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凯盛新能源股份有限公司

Triumph New Energy Company Limited

*(Formerly known as “LUOYANG GLASS COMPANY LIMITED 洛陽玻璃股份有限公司”)
(a joint stock limited company incorporated in the People’s Republic of China with limited liability)*

(Stock code: 01108)

2024 INTERIM RESULTS ANNOUNCEMENT

I. IMPORTANT NOTICE

The board (the “**Board**”) of directors (the “**Directors**”) of Triumph New Energy Company Limited (the “**Company**”) is pleased to announce the interim results of the Company and its subsidiaries (the “**Group**”) for the period ended 30 June 2024.

This interim results announcement is extracted from the full text of the 2024 interim report of the Company. For details, investors are advised to read carefully the full text of the 2024 interim report of the Company which will be published simultaneously on the website of the Shanghai Stock Exchange and other websites designated by the China Securities Regulatory Commission.

This interim results of the Company for the six months ended 30 June 2024 are unaudited but have been reviewed and approved by the audit committee under the Board.

II. MAJOR FINANCIAL DATA AND INFORMATION OF SHAREHOLDERS

(I) Major financial data

Unit: Yuan Currency: RMB

Major accounting data	Reporting period	Same period last year	Increase/decrease over the same period last year
	(January to June)		(%)
Operating income	2,978,823,318.67	2,778,818,294.04	7.20
Net profit attributable to shareholders of the Company (net loss is represented by “-”)	-54,781,826.93	128,742,580.09	-142.55
Net profit attributable to shareholders of the Company after deducting non-recurring profit or loss (net loss is represented by “-”)	-65,546,344.95	27,095,338.17	-341.91
Net cash flow from operating activities	-18,666,750.36	-384,739,037.08	N/A
	At the end of the reporting period	At the end of the previous year	Increase/decrease from the end of the previous year
			(%)
Net assets attributable to shareholders of the Company	4,572,369,639.62	4,627,151,466.55	-1.18
Total assets	12,782,640,526.03	12,427,698,664.06	2.86

(II) Number and shareholdings of shareholders

1. Number of shareholders

Total number of holders of ordinary shares as at the end of the reporting period (<i>shareholder</i>)	33,059
Total number of preferential shareholders with voting rights restored as at the end of the reporting period (<i>shareholder</i>)	0

2. Shareholdings of top ten shareholders

Unit: share

Name of shareholder (Full name)	Shareholdings of top ten shareholders (excluding shares lent through refinancing)			Pledged, tagged or frozen Status of shares	Number	Nature of shareholder
	Increase/ decrease during the reporting period	Number of shares at the end of reporting period	Proportion moratorium (%)			
HKSCC Nominees Limited	0	249,168,789	38.59	Unknown		Overseas legal person
China Luoyang Float Glass (Group) Co., Ltd.	0	111,195,912	17.22	Pledged	55,597,956	State-owned legal person
CNBM New Material Research Institute Group Co., Ltd.* (中建材玻璃新材料研究院 集團有限公司)	0	63,835,499	9.89	Nil		State-owned legal person
Hongtu Private Equity Investment Fund Management (Shenzhen) Co., Ltd of Shenzhen Capital Group Co., Ltd.- New Materials Fund of Shenzhen Capital Group for Transformation and Upgrading for Manufacturing Sector (Limited Partnership)* (深創 投紅土私募股權投資基 金管理(深圳)有限公司— 深創投製造業轉型升級 新材料基金(有限合夥))	0	38,853,812	6.02	Nil		Domestic non- state owned legal person

Shareholdings of top ten shareholders (excluding shares lent through refinancing)							
Name of shareholder (Full name)	Increase/ decrease during the reporting period	Number of shares at the end of reporting period	Proportion (%)	Number of shares held subject to trading moratorium	Pledged, tagged or frozen		Nature of shareholder
					Status of shares	Number	
Triumph Science & Technology Co., Ltd.	0	29,515,000	4.57	13,229,724	Nil		State-owned legal person
Luoyang Venture Investment Co., Ltd. – High Quality Development Fund for Manufacturing Sector in Luoyang (Limited Partnership) (洛陽創業投資有限公司— 洛陽製造業高品質發展 基金(有限合夥))	0	4,856,726	0.75		Nil		Domestic non- state owned legal person
Hong Kong Securities Clearing Co., Ltd.	-896,643	1,838,652	0.28		Nil		Overseas legal person
Yixing Environmental Technology Innovation Venture Capital Co., Ltd.* (宜 興環保科技創新創業投 資有限公司)	0	1,542,674	0.24		Nil		State-owned legal person
Yang Wucheng	0	1,454,472	0.23		Pledged	1,454,472	Domestic natural person
Ding Yuhui	1,414,866	1,414,866	0.22		Nil		Domestic natural person

Shareholdings of top 10 shareholders not subject to trading moratorium (excluding shares lent through refinancing and executive lock-up shares)

Name of shareholder	Number of circulating shares not subject to trading moratorium	Type and number of shares	
		Type	Number
HKSCC Nominees Limited	249,168,789	Overseas listed foreign shares	249,168,789
China Luoyang Float Glass (Group) Co., Ltd.	111,195,912	Ordinary RMB shares	111,195,912
CNBM New Material Research Institute Group Co., Ltd.* (中建材玻璃新材料研究院集團有限公司)	63,835,499	Ordinary RMB shares	63,835,499
Hongtu Private Equity Investment Fund Management (Shenzhen) Co., Ltd of Shenzhen Capital Group Co., Ltd.– New Materials Fund of Shenzhen Capital Group for Transformation and Upgrading for Manufacturing Sector (Limited Partnership)* (深創投紅土私募股權投資基金管理(深圳)有限公司–深創投製造業轉型升級新材料基金(有限合夥))	38,853,812	Ordinary RMB shares	38,853,812
Triumph Science & Technology Co., Ltd.	16,285,276	Ordinary RMB shares	16,285,276
Luoyang Venture Investment Co., Ltd. – High Quality Development Fund for Manufacturing Sector in Luoyang (Limited Partnership) (洛陽創業投資有限公司–洛陽製造業高品質發展基金(有限合夥))	4,856,726	Ordinary RMB shares	4,856,726
Hong Kong Securities Clearing Co., Ltd.	1,838,652	Ordinary RMB shares	1,838,652
Yixing Environmental Technology Innovation Venture Capital Co., Ltd. (宜興環保科技創新創業投資有限公司)	1,542,674	Ordinary RMB shares	1,542,674
Yang Wucheng	1,454,472	Ordinary RMB shares	1,454,472
Ding Yuhui	1,414,866	Ordinary RMB shares	1,414,866

Shareholdings of top 10 shareholders not subject to trading moratorium (excluding shares lent through refinancing and executive lock-up shares)

Name of shareholder	Number of circulating shares not subject to trading moratorium	Type	Number
Explanation on special accounts for repurchase purpose among the top ten shareholders			None
Explanation on the aforesaid shareholders' proxy voting rights, entrusted voting rights and waiver of voting rights			None
Explanation on related party relationship or parties acting in concert among the aforesaid shareholders	Among the top 10 shareholders of the Company, China Luoyang Float Glass (Group) Co., Ltd. together with CNBM New Material Research Institute Group Co., Ltd.* (中 建 材 玻 璃 新 材 料 研 究 院 集 團 有 限 公 司) and Triumph Science & Technology Co., Ltd. are related parties or parties acting in concert as defined under the Regulations for Disclosure of Changes in Shareholding of Listed Companies (《上市公司股東持股變動信息披露管理辦法》). The Company is not aware of any parties acting in concert or any related party relationship among other holders of circulating shares.		
Explanation on preferential shareholders with voting rights restored and the number of shares held			None

Notes:

- 1 Shares held by HKSCC Nominees Limited are held on behalf of various customers.
- 2 The ordinary RMB shares held by Hong Kong Securities Clearing Co., Ltd. are held on behalf of overseas investors who held ordinary RMB shares of the Company via Northbound Trading in the Shanghai-Hong Kong Stock Connect.

Number of shares held by and trading moratorium of top 10 holders of shares subject to trading moratorium

Unit: share

No.	Name of holders of shares subject to trading moratorium	Number of shares held subject to trading moratorium	Shares subject to trading moratorium available for listing and trading		Trading moratorium
			Time available for listing and trading	Number of additional shares available for listing and trading	
1	Triumph Technology Group Co., Ltd.	13,229,724	18 August 2024	0	Non-transferable within 36 months from the completion date of the issuance
	Explanation on related party relationship or parties acting in concert among the aforesaid shareholders	None			

Note: The Company published the Announcement on the Listing and Trading of Shares subject to Trading Moratorium from Non-public Issuance (《非公開發行限量股上市流通公告》) on 14 August 2024, and the aforesaid shares subject to trading moratorium from non-public issuance held by Triumph Technology Group Co., Ltd. were listed for trading on 20 August 2024.

III. FINANCIAL STATEMENTS AND NOTES

(I) Financial Statements

Consolidated Balance Sheet

30 June 2024

Prepared by: Triumph New Energy
Company Limited

Unit: Yuan Currency: RMB

Item	30 June 2024	31 December 2023
Monetary funds	252,401,182.84	273,462,436.65
Notes receivable	498,692,202.48	187,071,244.67
Accounts receivable	1,421,804,403.21	1,290,872,150.78
Accounts receivable financing	775,924,578.79	1,413,397,411.65
Prepayments	230,680,017.40	187,441,429.34
Other receivables	114,600,669.70	154,396,647.29
Inventories	926,294,388.76	686,887,235.96
Assets held for sales	5,874,065.75	5,874,065.75
Other current assets	155,276,832.39	114,962,230.83
Total current assets	4,381,548,341.32	4,314,364,852.92
Fixed assets	5,009,202,569.73	4,947,322,586.75
Construction in progress	2,535,864,974.84	1,772,629,520.09
Right-of-use assets	8,043,434.49	9,695,700.09
Intangible assets	731,344,688.49	745,115,048.52
Development expenditure	24,524,199.94	14,895,294.06
Goodwill	17,583,473.33	17,583,473.33
Deferred tax assets	39,383,753.86	15,963,295.75
Other non-current assets	35,145,090.03	590,128,892.55
Total non-current assets	8,401,092,184.71	8,113,333,811.14
Total assets	12,782,640,526.03	12,427,698,664.06

Item	30 June 2024	31 December 2023
Short-term borrowings	958,516,709.79	760,656,246.99
Notes payable	721,505,538.47	486,886,737.12
Accounts payable	1,622,041,791.96	1,535,170,636.56
Prepayment		20,377.36
Contract liabilities	8,173,569.40	8,352,702.13
Employee compensation payable	23,981,054.13	84,343,288.15
Taxes payable	23,131,804.66	45,217,814.58
Other payables	171,867,026.24	173,708,687.56
Non-current liabilities due within one year	879,190,930.29	453,468,886.35
Other current liabilities	280,372,991.75	606,787,982.57
Total current liabilities	<u>4,688,781,416.69</u>	<u>4,154,613,359.37</u>
Long-term borrowings	2,998,556,366.79	3,123,923,613.81
Lease liabilities	4,021,444.06	5,857,164.28
Deferred income	50,143,240.80	52,752,295.00
Deferred income tax liabilities	35,879,818.64	37,305,857.31
Total non-current liabilities	<u>3,088,600,870.29</u>	<u>3,219,838,930.40</u>
Total liabilities	<u>7,777,382,286.98</u>	<u>7,374,452,289.77</u>
Paid-in capital (or share capital)	645,674,963.00	645,674,963.00
Capital reserve	3,780,818,962.41	3,780,818,962.41
Surplus reserve	51,365,509.04	51,365,509.04
Undistributed profit	94,510,205.17	149,292,032.10
Total equity attributable to owners (or shareholders) of the Company	<u>4,572,369,639.62</u>	<u>4,627,151,466.55</u>
Minority interests	432,888,599.43	426,094,907.74
Total owner's equity (or shareholder's equity)	<u>5,005,258,239.05</u>	<u>5,053,246,374.29</u>
Total liabilities and owner's equity (or shareholder's equity)	<u>12,782,640,526.03</u>	<u>12,427,698,664.06</u>

Balance Sheet of the Company
30 June 2024

Prepared by: Triumph New Energy
 Company Limited

Unit: Yuan Currency: RMB

Item	30 June 2024	31 December 2023
Monetary funds	181,593,426.05	53,177,840.32
Accounts receivable	143,303,601.12	89,691,502.93
Accounts receivable financing	59,304,125.42	149,183,816.17
Prepayments	18,951.17	122,593.67
Other receivables	735,596,661.30	904,521,378.82
Inventories	37,020.00	8,100.00
Other current assets	534,090.03	
Total current assets	<u>1,120,387,875.09</u>	<u>1,196,705,231.91</u>
Long-term equity investments	3,903,415,248.62	3,903,415,248.62
Fixed assets	1,451,568.46	1,598,445.25
Construction in progress	638,667.74	544,608.33
Intangible assets	47,034,851.93	47,612,927.51
Total non-current assets	<u>3,952,540,336.75</u>	<u>3,953,171,229.71</u>
Total assets	<u>5,072,928,211.84</u>	<u>5,149,876,461.62</u>

Item	30 June 2024	31 December 2023
Short-term borrowings	100,054,507.36	100,063,326.16
Accounts payable	51,203,343.53	74,652,326.75
Employee compensation payable	1,805,011.44	5,626,986.40
Taxes payable	222,389.87	398,247.30
Other payables	79,283,579.38	7,915,823.80
Non-current liabilities due within one year	38,603,030.27	34,108,009.04
Other current liabilities	31,503,323.61	141,223,759.51
Total current liabilities	<u>302,675,185.46</u>	<u>363,988,478.96</u>
Long-term borrowings	886,710,269.14	887,926,813.81
Total non-current liabilities	<u>886,710,269.14</u>	<u>887,926,813.81</u>
Total liabilities	<u>1,189,385,454.60</u>	<u>1,251,915,292.77</u>
Paid-in capital (or share capital)	645,674,963.00	645,674,963.00
Capital reserve	3,857,589,394.08	3,857,589,394.08
Surplus reserve	51,365,509.04	51,365,509.04
Undistributed profit (loss is represented by “-”)	-671,087,108.88	-656,668,697.27
Total owner’s equity (or shareholder’s equity)	<u>3,883,542,757.24</u>	<u>3,897,961,168.85</u>
Total liabilities and owner’s equity (or shareholder’s equity)	<u>5,072,928,211.84</u>	<u>5,149,876,461.62</u>

Consolidated Income Statement
January to June 2024

Prepared by: Triumph New Energy
 Company Limited

Unit: Yuan Currency: RMB

Item	Half year of 2024	Half year of 2023
I. Total operating revenue	2,978,823,318.67	2,778,818,294.04
Including: Operating income	2,978,823,318.67	2,778,818,294.04
II. Total operating costs	3,040,900,273.22	2,730,498,449.97
Including: Operating costs	2,771,093,609.92	2,482,815,202.22
Tax expenses and surcharges	20,798,775.90	20,207,124.82
Selling expenses	11,614,642.11	12,135,001.59
Administration expenses	72,432,692.80	71,421,868.03
Research and development expenses	115,510,391.60	107,234,562.42
Finance expenses	49,450,160.89	36,684,690.89
Including: Interest expenses	51,078,676.27	43,514,746.37
Interest income	1,871,439.23	3,469,341.86
Add: Other income	25,376,553.76	109,619,994.87
Investment income		
(loss is represented by “-”)	-6,361,499.16	6,124,204.41
Credit impairment loss		
(loss is represented by “-”)	-3,872,517.71	-1,457,620.66
Impairment loss of assets		
(loss is represented by “-”)	-26,055,957.69	3,858,670.80
Gains from disposal of assets		
(loss is represented by “-”)	3,607,975.60	-5,138.72
III. Operating profit (loss is represented by “-”)	-69,382,399.75	166,459,954.77
Add: Non-operating income	3,785.65	648,096.40
Less: Non-operating expense	355,155.71	187,269.86
IV. Total profit (total loss is represented by “-”)	-69,733,769.81	166,920,781.31
Less: Income tax expenses		
(benefit is represented by “-”)	-21,745,634.57	12,597,716.12

Item	Half year of 2024	Half year of 2023
V. Net profit (net loss is represented by “-”)	-47,988,135.24	154,323,065.19
1. Net profit from continued operation (net loss is represented by “-”)	-47,988,135.24	154,323,065.19
2. Net profit from discontinued operation (net loss is represented by “-”)		
3. Net profit attributable to the owners of the Company (net loss is represented by “-”)	-54,781,826.93	128,742,580.09
4. Profit or loss attributable to minority interests (net loss is represented by “-”)	6,793,691.69	25,580,485.10
VI. Other comprehensive income net of tax		
(I) Other comprehensive income attributable to the owners of the Company, net of tax		
(II) Other comprehensive income attributable to minority interests, net of tax		
VII. Total comprehensive income (total loss is represented by “-”)	-47,988,135.24	154,323,065.19
(I) Total comprehensive income attributable to the owners of the Company (loss is represented by “-”)	-54,781,826.93	128,742,580.09
(II) Total comprehensive income attributable to minority interests	6,793,691.69	25,580,485.10
(III) Basic earnings per share (<i>RMB/share</i>) (loss is represented by “-”)	-0.08	0.20
(IV) Diluted earnings per share (<i>RMB/share</i>) (loss is represented by “-”)	-0.08	0.20

Income Statement of the Company

January to June 2024

Prepared by: Triumph New Energy
Company Limited

Unit: Yuan Currency: RMB

Item	Half year of 2024	Half year of 2023
I. Operating revenue	372,539,020.80	607,906,865.22
Less: Operating costs	371,408,628.64	604,431,703.63
Tax expenses and surcharges	282,894.22	865,267.88
Administration expenses	13,617,985.07	12,012,223.95
Finance expenses	1,418,944.13	2,077,234.49
Including: Interest expenses	13,904,477.64	14,273,318.66
Interest income	12,545,846.03	12,306,806.67
Add: Other income	23,242.71	1,421,768.08
Investment income (loss is represented by “-”)	229,902.46	81,649,953.05
Credit impairment loss (loss is represented by “-”)	-480,000.00	-788,022.44
II. Operating profit (loss is represented by “-”)	-14,416,286.09	70,804,133.96
Add: Non-operating income		583,902.14
Less: Non-operating expense	2,125.52	
III. Total profit (total loss is represented by “-”)	-14,418,411.61	71,388,036.10
IV. Net profit (net loss is represented by “-”)	-14,418,411.61	71,388,036.10
(I) Net profit from continued operation (net loss is represented by “-”)	-14,418,411.61	71,388,036.10
(II) Net profit from discontinued operation (net loss is represented by “-”)		
V. Other comprehensive income net of tax		
(I) Other comprehensive income that will not be reclassified to profit or loss		
(II) Other comprehensive income that will be reclassified to profit and loss		
VI. Total comprehensive income (total loss is represented by “-”)	-14,418,411.61	71,388,036.10

Consolidated Cash Flow Statement

January to June 2024

Prepared by: Triumph New Energy
Company Limited

Unit: Yuan Currency: RMB

Item	Half of 2024	Half of 2023
Cash received from sale of goods or rendering of services	2,269,316,512.16	2,045,214,358.74
Refund of taxes and levies	583,384.64	29,841,425.09
Other cash receipts relating to operating activities	93,211,958.36	92,501,113.79
Sub-total of cash inflows from operating activities	<u>2,363,111,855.16</u>	<u>2,167,556,897.62</u>
Cash paid for purchase of goods and services rendered	2,055,488,157.34	2,206,014,577.39
Cash paid to and on behalf of employees	227,807,682.52	231,408,652.48
Tax payments	69,230,520.92	43,072,276.86
Other cash paid for activities related to operation	29,252,244.74	71,800,427.97
Sub-total of cash outflows from operating activities	<u>2,381,778,605.52</u>	<u>2,552,295,934.70</u>
Net cash flow from operating activities	<u>-18,666,750.36</u>	<u>-384,739,037.08</u>
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	30,418,228.48	191,800.00
Net cash received from disposal of subsidiaries and other business units		160,173,650.00
Sub-total of cash inflows from investing activities	<u>30,418,228.48</u>	<u>160,365,450.00</u>
Cash paid for the acquisition and construction of fixed assets, intangible assets, and other long-term assets	334,192,588.99	476,412,860.15
Net cash payments for acquisition of subsidiaries and other business units		80,295,400.00
Sub-total of cash outflows from investing activities	<u>334,192,588.99</u>	<u>556,708,260.15</u>
Net cash flow from investing activities	<u>-303,774,360.51</u>	<u>-396,342,810.15</u>

Item	Half of 2024	Half of 2023
Cash received from capital injection		
Cash received from borrowings	1,137,846,884.64	1,526,452,253.88
Other cash received related to financing activities	29,836,345.34	
Subtotal of cash inflows from financing activities	<u>1,167,683,229.98</u>	<u>1,526,452,253.88</u>
Cash paid for repayments of borrowings	636,768,253.74	593,706,544.67
Cash payment for distribution of dividends and profits or repayment of interest	59,101,974.56	66,198,408.56
Including: Dividends and profits paid to minority shareholders by subsidiaries		13,213,363.58
Other cash payments related to financing activities	130,885,148.92	
Subtotal of cash outflows from financing activities	<u>826,755,377.22</u>	<u>659,904,953.23</u>
Net cash flow from financing activities	<u><u>340,927,852.76</u></u>	<u><u>866,547,300.65</u></u>
IV. Effect of exchange rate changes on cash and cash equivalents	1,576,346.85	735,619.63
V. Net increase in cash and cash equivalents	20,063,088.74	86,201,073.05
Add: Opening balance of cash and cash equivalents	229,156,744.65	485,547,816.11
VI. Closing balance of cash and cash equivalents	<u><u>249,219,833.39</u></u>	<u><u>571,748,889.16</u></u>

Cash Flow Statement of the Company

January to June 2024

Prepared by: Triumph New Energy
Company Limited

Unit: Yuan Currency: RMB

Item	Half year of 2024	Half year of 2023
Cash received from sale of goods or rendering of services	217,784,472.27	314,942,696.96
Other cash receipts relating to operating activities	5,090,605.66	6,524,311.93
Sub-total of cash inflows from operating activities	<u>222,875,077.93</u>	<u>321,467,008.89</u>
Cash paid for purchase of goods and services rendered	252,144,856.18	343,393,222.09
Cash paid to and on behalf of employees	12,185,291.41	14,930,081.58
Tax payments	491,883.00	1,750,786.06
Other cash paid for activities related to operation	9,087,589.91	12,291,033.15
Sub-total of cash outflows from operating activities	<u>273,909,620.50</u>	<u>372,365,122.88</u>
Net cash flow from operating activities	<u>-51,034,542.57</u>	<u>-50,898,113.99</u>
Cash received from recovery of investments		160,173,650.00
Cash received from returns on investments		65,334,253.05
Sub-total of cash inflows from investing activities		<u>225,507,903.05</u>
Cash paid for the acquisition and construction of fixed assets, intangible assets, and other long-term assets	4,980.00	1,785,500.00
Cash paid for investments		180,295,400.00
Sub-total of cash outflows from investing activities	<u>4,980.00</u>	<u>182,080,900.00</u>
Net cash flow from investing activities	<u>-4,980.00</u>	<u>43,427,003.05</u>

Item	Half year of 2024	Half year of 2023
Cash received from borrowings	70,000,000.00	260,000,000.00
Other cash received related to financing activities	1,574,751,691.49	2,114,071,620.92
Subtotal of cash inflows from financing activities	<u>1,644,751,691.49</u>	<u>2,374,071,620.92</u>
Cash paid for repayments of borrowings	66,676,544.67	289,406,544.67
Cash payment for distribution of dividends and profits or repayment of interest	13,958,275.21	13,229,292.31
Other cash payments related to financing activities	1,384,662,763.31	2,141,569,416.11
Subtotal of cash outflows from financing activities	<u>1,465,297,583.19</u>	<u>2,444,205,253.09</u>
Net cash flow from financing activities	<u><u>179,454,108.30</u></u>	<u><u>-70,133,632.17</u></u>
IV. Effect of exchange rate changes on cash and cash equivalents		205.95
V. Net increase in cash and cash equivalents	128,414,585.73	-77,604,537.16
Add: Opening balance of cash and cash equivalents	53,177,840.32	304,124,727.90
VI. Closing balance of cash and cash equivalents	<u><u>181,592,426.05</u></u>	<u><u>226,520,190.74</u></u>

Consolidated Statement of Changes in Owners' Equity

January to June 2024

Prepared by: Triumph New Energy Company Limited

Unit: Yuan Currency: RMB

Item	Half year of 2024											Total owners' equity	
	Equity attributable to owners of the Company												
	Other equity instruments			Less:		Other comprehensive income		General risk provisions		Undistributed profit			Others
	Paid-in capital (or share capital)	Preferred shares	Perpetual bonds	Capital reserve	Treasury stock	Special reserve	Surplus reserve	General risk provisions	Undistributed profit	Others	Subtotal	Minority interests	Total owners' equity
I.	Balance at the end of last year	645,674,963.00		3,780,818,962.41		51,365,509.04	4,627,151,466.55		149,292,032.10		4,627,151,466.55	426,094,907.74	5,053,246,374.29
II.	Balance at the beginning of the year	645,674,963.00		3,780,818,962.41		51,365,509.04	4,627,151,466.55		149,292,032.10		4,627,151,466.55	426,094,907.74	5,053,246,374.29
III.	Change for the period (decrease is indicated by “-”)												
(I)	Total comprehensive income								-54,781,826.93		-54,781,826.93	6,793,691.69	-47,988,135.24
(II)	Owners' contribution and decrease in capital								-54,781,826.93		-54,781,826.93	6,793,691.69	-47,988,135.24
(III)	Profit distribution												
(IV)	Internal carry-forward of owners' equity												
(V)	Special reserve												
(VI)	Others												
IV.	Balance at the end of the period	645,674,963.00		3,780,818,962.41		51,365,509.04	4,572,369,639.62		94,510,205.17		4,572,369,639.62	432,888,599.43	5,005,258,239.05

Half year of 2023

Item	Equity attributable to owners of the Company										Total owners' equity				
	Paid-in capital (or share capital)	Preferential shares	Perpetual bonds	Other equity instruments	Capital reserve	Less: Treasury stock	Other comprehensive income	Special reserve	Surplus reserve	General risk provisions		Undistributed profit	Others	Subtotal	Minority interests
I. Balance at the end of last year	645,674,963.00			3,780,818,962.41	3,780,818,962.41			51,365,509.04	51,365,509.04	-2,454,228,527.10	-2,454,228,527.10	4,232,430,907.35	4,232,430,907.35	381,211,357.37	4,613,642,264.72
II. Balance at the beginning of the year	645,674,963.00			3,780,818,962.41	3,780,818,962.41			51,365,509.04	51,365,509.04	-2,454,228,527.10	-2,454,228,527.10	4,232,430,907.35	4,232,430,907.35	381,211,357.37	4,613,642,264.72
III. Change for the period (decrease is indicated by "-")															
(I) Total comprehensive income															
(II) Owners' contribution and decrease in capital															
(III) Profit distribution															
1. Distribution to owners (or shareholders)															
(IV) Internal carry-forward of owners' equity															
(V) Special reserve															
(VI) Others															
IV. Balance at the end of the period	645,674,963.00			3,780,818,962.41	3,780,818,962.41			51,365,509.04	51,365,509.04	-116,685,947.01	-116,685,947.01	4,361,173,487.44	4,361,173,487.44	381,578,788.89	4,742,751,966.33

Statement of Changes in Owners' Equity of the Company

January to June 2024

Prepared by: Triumph New Energy Company Limited

Unit: Yuan Currency: RMB

Item	Half year of 2024						Total owners' equity	
	Paid-in capital (or share capital)	Other equity instruments			Less: Treasury stock	Other comprehensive income		Surplus reserve
	Preferential shares	Perpetual bonds	Others	Capital reserve	Special reserve	Surplus reserve	Undistributed profit	Total owners' equity
I. Balance at the end of last year	645,674,963.00			3,857,589,394.08		51,365,509.04	-656,668,697.27	3,897,961,668.85
II. Balance at the beginning of the year	645,674,963.00			3,857,589,394.08		51,365,509.04	-656,668,697.27	3,897,961,668.85
III. Change for the period (decrease is indicated by "-")								
(I) Total comprehensive income								
(II) Owners' contribution and decrease in capital								
(III) Profit distribution								
(IV) Internal carry-forward of owners' equity								
(V) Special reserve								
(VI) Others								
IV. Balance at the end of the period	645,674,963.00			3,857,589,394.08		51,365,509.04	-671,087,108.88	3,883,547,757.24

Half year of 2023

Item	Other equity instruments				Less:		Total owners' equity
	Paid-in capital (or share capital)	Preferential shares	Perpetual bonds	Others	Treasury stock	Other comprehensive income	
I. Balance at the end of last year	645,674,963.00			3,857,589,394.08			3,827,064,506.72
II. Balance at the beginning of the year	645,674,963.00			3,857,589,394.08			3,827,064,506.72
III. Change for the period (decrease is indicated by "-")							
(I) Total comprehensive income							
(II) Owners' contribution and decrease in capital							
(III) Profit distribution							
(IV) Internal carry-forward of owners' equity							
(V) Special reserve							
(VI) Others							
IV. Balance at the end of the period	645,674,963.00			3,857,589,394.08			3,898,452,542.82

(II) NOTES TO THE FINANCIAL STATEMENTS *(Expressed in Renminbi)*

1. *Background of the Company*

The Company was incorporated in the People's Republic of China (the "PRC") as a joint stock limited company, which is mainly engaged in the manufacturing and sales of new energy materials, and its business scope covers the manufacturing and sales of photovoltaic equipment and components; the manufacturing and sales of non-metallic mineral products; technical services for solar power generation; research and development of new materials technology; and research and development of emerging energy technologies.

2. *Significant Accounting Policies*

(1) Basis of preparation of the financial statements

The financial statements of the Company was prepared on a going concern basis in respect of the actual transactions and events in accordance with the requirements of the Accounting Standards for Business Enterprises, the Application Guidelines for Accounting Standards for Business Enterprises, the Interpretations of the Accounting Standards for Business Enterprises and other regulations issued by the Ministry of Finance of the PRC and based on the following significant accounting policies and accounting estimates.

(2) Accounting period

Accounting year of the Company is the calendar year from 1 January to 31 December.

(3) Functional currency

The Company's functional currency is Renminbi.

(4) Preparation method of the consolidated financial statements

① Scope of consolidation

The scope of consolidation of the consolidated financial statements is determined on the basis of control. The term “control” refers to the fact that the Company has power over the investee and is entitled to variable returns from its involvement with the investee and the ability to use its power over the investee to affect the amount of those returns. A subsidiary is an entity controlled by the Company (including an enterprise, a separable part of an investee, a structured entity, etc.).

② Basis for preparation of the consolidated financial statements

The consolidated financial statements are prepared by the Company based on the financial statements of the Company and its subsidiaries and other relevant information. In preparing the consolidated financial statements, the accounting policies and accounting periods of the Company and its subsidiaries shall be consistent, and intra-company significant transactions and balances are eliminated.

A subsidiary and its business acquired through a business combination involving entities under common control during the reporting period shall be included in the scope of the consolidation of the Company from the date of being controlled by the ultimate controlling party, and its operating results and cash flows from the date of being controlled by the ultimate controlling party shall be included in the consolidated income statement and the consolidated cash flow statement, respectively.

For a subsidiary and its business acquired through a business combination involving entities not under common control during the reporting period, its income, expenses and profits shall be included in the consolidated income statement, and cash flows shall be included in the consolidated cash flow statement from the acquisition date to the end of the reporting period.

The shareholders' equity of the subsidiaries that is not attributable to the Company is presented under shareholders' equity in the consolidated balance sheet as minority interests. The portion of net profit or loss of subsidiaries for the period attributable to minority interest is presented in the consolidated income statement under the "profit or loss attributable to minority interests". When the amount of loss for the period attributable to the minority shareholders of a subsidiary exceeds the minority shareholders' portion of the opening balance of owners' equity of the subsidiary, the excess amount are still allocated against minority interests.

③ Acquisition of minority interests in subsidiaries

The difference between the long-term equity investments costs acquired by the acquisition of minority interests and the share of the net assets of the subsidiaries from the date of acquisition or the date of consolidation based on the new shareholding ratio calculated on a continuous basis, as well as the difference between the proceeds from the partial disposal of the equity investments without losing control over the subsidiaries and the disposal of the long-term equity investments corresponding to the share of the net assets of the subsidiaries from the date of acquisition or the date of consolidation calculated on a continuous basis, are adjusted to the capital reserve in the consolidated balance sheet, if the capital reserve is not sufficient, any excess is adjusted to retained earnings.

④ Accounting treatment for loss of control over subsidiaries

When the control over the original subsidiaries is lost due to reasons such as disposal of part of the equity investments, the remaining shareholding will be remeasured based on the fair value on the date of loss of control. The difference between the sum of disposal consideration and fair value of the remaining equity less the sum of the share of the carrying value of net assets of the original subsidiaries calculated at the original shareholding percentage calculated on a continuous basis from the date of acquisition and the goodwill shall be recorded into the investment income for the period when the control is lost.

Other comprehensive income related to the equity investments in the original subsidiaries will be transferred to profit or loss for the period when control is lost, excluding other comprehensive income resulting from changes in net liabilities or net assets arising from the designated benefit plan through the re-measurement on the investee.

3. *Segment Reporting*

(1) Determination basis and accounting policies of reporting segments

The operations of the Company are organized into two reportable segments on the basis of its internal organizational structure, management requirements and internal report system. These reportable segments are determined on the basis of the financial information required for the day-to-day internal management of the Company. The management of the Group regularly evaluates the operating results of these reportable segments to make decisions about resources to be allocated to the segments and to assess their performance.

An operating segment is a component of the Company that meets the following conditions simultaneously:

- ① The component is able to generate revenues and incur expenses from its ordinary activities;
- ② Its operating results are regularly evaluated by the Company's management to make decisions about resources to be allocated to the segment and assess its performance;
- ③ Its accounting information on financial position, operating results and cash flows and others is available to the Company. Two or more operating segments may be aggregated into a single operating segment if they have similar economic characteristics and meet specified conditions.

The operating segments of the Company include photovoltaic glass segment and other functional glass segment.

Segment information is disclosed in accordance with the accounting policies and measurement criteria adopted by each segment when reporting to management. The measurement criteria are consistent with the accounting policies and measurement criteria in the preparation of the financial statements. Segment assets exclude deferred income tax assets and segment liabilities exclude deferred income tax liabilities.

Intersegment transactions are measured based on the actual transaction price. Segment revenue and segment expenses are recognized based on the actual revenue generated and actual expenses incurred by the respective segments. Segment assets and liabilities are allocated according to the assets used or liabilities assumed that are attributable to the operating segment in their daily operating activities.

(2) *Segment profit or loss, assets and liabilities*

Unit: Yuan Currency: RMB

Item	Current period or Closing balance				Total
	Photovoltaic glass segment	Other functional glass segment	Unallocated items	Offset	
Operating income	2,958,267,048.91	19,990,232.04	372,539,020.80	-371,972,983.08	2,978,823,318.67
Including: Revenue from external principal operations	2,954,116,003.29	18,700,370.60			2,972,816,373.89
Operating costs	2,752,482,329.87	18,611,280.05	371,408,628.64	-371,408,628.64	2,771,093,609.92
Including: Costs from external principal operations	2,750,759,707.89	17,764,972.60			2,768,524,680.49
Credit impairment loss (loss is represented by "-")	-3,488,210.35	95,692.64	-480,000.00		-3,872,517.71
Impairment loss of assets (loss is represented by "-")	-26,021,811.16	-34,146.53			-26,055,957.69
Depreciation expenses and amortization expenses	180,501,443.88	5,975,376.76	727,806.85		187,204,627.49
Total profit (total loss is represented by "-")	-38,781,047.18	-4,021,057.03	-14,418,411.61	-12,513,253.99	-69,733,769.81
Income tax expenses (benefit is represented by "-")	-21,410,018.66	-335,615.91			-21,745,634.57
Net profit (net loss is represented by "-")	-17,371,028.52	-3,971,233.36	-14,418,411.61	-12,227,461.75	-47,988,135.24
Total assets	11,607,547,661.17	968,738,879.10	5,072,928,211.84	-4,866,574,226.08	12,782,640,526.03
Total liabilities	6,910,560,309.79	590,370,414.32	1,189,385,454.60	-912,933,891.73	7,777,382,286.98

(3) *Other segment information*

Operating revenue by customer's geographical location

Unit: Yuan Currency: RMB

Geographical location	Amount for current period	Amount for previous period
China (excluding Hong Kong, Macau and Taiwan)	2,886,734,877.94	2,545,346,061.28
Other countries and regions	92,088,440.73	233,472,232.76
Total	<u>2,978,823,318.67</u>	<u>2,778,818,294.04</u>

Non-current assets by its geographical location

Unit: Yuan Currency: RMB

Geographical location	Closing balance	Balance as at the end of last year
China (excluding Hong Kong, Macau and Taiwan)	8,344,124,957.52	8,079,787,042.06

(4) *Reliance on major customers*

From January to June 2024, the transaction amount of four customers from photovoltaic glass reporting segment (customers who are controlled by the same controller are deemed to be the same customer) of the Company exceeds 10% of the Company's revenue. The transaction amounts are RMB672,389,099.53, RMB481,492,802.91, RMB444,492,255.18 and RMB370,286,899.93, respectively.

4. Turnover

Turnover represents revenue from the invoiced value of goods sold to customers, after deduction of any trade discounts and net of value added tax and surcharges, an analysis of which is as follows:

(1) Details of operating revenue

Item	<i>Unit: Yuan Currency: RMB</i>	
	Amount for current period	Amount for previous period
I. Revenue from principal operations	2,972,816,373.89	2,754,848,376.70
II. Revenue from other operations	6,006,944.78	23,969,917.34
Total	<u>2,978,823,318.67</u>	<u>2,778,818,294.04</u>

(2) Details of income from principal operations by product

Item	<i>Unit: Yuan Currency: RMB</i>	
	Amount for current period	Amount for previous period
Photovoltaic glass	2,954,116,003.29	2,643,523,297.53
Other functional glass	18,700,370.60	111,325,079.17
Total	<u>2,972,816,373.89</u>	<u>2,754,848,376.70</u>

5. Other Income

Unit: Yuan Currency: RMB

Item	Amount for current period	Amount for previous period
Subsidy for production and operation	7,816,354.20	91,183,626.36
Value-added tax input credit	14,206,221.75	
Subsidy for photovoltaic power generation	2,591,863.30	2,357,345.23
Subsidy for stabilizing employment	263,773.80	229,567.98
Subsidy for research and development, technological renovation		15,194,812.00
Refunds of individual income tax handling fees	86,804.78	108,691.16
Others	411,535.93	545,952.14
Total	<u>25,376,553.76</u>	<u>109,619,994.87</u>

6. Gains from Disposal of Assets

Unit: Yuan Currency: RMB

Item	Amount for current period	Amount for previous period
Gains on disposal of fixed assets (losses are represented by “-”)	3,610,531.77	-5,138.72
Gains on disposal of construction in progress (losses are represented by “-”)	-2,556.17	
Total	<u>3,607,975.60</u>	<u>-5,138.72</u>

7. *Non-Operating Income*

Unit: Yuan Currency: RMB

Item	Amount for current period	Amount for previous period	Amount recognized as non-recurring gain or loss for the period
Total	<u>3,785.65</u>	<u>648,096.40</u>	<u>3,785.65</u>

8. *Profit Before Income Tax*

Profit before income tax is arrived at after (charging)/crediting:

(1) Financial expenses

Unit: Yuan Currency: RMB

Item	Amount for current period	Amount for previous period
Interest expense	67,407,225.01	53,229,419.58
Less: Interest capitalization	16,328,548.74	9,714,673.21
Interest income	1,871,439.23	3,469,341.86
Exchange loss (profit is represented by “-”)	-1,906,086.40	-4,193,898.18
Handling charges and other expenses	<u>2,149,010.25</u>	<u>833,184.56</u>
Total	<u>49,450,160.89</u>	<u>36,684,690.89</u>

(2) *Operating costs*

Item	<i>Unit: Yuan Currency: RMB</i>	
	Amount for current period	Amount for previous period
I. Costs of principal operations	2,768,524,680.49	2,466,738,652.95
II. Costs of other operations	2,568,929.43	16,076,549.27
Total	<u>2,771,093,609.92</u>	<u>2,482,815,202.22</u>

(3) *Business taxes and surcharges*

Item	<i>Unit: Yuan Currency: RMB</i>	
	Amount for current period	Amount for previous period
Property tax	9,864,315.52	7,045,762.93
Land-use tax	5,792,260.52	5,270,967.96
Urban construction and maintenance tax	182,298.97	950,745.01
Education surcharges	185,569.88	929,749.91
Stamp duty	2,427,108.93	2,802,385.30
Others	2,347,222.08	3,207,513.71
Total	<u>20,798,775.90</u>	<u>20,207,124.82</u>

(4) *Selling expenses*

	<i>Unit: Yuan</i>	<i>Currency: RMB</i>
Item	Amount for current period	Amount for previous period
Employee compensation	5,457,314.79	8,575,068.76
Rental expenses	2,880,970.04	
Property insurance expenses		270,416.00
Office expenses	2,436,981.90	1,434,904.01
Business travel expenses	93,289.46	213,229.37
Sample and product depletion	117,959.20	787,314.39
Depreciation expenses	10,008.32	501,161.04
Other selling expenses	618,118.40	352,908.02
Total	<u>11,614,642.11</u>	<u>12,135,001.59</u>

(5) *Administrative expenses*

	<i>Unit: Yuan</i>	<i>Currency: RMB</i>
Item	Amount for current period	Amount for previous period
Staff compensation	38,323,849.69	41,531,494.26
Depreciation of fixed assets	11,760,837.49	5,944,842.73
Amortization of intangible assets	6,817,048.32	4,598,268.74
Intermediary engagement fees	4,078,964.22	3,529,154.27
Office expenses	1,687,241.62	2,589,613.79
Utilities	665,922.68	792,706.70
Repairing fee	853,944.00	706,596.70
Property management fee	388,202.46	653,104.47
Business travel expenses	707,171.47	689,451.15
Business entertainment expenses	679,759.68	721,304.48
Transportation expenses	237,226.90	226,830.99
Rental fee	80,506.26	918,040.69
Others	6,152,018.01	8,520,459.06
Total	<u>72,432,692.80</u>	<u>71,421,868.03</u>

(6) *Research and development expenses*

Item	<i>Unit: Yuan Currency: RMB</i>	
	Amount for current period	Amount for previous period
Staff remuneration	24,065,108.57	23,907,303.09
Material expenses	81,571,725.23	65,180,246.34
Depreciation and amortization expenses	4,981,803.48	16,950,862.88
Other expenses	4,891,754.32	1,196,150.11
Total	<u>115,510,391.60</u>	<u>107,234,562.42</u>

(7) *Impairment loss of assets*

Item	<i>Unit: Yuan Currency: RMB</i>	
	Amount for current period	Amount for previous period
Impairment loss on inventories	<u>-26,055,957.69</u>	<u>3,858,670.80</u>
Total	<u>-26,055,957.69</u>	<u>3,858,670.80</u>

(8) Credit impairment loss

Item	Unit: Yuan Currency: RMB	
	Amount for current period	Amount for previous period
Bad debt losses of notes receivable	1,589,673.48	479,764.54
Bad debt losses of accounts receivable (loss is represented by “-”)	-4,463,608.37	-966,152.85
Bad debt losses of other receivables (loss is represented by “-”)	-998,582.82	-971,232.35
Total (loss is represented by “-”)	<u>-3,872,517.71</u>	<u>-1,457,620.66</u>

(9) Non-operating expenses

Item	Unit: Yuan Currency: RMB		
	Amount for current period	Amount for previous period	Amount included in non-recurring profit or loss for current period
Penalties and overdue fine	96,394.14	129,982.99	96,394.14
Losses on retirement and damage of assets	258,761.57	57,286.87	258,761.57
Total	<u>355,155.71</u>	<u>187,269.86</u>	<u>355,155.71</u>

9. *Income Tax Expenses*

Item	<i>Unit: Yuan Currency: RMB</i>	
	Amount for current period	Amount for previous period
Current income tax calculated according to tax laws and relevant requirements	3,100,862.21	12,207,861.40
Deferred income tax expenses (benefit is represented by “-”)	<u>-24,846,496.78</u>	<u>389,854.72</u>
Total	<u><u>-21,745,634.57</u></u>	<u><u>12,597,716.12</u></u>

10. *Dividend*

The Board does not recommend declaring dividends for the half year ended 30 June 2024.

11. *Basic Earnings Per Share*

Basic earnings per share are calculated by dividing consolidated net profit attributable to ordinary shareholders of the Company by the weighted average number of the outstanding ordinary shares of the Company:

Item	<i>Unit: Yuan Currency: RMB</i>	
	Current period	Same period last year
Net profit attributable to ordinary shareholders of the Company (net loss is represented by “-”)	-54,781,826.93	128,742,580.09
Weighted average number of the outstanding ordinary shares of the Company	<u>645,674,963.00</u>	<u>645,674,963.00</u>
Basic earnings per share (<i>RMB/share</i>)	<u><u>-0.08</u></u>	<u><u>0.20</u></u>

There were no diluted earnings per share as the Company had no potential dilutive shares for the half year ended 30 June 2024.

12. Accounts Receivables and Notes Receivables

(1) Accounts receivables

	<i>Unit: Yuan Currency: RMB</i>	
Item	Book balance	Balance as at the beginning of the period
Accounts receivables	1,515,615,642.02	1,380,219,781.22
Less: provision for bad debts	<u>93,811,238.81</u>	<u>89,347,630.44</u>
Accounts receivables, net	<u><u>1,421,804,403.21</u></u>	<u><u>1,290,872,150.78</u></u>

Aging analysis of accounts receivables by date of entry:

	<i>Unit: Yuan Currency: RMB</i>	
Aging	Closing balance	Balance as at the end of last year
Within 1 year	1,403,329,039.86	1,275,825,464.37
1 to 2 years	26,582,642.88	26,198,706.51
2 to 3 years	9,620,817.86	2,100,410.48
3 to 4 years	3,081,810.17	3,488,385.20
4 to 5 years	811,503.25	4,944,998.86
Over 5 years	72,189,828.00	67,661,815.80
Subtotal	1,515,615,642.02	1,380,219,781.22
Less: provision for bad debts	<u>93,811,238.81</u>	<u>89,347,630.44</u>
Total	<u><u>1,421,804,403.21</u></u>	<u><u>1,290,872,150.78</u></u>

(2) *Notes receivables*

Unit: Yuan Currency: RMB

Category of notes	Closing balance			Balance as at the end of last year		
	Book balance	Provision for Bad debts	Book value	Book balance	Provision for Bad debts	Book value
Bank acceptance	487,119,267.65		487,119,267.65			
Trade acceptance	<u>11,678,037.16</u>	<u>105,102.33</u>	<u>11,572,934.83</u>	<u>188,766,020.48</u>	<u>1,694,775.81</u>	<u>187,071,244.67</u>
Total	<u>498,797,304.81</u>	<u>105,102.33</u>	<u>498,692,202.48</u>	<u>188,766,020.48</u>	<u>1,694,775.81</u>	<u>187,071,244.67</u>

(3) *Receivables financing*

Unit: Yuan Currency: RMB

Item	Closing balance	Balance as at the end of last year
Notes receivable	142,841,992.75	824,006,594.24
Receivable from electronic creditor's rights certificate	633,082,586.04	589,390,817.41
Less: Other comprehensive income - changes in fair value		
Fair value at the end of the period	<u>775,924,578.79</u>	<u>1,413,397,411.65</u>

13. Accounts Payables and Notes Payables

(1) Aging analysis of accounts payables by date of entry:

Item	Unit: Yuan Currency: RMB	
	Closing balance	Balance as at the end of last year
Within 1 year (inclusive of 1 year)	1,369,440,577.04	1,327,096,444.34
1-2 years (inclusive of 2 years)	228,016,841.48	192,843,850.10
2-3 years (inclusive of 3 years)	11,445,426.12	3,023,473.65
Over 3 years	13,138,947.32	12,206,868.47
Total	<u>1,622,041,791.96</u>	<u>1,535,170,636.56</u>

(2) Notes payables

Category	Unit: Yuan Currency: RMB	
	Closing balance	Balance as at the end of last year
Trade acceptance	81,141,327.00	111,265,210.00
Bank acceptance	640,364,211.47	375,621,527.12
Total	<u>721,505,538.47</u>	<u>486,886,737.12</u>

14. Reserves

(1) Capital reserve

Item	Unit: Yuan Currency: RMB			
	Opening balance	Increase for the period	Decrease for the period	Closing balance
Capital premium	3,538,238,816.69			3,538,238,816.69
Other capital reserve	<u>242,580,145.72</u>			<u>242,580,145.72</u>
Total	<u>3,780,818,962.41</u>			<u>3,780,818,962.41</u>

(2) *Surplus reserve*

Unit: Yuan Currency: RMB

Item	Opening balance	Increase for the period	Decrease for the period	Closing balance
Statutory surplus reserve	51,365,509.04			51,365,509.04

(3) *Undistributed profit*

Unit: Yuan Currency: RMB

Item	Current period	Previous year
Undistributed profit at the end of the previous year before adjustment (loss is represented by “-”)	149,292,032.10	-245,428,527.10
Total effects of adjustments of undistributed profits at the beginning of the period/year (increase expressed with +, and decrease expressed with -)		
Undistributed profit at the beginning of the period/year after adjustment (loss is represented by “-”)	149,292,032.10	-245,428,527.10
Add: net profit attributable to owners of the Company for the period (net loss is represented by “-”)	-54,781,826.93	394,720,559.20
Undistributed profit at the end of the period/year	94,510,205.17	149,292,032.10

15. Subsequent Matters

None

IV. MANAGEMENT DISCUSSION AND ANALYSIS

Review of the overall performance and achievements during the reporting period

In the first half of 2024, China's photovoltaic (PV) application market still maintained growth, but the growth rate appeared to be slowing down. According to the data released by the China Photovoltaic Industry Association, in the first half of 2024, China's PV installed capacity amounted to 102.48GW, representing a year-on-year growth of 30.7%, but there was the first month-on-month decline in the past four years, with March and April 2024 falling by 4.27GW and 0.28GW year-on-year, respectively. Faced with the risk of the involution-driving market competition, the tender price of PV modules constantly dropped, coupled with the prices of PV upstream and downstream segments falling short of the costs, the whole industry chain has entered into a new round of supply and demand relationship adjustment period.

According to the financial data in the reporting period, the Group's operating revenue amounted to RMB2,978,820,000, representing a year-on-year increase of RMB200,000,000; operating loss amounted to RMB69,380,000, representing a decrease of RMB235,840,000 as compared to operating profit of RMB166,460,000 for the same period of last year; net loss attributable to shareholders of the Company after deducting non-recurring profit or loss amounted to RMB65,550,000, representing a year-on-year decrease of RMB92,640,000. As at the end of the reporting period, the gearing ratio was 60.84%, representing an increase of 1.50 percentage points from that as at the end of 2023.

During the reporting period, the Company responded proactively to the risks and challenges of cyclical adjustments in the industry and market by anchoring itself in the new energy materials development field, optimizing the allocation of resources in a multi-dimensional manner, thereby constantly improving its development tenability. During the reporting period, the PV glass production volume and sales volume of the Company amounted to 196 million m² and 194 million m², representing a year-on-year increase of 27% and 31%, respectively; and the total PV glass raw material yield rate was raised by approximately 2 percentage points. However, the PV glass market was hindered by short-term inventory pressure, weak market demand, seasonal and other combined factors, and the market price has been constantly fluctuating at a low spot since November 2023, resulting in a year-on-year decrease in the gross profit margin of the products of the Company by approximately 4.3 percentage points, and a loss in the operating results for the reporting period.

During the reporting period, the Company constantly adhered to three-axis management coupled with cost reduction and efficiency enhancement, and insisted on benchmarking, optimization and innovative development. The production bases were guided by the annual target to promote product research and development and technology management improvement. CNBM (Tongcheng) New Energy Materials Co., Ltd.* (中建材桐城新能源有限公司) successfully researched and developed 1.6mm anti-glare, high-transmittance photovoltaic rolling glass and launched such new product into the market; the “Development and Application of 1.6mm Ultra-thin Embossed Photovoltaic Glass” project of CNBM (Yixing) New Energy Resources Co., Ltd.* (中建材(宜兴)新能源有限公司) won the Second Prize in the Solar Photovoltaic Segment of the First Energy and Electronics Industry Innovation Competition, and its “Photovoltaic Glass Automatic Packing Technology” project won the Second Prize of the 2024 National Machinery, Metallurgy and Building Material Industry Vocational and Technical Innovation Achievement Showcase, and it was honored as an outstanding enterprise for the development of “465” modern industrial clusters in Wuxi City. In addition, the raw glass production yield of Kaisheng (Zigong) New Energy Co., Ltd.* (凱盛(自貢)新能源有限公司) has been steadily improved, and the energy consumption of the kiln has been gradually reduced from 1,540cal/kg at the beginning of the period to 1,510cal/kg at the end the period, saving about 3,000m³ of gas per day, and it was awarded the title of “Green Factory of Sichuan Province”.

Although since the second half of 2023, there have been several rounds of accelerated price falls in the photovoltaic industry chain due to the mismatch of supply and demand rhythms, which has had a great impact on production enterprises and exerted pressure on their profitability. However, in the long haul, industrial integration and survival of the fittest will be conducive to promoting the high-quality development of the PV industry in China, and technological innovation, quality enhancement, and green development will be the cornerstone of achieving constantly sustainable development. Despite the challenges to the development of the industry, the path of global PV market remains sanguine. According to the estimation of the China Photovoltaic Industry Association, the global new installations in 2024 are expected to be 390-430GW, while the new installations in China are expected to be 190-220GW during the same period.

In the second half of 2024, the Company will take a full-scale and long-term view of the industry trends, maintain its strategic stability, strengthen its confidence in development, and anchor its development targets for the whole year. The Company will continue to strengthen party leadership, streamline organizational structure, sustain R&D innovation with scientific capacity layout, optimize product structure, strengthen product functions, improve yield rate, enhance service quality, and continuously open up and capture the market as strong hand; the Company will insist on the management of the “4 unification model” of technology, procurement, sales and finance, and reduce the energy consumption of the unit via technological innovations and technical research, and release the deep-processing capacity of the production line to further reduce the unit production cost. In addition, the Company will take advantage of the centralized procurement platform to ensure the supply of bulk raw materials and auxiliary materials and reduce costs. The Company will play a coordinating role in product sales, pay close attention to the management of major customers, expand the market, remove inventories, and reduce the cost of sales. Furthermore, the Company will enhance the centralized management of the Group’s internal funds to improve the efficiency of funds utilization, and reasonably control investment costs, further launch the “Ten-Cent Profit Enhancement Plan” and “Cost Reduction and Efficiency Enhancement” activities; speed up intelligent manufacturing and digitization transformation, and strengthen key core technologies to build a smart manufacturing factory, thereby accomplish the target of steady growth for the whole year with utmost efforts.

There have been no significant events that have had a significant impact on the Group since the end of the reporting period.

Analysis of the principal operations during the reporting period

(I) Analysis of principal operating activities

1. Analytical statement of changes in relevant items in the income statement and cash flow statement

Unit: Yuan Currency: RMB

Item	Amount for the current period	Amount for the same period last year	Change (%)
Operating revenue	2,978,823,318.67	2,778,818,294.04	7.20
Operating costs	2,771,093,609.92	2,482,815,202.22	11.61
Selling expenses	11,614,642.11	12,135,001.59	-4.29
Administrative expenses	72,432,692.80	71,421,868.03	1.42
Finance expenses	49,450,160.89	36,684,690.89	34.80
Research and development expenses	115,510,391.60	107,234,562.42	7.72
Other income	25,376,553.76	109,619,994.87	-76.85
Investment income (loss is represented by "-")	-6,361,499.16	6,124,204.41	-203.87
Credit impairment loss (loss is represented by "-")	-3,872,517.71	-1,457,620.66	N/A
Impairment loss of assets (loss is represented by "-")	-26,055,957.69	3,858,670.80	-775.26
Gains from disposal of assets (loss is represented by "-")	3,607,975.60	-5,138.72	N/A
Income tax expenses (benefit is represented by "-")	-21,745,634.57	12,597,716.12	-272.62
Net cash flow from operating activities	-18,666,750.36	-384,739,037.08	N/A
Net cash flow from investment activities	-303,774,360.51	-396,342,810.15	N/A
Net cash flow from financing activities	340,927,852.76	866,547,300.65	-60.66

Reasons for change in operating revenue: the year-over-year increase in sales volume of photovoltaic glass during the reporting period;

Reasons for change in operating costs: the increase in operating costs resulting from the year-on-year increase in sales volume of photovoltaic glass during the reporting period;

Reasons for change in selling expenses: the year-on-year decrease in remuneration of sales staff in the reporting period;

Reasons for change in administrative expenses: administrative expenses remained relatively stable year-on-year during the reporting period;

Reasons for change in finance expenses: the year-on-year increase in the scale of interest-bearing liabilities in the reporting period;

Reasons for change in research and development expenses: the year-on-year increase in research and development materials during the reporting period;

Reasons for change in other income: the year-on-year decrease in government subsidies in the reporting period;

Reasons for change in investment income: the derecognition of losses on receivables financing in the reporting period and there was no other impact as compared to the same period last year;

Reasons for change in credit impairment losses: the year-on-year increase in bad debt provision for trade receivables in the reporting period;

Reasons for change in impairment losses of assets: the year-on-year increase in provision for decline in impairment loss on inventories in the reporting period;

Reasons for change in gains from disposal of assets: the year-on-year increase in gain on disposal of worn-out production lines in the reporting period;

Reasons for change in income tax expenses: the year-on-year decrease in taxable income and year-on-year increase in deductible losses in the reporting period;

Reasons for change in net cash flow from operating activities: the continued optimization of the structure of operating funds during the reporting period;

Reasons for change in net cash flow from investing activities: the year-on-year increase in cash recoveries from the disposal of worn-out production lines on the one hand, and the year-on-year decrease in cash outflow from the purchase of fixed assets and other long-term assets on the other hand during the reporting period;

Reasons for change in net cash flow from financing activities: the year-on-year decrease in the scale of inflow coupled with the year-on-year increase in the repayment of debts due during the reporting period.

2. Analysis of principal operations by industry and by product

Unit: Yuan Currency: RMB

Principal operations by industry						
By industry	Operating revenue	Operating costs	Gross profit margin (%)	Increase/Decrease of operating revenue as compared with the corresponding period last year (%)		Increase/Decrease of gross profit margin as compared with the corresponding period last year (%)
New materials	2,972,816,373.89	2,768,524,680.49	6.87	7.91	12.23	Decreased by 3.59 percentage points

Principal operations by product						
By product	Operating revenue	Operating costs	Gross profit margin (%)	Increase/Decrease of operating revenue as compared with the corresponding period last year (%)		Increase/Decrease of gross profit margin as compared with the corresponding period last year (%)
Photovoltaic glass	2,954,116,003.29	2,750,759,707.89	6.88	11.75	17.17	Decreased by 4.31 percentage points
Other functional glass	18,700,370.60	17,764,972.60	5.00	-83.20	-85.07	Increased by 11.90 percentage points

(III) Analysis of assets and liabilities

(1) Assets and liabilities

Unit: Yuan Currency: RMB

Item	Closing balance of the current period	Percentage of closing balance of the current period over the total assets (%)	Closing balance of last year	Percentage of closing balance of last year over the total assets (%)	Percentage of changes in closing balance of the current period over closing balance of last year (%)	Explanation
Notes receivable	498,692,202.48	3.90	187,071,244.67	1.51	166.58	Based on the Company's business model for managing financial assets, bank acceptance with low credit ratings are presented as notes receivable during the reporting period during the reporting period
Receivable financing	775,924,578.79	6.07	1,413,397,411.65	11.37	-45.10	Same as the explanation for "Notes receivable" above
Inventories	926,294,388.76	7.25	686,887,235.96	5.53	34.85	Increase in inventories during the reporting period
Other current assets	155,276,832.39	1.21	114,962,230.83	0.93	35.07	Increase in deductible input tax during the reporting period
Construction in progress	2,535,864,974.84	19.84	1,772,629,520.09	14.26	43.06	Increased progress in project construction during the reporting period
Development expenditures	24,524,199.94	0.19	14,895,294.06	0.12	64.64	Increase in capitalized research and development investment during the reporting period

Item	Closing balance of the current period	Percentage of closing balance of the current period over the total assets (%)	Closing balance of last year	Percentage of closing balance of last year over the total assets (%)	Percentage of changes in closing balance of the current period over closing balance of last year (%)	Explanation
Deferred income tax assets	39,383,753.86	0.31	15,963,295.75	0.13	146.71	Increase in deductible temporary differences such as impairment of assets and deductible losses during the reporting period
Other non-current assets	35,145,090.03	0.27	590,128,892.55	4.75	-94.04	Transfer of prepayment for construction and equipment to construction in progress in accordance with the progress of the projects during the reporting period
Notes payable	721,505,538.47	5.64	486,886,737.12	3.92	48.19	Increase in issuance of bank acceptance during the reporting period
Employee remuneration payable	23,981,054.13	0.19	84,343,288.15	0.68	-71.57	Payment of wages, salaries and bonuses accrued at the end of the previous year during the reporting period
Taxes payable	23,131,804.66	0.18	45,217,814.58	0.36	-48.84	Payment of enterprise income tax and other taxes accrued at the end of the previous year during the reporting period

Item	Closing balance of the current period	Percentage of closing balance of the current period over the total assets (%)	Closing balance of last year	Percentage of closing balance of last year over the total assets (%)	Percentage of changes in closing balance of the current period over closing balance of last year (%)	Explanation
Non-current liabilities due within one year	879,190,930.29	6.88	453,468,886.35	3.65	93.88	Increase in long-term loans repayable within one year during the reporting period
Other current liabilities	280,372,991.75	2.19	606,787,982.57	4.88	-53.79	Decrease in bills endorsed but not yet derecognized during the reporting period
Lease liabilities	4,021,444.06	0.03	5,857,164.28	0.05	-31.34	Gradual expiration of lease terms during the reporting period
Undistributed profit	94,510,205.17	0.74	149,292,032.10	1.20	-36.69	Loss from operating activities during the reporting period

(2) *Major restricted assets as at the end of the reporting period*

Unit: Yuan Currency: RMB

Item	Book balance	Closing balance	
		Book value	Reasons for restriction
Monetary funds	3,181,349.45	3,181,349.45	Interest of security deposit, house maintenance funds
Notes receivables	5,000,000.00	5,000,000.00	Pledge
Accounts receivables financing	163,651,334.06	163,651,334.06	Pledge
Fixed assets	625,878,098.15	530,127,197.03	Mortgage
Intangible assets	<u>225,554,490.95</u>	<u>211,856,292.92</u>	Mortgage
Total	<u><u>1,023,265,272.61</u></u>	<u><u>913,816,173.46</u></u>	

(3) *Other explanations*

1. Bank borrowings and other loans

Short-term borrowings: on 30 June 2024, the balance of short-term borrowings was RMB958,516,709.79, including credit borrowings of RMB798,985,304.64 and notes discounted but not derecognised of RMB159,531,405.15.

Long-term borrowings: on 30 June 2024, the balance of long-term borrowings was RMB3,874,117,658.96 (including the balance of long-term borrowings due within one year amounting to RMB875,561,292.17).

2. Liquidity and capital resources

As at 30 June 2024, the Group had cash and cash equivalents of RMB249,219,833.39, including US dollar deposits of RMB69,931.44 (31 December 2023: US dollar deposits of RMB1,091,782.69), representing an increase of RMB20,063,088.74 for cash and cash equivalents at the end of the period as compared with the balance of RMB229,156,744.65 as at 31 December 2023.

3. Gearing ratio

Gearing ratio is calculated based on the total liabilities at the end of the period less the balance of cash and cash equivalents and divided by net assets attributable to the Company. The gearing ratio of the Group calculated under this formula was 164.64% as at 30 June 2024, compared to 154.42% as at 31 December 2023, representing an increase of 10.22 percentage points.

4. Contingent liabilities

As at 30 June 2024, the Group had no material contingent liabilities.

5. Risk of exchange rate fluctuations

The Group's assets, liabilities and transactions are mainly denominated in Renminbi. Therefore, fluctuations in foreign exchange rates do not have any material impact on the Group.

6. Pursuant to the paragraph 40 of Appendix D2 to the Rules Governing the Listing of Securities (the "**Listing Rules**") on The Stock Exchange of Hong Kong Limited (the "**Stock Exchange**"), save as disclosed herein, the Company confirms that there were no material differences between the existing information of the Company relating to the matters as set out in paragraph 32 of Appendix D2 to the Listing Rules and the relevant information disclosed in the Company's 2023 annual report.

(III) Material disposal of assets and equity interests

There were no material asset and equity disposal during the reporting period.

(IV) Analysis of major controlled and investee companies*Unit: Yuan Currency: RMB*

Company name	Industry	Major products or services	Registered capital	Total assets	Net assets	Net profit (Net loss is represented by “-”)
CNBM (Hefei) New Energy Co., Ltd.* (中建材(合肥)新能源有限公司)	New materials	New energy glass	868,000,000.00	2,507,558,916.05	1,084,133,208.44	-31,070,788.53
CNBM (Tongcheng) New Energy Materials Co., Ltd.* (中國建材桐城新能源材料有限公司)	New materials	New energy glass	933,388,980.00	3,002,187,894.00	1,261,842,177.82	-1,330,733.44
CNBM (Yixing) New Energy Resources Co., Ltd.* (中建材(宜興)新能源有限公司)	New materials	New energy glass	313,700,000.00	2,639,816,738.50	580,862,495.38	654,213.93
Kaisheng (Zigong) New Energy Co., Ltd.* (凱盛(自貢)新能源有限公司)	New materials	New energy glass	500,000,000.00	1,183,682,412.07	652,029,831.08	16,927,781.06
Kaisheng (Zhangzhou) New Energy Co., Ltd.* (凱盛(漳州)新能源有限公司)	New materials	New energy glass	550,000,000.00	910,062,032.95	343,088,112.43	-7,302,751.74
CNBM (Luoyang) New Energy Resources Co., Ltd.* (中建材(洛陽)新能源有限公司)	New materials	New energy glass	800,000,000.00	1,462,229,059.98	604,145,969.97	-266,298.34
Qinhuangdao North Glass Co., Ltd.* (秦皇島北方玻璃有限公司)	New materials	Other functional glass	643,903,700.00	968,738,879.10	378,368,464.78	-3,971,233.36

V. CORPORATE GOVERNANCE

1. Repurchase, Sale and Redemption of Shares

During the reporting period, neither the Company nor any of its subsidiaries carried out repurchase, sale or redemption of any securities of the Company.

2. Audit Committee

The audit committee of the Board has reviewed the 2024 interim results announcement and the 2024 interim report. The audit committee has agreed with the financial accounting principles, standards and methods adopted in the unaudited interim accounts of the Group for the six months ended 30 June 2024.

3. Compliance with the Corporate Governance Code

During the reporting period, the Company strictly complied with the requirements of Part 2 of the Corporate Governance Code as set out in Appendix C1 to the Listing Rules. The Company regularly reviews its corporate governance practices to ensure compliance with the Corporate Governance Code.

The Company has adopted and has always complied with all the applicable code provisions as set out in the Corporate Governance Code during the reporting period.

4. Compliance with the Model Code

Having made specific enquiries to all the Directors and supervisors of the Company, all the Directors and supervisors have confirmed that they have complied with the required standards set out in the Model Code for Securities Transactions by Directors of Listed Issuers as set out in Appendix C3 to the Listing Rules during the reporting period.

5. Employees and Remuneration Policy

As at 30 June 2024, the number of employees listed on the payroll register of the Group was 3,185.

An annual remuneration system is adopted for the management personnel of the Company and its subsidiaries while a position and skill-based salary system is adopted for the employees of the Company. In addition, according to relevant national, provincial and municipal policies, employees of the Company are also entitled to the “five insurance and housing provident fund”, paid leave, paid training and other treatments.

6. Publication of the Interim Report

The 2024 interim report of the Company containing all the relevant information required by Appendix D2 to the Listing Rules and other applicable laws and regulations will be despatched to the shareholders (if applicable) and published on the websites of the Stock Exchange and the Company in due course.

By order of the Board
Triumph New Energy Company Limited
Xie Jun
Chairman

Luoyang, the PRC
29 August 2024

As at the date of this announcement, the Board comprises four executive Directors: Mr. Xie Jun, Mr. Zhang Rong, Mr. He Qingbo and Ms. Wang Leilei; three non-executive Directors: Mr. Zhang Chong, Mr. Sun Shizhong and Mr. Pan Jingong; and four independent non-executive Directors: Ms. Zhang Yajuan, Mr. Chen Qisuo, Mr. Fan Baoqun and Ms. Yuan Jian.

* *For identification purposes only*