	900,000,000.00			
Subtotal		900,000,000.00			
Prepayment	Hangzhou Shengyuan Real Estate Development Co., Ltd.	2,612,027.60			
Subtotal		2,612,027.60			
Other receivables	ZPC-ENN (Zhoushan) Gas Co., Ltd.,	10,800,000.00	6,600,000.00	10,800,000.00	6,600,000.00
Subtotal		10,800,000.00	6,600,000.00	10,800,000.00	6,600,000.00

(2) Payables

Unit: RMB

Item	Related party	Ending book balance	Beginning book balance
Accounts payable	Rongsheng Petrochemical (Singapore) Pte. Ltd. [Note]	26,650,545,427.22	28,256,256,144.32
	Yisheng Dahua Petrochemical Co., Ltd. [Note]	2,780,210,000.00	2,365,800,000.00
	Zhejiang Yisheng New Materials Co., Ltd. [Note]	1,560,224,360.00	1,670,000,000.00
	Ningbo Zhongjin Petrochemical Co., Ltd. [Note]	2,414,056,000.00	1,405,426,000.00
	Dalian Rongxincheng Trading Co., Ltd. [Note]	1,127,072,195.56	440,414,455.48
	Zhejiang ZPC Sales Co., Ltd. [Note]	800,000,000.00	170,337,839.99
	Ningbo Rongxincheng Trading Co., Ltd. [Note]	306,050,000.00	161,050,000.00
	Zhejiang Petroleum & Chemical Co., Ltd. [Note]	34,000,000.00	34,000,000.00
	The Company [Note]	585,000,000.00	1,168,000,000.00
	Ningbo Hengyi Trading Co., Ltd.	10,889,979.71	
	Zhejiang Rongsheng Holding Group Co., Ltd.	440,537,286.76	404,837,206.40
	Saudi Arabian Oil Company		3,543,622,089.94
	Zhejiang Dingsheng Petrochemical Engineering Co., Ltd.		337,238,077.47
	Zhejiang Rongtong Logistics Co., Ltd.	65,761,341.33	144,673,343.36
	Ningbo Rongxiang Logistics Co., Ltd.		31,532,493.55
	Ningbo Qingzhi Chemicals Terminal Co., Ltd.	2,324,467.56	7,309,445.62
	Shanghai Huanqiu Engineering Co., Ltd.	1,001,320.75	5,160,076.48
	Zhejiang Sanyuan Textile Co., Ltd.	4,287,168.99	4,249,274.30
	Ningbo Haineng Blend Oil Co., Ltd.	5,469,491.14	1,329,101.03
	Zhejiang Derong Chemicals Co., Ltd.		809,628.01
	Suzhou Shenghui Equipment Co., Ltd.	11,775,711.18	132,000.00
	Thermal Power Co., Ltd. of Ningbo Economic and Technological Development Zone	0.00	13,665.56
	Qijiashan Hotel of Ningbo United Group Co., Ltd.	8,058.00	2,565.00

	Zhejiang Rongxiang Thermal Power Co., Ltd.	58,462,706.77	
	Aramco Trading Fujairah FZE		803,913.45
	Zhejiang Dongjiang Green Petrochemical Technology Innovation Center Co., Ltd.		5,057,298.41
Subtotal		36,857,675,514.97	40,158,054,618.37
Notes payable	Ningbo Hengyi Trading Co., Ltd.		50,000,000.00
	Zhejiang Rongxiang Thermal Power Co., Ltd.		14,770,000.00
Subtotal			64,770,000.00
Contract liabilities and other current liabilities	Zhejiang Dingsheng Petrochemical Engineering Co., Ltd.	13,332.00	8,122,893.70
	Ningbo Shengmao Trading Co., Ltd.	17,350,674.51	2,277,662.26
	Zhoushan ZPC Zhougang Tugboat Co., Ltd.	922,964.74	499,205.90
	Hainan Yisheng Petrochemical Co., Ltd.		323,158.43
	Zhejiang Rongtong Logistics Co., Ltd.	956,680.27	2,293,481.65
	Shanghai Huanqiu Engineering Co., Ltd.	10,000.00	10,000.00
Subtotal		19,253,651.52	13,526,401.94
Other payables	Zhejiang Rongsheng Holding Group Co., Ltd.	9,214,696,647.31	7,418,563,934.03
	Zhejiang Dingsheng Petrochemical Engineering Co., Ltd.	1,469,900.00	1,346,500.00
	Zhejiang Rongtong Logistics Co., Ltd.	5,000.00	1,005,600.00
	Suzhou Shenghui Equipment Co., Ltd.	500,300.00	300.00
Subtotal		9,216,671,847.31	7,420,916,334.03

[Note] The above amounts relate to letters of credit issued by the Company and its subsidiaries. Upon receipt of the letters of credit, Rongsheng Petrochemical (Singapore) Pte. Ltd., Yisheng Dahua Petrochemical Co., Ltd., Zhejiang Yisheng New Materials Co., Ltd., the Company, Ningbo Zhongjin Petrochemical Co., Ltd., Dalian Rongxincheng Trading Co., Ltd., Zhejiang ZPC Sales Co., Ltd., Ningbo Rongxincheng Trading Co., Ltd. and Zhejiang Petroleum & Chemical Co., Ltd. discounted the relevant letters of credit prior to maturity.

XV. Commitments and contingencies

1. Major commitments

Significant commitments at the balance sheet date

1. As of June 30, 2026, the aggregate amount of letters of credit opened but not yet utilized by the Company and its subsidiaries, namely Zhejiang Shengyuan Chemical Fiber Co., Ltd., Yisheng Dahua Petrochemical Co., Ltd., Zhejiang Petroleum & Chemical Co., Ltd., Rongsheng Petrochemical (Singapore) Pte. Ltd., Zhejiang Yongsheng Technology Co., Ltd., Ningbo Zhongjin Petrochemical Co., Ltd., Zhejiang Yisheng New Materials Co., Ltd., Zhejiang Yongsheng Technology Co., Ltd., and Rongsheng New Materials (Zhoushan) Co., Ltd., with Bank of Communications Co., Ltd., Hangzhou Xiaoshan Sub-branch and other financial institutions, amounted to RMB 41,498,416,300.00, USD 146,431,100.00, EUR 38,871,100.00 and GBP 629,000.00.

2. As of June 30, 2026, the outstanding letters of guarantee of the Company and its subsidiaries were as follows:

Unit: 10,000

Issuing Bank	Applicant	Beneficiary	Guarantee Amount
Bank of China Limited, Dalian Jinpu New Area Branch	Yisheng Dahua Petrochemical Co., Ltd.	Zhengzhou Commodity Exchange	CNY 14,410.00
Bank of Ningbo Co., Ltd., Hudong Sub-branch	Ningbo Zhongjin Petrochemical Co., Ltd.	Zhejiang Jinhui Construction Co., Ltd.	CNY 9.09
Bank of Ningbo Co., Ltd., Hudong Sub-branch	Ningbo Zhongjin Petrochemical Co., Ltd.	Zhejiang Guojin Construction Co., Ltd.	CNY 30.77
Bank of Ningbo Co., Ltd., Hudong Sub-branch	Ningbo Zhongjin Petrochemical Co., Ltd.	Zhejiang Juxing Construction and Installation Engineering Co., Ltd.	CNY 59.03
China Construction Bank Corporation, Zhoushan Branch	Zhejiang Petroleum & Chemical Co., Ltd.	Hangzhou Customs of the People's Republic of China	CNY 50,000.00
Industrial and Commercial Bank of China Limited, Zhoushan Branch	Zhejiang Petroleum & Chemical Co., Ltd.	Hangzhou Customs of the People's Republic of China	CNY 33,000.00
Industrial and Commercial Bank of China Limited, Zhoushan Branch	Zhejiang Petroleum & Chemical Co., Ltd.	Hangzhou Customs of the People's Republic of China	CNY 33,000.00
Industrial and Commercial Bank of China Limited, Zhoushan Branch	Zhejiang Petroleum & Chemical Co., Ltd.	Hangzhou Customs of the People's Republic of China	CNY 34,000.00
Bank of China Limited, Zhoushan Branch	Zhejiang Petroleum & Chemical Co., Ltd.	Hangzhou Customs of the People's Republic of China	CNY 30,000.00
Bank of China Limited, Zhoushan Branch	Zhejiang Petroleum & Chemical Co., Ltd.	Hangzhou Customs of the People's Republic of China	CNY 50,000.00
Bank of China Limited, Zhoushan Branch	Zhejiang Petroleum & Chemical Co., Ltd.	Hangzhou Customs of the People's Republic of China	CNY 40,000.00
Bank of China Limited, Zhoushan Branch	Zhejiang Petroleum & Chemical Co., Ltd.	Hangzhou Customs of the People's Republic of China	CNY 30,000.00
Bank of China Limited, Zhoushan Branch	Zhejiang Petroleum & Chemical Co., Ltd.	Hangzhou Customs of the People's Republic of China	CNY 50,000.00
Bank of China Limited, Zhoushan Branch	Zhejiang Petroleum & Chemical Co., Ltd.	Hangzhou Customs of the People's Republic of China	CNY 49,000.00
Bank of Communications Co., Ltd., Hangzhou Xiaoshan Sub-branch	Zhejiang Petroleum & Chemical Co., Ltd.	Yitong New Materials Co., Ltd.	CNY 17,069.83
Bank of Communications Co., Ltd., Hangzhou Xiaoshan Sub-branch	Zhejiang Petroleum & Chemical Co., Ltd.	Yitong New Materials Co., Ltd.	CNY 27,255.73
Industrial and Commercial Bank of China Limited, Zhoushan Branch	ZPC Jintang Logistics Co., Ltd.	Jintang Branch of Zhoushan Municipal Bureau of Natural Resources and Planning	CNY 146.91

2. Contingencies

(1) Material contingencies as at the balance sheet date

As of the balance sheet date, the Company has no important contingencies that need to be disclosed.

(2) Explanation where the Company has no material contingencies requiring disclosure

The Company has no material contingencies to be disclosed.

XVI. Events after the Balance Sheet Date

1. Other Events after the Balance Sheet Date

At the First Extraordinary General Meeting of Shareholders of 2026 held on June 25, 2026, the Company considered and approved the Proposal on the 2026 Employee Stock Ownership Plan (Draft) and its Summary, the Proposal on the Administrative Measures for the 2026 Employee Stock Ownership Plan, and other relevant proposals. The implementation of the Employee Stock Ownership Plan commenced during the Reporting Period, but the transfer of shares had not yet been completed as at the end of the Reporting Period. On July 7, 2026, the Company completed the non-trading transfer of 153 million shares, and the relevant transfer was separately disclosed in an announcement.

XVII. Other Significant Matters

1. Segment Information

(1) Basis for Determining Reportable Segments and Accounting Policies

The Company determines its reportable segments based on its internal organizational structure, management requirements and internal reporting system, with business segments serving as the basis for identifying reportable segments. The operating results of the petrochemical production business, polyester fiber manufacturing business and trading business are assessed separately. Assets and liabilities jointly used by the respective segments are allocated among the segments in proportion to their scale.

(2) Financial Information of Reportable Segments

Unit：RMB

Item	Oil Refining Production Business	Chemical Production Business	Polyester Fiber Manufacturing Business	Trading Business	Inter-segment Eliminations	Total
Revenue from principal operations	27,078,065,547.07	98,493,690,878.90	13,293,150,155.54	53,332,100,905.42	-63,225,402,736.73	128,971,604,750.20
Cost of principal operations	19,834,004,769.33	87,876,187,643.57	12,389,413,664.71	52,438,503,311.65	-63,198,778,705.97	109,339,330,683.29
Total assets	454,363,058,739.38			11,427,963,170.28	-62,968,482,190.04	402,822,539,719.62
Total liabilities	305,410,917,255.09			6,403,353,931.61	-13,458,196,931.21	298,356,074,255.49

XVIII. Notes to main items in financial statements of the parent company

1. Accounts receivable

(1) Disclosure by aging

Unit: RMB

Aging	Ending book balance	Beginning book balance
Within 1 year (inclusive of 1 year)	3,610,690.16	2,565,821.96
Total	3,610,690.16	2,565,821.96

(2) Classified disclosure by bad debt accrual method

Unit: RMB

Category	Ending balance					Beginning balance				
	Book balance		Bad-debt provision		Book value	Book balance		Bad-debt provision		Book value
	Amount	Proportion	Amount	Percentage of provision		Amount	Proportion	Amount	Percentage of provision	
Accounts receivable with provision for bad debt reserves based on aging portfolio	3,610,690.16	100.00%	180,534.51	5.00%	3,430,155.65	2,565,821.96	100.00%	128,291.10	5.00%	2,437,530.86
Total	3,610,690.16	100.00%	180,534.51	5.00%	3,430,155.65	2,565,821.96	100.00%	128,291.10	5.00%	2,437,530.86

Provision for bad debt by combination:

Unit: RMB

Name	Ending balance		
	Book balance	Bad-debt provision	Percentage of provision
Within 1 year	3,610,690.16	180,534.51	5.00%
Total	3,610,690.16	180,534.51	5.00%

If the provision for bad debts of accounts receivable is accrued according to the general model of expected credit loss:

□ Applicable ☑ Not applicable

(3) Bad debt reserves accrual, recovered or reversed in the current period

Provision for bad debts in the current period:

Unit: RMB

Category		The amount of change in the current period	

	Beginning balance	Provision	Recovered or reversed	Write-off	Other	Ending balance
Provision made for bad debt reserves based on aging portfolio	128,291.10	52,243.41				180,534.51
Total	128,291.10	52,243.41				180,534.51

(4) Top five accounts receivable by ending balance

The total amount of the top 5 accounts receivable at the end of the period was RMB 3,529,184.67, accounting for 97.75% of the total accounts receivable at the end of the period. The corresponding provision for bad debts was RMB 176,459.24.

2. Other receivables

Unit: RMB

Item	Ending balance	Beginning balance
Dividends receivable	2,432,100,000.00	550,000,000.00
Other receivables	2,782,866,090.11	2,347,360,297.44
Total	5,214,966,090.11	2,897,360,297.44

(1) Dividends receivable

1) Classification of dividends receivable

Unit: RMB

Project (or investee)	Ending balance	Beginning balance
Hong Kong Shenghui Co., Ltd.	550,000,000.00	550,000,000.00
Zhejiang Yisheng Petrochemical Co., Ltd.	482,100,000.00	
Dalian Yisheng Investment Co., Ltd.	1,400,000,000.00	
Total	2,432,100,000.00	550,000,000.00

2) Significant dividends receivable aged over 1 year

Unit: RMB

Project (or investee)	Ending balance	Aging	Reason for the unrecovered amount	Whether impairment occurs and its judgment basis
Hong Kong Shenghui Co., Ltd.	550,000,000.00	2-3 years, over 3 years	Pending payment arrangements	Subsidiary operates normally, and no risk is expected in the recovery of funds.
Total	550,000,000.00			

(2) Other receivables

1) Classification of other receivables by nature

Unit: RMB

Nature of account	Ending book balance	Beginning book balance
Government accounts receivable	409,020,000.00	409,020,000.00
Petty cash	2,275,927.64	2,684,528.02
Amounts due from related parties within the scope of consolidation	2,372,767,133.27	1,925,920,763.12
Current accounts	3,242,800.84	3,242,800.84
Security deposits for borrowings		10,000,000.00
Total	2,787,305,861.75	2,350,868,091.98

2) Disclosure by aging

Unit: RMB

Aging	Ending book balance	Beginning book balance
Within 1 year (inclusive of 1 year)	1,630,149,490.78	1,276,109,520.10
1-2 years	150,889,396.41	90,642,139.84
2-3 years	630,577,397.64	608,426,855.12
Above 3 years	375,689,576.92	375,689,576.92
Total	2,787,305,861.75	2,350,868,091.98

3) Classified disclosure by bad debt accrual method

Unit: RMB

Category	Ending balance					Beginning balance				
	Book balance		Bad-debt provision		Book value	Book balance		Bad-debt provision		Book value
	Amount	Proportion	Amount	Percentage of provision		Amount	Proportion	Amount	Percentage of provision	
Provision made for bad debt reserves based on aging portfolio	2,787,305,861.75	100.00%	4,439,771.64	0.16%	2,782,866,090.11	2,350,868,091.98	100.00%	3,507,794.54	0.15%	2,347,360,297.44
Total	2,787,305,861.75	100.00%	4,439,771.64	0.16%	2,782,866,090.11	2,350,868,091.98	100.00%	3,507,794.54	0.15%	2,347,360,297.44

Provision for bad debt by combination:

Unit: RMB

Name	Ending balance

	Book balance	Bad-debt provision	Percentage of provision
Government accounts receivable	409,020,000.00	2,078,457.53	0.51%
Petty cash	2,275,927.64	2,199,174.07	96.63%
Amounts due from related parties within the scope of consolidation	2,372,767,133.27		
Current accounts	3,242,800.84	162,140.04	5.00%
Total	2,787,305,861.75	4,439,771.64	0.16%

Provision for bad debts is made according to the general model of expected credit loss:

Unit: RMB

Bad-debt provision	Stage I	Stage II	Stage III	Total
	Expected credit loss in the next 12 months	Expected credit loss over the entire duration (without credit impairment)	Expected credit loss for the entire duration (credit impairment has occurred)	
The balance as of January 1, 2026	181,607.98	1,136,609.64	2,189,576.92	3,507,794.54
The balance as of January 1, 2026 in the current period				
Provision in current period	-20,430.02	952,407.12		931,977.10
Balance as of June 30, 2026	161,177.96	2,089,016.76	2,189,576.92	4,439,771.64
Provision ratio for bad debts at period-end	0.01%	1.38%	0.22%	0.16%

Changes in the carrying amount where changes in the loss allowance during the current period were significant

□ Applicable ☑ Not applicable

4) Top five other receivables by ending balance, grouped by debtor

Unit: RMB

Company name	Nature of payment	Ending balance	Aging	Proportion in a total ending balance of other receivables	Ending balance of provision for bad debts
Other receivables 1	Current account of related parties within the scope of consolidation	1,263,649,822.31	Within 1 year, 1-2 years	45.34%	
Other receivables 2	Current account of related parties within the scope of consolidation	668,599,406.19	Within 1 year, 1-2 years, 2-3 years	23.99%	
Other receivables 3	Government receivables	409,020,000.00	Within 1 year, 1-2 years	14.67%	2,078,457.53
Other receivables 4	Current account of related parties	373,500,000.00	Above 3 years	13.40%	

	within the scope of consolidation				
Other receivables 5	Current account of a related party within the scope of consolidation	60,000,000.00	Within 1 year	2.15%	
Total		2,774,769,228.50		99.55%	2,078,457.53

3. Long-term equity investment

Unit: RMB

Item	Ending balance			Beginning balance		
	Book balance	Provision for impairment	Book value	Book balance	Provision for impairment	Book value
Investment in subsidiaries	51,313,102,808.47		51,313,102,808.47	51,293,102,808.47		51,293,102,808.47
Investment in joint ventures and associates	4,090,123,269.25		4,090,123,269.25	4,354,870,887.12		4,354,870,887.12
Total	55,403,226,077.72		55,403,226,077.72	55,647,973,695.59		55,647,973,695.59

(1) Investment in subsidiaries

Unit: RMB

Investee	Beginning balance (book value)	Opening balance of impairment provision	Increase and decrease in the current period				Ending balance (book value)	Ending balance of provision for impairment
			Additional investment	Reduced investment	Provision for impairment	Other		
Zhejiang Shengyuan Chemical Fiber Co., Ltd.	2,030,140,000.00						2,030,140,000.00	
Hong Kong Shenghui Co., Ltd.	141,419,910.00						141,419,910.00	
Dalian Yisheng Investment Co., Ltd.	1,468,204,457.48						1,468,204,457.48	
Ningbo Zhongjin Petrochemical Co., Ltd.	5,990,201,140.04						5,990,201,140.04	
Rongsheng Petrochemical (Singapore) Pte. Ltd.	620,889,560.00						620,889,560.00	
Rongsheng International	100,000,000.00						100,000,000.00	

Trading Co., Ltd.								
Zhejiang Petroleum & Chemical Co., Ltd.	29,987,242,115.34						29,987,242,115.34	
Rongxiang Chemical Fiber Co., Ltd.	3,000,000.00						3,000,000.00	
Zhejiang Yongsheng Technology Co., Ltd.	800,306,537.70						800,306,537.70	
Rongsheng International Trading (Hainan) Co., Ltd.	1,000,000.00						1,000,000.00	
Rongsheng Chemicals (Shanghai) Co., Ltd.	50,000,000.00						50,000,000.00	
Rongsheng New Materials (Zhoushan) Co., Ltd.	9,200,000,000.00						9,200,000,000.00	
Rongsheng New Materials (Taizhou) Co., Ltd.	900,000,000.00						900,000,000.00	
Rongsheng Petrochemical (Hong Kong) Limited	699,087.91						699,087.91	
Zhejiang Shenghui New Materials Co., Ltd.			20,000,000.00				20,000,000.00	
Total	51,293,102,808.47		20,000,000.00				51,313,102,808.47	

(2) Investments in joint ventures and associates

Unit: RMB

Investee	Beginning balance (book value)	Opening balance of impairment provision	Increase and decrease in the current period								Ending balance (book value)	Ending balance of provision for impairment
			Additional investment	Reduced investment	Investment gains or losses recognized under the equity method	Other comprehensive income adjustments	Other equity changes	Declared distribution of cash dividends or profit	Provision for impairment	Other		
I. Joint ventures												
II. Associates												
Zhejiang Yisheng Petrochemical Co., Ltd.	1,519,055,807.60				12,867,261.37	-1,128,877.24		482,100,000.00			1,048,694,191.73	
Ningbo Hengyi Trading Co., Ltd.	12,151,249.51				49,693,784.88	-8,056,860.73					53,788,173.66	
Zhejiang Xiaoshan Rural Commercial Bank Co., Ltd.	2,823,663,830.01				181,486,540.12	26,145,044.38		43,654,510.65			2,987,640,903.86	
Subtotal	4,354,870,887.12				244,047,586.37	16,959,306.41		525,754,510.65			4,090,123,269.25	
Total	4,354,870,887.12				244,047,586.37	16,959,306.41		525,754,510.65			4,090,123,269.25	

The recoverable amount is determined based on fair value less costs of disposal

□ Applicable ☑ Not applicable

The recoverable amount is determined based on the present value of estimated future cash flows

□ Applicable ☑ Not applicable

4.Operating revenue and operating cost

(1) Details

Unit: RMB

Item	The amount incurred in the current period		Amount incurred in the previous period	
	Revenue	Cost	Revenue	Cost
Primary business	1,578,947,452.52	1,398,108,985.27	743,494,859.25	714,589,038.03
Other businesses	79,688,490.88	18,390,135.78	131,264,163.44	69,326,198.38
Total	1,658,635,943.40	1,416,499,121.05	874,759,022.69	783,915,236.41
Of which: Revenue from Contracts with Customers	1,657,200,217.24	1,416,363,398.05	874,388,725.90	783,779,513.41

(2) Breakdown of operating revenue and operating cost

1) Breakdown of revenue generated by contracts with customers by goods or service categories

Unit: RMB

Item	Amount in the current period		Amount in the previous period	
	Revenue	Cost	Revenue	Cost
Polyester products, chemical fibers and films	1,578,947,452.52	1,398,108,985.27	743,494,859.25	714,589,038.03
Trade and others	78,252,764.72	18,254,412.78	130,893,866.65	69,190,475.38
Subtotal	1,657,200,217.24	1,416,363,398.05	874,388,725.90	783,779,513.41

2) Breakdown of revenue from contracts with customers by timing of transfer of goods or services

Unit: RMB

Item	Amount in the current period	Amount in the previous period
Revenue recognized at a certain point of time	1,657,200,217.24	874,388,725.90
Subtotal	1,657,200,217.24	874,388,725.90

(3) Information related to performance obligations

Item	Time of fulfillment of performance obligations	Important payment terms	Nature of goods transferred by the company	Whether the Company acts as principal	Amounts expected to be refunded to customers by the company	Type of quality assurance provided by the company and related obligations
Sale of goods	At the time of delivery of goods	Prepayment; Accounts receivable payment period	Products conforming to national standards	Yes	None	Assurance-type warranty

		is generally 30 to 90 days after product delivery				

5. Investment income

Unit: RMB

Item	The amount incurred in the current period	Amount incurred in the previous period
Income from long-term equity investment under the cost method	1,400,000,000.00	
Investment income from long-term equity investments accounted for using the equity method	244,047,586.37	155,613,807.08
Interest income from funds lent to related parties	9,148,040.78	13,659,765.86
Total	1,653,195,627.15	169,273,572.94

XIX. Supplementary information

1. Breakdown of non-recurring gains and losses in the current period

☑Applicable □ Not applicable

Unit: RMB

Item	Amount
Gains or losses on disposal of non-current assets	5,731,630.19
Government subsidies included in the current profit and losses (except those closely related to the Company's normal business operations, which are in line with national policies, enjoyed according to certain standards, and have a continuous impact on the Company's profit and losses)	13,985,643.04
Except for the effective hedging business related to the Company's normal business, the gains and losses of the fair value changes arising from financial assets and financial liabilities held by non-financial enterprises and the gains and losses arising from the disposal of financial assets and financial liabilities	-359,403,400.67
Fees charged to non-financial enterprises for occupation of funds and recognized in current profit or loss	153,396.22
Profit or loss from entrusted investment or asset management	143,013.70
Other non-operating income and expenses other than the items set out above	-410,642.51
Other profit or loss items falling within the definition of non-recurring gain or loss	4,022,688.71
Less: Effect of income tax	-58,116,873.86
Effect of non-controlling interests (after tax)	-44,787,981.32
Total	-232,872,816.14

Situation of other profit/loss items falling within the definition of non-recurring gain or loss:

□ Applicable ☑ Not applicable

The Company has no other profit/loss items falling within the definition of non-recurring gain or loss

Statement of defining non-recurring profit and loss items listed in the Explanatory Announcement No.1 on Information Disclosure of Companies Offering Securities to the Public - Non-recurring Profit and Losses as recurring profit and losses

□ Applicable ☑ Not applicable

2. Return on equity and earnings per share (EPS)

Profit within the reporting period	Weighted average return on net assets	Earnings per share (EPS)	
		Basic earnings per share (RMB per share)	Diluted earnings per share (RMB per share)
Net profit attributable to ordinary shareholders of the Company	11.13%	0.53	0.53
Net profit attributable to ordinary shareholders of the Company after deducting non-recurring gains and losses	11.63%	0.56	0.56

3. Differences in Accounting Data under Domestic and Foreign Accounting Standards

(1) Differences in net profit and net assets between financial reports disclosed under International Financial Reporting Standards and those disclosed under Chinese Accounting Standards for Business Enterprises

□ Applicable ☑ Not applicable

(2) Differences in net profit and net assets in financial reports disclosed in accordance with overseas accounting standards and Chinese Accounting Standards for Business Enterprises

□ Applicable ☑ Not applicable

Rongsheng Petrochemical Co., Ltd.

Chairman: Li Shuirong

August 24, 2026