Stock Code: 000726, 200726 Stock Name: LTTC, LTTC-B Announcement No. 2026-039

LU THAI TEXTILE CO., LTD.

THIRD QUARTERLY REPORT 2026

Lu Thai Textile Co., Ltd. (hereinafter referred to as the "Company") and all the members of the Company's Board of Directors hereby guarantee that the contents of this Report are true, accurate and complete and free of any misrepresentations, misleading statements or material omissions.

Important Notes:

1. The Board of Directors as well as the directors and senior management of the Company hereby guarantee that the contents of this Report are true, accurate and complete and free of any misrepresentations, misleading statements or material omissions, and collectively and individually accept legal responsibility for such contents.

2. The Company's legal representative, chief accountant and financial manager hereby guarantee that the financial statements carried in this Report are true, accurate and complete.

3. Indicate whether the financial statements in this Report have been audited by an independent auditor.

□Yes ☑ No

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

I Key Financial Information

(I) Key Accounting Data and Financial Indicators

Indicate whether there is any retrospectively restated datum in the table below.

□Yes ☑ No

	Q3 2026	YoY change (%)	Q1-Q3 2026	YoY change (%)
Operating revenue (RMB)	1,478,032,490.77	0.36%	4,164,100,067.96	-3.16%
Net profit attributable to the listed company's shareholders (RMB)	134,202,857.93	-5.79%	388,132,614.89	-22.79%
Net profit attributable to the listed company's shareholders before exceptional gains and losses (RMB)	91,428,717.18	-5.17%	209,016,152.82	-35.09%
Net cash generated from/used in operating activities (RMB)	—	—	657,792,857.78	60.76%
Basic earnings per share (RMB/share)	0.16	-11.11%	0.47	-24.19%

Diluted earnings per share (RMB/share)	0.16	6.67%	0.45	-18.18%
Weighted average return on equity (%)	1.37%	-0.09%	3.92%	-1.29%
	30 September 2026	31 December 2025	Change (%)	
Total assets (RMB)	12,441,496,440.85	14,106,762,900.07	-11.80%	
Equity attributable to the listed company's shareholders (RMB)	9,899,271,849.14	9,811,054,187.05	0.90%	

(II) Exceptional Gains and Losses

☑ Applicable □ Not applicable

Unit: RMB

Item	Q3 2026	Q1-Q3 2026	Note
Gain or loss on disposal of non-current assets (inclusive of impairment allowance write-offs)	50,016,650.39	136,977,024.80	
Government grants recognized in profit or loss (exclusive of those that are closely related to the Company's normal business operations and given in accordance with defined criteria and in compliance with government policies, and have a continuing impact on the Company's profit or loss)	5,869,127.24	22,122,187.26	
Gain or loss on fair-value changes in financial assets and liabilities held by a non-financial enterprise, as well as on disposal of financial assets and liabilities (exclusive of the effective portion of hedges that is related to the Company's normal business operations)	-15,430,870.25	25,748,036.08	
Non-operating income and expense other than the above	522,018.09	11,120,178.83	
Less: Income tax effects	-1,446,003.36	16,097,511.60	
Non-controlling interests effects (net of tax)	-351,211.92	753,453.30	
Total	42,774,140.75	179,116,462.07	--

Other items that meet the definition of exceptional gain/loss:

□Applicable ☑ Not applicable

No such cases in the Reporting Period.

Explanation of why the Company reclassifies as recurrent an exceptional gain/loss item listed in the Explanatory Announcement No. 1 on Information Disclosure for Companies Offering Their Securities to the Public—Exceptional Gain/Loss Items:

□Applicable ☑ Not applicable

No such cases in the Reporting Period.

(III) Changes in Key Financial Information and Explanation of why

☑ Applicable □ Not applicable

Item	Amount as at 30 September 2026 (RMB'0,000)	Amount as at 31 December 2025 (RMB'0,000)	Change	Main reason for change
Held-for-trading financial assets	68,131.91	109,406.76	-37.73%	Redemption of mature wealth management products

Receivables financing	2,811.53	1,033.53	172.03%	Increase in bank acceptance bills held at the end of the period
Prepayments	10,902.36	7,023.31	55.23%	Increase in prepayments for goods
Long-term equity investments	21,621.75	9,987.79	116.48%	Partial equity transfer of an overseas subsidiary, and that the remaining equity investment was remeasured from the cost method to the equity method, resulting in an increase in long-term equity investments for the current period
Construction in progress	23,704.85	9,015.72	162.93%	Increase in construction investment for new projects
Other non-current assets	6,685.74	51,500.43	-87.02%	Decrease in time deposits with a maturity of more than one year
Taxes and levies payable	3,024.43	5,887.34	-48.63%	Decrease in corporate income tax payable
Dividends payable	8,219.37	44.11	18533.22%	Payable interim cash dividends for the current year
Current portion of non-current liabilities	22,287.98	187,056.26	-88.08%	Repayment of matured payable bonds
Long-term borrowings	17,036.91	24,791.27	-31.28%	Repayment of maturing long-term borrowings
Item	Amount as of Q1-Q3 2026 (RMB'0,000)	Amount as of Q1-Q3 2025 (RMB'0,000)	Change	Main reason for change
Finance costs	9,736.58	1,427.92	581.87%	Increase in net foreign exchange losses
Other income	2,420.49	1,823.80	32.72%	Increase in government grants received
Return on investment ("-" for loss)	13,239.73	25,102.06	-47.26%	Decrease in gains from the disposal of held-for-trading financial assets compared with the same period of last year
Gain on changes in fair value ("-" for loss)	-1,972.74	-5,738.37	65.62%	Fair value change of held-for-trading financial assets
Credit impairment loss ("-" for loss)	-2,220.13	-956.40	-132.13%	Increase in provision for bad debts on accounts receivable
Asset disposal income	4,910.33	71.67	6750.99%	Net gain generated from the disposal of idle land by an overseas subsidiary
Net cash generated from/used in operating activities	65,779.29	40,918.06	60.76%	Decrease in cash paid for goods and services
Net cash generated from/used in investing activities	78,071.38	-10,879.99	817.57%	Redemption of mature wealth management products
Net cash generated from/used in financing activities	-200,008.72	-10,881.88	-1738.00%	Repayment of matured payable bonds

II Shareholder Information

(I) Numbers of Ordinary Shareholders and Preference Shareholders with Resumed Voting Rights as well as Holdings of Top 10 Shareholders

Unit: share

Number of ordinary shareholders at the period-end		46,973	Number of preferred shareholders with resumed voting rights at the period-end (if any)		0	
Top 10 shareholders (exclusive of shares lent in refinancing)						
Name of shareholder	Nature of shareholder	Shareholding percentage	Total shares held	Restricted shares held	Shares in pledge, marked or frozen	
					Status	Shares

Zibo Lucheng Textile Investment Co., Ltd.	Domestic non-state-owned corporation	17.17%	140,353,583	0	N/A	0
Tailun (Thailand) Textile Co., Ltd.	Foreign corporation	14.10%	115,232,400	0	N/A	0
Yang Sanbao	Domestic individual	2.31%	18,911,700	0	N/A	0
National Social Security Fund Portfolio 413	Other	2.05%	16,800,051	0	N/A	0
China Merchants Prosperity Selected Equity Type Securities Investment Fund	Other	0.92%	7,499,998	0	N/A	0
FEDERATED HERMES GLOBAL INVESTMENT FD (CAYMAN) MASTER, SPC OBOAFTAO FEDERATED HERMES EMG ASIA EQUITY FD MASTER S.P.	Foreign corporation	0.73%	5,970,231	0	N/A	0
Wu Yijun	Domestic individual	0.70%	5,718,898	0	N/A	0
Yang Hua	Domestic individual	0.56%	4,600,100	0	N/A	0
Hao Jing	Domestic individual	0.53%	4,343,100	0	N/A	0
China Merchants Pioneer Securities Investment Fund	Other	0.48%	3,950,000	0	N/A	0

Top 10 unrestricted shareholders (exclusive of shares lent in refinancing and locked shares of senior management)

Name of shareholder	Unrestricted shares held	Shares by type	
		Type	Shares
Zibo Lucheng Textile Investment Co., Ltd.	140,353,583	RMB-denominated ordinary stock	140,353,583
Tailun (Thailand) Textile Co., Ltd.	115,232,400	Domestically listed foreign stock	115,232,400
Yang Sanbao	18,911,700	RMB-denominated ordinary stock	18,911,700

National Social Security Fund Portfolio 413	16,800,051	RMB-denominated ordinary stock	16,800,051
China Merchants Prosperity Selected Equity Type Securities Investment Fund	7,499,998	RMB-denominated ordinary stock	7,499,998
FEDERATED HERMES GLOBAL INVESTMENT FD (CAYMAN) MASTER, SPC OBOAFTAO FEDERATED HERMES EMG ASIA EQUITY FD MASTER S.P.	5,970,231	Domestically listed foreign stock	5,970,231
Wu Yijun	5,718,898	RMB-denominated ordinary stock	5,718,898
Yang Hua	4,600,100	RMB-denominated ordinary stock	4,455,300
		Domestically listed foreign stock	144,800
Hao Jing	4,343,100	RMB-denominated ordinary stock	4,343,100
China Merchants Pioneer Securities Investment Fund	3,950,000	RMB-denominated ordinary stock	3,950,000
Related or acting-in-concert parties among the shareholders above	Zibo Lucheng Textile Investment Co., Ltd. is the largest shareholder of the Company and the actual controller. Tailun (Thailand) Textile Co., Ltd. is the second largest shareholder as well as sponsor of foreign capital of the Company. All of other shareholders are people holding public A share or B share and the Company is not able to confirm whether there is associated relationship or concerted action among other shareholders.		
Top 10 shareholders engaged in securities margin trading (if any)	Yang Sanbao held 338,600 shares of the Company's ordinary stock through a regular securities account and 18,573,100 shares through a securities collateral account for margin trading clients of securities companies, with a total holding of 18,911,700 shares; Wu Yijun held 0 shares through a regular securities account and 5,718,898 shares through a securities collateral account for margin trading clients of securities companies, with a total holding of 5,718,898 shares; Yang Hua held 144,800 shares through a regular securities account and 4,455,300 shares through a securities collateral account for margin trading clients of securities companies, with a total holding of 4,600,100 shares; Hao Jing held 38,100 shares through a regular securities account and 4,305,000 shares through a securities collateral account for margin trading clients of securities companies, with a total holding of 4,343,100 shares.		

5% or greater shareholders, top 10 shareholders and Top 10 unrestricted shareholders involved in refinancing shares lending

□Applicable ☑ Not applicable

Changes in top 10 shareholders and top 10 unrestricted shareholders due to refinancing shares lending/return compared with the prior period

□Applicable ☑ Not applicable

(II) Number of Preference Shareholders and Shareholdings of Top 10 of Them

□Applicable ☑ Not applicable

III Other Significant Events

□Applicable ☑ Not applicable

IV Quarterly Financial Statements

(I) Financial Statements

1. Consolidated Balance Sheet

Prepared by Lu Thai Textile Co., Ltd.

30 September 2026

Unit: RMB

Item	30 September 2026	1 January 2026
Current assets:		
Monetary assets	1,867,959,194.58	2,396,851,459.72
Held-for-trading financial assets	681,319,101.65	1,094,067,591.31
Derivative financial assets		
Notes receivable	41,624,928.65	37,500,667.56
Accounts receivable	885,133,056.23	889,743,214.62
Receivables financing	28,115,338.00	10,335,302.96
Prepayments	109,023,582.22	70,233,122.96
Other receivables	76,614,393.09	35,452,183.40
Including: Interest receivable		
Dividends receivable	11,218,355.17	1,267,187.27
Inventories	2,056,316,053.05	2,107,300,004.83
Current portion of non-current assets		
Other current assets	20,667,513.78	17,765,080.24
Total current assets	5,766,773,161.25	6,659,248,627.60
Non-current assets:		
Long-term equity investments	216,217,531.64	99,877,917.52
Investments in other equity instruments		
Other non-current financial assets	88,360,000.00	88,360,000.00

Investment property	17,095,909.61	17,772,891.33
Fixed assets	5,276,496,744.50	5,705,325,739.27
Construction in progress	237,048,508.10	90,157,178.55
Right-of-use assets	296,193,714.41	437,366,025.27
Intangible assets	315,296,424.80	322,548,576.08
Development costs		
Goodwill	20,563,803.29	20,563,803.29
Long-term prepaid expense	2,585,269.28	2,966,740.84
Deferred income tax assets	138,007,965.62	147,571,150.02
Other non-current assets	66,857,408.35	515,004,250.30
Total non-current assets	6,674,723,279.60	7,447,514,272.47
Total assets	12,441,496,440.85	14,106,762,900.07
Current liabilities:		
Short-term borrowings	529,998,128.37	652,836,872.89
Held-for-trading financial liabilities	5,182,561.67	
Derivative financial liabilities		
Notes payable	35,000,000.00	
Accounts payable	231,857,617.62	232,348,158.30
Advances from customers		
Contract liabilities	169,182,302.27	178,735,140.23
Employee benefits payable	269,729,913.63	301,497,209.62
Taxes and levies payable	30,244,262.78	58,873,433.90
Other payables	110,466,452.06	17,580,817.40
Including: Interest payable		
Dividends payable	82,193,674.34	441,113.64
Current portion of non-current liabilities	222,879,833.61	1,870,562,551.70
Other current liabilities	38,409,801.65	33,932,228.19
Total current liabilities	1,642,950,873.66	3,346,366,412.23
Non-current liabilities:		
Long-term borrowings	170,369,127.13	247,912,723.61
Bonds payable		
Lease liabilities	64,959,068.79	74,159,267.26
Long-term payables		
Long-term employee benefits payable	58,241,342.34	58,241,342.34
Provisions		
Deferred income	134,014,675.29	139,473,294.93
Deferred income tax liabilities	119,370,895.27	110,514,267.42
Other non-current liabilities		
Total non-current liabilities	546,955,108.82	630,300,895.56

Total liabilities	2,189,905,982.48	3,976,667,307.79
Owners' equity:		
Share capital	817,525,607.00	817,306,920.00
Other equity instruments		71,383,045.46
Capital reserves	252,134,922.96	178,932,155.02
Less: Treasury stock		
Other comprehensive income	9,807,679.62	108,712,967.46
Specific reserve	1,333,327.31	
Surplus reserves	1,331,218,572.39	1,331,218,572.39
General reserve		
Retained earnings	7,487,251,739.86	7,303,500,526.72
Total equity attributable to owners of the parent company	9,899,271,849.14	9,811,054,187.05
Non-controlling interests	352,318,609.23	319,041,405.23
Total owners' equity	10,251,590,458.37	10,130,095,592.28
Total liabilities and owners' equity	12,441,496,440.85	14,106,762,900.07

Legal representative: Liu Zibin The Company's chief accountant: Zhang Keming

The Company's financial manager: Zhang Keming

2. Consolidated Income Statement for Q1-Q3

Unit: RMB

Item	Q1-Q3 2026	Q1-Q3 2025
1. Revenues	4,164,100,067.96	4,299,819,286.52
Including: Operating revenue	4,164,100,067.96	4,299,819,286.52
2. Costs and expenses	3,847,407,814.74	3,860,144,002.18
Including: Cost of sales	3,236,723,074.28	3,303,748,666.00
Taxes and levies	46,125,170.57	46,873,174.16
Selling expense	102,289,510.22	104,314,914.19
Administrative expense	245,370,130.74	242,494,720.82
Development costs	119,534,106.83	148,433,370.58
Finance costs	97,365,822.10	14,279,156.43
Including: Interest costs	46,718,500.40	73,964,787.77
Interest revenue	44,262,493.25	51,751,771.65
Add: Other income	24,204,934.85	18,238,001.58
Return on investment ("-" for loss)	132,397,255.76	251,020,623.01
Including: Share of profit or loss of joint ventures and associates	-3,093,765.47	2,057,812.34
Income from the derecognition of financial assets at amortized cost ("-" for loss)		
Exchange gain ("-" for loss)		

Net gain on exposure hedges (“-” for loss)		
Gain on changes in fair value (“-” for loss)	-19,727,448.86	-57,383,721.90
Credit impairment loss (“-” for loss)	-22,201,319.84	-9,563,993.13
Asset impairment loss (“-” for loss)	-57,138,976.69	-55,883,667.25
Asset disposal income (“-” for loss)	49,103,312.44	716,732.93
3. Operating profit (“-” for loss)	423,330,010.88	586,819,259.58
Add: Non-operating income	14,191,363.67	10,867,224.11
Less: Non-operating expense	3,679,017.18	5,958,112.08
4. Gross profit (“-” for loss)	433,842,357.37	591,728,371.61
Less: Income tax expense	45,433,759.91	79,543,391.00
5. Net profit (“-” for net loss)	388,408,597.46	512,184,980.61
5.1 By operating continuity		
5.1.1 Net profit from continuing operations (“-” for net loss)	388,408,597.46	512,184,980.61
5.1.2 Net profit from discontinued operations (“-” for net loss)		
5.2 By ownership		
5.2.1 Net profit attributable to owners of the parent company (“-” for net loss)	388,132,614.89	502,671,698.20
5.2.1 Net profit attributable to non-controlling interests (“-” for net loss)	275,982.57	9,513,282.41
6. Other comprehensive income, net of tax	-98,906,056.41	-28,300,294.69
Attributable to owners of the parent company	-98,905,287.84	-28,300,294.69
6.1 Items that will not be reclassified to profit or loss		
6.1.1 Changes caused by remeasurements on defined benefit schemes		
6.1.2 Other comprehensive income that will not be reclassified to profit or loss under the equity method		
6.1.3 Changes in the fair value of investments in other equity instruments		
6.1.4 Changes in the fair value arising from changes in own credit risk		
6.1.5 Other		
6.2 Items that will be reclassified to profit or loss	-98,905,287.84	-28,300,294.69
6.2.1 Other comprehensive income that will be reclassified to profit or loss under the equity method		
6.2.2 Changes in the fair value of other debt investments		
6.2.3 Other comprehensive income arising from the reclassification of financial assets		
6.2.4 Credit impairment allowance for other debt investments		
6.2.5 Reserve for cash flow hedges		
6.2.6 Differences arising from the translation of foreign currency-denominated financial statements	-98,852,315.14	-28,273,704.47
6.2.7 Other	-52,972.70	-26,590.22
Attributable to non-controlling interests	-768.57	
7. Total comprehensive income	289,502,541.05	483,884,685.92
7.1 Attributable to owners of the parent company	289,227,327.05	474,371,403.51
7.2 Attributable to non-controlling interests	275,214.00	9,513,282.41

8. Earnings per share		
8.1 Basic earnings per share	0.47	0.62
8.2 Diluted earnings per share	0.45	0.55

Where business combinations under common control occurred in the current period, the net profit achieved by the acquirees before the combinations was RMB0.00, with the amount for the same period of last year being RMB0.00.

Legal representative: Liu Zibin The Company's chief accountant: Zhang Keming

The Company's financial manager: Zhang Keming

3. Consolidated Cash Flow Statement for Q1-Q3

Unit: RMB

Item	Q1-Q3 2026	Q1-Q3 2025
1. Cash flows from operating activities:		
Proceeds from sale of commodities and rendering of services	4,146,584,710.25	4,211,537,160.65
Tax and levy rebates	44,266,107.18	47,679,566.45
Cash generated from other operating activities	49,459,326.52	39,895,129.15
Subtotal of cash generated from operating activities	4,240,310,143.95	4,299,111,856.25
Payments for commodities and services	2,146,708,511.56	2,368,245,986.41
Cash paid to and for employees	1,148,658,527.93	1,204,612,229.16
Taxes and levies paid	143,836,278.61	157,062,377.80
Cash used in other operating activities	143,313,968.07	160,010,661.97
Subtotal of cash used in operating activities	3,582,517,286.17	3,889,931,255.34
Net cash generated from/used in operating activities	657,792,857.78	409,180,600.91
2. Cash flows from investing activities:		
Proceeds from disinvestment	10,856,420,872.97	8,397,454,959.71
Return on investment	10,446,427.81	210,643,439.26
Net proceeds from the disposal of fixed assets, intangible assets and other long-lived assets	69,530,350.05	8,248,940.00
Net proceeds from the disposal of subsidiaries and other business units	77,225,067.45	
Cash generated from other investing activities	615,001,885.66	503,978,295.33
Subtotal of cash generated from investing activities	11,628,624,603.94	9,120,325,634.30
Payments for the acquisition of fixed assets, intangible assets and other long-lived assets	264,499,065.99	94,819,577.67
Payments for investments	10,427,676,000.00	9,127,162,000.00
Cash used in other investing activities	155,735,781.30	7,143,944.38
Subtotal of cash used in investing activities	10,847,910,847.29	9,229,125,522.05
Net cash generated from/used in investing activities	780,713,756.65	-108,799,887.75
3. Cash flows from financing activities:		
Capital contributions received	33,632,130.00	
Including: Capital contributions by non-controlling interests to subsidiaries	33,632,130.00	
Borrowings received	810,715,789.50	1,311,186,815.33

Subtotal of cash generated from financing activities	844,347,919.50	1,311,186,815.33
Repayment of borrowings	2,531,492,837.53	1,198,165,885.86
Interest and dividends paid	299,051,818.70	208,165,465.31
Including: Dividends paid by subsidiaries to non-controlling interests		
Cash used in other financing activities	13,890,416.54	13,674,234.03
Subtotal of cash used in financing activities	2,844,435,072.77	1,420,005,585.20
Net cash generated from/used in financing activities	-2,000,087,153.27	-108,818,769.87
4. Effect of foreign exchange rates changes on cash and cash equivalents	-21,413,773.96	25,565,211.41
5. Net increase in cash and cash equivalents	-582,994,312.80	217,127,154.70
Add: Cash and cash equivalents, beginning of the period	2,033,439,469.50	1,371,412,259.52
6. Cash and cash equivalents, end of the period	1,450,445,156.70	1,588,539,414.22

(II) Adjustments to Financial Statement Items at the Beginning of the Year of the First Implementation of the New Accounting Standards Implemented since 2026

□ Applicable ☑ Not applicable

(III) Independent Auditor's Report

Indicate by tick mark whether the financial statements above have been audited by an independent auditor.

□Yes ☑ No

These financial statements have not been audited by such an auditor.

Board of Director
Lu Thai Textile Co., Ltd.
29 October 2026